

# **TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI**

**UNCONSOLIDATED FINANCIAL STATEMENTS  
AND RELATED DISCLOSURES AT DECEMBER 31, 2024  
TOGETHER WITH INDEPENDENT AUDITORS' REPORT**

**(CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS  
AND INDEPENDENT AUDITORS' REPORT ORIGINALLY ISSUED IN TURKISH)**



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## Convenience Translation of the Auditor's Audit Report Originally Issued in Turkish

### Independent Auditors' Report on Audit of Unconsolidated Financial Statements

#### To the General Assembly of Türkiye Vakıflar Bankası T.A.O;

##### *Qualified Opinion*

We have audited the unconsolidated statement of financial position of Türkiye Vakıflar Bankası T.A.O. ("the Bank") at December 31, 2024 and the related unconsolidated statement of profit or loss, unconsolidated statement of profit or loss and other comprehensive income, unconsolidated statement of changes in shareholders' equity, unconsolidated statement of cash flows and a summary of significant accounting policies and other explanatory notes to the unconsolidated financial statements.

In our opinion, except for the effects of the matter on the unconsolidated financial statements described in the "Basis of Qualified Opinion" paragraph, the accompanying unconsolidated financial statements present fairly, in all material respects, the unconsolidated financial position of the Türkiye Vakıflar Bankası T.A.O. as at December 31, 2024 and unconsolidated financial performance and unconsolidated its cash flows for the year then ended in accordance with the Banking Regulation and Supervision Agency ("BRSA") Accounting and Financial Reporting Legislation which includes "Regulation on Accounting Applications for Banks and Safeguarding of Documents" published in the Official Gazette no.26333 dated November 1, 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by BRSA and Turkish Financial Reporting Standards ("TFRS") for those matters not regulated by the aforementioned regulations.

##### *Basis of Qualified Opinion*

As explained in Section Five Part II.7, the accompanying unconsolidated financial statements as at December 31, 2024 include a free provision at an amount of thousand TL 15,000,000 of which thousand TL 11,000,000 was provided in prior years and thousand TL 2,500,000 was reversed in current year and thousand TL 6,500,000 was provided in the current year by the Bank management for the possible current year effects of the negative circumstances which may arise from the possible changes in the economy and market conditions which does not meet the recognition criteria of TAS 37 "Provisions, Contingent Liabilities and Contingent Assets". In addition, as stated section Five Part IV.5 and IV.6 of Explanations and Footnotes Related to the Unconsolidated Financial Statements, accompanying unconsolidated statement of profit or loss for the year ended December 31, 2023, which is presented comparatively with the unconsolidated statement of profit or loss for the year ended December 31, 2024, includes income arising from the reversal of free provision at an amount of thousand TL 12,250,000 and free provision charge provided at an amount of thousand TL 4,250,000 respectively.

Our audit was conducted in accordance with "Regulation on independent audit of the Banks" published in the Official Gazette no.29314 dated April 2, 2015, by BRSA (BRSA Independent Audit Regulation) and Independent Auditing Standards ("ISA") which are the part of Turkish Auditing Standards issued by the Public Oversight Accounting and Auditing Standards Authority ("POA"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Bank in accordance with of Code of Ethics for Independent Auditors (Code of Ethics) published by POA and have fulfilled our other responsibilities in accordance with the code of ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.



### Key Audit Matters

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

Key Audit Matter	How the Key Audit Matter is addressed in our audit
<p><b>Financial impact of TFRS 9 “Financial Instruments” standard and recognition of classification, measurement and impairment on financial assets and related important disclosures</b></p> <p>As presented in Section III disclosure VIII, the Bank recognizes expected credit losses of financial assets in accordance with TFRS 9 Financial Instruments standard. We considered impairment of financial assets as a key audit matter since:</p> <ul style="list-style-type: none"> <li>- Amount of on and off-balance sheet items that are subject to expected credit loss calculation is material to the financial statements</li> <li>- There are complex and comprehensive requirements of TFRS 9</li> <li>- The classification of the financial assets is based on the Bank’s business model and characteristics of the contractual cash flows in accordance with TFRS 9 and the Bank uses significant judgment on the assessment of the business model and identification of the complex contractual cash flow characteristics of financial instruments</li> <li>- Policies implemented by the Bank management include compliance risk to the regulations and other practices</li> <li>- Processes of TFRS 9 are advanced and complex</li> <li>- Judgements and estimates used in expected credit loss, complex and comprehensive</li> <li>- Disclosure requirements of TFRS 9 are comprehensive and complex.</li> </ul>	<p>Our audit procedures included among others include:</p> <ul style="list-style-type: none"> <li>- Evaluating the appropriateness of accounting policies as to the requirements of TFRS 9, Bank’s past experience, local and global practices</li> <li>- Reviewing and testing of processes which are used to calculate expected credit losses by involving our Information technology and process audit specialists</li> <li>- Evaluation of the reasonableness and appropriateness of key judgments and estimates determined by management and the methods, judgments and data sources used in calculating expected loss, taking into account standard requirements, industry and global practices</li> <li>- Reviewing the appropriateness of criteria in order to identify the financial assets having solely payments of principal and interest and checking the compliance to the Bank’s Business model</li> <li>- Evaluating the alignment of the significant increase in credit risk determined during the calculation of expected credit losses, default definition, restructuring definition, probability of default, loss given default, exposure at default and macro-economic variables that are determined by the financial risk management experts with the Bank’s past performance, regulations, and other processes that has forward looking estimations</li> <li>- Assessing the completeness and the accuracy of the data used for expected credit loss calculation.</li> <li>- Testing the mathematical accuracy of expected credit loss calculation on sample basis</li> <li>- Evaluating the judgments and estimates used for the individually assessed financial assets</li> <li>- Evaluating the necessity and accuracy of the updates made or required updates after the modeling process</li> <li>- Auditing of TFRS 9 disclosures.</li> </ul>



<b>Pension Fund Obligations</b>	<b>How the Key Audit Matter is addressed in our audit</b>
<p>Employees of the Bank are members of Türkiye Vakıflar Bankası T.A.O. Memur ve Hizmetlileri Emekli ve Sağlık Yardım Sandığı, (“the Fund”), which is established in accordance with the temporary Article 20 of the Social Security Act No. 506 and related regulations. The Fund is a separate legal entity and foundation recognized by an official decree, providing all qualified employees with pension and post-retirement benefits. As disclosed in the “Section Three Note XVI to the financial statements, Banks will transfer their pension fund to the Social Security Institution and the authority of the “Council of Ministers” on the determination of the mentioned transfer date is changed as “President” in the Decree Law No. 703 published in the Official Gazette numbered 30473 and dated July 9, 2018.</p> <p>As of 31 December 2024, the Bank’s transferrable liabilities are calculated by an independent actuary using the actuarial assumptions regulated by Law, and in accordance with the Decision of the Council of Ministers announced in the Official Gazette dated 15 December 2006 and numbered 26377.</p> <p>Considering the subjectivity of key assumptions and estimate used in the calculations of transferrable liabilities and the effects of the potential changes in the estimates used together with the uncertainty around the transfer date and given the fact that technical interest rate is prescribed under the law, we considered this to be a key audit matter.</p>	<p>It has been addressed whether there have been any significant changes in regulations governing pension liabilities, employee benefits plans during the period, that could lead to adjust the valuation of employee benefits. Support from actuarial auditor of another entity who is in the same audit network within our firm, has been taken to assess the appropriateness of the actuarial assumptions and calculations performed by the external actuary.</p> <p>Furthermore, the accuracy and adequacy of the footnotes in the unconsolidated financial statements of the Bank have been evaluated.</p>

#### **Responsibilities of Management and Directors for the Unconsolidated Financial Statements**

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

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

Those charged with governance are responsible for overseeing the Bank’s financial reporting process.



### ***Auditor's Responsibilities for the Audit of the Unconsolidated Financial Statements***

In an independent audit, the responsibilities of us as independent auditors are:

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with BRSIA Independent Audit Regulation and ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with BRSIA Independent Audit Regulation and ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the unconsolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion (The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control).
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the unconsolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the unconsolidated financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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



**Report on Other Legal and Regulatory Requirements**

- 1) In accordance with Article 402 paragraph 4 of the Turkish Commercial Code ("TCC") no 6102; no significant matter has come to our attention that causes us to believe that the Bank's bookkeeping activities and financial statements for the period January 1 – December 31, 2024, are not in compliance with the TCC and provisions of the Bank's articles of association in relation to financial reporting.
- 2) In accordance with Article 402 paragraph 4 of the TCC; the Board of Directors submitted to us the necessary explanations and provided required documents within the context of audit.

The engagement partner who supervised and concluded this independent auditor's report is Damla Harman.

Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi  
A member firm of Ernst & Young Global Limited



Damla Harman, SMMM  
Partner

February 6, 2025  
İstanbul, Türkiye

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED  
UNCONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT  
AUDITOR'S REPORT  
ORIGINALLY ISSUED IN TURKISH**

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI  
UNCONSOLIDATED FINANCIAL REPORT  
AS AT AND FOR THE YEAR ENDED DECEMBER 31, 2024**

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The unconsolidated financial report as at and for the year ended December 31, 2024, prepared in accordance with the “Communiqué of Financial Statements and Related Disclosures and Footnotes to be Publicly Announced by Banks” as regulated by Banking Regulation and Supervision Agency, is comprised of the following sections:

- GENERAL INFORMATION ABOUT THE BANK
- UNCONSOLIDATED FINANCIAL STATEMENTS
- DISCLOSURES ON ACCOUNTING POLICIES APPLIED IN THE PERIOD
- INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE BANK
- DISCLOSURES AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS
- OTHER DISCLOSURES AND FOOTNOTES
- INDEPENDENT AUDITORS' REPORT

The accompanying unconsolidated financial statements for the year and related disclosures and footnotes which have been independently audited, are prepared in accordance with the Regulation on Accounting Applications for Banks and Safeguarding of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards, the related statements and guidance and in compliance with the financial records of our Bank and unless otherwise stated, presented in thousands of Turkish Lira.

February 6, 2025

Mustafa SAYDAM  
Chairman of the Board

Abdülkadir AKSU  
Board and Audit  
Committee Member

Halil ÇELİK  
Board and Audit  
Committee Member

Abdi Serdar ÜSTÜNSALİH  
General Manager and  
Board Member

Şuayyip İLBİLGİ  
Assistant General Manager

Korhan TURGUT  
Director of Accounting and  
Financial Affairs

The authorized contact person for questions on this financial report:

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CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****SECTION ONE****GENERAL INFORMATION****I. HISTORY OF THE BANK INCLUDING ITS INCORPORATION DATE, INITIAL LEGAL STATUS, AMENDMENTS TO LEGAL STATUS**

Türkiye Vakıflar Bankası Türk Anonim Ortaklığı ("The Bank") was established to operate as stated in the disclosure V of this section, under the authorization of a special law numbered 6219, called "the Law of Türkiye Vakıflar Bankası Türk Anonim Ortaklığı", on January 11, 1954 within the framework of the authority granted to The General Directorate of the Foundations of the Republic of Türkiye ("The General Directorate of the Foundations"). The Bank's statute has not been changed since its establishment.

**II. THE BANK'S SHAREHOLDERS STRUCTURE, MANAGEMENT AND INTERNAL AUDIT, DIRECT AND INDIRECT SHAREHOLDERS, CHANGE IN SHAREHOLDER STRUCTURE DURING THE PERIOD AND INFORMATION ON BANK'S RISK GROUP**

The Ministry of Treasury and Finance of the Republic of Türkiye (The Ministry of Treasury and Finance), in addition to its A Group and B Group shares, is indirectly the controlling shareholder in the Bank's capital when the shares of the Türkiye Wealth Fund (D Group) are included.

As of December 31, 2024, the Bank's paid-in capital is TL 9,915,922; (December 31, 2023: TL 9,915,922) divided into 991,592,152,254 shares with each has a nominal value of Kr 1 (December 31, 2023: 991,592,152,254).

The Bank's shareholders structure as of December 31, 2024 and December 31, 2023 are as stated below:

	Number of Shares – 100 unit	Nominal Value of the Shares – Thousands of TL	Share Percentage (%)
<b>Shareholders - December 31, 2024</b>			
Türkiye Wealth Fund (Group D)	7,415,921,523	7,415,922	74.79
Republic of Türkiye Ministry of Treasury and Finance (Group A)	1,075,058,640	1,075,058	10.84
Vakıfbank Memur ve Hizmetlileri Emekli ve Sağlık Yardım Sandığı Vakfı (Group C)	402,552,666	402,553	4.06
Republic of Türkiye Ministry of Treasury and Finance (Group B)	387,673,328	387,673	3.91
Other appendant foundations (Group B)	2,588,471	2,588	0.03
Other real persons and legal entities (Group C)	1,519,264	1,519	0.02
Publicly traded (Group D)	630,607,631	630,609	6.35
<b>Total</b>	<b>9,915,921,523</b>	<b>9,915,922</b>	<b>100.00</b>

	Number of Shares – 100 unit	Nominal Value of the Shares – Thousands of TL	Share Percentage (%)
<b>Shareholders - December 31, 2023</b>			
Türkiye Wealth Fund (Group D)	7,415,921,523	7,415,922	74.79
Republic of Türkiye Ministry of Treasury and Finance (Group A)	1,075,058,640	1,075,058	10.84
Vakıfbank Memur ve Hizmetlileri Emekli ve Sağlık Yardım Sandığı Vakfı (Group C)	402,552,666	402,553	4.06
Republic of Türkiye Ministry of Treasury and Finance (Group B)	387,673,328	387,673	3.91
Other appendant foundations (Group B)	2,588,471	2,588	0.03
Other real persons and legal entities (Group C)	1,519,264	1,519	0.02
Publicly traded (Group D)	630,607,631	630,609	6.35
<b>Total</b>	<b>9,915,921,523</b>	<b>9,915,922</b>	<b>100.00</b>

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF AND  
FOR THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****GENERAL INFORMATION (Continued)****II. THE BANK'S SHAREHOLDERS STRUCTURE, MANAGEMENT AND INTERNAL AUDIT, DIRECT AND INDIRECT SHAREHOLDERS, CHANGE IN SHAREHOLDER STRUCTURE DURING THE PERIOD AND INFORMATION ON BANK'S RISK GROUP (Continued)**

With the Decree Law No. 696 published in the Official Gazette dated December 24, 2017, the "Türkiye Vakıflar Bankası Turkish Joint-Stock Company Law" No. 6219 was amended.

With the Presidential Decree dated December 3, 2019, published in line with the relevant provisions of Law No. 6219, 58.51% of the total of 43.00% (A) Group and 15.51% (B) Group, managed and represented by the General Directorate of Foundations per share value of share is determined.

In accordance with the relevant provisions of the Law No. 6219, the provisions of the Capital Market Law, including the obligation to propose shares regarding the transfer transactions regarding the shares specified in the Presidential Decree of December 3, 2019, will not be applied. There will be no changes regarding the 25.22% shares of the (D) Group traded at the stock exchange.

The process regarding the transfer of bank shares has been completed as of December 11, 2019, and 58.51% of the Bank's share has been transferred to the Treasury and has been recorded in the Bank's share book on behalf of the Ministry of Treasury and Finance of the Republic of Türkiye.

With the decision of the Bank's Board of Directors dated May 11, 2020, it has been decided to increase the paid-in capital of TL 2,500,000 provided that it remains within the registered capital ceiling, by completely restricting the pre-emptive rights of the current shareholders and by increasing cash capital increase, which will generate a total sales revenue of TL 7,000,000 in total. Within the framework of the relevant legislation of the Capital Markets Board ("CMB"), the Banking Regulation and Supervision Agency ("BRSA") and the Procedure for Borsa İstanbul's Wholesale Purchase and Sales Transactions, all of the shares to be issued due to the capital increase, are set to be transferred to Türkiye Wealth Fund, without public offering and by dedicated sales method.

In the material event disclosure published by the Bank on May 15, 2020, it was announced that the sales price of the shares to be issued was determined as TL 4.98 for a share with a nominal value of TL 1, and that the paid-in capital will be increased from TL 2,500,000 to TL 3,905,622 as a result of the capital increase.

It has been announced that the shares with a nominal value of TL 1,405,622 issued by the Bank are sold with a dedicated sales method for a share with a nominal value of TL 1, with a total sales revenue of TL 7,000,000 over the price of TL 4.98. As of the May 20, 2020, the shares were sold to Türkiye Wealth Fund through the wholesale transaction method in stock market and the capital increase transactions have been completed.

By the Decision of the Bank's Board of Directors dated February 9, 2022, provided that the Bank will remain within the registered capital ceiling, the Bank's paid-in capital of TL 3,905,622 will be increased through the method of cash increase of capital to be obtained from the allocated and cash total sales revenue of TL 13,400,000 by completely restricting the rights of the existing shareholders, and all shares to be issued due to this capital increase will be increased within the framework of the relevant legislation of the Capital Market Board, the Banking Regulation and Supervision Agency, and Borsa İstanbul's Procedure for Wholesale Transactions, it has been decided to sell to the Türkiye Wealth Fund by allocated sales method without a public offering.

In the special circumstances disclosure issued by the Bank on February 25, 2022, it was announced that the sale price of the shares to be issued was determined as TL 4.18 for TL 1 nominal value share and that the capital paid as a result of the capital increase would be increased from TL 3,905,622 to TL 7,111,364.

Shares of the nominal value of TL 3,205,742 issued by the Bank was sold to the Türkiye Wealth Fund on March 9, 2022, through a wholesale transaction in the Stock Exchange share market with the private placement method with a total sales revenue of TL 13,400,000 at a price of TL 4.18 for a nominal value share of TL 1, and that capital increase transactions were completed.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

## **TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI**

### **NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024**

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

#### **GENERAL INFORMATION (Continued)**

#### **II. THE BANK'S SHAREHOLDERS STRUCTURE, MANAGEMENT AND INTERNAL AUDIT, DIRECT AND INDIRECT SHAREHOLDERS, CHANGE IN SHAREHOLDER STRUCTURE DURING THE PERIOD AND INFORMATION ON BANK'S RISK GROUP (Continued)**

On March 21, 2023, the Bank's Board of Directors decided to increase the Bank's paid-in capital of TL 7,111,364 by allotted and cash capital increase with a total sales proceeds of TL 32,000,000 by fully restricting the pre-emptive rights of the existing shareholders, provided that it remains within the Bank's registered capital ceiling, and all of the shares to be issued due to this capital increase, within the framework of the relevant legislation of the Capital Markets Board ("CMB"), the Banking Regulation and Supervision Agency ("BRSA"), and the Procedure for Wholesale Transactions of Borsa İstanbul, it has been decided to sell the shares to the Türkiye Wealth Fund through private placement without a public offering.

On March 28, 2023, the Bank announced that the sale price of the shares to be issued was determined as TL 11.41 per share with a nominal value of TL 1 and that the paid-in capital would be increased from TL 7,111,364 to TL 9,915,922 as a result of the capital increase.

The shares with a nominal value of TL 2,804,557 issued by the Bank were sold to the Türkiye Wealth Fund through a wholesale transaction in the equity market on March 28, 2023, through the allocated sales method with a total sales revenue of TL 32,000,000 at a price of TL 11.41 per share with a nominal value of TL 1 and the capital increase transactions were completed.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

## TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

### NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

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

## GENERAL INFORMATION (Continued)

### III. INFORMATION ON THE CHAIRMAN AND MEMBERS OF THE BOARD OF DIRECTORS, AUDIT COMMITTEE MEMBERS, GENERAL MANAGER, ASSISTANT GENERAL MANAGERS AND THEIR SHARES IN THE BANK

Name and Surname	Responsibility	Date of Appointment	Education	Experience in Banking and Management
<b>Board of Directors</b>				
Mustafa SAYDAM	Chairman	March 26, 2021	Bachelor's	30 years
Dr. Cemil Ragıp ERTEM	Deputy Chairman	June 12, 2020	PhD	26 years
Abdi Serdar ÜSTÜNSALİH	Member – General Manager	May 27, 2019	Master's	33 years
Dr. Adnan ERTEM	Member	October 28, 2010	PhD	36 years
Şahin UĞUR	Member	June 9, 2017	Bachelor's	38 years
Sadık YAKUT	Member	May 27, 2019	Bachelor's	5 years
Abdülkadir AKSU	Member	May 27, 2019	Bachelor's	5 years
Haydar Kemal KURT	Member	March 25, 2022	Bachelor's	2 years
Halil ÇELİK	Member	June 6, 2024	Bachelor's	35 years
<b>Audit Committee</b>				
Abdülkadir AKSU	Member	March 25, 2022	Bachelor's	5 years
Halil ÇELİK	Member	June 6, 2024	Bachelor's	35 years
<b>Auditor</b>				
Hasan TÜRE	Auditor	June 9, 2017	Bachelor's	40 years
Mehmet Emin BAYSA	Auditor	June 12, 2020	Master's	5 years
<b>Assistant General Managers</b>				
Metin Recep ZAFER	Banking Operations, Digital Channels, Business Intelligence and Payment Systems Software Development, Credit Operations, Core Banking Software Development, Treasury Operations, Foreign Operations, IT System and Software Support Department, Deposit and Investment Operations, R&D, Marketing and Infrastructure Software Development, System Management, IT Planning and Coordination	June 13, 2006	PhD	29 years
Muhammet Lütü ÇELEBİ	Subsidiaries And Affiliates Department	October 23, 2013	Bachelor's	29 years
Şuayyip İLBİLĞİ	Human Resources Department, Organisation, Development, Performance Management and Academy Department, General Accounting and Financial Operations Department, Strategy and Planning Department	August 1, 2017	Bachelor's	28 years
Mikail HİDİR	Office of Chief Legal Counsel Department, Credit Risk Liquidation Department, Legal Affairs Department	December 26, 2018	Bachelor's	21 years
Hazım AKYOL	Corporate Loans 1-2, Commercial Loans 1-2, SME, Micro SME and Retail Loans Departments	May 31, 2019	Bachelor's	31 years
Alaattin ŞİMŞEK	Corporate Banking Marketing, Commercial Banking Marketing, SME Banking Marketing, Micro SME Banking Marketing, Product Development Cash Management and Foreign Trade Marketing, Public Institutions and Local Governments Marketing, Field Management, Credit Policies and Processes Implementation Department and Corporate Branches	May 31, 2019	Bachelor's	29 years
Ferkan MERDAN	Digital Banking and Distribution Channels Department, Corporate Communication Department and Sustainable Banking Department	May 31, 2019	Master's	28 years
Muhammed Onay ÖZKAN	Treasury Management Department, International Banking and Investor Relations Department and Treasury Middle Office	May 31, 2019	Bachelor's	25 years
Arif ÇOKÇETİN	Credit Risk Planning and Monitoring, Special Loans Management, Financial Analysis and Rating Department, Region Financial Analysis Units	July 8, 2020	Bachelor's	29 years
Kadir KARATAŞ	Support Services Department	August 13, 2020	Master's	28 years
Mustafa TURAN	Retail Banking Marketing, Deposit Management And Marketing, Payment Systems Marketing and Payment Systems Services Department	January 4, 2022	Bachelor's	21 years

The persons mentioned above do not have a significant share in the non-public portion of the Bank's shares.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

## TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

### NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2024

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

**GENERAL INFORMATION (Continued)****III. INFORMATION ON THE CHAIRMAN AND MEMBERS OF THE BOARD OF DIRECTORS, AUDIT COMMITTEE MEMBERS, GENERAL MANAGER, ASSISTANT GENERAL MANAGERS AND THEIR SHARES IN THE BANK (Continued)**

Credit Policies and Processes Implementation Departments, Secure Banking Departments and Board of Directors Affairs Unit are working dependent to the General Manager

Regarding the election of the Members of the Board of Directors at the 70th Ordinary General Assembly Meeting; It has been decided to elect Mr. Halil Çelik as an independent member for a period of 3 years instead of Mr. Abdullah Erdem Cantimur.

At the Board of Directors Meeting held on June 6, 2024, regarding the distribution of duties among Board Members as per the Articles of Incorporation

- Mr. Mustafa Saydam has been selected as the Chairman of the Board,
  - Mr. Cemil Ragıp Ertem has been selected as the Deputy Chairman of the Board Directors,
  - Mr. Abdi Serdar Üstünsalih was elected as the General Manager,
- by unanimous vote.

**IV. INFORMATION ON THE BANK'S QUALIFIED SHAREHOLDERS****Current Period - December 31, 2024**

Shareholders	Nominal Value of Shares	Share Percentage	Paid Shares (Nominal)	Unpaid Shares
Türkiye Wealth Fund (Group D)	7,415,922	74.79	7,415,922	-
The Ministry of Treasury and Finance of the Republic of Türkiye (Group A)	1,075,058	10.84	1,075,058	-
Vakıfbank Memur ve Hizmetlileri Emekli ve Sağlık Yardım Sandığı Vakfı (Group C)	402,553	4.06	402,553	-
The Ministry of Treasury and Finance of the Republic of Türkiye (Group B)	387,673	3.91	387,673	-

**Prior Period - December 31, 2023**

Shareholders	Nominal Value of Shares	Share Percentage	Paid Shares (Nominal)	Unpaid Shares
Türkiye Wealth Fund (Group D)	7,415,922	74.79	7,415,922	-
The Ministry of Treasury and Finance of the Republic of Türkiye (Group A)	1,075,058	10.84	1,075,058	-
Vakıfbank Memur ve Hizmetlileri Emekli ve Sağlık Yardım Sandığı Vakfı (Group C)	402,553	4.06	402,553	-
The Ministry of Treasury and Finance of the Republic of Türkiye (Group B)	387,673	3.91	387,673	-

With the Decree Law No. 696 published in the Official Gazette dated December 24, 2017, the Presidential decision dated December 3, 2019 and the material event disclosure made by the Bank on February 25, 2022, the material event disclosure made by the Bank on March 21, 2023 and the changes in the capital structure of the Bank are explained in detail in the Section I General Information section of the report, under heading II.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF AND**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

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

**GENERAL INFORMATION (Continued)****V. INFORMATION ABOUT THE SERVICES AND NATURE OF ACTIVITIES OF THE BANK**

The Bank was established under the authorization of special law numbered 6219, called "the Law of Türkiye Vakıflar Bankası Türk Anonim Ortaklığı", on January 11, 1954, within the framework of the authority granted to The General Directorate of the Foundations. Operational activities of the Bank as stated at its Articles of Association are as follows:

The Bank's objective is to carry out all kinds of banking activities that deposit banks can perform, provided that the obligations specified in the Banking Law and other relevant legislation are fulfilled.

The Bank shall exercise all the powers recognized by the provisions of the Banking Law and other relevant legislation in order to achieve its objectives.

In this framework, the Bank shall engage in activities such as to issue all kinds of cash and non-cash loans, either in Turkish Lira or foreign currency, to act as an intermediary in the export, purchase and sale of financial instruments, to carry out investment banking transactions, to buy, sell or transfer loans as wholesale or retail, to complete transactions in domestic and foreign futures markets, to provide funds from domestic and foreign interbank money market, to perform capital market transactions, to act as intermediary for import and export transactions, to act as agent for insurance and other financial institutions, and to participate in any partnership to which they may become a partner, without prejudice to the provisions of the capital market legislation, or to establish new partnerships for this purpose or to quit established partnerships.

The Bank is also authorized to carry out the banking services of the registered and appendant foundations as well as the cash registers under the agreements to be made by the General Directorate of Foundations.

Without prejudice to the provisions of the relevant legislation, the Bank may acquire, grant, issue, sell, transfer, pledge or mortgage to others, take pledges and mortgages on securities and real estate in its may lease or lease similar rights, annotate the lease and sale promise contracts to the title deed in his favor, and remove annotations for all kinds of movable properties, real estates and their rights, particularly industrial, intellectual and similar rights, right of incorporation and loyalty, rights of usufruct, easement and superior rights. The Bank can establish, either individually or collectively in an equal manner, pledge or mortgage.

The Bank may acquire securities and real estates in order to carry out banking activities or collect its receivables within the legal limits and may dispose of them by sale, exchange and other forms when necessary.

The Bank may obtain all kinds of collateral, guarantee in kind and personal guarantees, for the collection and provision of its rights and receivables. In this regard, the deed, tax offices and other public and private institutions before registration, cancellation, assignment and all other operations can do.

As of December 31, 2024, the Bank has 959 domestic, 4 foreign, in total 963 branches (December 31, 2023: 940 domestic, 4 foreign, in total 944 branches). As of December 31, 2024, the Bank has 18,209 employees (December 31, 2023: 17,263 employees).

**VI. CURRENT OR LIKELY ACTUAL OR LEGAL BARRIERS TO IMMEDIATE TRANSFER OF EQUITY OR REPAYMENT OF DEBTS BETWEEN BANK AND ITS SUBSIDIARIES**

None.

**SECTION TWO**  
**UNCONSOLIDATED**  
**FINANCIAL STATEMENT**

## CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

### AS OF DECEMBER 31, 2024

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

ASSETS	Notes	Current Period December 31, 2024			Prior Period December 31, 2023		
		TL	FC	Total	TL	FC	Total
<b>I. FINANCIAL ASSETS (Net)</b>		<b>853,260,452</b>	<b>674,291,022</b>	<b>1,527,551,474</b>	<b>378,873,910</b>	<b>483,722,105</b>	<b>862,596,015</b>
1.1 Cash and cash equivalents	V-I-1	565,869,819	402,445,620	968,315,439	237,724,945	280,218,253	517,943,198
1.1.1 Cash and balances at Central Bank	V-I-1	436,902,824	331,552,944	768,455,768	156,309,961	229,393,739	385,703,700
1.1.2 Banks	V-I-3	85	71,239,075	71,239,160	651	51,099,939	51,100,590
1.1.3 Receivables from Money Markets		128,971,733	-	128,971,733	81,418,249	-	81,418,249
1.1.4 Allowance for expected credit losses (-)	V-I-18	4,823	346,399	351,222	3,916	275,425	279,341
1.2 Financial assets at fair value through profit or loss	V-I-2	1,324,402	1,098,050	2,422,452	2,997,041	31,257,616	34,254,657
1.2.1 Public debt securities		-	-	-	-	30,499,847	30,499,847
1.2.2 Equity instruments		242,830	1,098,050	1,340,880	144,926	757,769	902,695
1.2.3 Other financial assets		1,081,572	-	1,081,572	2,852,115	-	2,852,115
1.3 Financial assets at fair value through other comprehensive income	V-I-4	262,947,749	267,418,353	530,366,102	114,425,889	166,717,480	281,143,369
1.3.1 Public debt securities		261,058,218	267,351,934	528,410,152	112,640,191	166,684,771	279,324,962
1.3.2 Equity instruments		238,310	48,675	286,985	153,626	17,818	171,444
1.3.3 Other financial assets		1,651,221	17,744	1,668,965	1,632,072	14,891	1,646,963
1.4 Derivative financial assets	V-I-2	23,118,482	3,328,999	26,447,481	23,726,035	5,528,756	29,254,791
1.4.1 Derivative financial assets at fair value through profit or loss		23,118,482	3,328,999	26,447,481	23,726,035	5,528,756	29,254,791
1.4.2 Derivative financial assets at fair value through other comprehensive income		-	-	-	-	-	-
<b>II. FINANCIAL ASSETS MEASURED AT AMORTISED COST</b>		<b>1,615,683,954</b>	<b>744,981,268</b>	<b>2,360,665,222</b>	<b>1,297,089,192</b>	<b>504,800,609</b>	<b>1,801,889,801</b>
2.1 Loans	V-I-5	1,315,678,783	730,390,412	2,046,069,195	1,052,862,084	466,249,420	1,519,111,504
2.2 Receivables from leasing transactions	V-I-10	-	-	-	-	-	-
2.3 Factoring receivables		-	-	-	-	-	-
2.4 Financial assets measured at amortised cost	V-I-6	352,246,247	30,350,848	382,597,095	289,285,980	55,087,022	344,373,002
2.4.1 Public debt securities		352,246,247	29,640,950	381,887,197	289,285,980	54,698,887	343,984,867
2.4.2 Other financial assets		-	709,898	709,898	-	388,135	388,135
2.5 Allowance for expected credit losses (-)		52,241,076	15,759,992	68,001,068	45,058,872	16,535,833	61,594,705
<b>III. NON-CURRENTS ASSETS OR DISPOSAL GROUPS "HELD FOR SALE" AND "FROM DISCONTINUED OPERATIONS (Net)"</b>	V-I-16	<b>1,075,975</b>	<b>-</b>	<b>1,075,975</b>	<b>213,007</b>	<b>-</b>	<b>213,007</b>
3.1 Held for sale purpose		1,075,975	-	1,075,975	213,007	-	213,007
3.2 Held from discontinued operations		-	-	-	-	-	-
<b>IV. INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES</b>		<b>27,145,854</b>	<b>2,927,024</b>	<b>30,072,878</b>	<b>17,662,202</b>	<b>2,702,730</b>	<b>20,364,932</b>
4.1 Investments in associates (Net)	V-I-7	8,357,945	-	8,357,945	5,759,620	-	5,759,620
4.1.1 Associates accounted by using equity method		-	-	-	-	-	-
4.1.2 Unconsolidated associates		8,357,945	-	8,357,945	5,759,620	-	5,759,620
4.2 Investments in subsidiaries (Net)	V-I-8	18,787,909	2,927,024	21,714,933	11,902,582	2,702,730	14,605,312
4.2.1 Unconsolidated financial subsidiaries		16,026,072	2,927,024	18,953,096	10,023,741	2,702,730	12,726,471
4.2.2 Unconsolidated non-financial subsidiaries		2,761,837	-	2,761,837	1,878,841	-	1,878,841
4.3 Jointly Controlled Partnerships (Joint Ventures) (Net)	V-I-9	-	-	-	-	-	-
4.3.1 Jointly controlled partnerships accounted by using equity method		-	-	-	-	-	-
4.3.2 Unconsolidated jointly controlled partnerships		-	-	-	-	-	-
<b>V. PROPERTY AND EQUIPMENT (Net)</b>	V-I-12	<b>38,800,286</b>	<b>131,191</b>	<b>38,931,477</b>	<b>25,597,813</b>	<b>125,883</b>	<b>25,723,696</b>
<b>VI. INTANGIBLE ASSETS AND GOODWILL (Net)</b>	V-I-13	<b>1,289,434</b>	<b>1,333</b>	<b>1,290,767</b>	<b>878,685</b>	<b>1,634</b>	<b>880,319</b>
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		1,289,434	1,333	1,290,767	878,685	1,634	880,319
<b>VII. INVESTMENT PROPERTIES (Net)</b>	V-I-14	<b>3,845,463</b>	<b>-</b>	<b>3,845,463</b>	<b>2,928,725</b>	<b>-</b>	<b>2,928,725</b>
<b>VIII. CURRENT TAX ASSETS</b>		<b>876,325</b>	<b>-</b>	<b>876,325</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>IX. DEFERRED TAX ASSETS</b>	V-I-15	<b>4,740,299</b>	<b>-</b>	<b>4,740,299</b>	<b>10,891,261</b>	<b>-</b>	<b>10,891,261</b>
<b>X. OTHER ASSETS</b>	V-I-17	<b>47,279,868</b>	<b>5,155,949</b>	<b>52,435,817</b>	<b>56,583,554</b>	<b>14,562,822</b>	<b>71,146,376</b>
<b>TOTAL ASSETS</b>		<b>2,593,997,910</b>	<b>1,427,487,787</b>	<b>4,021,485,697</b>	<b>1,790,718,349</b>	<b>1,005,915,783</b>	<b>2,796,634,132</b>

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



CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI**  
**UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)**  
**AS OF DECEMBER 31, 2024**

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

LIABILITIES AND EQUITY	Notes	Current Period December 31, 2024			Prior Period December 31, 2023		
		TL	FC	Total	TL	FC	Total
<b>I. DEPOSITS</b>	<b>V-II-1</b>	<b>1,864,267,378</b>	<b>673,520,604</b>	<b>2,537,787,982</b>	<b>1,254,133,247</b>	<b>707,627,870</b>	<b>1,961,761,117</b>
<b>II. BORROWINGS</b>	<b>V-II-3</b>	<b>47,255,568</b>	<b>226,824,867</b>	<b>274,080,435</b>	<b>32,724,113</b>	<b>188,953,477</b>	<b>221,677,590</b>
<b>III. MONEY MARKET FUNDS</b>		<b>278,255,815</b>	<b>229,293,399</b>	<b>507,549,214</b>	<b>58,858,701</b>	<b>73,504,733</b>	<b>132,363,434</b>
<b>IV. MARKETABLE SECURITIES (Net)</b>	<b>V-II-3</b>	<b>5,784,837</b>	<b>207,916,445</b>	<b>213,701,282</b>	<b>1,163,579</b>	<b>117,165,636</b>	<b>118,329,215</b>
4.1 Bills		5,784,837	6,085,568	11,870,405	1,163,579	-	1,163,579
4.2 Asset backed securities		-	-	-	-	-	-
4.3 Bonds		-	201,830,877	201,830,877	-	117,165,636	117,165,636
<b>V. FUNDS</b>		<b>3,005</b>	<b>-</b>	<b>3,005</b>	<b>3,005</b>	<b>-</b>	<b>3,005</b>
5.1 Borrower funds		-	-	-	-	-	-
5.2 Other		3,005	-	3,005	3,005	-	3,005
<b>VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VII. DERIVATIVE FINANCIAL LIABILITIES</b>	<b>V-II-2</b>	<b>1,901,202</b>	<b>4,888,366</b>	<b>6,789,568</b>	<b>81,679</b>	<b>5,684,709</b>	<b>5,766,388</b>
7.1 Derivative financial liabilities at fair value through profit or loss		1,901,202	4,888,366	6,789,568	81,679	5,684,709	5,766,388
7.2 Derivative financial liabilities at fair value through other comprehensive income	<b>V-II-6</b>	-	-	-	-	-	-
<b>VIII. FACTORING PAYABLES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>IX. LEASE PAYABLES</b>	<b>V-II-5</b>	<b>5,411,784</b>	<b>1,602</b>	<b>5,413,386</b>	<b>2,866,665</b>	<b>3,947</b>	<b>2,870,612</b>
<b>X. PROVISIONS</b>	<b>V-II-7</b>	<b>27,682,400</b>	<b>353,337</b>	<b>28,035,737</b>	<b>20,628,265</b>	<b>1,463,336</b>	<b>22,091,601</b>
10.1 Provision for restructuring		-	-	-	-	-	-
10.2 Reserves for employee benefits		10,701,716	-	10,701,716	7,128,807	-	7,128,807
10.3 Insurance technical reserves (Net)		-	-	-	-	-	-
10.4 Other provisions		16,980,684	353,337	17,334,021	13,499,458	1,463,336	14,962,794
<b>XI. CURRENT TAX LIABILITIES</b>	<b>V-II-8</b>	<b>10,169,597</b>	<b>33,558</b>	<b>10,203,155</b>	<b>11,522,000</b>	<b>27,923</b>	<b>11,549,923</b>
<b>XII. DEFERRED TAX LIABILITIES</b>	<b>V-II-8</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XIII. LIABILITIES RELATED TO NON-CURRENT ASSETS "HELD FOR SALE" AND "DISCONTINUED OPERATIONS" (Net)</b>	<b>V-II-9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
13.1 Held for sale		-	-	-	-	-	-
13.2 Related to discontinued operations		-	-	-	-	-	-
<b>XIV. SUBORDINATED DEBT</b>	<b>V-II-10</b>	<b>12,211,950</b>	<b>72,709,156</b>	<b>84,921,106</b>	<b>10,730,094</b>	<b>23,707,184</b>	<b>34,437,278</b>
14.1 Loans		-	-	-	-	-	-
14.2 Other debt instruments		12,211,950	72,709,156	84,921,106	10,730,094	23,707,184	34,437,278
<b>XV. OTHER LIABILITIES</b>	<b>V-II-4</b>	<b>109,109,158</b>	<b>24,697,220</b>	<b>133,806,378</b>	<b>83,300,256</b>	<b>31,056,099</b>	<b>114,356,355</b>
<b>XVI. SHAREHOLDERS' EQUITY</b>	<b>V-II-11</b>	<b>213,379,826</b>	<b>5,814,623</b>	<b>219,194,449</b>	<b>166,695,848</b>	<b>4,731,766</b>	<b>171,427,614</b>
16.1 Paid-in capital	<b>V-II-11</b>	9,915,922	-	9,915,922	9,915,922	-	9,915,922
16.2 Capital reserves		50,123,391	991,838	51,115,229	47,437,916	883,459	48,321,375
16.2.1 Equity shares premiums		45,589,048	-	45,589,048	45,589,048	-	45,589,048
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Other capital reserves		4,534,343	991,838	5,526,181	1,848,868	883,459	2,732,327
16.3 Other accumulated comprehensive income that will not be reclassified in profit or loss		32,495,181	(845,247)	31,649,934	21,825,766	(657,341)	21,168,425
16.4 Other accumulated comprehensive income that will be reclassified in profit or loss		(5,234,121)	5,668,032	433,911	1,812,094	4,505,648	6,317,742
16.5 Profit reserves		85,704,152	-	85,704,152	59,858,743	-	59,858,743
16.5.1 Legal reserves		9,197,197	-	9,197,197	6,612,656	-	6,612,656
16.5.2 Statutory reserves		-	-	-	-	-	-
16.5.3 Extraordinary reserves		74,771,302	-	74,771,302	51,613,230	-	51,613,230
16.5.4 Other profit reserves		1,735,653	-	1,735,653	1,632,857	-	1,632,857
16.6 Profit or loss		40,375,301	-	40,375,301	25,845,407	-	25,845,407
16.6.1 Prior years' profits or losses		-	-	-	799,497	-	799,497
16.6.2 Current period net profit or loss		40,375,301	-	40,375,301	25,045,910	-	25,045,910
16.7 Minority interests		-	-	-	-	-	-
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>2,575,432,520</b>	<b>1,446,053,177</b>	<b>4,021,485,697</b>	<b>1,642,707,452</b>	<b>1,153,926,680</b>	<b>2,796,634,132</b>

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

## CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED OFF-BALANCE SHEET ITEMS AS OF DECEMBER 31, 2024**

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

	Notes	Current Period December 31, 2024			Prior Period December 31, 2023		
		TL	FC	Total	TL	FC	Total
<b>A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I-II+III)</b>		<b>1,375,804,554</b>	<b>1,762,773,414</b>	<b>3,138,577,968</b>	<b>863,023,395</b>	<b>1,335,390,171</b>	<b>2,198,413,566</b>
<b>I. GUARANTEES AND SURETIES</b>	<b>V-III-2</b>	<b>348,898,069</b>	<b>328,170,155</b>	<b>677,068,224</b>	<b>241,897,179</b>	<b>247,494,642</b>	<b>489,391,821</b>
<b>1.1. Letters of guarantee</b>	<b>V-III-1</b>	<b>348,706,327</b>	<b>210,553,165</b>	<b>559,259,492</b>	<b>239,771,005</b>	<b>157,390,797</b>	<b>397,161,802</b>
1.1.1. Guarantees subject to State Tender Law		7,534,694	-	7,534,694	6,831,439	-	6,831,439
1.1.2. Guarantees given for foreign trade operations		21,073,866	113,852,683	134,926,549	12,911,007	85,112,714	98,023,721
1.1.3. Other letters of guarantee		320,097,767	96,700,482	416,798,249	220,028,559	72,278,083	292,306,642
<b>1.2. Bank acceptances</b>		<b>6,963,856</b>	<b>6,968,114</b>	<b>4,258</b>	<b>4,398,076</b>	<b>4,402,334</b>	
1.2.1. Import letter of acceptance		-	1,730,604	1,730,604	-	1,091,455	1,091,455
1.2.2. Other bank acceptances	V-III-4	4,258	5,233,252	5,237,510	4,258	3,306,621	3,310,879
<b>1.3. Letters of credit</b>	<b>V-III-4</b>	<b>187,484</b>	<b>107,498,532</b>	<b>107,686,016</b>	<b>2,121,916</b>	<b>82,572,374</b>	<b>84,694,290</b>
1.3.1. Documentary letters of credit		187,484	107,498,532	107,686,016	2,121,916	82,572,374	84,694,290
1.3.2. Other letters of credit		-	-	-	-	-	-
<b>1.4. Pre-financing given as guarantee</b>		-	<b>28,122</b>	<b>28,122</b>	-	<b>23,515</b>	<b>23,515</b>
<b>1.5. Endorsements</b>		-	-	-	-	-	-
1.5.1. Endorsements to the Central Bank of Republic of Türkiye		-	-	-	-	-	-
1.5.2. Other endorsements		-	-	-	-	-	-
<b>1.6. Purchase guarantees for Securities issued</b>		-	-	-	-	-	-
<b>1.7. Factoring guarantees</b>		-	-	-	-	-	-
<b>1.8. Other guarantees</b>		-	<b>556,188</b>	<b>556,188</b>	-	<b>526,329</b>	<b>526,329</b>
<b>1.9. Other warranties</b>		-	<b>2,570,292</b>	<b>2,570,292</b>	-	<b>2,583,551</b>	<b>2,583,551</b>
<b>II. COMMITMENTS</b>		<b>884,997,907</b>	<b>423,545,620</b>	<b>1,308,543,527</b>	<b>451,724,674</b>	<b>287,192,025</b>	<b>738,916,699</b>
<b>2.1. Irrevocable commitments</b>	<b>V-III-1</b>	<b>843,949,226</b>	<b>175,132,731</b>	<b>1,019,081,957</b>	<b>416,470,540</b>	<b>106,591,474</b>	<b>523,062,014</b>
2.1.1. Asset purchase and sales commitments	V-III-1	53,876,620	175,132,731	229,009,351	35,193,004	106,591,474	141,784,478
2.1.2. Deposit purchase and sales commitments		-	-	-	-	-	-
2.1.3. Share capital commitments to associates and subsidiaries		-	-	-	-	-	-
2.1.4. Loan granting commitments	V-III-1	296,760,473	-	296,760,473	119,165,714	-	119,165,714
2.1.5. Securities issuance brokerage commitments		-	-	-	-	-	-
2.1.6. Commitments for reserve deposit requirements		-	-	-	-	-	-
2.1.7. Commitments for checks payments	V-III-1	14,787,396	-	14,787,396	10,121,928	-	10,121,928
2.1.8. Tax and fund liabilities from export commitments		-	-	-	-	-	-
2.1.9. Commitments for credit card expenditure limits	V-III-1	458,300,096	-	458,300,096	239,679,180	-	239,679,180
2.1.10. Commitments for credit cards and banking services promotions		3,455,059	-	3,455,059	2,274,392	-	2,274,392
2.1.11. Receivables from short sale commitments of marketable securities		-	-	-	-	-	-
2.1.12. Payables for short sale commitments of marketable securities		-	-	-	-	-	-
2.1.12. Other irrevocable commitments		16,769,602	-	16,769,602	10,036,322	-	10,036,322
<b>2.2. Revocable commitments</b>		<b>41,048,681</b>	<b>248,412,889</b>	<b>289,461,570</b>	<b>35,254,134</b>	<b>180,600,551</b>	<b>215,854,685</b>
2.2.1. Revocable loan granting commitments		41,048,681	248,412,889	289,461,570	35,254,134	180,600,551	215,854,685
2.2.2. Other revocable commitments		-	-	-	-	-	-
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>141,908,578</b>	<b>1,011,057,639</b>	<b>1,152,966,217</b>	<b>169,401,542</b>	<b>800,703,504</b>	<b>970,105,046</b>
<b>3.1. Derivative financial instruments held for hedging</b>		-	-	-	-	-	-
3.1.1. Fair value hedges		-	-	-	-	-	-
3.1.2. Cash flow hedges		-	-	-	-	-	-
3.1.3. Hedges for investments made in foreign countries		-	-	-	-	-	-
<b>3.2. Trading transactions</b>	<b>V-III-V</b>	<b>141,908,578</b>	<b>1,011,057,639</b>	<b>1,152,966,217</b>	<b>169,401,542</b>	<b>800,703,504</b>	<b>970,105,046</b>
3.2.1. Forward foreign currency purchase and sale transactions		54,500,915	56,200,803	110,701,718	13,437,023	18,270,450	31,707,473
3.2.1.1. Forward foreign currency purchase transactions		27,309,819	28,108,306	55,418,125	6,731,972	9,136,245	15,868,217
3.2.2.2. Forward foreign currency sales		27,191,096	28,092,497	55,283,593	6,705,051	9,134,205	15,839,256
3.2.2. Currency and interest rate swaps		81,503,023	660,454,221	741,957,244	146,286,235	587,735,885	734,022,120
3.2.2.1. Currency swap purchase transactions		41,682,349	189,247,514	230,929,863	3,312,843	231,173,916	234,486,759
3.2.2.2. Currency swap sale transactions		38,390,674	232,433,119	270,823,793	141,123,392	122,716,186	263,839,578
3.2.2.3. Interest rate swap purchase transactions		715,000	119,386,794	120,101,794	925,000	116,922,891	117,847,891
3.2.2.4. Interest rate swap sale transactions		715,000	119,386,794	120,101,794	925,000	116,922,892	117,847,892
3.2.3. Currency, interest rate and security options		4,876,186	6,355,836	11,232,022	8,508,530	8,647,024	17,155,554
3.2.3.1. Currency purchase options		4,162,656	1,566,034	5,728,690	8,508,530	304,758	8,813,288
3.2.3.2. Currency sale options		713,530	4,789,802	5,503,332	-	8,342,266	8,342,266
3.2.3.3. Interest rate purchase options		-	-	-	-	-	-
3.2.3.4. Interest rate sale options		-	-	-	-	-	-
3.2.3.5. Security purchase options		-	-	-	-	-	-
3.2.3.6. Security sale options		-	-	-	-	-	-
3.2.4. Currency futures		-	-	-	-	-	-
3.2.4.1. Currency purchases futures		-	-	-	-	-	-
3.2.4.2. Currency sales futures		-	-	-	-	-	-
3.2.5. Interest rate futures		-	-	-	-	-	-
3.2.5.1. Interest rate purchases futures		-	-	-	-	-	-
3.2.5.2. Interest rate sales futures		-	-	-	-	-	-
3.2.6. Other		1,028,454	288,046,779	289,075,233	1,169,754	186,050,145	187,219,899
<b>B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)</b>		<b>39,572,332,570</b>	<b>29,289,352,635</b>	<b>68,861,685,205</b>	<b>26,518,716,170</b>	<b>21,382,410,321</b>	<b>47,901,126,491</b>
<b>IV. ITEMS HELD IN CUSTODY</b>		<b>315,219,713</b>	<b>220,066,493</b>	<b>535,286,206</b>	<b>234,749,671</b>	<b>119,191,038</b>	<b>353,940,709</b>
4.1. Assets under management		-	-	-	-	-	-
4.2. Securities held in custody		96,652,693	144,902,368	241,555,061	61,953,528	79,267,030	141,220,558
4.3. Checks received for collection		112,612,950	4,293,997	116,906,947	80,178,405	3,074,417	83,252,822
4.4. Commercial notes received for collection		11,747,134	14,577,374	26,324,508	7,490,224	5,613,199	13,103,423
4.5. Other assets received for collection		2,152	1,414	3,566	2,152	1,183	3,335
4.6. Securities received for public offering		-	-	-	-	-	-
4.7. Other items under custody		309	38,305,602	38,305,911	309	21,785,600	21,785,909
4.8. Custodians		94,204,475	17,985,738	112,190,213	85,125,053	9,449,609	94,574,662
<b>V. PLEDGED ITEMS</b>		<b>5,305,508,194</b>	<b>1,536,545,807</b>	<b>6,842,054,001</b>	<b>4,329,505,590</b>	<b>1,033,151,407</b>	<b>5,362,656,997</b>
5.1. Marketable securities		505,505	2,881,224	3,386,729	398,290	4,906,082	5,304,372
5.2. Guarantee notes		32,359,271	14,727,029	47,086,300	19,402,395	10,297,268	29,699,663
5.3. Commodity		454,804,823	37,092,119	491,896,942	320,451,642	12,699,256	333,150,898
5.4. Warrant		-	-	-	-	-	-
5.5. Immovables		4,260,887,706	1,256,874,005	5,517,761,711	3,497,221,552	841,937,410	4,339,158,962
5.6. Other pledged items		556,585,004	224,858,827	781,443,831	491,647,668	163,143,400	654,791,068
5.7. Depositories receiving pledged items		365,885	112,603	478,488	384,043	167,991	552,034
<b>VI. ACCEPTED GUARANTEES AND WARRANTIES</b>		<b>33,951,604,663</b>	<b>27,532,740,335</b>	<b>61,484,344,998</b>	<b>21,954,460,909</b>	<b>20,230,067,876</b>	<b>42,184,528,785</b>
<b>TOTAL OFF BALANCE SHEET COMMITMENTS (A+B)</b>		<b>40,948,137,124</b>	<b>31,052,126,049</b>	<b>72,000,263,173</b>	<b>27,381,739,565</b>	<b>22,717,800,492</b>	<b>50,099,540,057</b>

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

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS  
FOR THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)**

	Notes	Current Period January 1, 2024- December 31, 2024	Prior Period January 1, 2023- December 31, 2023
<b>I. INTEREST INCOME</b>	<b>V-IV-1</b>	<b>733,206,946</b>	<b>312,915,975</b>
1.1 Interest on loans	V-IV-1	476,968,304	198,542,927
1.2 Interest received from reserve deposits		47,282,353	1,151,837
1.3 Interest received from banks	V-IV-1	1,306,246	1,279,748
1.4 Interest received from money market transactions		18,847,059	1,290,774
1.5 Interest received from marketable securities portfolio	V-IV-1	187,682,108	109,219,223
1.5.1 Financial assets at fair value through profit or loss		199,777	590,576
1.5.2 Financial assets at fair value through other comprehensive income		84,651,090	35,091,717
1.5.3 Financial assets measured at amortised cost		102,831,241	73,536,930
1.6 Finance lease interest income		-	-
1.7 Other interest income		1,120,876	1,431,466
<b>II. INTEREST EXPENSES</b>	<b>V-IV-2</b>	<b>634,230,480</b>	<b>260,960,901</b>
2.1 Interest on deposits	V-IV-2	555,905,776	225,121,690
2.2 Interest on funds borrowed	V-IV-2	21,077,370	13,576,002
2.3 Interest on money market transactions		36,178,667	10,511,907
2.4 Interest on securities issued	V-IV-2	18,484,603	9,866,653
2.5 Leasing interest income		1,094,062	623,989
2.6 Other interest expenses		1,490,002	1,260,660
<b>III. NET INTEREST INCOME/EXPENSE (I - II)</b>		<b>98,976,466</b>	<b>51,955,074</b>
<b>IV. NET FEES AND COMMISSIONS INCOME/EXPENSES</b>		<b>46,473,551</b>	<b>25,745,988</b>
4.1 Fees and commissions received		65,051,779	32,727,748
4.1.1 Non-cash loans		5,239,013	3,418,604
4.1.2 Other		59,812,766	29,309,144
4.2 Fees and commissions paid		18,578,228	6,981,760
4.2.1 Non-cash loans		299	260
4.2.2 Other		18,577,929	6,981,500
<b>V. DIVIDEND INCOME</b>	<b>V-IV-3</b>	<b>124,532</b>	<b>199,740</b>
<b>VI. TRADING PROFIT/LOSS (Net)</b>	<b>V-IV-4</b>	<b>(9,361,793)</b>	<b>14,030,910</b>
6.1 Profit/losses from capital market transactions	V-IV-4	3,027,824	4,782,827
6.2 Profit/losses from derivative financial transactions	V-IV-4	(26,074,921)	(3,982,543)
6.3 Foreign exchange profit/losses	V-IV-4	13,685,304	13,230,626
<b>VII. OTHER OPERATING INCOME</b>	<b>V-IV-5</b>	<b>46,055,973</b>	<b>40,288,762</b>
<b>VIII. GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII)</b>		<b>182,268,729</b>	<b>132,220,474</b>
<b>IX. ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)</b>	<b>V-IV-6</b>	<b>45,370,413</b>	<b>49,961,062</b>
<b>X. OTHER PROVISION EXPENSES (-)</b>	<b>V-IV-6</b>	<b>6,927,703</b>	<b>4,342,780</b>
<b>XI. PERSONNEL EXPENSES (-)</b>		<b>29,965,941</b>	<b>15,139,340</b>
<b>XII. OTHER OPERATING EXPENSES (-)</b>	<b>V-IV-7</b>	<b>43,365,347</b>	<b>37,365,614</b>
<b>XIII. NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)</b>		<b>56,639,325</b>	<b>25,411,678</b>
<b>XIV. SURPLUS WRITTEN AS GAIN AFTER MERGER</b>		-	-
<b>XV. PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES</b>		-	-
<b>XVI. NET MONETARY POSITION GAIN/LOSS</b>		-	-
<b>XVII. PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XII+...+XV)</b>	<b>V-IV-8</b>	<b>56,639,325</b>	<b>25,411,678</b>
<b>XVIII. PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)</b>	<b>V-IV-9</b>	<b>(16,264,024)</b>	<b>(365,768)</b>
18.1 Current tax provision	V-IV-11	(8,406,334)	(8,781,428)
18.2 Expense effect of deferred tax (+)	V-IV-11	(28,249,514)	(12,586,204)
18.3 Income effect of deferred tax (-)	V-IV-11	20,391,824	21,001,864
<b>XIX. NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)</b>	<b>V-IV-10</b>	<b>40,375,301</b>	<b>25,045,910</b>
<b>XX. INCOME FROM DISCONTINUED OPERATIONS</b>		-	-
20.1 Income from assets held for sale		-	-
20.2 Profit from sale of associates, subsidiaries and joint ventures		-	-
20.3 Other income from discontinued operations		-	-
<b>XXI. EXPENSES FROM DISCONTINUED OPERATIONS (-)</b>		-	-
21.1 Expenses on assets held for sale		-	-
21.2 Losses from sale of associates, subsidiaries and joint ventures		-	-
21.3 Other expenses from discontinued operations		-	-
<b>XXII. PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (XX-XXI)</b>		-	-
<b>XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</b>		-	-
23.1 Current tax provision		-	-
23.2 Expense effect of deferred tax (+)		-	-
23.3 Income effect of deferred tax (-)		-	-
<b>XXIV. NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)</b>		-	-
<b>XXV. NET PROFIT/LOSSES (XIX+XXIV)</b>	<b>V-IV-12</b>	<b>40,375,301</b>	<b>25,045,910</b>
25.1 Equity holders of the Bank		-	-
25.2 Non-controlling interest (-)		-	-
Profit/Loss per 100 shares (full TL)	III-XXIV	4.0718	2.5839

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

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)**

	Current Period January 1, 2024- December 31, 2024	Prior Period January 1, 2023- December 31, 2023
<b>PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME</b>		
<b>I. PROFIT (LOSS)</b>	<b>40,375,301</b>	<b>25,045,910</b>
<b>II. OTHER COMPREHENSIVE INCOME</b>	<b>4,597,678</b>	<b>5,206,646</b>
<b>2.1. Other comprehensive income that will not be reclassified to profit or loss</b>	<b>10,481,509</b>	<b>10,175,458</b>
2.1.1. Gains (Losses) on Revaluation of Property, Plant and Equipment	6,372,297	10,368,401
2.1.2. Gains (losses) on revaluation of Intangible Assets	-	-
2.1.3. Gains (losses) on remeasurements of defined benefit plans	(936,456)	(1,718,889)
2.1.4. Other Components of Other Comprehensive Income That Will Not Be Reclassified to Profit or Loss	5,828,236	2,534,286
2.1.5. Taxes Relating to Components of Other Comprehensive Income That Will Not Be Reclassified to Profit or Loss	(782,568)	(1,008,340)
<b>2.2. Other Comprehensive Income That Will Be Reclassified to Profit or Loss</b>	<b>(5,883,831)</b>	<b>(4,968,812)</b>
2.2.1. Exchange Differences on Translation	-	-
Valuation and/or Reclassification Profit or Loss from financial assets at fair value through other comprehensive income	(8,420,632)	(6,038,666)
2.2.2. Income (Loss) Related with Cash Flow Hedges	-	-
2.2.4. Income (Loss) Related with Hedges of Net Investments in Foreign Operations	-	-
2.2.5. Other Components of Other Comprehensive Income that will be Reclassified to Other Profit or Loss	-	-
2.2.6. Taxes Relating to Components of Other Comprehensive Income That Will Be Reclassified To Profit Or Loss	2,536,801	1,069,854
<b>III. TOTAL COMPREHENSIVE INCOME (LOSS) (I+II)</b>	<b>44,972,979</b>	<b>30,252,556</b>

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



CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**AS OF YEAR ENDED DECEMBER 31, 2024**

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

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY												
	Notes	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Accumulated Other Comprehensive Income or Expense, Not Reclassified through Profit or Loss			Accumulated Other Comprehensive Income or Expense, Reclassified through Profit or Loss			Total Shareholders' Equity
						1	2	3	4	5	6	
December 31, 2023												
I.	Prior Period End Balance	7,111,364	16,468,559	-	1,266,702	3,237,996	(792,431)	8,547,402	80,727	11,205,827	-	106,984,889
II.	Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-
2.1.	Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-
2.2.	Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-
III.	Adjusted Beginning Balance (I+II)	7,111,364	16,468,559	-	1,266,702	3,237,996	(792,431)	8,547,402	80,727	11,205,827	-	106,984,889
IV.	Total Comprehensive Income	-	-	-	-	-	-	-	-	-	-	-
V.	Capital Increase by Cash	8,223,324	-	-	-	8,223,324	(1,150,394)	3,102,528	-	(4,968,812)	-	30,252,556
VI.	Capital Increase by Internal Resources	2,804,558	29,120,489	-	-	-	-	-	-	-	-	31,925,047
VII.	Paid-in capital inflation adjustment	-	-	-	-	-	-	-	-	-	-	-
VIII.	Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-
IX.	Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-
X.	Increase/decrease by Other Changes	-	-	-	1,465,625	-	-	-	-	-	-	-
XI.	Profit Distribution	-	-	-	-	-	-	-	-	-	-	-
11.1.	Dividends paid	-	-	-	-	-	-	-	-	-	-	-
11.2.	Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	-
11.3.	Other	-	-	-	-	-	-	-	-	-	-	-
	Ending Balance (I+II+X+XI)	9,915,922	45,589,048	-	2,732,327	11,461,320	(1,942,825)	11,649,930	80,727	6,237,015	-	171,427,614
1.	Property & Equipment Revaluation Increase/Decrease	-	-	-	-	-	-	-	-	-	-	-
2.	Defined Benefit Pension Plan Remeasurement Gain/Loss	-	-	-	-	-	-	-	-	-	-	-
3.	Other (Accumulated Amount of the Shares Stated as Other Comprehensive Income Not Reclassified Through Profit or Loss and Components Not Reclassified as Other Profit or Loss of the Investments Valued by Equity Method)	-	-	-	-	-	-	-	-	-	-	-
4.	Translation Differences from Foreign Currency Transactions	-	-	-	-	-	-	-	-	-	-	-
5.	Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income	-	-	-	-	-	-	-	-	-	-	-
	Other (Cash Flow Hedge Income/Loss, Accumulated Amount of the Shares Stated as Other Comprehensive Income Reclassified Through Profit or Loss and Components Reclassified as Other Profit or Loss of the Investments Valued by Equity Method)	-	-	-	-	-	-	-	-	-	-	-

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

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED STATEMENT OF CASH FLOW AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

	Notes	Current Period December 31, 2024	Prior Period December 31, 2023
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>			
<b>1.1 Operating profit before changes in operating assets and liabilities</b>		<b>75,999,069</b>	<b>74,391,073</b>
1.1.1 Interests received		663,409,275	286,039,442
1.1.2 Interests paid		(627,703,146)	(257,399,952)
1.1.3 Dividends received		124,532	199,740
1.1.4 Fee and commissions received		54,122,909	24,675,436
1.1.5 Other income		13,631,363	6,562,635
1.1.6 Collections from previously written-off loans and other receivables		13,303,509	5,735,956
1.1.7 Cash payments to personnel and service suppliers		(33,219,364)	(16,850,254)
1.1.8 Taxes paid		(13,403,909)	(1,678,577)
1.1.9 Other	V-VI-1	5,733,900	27,106,647
<b>1.2 Changes in operating assets and liabilities</b>		<b>232,538,072</b>	<b>289,343,059</b>
1.2.1 Net (Increase) Decrease in Financial Assets at Fair Value through Profit or Loss		32,270,390	(16,739,460)
1.2.2 Net increase (decrease) in due from banks		(81,398,602)	17,546,409
1.2.3 Net increase (decrease) in loans		(614,627,106)	(385,733,804)
1.2.4 Net increase (decrease) in other assets		53,060,210	(19,029,315)
1.2.5 Net increase (decrease) in bank deposits		16,687,182	(18,074,704)
1.2.6 Net increase (decrease) in other deposits		534,873,590	643,812,271
1.2.7 Net increase (decrease) in financial liabilities at fair value through profit or loss		-	-
1.2.8 Net increase (decrease) in funds borrowed		18,682,336	24,636,229
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities	V-VI-1	272,990,072	42,925,433
<b>I. Net cash flow provided from banking operations</b>		<b>308,537,141</b>	<b>363,734,132</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>II. Net cash provided from investing activities</b>		<b>(76,698,713)</b>	<b>(215,161,327)</b>
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures		(824,941)	(841,608)
2.2 Cash obtained from the sale of associates, subsidiaries and joint ventures	V-VI-3	6,178	-
2.3 Cash paid for the purchase of tangible and intangible asset		(8,486,359)	(27,348,007)
2.4 Cash obtained from the sale of tangible and intangible asset		2,447,149	9,571,476
2.5 Cash paid for the purchase of financial assets at fair value through other comprehensive income		(120,617,239)	(98,516,549)
2.6 Cash obtained from the sale of financial assets at fair value through other comprehensive income		20,706,840	13,719,971
2.7 Cash paid for the purchase of financial assets at amortized cost	V-I-6	(2,005,545)	(126,283,530)
2.8 Cash obtained from sale of financial assets at amortized cost	V-I-6	32,620,257	15,067,844
2.9 Other	V-VI-1	(545,053)	(530,924)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>III. Net cash flow from financing activities</b>		<b>138,943,032</b>	<b>55,691,879</b>
3.1 Cash obtained from funds borrowed and securities issued		146,873,348	66,084,341
3.2 Cash outflow from funds borrowed and securities issued		(6,160,604)	(9,413,092)
3.3 Equity instruments issued		-	-
3.4 Dividends paid		-	-
3.5 Payments for finance lease liabilities		(1,769,712)	(979,370)
3.6 Other		-	-
<b>IV. Effect of change in foreign exchange rate on cash and cash equivalents</b>	V-VI-1	<b>(1,002,116)</b>	<b>367,899</b>
<b>V. Net increase/decrease in cash and cash equivalents</b>		<b>369,779,344</b>	<b>204,632,583</b>
<b>VI. Cash and cash equivalents at beginning of the period</b>	V-VI-4	<b>334,068,851</b>	<b>129,436,268</b>
<b>VII. Cash and cash equivalents at end of the period</b>	V-VI-4	<b>703,848,195</b>	<b>334,068,851</b>

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



CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED STATEMENT OF PROFIT DISTRIBUTION  
AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)**

	Notes	Current Period December 31, 2024	Prior Period December 31, 2023
<b>I. DISTRIBUTION OF CURRENT YEAR PROFIT <sup>(*)</sup></b>			
<b>1.1 CURRENT YEAR'S PROFIT</b>		<b>56,639,325</b>	<b>25,411,678</b>
<b>1.2 TAXES AND LEGAL DUTIES PAYABLE</b>		<b>(16,264,024)</b>	<b>(365,768)</b>
1.2.1 Corporate tax (income tax)	V-IV-11	(8,406,334)	(8,781,428)
1.2.2 Withholding tax		-	-
1.2.3 Other taxes and duties <sup>(*)</sup>	V-IV-11	(7,857,690)	8,415,660
<b>A. NET PROFIT FOR THE YEAR</b>		<b>40,375,301</b>	<b>25,045,910</b>
<b>1.3 DEFERED TAX INCOME TRANSFERRED TO OTHER RESERVES</b>	V-IV-11	-	-
<b>B. NET PROFIT FOR THE YEAR AFTER DEFERRED TAX INCOME</b>		-	-
<b>1.4 ACCUMULATED LOSSES</b>		-	-
<b>1.5 FIRST LEGAL RESERVES</b>	V-V-5	-	1,252,296
<b>1.6 OTHER STATUTORY RESERVES</b>	V-V-5	-	1,252,295
<b>C. NET PROFIT AVAILABLE FOR DISTRIBUTION <sup>(**)</sup></b>		-	22,541,319
<b>1.7 FIRST DIVIDEND TO SHAREHOLDERS</b>		-	-
1.7.1 To owners of ordinary shares		-	-
1.7.2 To owners of privileged shares		-	-
1.7.3 To owners of redeemed shares		-	-
1.7.4 To profit sharing bonds		-	-
1.7.5 To holders of profit and loss sharing certificates		-	-
<b>1.8 DIVIDENDS TO PERSONNEL</b>		-	-
<b>1.9 DIVIDENDS TO BOARD OF DIRECTORS</b>		-	-
<b>1.10 SECOND DIVIDEND TO SHAREHOLDERS</b>		-	-
1.10.1 To owners of ordinary shares		-	-
1.10.2 To owners of privileged shares		-	-
1.10.3 To owners of redeemed shares		-	-
1.10.4 To profit sharing bonds		-	-
1.10.5 To holders of profit and loss sharing certificates		-	-
<b>1.11 SECOND LEGAL RESERVES</b>		-	-
<b>1.12 STATUS RESERVES</b>		-	-
<b>1.13 EXTRAORDINARY RESERVES</b>	V-V-5	-	22,438,525
<b>1.14 OTHER RESERVES</b>		-	102,794
<b>1.15 SPECIAL FUNDS</b>	V-V-5	-	-
<b>II. DISTRIBUTION FROM RESERVES</b>			
<b>2.1 DISTRIBUTION OF RESERVES</b>		-	-
<b>2.2 SECOND LEGAL RESERVES</b>		-	-
<b>2.3 DIVIDENDS TO SHAREHOLDERS</b>		-	-
2.3.1 To owners of ordinary shares		-	-
2.3.2 To owners of privileged shares		-	-
2.3.3 To owners of redeemed shares		-	-
2.3.4 To profit sharing bonds		-	-
2.3.5 To holders of profit and loss sharing certificates		-	-
<b>2.4 DIVIDENDS TO PERSONNEL</b>		-	-
<b>2.5 DIVIDENDS TO BOARD OF DIRECTORS</b>		-	-
<b>III. EARNINGS PER SHARE</b>			
<b>3.1 TO OWNERS OF ORDINARY SHARES (Earning per 100 shares)</b>		<b>4.0718</b>	<b>2.5839</b>
<b>3.2 TO OWNERS OF ORDINARY SHARES (%)</b>		<b>407.18</b>	<b>258.39</b>
<b>3.3 TO OWNERS OF PRIVILEGED SHARES</b>		-	-
<b>3.4 TO OWNERS OF PRIVILEGED SHARES (%)</b>		-	-
<b>IV. DIVIDEND PER SHARE</b>			
<b>4.1 TO OWNERS OF ORDINARY SHARES</b>		-	-
<b>4.2 TO OWNERS OF ORDINARY SHARES (%)</b>		-	-
<b>4.3 TO OWNERS OF PRIVILEGED SHARES</b>		-	-
<b>4.4 TO OWNERS OF PRIVILEGED SHARES (%)</b>		-	-

<sup>(\*)</sup> The amount shown in other taxes and legal liabilities is deferred income/expense tax, and deferred tax income is not subject to profit distribution.<sup>(\*\*)</sup> As of the report date, distributable net profit of the period is not shown as any decision regarding the 2024 profit distribution is not taken.

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



CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

## **TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI**

### **UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

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

##### **I. BASIS OF PRESENTATION**

The Unconsolidated financial statements are prepared within the scope of the "Regulation on Accounting Applications for Banks and Safeguarding of Documents" related with Banking Act numbered 5411 published in the Official Gazette no.26333 dated November 1, 2006 and in accordance with the regulations, communiques, 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, Turkish Financial Reporting Standards ("TFRS") enforced by Public Oversight, Accounting and Auditing Standards Authority ("POA") (together referred as BRSA Accounting and Reporting Legislation). 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. General board and some regulatory authorities have the authorization to change the legal financial statements after they are published. The Parent Bank maintains its accounting records in Turkish Lira, in accordance with the Banking Law, Turkish Commercial Code and Turkish Tax Legislation.

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

The accounting policies and valuation principles applied in the preparation of the unconsolidated financial statements have been determined and applied by BRSA in accordance with the regulations, communiques, explanations and circulars published in accordance with the accounting and financial reporting principles and if no specific regulation has been made by BRSA, it has been determined and applied according to the principles of TFRS.

The preparation of financial statements according to TFRS requires the use of certain critical estimates on assets and liabilities reported as of balance sheet date and amount of contingent assets and liabilities explained and amount of income and expenses occurred in related period. Although these estimates rely on the management's best judgment, actual results can vary from these estimates. Judgments and estimates are explained in related notes.

Benchmark Rate Reform - Stage 2, which introduces amendments to TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16, effective from January 2021, was published in December 2020 and early application of the changes is permitted. As of December 31, 2024, the Bank has no hedging transactions based on the benchmark interest rate. As of July 1, 2023, the secured overnight financing rate (SOFR) has been introduced in floating rate open transactions indexed to USD LIBOR. These changes did not have a material impact on the Bank's financial statements as of December 31, 2024.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****ACCOUNTING POLICIES (Continued)****I. BASIS OF PRESENTATION (Continued)**

Entities whose functional currency is the currency of a hyperinflationary economy present their financial statements in terms of the measuring unit current at the end of the reporting period according to "TAS 29 Financial Reporting in Hyperinflation Economies". Based on the announcement made by Public Oversight, Accounting and Auditing Standards Authority (POA) on November 23, 2023, entities applying Turkish Financial Reporting Standards (TFRSs) are required to present their financial statements by adjusting for the impact of inflation for the annual reporting period ending on or after December 31, 2023, in accordance with the accounting principles specified in TAS 29. In the same announcement, it was stated that institutions or organizations authorized to regulate and supervise in their respective scope might determine different transition dates for the implementation of inflation accounting, and in this context, Banking Regulation and Supervision Agency (BRSA) announced that financial statements of banks, financial leasing, factoring, financing, savings financing and asset management companies as of December 31, 2023 would not be subject to the inflation adjustment in accordance with BRSA Board decision on December 12, 2023. According to the decision of the Banking Regulation and Supervision Agency ("BRSA") dated January 11, 2024, it was decided that banks, financial leasing, factoring, financing, savings financing, and asset management companies would begin applying inflation accounting as of January 1, 2025. However, in accordance with to the BRSA's Decision No 11021 dated December 5, 2024, it was decided that these entities would not apply inflation accounting in 2025. As a result, the Bank has not applied the "TAS 29 Financial Reporting in Hyperinflationary Economies" standard in its unconsolidated financial statements as of December 31, 2024.

The accounting policies applied in the current period are in line with the previous period financial statements. The accounting policies followed, and the valuation principles used in the preparation of financial statements are presented in detail below.

**II. STRATEGY FOR THE USE OF FINANCIAL INSTRUMENTS AND INFORMATION ON FOREIGN CURRENCY TRANSACTIONS****Strategy for the use of financial instruments**

Core operations of the Bank are based on retail banking, corporate banking, private banking, foreign exchange operations, money market operations, investment security transactions, and international banking in accordance with the requirements of its economic development while utilizing foundation resources. As a result of the nature of its operations, the Bank intensively utilizes financial instruments. The Bank accepts deposits consisting various maturities as the main source of funding with deposits being in high return as well as carefully utilizing them in high quality financial activities.

The most important fund sources of the Bank other than the deposits are its equity and medium and long-term borrowings obtained from foreign financial institutions. The Bank pursues an effective asset-liability management strategy by securing balance between funding resources and investments so as to reduce risks and increase returns. Accordingly, the Bank attaches great significance to long-term placements bearing higher interest rates.

It is essential to consider the maturity structure of assets and liabilities in liquidity management. The essence of asset liability management is the keep to liquidity risk, exchange rate risk, and credit risk within reasonable limits, while enhancing profitability and strengthening the shareholders' equity.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****ACCOUNTING POLICIES (Continued)****II. STRATEGY FOR THE USE OF FINANCIAL INSTRUMENTS AND INFORMATION ON FOREIGN CURRENCY TRANSACTIONS****Strategy for the use of financial instruments (Continued)**

Investments in marketable securities and lending loans generate higher return than the average rate of return of the Bank's operating activities on the basis of maturity structures and market conditions. When bank placements are considered, they have short term maturity in terms of liquidity management and have lower return. The Bank can take various positions on short-term foreign exchange risk, interest rate risk and market risk in money and capital markets, by considering market conditions, within specified limits set by regulations. The Bank hedges itself and controls its position against the foreign exchange risk being exposed due to foreign currency available-for-sale investments, investments in other portfolios and other foreign currency transactions by various derivative transactions and setting the equilibrium between foreign currency denominated assets and liabilities.

Within the legal limitations and the regulations of the bank's internal control, the foreign currency position is being followed, the foreign currency position is established according to the basket equilibrium that is determined by taking into account current market conditions.

In order to avoid interest rate risk, assets and liabilities having fixed and floating interest rates are kept in balance, taking the maturity structure into consideration.

**Information on foreign currency transactions**

Exchange differences arising on amortized cost of financial assets at fair value through profit or loss are recognized in the income statement. Exchange differences arising on unrealized gains and losses are recognized in other comprehensive income or expense in profit or loss. Foreign exchange profits and losses arising from the translation of monetary items and the collection and payment of foreign currency transactions are included in the income statement.

While foreign exchange differences arising from amortized cost values of financial assets that fair value differences in foreign currency is reflected in other comprehensive income are recognized in the income statement, the exchange differences calculated on unrealized gains and losses are accounted under the "Accumulated other comprehensive income or expense to be reclassified through profit or loss item in equity.

On March 24, 2020, Türkiye Vakıflar Bankası T.A.O. Memur ve Hizmetlileri Emekli ve Sağlık Yardım Sandığı Vakfı (ESV) shares, which are presented in the paid-in capital of Vakıfbank International AG Türkiye Foundations Bank, are purchased by the Bank. Because of the exchange risk arise from the 75.7 million EUR of Vakıfbank International AG's paid-in capital shares amounting to 100 million EUR, the fair value hedging strategy has been applied. In this context, 76 million EUR portion of the securities issued by the Bank on April 24, 2019 with a nominal amount of 700 million Euros and the redemption date of April 24, 2029, were determined as hedging instruments. In this transaction, fair value changes related to the investment abroad, which is a hedged item, are reflected in the income statement as long as the hedging transaction is effective. In this context, December 31, 2024, the foreign exchange income presented in the income statement is 303,821 TL. The effectiveness of the transaction is the degree to balance the changes in the fair value of the hedged item that can be associated with the hedged currency risk by the hedging instrument.

As of December 31, 2024, it was identified that the evaluations that were made about the process to protect from the fair value risk were effective. Efficiency testing, which is consistent with the Bank's risk strategies, is conducted using the "Dollar off-set method" in the protection from risk process. According to this method, hedging compares the change in value of protection subject from risk with the change in value of protection tool from risk and calculates the relation with the effectiveness ratio of the hedge. The calculated effectiveness ratio is being evaluated within the TAS 39 Financial Instruments: Recognition and Measurement standards and hedge accounting principles are being applied. The bank documents the hedging strategies along with risk management goals. Hedge accounting ends when protection subject from risk ends or being sold or effectiveness test results are not effective anymore.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****ACCOUNTING POLICIES (Continued)****III. INFORMATION OF ASSOCIATES AND SUBSIDIARIES**

Subsidiaries and associates are recognized at fair value in the unconsolidated financial statements, under the standard of, TFRS 9, "Financial Instruments: Türkiye Financial Reporting Standards" and in accordance with IAS 27 "Separate Financial Statements".

**IV. INFORMATION ON FORWARDS, OPTIONS AND OTHER DERIVATIVE TRANSACTIONS**

The derivative transactions mainly consist of currency and interest rate swaps, precious metals swaps, foreign currency forward contracts and currency options. The Bank has classified its derivative transactions, mentioned above, as "Derivative Financial Assets at Fair Value Through Profit or Loss" in accordance with the "TFRS 9 – Financial Instruments".

Derivatives are initially recorded at their purchase costs. The notional amounts of derivative transactions are recorded in off-balance sheet accounts based on their contractual amounts.

Derivative transactions are valued at their fair values subsequent to their acquisition and in accordance with the classification of derivative financial instruments, if the fair value is positive, the amount is classified as "Derivative Financial Assets Designated at Fair Value Through Profit or Loss", if the fair value is negative, the amount is classified as "Derivative Financial Liabilities Designated at Fair Value Through Profit or Loss". The fair value differences of derivative financial instruments are recognized in the income statement.

Embedded derivative products are not separated from the articles of association and are accounted according to the standard on which the articles of association are based.

**V. INFORMATION ON INTEREST INCOME AND EXPENSES**

Interest income and expenses are recognized using the effective interest method.

Starting from January 1, 2018, Bank has started accruing interest income on non-performing loans. Net book value of the non-performing loans (Gross Book Value – Expected Credit Loss) are rediscounted through effective interest rate of and recognized through the gross book value of the non performing loan.

**VI. INFORMATION ON FEES AND COMMISSIONS**

Banking service income is recorded as income when they are collected. Other fee and commission income are transferred to profit/loss accounts according to the principle of periodicity on the basis of accrual using the principle of the effective interest method. Fee and commission expenses are recorded as expense at the time they are paid.

Fees and commissions other than those that are an integral part of the effective interest rate of financial instruments measured at amortized cost are accounted in accordance with the TFRS 15 "Revenue from Contracts with Customers" standard.

**VII. INFORMATION ON FINANCIAL ASSETS**

The Bank categorizes its financial assets as "Fair Value Through Profit/Loss", "Fair Value Through Other Comprehensive Income" or "Measured at Amortized Cost". Such financial assets are recognized or derecognized according to TFRS 9 Financial Instruments Part 3 Issued for classification and measurement of the financial instruments published in the Official Gazette No. 29953 dated January 19, 2017 by the Public Oversight Accounting and Auditing Standards Authority (POA). Financial assets are measured at fair value at initial recognition in the financial statements. During the initial recognition of financial assets other than "Financial Assets at Fair Value Through Profit or Loss", transaction costs are added to fair value or deducted from fair value.

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The Bank recognizes a financial asset into financial statements when it becomes a party to the contractual terms of a financial instrument. During the first recognition of a financial asset into the financial statements, business model determined by Bank management and the nature of contractual cash flows of the financial asset are taken into consideration.

**Classification and Measurement of Financial Instruments**

According to TFRS 9, the classification and measurement of financial assets is determined according to the business model in which the financial asset is managed and whether it depends on the contractual cash flows that include interest payments only on the principal and principal balance.

**Assessments on whether contractual cash flows include only principal balances and interest payments on the principal**

Within the scope of this evaluation, principal is defined as the fair value of the financial asset when it is first recognized in the financial statements. For the time value of money, interest takes into account the costs (E.g., liquidity risk and management costs) for the credit risk and other underlying credit risks and profit margin associated with the principal amount over a period of time.

The Bank takes into consideration the contractual terms of the financial asset in the evaluation of the contractual cash flows that only include principal and interest payments on the principal. This assessment assesses whether the financial asset contains a contractual clause that could change the timing or amount of contractual cash flows.

While performing the assessment, the Bank fulfills the on-balance sheet classification and measurement criteria by applying the procedures defined in TFRS 9 Financial Instruments including events that may change the amount and timing of cash flows, leverage structure of the financial product, early payment options, contingent interest rate changes and similar conditions.

At the time of initial recognition, each financial asset is classified as a financial asset that is measured at fair value through profit or loss, at amortized cost or at fair value other comprehensive income.

**Financial assets at Fair Value Through Profit or Loss**

Financial assets at fair value through profit/loss are financial assets other than the ones that are managed with business model that aims to hold to collect contractual cash flows or business model that aims to collect both the contractual cash flows and cash flows arising from the sale of the assets; and if the contractual terms of the financial asset do not lead to cash flows representing solely payments of principal and interest at certain date; that are either acquired for generating a profit from short-term fluctuations in prices or are financial assets included in a portfolio aiming to short-term profit making. Financial assets at the fair value through profit or loss are initially recognized at fair value and remeasured at their fair value after recognition. All gains and losses arising from these valuations are reflected in the income statement. Equity securities classified as financial assets at fair value through profit/loss are recognized at fair value.

Marketable securities classified as financial assets at fair value through profit or loss are recognized at their fair values.

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In addition to financial assets within a business model that aims to hold to collect contractual cash flows and aims to hold to sell, financial assets with contractual terms that lead to cash flows are solely payments of principal and interest at certain dates, they are classified as fair value through other comprehensive income.

Financial assets at fair value through other comprehensive income are recognized by adding transaction cost to acquisition cost reflecting the fair value of the financial asset. After the recognition, financial assets at fair value through other comprehensive income are remeasured at fair value. Interest income calculated with effective interest rate method arising from financial assets at fair value through other comprehensive income and dividend income from equity securities are recorded to income statement. "Unrealized gains and losses" arising from the difference between the amortised cost and the fair value of financial assets at fair value through other comprehensive income are not reflected in the income statement of the period until the acquisition of the asset, sale of the asset, the disposal of the asset, and impairment of the asset and they are accounted under the "Accumulated other comprehensive income or expense to be reclassified through profit or loss" under shareholders' equity.

Securities representing the share in the capital classified as financial assets at fair value through profit or loss are recognized at fair value. Exceptionally, cost may be an appropriate estimation method for determining fair value. This is only possible if there is not enough recent information on the measurement of fair value or if the fair value can be measured with more than one method and the cost reflects the fair value estimation among these methods in the best way.

During initial recognition an entity can choose in an irrevocable was to record the changes of the fair value of the investment in an equity instrument that is not held for trading purposes in the other comprehensive income. In the case of this preference, the dividend from the investment is taken into the financial statements as profit or loss.

**Financial Assets Measured at Amortized Cost**

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

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

In addition, the Bank's securities portfolio includes, Consumer Price Indexed (CPI) Government Bonds classified as both financial assets at fair value through other comprehensive income and financial assets measured at amortised cost. These securities are valued and recorded according to the effective interest rate method on the basis of the real coupon rates and the reference inflation index at the date of issuance and the index calculated by taking into account the estimated inflation rate as stated in the Treasury Undersecretary's CPI Indexed Bonds Investor Guide, the reference indices used in the calculation of the actual coupon payment amounts of these securities are formed according to the CPI ratio of two months ago. The Bank determines the estimated inflation rate in parallel to this the rate, which is estimated by taking into account the expectations of the Central Bank of the Republic of Türkiye and the Bank, is updated when deemed necessary during the year as stated in the accounting policies, the Bank makes the valuation of the Consumer Price Indexed (CPI) government bonds in its securities portfolio on the basis of the reference index on the date of issuance and the index calculated by taking into account the estimated inflation rate. At the end of the year, the reference indices published by the Ministry of Treasury and Finance for CPI-indexed bonds are used.



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The Bank's derivative transactions mainly consist of foreign currency swaps and interest rate swaps, cross currency swaps, currency options and forward foreign currency purchase / sale contracts.

The derivative financial instruments of the Bank are classified as Financial assets at fair value through profit and loss in accordance with "TFRS 9 Financial Instruments" (TFRS 9). Liabilities and receivables arising from derivative transactions are recorded in off-balance sheet accounts.

**Loans**

Loans are financial assets that have fixed or determinable payments terms and are not quoted in an active market. Loans are initially recognized at acquisition cost plus transaction costs presenting their fair value and thereafter measured at amortized cost using the "Effective Interest Rate (internal rate of return) Method". Loans of the Bank are retained under the "Measured at Amortized Cost" accounts due to holding loans in scope of a business model for the collection of contractual cash flows and contractual terms of loans that leads to cash flows representing solely payments of principal and interest at certain date.

**VIII. INFORMATION ON EXPECTED CREDIT LOSS PROVISIONS**

As of January 1, 2018, the Bank recognizes provisions for expected loss in accordance with TFRS 9 requirements according to the "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" published in the Official Gazette dated June 22, 2016, numbered 29750. Expected credit loss model is applied to financial assets measured at amortized cost or financial assets at fair value through other comprehensive income (e. g. placements, loans and leasing receivables), loan commitments and financial guarantee contracts.

The expected credit loss estimates are required to be unbiased, probability-weighted, considering the time value of money and including supportable information about past events, current conditions, and forecasts of future economic conditions.

It is possible to perform the expected credit loss calculations in accordance with TFRS 9, with three main parameters for each loan. Exposure at Default (EAD), Loss Given Default (LGD), Probability of Default (PD).

**Expected Credit Loss (ECL) Calculation - Input and Forecasting Methodologies**

Exposure at Default (EAD): Represents the amount of risk on the default date of the borrower in case of default. According to TFRS 9 in calculating EAD, the estimation of how customer risk rating changes over time is important. Amount of EAD for cash and non-cash loans are calculated in different ways.

Cash loans are divided into two parts as loans with payment plan and loans without payment plan. For loans with payment plan, EAD is calculated by considering the installments to be paid in the future. For cash loans without payment plan, EAD is calculated by keeping credit balance constant. For non-cash loans and limit commitments EAD is calculated by regarding to credit conversion factor and behavioral maturity periods.

Loss Given Default: The ratio that provides the uncollectable amount of the loans in the process after the default. The LGD ratio is the division of the uncollectable amount of a defaulted loan into the defaulted loan amount. This ratio enables to predetermine the risks in the case of default for the active credit portfolio and allows for provision under TFRS 9. In LGD methodology, all non-performing loans amounts, and long-term collection process has been taken into account and LGD rate is calculated after deducting net collections amounts from the default amount and discounted with effective interest rates or rates or approximate rate over the net amounts with an approximate value.

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For corporate and retail portfolios, different LGD calculations are performed. Since the dragging effect, LGD rates in corporate portfolios are considered on customer basis. In accordance with TFRS 9, in order to differentiate according to different risk characteristics, individual and corporate segments are separated into LGD pools, taking into account the collateral status of the receivable and the change in risk balance.

Probability of Default (PD): Represents the probability of default of the debtor in a defined time lag in the future.

The models used in PD calculations were developed based on historical data on past and quarterly and non-defaultable loans. PD rates used within the scope of TFRS 9 are calculated separately for each rating model and rating information. In this context, firstly, PD rates are calculated from historical data (through the cycle) from this model and rating values, then lifetime default rate curves are created. These lifetime default rate curves provide the following two basic estimation data in the calculation of expected credit losses as follows:

- 12 Months PD ratio: The probability of default within 12 months from the reporting date estimate
- Lifetime PD ratio: Estimation of the probability of default over the expected life of the financial instrument

The models developed under TFRS 9 have detailed segment structures based on corporate and retail portfolios.

While creating the corporate PD rates, the rating values assigned to the customers as of the date of each rating and the customers who default on the corporate side are considered. Retail portfolios are divided into sub-segments according to product groups and lifetime default rate curves vary according to product groups. By taking into account the periodic PD rates, a PD rate scale is generated on the basis of rating and model code through the cycle.

The relation of all risk parameters with macroeconomic conditions has been tested and it has been determined that macroeconomic conditions have an effect on the probability of default. In this context, point in time PD values have been established by taking into account the macroeconomic forecasts in the change of the default probability.

Separate macroeconomic models have been created for the retail portfolio and the commercial portfolio, and macroeconomic forecasts affect the expected loss provision calculations under two different scenarios, base and adverse. Currently, base and adverse scenario weights are taken into consideration as 60% - 40%. The future macroeconomic forecasts considered within the scope of TFRS 9 are in line with the economic forecasts subject to the Bank's current Budget and ICAAP processes.

In the calculation of the expected credit loss in accordance with TFRS 9, a certain part of commercial and corporate loans is subject to individual assessment on a customer basis in accordance with internal evaluations. As of the date of the report, the Bank has reviewed its provisions on a customer and industry basis and reflected them in its financial statements, taking into account its sustainability approach to the expected credit loss provisions calculations under TFRS 9. The models and methodologies used for TFRS 9 are evaluated by the relevant teams responsible for model and methodology in terms of accuracy and suitability at least once a year. Models and other issues created within the scope of TFRS 9 that need updates are periodically reviewed and revised to reflect in the financial statements when necessary.



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Macroeconomic forecasts and risk delinquency data used in risk parameter models are re-evaluated every quarter to reflect changes in economic conjuncture and are updated if needed.

The maximum period to determine the expected credit losses except for demand and revolving loans is up to the contractual life of the financial asset.

**Staging**

Financial assets are divided into the following three categories based on the increase in the credit risks observed since the initial acquisition:

**Stage 1:**

Financial assets that are included in the portfolio with no significant increase in credit risk at or after initial recognition or with a low default rate at the reporting date provision is accounted for 12 months expected credit losses. The Bank applies the expected 12-month default probabilities to the estimated default amount and multiplies with the loss given default and downgrades to the present day with the original effective interest rate of the loan. For these assets, credit risk impairment provision is accounted for 12 months expected credit losses. The Bank applies the expected 12-month default probabilities to the estimated default amount and multiplies with the loss given default and downgrades to the present day with the original effective interest rate of the loan. For these assets, an expected 12-month credit loss is recognized, and interest income is calculated over the gross carrying amount. 12-month expected credit loss is the loss arising from possible risks in the first 12 months following the reporting date.

**Stage 2:**

A financial asset is transferred to stage 2 if there is a significant increase in credit risk since initial recognition but the financial asset is not yet considered to be impaired. The Bank determines the credit risk impairment provision of the financial asset according to lifetime expected credit loss. Lifetime expected credit losses are credit losses arising from all events that may occur during the expected life of the financial asset. The probability of default, and loss given default are estimated over the life of the loan including the use of multiple scenarios. Expected cash flows are discounted using the original effective interest rate.

**Stage 3:**

Stage 3 includes financial assets with objective evidence of impairment as of the reporting date. Lifetime expected credit loss is recorded for these assets. The Bank's methodology for loans at this stage is similar to loans classified in Stage 2, but the probability of default is considered 100%. Loss given default is calculated considering the period the loan waits in the non-performing loans and an aging curve formed from the historical data.

**Significant Increase in Credit Risk**

The Standard requires the assessment of whether there is a significant increase in the credit risk of financial assets by the date of initial recognition based on the information available without excessive effort and cost as of the reporting date. The factors that show a significant increase in credit risk under TFRS 9 are as follows:

Past Due Date; significant increase in the credit risk since the granting date in the case of loans overdue more than 30 days.

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Restruction: Classification of financial assets under stage 2 as a result of the emergence of privileges and financial difficulties in the case of restructuring of financial receivables.

Qualitative Criteria: Implementation of set of qualitative criteria set by the Bank in accordance with the information obtained.

Quantitative Criteria: As of the reporting date, the default risk for the borrower and the default risk as of the date of the initial allowance are compared with the change in the grade / score information as a result of the application of statistically determined threshold values.

The Bank has accounted for the effect of applying the new provisions at the date of January 1, 2018, by recording a reversal in the opening records of previous years' profit and loss accounts. The primary impact is due to changes in the allowance for credit losses in accordance with the new impairment provisions and the tax effects of the corresponding provisions.

**Default Definition**

The Bank takes into account the requirements of TFRS 9 and the relevant BRSA in order to determine the default situation in accordance with the definition of default and its indicators included in the Communiqué on the Calculation of Provisions Regulation and the Amount Based on the Internal Risk Based Approach of the Credit Risk.

In terms of the default definition, the bank has set the following criterias;

- Over 90 days delayed collection of principals and / or interest amount,
- The customer has been bankrupted or has been found to apply for bankruptcy,
- The customer's creditworthiness is impaired,
- It is decided that the principal and / or interest payments of the borrower will be delayed by more than 90 days since the collaterals and / or borrower's own funds are insufficient to cover the payment of the receivables at maturity,
- It is decided that the principal and / or interest payments of the customer will be delayed by more than 90 days due to macroeconomic, sector specific or customer specific reasons.

**Write off Policy**

The amendment with respect to the regulation on the Principles and Procedures Regarding the Classification of Loans and Reserves Set Aside for These Loans entered into force with its publication in the Official Gazette No.30961 on November 27, 2019. Pursuant to the regulation, the banks are enabled to write down and move off the balance sheet the portion of a loan which is classified as "Group V Loan" (Loans Classified as Loss) if it cannot reasonably be expected to be recovered. In accordance with the amendment in the related regulation on provisions, the deduction of loans from the records is an accounting practice and does not result in the right to waive. In the current period a write-off transaction has been made for non-performing loans in the amount of TL 1,021,927 for which 100% provision has been made (December 31, 2023: TL 1,599,845).

**Asset Sales Policy**

Banks that are directly or indirectly owned by the public or banks that are controlled by the public and financial institutions qualified as subsidiaries to these Banks can sell non-performing loans to asset management companies. As of December 31, 2024 and December 31, 2023, there are no transactions of this nature at the Bank.

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Financial assets and liabilities are reported in the balance sheet as net amount in the cases of the Bank's right and right to sanction to finalize and have the intention to receive/pay related financial asset or liability over the recognized amount or have the right to finalize the related asset and liability simultaneously.

**X. INFORMATION ON SALES AND REPURCHASE AGREEMENTS AND SECURITIES LENDING**

Securities sold under repurchase agreements ("repo") are classified under "Financial Assets at Fair Value through Profit or Loss", "Financial Assets at Fair Value through Other Comprehensive Income" and/or "Financial Assets Measured at Amortised cost" portfolios according to their holding purposes in the Bank's portfolio, and they are valued based on the revaluation principles of the related portfolios. Funds received through repurchase agreements are classified in balance sheet under "Money Market Funds" and the related interest expenses are accounted on an accrual basis of balance sheet date.

Securities purchased under resale agreements ("reverse repo") are classified in balance sheet under "Receivables from Money Markets". The income accrual is calculated for the securities purchased under resale agreements via the difference between buying and selling prices on the balance sheet date.

**XI. INFORMATION ON ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS AND RELATED LIABILITIES**

As per TFRS 5 - "Non-current Assets Held for Sale and Discontinued Operations", a fixed asset classified as an asset kept for sales purposes (or a group of fixed assets to be disposed of) is measured with either its book value or fair value less costs to sell (with the lower one).

A discontinued operation is a part of the Bank's business classified as sold or held-for-sale. The operating results of the discontinued operations are disclosed separately in the income statement. The Bank has no discontinued operations.

**XII. INFORMATION ON GOODWILL AND OTHER INTANGIBLE ASSETS**

As at the balance sheet date, there is no goodwill on financial statements.

The Bank's intangible assets consist of software. Intangible assets are initially recorded at their costs in compliance with the TAS 38 – *Intangible Assets*.

The costs of the intangible assets purchased before December 31, 2004 are restated from the purchasing dates to December 31, 2004, the date the hyperinflationary period is considered to be ended. The intangible assets purchased after this date are recorded at their historical costs. The intangible assets are amortized based on straight line amortization.

The Bank, there is objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the TAS 36 - Impairment of Assets and if the recoverable amount is less than the carrying value of the related asset, a provision for impairment loss is made.

Estimated useful lives of the Bank's intangible assets are 3-15 years, and amortisation rates are between 6.67% and 33.33%.

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The costs of the tangible assets purchased before December 31, 2004, are restated from the purchasing dates to December 31, 2004, the date the hyperinflationary period is considered to be ended. In subsequent periods no inflation adjustment is made for tangible assets, and costs which are restated as of December 31, 2004 are considered as their historical costs. Tangible assets purchased after January 1, 2005 were recorded at their historical costs after foreign exchange differences and financial expenses are deducted if any. The Bank decided to pursue the properties for use according to their fair values in terms of separating the land and buildings within the context of TAS 16 "Turkish Accounting Standard on Property, Plant and Equipment" after the change in the accounting policy as of September 30, 2015.

Gains and losses arising from the disposal of the tangible assets are calculated as the difference between the net book value and the net sales price and recognized in the income statement of the period.

Maintenance costs of tangible fixed assets are capitalized if they extend the economic useful life of related assets. Other maintenance costs are expensed.

There are no restrictions such as pledges, mortgages or any other restriction on tangible assets. Depreciation rates and estimated useful lives are:

<b>Tangible assets</b>	<b>Estimated useful life (years)</b>	<b>Depreciation rate (%)</b>
Buildings	50	2
Office equipment, furniture and fixture, and motor vehicles	5-50	2-20
Assets obtained through leases	3-25	4-33.33

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

At each reporting date, the Bank evaluates whether there is objective evidence of impairment on its assets. If there is an objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the TAS 36 - *Impairment of Assets* and if the recoverable amount is less than the carrying value of the related asset, a provision for impairment loss is made.

**Investment Properties**

Real estate held for the purpose of obtaining rental income or appreciation gain, or both, rather than for the purpose of producing and supplying goods and services, being used for administrative purposes or being sold within the framework of normal business course, is classified as investment properties. As of December 31, 2023, the Bank has decided to monitor its investment properties with the fair value method within the scope of "TAS 40 Investment Properties" standard. Investment properties are valued by independent appraisal firms and arising changes in their fair value are recognised in the statement of profit or loss in the period.

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#### **ACCOUNTING POLICIES (Continued)**

#### **XIV. INFORMATION ON LEASING ACTIVITIES**

The difference between operating leases and financial leases has been eliminated with the "TFRS 16 Leases" effective as of January 1, 2019, and on the transition date, the Bank has applied the simplified transition approach and elected not to restate comparative figures. The Bank engages in leasing activities as a lessee and lessor.

The Bank started to apply the "TFRS 16 Leases" standard which went into effect on January 1, 2019, to leases of service buildings and car rentals. However, ATMs which are determined as low value by the Bank and short-term lease contracts with a duration of 12 months or less, have been evaluated within the scope of the exemption granted by the standard. The payments for these contracts are recorded as expense in the period they occurred.

In accordance with "TFRS 16 Leases" standard, the Bank calculates the "right to use" amount on the basis of the present value of the lease payments of the fixed asset leased at the beginning of the lease and includes them in "tangible fixed assets". In calculating assets having a right to use, outstanding rent amounts were discounted by a specific rate, considering the remaining term of the lease contract signed with the property owner, to determine net present value.

Instead of recognising leases in the scope of the "TFRS 16 Leases" standard as expenses or prepaid expenses, the Bank recognised the total lease liabilities to be paid by the end of the lease contract as "Lease Payables" under liabilities on the balance sheet. Changes that may impact the lease liability are remeasured and included in the balance sheet accounts.

Monthly interest and depreciation are calculated on the net present value based on the period of the lease contract and are recognised on the income statement.

Footnotes on right-of-use assets and liabilities are presented in Note 5, Part II of Section V.

#### **XV. INFORMATION ON PROVISIONS, CONTINGENT LIABILITIES AND ASSETS**

Provisions and contingent liabilities are accounted in accordance with TAS 37 "Turkish Accounting Standard for Provisions, Contingent Liabilities and Contingent Assets".

In the financial statements, a provision is made for an existing commitment resulted from past events if it is probable that the commitment will be settled and a reliable estimate can be made of the amount of the obligation. Provisions are calculated based on the best estimates of management on the expenses to incur as at the balance sheet date and, if material, such expenses are discounted for their present values. If the amount is not reliably estimated and there is no probability of cash outflow from the Bank to settle the liability, the related liability is considered as "contingent" and disclosed in the notes to the financial statements.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of unplanned or unexpected one or more uncertain future events not wholly within the control of the entity. Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the financial statements of the period in which the change occurs. If an inflow of economic benefits has become probable, the Bank discloses the contingent asset.

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**ACCOUNTING POLICIES (Continued)****XVI. INFORMATION ON OBLIGATIONS OF THE BANK CONCERNING EMPLOYEE RIGHTS****Reserve for employee termination benefits**

In accordance with existing Turkish Labor Law, the Bank is required to make lump-sum termination indemnities to each employee who has completed one year of service with the Bank and whose employment is terminated due to retirement or for reasons other than resignation or misconduct. The computation of the liability is based upon the retirement pay ceiling announced by the Government. The applicable ceiling amount as of December 31, 2024 is TL 41,828 (full TL) (December 31, 2023: TL 23,490 (full TL)).

The Bank reserved for employee severance indemnities in the accompanying unconsolidated financial statements using actuarial method in compliance with the TAS 19 – Employee Benefits.

As of December 31, 2024, and December 31, 2023, actuarial estimates used are:

	<b>Current Period - 31 December 2024</b>	<b>Prior Period - 31 December 2023</b>
Discount Rate	27.15%	28.24%
Estimated Inflation Rate	23.21%	24.50%
Net real Discount Rate	3.20%	3.00%

**Other benefits to employees**

The Bank has provided provision for undiscounted short-term employee benefits earned during the financial period (unused vacations, premium and dividend) as per services rendered in compliance with TAS 19 in the accompanying unconsolidated financial statements.

In accordance with TAS 19, the Bank recognizes actuarial gains and losses generated in related reporting periods in equity.

**Pension fund**

The employees of the Bank are the members of "Türkiye Vakıflar Bankası Türk Anonim Ortaklığı Memur ve Hizmetlileri Emekli ve Sağlık Yardım Sandığı Vakfı" ("the Fund") established on May 15, 1957 as per the temporary article no. 20 of the Social Security Law no. 506.

As part of Social Security Law's 506 numbered, temporary article no.20, monthly income or salary is eligible for whose disabled with fund's associates, senility and death insurance is subjected according to the first paragraph of the temporary article no. 23 which states the Banks should transfer pension funds to the Social Security Institution within three years after the issue date of the Banking Law, issued in the November 1, 2005 dated and 25983 numbered Official Gazette, has been cancelled by the Constitutional Court's March 22, 2007 dated and 2007/33 numbered decision. Reasoned ruling of the Constitutional Court has been issued on December 15, 2007 in the Official Gazette no. 26731. The reason for the cancellation decision by Constitutional Court was stated as possible future losses on acquired rights of Fund members.

Following the publication of the ruling, the Türkiye Parliament started to work on new legal arrangements and the Social Security Law no. 5754 ("the Law") has been approved on April 17, 2008. The Law is enacted by the approval of the President of Türkiye and issued on the May 8, 2008 dated and 26870 numbered Official Gazette.

In accordance with the temporary article no. 20 of the Article no. 73 of the Law;

The discounted liability for each fund in terms of the persons transferred as at the transfer date, including the contributors left the fund, should be calculated by the assumptions below:

- The technical interest rate to be used for the actuarial calculation is 9.80%
- Income and expenditures in respect to fund's insurance division are considered in the calculation of discounted liability.

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Law requires the transfer to be completed in three years beginning from January 1, 2008. The three years period has expired on May 8, 2011; however, it has been extended to May 8, 2013 with the decision of Council of Ministers published in Official Gazette dated April 9, 2011. Before the expiration date, with the decision of Council of Ministers published in Official Gazette dated May 3, 2013, the period for transferring banks, insurance and reinsurance firms, board of trade, exchanges or participants, monthly salary paid individuals and beneficiaries of the funds that are constructed for their personnel to Social Security Institution in the scope of the temporary article no. 20 of the Social Security Law no. 506 published in Official Gazette dated April 30, 2014 extended for one year. The Council of Ministers has been lastly authorized to determine the transfer date in accordance with the last amendment in the first paragraph of the 20th provisional article of Law No.5510 implemented by the Law No. 6645 on Amendment of the Occupational Health and Safety Law and Other Laws and Decree Laws published in the Official Gazette dated April 23, 2015 numbered 29335. "Council of Ministers" expression in "Council of Ministers is authorized to determine the date of transfer to the Social Security Institution" stated in provisional article 20 of Social Insurance and Universal Health Insurance Law No. 5510 is replaced with the "President" pursuant to the paragraph (I) of Article 203 of Statutory Decree No. 703 promulgated in repeated Official Gazette No. 30473, dated July 9, 2018.

The employer of pension fund participants will continue to pay the non-transferable social rights, which are already disclosed in the article of association of the pension fund, to the pension participants and their right owners, even though the salary payment obligation has been transferred to the Social Security Foundation.

The technical financial statements of the Fund are audited by the certified actuary according to the "Actuaries Regulation" which is issued as per the Article no. 21 of the 5684 numbered Insurance Law. As per the actuarial report dated December 31, 2024 in compliance with the principles explained above, there is no technical or actual deficit determined which requires provision against as of December 31, 2024.

**XVII. INFORMATION ON TAXATION****Corporate tax**

According to Article 21 of the Law No. 7456 published in the Official Gazette dated July 15, 2023 and numbered 32249, starting from the declarations to be submitted as of October 1, 2023, the corporate tax rate of 25% over the corporate earnings of 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 has been increased from 25% to 30% to be applied to the earnings of the institutions in 2023 and the following taxation periods. In this context, for the first time, the rate of 30% has been implemented for the temporary tax covering the period January 1, 2023-September 30, 2023 and which must be declared and paid on November 17, 2023. Furthermore, with the same law, the exemption for the gains derived from the sale of immovable properties acquired as of July 15, 2023 has been terminated, the exemption rate for profits arising from the sale of immovable properties in the assets of institutions before this date has been determined as 25%.



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Dividends paid to the resident institutions and the institutions working through local offices or representatives are not subject to withholding tax. Except for the dividend payments to these institutions, the withholding tax rate on the dividend payments is 10%. In applying the withholding tax rates on dividend payments to the non resident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are taken into account. Appropriation of the retained earnings to capital is not considered as profit distribution and therefore is not subject to withholding tax. No further tax is paid if the profit is not distributed.

75% of the profits arising from the sale of subsidiary shares held for at least 2 years are exempt from corporate tax, provided that they are added to the capital as stipulated by the Corporate Tax Law or kept in a special fund account as a liability for 5 years. The bank monitors these profits in the "Other Profit Reserves" item under equity in its balance sheet.

The bank shall be responsible for all of the profits corresponding to the part of the proceeds used in the liquidation of these debts from the transfer of immovable properties, participation shares, founder's shares, usufruct shares and priority rights to the banks, in return for these debts, of the institutions that are under follow-up due to their debts and their guarantors and mortgagers, and all of the profits obtained by the banks in this way. 50% of the gains arising from the sale of immovables obtained by the banks in this way, and 75% of the gains arising from the sale of others It is exempt from corporate tax.

Advance tax that is calculated with the current rate through profit from quarterly period has to be declared on the 17th day and paid until the 17th night of the second following month after the period end. Advance taxes paid during the year are set off on corporate tax which is calculated in yearly corporate tax return for that year. In the case of excess amount of advance tax, the amount can be reimbursed in cash or be set off to other financial debts.

According to tax legislation, financial losses which are not exceed over 5 years can be deducted from profit of the company. Losses can not be set off from retained earnings.

There is no procedure in Türkiye that provides the opportunity to come to a mutual agreement with the tax authorities about tax due. Corporate tax return declared until the evening of the last day of the fourth month following the end of the accounting period. Firms that allowed to analyze taxes, can examine the accounting records within five years and change the tax amount if there is a wrong transaction.

As of the end of the 2021 calendar year, the conditions sought for inflation adjustment in the calculation of corporate tax have been fulfilled, within the framework of the repeated provision of Article 298/A of the Tax Procedure Law. However, with the regulation made with the Law No. 7352 dated January 20, 2022, the application of inflation adjustment in the calculation of corporate tax was postponed to 2023. According to this; Tax Procedure Law financial statements for the 2021 and 2022 accounting periods have not been subjected to inflation adjustment, and the Tax Procedure Law financial statements dated December 31, 2023 have been subjected to inflation adjustment in a way that will not affect corporate tax base.



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According to Article 17 of the Law No. 7491 on Amendments to Certain Laws and Decree Laws published in the Official Gazette No. 32413 dated December 28 , 2023, it has become law that profit/loss differences arising from the inflation adjustment to be made in the 2024 and 2025 accounting periods, including the provisional tax periods, do not be taken into account in determining the income of banks, companies within the scope of the Financial Leasing, Factoring, Financing and Savings Financing Companies Law No. 6361 dated November 21, 2012, payment and electronic money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies. The President of the Republic is authorised to extend the periods determined within the scope of this paragraph by one accounting period, including the temporary tax periods.

Since the financial statements are subject to inflation adjustment as of December 31, 2023, real estates and depreciation units are not subject to revaluation as of December 31, 2023. Corporate tax is calculated by taking into account of real estates and depreciation units' amortized values until September 30, 2023.

According to the provisional article 33 of the Tax Procedure Law, effective from December 31, 2023, the tax effects arising from the inflation adjustment of corporate tax have been included in the calculation of deferred tax in financial statements. In addition, with the Law No. 7524 dated August 2, 2024, supplementary provisions added to the Corporate Tax Law stipulate that the profits of the subsidiaries of multinational groups are subject to a global minimum complementary corporate tax at a rate of 15%.

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Bahrain branch is non-taxable because there is no corporate tax practice in that country. Bahrain branch's income is added to headquarters income and it is taxed in Türkiye according to Law No. 5520 on Corporate Tax Laws published in the Official Gazette dated June 5, 2012, numbered B.07.1.GİB.4.99.16.02-KVK-5/1-b-128.

***Erbil***

Erbil branch is taxable according to the country's law legislation. Declaration of financial records and their tax payments are differing from cities that are related to centralized government and cities that are related to North Iraq. On the other hand, North Iraq tax administrations can impute taxes rather than the designated rates.

***New York***

New York branch is taxable according to state law legislation and country law legislation. Double Tax Treaty Agreements is stated for being taxed in Türkiye.

***Qatar***

The branch of the Bank operating in Qatar is taxed according to the legislation of this country. Since the branch is located in the Qatar Financial Center, there is a withholding tax exemption. In addition, although the branch is subject to the corporate tax of the relevant country, the Double Taxation Agreements signed between the two countries are based.

**Deferred taxes**

According to the TAS 12 - Income Taxes; deferred tax assets and liabilities are recognized, on all taxable temporary differences arising between the carrying values of assets and liabilities in the financial statements and their corresponding balances considered in the calculation of the tax base, and initial recognition of assets and liabilities which affect neither accounting nor taxable profit. The deferred tax debt or assets is determined by calculating the taxable temporary differences "between the assets" and debts' book values versus the values on the legal tax base accounts. According to tax legislation, differences that do not affect the financial or commercial profit of the assets or liabilities at the acquisition date are excluded from these calculations.

For the deferred tax assets and liabilities calculated within the scope of TAS 12, deferred tax calculations were made at the rate of 30% for the assets and liabilities as of the end of the reporting period.

According to December 8, 2004, BRSA.DZM.2/13/1-a-3 notice, there is no deferred tax assets on general provision and free provision. In addition to this, deferred tax asset calculation has started to be measured over temporary expected provision losses differences according to TFRS 9 articles, beginning from January 1, 2018. Deferred rate calculation for free provisions is not calculated.

Deferred taxes' book value is revised in every balance sheet date. If there is a condition met, where no possible taxable profit could be generated in case of a full or partial deferred tax asset benefit could be enabled by the Bank, the book value of the deferred tax asset will be decreased.

Calculated deferred tax assets and deferred tax liabilities are shown net in the financial statements only if the Bank has a legal right to offset current tax assets with current tax liabilities and deferred tax assets and liabilities are related to the income tax of the same taxable entity.

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#### ACCOUNTING POLICIES (Continued)

#### XVII. INFORMATION ON TAXATION (Continued)

##### Corporate tax (Continued)

##### Corporation tax legislation for the foreign branches

In case valuation differences resulting from the subsequent measurement of the items are recognized in the statement of income, then the related current and or deferred tax effects are also recognized in the statement of income. On the other hand, if valuation differences are recognized in shareholders' equity, then the related current or deferred tax effects are also recognized directly in the shareholders' equity. The other hand, if valuation differences are recognized in shareholders' equity, then the related current or deferred tax effects are also recognized directly in the shareholders' equity.

According to the temporary article 33 of the Tax Procedural Law, the tax effects arising from the inflation adjustment of corporate taxes in the financial statements as of December 31, 2023 have been included in the deferred tax calculation. In addition, in September 2023, Public Oversight, Accounting, and Auditing Standards Authority ("POA") issued amendments to TAS 12, which introduce a mandatory exception in TAS 12 from recognizing and disclosing deferred tax assets and liabilities related to Pillar Two income taxes. The amendments clarify that TAS 12 applies to income taxes arising from tax laws enacted or substantively enacted to implement the Pillar Two Model Rules published by the Organization for Economic Cooperation and Development ("OECD"). The amendments also introduced targeted disclosure requirements for entities affected by the tax laws. The temporary exception from recognition and disclosure of information about deferred taxes and the requirement to disclose the application of the exception apply immediately and retrospectively upon issue of the amendments. The amendments did not have a significant impact on the financial position or performance of the Bank.

##### Transfer Pricing

In Türkiye, the transfer pricing provisions have been stated under the Article 13 of Corporate Tax Law with the heading of "disguised profit distribution via transfer pricing". The General Communiqué on disguised profit distribution via Transfer Pricing, dated November 18, 2007, sets details about implementation.

Pursuant to the relevant Communiqué, if a taxpayer enters into transactions regarding sale or purchase of goods and services with related parties, where the prices are not set in accordance with arm's length principle, then related profits are considered to be distributed in a disguised manner through transfer pricing. Such disguised profit distributions through transfer pricing are not accepted as tax deductible for corporate income tax purposes.

#### XVIII. INFORMATION ON CASH AND CASH EQUIVALENTS

For the purposes of the cash flow statement, cash includes cash effectives, cash in transit, purchased cheques and demand deposits including balances with the Central Bank of the Republic of Türkiye (CBRT); and cash equivalents include interbank money market placements and time deposits at banks with original maturity periods of less than three months.

#### XIX. ADDITIONAL INFORMATION ON BORROWINGS

The Bank provides funding resources such as syndication and securitization transactions in case of need. In the current period, the Bank has started to obtain funds through domestic and international bonds since August 2011.

These transactions are initially recognized at acquisition costs at the transaction date and are subsequently measured at amortized cost using effective interest method.

The Bank is not hedging about debt instruments.

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The shares of the Bank having nominal value of TL 322,000, representing the 25.18% of the Bank's outstanding shares, was publicly offered at a price between TL 5.13-5.40 for each share having a nominal value of TL 1 on November 2005, and TL 1,172,347 was recorded as "Share Premiums" in shareholders' equity. TL 448,429 of this amount has been utilized in capital increase on December 19, 2006.

With the decision of the Bank's Board of Directors dated May 11, 2020, it has been decided to increase the paid-in capital of TL 2,500,000 provided that it remains within the registered capital ceiling, by completely restricting the pre-emptive rights of the current shareholders and by increasing cash capital increase, which will generate a total sales revenue of TL 7,000,000 in total. Within the framework of the relevant legislation of the Capital Markets Board, the Banking Regulation and Supervision Agency and the Procedure for Borsa İstanbul's Wholesale Purchase and Sales Transactions, all of the shares to be issued due to the capital increase, are set to be transferred to Türkiye Wealth Fund, without public offering and by private placement.

In the special circumstances disclosure published by the Bank on May 15, 2020, it was announced that the sales price of the shares to be issued was determined as TL 4.98 for a share with a nominal value of TL 1, and the issued capital due to capital increase will be increased from TL 2,500,000 to TL 3,905,622.

It has been announced that the shares with a nominal value of TL 1,405,622 issued by the Bank are sold with a dedicated sales method for a share with a nominal value of TL 1, with a total sales revenue of TL 7,000,000 over the price of TL 4.98. As of the May 20, 2020, the shares were sold to Türkiye Wealth Fund through the wholesale transaction method in stock market and the capital increase transactions have been completed.

With the decision of the Bank's Board of Directors dated February 9, 2022, provided that the Bank's registered capital ceiling is limited, the Bank's paid-in capital of TL 3,905,622 will be increased by way of cash capital increase, which will result in a total sales revenue of TL 13,400,000 in cash and allocated, by completely restricting the pre-emption rights of the existing shareholders. and all of the shares to be issued due to this capital increase, within the framework of the relevant legislation of the Capital Markets Board, the relevant legislation of the Banking Regulation and Supervision Agency and Borsa İstanbul's Procedure on Wholesale Purchases and Sales Transactions, by the Türkiye Wealth Fund by private sale method without public offering. It has been decided to sell to Türkiye Wealth Fund.

In the material event statement published by the Bank on February 25, 2022, it was announced that the selling price of the shares to be issued was determined as TL 4.18 for the share with a nominal value of TL 1, and the paid-in capital would be increased from TL 3,905,622 to TL 7,111,364 as a result of the capital increase.

The shares with a nominal value of TL 3,205,742 issued by the Bank were sold to the Türkiye Wealth Fund through a wholesale transaction on the stock market on March 9, 2022, with a total sales revenue of TL 13,400,000 for a share with a nominal value of TL 1, with a total sales revenue of TL 13,400,000. The capital increase transactions have been completed.

On March 21, 2023, the Bank's Board of Directors decided to increase the Bank's paid-in capital of TL 7,111,364 by allotted and cash capital increase with a total sales proceeds of TL 32,000,000 by fully restricting the pre-emptive rights of the existing shareholders, provided that it remains within the Bank's registered capital ceiling, and all of the shares to be issued due to this capital increase, within the framework of the relevant legislation of the Capital Markets Board ("CMB"), the Banking Regulation and Supervision Agency ("BRSA"), and the Procedure for Wholesale Transactions of Borsa İstanbul, it has been decided to sell the shares to the Türkiye Wealth Fund through private placement without a public offering.

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#### ACCOUNTING POLICIES (Continued)

#### XX. INFORMATION ON ISSUANCE OF EQUITY SECURITIES(Continued)

On March 28, 2023, the Bank announced that the sale price of the shares to be issued was determined as TL 11.41 per share with a nominal value of TL 1 and that the paid-in capital would be increased from TL 7,111,364 to TL 9,915,922 as a result of the capital increase.

The shares with a nominal value of TL 2,804,557 issued by the Bank were sold to the Türkiye Wealth Fund through a wholesale transaction in the equity market on March 28, 2023, through the allocated sales method with a total sales revenue of TL 32,000,000 at a price of TL 11.41 per share with a nominal value of TL 1 and the capital increase transactions were completed.

#### XXI. INFORMATION ON CONFIRMED BILLS OF EXCHANGE AND ACCEPTANCES

Confirmed bills of exchange and acceptances are realized simultaneously with the customer payments and recorded in off-balance sheet accounts as possible debt and commitment, if any.

#### XXII. INFORMATION ON GOVERNMENT INCENTIVES

As of December 31, 2024 and December 31, 2023, the Bank does not have any government incentives.

#### XXIII. INFORMATION ON SEGMENT REPORTING

An operating segment is a component of an entity:

- That engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity),
  - Whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and
  - For which discrete financial information is available.
- Segment reporting was selected as a fundamental section reporting method considering Bank's risk and return structure and key sources. It is disclosed in Section 4 Note X.

#### XXIV. INFORMATION ON OTHER MATTERS

##### Earnings per share

Earnings per share has been calculated by dividing the net profit for the period to weighted average of outstanding shares. In Türkiye, the companies may perform capital increase ("Bonus Shares") from retained earnings. In earning per share computation bonus shares are treated as issued shares.

As at and for the period ended December 31, 2024, earnings per 100 shares are full TL 4.0718 (December 31, 2023: full TL 2.5839).

##### Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Shareholders, top executives and board members are accepted as related party personally, with their families and companies according to TAS 24 - Related Party Disclosures Standard. Transactions made with related parties are disclosed in Section 5 Note VII.

##### Classifications

None.

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Total Capital amount and Capital Adequacy Standard Ratio have been calculated in accordance with the "Regulation on Equity of Banks" and "Regulation on Measurement and Assessment of Capital Adequacy of Banks".

Additionally, the recent revision changes considered are as follows:

In accordance with the BRSA's regulation dated December 12, 2023 and numbered 10747, prior to January 1, 2024 date used in the calculation of the capital adequacy ratio, the equity amount calculated omitting the negative valuation differences related to the securities in the portfolio "Securities at Fair Value Reflected in Other Comprehensive Income".

Pursuant to the BRSA's letter no. 10747 dated December 12, 2023, the exchange rates announced by the CBRT as of June 26, 2023 were used in the calculation of the amount based on credit risk.

As of December 31, 2024 Bank's equity amount TL 326,506,436 (December 31, 2023: 220,599,945) TL capital adequacy ratio is 16.11% (December 31, 2023: 15.09%).

<b>Current Period - December 31, 2024</b>	<b>Current Period</b>	<b>Prior Period</b>
<b>COMMON EQUITY TIER 1 CAPITAL</b>		
Paid-in capital to be entitled for compensation after all creditors	9,915,922	9,915,922
Share Premium	45,589,048	45,589,048
Reserves	85,704,152	59,858,743
Income recognized under equity in accordance with TAS	48,131,667	30,533,368
Profit	40,375,301	25,845,407
Current Period's Profit	40,375,301	25,045,910
Prior Period's Profit	-	799,497
Bonus shares from associates, subsidiaries and joint-ventures not accounted in current period's profit	6,058,543	3,266,085
<b>Common Equity Tier 1 Capital Before Deductions</b>	<b>235,774,633</b>	<b>175,008,573</b>
<b>Deductions from Common Equity Tier 1 Capital</b>		
Valuation adjustments calculated as per the (i) item of first paragraph of Article 9	-	-
Net loss for the prior year losses and uncovered portion of the total reserves and losses that are recognized under equity in accordance with TAS	8,788,747	2,600,166
Leasehold Improvements on Operational Leases	1,573,184	334,565
Goodwill netted with deferred tax liability	-	-
Other intangible assets netted with deferred tax liabilities except mortgage servicing rights	730,149	431,690
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-
Differences are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	-	-
Communiqué Related to Principles of the amount credit risk calculated with the Internal Ratings Based Approach, total expected loss amount exceeds the total provision	-	-
Gains arising from securitization transactions	-	-
Unrealized gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Defined-benefit pension fund net assets	-	-
Direct and indirect investments of the Bank in its own Common Equity	532,362	149,762
Excess amount expressed in the law (Article 56 4th paragraph)	-	-
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible long 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 long positions (amount above 10% threshold) of Tier 1 Capital	-	-
Mortgage servicing rights (amount above 10% threshold) of Tier 1 Capital	-	-
Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-
Amounts exceeding 15% of Tier 1 Capital according to Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks (2nd article temporary second paragraph)	-	-
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible long positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-
Amounts related to mortgage servicing rights	-	-
Excess amount of deferred tax assets from temporary differences	-	-
Other Items Determined by BRSA	-	-
The amount to be deducted from common equity tier 1 capital	-	-
<b>Total regulatory adjustments to Common equity Tier 1</b>	<b>11,624,442</b>	<b>3,516,183</b>
<b>Common Equity Tier 1 capital (CET1)</b>	<b>224,150,191</b>	<b>171,492,390</b>
<b>Additional Tier 1 capital: instruments</b>	<b>50,155,684</b>	<b>27,898,065</b>
Premiums that are not included in Common Equity Tier 1 capital	-	-
Bank's borrowing instruments and related issuance premium	50,155,684	27,898,065
Bank's borrowing instruments and related issuance premium (Temporary Article 4)	-	-
<b>Additional Tier 1 Capital before deductions</b>	<b>-</b>	<b>-</b>
<b>Deductions from Additional Tier 1 Capital</b>		
Bank's direct or indirect investment in Tier 1 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%	-	-
Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital	-	-
Other Items Determined by BRSA	-	-

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<b>Current Period - December 31, 2024</b>	<b>Current Period</b>	<b>Prior Period</b>
<b>Transition from the Core Capital to Continue to deduce Components</b>		
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Net deferred tax asset/liability which is not deducted from Common Equity Tier 1 capital for the purposes of the sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
The amount to be deducted from Additional Tier 1 Capital (-)	-	-
<b>Total Deductions from Additional Tier 1 Capital</b>	-	-
<b>Total Additional Tier 1 Capital</b>	<b>50,155,684</b>	<b>27,898,065</b>
<b>Total Tier 1 Capital (Tier 1 Capital=Common Equity+Additional Tier 1 Capital)</b>	<b>274,305,875</b>	<b>199,390,455</b>
<b>TIER 2 CAPITAL</b>		
Bank's borrowing instruments and related issuance premium	28,541,734	4,040,000
Bank's borrowing instruments and related issuance premium (Temporary Article 4)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	23,680,366	17,201,741
<b>Tier 2 Capital Before Deductions</b>	<b>52,222,100</b>	<b>21,241,741</b>
<b>Deductions From Tier 2 Capital</b>		
Bank's direct or indirect investment in Tier 2 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	-	-
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 Common Equity Tier 1 Capital (-)	-	-
The Total of Net Long Position of the Direct or Indirect Investments in Additional Core Capital and Tier 2 Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or more of the Issued Share Capital Exceeding the 10% Threshold of Tier 1 Capital	-	-
Other Items Determined by BRSA (-)	-	-
<b>Total Deductions From Tier 2 Capital</b>	-	-
<b>Tier 2 Capital</b>	<b>52,222,100</b>	<b>21,241,741</b>
<b>Total Capital (The sum of Tier 1 Capital and Tier 2 Capital)</b>	<b>326,527,975</b>	<b>220,632,196</b>
<b>The sum of Tier 1 Capital and Tier 2 Capital (Total Capital)</b>	-	-
Loan granted to Customer against the Articles 50 and 51 of the Banking Law	-	-
Net Book Values of Immovables Exceeding 50% of the Equity and of Assets Acquired against Overdue Receivables and Held for Sale as per the Article 57 of the Banking Law but Retained More Than Five Years (-)	-	-
Other accounts to be defined by the BRSA (-)	21,539	32,251
<b>In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Download Components</b>	-	-
Portion of the total of net long positions of investments made in Common 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 not to be deducted from the Common Equity, Additional Tier 1 Capital, Tier 2 Capital as per the 1st clause of the Provisional Article 2 of the Regulation on the Equity of Banks	-	-
Portion of the total of net long positions of direct or indirect investments made in Additional Tier 1 and Tier 2 Capital items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank not to be deducted from the Additional Tier 1 Capital and Tier 2 Capital as per the 1st clause of the Provisional Article 2 of the Regulation on the Equity of Banks	-	-
Portion of the total of net long positions of investments made 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, deferred tax assets based on temporary differences and mortgage servicing rights not deducted from Common Equity as per the 1st and 2nd Paragraph of the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks	-	-
<b>TOTAL CAPITAL</b>	-	-
Total Capital	326,506,436	220,599,945
Total Risk Weighted Amounts	2,027,047,682	1,461,824,738
<b>Capital Adequacy Ratios</b>		
Core Capital Adequacy Ratio (%)	11.06	11.73
Tier 1 Capital Adequacy Ratio (%)	13.53	13.64
Capital Adequacy Ratio (%)	16.11	15.09
<b>BUFFERS</b>		
Total buffer requirement (a+b+c)	2,547	2,534
a) Capital conservation buffer requirement (%)	2,500	2,500
b) Bank specific counter-cyclical buffer requirement (%)	0.047	0.034
c) Systemically important banks buffer requirement (%) <sup>(*)</sup>	0.000	0.000
The ratio of Additional Common Equity Tier 1 capital which will be calculated by the first paragraph of the Article 4 of Regulation on Capital Conservation and Countercyclical Capital buffers to Risk Weighted Assets (%)	6.56	7.23
<b>Amounts below deduction thresholds</b>	-	-
Amounts arising from the net long positions of investments made in Total Capital items of banks and financial institutions where the Bank owns 10% or less of the issued common share capital	-	-
Amounts arising from the net long positions of investments made in Tier 1 Capital items of banks and financial institutions where the Bank owns 10% or more of the issued common share capital	-	-
Mortgage servicing rights	-	-
Deferred tax assets arising from temporary differences (net of related tax liability)	-	-
<b>Limits related to provisions considered in Tier 2 calculation</b>		
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	46,738,547	48,246,870
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	23,680,366	17,201,741
Excess amount of total provision amount to credit risk Amount of the Internal Ratings Based Approach in accordance with the Communiqué on the Calculation	-	-
Excess amount of total provision amount to 0.6% of risk weighted receivables of credit risk Amount of the Internal Ratings Based Approach in accordance with the Communiqué on the Calculation	-	-
<b>Debt instruments subjected to Article 4 (to be implemented between January 1, 2018 and January 1, 2022)</b>		
Upper limit for Additional Tier 1 Capital subjected to temporary Article 4	-	-
Amounts Excess the Limits of Additional Tier 1 Capital subjected to temporary Article 4	-	-
Upper limit for Additional Tier 2 Capital subjected to temporary Article 4	-	-
Amounts Excess the Limits of Additional Tier 2 Capital subjected to temporary Article 4	-	-

<sup>(\*)</sup> According to the "Regulations on Systemically Important Banks" 4th paragraph of Article 4, the "systemically important banks buffer requirement (%)" is to be filled by the systemically important banks that are not obligated to prepare consolidated financial statements and should be reported as zero for by the other banks.



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INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

I. INFORMATION ON EQUITY ITEMS (Continued)

Summary information related to capital adequacy ratio

Current Period – December 31, 2024									
Issuer	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.
Unique identifier (CLSIP, ISIN vb.)	TRSVKFB92719	TRSVKFB92719	TRSVKFB92719	TRSVKFB92719	TRSVKFB92719	TRSVKFB92719	TRSVKFB92719	TRSVKFB92719	TRSVKFB92719
Governing law(s) of the instrument	Debt Instrument Communique numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communique on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communique numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communique on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communique numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communique on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communique numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communique on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communique numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communique on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communique numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communique on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communique numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communique on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communique numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communique on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communique numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communique on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity
Regulatory treatment									
Subject to 10% deduction as of 1/1/2015	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.
Eligible at sole/group/consolidated	Available	Available	Available	Available	Available	Available	Available	Available	Available
Instrument type	Bond Issuance Possessing Subordinated Loan Conditions (Tier II Capital)	Additional Capital Bond Issuance (Tier I Capital)	Bond Issuance Possessing Subordinated Loan Conditions (Tier II Capital)	Bond Issuance Possessing Subordinated Loan Conditions (Tier II Capital)	Bond Issuance Possessing Subordinated Loan Conditions (Tier II Capital)	Bond Issuance Possessing Subordinated Loan Conditions (Tier II Capital)	Additional Capital Bond Issuance (Tier I Capital)	Additional Capital Bond Issuance (Tier I Capital)	The bond to be included in the contribution capital calculation.
Amount recognized in regulatory capital (Currency in million, as of most recent reporting date)	210	4,994	210	580	1,750	1,750	1,250	19,448	24,752
Par value of instrument (in million)	210	4,994	210	580	1,750	1,750	1,250	19,448	24,752
Accounting classification	346011- Subordinated Liabilities	346011- Subordinated Liabilities	346011- Subordinated Liabilities	346011- Subordinated Liabilities	346011- Subordinated Liabilities	346011- Subordinated Liabilities	346011- Subordinated Liabilities	347001- Subordinated Liabilities	347001- Subordinated Liabilities
Original date of issuance	September 18, 2017	September 27, 2018	September 18, 2017	September 27, 2019	October 27, 2022	October 27, 2022	October 27, 2022	April 24, 2024	July 5, 2024
Perpetual or dated	Dated (10 years) Maturity Date: September 6, 2027	Undated	Dated (10 years) Maturity Date: September 6, 2027	Dated (10 years) Maturity Date: September 14, 2029	Dated (10 years) Maturity Date: October 14, 2032	Dated (10 years) Maturity Date: October 14, 2032	Dated (10 years) Maturity Date: October 14, 2032	Undated	Callable at the end of 5 years 10.25 year maturity End of maturity: October 5, 2034
Issue date	September 18, 2017	September 27, 2018	September 18, 2017	September 27, 2019	October 27, 2022	October 27, 2022	October 27, 2022	April 24, 2024	July 5, 2024
Issuer call subject to prior supervisory approval	Available	Available	Available	Available	Available	Available	Available	Available	Available
Call option dates, conditioned call dates and call amount	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call date at the end of five years.
Subsequent call dates, if applicable	Only one call option is available	September, 27 2023	Only one call option is available	Only one call option is available	Only one call option is available	Only one call option is available	Only one call option is available	April 24, 2029	Only one call option is available



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INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

I. INFORMATION ON EQUITY ITEMS (Continued)

Summary information related to capital adequacy ratio (Continued)

Current Period December 31, 2024

Coupons / dividends

Fixed or floating dividend/coupon	Floating interest rate/ Interest payment once in three months, principal payment at the maturity date	Fixed interest rate / Interest payment once in six months	Fixed interest rate / Interest payment once in a year	Floating interest rate/ Interest payment once in three months, principal payment at the maturity date	Fixed interest rate/ Interest payment once in six months, principal payment at the maturity date	Fixed interest rate/ Interest payment once in six months, principal payment at the maturity date	Fixed interest rate/ Interest payment once in six months, principal payment at the maturity date	Fixed interest rate/ Interest payment once in six months, principal payment at the maturity date	Fixed interest rate/ Interest payment once in six months, principal payment at the maturity date
Coupon rate and any related index	5 years maturity "Indicator Government Debt Security"-350 basis points	12.62 % fixed interest rate	5.076 % fixed interest rate	TLREF + 150 basis points	CPH (Annual Real Interest Rate /60 basis points)	17.50 % (Annual simple interest)	10.1173 % (Annual simple interest)	8.994 % (Annual simple interest)	
Existence of a dividend stopper	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Fully discretionary, partially discretionary or mandatory	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Existence of step up or other alternative to redeem	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Noncumulative or cumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	
Convertible or non-convertible									
If convertible, conversion trigger(s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
If convertible, fully or partially	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
If convertible, conversion rate	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
If convertible, mandatory or optional conversion	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
If convertible, specify instrument type convertible into	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
If convertible, specify issuer of instrument it converts into	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Write-down feature									
If write-down, full or partial	Has full or partial write down feature.	Has full or partial write down feature.	Has full or partial write down feature.	Has full or partial write down feature.	Has full or partial write down feature.	Has full or partial write down feature.	Has full or partial write down feature.	Has full or partial write down feature.	Available BRSA regulation on bank's shareholder equity and the matters referred to in Article 7 of Communiqué on Principles Regarding Debt Securities to be included in the Calculation of Banks' Equity.
If write-down, write-down trigger(s)	Available. Revoking the business activity of Bank according to 71 clauses of numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.	Available. Revoking the business activity of Bank according to 71 clauses of numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.	Available. Revoking the business activity of Bank according to 71 clauses of numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.	Available. Revoking the business activity of Bank according to 71 clauses of numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.	Available. Revoking the business activity of Bank according to 71 clauses of numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.	Available. Revoking the business activity of Bank according to 71 clauses of numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.	Available. Revoking the business activity of Bank according to 71 clauses of numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.	Available. BRSA regulation on bank's shareholder equity and the matters referred to in Article 7 of Communiqué on Principles Regarding Debt Securities to be included in the Calculation of Banks' Equity.	Available. BRSA regulation on bank's shareholder equity and the matters referred to in Article 7 of Communiqué on Principles Regarding Debt Securities to be included in the Calculation of Banks' Equity.
If write-down, permanent or temporary	Has permanent or temporary write down feature.	Has permanent or temporary write down feature.	Has permanent or temporary write down feature.	Has permanent or temporary write down feature.	Has permanent or temporary write down feature.	Has permanent or temporary write down feature.	Has permanent or temporary write down feature.	Has permanent or temporary write down feature.	Has permanent or temporary write down feature.
If temporary write-down, description of write-up mechanism	Has no write-up mechanism.	Has no write-up mechanism.	Has no write-up mechanism.	Has no write-up mechanism.	Has no write-up mechanism.	Has no write-up mechanism.	Has no write-up mechanism.	Has no write-up mechanism.	Has no write-up mechanism.
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	After the debt instruments to be included in secondary capital calculation, the depositors and all other creditors.
Whether conditions which stand in article of 7 and 8 of Banks' shareholder equity law are possessed or not	Possess Article 8	Possess Article 7	Possess Article 7	Possess Article 8	Possess Article 8	Possess Article 8	Possess Article 8	Possess Article 7	Possess Article 7
According to article 7 and 8 of Banks' shareholders equity law that are not possessed	Not Possess Article 7	Possess Article 7	Possess Article 7	Not Possess Article 7	Not Possess Article 7	Not Possess Article 7	Not Possess Article 7	Possess Article 7	Possess Article 7

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INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

I. INFORMATION ON EQUITY ITEMS (Continued)  
Summary information related to capital adequacy ratio (Continued)

Prior Period – December 31, 2023					
Issuer	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.	T. Vakıflar Bankası T.A.O.
Unique identifier (CUSIP, ISIN vb.)	TRSVKFB92719	TRSVKFB04043	XSI98464812	TRSVKFB92925	TRSVKFB3217
Governing law(s) of the instrument	Debt Instrument Communiqué numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communiqué on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communiqué numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communiqué on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communiqué numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communiqué on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communiqué numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communiqué on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity	Debt Instrument Communiqué numbered CMB- VII-128.8 BRSA regulation on bank's shareholder equity BRSA Communiqué on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity
	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.	Not subject to deduction.
	Available	Available	Available	Available	Available
	Bond Issuance Possessing Subordinated Loan Conditions (Tier I Capital)	Additional Capital Bond Issuance (Tier I Capital)	Additional Capital Bond Issuance (Tier I Capital)	Bond Issuance Possessing Subordinated Loan Conditions (Tier II Capital)	Bond Issuance Possessing Subordinated Loan Conditions (Tier II Capital)
	Amount recognized in regulatory capital (Currency in million, as of most recent reporting date)	4.994	22.904	725	1.250
Par value of instrument (in million)	315	4.994	22.904	725	1.250
Accounting classification	346011- Subordinated Liabilities	346001- Subordinated Liabilities	347001- Subordinated Liabilities	346011- Subordinated Liabilities	346011- Subordinated Liabilities
Original date of issuance	September 18, 2017	September 27, 2018	April 24, 2019	September 27, 2019	October 27, 2022
Perpetual or dated	Dated (10 years) Maturity Date: September 6, 2027	Undated	Undated	Dated (10 years) Maturity Date: September 14, 2029	Dated (10 years) Maturity Date: October 14, 2032
Issue date	September 18, 2017	September 27, 2018	April 24, 2019	September 27, 2019	October 27, 2022
Issuer call subject to prior supervisory approval	Available	Available	Available	Available	Available
Call option dates, conditioned call dates and call amount	Early call date at the end of five years.	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call option at the end of five years is available and this option may be used depending on the BRSA approval.	Early call date at the end of five years.	Early call date at the end of five years.
Subsequent call dates, if applicable	Only one call option is available.	September 27, 2023	April 24, 2024.	Only one call option is available	Only one call option is available

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INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

I. INFORMATION ON EQUITY ITEMS (Continued)

Summary information related to capital adequacy ratio (Continued)

Prior Period – December 31, 2023		Coupons / dividends					Floating interest rate/ Interest payment once in six months, principal payment at the maturity date	
Fixed or floating dividend/coupon		Fixed interest rate / Interest payment once in six months	Fixed interest rate / Interest payment once in a year	Floating interest rate/ Interest payment once in three months, principal payment at the maturity date	Floating interest rate/ Interest payment once in six months, principal payment at the maturity date	Floating interest rate/ Interest payment once in six months, principal payment at the maturity date		
Coupon rate and any related index		12.62 % fixed interest rate	5.076 % fixed interest rate	TLREF + 150 basis points	CPI (Annual Real Interest Rate 160 basis points)	17.50 % (Annual simple interest)		
Existence of a dividend stopper		Nil	Nil	Nil	Nil	Nil		
Fully discretionary, partially discretionary or mandatory		Nil	Nil	Nil	Nil	Nil		
Existence of step up or other incentive to redeem		Nil	Nil	Nil	Nil	Nil		
Noncumulative or cumulative		Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative		
Convertible or non-convertible								
If convertible, conversion trigger(s)		Nil	Nil	Nil	Nil	Nil		
If convertible, fully or partially		Nil	Nil	Nil	Nil	Nil		
If convertible, conversion rate		Nil	Nil	Nil	Nil	Nil		
If convertible, mandatory or optional conversion		Nil	Nil	Nil	Nil	Nil		
If convertible, specify instrument type convertible into		Nil	Nil	Nil	Nil	Nil		
If convertible, specify issuer of instrument it converts into		Nil	Nil	Nil	Nil	Nil		
Write-down feature								
If write-down, write-down trigger(s)		Available. Revoking the business activity of Bank according to 71 clauses of 3411 numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.	Available. BRSA regulation on bank's shareholder equity and the matters referred to in Article 7 of Communiqué on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity.	Available. Revoking the business activity of Bank according to 71 clauses of 3411 numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.	Available. BRSA regulation on bank's shareholder equity and the matters referred to in Article 7 of Communiqué on Principles Regarding Debt Securities to be Included in the Calculation of Banks' Equity.	Available. Revoking the business activity of Bank according to 71 clauses of 3411 numbered Banking Law or liquidation proceedings to Savings Deposit Insurance Fund are the triggering events.		
If write-down, full or partial		Has full or partial write down feature.	Has full or partial write down feature.	Has full or partial write down feature.	Has full or partial write down feature.	Has full or partial write down feature.		
If write-down, permanent or temporary		Has permanent write down feature.	Has permanent or temporary write down feature.	Has permanent write down feature.	Has permanent or temporary write down feature.	Has permanent write down feature.		
If temporary write-down, description of write-up mechanism		Has no write-up mechanism.	Has write-up mechanism.	Has no write-up mechanism.	Has write-up mechanism.	Has no write-up mechanism.		
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)		Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	After the debt instruments to be included in secondary capital calculation, the depositors and all other creditors.	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.	After the debt instruments to be included in secondary capital calculation, the depositors and all other creditors.	Before the debt instruments to be included in the additional capital calculation, after the depositors and all other creditors.		
Whether conditions which stands in article of 7 and 8 of Banks' shareholder equity law are possessed or not.		Possess Article 8	Possess Article 7	Possess Article 8	Possess Article 7	Possess Article 8		
According to article 7 and 8 of Banks' shareholders equity law that are not possessed		Not Possess Article 7	Possess Article 7	Not Possess Article 7	Possess Article 7	Not Possess Article 7		

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****I. INFORMATION ON EQUITY ITEMS (Continued)****Reconciliation of capital items to balance sheet:**

	<b>Current Period - December 31, 2024</b>	<b>Prior Period – December 31, 2023</b>
Shareholders' equity	219,194,449	171,427,614
Valuation differences of the marketable securities <sup>(*)</sup>	7,259,075	447,035
Stocks acquired through repurchase from the market	-	383,996
Leasehold improvements on operational leases	(1,573,184)	(334,565)
Goodwill and intangible assets	(730,149)	(431,690)
General provision (1.25% of the amount that subject to credit risk)	23,680,366	17,201,741
Subordinated debt	78,697,418	31,938,065
Deductions from shareholders' equity	(21,539)	(32,251)
<b>Capital</b>	<b>326,506,436</b>	<b>220,599,945</b>

<sup>(\*)</sup> In accordance with the BRSA regulation dated December 12, 2024, and numbered 10747, in calculating the capital adequacy ratio, the shares acquired before January 1, 2024 the equity amount calculated without taking into consideration the negative valuation differences of the securities in the "Fair Value of Financial Assets Through Other Comprehensive Income" portfolio, which was obtained before this date, was used.

**II. CREDIT RISK**

Credit risk is defined as the counterparty's possibility of failing to fulfil its obligations on the terms set by the agreement. Credit risk means risks and losses that may occur if the counterparty fails to comply with the agreement's requirements and cannot perform its obligations partially or completely on the terms set. It covers the possible risks arising from futures and option agreements and other agreements alike and the credit risks arising from credit transactions that have been defined by the Banking Law.

In compliance with the articles 51 and 54 set forth in Banking Law and ancillary regulation, credit limits are set by the Bank for the financial position and credit requirements of customers within the authorization limits assigned for branches, regional directorates, lending departments, assistant general manager responsible of lending, general manager, credit committee and board of directors and credits are given regarding these limits in order to limit credit risk in lending facilities.

Credit limits are determined separately for the individual customer, company, group of companies, risk groups on a product basis. In accordance with the related Lending Policy, several criteria are used in the course of determining these credit limits. Customers should have a long-standing and a successful business past, a high commercial morality, possess a good financial position and a high morality, the nature of their business should be appropriate to use the credit, possess their commercial operations in an affirmative and a balanced manner, have experience and specialization in their profession, be able to adopt themselves to the economic conditions, to be accredited on the market, have sufficient equity capital, possess the ability to create funds with their operations and finance their placement costs. Also, the sector and the geographical position of customers, where they operate and other factors that may affect their operations are considered in the evaluation process of loans. Apart from ordinary intelligence operations, the financial position of the customer is mainly analyzed based on the balance sheets and the income statements provided by the loan customer, the documents received in accordance with the related regulation for their state of accounts and other related documents. Credit limits are subject to revision regarding the overall economic developments and the changes in the financial information and operations of the customers.

Collaterals for the credit limits are determined on a customer basis in order to ensure bank placements and their liquidity. The amount and type of the collateral are determined regarding the creditworthiness of the credit users. The Bank holds collateral against loans and advances to customers in the form of mortgage interests over property, other registered securities over assets, and guarantees.

The Bank has risk control limits for derivative transaction (futures, options, etc.) positions, which effects credit risk and market risk.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****II. CREDIT RISK (Continued)**

For credit risk management purposes, Risk Management Department operates in

- The determination of credit risk policies in coordination with the Bank's other units,
- Determining and monitoring concentration limits on sectoral and country basis,
- The contribution to the formation of rating and scoring systems,
- The submit to the Board of Directors and the senior management of not only credit risk management reports about credit portfolio's distribution (borrower, sector, geographical region), credit quality (impaired loans, credit risk ratings) and credit concentration but also scenario analysis reports, stress tests and other analyses,
- The studies regarding the formation of advanced credit risk measurement approaches.

Credit risk is defined and managed for all cash and non-cash agreements and transactions, which carry counterparty risk. Loans with renegotiated terms are followed in accordance with Bank's credit risk management and follow-up principles. The financial position and trading operations of related customers are continuously analyzed and principal and interest payments, scheduled in renegotiation agreement, are strictly controlled by related departments. In the framework of Bank's risk management concept, long term commitments are accepted more risky than short term commitments.

In addition, in the calculation of the amount subject to credit risk, calculations were made based on the BRSA's regulation dated June 26, 2023, and numbered 10747, taking into account the CBRTS foreign exchange buying rates for December 12, 2023.

Indemnified non-cash loans are regarded as the same risk weight with the loans that are past due and unpaid.

Banking operations and lending activities carried in foreign countries are not exposed to material credit risks, due to related countries' financial conditions, customers and their operations.

The Bank's largest 100 cash loan customers compose 30.33% of the total cash loan portfolio (December 31, 2023: 33.22%).

The Bank's largest 100 non-cash loan customers compose 44.56% of the total non-cash loan portfolio (December 31, 2023: 49.63%).

The Bank's largest 100 cash loan customers compose 15.15% of total assets of the Bank and the Bank's largest 100 non-cash loan customers compose 9.61% of total off-balance sheet items (December 31, 2023: 17.81% and 11.05%).

The Bank's largest 200 cash loan customers compose 37.98% of the total cash loan portfolio (December 31, 2023: 41.18%).

The Bank's largest 200 non-cash loan customers compose 55.29% of the total non-cash loan portfolio (December 31, 2023: 60.03%).

The Bank's largest 200 cash loan customers compose 18.98% of total assets of the Bank and the Bank's largest 200 non-cash loan customers compose 11.93% of total off-balance sheet items (December 31, 2023: 22.08% and 13.36%).

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****II. CREDIT RISK (Continued)****Information on loan types and expected loss provisions:**

Current Period - December 31, 2024	Commercial Loans		Consumer Loans		Credit Cards		Total	
	Balance	Provision	Balance	Provision	Balance	Provision	Balance	Provision
<b>Loans</b>	<b>1,589,037,530</b>	<b>52,642,534</b>	<b>268,907,869</b>	<b>8,914,393</b>	<b>188,123,796</b>	<b>6,390,426</b>	<b>2,046,069,195</b>	<b>67,947,353</b>
Stage 1	1,436,391,966	10,388,142	245,292,993	1,046,999	169,236,606	1,870,882	1,850,921,565	13,306,023
Stage 2	131,316,191	25,572,618	14,309,546	4,366,385	12,854,822	1,286,796	158,480,559	31,225,799
Stage 3	21,329,373	16,681,774	9,305,330	3,501,009	6,032,368	3,232,748	36,667,071	23,415,531
<b>Financial Assets and Other Assets</b>	<b>1,932,193,551</b>	<b>512,197</b>	-	-	-	-	<b>1,932,193,551</b>	<b>512,197</b>
<b>Non-Cash Loans and Commitments</b>	<b>1,463,685,791</b>	<b>2,173,890</b>	-	-	-	-	<b>1,463,685,791</b>	<b>2,173,890</b>
Stage 1	1,441,289,798	1,635,452	-	-	-	-	1,441,289,798	1,635,452
Stage 2	20,454,291	369,032	-	-	-	-	20,454,291	369,032
Stage 3	1,941,702	169,406	-	-	-	-	1,941,702	169,406
<b>Total</b>	<b>4,984,916,872</b>	<b>55,328,621</b>	<b>268,907,869</b>	<b>8,914,393</b>	<b>188,123,796</b>	<b>6,390,426</b>	<b>5,441,948,537</b>	<b>70,633,440</b>

Prior Period - December 31, 2023	Commercial Loans		Consumer Loans		Credit Cards		Total	
	Balance	Provision	Balance	Provision	Balance	Provision	Balance	Provision
<b>Loans</b>	<b>1,194,601,186</b>	<b>52,930,921</b>	<b>184,608,580</b>	<b>3,383,787</b>	<b>139,901,738</b>	<b>5,237,921</b>	<b>1,519,111,504</b>	<b>61,552,629</b>
Stage 1	1,069,925,413	12,930,036	178,263,595	1,229,531	134,693,840	3,444,199	1,382,882,848	17,603,766
Stage 2	109,794,877	26,968,033	3,449,165	341,274	3,161,327	503,786	116,405,369	27,813,093
Stage 3	14,880,896	13,032,852	2,895,820	1,812,982	2,046,571	1,289,936	19,823,287	16,135,770
<b>Financial Assets and Other Assets</b>	<b>1,227,667,926</b>	<b>439,546</b>	-	-	-	-	<b>1,227,667,926</b>	<b>439,546</b>
<b>Non-Cash Loans and Commitments</b>	<b>868,394,963</b>	<b>3,856,296</b>	-	-	-	-	<b>868,394,963</b>	<b>3,856,296</b>
Stage 1	846,828,076	2,304,455	-	-	-	-	846,828,076	2,304,455
Stage 2	20,521,379	1,465,412	-	-	-	-	20,521,379	1,465,412
Stage 3	1,045,508	86,429	-	-	-	-	1,045,508	86,429
<b>Total</b>	<b>3,290,664,075</b>	<b>57,226,763</b>	<b>184,608,580</b>	<b>3,383,787</b>	<b>139,901,738</b>	<b>5,237,921</b>	<b>3,615,174,393</b>	<b>65,848,471</b>

**Information on expected loss provisions for loans:**

Current Period December 31, 2024	Stage 1	Stage 2	Stage 3
Provision balance at the beginning	17,603,766	27,813,093	16,135,770
Additional provisions during the period	2,143,722	7,791,838	9,074,268
Disposals during the period (-)	6,077,786	3,660,254	1,855,137
Deleted from assets (-)	-	-	1,021,927
Transfers to stage 1	956,378	(955,324)	(1,055)
Transfers to stage 2	(835,179)	882,226	(47,046)
Transfers to stage 3	(484,878)	(645,780)	1,130,658
<b>Provision Balance at the end of the period</b>	<b>13,306,023</b>	<b>31,225,799</b>	<b>23,415,531</b>

Prior Period December 31, 2023	Stage 1	Stage 2	Stage 3
Provision balance at the beginning	6,238,000	18,815,043	16,483,985
Additional provisions during the period	11,832,527	18,766,369	2,855,901
Disposals during the period (-)	1,132,928	8,848,632	1,857,791
Deleted from assets (-)	-	-	1,599,845
Transfers to stage 1	1,185,161	(1,184,306)	(854)
Transfers to stage 2	(444,445)	450,699	(6,254)
Transfers to stage 3	(74,549)	(186,080)	260,628
<b>Provision Balance at the end of the period</b>	<b>17,603,766</b>	<b>27,813,093</b>	<b>16,135,770</b>



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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****II. CREDIT RISK (Continued)**

The general provision for credit risk amounts to TL 46,738,547 (December 31, 2023: TL 48,246,870).

<b>Risk Classifications:</b>	<b>Current Period Risk Amount <sup>(*)</sup></b>	<b>Average Risk Amount <sup>(*)</sup> <sup>(**)</sup></b>
Claims on sovereigns and Central Banks	1,614,066,793	1,270,670,188
Claims on regional governments or local authorities	32,742,540	9,600,206
Claims on administrative bodies and other non-commercial undertakings	10,886,259	6,974,243
Claims on multilateral development banks	344,013	602,293
Claims on international organizations	-	-
Claims on banks and intermediary institutions	459,876,397	249,927,178
Claims on corporate	1,453,351,999	1,111,503,183
Claims included in the regulatory retail portfolios	597,969,878	404,356,372
Claims secured by residential property	369,304,569	293,015,681
Past due loans	13,244,065	7,675,458
Higher risk categories decided by the Agency	23,859,705	158,717,993
Marketable securities secured by mortgages	-	-
Securitization exposures	-	-
Short-term claims and short-term corporate claims on banks and intermediary institutions	-	-
Undertakings for collective investments in mutual funds	1,081,572	1,738,951
Stock Investments	30,464,925	24,004,585
Other claims	135,536,125	79,214,176

(\*) Before reducing the credit risk, the rate of the post credit conversion is given.

(\*\*) Average risk amount is calculated based on the arithmetic average of the monthly risk amounts after conversion for January-December 2024 period.

<b>Risk Classifications:</b>	<b>Prior Period Risk Amount <sup>(*)</sup> <sup>(**)</sup></b>	<b>Average Risk Amount <sup>(*)</sup> <sup>(**)</sup></b>
Claims on sovereigns and Central Banks	1,006,778,403	765,427,746
Claims on regional governments or local authorities	9,026,034	8,559,444
Claims on administrative bodies and other non-commercial undertakings	7,437,194	5,128,967
Claims on multilateral development banks	83,803	22,315
Claims on international organizations	-	-
Claims on banks and intermediary institutions	194,384,067	140,116,193
Claims on corporate	838,072,016	717,133,974
Claims included in the regulatory retail portfolios	316,729,303	299,542,641
Claims secured by residential property	238,774,583	206,897,979
Past due loans	3,685,268	3,628,205
Higher risk categories decided by the Agency	140,714,863	101,172,300
Marketable securities secured by mortgages	-	8,432
Securitization exposures	-	-
Short-term claims and short-term corporate claims on banks and intermediary institutions	-	-
Undertakings for collective investments in mutual funds	2,852,116	3,312,823
Stock Investments	19,952,954	15,236,422
Other claims	66,046,961	59,480,424

(\*) Before reducing the credit risk, the rate of the post credit conversion is given.

(\*\*) Average risk amount is calculated based on the arithmetic average of the monthly risk amounts after conversion for January-December 2023 period.

# **TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI** **UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

## INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

### II. CREDIT RISK (Continued)

#### Risk profile according to the geographical concentration <sup>(\*\*\*)</sup>

	Claims on sovereigns and Central Banks	Claims on regional governments or local authorities	Claims on administrative bodies and other non- commercial undertakings	Claims on multilateral development banks	Claims on international organizations	Claims on intermediary banks and institutions	Claims included in the regulatory retail portfolios	Claims secured by residential property	Past due loans	Higher risk categories decided by the Board	Secured by mortgages	Securitization positions	Short-term claims and short term corporate claims on banks and intermediary institutions	Undertakings for collective investments in mutual funds	Stock Investments	Other receivables	Total
Current Period - December 31, 2024	1,602,045,685	32,742,540	10,886,259	37,270	-	166,318,769	597,967,680	369,304,569	13,244,065	23,135,891	-	-	-	1,081,572	1,075,761	135,536,125	4,369,011,355
Domestic	-	-	-	-	-	166,318,769	597,967,680	369,304,569	13,244,065	23,135,891	-	-	-	1,081,572	1,075,761	135,536,125	4,369,011,355
EU countries	-	-	-	-	-	204,441,016	-	-	-	-	-	-	-	-	-	-	204,441,016
OECD countries <sup>(*)</sup>	-	-	-	-	-	1,940,739	-	-	-	-	-	-	-	-	-	-	1,940,739
Off-shore banking regions	4,243,723	-	-	-	-	141,358	33,529,250	-	-	-	-	-	-	-	-	-	37,914,331
USA, Canada	7,777,385	-	-	-	-	13,307,076	4,184,844	2,198	-	-	-	-	-	-	-	-	25,271,503
Other countries	-	-	-	306,743	-	72,675,932	2,736	-	-	723,814	-	-	-	-	-	-	73,709,225
Investment and associates, subsidiaries and joint ventures	-	-	-	-	-	1,051,507	-	-	-	-	-	-	-	-	29,389,164	-	30,440,671
Undistributed Assets/ Liabilities <sup>(**)</sup>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>1,614,066,793</b>	<b>32,742,540</b>	<b>10,886,259</b>	<b>34,013</b>	<b>-</b>	<b>459,876,397</b>	<b>597,969,878</b>	<b>369,304,569</b>	<b>13,244,065</b>	<b>23,859,705</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,081,572</b>	<b>30,464,925</b>	<b>135,536,125</b>	<b>4,742,728,840</b>

(\*) OECD countries except from EU countries, USA, Canada.

(\*\*) The assets and liabilities that can not be distributed according to a consistent base.

(\*\*\*) Risk amounts are given before credit risk mitigation, after multiplied by credit risk conversion ratio.



CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

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

## INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

### II. CREDIT RISK (Continued)

Risk profile according to the geographical concentration <sup>(\*\*\*)</sup>

Prior Period - December 31, 2023	Claims on sovereigns and Central Banks	Claims on regional governments or local authorities	Claims on administrative bodies and other non- commercial undertakings	Claims on multilateral development banks	Claims on international organizations	Claims on banks and intermediary institutions	Claims on corporates	Claims included in the regulatory portfolios	Claims secured by residential property	Past due loans	Higher risk categories decided by the Board	Secured by mortgages	Securitization positions	Short-term claims and short term corporate claims on banks and intermediary institutions	Undertakings for collective investments in mutual funds	Stock Investments	Other receivables	Total
Domestic	1,000,218,729	9,026,034	7,437,194	-	-	78,712,120	809,069,893	316,716,487	238,774,583	3,685,268	140,149,573	-	-	-	2,852,116	644,127	66,046,961	2,673,333,085
EU countries	-	-	-	83,803	-	69,733,604	-	440	-	-	-	-	-	-	-	-	-	69,817,847
OECD countries <sup>(*)</sup>	-	-	-	-	-	1,259,310	-	44	-	-	-	-	-	-	-	-	-	1,259,354
Off-shore banking regions	2,791,807	-	-	-	-	1,805,250	24,829,422	10,647	-	-	-	-	-	-	-	-	-	29,437,126
USA, Canada	3,767,867	-	-	-	-	16,255,686	3,606,297	1,685	-	-	-	-	-	-	-	-	-	23,631,535
Other countries	-	-	-	-	-	26,202,992	566,404	-	-	-	565,290	-	-	-	-	-	-	27,334,686
Investment and associates, subsidiaries and joint ventures	-	-	-	-	-	415,105	-	-	-	-	-	-	-	-	-	19,308,827	-	19,723,932
Undistributed Assets/ Liabilities <sup>(**)</sup>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>1,006,718,403</b>	<b>9,026,034</b>	<b>7,437,194</b>	<b>83,803</b>	<b>-</b>	<b>194,384,067</b>	<b>838,072,016</b>	<b>316,729,303</b>	<b>238,774,583</b>	<b>3,685,268</b>	<b>140,714,863</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,852,116</b>	<b>19,952,954</b>	<b>66,046,961</b>	<b>2,844,537,565</b>

<sup>(\*)</sup> OECD countries except from EU countries, USA, Canada.

<sup>(\*\*)</sup> The assets and liabilities that can not be distributed according to a consistent base.

<sup>(\*\*\*)</sup> Risk amounts are given before credit risk mitigation, after multiplied by credit risk conversion ratio.

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024

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

### INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK (Continued)

#### II. CREDIT RISK (Continued)

Risk profile according to sectors and counterparties (\*)

Current Period – December 31, 2024	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	TL	FC	Total
<b>Agricultural</b>	74,397	3,412	3	-	-	-	10,864,987	10,097,103	8,964,910	106,989	-	-	-	-	-	-	-	29,207,257	904,544	30,111,801
<i>Farming and raising livestock</i>	58,721	3,412	3	-	-	-	10,554,543	9,974,440	8,892,409	87,321	-	-	-	-	-	-	-	28,858,940	714,509	29,573,449
<i>Forestry</i>	12,956	-	-	-	-	-	34,934	52,490	32,711	19,648	-	-	-	-	-	-	-	132,729	10	132,739
<b>Fishing</b>	2,720	-	-	-	-	-	275,510	70,173	36,790	20	-	-	-	-	-	-	-	195,588	189,625	385,213
<b>Manufacturing</b>	8,831,191	1,551,953	1,987	-	-	-	597,186,914	65,047,156	108,101,010	2,032,838	20,714,141	-	-	-	-	-	-	420,143,116	383,324,074	803,467,190
<i>Mining</i>	110,893	-	-	-	-	-	44,801,605	1,338,495	1,379,338	21,511	-	-	-	-	-	-	-	13,505,849	34,165,093	47,671,842
<i>Production</i>	8,584,647	-	2	-	-	-	479,718,499	62,870,322	104,861,479	1,878,229	16,793,188	-	-	-	-	-	-	374,867,291	299,839,075	674,706,366
<i>Electric, Gas, Water</i>	135,631	1,551,953	1,985	-	-	-	72,666,810	818,339	1,860,193	133,098	3,920,953	-	-	-	-	-	-	31,769,976	49,319,006	81,088,982
<b>Construction</b>	9,561,714	34	-	-	-	-	120,381,098	22,848,589	47,707,147	735,304	842,905	-	-	-	-	-	-	131,505,494	70,571,297	202,076,791
<b>Services</b>	873,031,647	31,183,708	8,328,798	-	-	325,149,294	626,942,329	152,159,249	148,835,932	2,399,204	2,302,573	-	-	-	1,081,572	1,075,761	-	1,535,819,860	636,670,207	2,172,490,067
<i>Wholesale and retail trade</i>	3,411,591	308	12,358	-	-	-	161,886,720	99,587,610	79,942,834	1,756,194	848,299	-	-	-	-	-	-	302,100,850	45,346,064	347,446,914
<i>Hotel, Food and Beverage Services</i>	414,292	-	131	-	-	-	16,079,107	11,090,080	38,378,900	144,740	38,058	-	-	-	-	-	-	28,713,164	37,432,164	66,145,328
<i>Transportation and Telecommunication</i>	526,085	5	82,652	-	-	-	111,708,882	21,326,171	16,279,801	326,621	201,833	-	-	-	-	-	-	58,988,159	91,463,891	150,452,050
<i>Financial Institutions</i>	867,123,416	-	655	-	-	325,149,294	306,822,701	2,913,195	3,080,614	28,014	723,813	-	-	-	1,081,572	1,075,761	-	1,069,906,449	438,092,586	1,507,999,035
<i>Real Estate and renting services</i>	58,229	-	7,038,875	-	-	-	18,523,206	12,868,433	6,397,142	110,101	-	-	-	-	-	-	-	29,274,682	15,721,304	44,995,986
<i>Self-employment services</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Education services</i>	299,314	-	1,493	-	-	-	1,755,919	1,599,945	1,585,041	3,897	490,570	-	-	-	-	-	-	5,166,762	569,417	5,736,179
<i>Health and social services</i>	1,198,720	31,183,395	1,192,614	-	-	-	10,165,794	2,773,815	3,170,600	29,637	-	-	-	-	-	-	-	41,669,794	8,044,781	49,714,575
<b>Other</b>	722,567,844	3,433	2,555,471	344,013	-	134,727,103	97,976,671	347,817,781	55,695,570	7,969,730	86	-	-	-	-	29,389,164	135,536,125	1,052,113,692	482,469,299	1,534,582,991
<b>Total</b>	1,614,066,793	32,742,540	10,886,259	344,013	-	459,876,397	1,453,351,999	597,969,878	369,304,569	13,244,065	23,859,705	-	-	-	1,081,572	30,464,925	135,536,125	3,168,789,419	1,573,939,421	4,742,728,840

(\*) Risk amounts are given before credit risk mitigation, after multiplied by credit risk conversion ratio.

- 1- Claims on sovereigns and Central Banks
- 2- Claims on regional governments or local authorities
- 3- Claims on administrative bodies and other non-commercial undertakings
- 4- Claims on multilateral development banks
- 5- Claims on international organizations
- 6- Claims on banks and intermediary institutions
- 7- Claims on corporate
- 8- Claims included in the regulatory retail portfolios
- 9- Claims secured by residential property
- 10- Past due claims
- 11- Higher risk categories decided by the Agency
- 12- Secured securities
- 13- Securitization exposures positions
- 14- Short-term claims and short-term corporate claims on banks and intermediary institutions
- 15- Undertakings for collective investments in mutual funds
- 16- Stock investments
- 17- Other claims

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024

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

### INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK (Continued)

#### II. CREDIT RISK (Continued)

Risk profile according to sectors and counterparties (\*)

Prior Period – December 31, 2023	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	TL	FC	Total
<b>Agricultural</b>	153,950	2200	6	-	-	-	7,832,043	4,879,917	5,380,013	13,392	238,667	-	-	-	-	-	-	17,113,395	1,386,793	18,500,188
Farming and raising livestock	141,307	2200	6	-	-	-	7,309,414	4,746,072	5,308,083	13,049	220,032	-	-	-	-	-	-	16,745,751	994,412	17,740,163
Forestry	1,826	-	-	-	-	-	311,89	80,475	32,457	103	1,431	-	-	-	-	-	-	147,501	-	147,501
<b>Fishing</b>	13,907,473	785,448	2,089	-	-	-	399,294,252	44,498,212	56,279,453	627,088	30,042,868	-	-	-	-	-	-	360,573,329	184,863,554	545,436,883
Manufacturing	13,907,473	785,448	2,089	-	-	-	399,294,252	44,498,212	56,279,453	627,088	30,042,868	-	-	-	-	-	-	360,573,329	184,863,554	545,436,883
Mining	241,199	-	-	-	-	-	20,850,309	1,023,596	894,740	45,202	217,327	-	-	-	-	-	-	6,248,765	17,023,608	23,272,373
Production	13,490,246	-	1	-	-	-	316,893,377	42,532,804	54,315,513	297,245	21,439,852	-	-	-	-	-	-	314,360,930	134,608,108	448,969,038
Electric, Gas, Water	176,028	785,448	2,088	-	-	-	61,550,566	941,812	1,009,200	284,641	8,385,689	-	-	-	-	-	-	39,963,634	33,231,838	73,195,472
<b>Construction</b>	14,749,814	-	-	-	-	-	81,586,684	16,471,744	26,465,369	451,510	4,992,636	-	-	-	-	-	-	104,073,703	40,644,054	144,717,757
Services	15,202,826	7,718,048	4,835,778	-	-	193,226,454	307,341,067	98,021,499	93,755,606	904,052	38,400,275	-	-	-	2,852,116	644,129	-	509,147,852	253,753,998	762,901,850
Wholesale and retail trade	6,232,998	4886	11,260	-	-	-	116,857,898	68,874,619	51,766,548	307,549	10,451,750	-	-	-	-	-	-	227,373,431	27,134,077	254,507,508
Hotel, Food and Beverage Services	629,120	-	15	-	-	-	11,899,748	5,064,135	22,913,758	36,496	983,970	-	-	-	-	-	-	22,519,183	19,008,059	41,527,242
Transportation and Telecommunication	826,873	5	25,752	-	-	-	88,897,755	13,393,881	10,318,800	473,606	1,720,150	-	-	-	-	-	-	40,814,964	74,841,858	115,656,822
Financial Institutions	6,920,208	-	2,301	-	-	193,226,454	75,274,402	2,071,280	576,596	49,036	1,393,057	-	-	-	2,852,116	644,129	-	155,635,396	127,374,183	283,009,579
Real Estate and renting services	88,200	-	3,114,012	-	-	-	5,783,428	6,035,789	5,091,586	21,128	5,121,178	-	-	-	-	-	-	23,903,272	1,332,049	25,235,321
Self-employment services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Education services	253,591	-	339	-	-	-	920,593	912,608	1,106,668	3,541	1,045,725	-	-	-	-	-	-	4,079,868	163,197	4,243,065
Health and social services	251,836	7,713,157	1,682,099	-	-	-	7,707,243	1,669,187	1,981,650	12,669	17,684,445	-	-	-	-	-	-	34,821,738	3,880,575	38,702,313
<b>Other</b>	962,764,340	520,338	2,599,321	83,803	-	1,157,613	42,017,970	152,887,931	56,894,142	1,689,226	67,040,417	-	-	-	-	19,308,825	66,046,961	1,041,217,188	331,763,699	1,372,980,887
<b>Total</b>	1,006,778,403	9,026,034	7,437,194	83,803	-	194,384,067	838,072,016	316,729,203	238,774,583	3,685,268	140,714,863	-	-	-	2,852,116	19,952,954	66,046,961	2,032,125,467	812,412,098	2,844,537,565

(\*) Risk amounts are given before credit risk mitigation, after multiplied by credit risk conversion ratio.

- 1- Claims on sovereigns and Central Banks
- 2- Claims on regional governments or local authorities
- 3- Claims on administrative bodies and other non-commercial undertakings
- 4- Claims on multilateral development banks
- 5- Claims on international organizations
- 6- Claims on banks and intermediary institutions
- 7- Claims on corporate
- 8- Claims included in the regulatory retail portfolios
- 9- Claims secured by residential property
- 10- Past due loans
- 11- Higher risk categories decided by the Agency
- 12- Secured securities
- 13- Securitization exposures positions
- 14- Short-term claims and short-term corporate claims on banks and intermediary institutions
- 15- Undertakings for collective investments in mutual funds
- 16- Stock Investments
- 17- Other claims

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK (Continued)****II. CREDIT RISK (Continued)****Distribution of maturity risk factors according to their outstanding maturities <sup>(\*)</sup>**

Risk Classifications-Current Period - December 31, 2024	According to their outstanding maturities					Undistributed
	1 month	1-3 month	3-6 month	6-12 month	1 year and over	
Claims on sovereigns and Central Banks	10,833,861	7,716,336	52,124,649	66,792,615	1,476,599,332	-
Claims on regional governments or local authorities	20,199	44,917	113,263	1,220,192	31,343,969	-
Claims on administrative bodies and other non-commercial undertakings	251,687	1,982	667,858	1,058,664	8,906,068	-
Claims on multilateral development banks	344,013	-	-	-	-	-
Claims on international organizations	-	-	-	-	-	-
Claims on banks and intermediary institutions	171,188,187	54,088,225	49,283,296	22,911,727	162,404,962	-
Claims on corporate	332,179,062	130,149,868	103,426,560	235,212,410	652,384,099	-
Claims included in the regulatory retail portfolios	19,834,173	19,469,344	28,626,246	109,474,906	420,565,209	-
Claims secured by residential property	7,949,549	13,437,744	23,183,507	73,104,609	251,629,160	-
Past due loans	-	-	-	-	-	13,244,065
Higher risk categories decided by the Agency	10,574,248	129,646	252,865	338,769	12,564,177	-
Marketable securities secured by mortgages	-	-	-	-	-	-
Securitization exposures	-	-	-	-	-	-
Short-term claims and short-term corporate claims on banks and intermediary institutions	-	-	-	-	-	-
Undertakings for collective investments in mutual funds	-	-	-	-	1,081,572	-
Stock Investments	-	-	-	-	30,464,925	-
Other claims	-	-	-	-	135,536,125	-
<b>TOTAL</b>	<b>553,174,979</b>	<b>225,038,062</b>	<b>257,678,244</b>	<b>510,113,892</b>	<b>3,183,479,598</b>	<b>13,244,065</b>

<sup>(\*)</sup> Risk amounts are given before credit risk mitigation, after multiplied by credit risk conversion ratio.**Distribution of maturity risk factors according to their outstanding maturities <sup>(\*)</sup>**

Risk Classifications-Prior Period - December 31, 2023	According to their outstanding maturities					Undistributed
	1 month	1-3 month	3-6 month	6-12 month	1 year and over	
Claims on sovereigns and Central Banks	8,708,439	6,050,149	25,672,585	18,087,472	948,259,758	-
Claims on regional governments or local authorities	4,693	28,109	142,543	645,008	8,205,681	-
Claims on administrative bodies and other non-commercial undertakings	972,453	32,184	264,286	830,290	5,337,981	-
Claims on multilateral development banks	83,803	-	-	-	-	-
Claims on international organizations	-	-	-	-	-	-
Claims on banks and intermediary institutions	70,033,104	17,144,347	8,813,038	25,501,428	72,892,150	-
Claims on corporate	66,778,376	86,865,567	64,262,970	155,567,568	464,597,535	-
Claims included in the regulatory retail portfolios	3,629,350	6,839,576	16,756,308	58,203,885	231,300,184	-
Claims secured by residential property	3,495,886	6,690,802	12,618,806	54,043,448	161,925,641	-
Past due loans	-	-	-	-	-	3,685,268
Higher risk categories decided by the Agency	1,637,105	2,111,863	3,387,602	29,221,276	104,357,017	-
Marketable securities secured by mortgages	-	-	-	-	-	-
Securitization exposures	-	-	-	-	-	-
Short-term claims and short-term corporate claims on banks and intermediary institutions	-	-	-	-	-	-
Undertakings for collective investments in mutual funds	-	-	-	-	2,852,116	-
Stock Investments	-	-	-	-	19,952,954	-
Other claims	-	-	-	-	66,046,961	-
<b>TOTAL</b>	<b>155,343,209</b>	<b>125,762,597</b>	<b>131,918,138</b>	<b>342,100,375</b>	<b>2,085,727,978</b>	<b>3,685,268</b>

<sup>(\*)</sup> Risk amounts are given before credit risk mitigation, after multiplied by credit risk conversion ratio.

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK (Continued)****II. CREDIT RISK (Continued)****Risk balances according to risk weights**

Risk Weights Current Period – December 31, 2024	0%	2%	10%	20%	35%	50%	75%	100%	150%	Other Risk Weights	Deductions from the shareholders' equity
Pre-Amount of Credit											
Risk Mitigation	1,639,206,388	319,735,405	-	371,513,081	103,920,464	484,384,758	596,958,449	1,202,192,474	23,390,166	1,427,655	2,324,872
Amount after Credit Risk Mitigation	2,157,818,527	52,379,365	40,330	316,079,412	103,920,464	394,352,561	573,799,756	1,119,656,149	23,254,621	1,427,655	2,324,872

  

Risk Weights Prior Period – December 31, 2023	0%	2%	10%	20%	35%	50%	75%	100%	150%	Other Risk Weights	Deductions from the shareholders' equity
Pre-Amount of Credit											
Risk Mitigation	1,002,475,786	72,839,391	-	159,671,287	90,252,284	295,092,182	302,616,327	780,799,807	87,182,973	53,607,527	798,506
Amount after Credit Risk Mitigation	1,151,952,294	15,867,148	9,602,076	159,882,913	90,252,284	267,925,764	290,374,426	717,917,104	87,156,028	53,607,527	798,506

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK (Continued)****II. CREDIT RISK (Continued)****Information According to Sectors and Counterparties**

	Impaired (TFRS 9)		
	Significant Increase in Credit Risk (Stage 2)	Default (Stage 3)	Expected Credit Loss Provisions (TFRS 9)
<b>Current Period - December 31, 2024</b>			
<b>Agricultural</b>	<b>524,081</b>	<b>227,012</b>	<b>204,503</b>
Farming and raising livestock	509,232	178,639	175,286
Forestry	1,450	47,816	28,389
Fishing	13,399	557	828
<b>Manufacturing</b>	<b>50,955,474</b>	<b>8,291,086</b>	<b>14,810,154</b>
Mining	292,255	351,547	357,992
Production	32,751,284	6,225,715	10,648,208
Electric, Gas, Water	17,911,935	1,713,824	3,803,954
<b>Construction</b>	<b>22,112,259</b>	<b>4,787,340</b>	<b>13,585,244</b>
<b>Services</b>	<b>56,241,157</b>	<b>12,437,990</b>	<b>15,955,742</b>
Wholesale and retail trade	8,247,144	5,240,796	4,478,742
Hotel, Food and Beverage Services	4,673,102	254,299	528,032
Transportation and telecommunication	14,875,651	1,769,756	3,189,317
Financial Institutions	462,283	195,682	225,489
Real estate and renting services	21,872,997	271,313	2,615,850
Self-employment services	5,426,620	4,550,440	4,725,557
Education services	529,570	32,495	76,499
Health and social services	153,790	123,209	116,256
<b>Other</b>	<b>28,647,588</b>	<b>10,923,643</b>	<b>10,085,686</b>
<b>Total</b>	<b>158,480,559</b>	<b>36,667,071</b>	<b>54,641,329</b>

	Impaired (TFRS 9)		
	Significant Increase in Credit Risk (Stage 2)	Default (Stage 3)	Expected Credit Loss Provisions (TFRS 9)
<b>Prior Period - December 31, 2023</b>			
<b>Agricultural</b>	<b>190,146</b>	<b>111,705</b>	<b>125,993</b>
Farming and raising livestock	188,536	105,274	119,774
Forestry	677	963	935
Fishing	933	5,468	5,284
<b>Manufacturing</b>	<b>50,817,736</b>	<b>4,692,692</b>	<b>14,768,772</b>
Mining	231,128	360,813	378,423
Production	28,390,588	2,457,985	9,266,653
Electric, Gas, Water	22,196,020	1,873,894	5,123,696
<b>Construction</b>	<b>18,077,779</b>	<b>4,369,508</b>	<b>10,274,935</b>
<b>Services</b>	<b>41,735,687</b>	<b>7,243,249</b>	<b>13,339,473</b>
Wholesale and retail trade	11,632,832	2,673,145	3,310,903
Hotel, Food and Beverage Services	3,026,829	161,056	1,236,019
Transportation and telecommunication	12,433,777	1,878,925	2,562,218
Financial Institutions	349,300	196,017	171,746
Real estate and renting services	7,982,248	155,813	1,611,539
Self-employment services	5,715,568	2,021,394	4,176,579
Education services	525,787	45,258	160,478
Health and social services	69,346	111,641	109,991
<b>Other</b>	<b>5,584,022</b>	<b>3,406,133</b>	<b>5,439,690</b>
<b>Total</b>	<b>116,405,370</b>	<b>19,823,287</b>	<b>43,948,863</b>

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK (Continued)****II. CREDIT RISK (Continued)****Information on Changes in Value Adjustments and Credit Provisions**

Current Period - December 31, 2024	Opening Balance January 1, 2024	Provisions reserved during the period	Cancellations	Other Adjustments (*)	Closing Balance
Specific provisions	16,222,199	11,499,407	(3,921,032)	(215,637)	23,584,937
General provisions	49,626,272	33,871,006	(36,421,016)	(27,759)	47,048,503

Prior Period – December 31, 2023	Opening Balance 1 January 2019	Provisions reserved during the period	Cancellations	Other Adjustments (*)	Closing Balance
Specific provisions	16,549,112	5,592,012	(5,832,648)	(86,277)	16,222,199
General provisions	25,493,875	44,369,050	(20,199,365)	(37,288)	49,626,272

(\*) Includes effect of currency translations differences and other provisions' classifications

**Fair value of collateral held against impaired loans**

	Current Period - December 31, 2024	Prior Period – December 31, 2023
Cash collateral (*)	-	-
Mortgage	12,548,634	7,803,256
Promissory note (*)	-	-
Others (**)	24,118,437	12,020,031
<b>Total</b>	<b>36,667,071</b>	<b>19,823,287</b>

(\*) As a policy, it is aimed to utilize from cash collateral or liquidate promissory note for an impaired loan collateralized by cash collateral or promissory note to cover the credit risk. Hence, cash collateral and promissory note are shown as zero in the table above.

(\*\*) Sureties obtained for impaired loans are presented in this raw to the extent that the amount does not exceed the amount of impaired loans.

	Current Period - December 31, 2024	Prior Period - December 31, 2023
<b>Cash loans</b>		
<b>Secured Loans:</b>	<b>1,329,313,539</b>	<b>1,006,961,930</b>
Secured by mortgages	328,590,578	215,282,527
Secured by cash collateral	18,242,242	50,872,523
Guarantees issued by financial institutions	16,169,337	13,669,431
Secured by government institutions or government securities	39,230,255	45,410,327
Other collateral (pledge on assets, corporate and personal guarantees, promissory notes)	927,081,127	681,727,122
<b>Unsecured Loans</b>	<b>680,088,585</b>	<b>492,326,287</b>
<b>Total performing loans</b>	<b>2,009,402,124</b>	<b>1,499,288,217</b>

	Current Period - December 31, 2024	Prior Period- December 31, 2023
<b>Non-cash loans</b>		
<b>Secured Loans:</b>	<b>399,946,126</b>	<b>279,316,091</b>
Secured by mortgages	71,008,143	39,045,374
Secured by cash collateral	8,778,249	7,581,190
Guarantees issued by financial institutions	-	-
Secured by government institutions or government securities	64,423	78,246
Other collateral (pledge on assets, corporate and personal guarantees, promissory notes)	320,095,311	232,611,281
<b>Unsecured Loans</b>	<b>277,122,098</b>	<b>210,075,730</b>
<b>Total non-cash loans</b>	<b>677,068,224</b>	<b>489,391,821</b>



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

## INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK (Continued)

## II. CREDIT RISK (Continued)

## Exposures subject to countercyclical capital buffer

## Current Period - December 31, 2024

Country	RWA Calculations for Private Sector Loans in Banking Book	RWA calculations for Trading Book	Total
Türkiye	1,834,681,751	-	1,834,681,751
England	26,824,083	-	26,824,083
UAE	7,534,806	-	7,534,806
USA	7,477,891	-	7,477,891
Germany	7,462,313	-	7,462,313
Bahrain	2,029,310	-	2,029,310
France	1,767,684	-	1,767,684
Austria	1,149,170	-	1,149,170
Iraq	1,066,899	-	1,066,899
Netherlands	546,734	-	546,734
Other	468,045	-	468,045
<b>Total</b>	<b>1,891,008,687</b>	<b>-</b>	<b>1,891,008,687</b>

## Prior Period - December 31, 2023

Country	RWA Calculations for Private Sector Loans in Banking Book	RWA calculations for Trading Book	Total
Türkiye	1,335,413,743	-	1,335,413,743
Bahrain	13,725,115	-	13,725,115
England	9,338,893	-	9,338,893
Germany	4,035,764	-	4,035,764
France	1,698,388	-	1,698,388
USA	1,533,835	-	1,533,835
Switzerland	1,381,617	-	1,381,617
Iraq	774,374	-	774,374
Netherlands	686,448	-	686,448
Austria	670,843	-	670,843
Other	1,167,986	-	1,167,986
<b>Total</b>	<b>1,370,427,006</b>	<b>-</b>	<b>1,370,427,006</b>

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK (Continued)****III. FOREIGN CURRENCY EXCHANGE RISK**

**Foreign exchange risk that the Bank exposed to, estimation of effects of exposures, and the limits set by the Board of Directors of the Bank for the positions being monitored on a daily basis**

The Standard Method which is also used in the legal reporting is used in measuring the currency risk of the Bank.

All of the foreign currency assets and liabilities and the forward foreign-currency transactions are taken into consideration in calculating the capital obligation for the currency risk. The net long and short positions are calculated in Turkish Lira equivalent of each currency. The position with the biggest absolute value is determined as the base amount for the capital obligation and the capital obligation is calculated at that amount.

**The magnitude of hedging foreign currency debt instruments and net investment in foreign operations by using derivatives**

As of December 31, 2024 and December 31, 2023 the Bank does not have derivative financial instruments held for risk management.

**Foreign exchange risk management policy**

The Bank manages the Turkish currency or foreign currency risks that may arise in domestic and international markets and follows the transactions that create these risks, and manages these risks at optimum levels within the framework of market expectations and within the scope of the Bank's strategies by considering the balance with other financial risks.

Sensitivity analysis regarding the currency risk that the Bank is exposed to is explained in the related section III.

The Bank's effective exchange rates at the date of balance sheet and for the last five working days of the period announced by the Bank in TL are as follows:

	US Dollar	Euro
<b>The Bank's foreign currency purchase rate at the balance sheet date</b>	<b>35.3596</b>	<b>36.7347</b>
<u>Foreign currency purchase rates for the days before balance sheet date:</u>		
Day 1	35.3152	36.7377
Day 2	35.2227	36.7778
Day 3	35.1826	36.6926
Day 4	35.2605	36.7868
Day 5	35.2552	36.8776
<b>Last 30-days arithmetical average rate</b>	<b>34.8952</b>	<b>36.6332</b>

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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****III. FOREIGN CURRENCY EXCHANGE RISK (Continued)****Information on currency risk**

<b>Current Period - December 31, 2024</b>	<b>Euro</b>	<b>US Dollar</b>	<b>Other FC</b>	<b>Total</b>
<i>Assets:</i>				
Cash and balances with the Central Bank of Republic of Türkiye	157,978,552	106,865,213	66,709,179	331,552,944
Banks	6,116,561	59,383,058	5,739,456	71,239,075
Financial assets at fair value through profit or loss <sup>(6)</sup>	-	1,098,050	-	1,098,050
Interbank money market placements	-	-	-	-
Financial assets at fair value through other comprehensive income	41,165,594	226,252,759	-	267,418,353
Loans <sup>(1)</sup>	351,457,455	379,183,919	135,112	730,776,486
Associates, subsidiaries and joint-ventures	2,927,024	-	-	2,927,024
Financial assets measured at amortized cost	3,732,660	26,618,188	-	30,350,848
Derivative financial assets held for risk management purpose	-	-	-	-
Tangible assets	-	129,195	1,996	131,191
Intangible assets	-	1,333	-	1,333
Other assets <sup>(2)</sup>	(2,159,117)	(8,350,922)	161,676	(10,348,363)
<b>Total assets</b>	<b>561,218,729</b>	<b>791,180,793</b>	<b>72,747,419</b>	<b>1,425,146,941</b>
<i>Liabilities:</i>				
Bank deposits	9,090,548	13,310,841	6,522,183	28,923,572
Foreign currency deposits	220,028,640	276,139,682	148,428,710	644,597,032
Interbank money market takings	52,542,923	176,750,476	-	229,293,399
Other funding	79,842,644	146,162,055	820,168	226,824,867
Securities issued <sup>(3)</sup>	77,336,195	194,041,680	9,247,726	280,625,601
Miscellaneous payables	14,874,914	3,317,942	1,334	18,194,190
Derivative financial liabilities held for risk	-	-	-	-
Other liabilities <sup>(2)</sup>	2,546,854	4,774,982	2,246,861	9,568,697
<b>Total liabilities</b>	<b>456,262,718</b>	<b>814,497,658</b>	<b>167,266,982</b>	<b>1,438,027,358</b>
<b>Net 'on balance sheet' position</b>	<b>104,956,011</b>	<b>(23,316,865)</b>	<b>(94,519,563)</b>	<b>(12,880,417)</b>
<b>Net 'off-balance sheet' position</b>	<b>(105,656,702)</b>	<b>26,973,781</b>	<b>94,914,380</b>	<b>16,231,459</b>
Derivative assets <sup>(4)</sup>	51,459,956	213,530,772	142,279,616	407,270,344
Derivative liabilities <sup>(4)</sup>	157,116,658	186,556,991	47,365,236	391,038,885
Non-cash loans <sup>(5)</sup>	125,872,941	191,639,539	10,657,675	328,170,155
<b>Prior Period - December 31, 2023</b>	<b>Euro</b>	<b>US Dollar</b>	<b>Other FC</b>	<b>Total</b>
<b>Total assets</b>	<b>398,265,984</b>	<b>558,743,425</b>	<b>46,380,354</b>	<b>1,003,389,763</b>
<b>Total liabilities</b>	<b>362,939,712</b>	<b>675,709,068</b>	<b>108,177,256</b>	<b>1,146,826,036</b>
<b>Net 'on balance sheet' position</b>	<b>35,326,272</b>	<b>(116,965,643)</b>	<b>(61,796,902)</b>	<b>(143,436,273)</b>
<b>Net 'off-balance sheet' position</b>	<b>(33,480,845)</b>	<b>114,886,534</b>	<b>62,141,930</b>	<b>143,547,619</b>
Derivative assets <sup>(4)</sup>	48,931,224	213,065,014	74,610,279	336,606,517
Derivative liabilities <sup>(4)</sup>	82,412,069	98,178,480	12,468,349	193,058,898
Non-cash loans <sup>(5)</sup>	101,575,810	136,466,109	9,452,723	247,494,642

(1). Foreign currency indexed loans amounting to TL 386,074 (December 31, 2023: TL 455,000) which are presented in TL column in the balance sheet are included in the table above.

(2). Other Derivative Financial Instruments Currency Income Costs TL 1,447,400 (December 31, 2023: TL 1,973,758), Prepaid Expenses TL 1,279,520 (December 31, 2023: TL 1,007,262) and derivative financial instruments currency expense accruals of TL 1,667,756 (December 31, 2023: TL 1,684,685), unearned income TL 543,440 (December 31, 2023: TL 684,193) and shareholders' equity TL 5,814,623 TL (December 31, 2023: TL 4,731,766) are not taken into consideration in the currency risk calculation. Other assets also include expected loss provisions calculated in accordance with TFRS 9.

(3). Subordinated debts are shown under securities issued.

(4). Asset purchase commitments amounting to TL 89,912,062 (December 31, 2023: TL 50,999,793) and asset sales commitments amounting to TL 85,220,669 (December 31, 2023: TL 55,591,681) are included.

(5). Non-cash loans are not taken into consideration in the calculation of the net 'off-balance sheet' position.

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## TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

### UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024

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

#### INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### III. FOREIGN CURRENCY EXCHANGE RISK (Continued)

##### Exposure to currency risk

10% appreciation of the TL against the following currencies as at and for the period ended December 31, 2024 and December 31, 2023 would have effect on equity and profit or loss (without tax effects) by the amounts shown below.

This analysis assumes that all other variables, in particular interest rates, remain constant.

	Current Period- December 31, 2024		Prior Period- December 31, 2023	
	Profit or loss	Equity <sup>(*)</sup>	Profit or loss	Equity <sup>(*)</sup>
US Dollar	352,639	352,639	(220,246)	(220,246)
Euro	(84,690)	(84,690)	161,965	161,965
Other currencies	39,282	39,282	34,086	34,086
<b>Total, net <sup>(**)</sup></b>	<b>307,231</b>	<b>307,231</b>	<b>(24,195)</b>	<b>(24,195)</b>

<sup>(\*)</sup> Equity effect also includes profit or loss effect of 10% devaluation of TL against related currencies.

<sup>(\*\*)</sup> Tangible and intangible fixed assets are not included in the currency risk effect calculations on equity and profit or loss.

10% appreciation of the TL against the following currencies as at and for the period ended December 31, 2024 and December 31, 2023 would have effect on equity and profit or loss (without tax effects) by the amounts shown below.

	Current Period - December 31, 2024		Prior Period- December 31, 2023	
	Profit or loss	Equity <sup>(*)</sup>	Profit or loss	Equity <sup>(*)</sup>
US Dollar	(352,639)	(352,639)	220,246	220,246
Euro	84,690	84,690	(161,965)	(161,965)
Other currencies	(39,282)	(39,282)	(34,086)	(34,086)
<b>Total, net <sup>(**)</sup></b>	<b>(307,231)</b>	<b>(307,231)</b>	<b>24,195</b>	<b>24,195</b>

<sup>(\*)</sup> Equity effect also includes profit or loss effect of 10% revaluation of TL against related currencies.

<sup>(\*\*)</sup> Tangible and intangible fixed assets are not included in the currency risk effect calculations on equity and profit or loss.

#### IV. INTEREST RATE RISK

Interest sensitivity of assets, liabilities and off-balance sheet items is evaluated during the weekly Assets-Liabilities Committee meetings taking into account the developments in market conditions.

Bank's interest rate risk is measured by the standard method.

Measurements for standard method are carried out monthly using the maturity ladder table.

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****IV. INTEREST RATE RISK***Interest rate sensitivity of assets, liabilities and off-balance sheet items based on repricing dates*

Current Period – December 31, 2024	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
<i>Assets:</i>							
Cash and balances with CBRT	301,557,430	-	-	-	-	466,898,338	768,455,768
Banks	13,308,672	18,610,635	294,055	-	-	39,025,798	71,239,160
Financial assets at fair value through profit/loss	-	-	-	-	-	2,422,452	2,422,452
Interbank money market placements	128,870,660	101,073	-	-	-	-	128,971,733
Financial assets at fair value through other comprehensive income	100,319,247	64,139,610	104,244,881	170,152,084	91,223,295	286,985	530,366,102
Loans and receivables <sup>(1)</sup>	873,592,597	461,284,392	464,805,128	86,036,556	123,683,451	36,667,071	2,046,069,195
Financial assets measured at amortized cost	207,918,380	4,341,106	1,038,479	152,902,067	16,397,063	-	382,597,095
Other assets <sup>(2)</sup>	5,321,506	28,280,167	3,883,791	439,961	-	53,438,767	91,364,192
<b>Total assets</b>	<b>1,630,888,493</b>	<b>576,756,983</b>	<b>574,266,334</b>	<b>409,530,668</b>	<b>231,303,809</b>	<b>598,739,411</b>	<b>4,021,485,697</b>
<i>Liabilities:</i>							
Bank deposits	62,703,551	8,490,275	43,239	17	-	5,985,532	77,222,614
Other deposits	1,206,975,614	472,168,528	116,300,896	2,324,830	805	662,794,695	2,460,565,368
Interbank money market takings	353,323,447	95,998,244	32,688,768	25,538,755	-	-	507,549,214
Miscellaneous payables	-	-	-	-	-	92,156,978	92,156,978
Securities issued <sup>(3)</sup>	5,299,188	58,664,348	50,132,330	161,116,839	23,409,683	-	298,622,388
Funds borrowed	3,912,914	165,364,282	47,828,253	12,418,618	15,131,418	29,424,950	274,080,435
Other liabilities <sup>(4)</sup>	12,356,169	18,351,064	2,510,076	2,520,169	4,505,087	271,046,135	311,288,700
<b>Total liabilities</b>	<b>1,644,570,883</b>	<b>819,036,741</b>	<b>249,503,562</b>	<b>203,919,228</b>	<b>43,046,993</b>	<b>1,061,408,290</b>	<b>4,021,485,697</b>
On balance sheet long position	-	-	324,762,772	205,611,440	188,256,816	-	718,631,028
On balance sheet short position	(13,682,390)	(242,279,758)	-	-	-	(462,668,879)	(718,631,028)
Off-balance sheet long position	4,320,455	40,117,286	8,249,958	-	-	-	52,687,699
Off-balance sheet short position	-	-	-	(7,071,924)	-	-	(7,071,924)
<b>Net position</b>	<b>(9,361,935)</b>	<b>(202,162,472)</b>	<b>333,012,730</b>	<b>198,539,516</b>	<b>188,256,816</b>	<b>(462,668,879)</b>	<b>45,615,775</b>

<sup>(1)</sup> Non-performing loans are shown in the "Non-Interest Bearing" column.<sup>(2)</sup> Subsidiaries, associates and tangible and intangible assets, investment properties, expected credit losses and deferred tax asset are included in "Non-Interest Bearing" column.<sup>(3)</sup> Subordinated debts are shown under securities issued.<sup>(4)</sup> Equity is included in "Non-Interest Bearing" column in other liabilities line.

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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****IV. INTEREST RATE RISK**

Prior Period – December 31, 2023	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
<i>Assets:</i>							
Cash and balances with CBRT	-	-	-	-	-	385,703,700	385,703,700
Banks	5,957,583	7,208,526	-	261,891	-	37,672,590	51,100,590
Financial assets at fair value through profit/loss	-	19,865,805	10,634,042	-	-	3,754,810	34,254,657
Interbank money market placements	81,418,249	-	-	-	-	-	81,418,249
Financial assets at fair value through other comprehensive income	126,886,718	27,186,858	18,480,760	60,583,661	47,833,928	171,444	281,143,369
Loans and receivables <sup>(1)</sup>	526,224,425	269,081,690	503,797,466	92,434,642	107,749,994	19,823,287	1,519,111,504
Financial assets measured at amortized cost	161,710,304	1,322,197	29,734,286	118,929,024	32,677,191	-	344,373,002
Other assets <sup>(2)</sup>	8,029,456	22,597,271	4,757,051	635,649	849,260	62,660,374	99,529,061
<b>Total assets</b>	<b>910,226,735</b>	<b>347,262,347</b>	<b>567,403,605</b>	<b>272,844,867</b>	<b>189,110,373</b>	<b>509,786,205</b>	<b>2,796,634,132</b>
<i>Liabilities:</i>							
Bank deposits	40,147,590	16,965,226	409,195	-	-	5,079,581	62,601,592
Other deposits	1,105,567,046	225,156,410	142,510,399	1,318,096	542	424,607,032	1,899,159,525
Interbank money market takings	65,934,555	48,302,621	3,875,521	14,250,737	-	-	132,363,434
Miscellaneous payables	-	-	-	-	-	70,583,483	70,583,483
Securities issued <sup>(3)</sup>	1,717,237	31,829,421	34,391,662	78,558,780	6,269,393	-	152,766,493
Funds borrowed	694,170	144,507,142	30,957,805	14,738,939	14,902,128	15,877,406	221,677,590
Other liabilities <sup>(4)</sup>	5,610,626	16,246,346	4,181,667	1,114,956	1,117,480	229,210,940	257,482,015
<b>Total liabilities</b>	<b>1,219,671,224</b>	<b>483,007,166</b>	<b>216,326,249</b>	<b>109,981,508</b>	<b>22,289,543</b>	<b>745,358,442</b>	<b>2,796,634,132</b>
On balance sheet long position	-	-	351,077,356	162,863,359	166,820,830	-	680,761,545
On balance sheet short position	(309,444,489)	(135,744,819)	-	-	-	(235,572,237)	(680,761,545)
Off-balance sheet long position	6,284,810	39,368,970	-	7,164,367	-	-	52,818,147
Off-balance sheet short position	-	-	(6,119,192)	-	(1,185,305)	-	(7,304,497)
<b>Net position</b>	<b>(303,159,679)</b>	<b>(96,375,849)</b>	<b>344,958,164</b>	<b>170,027,726</b>	<b>165,635,525</b>	<b>(235,572,237)</b>	<b>45,513,650</b>

<sup>(1)</sup> Non-performing loans are shown in the "Non-Interest Bearing" column.<sup>(2)</sup> Subsidiaries, associates and tangible and intangible assets, investment propertie, expected credit losses and deferred tax asset are included in "Non-Interest Bearing" column.<sup>(3)</sup> Subordinated debts are shown under securities issued.<sup>(4)</sup> Equity is included in "Non-Interest Bearing" column in other liabilities line.

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****IV. INTEREST RATE RISK (Continued)**Average interest rates applied to monetary financial instruments <sup>(\*)</sup>:

	<b>Euro</b>	<b>US Dollar</b>	<b>Yen</b>	<b>TL</b>
	%	%	%	%
<b>Current Period - December 31, 2024</b>				
<b>Assets:</b>				
Cash and balance with CBRT	-	-	-	38.57
Banks	2.77	4.70	-	-
Financial assets at fair value through profit/loss	-	-	-	-
Interbank money market placements	-	-	-	47.82
Financial assets at fair value through other comprehensive income	4.92	7.08	-	45.29
Loans and receivables	6.81	8.27	-	38.95
Financial assets measured at amortized cost	4.08	5.15	-	31.40
<b>Liabilities:</b>				
Bank deposits	4.20	0.92	-	27.19
Other deposits	0.86	1.55	-	46.35
Interbank money market takings	3.14	5.21	-	48.53
Miscellaneous payables	-	-	-	-
Securities issued <sup>(**)</sup>	5.14	7.33	-	27.17
Funds borrowed	5.12	5.63	-	17.31

	<b>Euro</b>	<b>US Dollar</b>	<b>Yen</b>	<b>TL</b>
	%	%	%	%
<b>Prior Period - December 31, 2023</b>				
<b>Assets:</b>				
Cash and balance with CBRT	-	-	-	-
Banks	3.58	5.00	-	-
Financial assets at fair value through profit/loss	-	-	-	-
Interbank money market placements	-	-	-	42.03
Financial assets at fair value through other comprehensive income	4.39	7.42	-	38.77
Loans and receivables	7.56	9.39	-	31.19
Financial assets measured at amortized cost	4.97	5.21	-	32.41
<b>Liabilities:</b>				
Bank deposits	4.62	6.38	-	42.90
Other deposits	1.73	3.08	-	38.11
Interbank money market takings	4.50	6.70	-	43.14
Miscellaneous payables	-	-	-	-
Securities issued <sup>(**)</sup>	5.18	7.15	-	16.52
Funds borrowed	6.78	7.30	-	14.39

<sup>(\*)</sup> The rates above are calculated over financial instruments with interest rates.<sup>(\*\*)</sup> Subordinated debts are shown under securities issued.



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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****V. STOCK POSITION RISKS****Stock position risks arising from banking book items**

**Information on separations of risks according to objectives including their relation with gains presented in equity and strategically reasons, accounting techniques and general information about valuation methods with the related assumptions and factors that affect the valuation and significant changes**

The accounting applications regarding to share investment that qualifications in associate and at fair value through profit or loss, at fair value through other comprehensive income subsidiary of are disclosed in Section 3 Note III and Note VII.

If carrying value is substantially different from fair value and for publicly traded shares if market value is substantially different from fair value, the comparison with the market prices is shown in the table below:

<b>Current Period - December 31, 2024</b>		<b>Comparison</b>	
<b>Stock Investments</b>	<b>Carrying Value</b>	<b>Fair Value (*)</b>	<b>Market Value (*)</b>
<b>Stocks quoted in exchange (*)</b>	<b>12,376,195</b>	<b>12,376,195</b>	<b>12,376,195</b>
1.Stocks Investments Group A	12,376,195	12,376,195	12,376,195
2.Stock Investments Group B	-	-	-
3.Stock Investments Group C	-	-	-
<b>Stocks unquoted in exchange (**)</b>	<b>19,324,548</b>	<b>18,378,211</b>	<b>-</b>

(\*) The values of stocks traded in Stock Exchange are included to both columns assuming the market value is approximate to fair value.

(\*\*) The values of stocks unquoted in exchange are determined according to December 31, 2024, valuation reports prepared by independent valuation companies.

<b>Prior Period - December 31, 2023</b>		<b>Comparison</b>	
<b>Stock Investments</b>	<b>Carrying Value</b>	<b>Fair Value (*)</b>	<b>Market Value (*)</b>
<b>Stocks quoted in exchange (*)</b>	<b>8,147,408</b>	<b>8,147,408</b>	<b>8,147,408</b>
1.Stocks Investments Group A	8,147,408	8,147,408	8,147,408
2.Stock Investments Group B	-	-	-
3.Stock Investments Group C	-	-	-
<b>Stocks unquoted in exchange (**)</b>	<b>13,291,663</b>	<b>12,694,869</b>	<b>-</b>

(\*) The values of stocks traded in Stock Exchange are included to both columns assuming the market value is approximate to fair value.

(\*\*) The values of stocks unquoted in exchange are determined according to December 31, 2023, valuation reports prepared by independent valuation companies.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****V. STOCK POSITION RISKS****Total unearned gain or loss, total revaluation surplus and values included to principal and supplementary capital**

Total unearned gain or loss, total appraisal surplus and values included to principal and supplementary capital are given in the below table:

Portfolio-Current Period- December 31, 2024	Realized Gain/Loss in Current Period	Revaluation Surplus		Unrealized Gain and Loss	
		Total <sup>(*)</sup>	Included in Core Capital	Total <sup>(*)</sup>	Included in Core Capital
1. Private Capital Investments	-	-	-	-	-
2. Publicly Traded Stocks	-	-	-	6,371,861	6,371,861
3. Other Stocks	-	11,187,032	11,187,032	-	-
<b>4. Total</b>	-	<b>11,187,032</b>	<b>11,187,032</b>	<b>6,371,861</b>	<b>6,371,861</b>

<sup>(\*)</sup> Amounts are presented including the effect of deferred tax.

Portfolio-Prior Period – December 31, 2023	Realized Gain/Loss in Current Period	Revaluation Surplus		Unrealized Gain and Loss	
		Total <sup>(*)</sup>	Included in Core Capital	Total <sup>(*)</sup>	Included in Core Capital
1. Private Capital Investments	-	-	-	-	-
2. Publicly Traded Stocks	-	-	-	4,406,864	4,406,864
3. Other Stocks	-	7,323,793	7,323,793	-	-
<b>4. Total</b>	-	<b>7,323,793</b>	<b>7,323,793</b>	<b>4,406,864</b>	<b>4,406,864</b>

<sup>(\*)</sup> Amounts are presented including the effect of deferred tax.

**Explanations on Equity Shares Risk Arising from Banking Book**

Portfolio-Current Period - December 31, 2024	Carrying Value	Total RWA	Minimum Capital Requirement
1.Private Equity Investments	-	-	-
2.Quoted	12,376,195	12,067,911	965,433
3.Other Stocks	19,324,548	18,397,014	1,471,761
<b>4. Total</b>	<b>31,700,743</b>	<b>30,464,925</b>	<b>2,437,194</b>

<sup>(\*)</sup> In accordance with the BRSA regulation dated December 12, 2023 and numbered 10747, the foreign exchange buying rates announced by the CBRT as of June 26, 2023 are used in the calculation of the amount subject to credit risk.

Portfolio-Prior Period - December 31, 2023	Carrying Value	Total RWA	Minimum Capital Requirement
1.Private Equity Investments	-	-	-
2.Quoted	8,147,408	7,862,322	628,986
3.Other Stocks	13,291,663	12,090,632	967,251
<b>4. Total</b>	<b>21,439,071</b>	<b>19,952,954</b>	<b>1,596,237</b>

<sup>(\*)</sup> In accordance with the BRSA regulation dated January 31, 2023 and numbered 10496, the foreign exchange buying rates announced by the CBRT as of December 31, 2022 are used in the calculation of the amount subject to credit risk.

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Liquidity risk is defined as the risk of not fulfilling payment liabilities on time as a result of not having adequate cash or cash inflow to meet the cash outflow properly due to imbalance in cash flows of the bank. The framework of liquidity risk of the bank is specified with Liquidity Risk Management Document. In the framework of liquidity risk management, policies regarding liquidity risk management are written down by Risk Management Department and fundamental principles, analyses regarding measurement and monitoring risk, basic rudiments on early warning indicators, liquidity buffer and limits are included.

The Bank is managing liquidity risk according to risk capacity and the Bank's risk appetite in the range envisioned by the regulations. Liquidity risk management approach is in general based on the principle of monitoring in-day liquidity risk. The Bank monitors the net liquidity position and liquidity requirements continuously and facing the future. The Bank takes precautions to increase diversity in fund sources to increase effectiveness and durability in liquidity risk management. On market basis and specific to the Bank (in consideration of market and funding liquidity) scenario and susceptibility analyses are performed and assumptions based on these analyses are reviewed regularly. It is aimed to protect the optimum liquidity level that can meet short – term liquidity needs not to remain inactive and maintain profitability – risk balance.

Liquidity management in the Bank is carried out under Treasury Department in regard to the Bank's strategic goals and projections, decisions taken in Asset/Liability Committee, treasury policies, limits defined under market circumstances, Bank's balance sheet and income goals and strategies defined to meet these goals. Daily, weekly, and monthly cash flow statements are prepared in accordance with principles of profitability and prudence in the Bank's liquidity management. Cash flow statements are evaluated and the Bank's liquidity is managed in line with Treasury Department policies, daily TL and FC liquidity position Bank balance sheet and income goals.

Scenarios about where to make replacement funding in case of high amount outflows in daily liquidity management are made regularly, effects of probable outflows on liquidity level and legal ratios are evaluated and liquidity management is carried out by taking necessary actions.

The Bank utilizes liquidity ratios, liquidity gap analysis, scenario analysis and stress tests in internal measurement of liquidity risk. In the liquidity gap analysis and liquidity stress scenarios, the level of meeting the Bank's possible cash outflows in the short term of liquid assets is determined and the Bank's concentration on funding sources and fund uses are analyzed. Liquidity risk measurements are carried out by the Risk Management Department and measurement results, liquidity risk limits and early warning levels are monitored and regularly reported to the executive units responsible for the management of the related risk, and to the senior management and the Board of Directors.

It is taken as a basis that the Bank consistently monitors TL and FC liquidity positions and funding strategies. Necessary precautions are taken in line with liquidity needs by following stress circumstances. "Liquidity Emergency Action Plan" which is an important part of liquidity risk management of our Bank, consists of early warning indicators which play an important role in monitoring increases in liquidity risk and the prevention of a possible crisis, action plans to prevent a possible crisis and to be applied during a crisis. Furthermore, to fulfill the banks reserve deposits liability that it has to allocate in the presence of CBRT, alternative fund sources to provide liquidity that is needed in various stress circumstances and under which circumstances to apply these sources, precautions to minimize time maturity mismatch and provide necessary funds on time, how the mechanism is going to operate in cases of crisis and stress is included in the plan.

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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****VI. LIQUIDITY RISK AND LIQUIDITY COVERAGE RATIO AND NET STABLE FUNDING RATIO (Continued)**

In accordance with the "Regulation on the Calculation of the Liquidity Coverage Ratio of Banks" published in the Official Gazette dated March 21, 2014 and numbered 28948, the highest and lowest values of the Bank's Liquidity Coverage Ratio calculated weekly for the last three months and the weeks when these values were observed are given in the table below. In accordance with the related regulation, consolidated and unconsolidated total and foreign currency minimum liquidity coverage ratios are determined as one hundred percent and eighty percent, respectively.

Current Period - December 31, 2024				
Liquidity Coverage Ratio	TL+FC		FC	
	DATE	RATIO (%)	DATE	RATIO (%)
The lowest value	December 6, 2024	194.10	November 8, 2024	207.26
The highest value	November 22, 2024	256.84	October 18, 2024	322.09

Current Period - December 31, 2024		Total unweighted value <sup>(*)</sup>		Total weighted value <sup>(*)</sup>	
		TL+FC	FC	TL+FC	FC
<b>HIGH QUALITY LIQUID ASSETS</b>					
1	Total High Quality Liquid Assets (HQLA)			978,351,851	419,595,623
<b>CASH OUTFLOWS</b>					
2	Retail deposits and deposits from small business customers, of which:	1,252,445,283	370,291,900	112,169,061	37,029,190
3	Stable deposits	261,509,352	-	13,075,468	-
4	Less stable deposits	990,935,931	370,291,900	99,093,593	37,029,190
5	Unsecured wholesale funding, of which:	1,101,923,217	393,846,740	558,361,787	230,503,930
6	Operational deposits	342,863,889	79,805,412	84,704,331	19,951,353
7	Non-operational deposits	525,473,615	181,514,103	242,551,012	78,148,038
8	Unsecured debt	233,585,713	132,527,225	231,106,444	132,404,539
9	Secured wholesale funding			-	-
10	Additional requirements of which:	221,685,484	195,684,363	221,685,484	195,684,363
11	Outflows related to derivative exposures and other collateral requirements	221,685,484	195,684,363	221,685,484	195,684,363
12	Outflows related to loss of funding on debt products	-	-	-	-
13	Credit and liquidity facilities	-	-	-	-
14	Other contractual funding obligations	261,502,004	230,803,555	13,075,100	11,540,178
15	Other contingent funding obligations	1,050,630,307	155,324,844	77,490,096	11,013,722
16	<b>TOTAL CASH OUTFLOWS</b>			<b>982,781,528</b>	<b>485,771,383</b>
<b>CASH INFLOWS</b>					
17	Secured lending	1,155,620	-	-	-
18	Inflows from fully performing exposures	404,077,894	143,781,380	306,456,865	123,638,184
19	Other cash inflows	221,545,122	183,651,809	221,545,122	183,651,809
20	<b>TOTAL CASH INFLOWS</b>	<b>626,778,636</b>	<b>327,433,189</b>	<b>528,001,987</b>	<b>307,289,993</b>
<b>Upper Limit Applied Amounts</b>					
21	<b>TOTAL HQLA</b>			<b>978,351,851</b>	<b>419,595,623</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>			<b>454,779,541</b>	<b>178,481,390</b>
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>			<b>219.98</b>	<b>242.72</b>

<sup>(\*)</sup> Simple arithmetic average, calculated for the last three months, of the values calculated by taking monthly simple arithmetic average.

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## TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

### UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024

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

#### INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### VI. LIQUIDITY RISK AND LIQUIDITY COVERAGE RATIO AND NET STABLE FUNDING RATIO (Continued)

Prior Period - December 31, 2023				
Liquidity Coverage Ratio	TL+FC		FC	
	DATE	RATIO (%)	DATE	RATIO (%)
The lowest value	November 10, 2023	182.96	October 20, 2023	277.12
The highest value	December 29, 2023	240.44	December 8, 2023	459.14

Prior Period - December 31, 2023		Total unweighted value <sup>(*)</sup>		Total weighted value <sup>(*)</sup>	
		TL+FC	FC	TL+FC	FC
<b>HIGH QUALITY LIQUID ASSETS</b>					
1	Total High Quality Liquid Assets (HQLA)			782,921,060	338,005,021
<b>CASH OUTFLOWS</b>					
2	Retail deposits and deposits from small business customers, of which:	793,494,688	310,551,312	71,830,265	31,055,131
3	Stable deposits	150,384,091	-	7,519,205	-
4	Less stable deposits	643,110,597	310,551,312	64,311,060	31,055,131
5	Unsecured wholesale funding, of which:	978,220,603	394,556,583	420,426,959	172,817,424
6	Operational deposits	648,898,523	258,979,416	161,553,769	64,744,854
7	Non-operational deposits	199,341,841	76,332,067	129,007,614	48,941,586
8	Unsecured debt	129,980,239	59,245,100	129,865,576	59,130,984
9	Secured wholesale funding			-	-
10	Additional requirements of which:	117,683,364	63,028,589	117,683,364	63,028,589
11	Outflows related to derivative exposures and other collateral requirements	117,339,691	63,028,589	117,339,691	63,028,589
12	Outflows related to loss of funding on debt products	343,673	-	343,673	-
13	Credit and liquidity facilities	-	-	-	-
14	Other contractual funding obligations	192,422,232	164,948,530	9,621,112	8,247,427
15	Other contingent funding obligations	578,562,373	104,725,854	45,657,812	7,583,152
16	<b>TOTAL CASH OUTFLOWS</b>			<b>665,219,512</b>	<b>282,731,723</b>
<b>CASH INFLOWS</b>					
17	Secured lending	4,578,487	-	-	-
18	Inflows from fully performing exposures	199,051,373	87,381,035	152,465,745	75,330,151
19	Other cash inflows	117,116,286	113,719,158	117,116,286	113,719,158
20	<b>TOTAL CASH INFLOWS</b>	<b>320,746,146</b>	<b>201,100,193</b>	<b>269,582,031</b>	<b>189,049,309</b>
<b>Upper Limit Applied Amounts</b>					
21	<b>TOTAL HQLA</b>			<b>782,921,060</b>	<b>338,005,021</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>			<b>395,637,481</b>	<b>93,682,414</b>
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>			<b>198.62</b>	<b>372.17</b>

<sup>(\*)</sup> Simple arithmetic average, calculated for the last three months, of the values calculated by taking monthly simple arithmetic average.

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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****VI. LIQUIDITY RISK AND LIQUIDITY COVERAGE RATIO AND NET STABLE FUNDING RATIO (Continued)**

With the "Liquidity Coverage Rate" which is prepared under the framework of "Regulations Regarding Banks' Calculations of Liquidity Coverage Rate" published by BRSA, the balance between banks' net cash outflows and high-quality liquid asset stock.

Bank's high quality liquid asset stock consists of cash and debt instruments issued by CBRT and Ministry of Treasury and Finance of the Republic of Türkiye.

Whereas the Banks' important fund sources are deposits, funds obtained from other financial institutions, marketable securities issued and funds obtained from repo transactions.

Derivatives transactions with 30 or less days to maturity are included into liquidity coverage calculation with cash outflows created by the transactions as of the calculated liquidity coverage rate. In case of a liability resulting from derivatives transactions and security fulfillment liability resulting from other liabilities, actions are taken accordingly to the related regulation.

*Maturity analysis of assets and liabilities according to remaining maturities*

Current Period – December 31, 2024	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and over	Undistributed <sup>(1)</sup>	Total
<b>Assets:</b>								
Cash and balance with CBRT	466,898,338	301,557,430	-	-	-	-	-	768,455,768
Banks	49,675,262	2,659,208	18,610,635	294,055	-	-	-	71,239,160
Financial assets at fair value through profit/loss	1,081,572	-	-	-	-	-	1,340,880	2,422,452
Interbank money market placements	-	128,870,660	101,073	-	-	-	-	128,971,733
Financial assets at fair value through other comprehensive income	-	9,087,273	8,437,850	91,298,285	305,795,199	115,460,510	286,985	530,366,102
Loans and receivables	-	339,297,969	211,573,856	504,968,873	580,433,070	373,128,356	36,667,071	2,046,069,195
Financial assets measured at amortized cost	-	-	3,980,767	12,045,803	248,484,115	118,086,410	-	382,597,095
Other assets <sup>(3)(4)</sup>	52,974	17,193,427	11,809,379	377,016	21,215,789	3,069,486	37,646,121	91,364,192
<b>Total assets</b>	<b>517,708,146</b>	<b>798,665,967</b>	<b>254,513,560</b>	<b>608,984,032</b>	<b>1,155,928,173</b>	<b>609,744,762</b>	<b>75,941,057</b>	<b>4,021,485,697</b>
<b>Liabilities:</b>								
Bank deposits	5,985,532	62,703,551	8,490,275	43,239	17	-	-	77,222,614
Other deposits	662,794,695	1,206,975,614	472,168,528	116,300,896	2,324,830	805	-	2,460,565,368
Funds borrowed	-	2,848,782	16,993,832	107,878,473	108,987,298	37,372,050	-	274,080,435
Interbank money market takings	-	353,323,447	6,733,004	51,872,710	95,620,053	-	-	507,549,214
Securities issued <sup>(2)</sup>	-	4,133,641	56,377,321	40,660,277	161,228,446	36,222,703	-	298,622,388
Miscellaneous payables	-	63,835,832	-	-	-	-	28,321,146	92,156,978
Other liabilities	2,289	12,355,096	18,326,620	536,187	3,379,444	5,643,958	271,045,106	311,288,700
<b>Total liabilities</b>	<b>668,782,516</b>	<b>1,706,175,963</b>	<b>579,089,580</b>	<b>317,291,782</b>	<b>371,540,088</b>	<b>79,239,516</b>	<b>299,366,252</b>	<b>4,021,485,697</b>
<b>Liquidity gap</b>	<b>(151,074,370)</b>	<b>(907,509,996)</b>	<b>(324,576,020)</b>	<b>291,692,250</b>	<b>784,388,085</b>	<b>530,505,246</b>	<b>(223,425,195)</b>	<b>-</b>
<b>Net Off Balance Sheet Position</b>	<b>-</b>	<b>(1,051,630)</b>	<b>(351,313)</b>	<b>87,104</b>	<b>25,628,889</b>	<b>(438,015)</b>	<b>-</b>	<b>23,875,035</b>
Receivables from Derivative Financial Instruments	-	285,433,634	43,333,563	20,339,162	166,930,959	72,383,308	-	588,420,626
Payables from Derivative Financial Instruments	-	286,485,264	43,684,876	20,252,058	141,302,070	72,821,323	-	564,545,591
Non-cash Loans	240,798,328	19,280,003	66,595,383	237,779,875	106,022,278	6,592,357	-	677,068,224
<b>Prior Period – December 31, 2023</b>	<b>Demand</b>	<b>Up to 1 Month</b>	<b>1-3 Months</b>	<b>3-12 Months</b>	<b>1-5 Years</b>	<b>5 Years and over</b>	<b>Undistributed <sup>(1)</sup></b>	<b>Total</b>
<b>Total assets</b>	430,897,445	292,061,824	198,265,625	468,625,375	863,486,213	473,536,153	69,761,497	2,796,634,132
<b>Total liabilities</b>	430,963,691	1,265,419,667	303,103,496	288,116,096	207,998,286	47,561,443	253,471,453	2,796,634,132
<b>Liquidity gap</b>	<b>(66,246)</b>	<b>(973,357,843)</b>	<b>(104,837,871)</b>	<b>180,509,279</b>	<b>655,487,927</b>	<b>425,974,710</b>	<b>(183,709,956)</b>	<b>-</b>
<b>Net Off Balance Sheet Position</b>	<b>-</b>	<b>1,216,864</b>	<b>(4,943,684)</b>	<b>1,228,817</b>	<b>25,795,384</b>	<b>717,129</b>	<b>-</b>	<b>24,014,510</b>
Receivables from Derivative Financial Instruments	-	103,443,698	130,928,660	32,197,771	174,430,640	56,059,009	-	497,059,778
Payables from Derivative Financial Instruments	-	102,226,834	135,872,344	30,968,954	148,635,256	55,341,880	-	473,045,268
Non-cash Loans	206,871,176	24,591,715	56,521,925	122,040,970	68,958,372	10,407,663	-	489,391,821

<sup>(1)</sup> Subsidiaries, associates and tangible and intangible assets, investment properties and deferred tax asset are stated in undistributed column.

<sup>(2)</sup> Subordinated debts are shown under securities issued.

<sup>(3)</sup> Assets that are necessary for banking activities and that cannot be liquidated in the short-term, such as fixed assets, associates and subsidiaries, stationery, pre-paid expenses and non-performing loans are shown in this column

<sup>(4)</sup> Expected loss provisions for financial assets are shown under the undistributed column of Other Assets.

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****VI. LIQUIDITY RISK AND LIQUIDITY COVERAGE RATIO AND NET STABLE FUNDING RATIO (Continued)****Net Stable Funding Ratio**

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

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

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

Current Period- December 31, 2024		a	b	c	ç	d
		Unweighted Amount According to Residual Maturity				Total Weighted Amounts
		Non-Maturity	Residual maturity of less than 6 months	Residual maturity of six months and longer but less than one year	Residual maturity of one year or more	
<b>Available stable funding</b>						
1	Capital Instruments	302,351,608	-	-	28,541,734	330,893,342
2	Tier 1 Capital and Tier 2 Capital	302,351,608	-	-	28,541,734	330,893,342
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	385,443,138	875,764,039	29,008,677	2,292,988	1,176,486,093
5	Stable Deposits	90,887,783	172,335,344	1,239,556	100,023	251,334,571
6	Less Stable Deposits	294,555,355	703,428,695	27,769,121	2,192,965	925,151,522
7	Other Obligations	282,768,203	1,577,097,781	139,477,217	362,469,963	894,440,937
8	Operational deposits	90,942,569	320,907,322	-	-	160,453,661
9	Other Obligations	191,825,634	1,256,190,459	139,477,217	362,469,963	733,987,276
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	153,276,762	89,684,639	-	-	-
12	Derivative liabilities			-		
13	All other equity not included in the above categories	153,276,762	89,684,639	-	-	-
14	<b>Available stable funding</b>					<b>2,401,820,372</b>
<b>Required stable funding</b>						
15	High Quality Liquid Assets					31,420,841
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	530,048,015	1,248,870,633	497,560,140	1,129,197,845	1,377,495,584
18	Encumbered loans to financial institutions, where the loan is secured against Level 1 assets	-	539,123,702	-	-	-



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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****VI. LIQUIDITY RISK AND LIQUIDITY COVERAGE RATIO AND NET STABLE FUNDING RATIO (Continued)****Net Stable Funding Ratio (Continued)**

19	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	49,675,177	70,925,813	8,804,255	4,096,749	26,589,026
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	480,372,838	629,424,860	472,799,664	1,078,928,893	1,308,218,386
21	<i>Loans with a risk weight of less than or equal to 35%</i>	-	-	-	-	-
22	Residential mortgages	-	9,396,258	15,956,221	46,172,203	42,688,172
23	<i>Residential mortgages with a risk weight of less than or equal to 35%</i>	-	9,396,258	15,956,221	46,172,203	42,688,172
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	227,890,510	127,220,175	-	27,262,866	241,653,099
27	Physical traded commodities, including gold	-				-
28	Initial margin posted or given guarantee fund to central counterparty			26,298,271	22,353,530	
29	Derivative Assets			12,588,029	12,588,029	
30	Derivative Liabilities before the deduction of the variation margin			3,085,333	308,533	
31	Other Assets not included above	227,890,510	85,248,542	-	27,262,866	206,403,007
32	Off-balance sheet commitments			1,269,219,374	88,804,082	67,747,634
33	<b>Total Required stable funding</b>					<b>1,721,858,078</b>
34	<b>Net Stable Funding Ratio (%)</b>					<b>139.49%</b>

The simple arithmetic NSFR average for the last nine months of the current period is 138.55 %; The average of the last nine months of simple arithmetic NSFR for the period of December 31, 2023 is 126.60%.

As of December 31, 2024, the NSFR was 139.49% (December 31, 2023: 128.15%). Considering the amounts to which the consideration rate has been applied, the real person and retail customer deposits with the highest consideration rate within the scope of the legislation constitute 48.98% (31 December 2023: 45.08%) and debts to other persons account for 37.24% (31 December 2023: 41.83%). Performing Loans, which have the largest share in the Required Stable Fund, constitute 80.00% of the Required Stable Fund amount (December 31, 2023: 75.70%).

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****VI. LIQUIDITY RISK AND LIQUIDITY COVERAGE RATIO AND NET STABLE FUNDING RATIO (Continued)****Net Stable Funding Ratio (Continued)**

Prior Period- December 31, 2023		a	b	c	ç	d
		Unweighted Amount According to Residual Maturity				Total Weighted Amounts
		Non-Maturity	Residual maturity of less than 6 months	Residual maturity of six months and longer but less than one year	Residual maturity of one year or more	
<b>Available stable funding</b>						
1	Capital Instruments	219,661,343	-	-	4,040,000	223,701,343
2	Tier 1 Capital and Tier 2 Capital	219,661,343	-	-	4,040,000	223,701,343
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	236,963,927	556,050,201	53,255,674	1,452,004	770,486,051
5	Stable Deposits	46,870,150	101,791,197	1,999,280	67,884	143,192,085
6	Less Stable Deposits	190,093,777	454,259,004	51,256,394	1,384,120	627,293,966
7	Other Obligations	193,970,013	1,095,041,667	140,896,350	252,884,062	714,927,497
8	Operational deposits	160,967,686	700,683,838	19,803,273	771,321	361,014,877
9	Other Obligations	33,002,327	394,357,829	121,093,077	252,112,741	353,912,620
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	130,754,013	54,429,468	-	-	-
12	Derivative liabilities			3,375,969		
13	All other equity not included in the above categories	130,754,013	51,053,499	-	-	-
14	<b>Available stable funding</b>					<b>1,709,114,890</b>
<b>Required stable funding</b>						
15	High Quality Liquid Assets					59,285,703
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	263,785,297	643,232,959	396,080,930	835,023,390	1,009,562,598
18	Encumbered loans to financial institutions, where the loan is secured against Level 1 assets	-	160,705,942	-	-	-
19	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	43,627,792	53,135,768	16,968,817	27,008,685	50,007,628

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20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	220,157,505	423,966,779	366,048,182	769,167,170	925,059,872
21	Loans with a risk weight of less than or equal to 35%	-	22,485,122	16,427,320	42,021,254	55,174,287
22	Residential mortgages	-	5,424,470	13,063,931	38,847,535	34,495,098
23	Residential mortgages with a risk weight of less than or equal to 35%	-	5,424,470	13,063,931	38,847,535	34,495,098
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	155,038,460	98,246,493		30,180,763	223,239,071
27	Physical traded commodities, including gold	-				-
28	Initial margin posted or given guarantee fund to central counterparty			27,357,698	23,254,043	
29	Derivative Assets			15,299,683	15,299,683	
30	Derivative Liabilities before the deduction of the variation margin			-	-	
31	Other Assets not included above	155,038,460	55,589,112	-	30,180,763	184,685,345
32	Off-balance sheet commitments			759,848,560	37,246,256	41,642,927
33	<b>Total Required stable funding</b>					<b>1,333,730,299</b>
34	<b>Net Stable Funding Ratio (%)</b>					<b>128.15</b>

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The Bank's unconsolidated leverage rate which is calculated due to "Regulation on Banks' Measurement and Evaluation of Leverage Level" actualised as 5.06% Increase in balance sheet assets and Tier I Capital transactions resulted in change in comparison with previous period (December 31, 2023: 5.49%) leverage rate. The Regulation adjudicated minimum leverage rate as 3%.

**Leverage ratio common disclosure template**

	Current Period - December 31, 2024 <sup>(*)</sup>	Prior Period - December 31, 2023 <sup>(*)</sup>
<b>On-balance sheet exposures</b>		
1. On-balance sheet items (excluding derivatives and SFTs; including collateral)	3,576,780,483	2,655,136,006
2. Assets deducted in determining Basel III Tier I capital	(2,425,409)	(985,366)
3. Total on-balance sheet exposures (excluding derivatives and SFTs)	3,574,355,074	2,654,150,640
<b>Derivative exposures</b>		
4. Replacement cost	17,729,126	23,427,466
5. Add-on amount	6,238,081	6,655,032
6. Total derivative exposures	23,967,207	30,082,498
<b>Securities financing transaction exposures</b>		
7. Gross SFT assets (with no recognition of accounting netting)	92,172,024	36,280,654
8. Agent transaction exposures	-	-
9. Total securities financing transaction exposures	92,172,024	36,280,654
<b>Other off-balance sheet exposures</b>		
10. Off-balance sheet exposures with gross nominal amount	1,651,908,073	1,169,215,096
11. Adjustment amounts off-balance sheet exposures with credit conversion factor	(246,353,505)	(444,617,721)
12. Total off-balance sheet exposures	1,405,554,568	724,597,375
<b>Capital and total exposures</b>		
13. Tier I capital	258,048,168	189,096,241
14. Total exposures	5,096,048,873	3,445,111,167
<b>Leverage ratio</b>		
15. Leverage ratio	5.06	5.49

<sup>(\*)</sup> Calculated by using three months average of balances in Leverage Rate Notification table.

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****VIII. FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES**

<b>Current Period - December 31, 2024</b>	<b>Carrying Value</b>	<b>Fair Value</b>
<b>Financial Assets:</b>		
Receivables from Interbank Money Markets	128,971,733	129,469,363
Banks	71,239,160	71,239,160
Financial assets at fair value through profit/loss	2,422,452	2,422,452
Financial Assets at Fair Value through Other		
Comprehensive Income	530,366,102	530,366,102
Assets Measured at Amortised Cost	382,597,095	413,858,548
Loans	2,046,069,195	1,887,376,456
<b>Financial Liabilities:</b>		
Bank Deposits	77,222,614	77,193,809
Other Deposits	2,460,565,368	2,422,704,515
Funds Borrowed	274,080,435	257,523,835
Marketable Securities	213,701,282	218,222,423
Subordinated Loans	84,921,106	82,182,695
<b>Prior Period - December 31, 2023</b>	<b>Carrying Value</b>	<b>Fair Value</b>
<b>Financial Assets:</b>		
Receivables from Interbank Money Markets	81,418,249	81,695,426
Banks	51,100,590	51,100,590
Financial assets at fair value through profit/loss	34,254,657	34,254,657
Financial Assets at Fair Value through Other		
Comprehensive Income	281,143,369	281,143,369
Assets Measured at Amortised Cost	344,373,002	361,118,755
Loans	1,519,111,504	1,436,034,094
<b>Financial Liabilities:</b>		
Bank Deposits	62,601,591	59,618,091
Other Deposits	1,899,159,526	1,898,565,422
Funds Borrowed	221,677,590	200,425,388
Marketable Securities	118,329,215	118,184,344
Subordinated Loans	34,437,278	33,166,498

Fair values of available-for-sale financial assets and held-to-maturity investments are derived from market prices or in case of absence of such prices they are derived from prices of other marketable securities, whose interest rate, maturity date and other conditions are similar to securities held.

Fair value of loans is calculated by discounting future cash flows with the use of current market interest rates.

Fair value of funds borrowed with fixed interest rate are calculated by discounting cash flows with current market interest rates. Fair value of funds borrowed with floating interest rate is calculated according to repricing period by discounting cash flows with current market rates.

Fair value of other assets and liabilities is calculated by adding accumulated acquisition costs and the sum of the interest accrual.

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TFRS 7 - Financial Instruments requires the classification of fair value measurements into a fair value hierarchy by reference to the observability and significance of the inputs used in measuring fair value of financial instruments measured at fair value to be disclosed. This classification basically relies on whether the relevant inputs are observable or not. Observable inputs refer to the use of market data obtained from independent sources, whereas unobservable inputs refer to the use of predictions and assumptions about the market made by the Bank. This distinction brings about a fair value measurement classification generally as follows:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices);

Level 3: Fair value measurements using inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

Classification requires using observable market data if possible.

The classification of fair value measurements of financial assets and liabilities measured at fair value is as follows:

<b>Current Period - December 31, 2024</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets at fair value through profit/loss:	2,422,452	-	-	2,422,452
<i>Debt securities</i>	-	-	-	-
<i>Equity securities</i>	1,340,880	-	-	1,340,880
<i>Other financial assets</i>	1,081,572	-	-	1,081,572
Financial assets at fair value through other comprehensive income:	528,410,152	1,668,965	286,985	530,366,102
<i>Government debt securities</i>	526,758,931	1,651,221	-	528,410,152
<i>Equity securities</i>	-	-	286,985	286,985
<i>Other financial assets</i>	1,651,221	17,744	-	1,668,965
<i>Derivative financial assets held for trading purpose</i>	-	26,447,481	-	26,447,481
Investments in associates and subsidiaries	11,035,315	-	18,378,211	29,413,526
<b>Total Financial Assets</b>	<b>541,867,919</b>	<b>28,116,446</b>	<b>18,665,196</b>	<b>588,649,561</b>
Financial liabilities at fair value through profit/loss:				
<i>Derivative financial liabilities held for trading purpose</i>	-	(6,789,568)	-	(6,789,568)
<b>Total Financial Liabilities</b>	<b>-</b>	<b>(6,789,568)</b>	<b>-</b>	<b>(6,789,568)</b>

(\*) Fair values of the subsidiaries with fair values that are observable and not based on market data is calculated by independent valuation institutions using various methods (discounted cash flows and dividend method, adjusted net asset value method, peer comparison, realized company acquisitions and mergers). Depending on the changes in the assumptions used by independent valuation institutions in determining the fair value, the carrying value of the subsidiaries and affiliates may change.

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****VIII. FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES (Continued)**

Prior Period - December 31, 2023	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit/loss:	3,754,810	30,499,847	-	34,254,657
Debt securities	-	30,499,847	-	30,499,847
Equity securities	902,695	-	-	902,695
Other financial assets	2,852,115	-	-	2,852,115
Financial assets at fair value through other comprehensive income	279,324,963	1,646,962	171,444	281,143,369
Government debt securities	277,692,891	1,632,071	-	279,324,962
Equity securities	-	-	171,444	171,444
Other financial assets	1,632,072	14,891	-	1,646,963
Derivative financial assets held for trading purpose	-	29,254,791	-	29,254,791
Investments in associates and subsidiaries	7,244,715	-	12,694,869	19,939,584
<b>Total Financial Assets</b>	<b>290,324,488</b>	<b>61,401,600</b>	<b>12,866,313</b>	<b>364,592,401</b>
Financial liabilities at fair value through profit/loss:				
Derivative financial liabilities held for trading purpose	-	(5,766,388)	-	(5,766,388)
<b>Total Financial Liabilities</b>	<b>-</b>	<b>(5,766,388)</b>	<b>-</b>	<b>(5,766,388)</b>

(\*) Fair values of the subsidiaries with fair values that are observable and not based on market data is calculated by independent valuation institutions using various methods (discounted cash flows and dividend method, adjusted net asset value method, peer comparison, realized company acquisitions and mergers). Depending on the changes in the assumptions used by independent valuation institutions in determining the fair value, the carrying value of the subsidiaries and affiliates may change.

The reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy as at and for the year ended December 31, 2024 is as follows:

Level 3	Current Period – December 31, 2024	Prior Period - December 31, 2023
Balance at the beginning of the year	12,866,313	7,328,962
Total gains or losses for the year recognized in profit or loss	-	-
Total gains or losses for the year recognized under equity	5,798,883	5,537,351
<b>Balance at the end of the year</b>	<b>18,665,196</b>	<b>12,866,313</b>



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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****IX. TRANSACTIONS CARRIED OUT ON BEHALF OF CUSTOMERS , ITEMS HELD IN TRUST**

The Bank provides buying, selling and custody services and management and advisory services in financial matters for its customers. The Bank is not involved in trust activities.

**X. SEGMENT REPORTING**

The Bank operates in corporate, commercial, small business, retail, treasury and investment banking. Accordingly, the banking products served to customers are; time and demand deposit, accumulating account, repos, debtors current loans, spot loans, foreign currency indexed loans, consumer loans, automobile and housing loans, working capital loans, discounted bills, overdraft facilities, gold loans, foreign currency loans, Eximbank loans, pre-export loans, ECA covered financing, letters of guarantee, letters of credit, export factoring, acceptance credits, draft facilities, forfaiting, leasing, insurance, forward, futures, salary payments, investment account, cheques, safety boxes, bill payments, tax collections, payment orders.

The Bank provides service packages to its corporate, commercial and retail customers including deposit, loans, foreign trade transactions, investment products, cash management, leasing, factoring, insurance, credit cards, and other banking products. A customer-oriented branch network was built in order to serve customers' needs effectively and efficiently.

Additionally, the Bank provides banking service to its personnel and enterprises which are active in retail and service sectors. Products include overdraft accounts, POS machines, credit cards, cheque books, TL and foreign currency deposits, investment accounts, internet banking and call-center, debit card, and bill payment.

Retail banking customers form a wide-spread and sustainable deposit base for the Bank. Individual customers' needs are met by diversified consumer banking products through branches and alternative delivery channels.

Major financial statement items according to business lines:

<b>Current Period</b>	<b>Retail Banking</b>	<b>Corporate/ Commercial Banking</b>	<b>Treasury and Investment Operations</b>	<b>Other and Undistributed</b>	<b>Total Operations</b>
<b>OPERATING INCOME/ EXPENSES</b>					
Interest Income	102,612,744	328,805,134	300,668,192	1,120,876	733,206,946
Interest Expense	264,338,464	290,835,936	78,833,957	222,123	634,230,480
Net Interest Income/Losses (Net)	(161,725,720)	37,969,198	221,834,235	898,753	98,976,466
Net Fees and Commissions Income	13,280,590	31,106,910	2,086,051	-	46,473,551
Dividend Income	-	-	124,532	-	124,532
Trading Income/ Losses (Net)	-	-	(9,361,793)	-	(9,361,793)
Other Income	-	-	-	46,055,973	46,055,973
Allowance for Expected Credit Losses	-	-	-	52,298,116	52,298,116
Other Expenses	-	-	-	73,331,288	73,331,288
<b>Profit Before Taxes</b>	<b>(148,445,130)</b>	<b>69,076,108</b>	<b>214,683,025</b>	<b>(78,674,678)</b>	<b>56,639,325</b>
Provision for taxes	-	-	-	-	(16,264,024)
<b>Net Profit/ Loss</b>					<b>40,375,301</b>
<b>ASSETS</b>					
Segment Assets	412,019,662	1,342,355,732	2,067,575,827	169,461,598	3,991,412,819
Subsidiaries and Associates (Net)	-	-	30,072,878	-	30,072,878
<b>TOTAL ASSETS</b>	<b>412,019,662</b>	<b>1,342,355,732</b>	<b>2,097,648,705</b>	<b>169,461,598</b>	<b>4,021,485,697</b>
<b>LIABILITIES</b>					
Segment Liabilities	1,211,127,626	1,299,489,749	1,114,215,217	177,458,656	3,802,291,248
Equity	-	-	-	219,194,449	219,194,449
<b>TOTAL LIABILITIES</b>	<b>1,211,127,626</b>	<b>1,299,489,749</b>	<b>1,114,215,217</b>	<b>396,653,105</b>	<b>4,021,485,697</b>

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****X. SEGMENT REPORTING (Continued)**

Prior Period	Retail Banking	Corporate/ Commercial Banking	Treasury and Investment Operations	Other and Undistributed	Total Operations
<b>OPERATING INCOME/ EXPENSES</b>					
Interest Income	41,058,071	132,443,295	137,983,143	1,431,466	312,915,975
Interest Expense	85,690,167	135,683,223	39,349,486	238,025	260,960,901
Net Interest Income/Losses (Net)	(44,632,096)	(3,239,928)	98,633,657	1,193,441	51,955,074
Net Fees and Commissions Income	6,045,286	18,234,223	1,466,479	-	25,745,988
Dividend Income	-	-	199,740	-	199,740
Trading Income/ Losses (Net)	-	-	14,030,910	-	14,030,910
Other Income	-	-	-	40,288,762	40,288,762
Allowance for Expected Credit Losses	-	-	-	54,303,842	54,303,842
<b>Other Expenses</b>	-	-	-	52,504,954	52,504,954
<b>Profit Before Taxes</b>	<b>(38,586,810)</b>	<b>14,994,295</b>	<b>114,330,786</b>	<b>(65,326,593)</b>	<b>25,411,678</b>
Provision for taxes					(365,768)
<b>Net Profit/ Loss</b>					<b>25,045,910</b>
Segment Assets	284,714,333	988,994,244	1,369,367,968	133,192,655	2,776,269,200
Subsidiaries and Associates (Net)	-	-	20,364,932	-	20,364,932
<b>TOTAL ASSETS</b>	<b>284,714,333</b>	<b>988,994,244</b>	<b>1,389,732,900</b>	<b>133,192,655</b>	<b>2,796,634,132</b>
Segment Liabilities	767,561,262	1,167,560,349	539,216,416	150,868,491	2,625,206,518
Equity	-	-	-	171,427,614	171,427,614
<b>TOTAL LIABILITIES</b>	<b>767,561,262</b>	<b>1,167,560,349</b>	<b>539,216,416</b>	<b>322,296,105</b>	<b>2,796,634,132</b>

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The footnotes and related explanations published in the Official Gazette No. 29511 dated October 23, 2015 and prepared in accordance with the "Explanations Communiqué on Explanations to the Public Regarding Banks Risk Management" entered into force as of March 31, 2016 are given in this section. Since the Bank uses a standardized approach to capital adequacy calculations, there is no disclosure within the scope of the internal rating-based approach.

In the face of sudden and unexpected changes that may arise regarding macroeconomic indicators and Bank-specific situations; Bank, reveals the risks that may be exposed such as income / expense effect, capital loss, economic value change, liquidity adequacy through various reports and stress tests conducted daily, weekly and monthly.

The development of the risk culture by the Bank in parallel with the changes in economic conjuncture and risk perception is considered as an important factor, and it aims to provide risk awareness and sensitivity in the actions to be taken. In this direction, the training given to the personnel, risk measurements and reporting, risk reporting to the Board of Directors, Senior Management and committees, the risk appetite framework created by the Bank and the internal capital adequacy assessment process make a significant contribution to the dissemination of the risk culture.

**1. Information on Risk Management and Overview of Risk Weighted Amounts****Risk Management Strategy**

The bank manages assets and values which are entrusted to it effectively and efficiently in order to increase the constant contribution to customers, shareholders and the society. The bank adopted the forward-looking risk-based approach in all activities undertaken by creating assets in a high quality and managing obligations well. Generating the systems and processes of risk management and observation of its effectiveness are structured in the responsibility of Board of Directors. Current risk profile of the bank defines the all the internal and external important risks arises from the operating environment, the regulatory or economic environment. These risks defined on the console and unconsole level are managed with policies and implementation procedures approved by the Bank's Board of Directors. To achieve this, Risk Management Department working under the Audit Committee, Inspection Board Department and Internal Control Department are working in coordination with all the departments at the same time.

Risk management strategy of the bank is basically to avoid legal risks and risks which are unlikely to occur but have a huge impact, to take measures to minimize the risks (to reduce risks) that may arise due to the nature of banking activities, to purchase protection, insurance or techniques such as credit derivatives in order to transfer risks to the third parties (transfer of risk) and the acceptance of risks that are unlikely to occur and have small impact.

Within the scope of the general principles and principles observed by the Bank in the context of risk management, the internal capital adequacy assessment process (İSEDES) is established in parallel with the budgeting process to determine the internal capital targets consistent with the risk profile and the activity environment and the effects of scenario outcomes on Bank projections is evaluated. In addition, within the scope of the "Regulation on Measures Plans to be Prepared by Systemically Important Banks", the Bank contributes to the preparation of the Measures Plan.

As a part of risk appetite structure, risk limits are set and over-limit exemptions and early warning levels are observed/followed. The Bank's risk level is limited to the limits consistent with risk appetite. Risk limits are determined in accordance with the size and complexity of the Bank's risk levels, activities, products and services. The limits are reviewed regularly according to market conditions, the Bank's strategy and the risk appetite and updated when necessary. In addition to the limits, early warning levels indicating that the limits are approached are also determined. If the limit levels are approached or exceeded, the relevant units take the necessary actions.

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The risks may arise from the new products and services and effects of these risks are analyzed. For the quantification of quantifiable risks and the qualitative evaluation of non-quantifiable. Effective and applicable systems which are compatible with the Bank's product range and fields of activity are developed.

In response to the sudden and unexpected changes in the macroeconomic indicators and Bank's specific circumstances, the risks the can be exposed to such as income/expenditure effect, capital loss, economic value change, liquidity adequacy are presented by various reports and stress tests conducted daily, weekly, monthly and annually. These reports and stress tests play an active role in the process of making decisions in the context of risk based approach. Risks subject to stress tests contains all the risks related to bank's risk group (on the balance sheet- off the balance sheet). These risks are subject to stress test applications independently and can be subject to stress test applications in an integrated way taking into account interactions between them.

Risks which are subject to stress test applications can be evaluated on portfolio and activities basis, consolidated and unconsolidated basis, at specific and general levels. Specific stress test applications are performed with sensitivity and scenario analysis specific to particular portfolio and activity. General stress test applications are established to ensure that bank's risks are seen in an integrated perspective. Relations between risks are taken into account by the correlation effect and relations between portfolios are considered with diversification effect. Furthermore, in addition to stress tests, reverse stress tests that enable us to evaluate which risk factors and which risk concentrations causes significant loss indicators designed from the outset are conducted.

The Risk Management Department uses the methods appropriate to national legislation and international practices to evaluate and monitor the developments in risks, to take necessary measures, to establish risk limits, to stay within the specified limits, and to perform the necessary analysis, measurement and reporting.

The development of risk culture in parallel with the changes in the economic conjuncture and risk perception is an important element of the Bank and aims to ensure risk awareness and sensitivity in the actions to be taken. In this respect, training programs, risk measurements and reports provided to the Board of Directors, Senior Management and risk reporting to the committees, the Bank's risk appetite framework and internal capital adequacy assessment process make a significant contribution to the dissemination of risk culture.

**Risk Weighted Amounts**

	Risk Weighted Amount		Minimum Capital Requirements
	Current Period- December 31, 2024	Prior Period - December 31, 2023	Current Period- December 31, 2024
1 Credit Risk (excluding counterparty credit risk) <sup>(*)</sup>	1,833,821,916	1,349,376,936	146,705,753
2 Standardised approach	1,833,821,916	1,349,376,936	146,705,753
3 Internal rating-based approach	-	-	-
4 Counterparty Credit Risk	59,525,766	23,910,231	4,762,061
5 Standardised approach for counterparty credit risk	59,525,766	23,910,231	4,762,061
6 Internal model method	-	-	-
7 Equity position in banking book under basic risk weighting or internal rating based	-	-	-
8 Equity investments in funds – look-through approach	1,081,572	2,852,116	86,526
9 Equity investments in funds – mandate-based approach	-	-	-
10 Equity investments in funds – 1250% weighted risk approach	-	-	-
11 Settlement Risk	-	-	-
12 Securitization positions in banking accounts	-	-	-
13 IRB ratings-based approach	-	-	-
14 IRB Supervisory formula approach	-	-	-
15 SA/simplified supervisory formula approach	-	-	-
16 Market risk	10,753,290	8,487,107	860,263
17 Standardised approach	10,753,290	8,487,107	860,263
18 Internal model approaches	-	-	-
19 Operational Risk	121,865,138	77,198,348	9,749,211
20 Basic Indicator Approach	121,865,138	77,198,348	9,749,211
21 Standardised approach	-	-	-
22 Advanced measurement approach	-	-	-
23 The amounts below the thresholds for deduction from capital (subject to a 250% risk weight)	-	-	-
24 Floor adjustment	-	-	-
25 Total (1+4+7+8+9+10+11+12+16+19+23+24)	2,027,047,682	1,461,824,738	162,163,814

<sup>(\*)</sup> Except for the amount of the discount threshold under the equity

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****XI. INFORMATION ON RISK MANAGEMENT (Continued)****1. Linkages between Financial Statements and Regulatory Exposures****a) Differences between accounting and regulatory scopes of consolidation and mapping of financial statement categories with regulatory risk categories**

Current Period - December 31, 2024	Carrying values as reported in published financial statements	Carrying values of items (according to TAS)				Not subject to capital requirements or subject to deduction from capital
		Subject to credit risk	Subject to counterparty credit risk	Subject to securitization	Subject to the market risk	
<b>Assets</b>						
Cash and balances at central bank	768,455,768	768,455,768	-	-	-	-
Financial assets held for trading	71,239,160	71,239,160	-	-	-	-
Financial assets designated at fair value through profit or loss	128,971,733	70,657,112	58,314,621	-	-	-
Banks	2,422,452	2,422,452	-	-	242,830	-
Receivables from money markets	530,366,102	530,366,102	313,013,940	-	-	-
Available for sale financial assets (net)	382,597,095	382,597,095	275,869,227	-	-	-
Loans and receivables	26,447,481	-	26,447,481	-	653,346	-
Factoring receivables	36,667,071	36,667,071	-	-	-	-
Held to maturity investments (-)	(68,352,290)	(23,415,531)	-	-	-	(44,936,759)
Investments in associates (net)	2,009,402,124	2,009,423,663	-	-	-	(21,539)
Investments in subsidiaries (net)	1,075,975	1,075,975	-	-	-	-
Investments in joint ventures (net)	8,357,945	8,357,945	-	-	-	-
Leasing receivables	21,714,933	21,714,933	-	-	-	-
Derivative financial assets held for hedges	-	-	-	-	-	-
Tangible assets (net)	38,931,477	40,504,661	-	-	-	(1,573,184)
Intangible assets (net)	1,290,767	-	-	-	-	(1,290,767)
Investment properties (net)	3,845,463	-	-	-	-	-
Tax assets	876,325	-	-	-	-	-
Non-current assets and disposal groups classified as held for sale (net)	4,740,299	4,740,299	-	-	-	-
Other assets	52,435,817	52,541,519	-	-	-	(105,702)
<b>Total assets</b>	<b>4,021,485,697</b>	<b>3,977,348,224</b>	<b>673,645,269</b>	<b>-</b>	<b>896,176</b>	<b>(47,927,951)</b>
<b>Liabilities</b>						
Deposits	2,537,787,982	-	-	-	-	2,537,787,982
Funds borrowed	274,080,435	-	-	-	-	274,080,435
Money market transactions	507,549,214	-	507,549,214	-	-	-
Marketable Securities (net)	213,701,282	-	-	-	-	213,701,282
Funds	3,005	-	-	-	-	3,005
Financial Liabilities at fair value through profit or loss	-	-	-	-	-	-
Derivatives liabilities	6,789,568	-	6,789,568	-	654,488	-
Factoring liabilities	-	-	-	-	-	-
Lease liabilities	5,413,386	-	-	-	-	5,413,386
Provisions	28,035,737	-	-	-	-	28,035,737
Current tax liabilities	10,203,155	-	-	-	-	10,203,155
Deferred tax liabilities	-	-	-	-	-	-
Non-current liabilities or disposal groups "held for sale" and from discontinued operations	-	-	-	-	-	-
Subordinated debts	84,921,106	-	-	-	-	84,921,106
Other liabilities	133,806,378	-	-	-	-	133,806,378
Equity	219,194,449	-	-	-	-	219,194,449
<b>Total liabilities</b>	<b>4,021,485,697</b>	<b>-</b>	<b>514,338,782</b>	<b>-</b>	<b>654,488</b>	<b>3,507,146,915</b>

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****XI. INFORMATION ON RISK MANAGEMENT (Continued)****1. Linkages between Financial Statements and Regulatory Exposures (Continued)****a) Differences between accounting and regulatory scopes of consolidation and mapping of financial statement categories with regulatory risk categories (Continued)**

	Carrying values as reported in published financial statements	Carrying values of items (according to TAS)				
		Subject to credit risk	Subject to counterparty credit risk	Subject to the securitization	Subject to market risk	Not subject to capital requirements or subject to deduction from capital
Prior Period - December 31, 2023						
Assets						
Cash and balances at central bank	385,703,700	385,703,700	-	-	-	-
Banks	51,100,590	51,100,590	-	-	255,357	-
Receivables from money markets	81,418,249	81,418,249	-	-	-	-
Financial Assets at Fair Value through Profit or Loss	34,254,657	3,754,810	-	-	144,925	-
Financial Assets at Fair Value through other comprehensive Income	281,143,369	281,143,369	71,946,770	-	-	-
Financial Asstes Measured at amortised cost	344,373,002	344,373,002	89,103,421	-	-	-
Derivative financial assets	29,254,791	-	29,254,791	-	661,609	-
Non-performing financial assets	19,823,287	19,823,287	-	-	-	-
Allowance for expected credit losses	(61,874,046)	(16,135,770)	-	-	-	(45,458,935)
Loans (Net)	1,499,288,217	1,499,320,468	-	-	-	(32,251)
Non-current assets or disposal groups "held for sale" and" from discontinued operations	213,007	213,007	-	-	-	-
Investments in associates (net)	5,759,620	5,759,620	-	-	-	-
Investments in subsidiaries (net)	14,605,312	14,605,312	-	-	-	-
Investments in joint ventures (net)	-	-	-	-	-	-
Tangible assets (net)	25,723,696	26,058,261	-	-	-	(334,565)
Intangible assets (net)	880,319	-	-	-	-	(880,319)
Investment properties (net)	2,928,725	-	-	-	-	-
Current tax assets	-	-	-	-	-	-
Deferred tax assets	10,891,261	10,891,261	-	-	-	-
Other assets	71,146,376	71,264,506	-	-	-	(118,130)
Total assets	2,796,634,132	2,779,293,672	190,304,982	-	1,061,891	(46,824,200)
Liabilities						
Deposits	1,961,761,117	-	-	-	4,903,825	1,956,857,292
Funds borrowed	221,677,590	-	-	-	-	221,677,590
Money market transactions	132,363,434	-	132,363,434	-	-	-
Marketable Securities (net)	118,329,215	-	-	-	-	118,329,215
Funds	3,005	-	-	-	-	3,005
Financial Liabilities at fair value through profit or loss	-	-	-	-	-	-
Derivatives liabilities	5,766,388	-	5,766,388	-	663,535	-
Factoring liabilities	-	-	-	-	-	-
Lease liabilities	2,870,612	-	-	-	-	2,870,612
Provisions	22,091,601	-	-	-	-	22,091,601
Current tax liabilities	11,549,923	-	-	-	-	11,549,923
Deferred tax liabilities	-	-	-	-	-	-
Non-current liabilities or disposal groups "held for sale" and" from discontinued operations	-	-	-	-	-	-
Subordinated debts	34,437,278	-	-	-	-	34,437,278
Other liabilities	114,356,355	-	-	-	-	114,356,355
Equity	171,427,614	-	-	-	-	171,427,614
Total liabilities	2,796,634,132	-	138,129,822	-	5,567,360	2,653,600,485

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****XI. INFORMATION ON RISK MANAGEMENT (Continued)****1. Linkages between Financial Statements and Regulatory Exposures (Continued)****b) Main sources of differences between regulatory exposure amounts and carrying values in financial statements**

Current Period - December 31, 2024		Total	Items subject to credit risk	Items subject to securitisation	Items subject to counterparty credit risk	Items subject to market risk
1	Asset carrying value amount under scope of regulatory consolidation	4,069,413,648	3,977,348,224	-	673,645,269	896,176
2	Liabilities carrying value amount under regulatory scope of consolidation	514,338,782	-	-	514,338,782	654,488
3	Total net amount under regulatory scope of consolidation	3,555,074,866	3,977,348,224	-	159,306,487	241,688
4	Off-balance sheet amounts	-	-	-	25,670,900	-
5	Differences in valuations	-	-	-	-	-
6	Differences due to different netting rules, other than those already included in row 2	-	-	-	-	-
7	Differences due to consideration of provisions	-	-	-	-	-
8	Differences due to prudential filters	-	-	-	-	-
9	Differences due to risk reduction	-	-	-	624,535,260	-
10	Exposure amounts considered for regulatory	-	3,977,348,224	-	650,206,160	241,688

  

Prior Period - December 31, 2023		Total	Items subject to credit risk	Items subject to securitisation	Items subject to counterparty credit risk	Items subject to market risk
1	Asset carrying value amount under scope of regulatory consolidation	2,843,458,332	2,779,293,672	-	190,304,982	1,061,891
2	Liabilities carrying value amount under regulatory scope of consolidation	143,033,647	-	-	138,129,822	5,567,360
3	Total net amount under regulatory scope of consolidation	2,700,424,685	2,779,293,672	-	52,175,160	(4,505,469)
4	Off-balance sheet amounts	-	-	-	-	-
5	Differences in valuations	-	-	-	-	-
6	Differences due to different netting rules, other than those already included in row 2	-	-	-	-	-
7	Differences due to consideration of provisions	-	-	-	-	-
8	Differences due to prudential filters	-	-	-	-	-
9	Differences due to risk reduction	-	-	-	115,554,945	-
10	Exposure amounts considered for regulatory	-	2,779,293,672	-	115,554,945	(4,505,469)

**c) Explanations of differences between accounting and regulatory exposure amounts**

There is no significant difference between the amounts assessed pursuant to TAS and the risk amounts used within the scope of capital adequacy reported on the financial statements.



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If the counterparty does not partially or completely fulfil its obligations in accordance with contract, the credit risk is exposed. Bank's definition of credit risk contains the credit risk in all products and activities based on the credit definition of law of banking.

In accordance with the articles 51 and 54 of banking law and in compliance with legal legislation in order to restrict the credit risk in the crediting operations; branches, regional directorates, general directorate crediting units, deputy general manager responsible for credits, general manager, credit committee and board of directors determine the credit limits for counterparties within the framework of lending authority limits and provide credits within these limits.

Crediting activities are one of the basic and extensive fields of activities. The bank can provide all kind of crediting activities with its experience, competitiveness, variety of product and services. Parallel to this, it has a wide range of organization, regulation (legislation/documentation) and system infrastructure for the marketing, allocation and monitoring process of credit.

While establishing infrastructure, it is also supervised that all activities can be performed on a risk basis, in addition to providing the highest level of efficiency in the processes of the credits.

Credit management is not the single function within the Bank and it is not restricted to the only one unit and responsibility area. Credit management is a process carried out together with different units and employees with different roles, authorities and responsibilities.

Credit facility functions are mainly carried out by the consecration units and in addition to the transactions done by the business units announced by the head of the Credit Management Department, relevant policy, strategy and framework documents are constituted by taking account of the international implementations and domestic regulations in order to ensure the effective and healthy management of the credit risk. The basic principles and principles of the policy, strategy and framework documents and the identification, measurement, monitoring and reporting of risk within the scope of risk management are determined. In the management of the credit risk, it is essential to consider all risk categories that may lead to capital requirements. In this subjected process, allocation units, intelligence units and risk management units are playing an active role.

The Risk Management Department continues its activities to assess, analyze and report on the credit risk in line with the policy document and measurement results and to determine the effect of the Bank on the capital requirement.

Within the results of the studies made in this context, it is possible to establish better portfolios with lower potential asset classes (credit types and/or counterparties) by sharing them with the bank's top management and the units managing the loan portfolios, trying to be a guide in these matters.

In order to identify the risks which are created by loan concentrations and to create a balanced loan portfolio, sectoral, large credit and country risk limits have been determined, and these limits are regularly reviewed and updated taking into account the Bank's credit policy, risk appetite and economic changes.

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## INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

## XI. INFORMATION ON RISK MANAGEMENT (Continued)

## 2. Credit Risk Explanations (Continued)

## a) General Information on Credit Risk (Continued)

The eventual aim of the Bank is using credit risk inherent management methods in accordance with Basel III and best international implementations. In this context, studies of IRB (Internal Ratings Based Approach) are carried out. Within the scope of IRB studies, politics and procedures are updated as risk-focused. In addition, the work involves the correctness, precision and consistency of the models, which are used by the Bank, and the ratios of them in determining these criteria, measuring the general coherence of the other parts of the models, and basically, the work is continued in terms of qualitative and quantitative validation (verification) of the Bank's inner credit rating systems.

## Credit quality of assets

Current Period- December 31, 2024		Gross carrying values of (according to TAS)		Allowances / Impairment	Net Values
		Defaulted Exposures	Defaulted Exposures		
1	Loans	36,667,071	2,009,402,124	67,947,353	1,978,121,842
2	Debt Securities	-	918,456,188	3,070,539	915,385,649
3	Off-balance sheet exposure	1,634,835	1,694,515,346	139,368	1,696,010,813
4	<b>Total</b>	<b>38,301,906</b>	<b>4,622,373,658</b>	<b>71,157,260</b>	<b>4,589,518,304</b>

  

Prior Period - December 31, 2023		Gross carrying values of (according to TAS)		Allowances / Impairment	Net Values
		Defaulted Exposures	Defaulted Exposures		
1	Loans	19,823,287	1,499,288,217	61,552,629	1,457,558,875
2	Debt Securities	-	631,319,992	2,048,811	629,271,181
3	Off-balance sheet exposure	851,721	1,011,602,114	68,887	1,012,384,948
4	<b>Total</b>	<b>20,675,008</b>	<b>3,142,210,323</b>	<b>63,670,327</b>	<b>3,099,215,004</b>

Changes in stock of defaulted loans and debt securities <sup>(\*)</sup>

		Current Period - December 31, 2024	Prior Period - December 31, 2023
1	Defaulted Loans and debt securities at end of the previous reporting period	19,823,287	20,274,348
2	Loans and debt securities that have defaulted since the last reporting period	31,169,220	6,884,740
3	Returned to non-defaulted status	4,618,922	1,875
4	Amounts written-off	1,021,927	1,599,845
5	Other Changes	(8,684,588)	(5,734,081)
6	<b>Defaulted Loans and debt securities at end of the reporting period (1+2-3-4+5)</b>	<b>36,667,070</b>	<b>19,823,287</b>

(\*) Provisions for non-cash loans that are not indemnified and not converted into cash are not included.

## Additional disclosure related to the credit quality of assets:

As per the provisions of "Regulation on the Procedures and Principles for Classification of Loans and Provisions to be Set Aside" published by BRSA, capital and interest payments, and loans unpaid within their maturity or on their due date are accepted to be overdue. Loans the collection of whose capital and interest payments are overdue more than 90 days and the loans whose debtors are decided by the Bank to have lost their credit ratings are deemed to be depreciated or loans for which provision is allocated.

The Bank calculates its expected loss provisions in scope of TFRS 9, as laid out in detail in Information on Expected Loss Provisions no. VIII in the Accounting Policies.

Restructuring that can be applied for performing or non-performing receivables is done by changing the terms of the loan contract or by partially or completely refinancing the loan due to the financial difficulties that the borrower is facing or is likely to encounter in the payments.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024

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

## INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

## XI. INFORMATION ON RISK MANAGEMENT (Continued)

## 2. Credit Risk Explanations (Continued)

*Breakdown of receivables in terms of geographic regions, sectors and remaining maturities*

	Credit receivables/risks December 31, 2024	Credit receivables/risks December 31, 2023
Domestic	1,911,236,460	1,398,264,454
European Union Countries	-	-
OECD Countries (*)	-	-
Off-Shore Banking Regions	-	-
USA, Canada	8,072,291	12,156,583
Other	90,093,373	88,867,180
<b>Total</b>	<b>2,009,402,124</b>	<b>1,499,288,217</b>

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

*Breakdown of loan receivables by sector*

Current Period - December 31, 2024			
Breakdown of loan receivables by sector	Cash Loans	Impaired Loans	Provisions
<b>Agricultural</b>	<b>28,426,677</b>	<b>227,012</b>	<b>143,486</b>
Farming and raising livestock	28,029,901	178,639	114,663
Forestry	89,215	47,816	28,266
Fishing	307,561	557	557
<b>Manufacturing</b>	<b>678,305,962</b>	<b>8,291,086</b>	<b>6,297,791</b>
Mining and Quarrying	54,026,004	351,547	332,254
Production	545,790,249	6,225,715	4,384,661
Electricity, Gas, Water	78,489,709	1,713,824	1,580,876
<b>Construction</b>	<b>125,501,347</b>	<b>4,787,340</b>	<b>4,066,258</b>
<b>Services</b>	<b>736,073,358</b>	<b>12,437,990</b>	<b>7,940,685</b>
Wholesale and Retail Trade	254,937,981	5,240,796	3,705,384
Accommodation and Dining	67,292,570	254,299	179,876
Transportation and Telecommunication	178,849,395	1,769,756	1,503,103
Financial Institutions	86,784,131	195,682	172,974
Real Estate and Rental Services	107,213,157	271,313	212,491
Professional Services	28,455,929	4,550,440	2,035,453
Educational Services	4,439,393	32,495	30,150
Health and Social Services	8,100,802	123,209	101,254
<b>Other</b>	<b>441,094,780</b>	<b>10,923,643</b>	<b>4,967,311</b>
<b>Total</b>	<b>2,009,402,124</b>	<b>36,667,071</b>	<b>23,415,531</b>

Prior Period - December 31, 2023			
Breakdown of loan receivables by sector	Cash Loans	Impaired Loans	Provisions
<b>Agricultural</b>	<b>17,033,799</b>	<b>111,705</b>	<b>101,774</b>
Farming and raising livestock	16,475,665	105,274	95,653
Forestry	72,239	963	864
Fishing	485,895	5,468	5,257
<b>Manufacturing</b>	<b>487,033,075</b>	<b>4,692,692</b>	<b>4,075,119</b>
Mining and Quarrying	30,415,518	360,813	315,695
Production	380,429,022	2,457,985	2,170,117
Electricity, Gas, Water	76,188,535	1,873,894	1,589,307
<b>Construction</b>	<b>105,274,919</b>	<b>4,369,508</b>	<b>3,921,963</b>
<b>Services</b>	<b>564,481,873</b>	<b>7,243,249</b>	<b>5,708,003</b>
Wholesale and Retail Trade	204,806,202	2,673,145	2,412,357
Accommodation and Dining	48,650,400	161,056	141,890
Transportation and Telecommunication	166,825,290	1,878,925	1,419,376
Financial Institutions	62,641,597	196,017	148,379
Real Estate and Rental Services	51,969,950	155,813	147,216
Professional Services	20,779,232	2,021,394	1,295,822
Educational Services	3,764,478	45,258	41,968
Health and Social Services	5,044,724	111,641	100,995
<b>Other</b>	<b>325,464,551</b>	<b>3,406,133</b>	<b>2,328,911</b>
<b>Total</b>	<b>1,499,288,217</b>	<b>19,823,287</b>	<b>16,135,770</b>

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****XI. INFORMATION ON RISK MANAGEMENT (Continued)****2. Credit Risk Explanations (Continued)***Breakdown by outstanding maturity*

Current Period - December 31, 2024					
Up to 1 Month	1 – 3 Months	3 – 12 Months	1 – 5 Years	5 Years and Over	Total
339,297,969	211,573,856	504,968,873	580,433,070	373,128,356	2,009,402,124
Prior Period - December 31, 2023					
Up to 1 Month	1 – 3 Months	3 – 12 Months	1 – 5 Years	5 Years and Over	Total
185,369,620	152,766,901	397,452,156	464,547,053	299,152,487	1,499,288,217

*Amounts of provision allocated receivables (According to the definition used by the Bank in accounting) based on geographical area and sector and amounts deducted from the assets with the related provisions**Breakdown of the provision allocated receivables and related provisions by geographical regions*

Current Period - December 31, 2024		
Geographical area	Loans Receivables (Risks)	Provisions
Domestic	36,502,017	23,250,477
European Union Countries	-	-
OECD Countries (*)	-	-
Off-Shore Banking Regions	-	-
USA, Canada	165,054	165,054
Other	-	-
<b>Total</b>	<b>36,667,071</b>	<b>23,415,531</b>

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

Prior Period - December 31, 2023		
Geographical area	Loans Receivables (Risks)	Provisions
Domestic	19,613,259	15,925,742
European Union Countries	-	-
OECD Countries (*)	-	-
Off-Shore Banking Regions	-	-
USA, Canada	209,723	209,723
Other	305	305
<b>Total</b>	<b>19,823,287</b>	<b>16,135,770</b>

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

*Aging analysis for overdue receivables*

	Current Period – December 31, 2024 (*)	Prior Period – December 31, 2023 (*)
31-60 days overdue	9,744,265	3,237,928
61-90 days overdue	7,212,344	1,928,099

(\*) Loan receivables with overdue loans are taken into consideration.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****XI. INFORMATION ON RISK MANAGEMENT (Continued)****2. Credit Risk Explanations (Continued)***Breakdown of restructured receivables based on whether or not provisions are allocated*

Payment Plan Extensions	Current Period - December 31, 2024	Prior Period - December 31, 2023
Standard Loans	14,155	66,810
Loans Under Close Monitoring	86,058,592	56,231,562
Non-performing Loans	3,802,614	2,620,644

**b) Credit Risk Mitigation****Qualitative disclosure on credit risk mitigation techniques**

Credit risk mitigation techniques at the Bank are evaluated within the scope of the "Credit Risk Management Policy Document". In calculations regarding credit risk reduction, the Bank uses the simple financial guaranteed method for financial guarantees within the scope of the "Communiqué on Credit Risk Mitigation Techniques", which came into force after being published in the Official Gazette No. 29111 dated September 6, 2014. Cash or similar cash assets, Treasury-backed Credit Guarantee Fund guarantees and guarantees are used to reduce credit risk.

Policies regarding the valuation of financial collateral and the appraisal of the valuations and policies and procedures for the valuation of real estate established for the collateral of mortgage-backed loans, which are an asset class, have been established. These policies and procedures have been prepared in accordance with the "Communiqué on Credit Risk Mitigation" and cover the minimum requirements for collateral valuation and management.

The Bank receives collaterals such as mortgages, sureties/guarantees and financial collaterals for the loans given.

**Credit risk mitigation techniques**

Current Period- December 31, 2024	Exposures unsecured: carrying amount	Exposures secured by collaterals	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	1,595,038,497	383,083,345	363,214,260	59,266,016	48,096,308	-	-
2 Debt Securities	915,385,649	-	-	-	-	-	-
3 Total	2,510,424,146	383,083,345	363,214,260	59,266,016	48,096,308	-	-
4 Of which Defaulted	36,667,071	-	-	-	-	-	-

  

Prior Period - December 31, 2023	Exposures unsecured: carrying amount	Exposures secured by collaterals	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	1,086,473,003	371,080,126	274,335,589	71,269,236	57,945,749	-	-
2 Debt Securities	629,271,181	-	-	-	-	-	-
3 Total	1,715,744,184	371,080,126	274,335,589	71,269,236	57,945,749	-	-
4 Of which Defaulted	19,823,287	-	-	-	-	-	-

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****XI. INFORMATION ON RISK MANAGEMENT (Continued)****2. Credit Risk Explanations (Continued)****c) Credit risk under standardized approach****Qualitative disclosures on banks' use of external credit ratings under the standardized approach for credit risk**

The rating grades determined by the Islamic International Rating Agency, Fitch Ratings, and JCR Eurasia Rating are used in deciding the risk weights of the risk classes specified in article 6 of the Regulation on the Measurement and Evaluation of Banks' Capital Adequacy.

The Islamic International Rating Agency (IIRA) ratings are taken into account for country ratings in the capital adequacy calculations for the risk class of receivables from central governments or central banks. For central government and central banks that are not rated by the IIRA rating agency, the country risk classification published by the Organization for Economic Cooperation and Development (OECD) is taken as the basis.

In addition, with the BRSA's decision numbered 8875 dated 21.02.2020, the regulation regarding which asset category can be used and which credit quality level corresponds to the rating grades given by JCR Eurasia Rating has been implemented. In capital adequacy calculations, JCR Eurasia Ratings are used as a credit rating agency. The credit scores of the Islamic International Rating Agency and Fitch Ratings continue to be used in the aforementioned calculations.

The table below shows which of the credit quality levels specified in the annex of the Regulation on the Measurement and Evaluation of Capital Adequacy of Banks corresponds to the rating of the credit rating agency.

Ratings Matched	Credit Quality	Fitch	IIRA	JCR Eurasia Rating	
	Rank			Banks TL	Institutional TL
Long Term Credit Ratings	1	AAA and AA-	AAA/AA-	AAA/AA-	AAA/AA-
	2	A+ and A-	A+/A-	A+/A-	A+/A-
	3	BBB+ and BBB-	BBB+/BBB-	BBB+/BBB-	BBB+/BB-
	4	BB+ and BB-	BB+/BB-	BB+/BB-	
	5	B+ and B-	B+/B-	B+/B-	BB- below
	6	CCC+ and below	B- below	B- below	

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024

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### INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### XI. INFORMATION ON RISK MANAGEMENT (Continued)

##### Credit risk exposure and credit risk mitigation effects

Current Period - December 31, 2024	Exposures before Credit Conversion Factors and CRM				Exposures post- Credit Conversion Factors and CRM			
	Asset classes	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA and RWA density
1	Exposures to central governments or central banks	1,586,124,640	3,149,683	1,610,235,257	1,618,553	-	-	-
2	Exposures to regional governments or local authorities	31,981,446	1,530,187	31,981,446	756,812	16,323,960	49.86%	-
3	Exposures to public sector entities	9,994,713	2,676,048	9,994,713	725,805	10,483,243	97.79%	-
4	Exposures to multilateral development banks	-	306,743	-	306,743	-	-	-
5	Exposures to international organizations	-	-	-	-	-	-	-
6	Exposures to institutions	60,909,007	20,014,701	60,909,007	11,213,793	26,869,490	37.26%	-
7	Exposures to corporates	848,136,590	795,103,530	824,025,973	336,223,887	989,654,243	85.30%	-
8	Retail exposures	529,371,013	715,752,181	529,371,013	49,284,355	429,926,694	74.30%	-
9	Exposures secured by residential property	97,600,559	12,197,063	97,600,559	6,319,905	36,372,162	35.00%	-
10	Exposures secured by commercial real estate	230,960,260	58,811,080	230,960,260	34,423,845	171,172,957	64.50%	-
11	Past-due loans	13,244,065	-	13,244,065	-	11,486,715	86.73%	-
12	Higher-risk categories by the Agency Board	23,318,244	1,007,723	23,318,243	541,462	40,601,192	170.17%	-
13	Exposures in the form of covered bonds	-	-	-	-	-	-	-
14	Exposures to institutions and corporates with a short-term credit assessment	1,081,572	-	1,081,572	-	1,081,572	100.00%	-
15	Exposures in the form of units or shares in collective investment undertakings (CIUs)	135,536,124	-	135,536,124	-	70,466,335	51.99%	-
16	Other assets	30,464,925	-	30,464,925	-	30,464,925	100.00%	-
17	Investment in equities	-	-	-	-	-	-	-
18	<b>Total</b>	<b>3,598,723,158</b>	<b>1,610,548,939</b>	<b>3,598,723,157</b>	<b>441,420,160</b>	<b>1,834,903,488</b>	<b>45.42%</b>	

Prior Period - December 31, 2023	Exposures before Credit Conversion Factors and CRM				Exposures post- Credit Conversion Factors and CRM			
	Asset classes	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA and RWA density
1	Exposures to central governments or central banks	985,356,036	564,710	1,006,026,303	325,852	-	-	-
2	Exposures to regional governments or local authorities	8,356,732	1,352,938	8,356,732	664,732	4,488,509	49.75%	-
3	Exposures to public sector entities	6,905,154	1,937,351	6,905,154	532,040	7,224,239	97.14%	-
4	Exposures to multilateral development banks	-	83,803	-	83,803	-	-	-
5	Exposures to international organizations	-	-	-	-	-	-	-
6	Exposures to institutions and banks	59,686,148	21,445,030	59,686,148	12,079,376	28,649,491	39.92%	-
7	Exposures to corporates	615,881,015	515,545,632	595,210,748	222,589,513	644,470,905	78.81%	-
8	Retail exposures	284,653,536	343,883,853	284,653,536	31,037,284	231,212,046	73.24%	-
9	Exposures secured by residential property	86,165,212	8,004,191	86,165,212	4,087,072	31,588,299	35.00%	-
10	Exposures secured by commercial real estate	129,102,282	31,041,183	129,102,282	19,420,017	94,222,124	63.44%	-
11	Past-due loans	3,685,268	-	3,685,268	-	2,400,974	65.15%	-
12	Higher-risk categories by the Agency Board	140,363,918	659,580	140,363,918	350,945	238,156,228	169.25%	-
13	Exposures in the form of covered bonds	-	-	-	-	-	-	-
14	Exposures to institutions and corporates with a short-term credit assessment	2,852,116	-	2,852,116	-	2,852,116	100.00%	-
15	Exposures in the form of units or shares in collective investment undertakings	66,046,960	-	66,046,960	-	47,011,167	71.18%	-
16	Other receivables	19,952,954	-	19,952,954	-	19,952,954	100.00%	-
17	Investments in equities	-	-	-	-	-	-	-
18	<b>Total</b>	<b>2,409,007,331</b>	<b>924,518,271</b>	<b>2,409,007,331</b>	<b>291,170,634</b>	<b>1,352,229,052</b>	<b>50.08%</b>	



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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI**  
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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)**

**XI. INFORMATION ON RISK MANAGEMENT (Continued)**

**Exposures by asset classes and risk weights**

Current Period - December 31, 2024	Asset Classes/ Risk Weight (*)	0%	10%	20%	35% (secured by real estate)	50%	75%	100%	Other Risk Weights	Total Risk amount (After CCF and RVA)
1	Exposures to central governments or central banks	1,611,853,810	-	-	-	-	-	-	-	1,611,853,810
2	Exposures to regional governments or local authorities	90,033	-	508	-	32,647,717	-	-	-	32,738,258
3	Exposures to public sector entities	234,449	-	3,533	-	-	-	10,482,536	-	10,720,518
4	Exposures to multilateral development banks	306,743	-	-	-	-	-	-	-	306,743
5	Exposures to international organizations	-	-	-	-	-	-	-	-	-
6	Exposures to institutions	105,510	-	43,566,811	-	20,588,705	-	7,861,774	-	72,122,800
7	Exposures to corporates	11,338,537	-	133,434,021	-	105,030,124	-	910,452,378	-	1,160,254,860
8	Retail exposures	4,180,771	-	1,689,556	-	-	-	-	-	578,655,368
9	Exposures secured by residential property	-	-	-	-	-	-	-	-	103,920,464
10	Exposures secured by commercial real estate	-	-	-	-	-	-	-	-	265,384,105
11	Past-due loans	-	-	-	-	188,422,296	-	76,961,809	-	13,244,065
12	Higher Risk categories by the Agency Board	44,753	-	-	-	4,472,816	-	7,813,134	958,115	23,859,705
13	Exposures in the form of covered bonds	-	-	90,792	-	-	-	-	23,724,160	-
14	Exposures to institutions and corporates with a short term credit assessments	-	-	-	-	-	-	-	-	-
15	Exposures in the form of units or shares in collective investment undertakings (CIUs)	-	-	-	-	-	-	1,081,572	-	1,081,572
16	Other assets	-	-	-	-	-	-	30,464,925	-	30,464,925
17	Investments in equities	48,906,198	-	20,204,488	-	-	-	66,425,438	-	135,536,124
18	<b>Total</b>	<b>1,677,060,604</b>	<b>-</b>	<b>198,989,709</b>	<b>103,920,464</b>	<b>351,161,658</b>	<b>572,785,041</b>	<b>1,111,543,566</b>	<b>24,682,275</b>	<b>4,040,143,317</b>

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI**  
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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)**

**XI. INFORMATION ON RISK MANAGEMENT (Continued)**

**Exposures by asset classes and risk weights (Continued)**

Prior Period - December 31, 2023	Asset Classes/ Risk Weight <sup>(*)</sup>	0%	10%	20%	35% (secured by real estate)	50%	75%	100%	Other Risk Weights	Total credit risk exposure amount (After CCF and CRM)
1	Exposures to central governments or central banks	1,006,352,155	-	-	-	-	-	-	-	1,006,352,155
2	Exposures to regional governments or local authorities	44,226	-	-	-	8,976,870	-	-	-	9,021,464
3	Exposures to public sector entities	204,331	-	10,780	-	-	-	7,222,083	-	7,437,194
4	Exposures to multilateral development banks	83,803	-	-	-	-	-	-	-	83,803
5	Exposures to international organizations	-	-	-	-	-	-	-	-	-
6	Exposures to institutions	265,691	-	32,742,726	-	33,312,323	-	5,444,784	-	71,765,524
7	Exposures to corporates	39,027,122	-	107,288,565	-	96,942,765	-	574,541,809	-	817,800,261
8	Retail exposures	10,330,064	-	1,948,942	-	-	290,358,226	13,053,588	-	315,690,820
9	Exposures secured by residential property	-	-	-	90,252,284	-	-	-	-	90,252,284
10	Exposures secured by commercial real estate	-	-	-	-	108,600,350	-	39,921,949	-	148,522,299
11	Past-due loans	-	-	3,352	-	2,644,225	-	965,406	75,637	3,685,268
12	Higher Risk categories by the Agency Board	23,593	-	-	-	-	-	-	140,687,918	140,714,863
13	Exposures in the form of covered bonds	-	-	-	-	-	-	-	-	-
14	Exposures to institutions and corporates with a short term credit assessments	-	-	-	-	-	-	-	-	-
15	Exposures in the form of units or shares in collective investment undertakings (CIUs)	-	-	-	-	-	-	2,852,116	-	2,852,116
16	Other assets	-	-	-	-	-	-	19,952,954	-	19,952,954
17	Investments in equities	16,283,846	-	3,439,932	-	-	-	46,323,182	-	66,046,960
18	<b>Total</b>	<b>1,072,614,831</b>	<b>-</b>	<b>145,434,665</b>	<b>90,252,284</b>	<b>250,476,533</b>	<b>290,358,226</b>	<b>710,277,871</b>	<b>140,763,555</b>	<b>2,700,177,965</b>

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****XI. INFORMATION ON RISK MANAGEMENT (Continued)****3. Counterparty Credit Risk Explanations****Qualitative disclosure on counterparty credit risk**

The counterparty credit risk that may be incurred by the counterparty that is a party to a transaction that is liable to both parties due to default before the final payment in the cash flow is managed within the Bank's "Counterparty Credit Risk Management Policy Document". The counterparty credit risk amounts calculated using the "Fair Value Valuation Method" within the scope of the "Communiqué on Credit Risk Mitigation" are calculated on the basis of the portfolios in the trading accounts and banking accounts, and these amounts are used within the scope of capital adequacy calculations. Various scenarios and stress tests are applied to the counterparty credit risk.

Processes related to counterparty credit risk management activities have been written down. In the direction of the policy document and measurement results, activities of evaluating, analyzing and reporting the counterparty credit risk and determining the effect of the capital requirement of the bank are being continued.

In addition to the measurement activities, sensitivity and scenario analysis are used to evaluate the resistance of the Bank to the changes that may be experienced in risk factors against economic developments. Monthly stress test reports include analyzes of counterparty credit risk. The distributions of positions subject to counterparty credit risk calculation, the ratings of these counterparties from independent rating agencies and transaction concentration are regularly monitored by the Risk Management Department. The Risk Management Department monitors the level of concentration in terms of the counterparty of derivative transactions. The collateral process of derivative transactions, repo, marketable securities transactions etc. with foreign banks is covered with ISDA and ISMA contracts and the collateral agreements regarding the mutual rights and obligations for the transactions between the two parties.

Treasury transactions are valued on a daily basis over the market prices taking into account these contracts and rules from the beginning to the closing of the transaction and the difference between the favorable and unfavorable values of the transactions against the market prices cause the settlement call movements by agreeing with the related banks. In compliance with the limitations of the bank which exposed to counterparty risk, the Bank follows the limit follow up system. Limits, which are defined as loan limits and compromise limits in the system, are monitored instantaneously.

The Bank has fulfilled its statutory obligations under EMIR (European Markets Infrastructure Regulation). The clearing member of the bank has been transmitted to the "counterparty" via a bank and transactions that provide conditions within the existing transactions in the portfolio have started to be cleared under the conditions of EMIR. In this context, the IRS transactions made by the Treasury offices are controlled and cleared over the system, and the transaction becomes official by the central counterparty LCH. Besides the derivative transactions it carries out through LCH (central counterparty), the Bank continues to receive central counterparty service through Takasbank for overnight index swap (OIS) transactions between domestic banks.

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**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****XL INFORMATION ON RISK MANAGEMENT (Continued)****3. Counterparty Credit Risk Explanations (Continued)****Counterparty credit risk (CCR) approach analysis**

<b>Current Period - December 31, 2024</b>		<b>Renewal Cost</b>	<b>Potentially the amount of credit risk</b>	<b>EBPRT</b>	<b>Legal risk Alpha used for the calculation of the amount of</b>	<b>The amount of risk after credit risk mitigation</b>	<b>Risk-weighted amounts</b>
1	Fair value method - KKR (for derivatives)	-	-	-	-	-	-
2	Standard approach - KKR (for derivatives)	13,946,646	4,389,711	-	1.4	25,670,900	11,642,274
	Internal Model Method (for derivative financial instruments, repurchase agreement, securities or commodities lending or borrowing transactions, long duration credit transactions with securities transactions of the swap)	-	-	-	-	-	-
3	Simple methods that can be used to mitigate credit risk-(for derivative financial instruments, securities or commodities lending or borrowing transactions, long duration credit transactions with securities transactions of the swap)	-	-	-	-	624,535,260	42,248,769
4	A comprehensive method for credit risk reduction-(for derivative financial instruments, securities or commodities lending or borrowing transactions, long duration credit transactions with securities transactions of the swap)	-	-	-	-	-	-
5	Repurchase transactions, securities or commodities lending or borrowing transactions, trade credit transactions in securities value at risk for processes with long time	-	-	-	-	-	-
6		-	-	-	-	-	-
7	<b>Total</b>	-	-	-	-	-	<b>53,891,043</b>

<b>Prior Period - December 31, 2023</b>		<b>Renewal Cost</b>	<b>Potentially the amount of credit risk</b>	<b>EBPRT</b>	<b>Legal risk Alpha used for the calculation of the amount of</b>	<b>The amount of risk after credit risk mitigation</b>	<b>Risk-weighted amounts</b>
1	Fair value method - KKR (for derivatives)	-	-	-	-	-	-
2	Standard approach - KKR (for derivatives)	7,402,437	1,838,639	-	1.4	12,937,505	8,588,525
	Internal Model Method (for derivative financial instruments, repurchase agreement, securities or commodities lending or borrowing transactions, long duration credit transactions with securities transactions of the swap)	-	-	-	-	-	-
3	Simple methods that can be used to mitigate credit risk-(for derivative financial instruments, securities or commodities lending or borrowing transactions, long duration credit transactions with securities transactions of the swap)	-	-	-	-	115,554,945	11,637,331
4	A comprehensive method for credit risk reduction-(for derivative financial instruments, securities or commodities lending or borrowing transactions, long duration credit transactions with securities transactions of the swap)	-	-	-	-	-	-
5	Repurchase transactions, securities or commodities lending or borrowing transactions, trade credit transactions in securities value at risk for processes with long time	-	-	-	-	-	-
6		-	-	-	-	-	-
7	<b>Total</b>	-	-	-	-	-	<b>20,225,856</b>

**Capital requirement for credit valuation adjustment (CVA)**

<b>Current Period - December 31, 2024</b>		<b>EAD post CRM</b>	<b>RWA</b>
	<b>Total portfolios subject to the Advanced CVA capital obligation</b>	-	-
1	(i) VaR component (including the 3×multiplier)	-	-
2	(ii) Stressed VaR component (including the 3×multiplier)	-	-
3	All portfolios subject to the Standardised CVA capital obligation	25,670,900	4,575,268
4	Total subject to the CVA capital obligation	25,670,900	4,575,268
<b>Prior Period - December 31, 2023</b>		<b>EAD post CRM</b>	<b>RWA</b>
	<b>Total portfolios subject to the Advanced CVA capital obligation</b>	-	-
1	(i) VaR component (including the 3×multiplier)	-	-
2	(ii) Stressed VaR component (including the 3×multiplier)	-	-
3	All portfolios subject to the Standardised CVA capital obligation	12,937,505	3,365,064
4	Total subject to the CVA capital obligation	12,937,505	3,365,064

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INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

XI. INFORMATION ON RISK MANAGEMENT (Continued)

3. Counterparty Credit Risk Explanations (Continued)

Standardized approach *CCR exposures by risk class and risk weights*

Current Period - December 31, 2024

Risk Classes / Risk Weights	0%	10%	20%	35% Secured by real estate	50%	75%	100%	150%	Other	Total Credit Exposures <sup>(*)</sup>
Claims from central governments and central banks	2,212,984	-	-	-	-	-	-	-	-	-
Claims from regional and local governments	-	4,282	-	-	-	-	-	-	-	428
Claims from administration and non-commercial entity	-	-	157,807	-	-	-	7,934	-	-	39,496
Claims from multilateral development banks	37,270	-	-	-	-	-	-	-	-	-
Claims from international organizations	-	-	-	-	-	-	-	-	-	-
Claims from institutions	267,341,599	-	58,653,403	-	43,077,889	-	2,430,033	-	16,250,673	36,024,671
Corporates	210,217,815	36,048	40,990,126	-	113,014	-	5,674,616	-	36,065,520	14,654,063
Retail portfolios	948,256	-	17,288,368	-	-	1,014,712	-	-	63,172	4,219,971
Claims on landed real estate	-	-	-	-	-	-	-	-	-	-
Past-due loans	-	-	-	-	-	-	-	-	-	-
Claims which are determined as high risk by the board of BRSA	-	-	-	-	-	-	-	-	-	-
Mortgage securities	-	-	-	-	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-	-	-	-	-
Claims from corporates, banks and financial intermediaries which have short term credit rating	-	-	-	-	-	-	-	-	-	-
Investments which are qualified as collective investment institutions	-	-	-	-	-	-	-	-	-	-
Stock investment	-	-	-	-	-	-	-	-	-	-
Other Receivables	-	-	-	-	-	-	-	-	-	-
Other Assets <sup>(**)</sup>	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>480,757,924</b>	<b>40,330</b>	<b>117,089,704</b>	<b>-</b>	<b>43,190,903</b>	<b>1,014,712</b>	<b>8,112,583</b>	<b>-</b>	<b>52,379,365</b>	<b>54,938,629</b>

<sup>(\*)</sup> Total credit risk: The amount related to capital adequacy calculation after counterparty credit risk measurement techniques are applied.

<sup>(\*\*)</sup> Other assets: The counterparty reported in the counter counterparty risks includes amounts not included in the credit risk.

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### INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### XI. INFORMATION ON RISK MANAGEMENT (Continued)

##### 3. Counterparty Credit Risk Explanations (Continued)

##### Standardized approach CCR exposures by risk class and risk weights (Continued)

Prior Period - December 31, 2023

Risk Classes / Risk Weights	0%	10%	20%	35% Secured by real estate	50%	75%	100%	150%	Diger	Total Credit Exposures (*)
Claims from central governments and central banks	426,248	-	-	-	-	-	-	-	-	-
Claims from regional and local governments	-	4,570	-	-	-	-	-	-	-	457
Claims from administration and non-commercial entity	-	-	-	-	-	-	-	-	-	-
Claims from multilateral development banks	-	-	-	-	-	-	-	-	-	-
Claims from international organizations	-	-	-	-	-	-	-	-	-	-
Claims from institutions	77,255,871	-	14,448,248	-	17,449,231	-	1,804,953	-	11,660,240	13,652,423
Corporates	1,617,418	8,713,331	-	-	-	-	5,834,280	-	4,106,725	6,787,748
Retail portfolios	37,926	884,175	-	-	-	16,199	-	-	100,183	102,570
Claims on landed real estate	-	-	-	-	-	-	-	-	-	-
Past-due loans	-	-	-	-	-	-	-	-	-	-
Claims which are determined as high risk by the board of BRSA	-	-	-	-	-	-	-	-	-	-
Mortgage securities	-	-	-	-	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-	-	-	-	-
Claims from corporates, banks and financial intermediaries which have short term credit rating	-	-	-	-	-	-	-	-	-	-
Investments which are qualified as collective investment institutions	-	-	-	-	-	-	-	-	-	-
Stock investment	-	-	-	-	-	-	-	-	-	-
Other Receivables	-	-	-	-	-	-	-	-	-	-
Other assets (**)	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>79,337,463</b>	<b>9,602,076</b>	<b>14,448,248</b>	<b>-</b>	<b>17,449,231</b>	<b>16,199</b>	<b>7,639,233</b>	<b>-</b>	<b>15,867,148</b>	<b>20,543,198</b>

(\*) Total credit risk: The amount related to capital adequacy calculation after counterparty credit risk measurement techniques are applied.

(\*\*) Other assets: The counterparty reported in the counter counterparty risks includes amounts not included in the credit risk.

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## INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

## XI. INFORMATION ON RISK MANAGEMENT (Continued)

## 3. Counterparty Credit Risk Explanations (Continued)

## Collaterals for counterparty credit risk

Current Period - December 31, 2024	Collateral for derivative transactions				Collateral for other transactions	
	Fair value of collateral received		Fair value of collateral given		Fair value of collateral received	Fair value of collateral given
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash-domestic currency	-	-	-	-	278,255,815	-
Cash-foreign currency	-	-	-	-	229,293,399	-
Domestic sovereign debts	-	-	-	-	-	58,314,621
Other sovereign debts	-	-	-	-	-	-
Government agency debts	-	-	-	-	-	-
Corporate debts	-	-	-	-	-	-
Equity securities	-	-	-	-	-	-
Other collateral	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	<b>507,549,214</b>	<b>58,314,621</b>

Prior Period – December 31, 2023	Collateral for derivative transactions				Collateral for other transactions	
	Fair value of collateral received		Fair value of collateral given		Fair value of collateral received	Fair value of collateral given
	Segregated	Unsegregated	Segregated	Unsegregated		
Cash-domestic currency	-	-	-	-	58,858,701	-
Cash-foreign currency	-	-	-	-	46,445,063	-
Domestic sovereign debts	-	-	-	-	-	-
Other sovereign debts	-	-	-	-	-	-
Government agency debts	-	-	-	-	-	-
Corporate debts	-	-	-	-	-	-
Equity securities	-	-	-	-	-	-
Other collateral	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	<b>105,303,764</b>	-

## Loan Derivatives

Current Period - December 31, 2024	Protection bought	Protection sold
<b>Notionals</b>	-	-
Single-name credit default swaps	1,028,454	20,865,781
Index credit default swaps	-	-
Total return swaps	-	-
Credit options	-	-
Other credit derivatives	-	-
<b>Total Notionals</b>	<b>1,028,454</b>	<b>20,865,781</b>
<b>Fair Values</b>	<b>23,684</b>	<b>1,427,129</b>
Positive fair values (asset)	23,684	-
Negative fair values (liability)	-	1,427,129

Prior Period - December 31, 2023	Protection bought	Protection sold
<b>Notionals</b>	-	-
Single-name credit default swaps	1,169,754	11,968,822
Index credit default swaps	-	-
Total return swaps	-	-
Credit options	-	-
Other credit derivatives	-	-
<b>Total Notionals</b>	<b>1,169,754</b>	<b>11,968,822</b>
<b>Fair Values</b>	<b>35,749</b>	<b>1,800,646</b>
Positive fair values (asset)	35,749	-
Negative fair values (liability)	-	1,800,646



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## INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

## XI. INFORMATION ON RISK MANAGEMENT (Continued)

## 3. Counterparty Credit Risk Explanations (Continued)

## Central counterparty risks

Current Period - December 31, 2024		Exposure at default (post-CRM)	RWA
1	<b>Exposure to Qualified Central Counterparties (QCCPs) (total)</b>		<b>1,059,455</b>
2	Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which	52,379,365	1,047,587
3	(i) OTC Derivatives	3,759,575	75,191
4	(ii) Exchange-traded Derivatives	-	-
5	(iii) Securities financing transactions	48,619,790	972,396
6	(iv) Netting sets where cross-product netting has been approved	-	-
7	Segregated initial margin	-	-
8	Non-segregated initial margin	-	-
9	Pre-funded default fund contributions	581,345	11,868
10	Unfunded default fund contributions	-	-
11	<b>Exposures to non-QCCPs (total)</b>		<b>-</b>
12	Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which	-	-
13	(i) OTC Derivatives	-	-
14	(ii) Exchange-traded Derivatives	-	-
15	(iii) Securities financing transactions	-	-
16	(iv) Netting sets where cross-product netting has been approved	-	-
17	Segregated initial margin	-	-
18	Non-segregated initial margin	-	-
19	Pre-funded default fund contributions	-	-
20	Unfunded default fund contributions	-	-

Prior Period - December 31, 2023		Exposure at default (post-CRM)	RWA
1	<b>Exposure to Qualified Central Counterparties (QCCPs) (total)</b>		<b>319,311</b>
2	Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which	15,867,148	317,343
3	(i) OTC Derivatives	3,858,914	77,178
4	(ii) Exchange-traded Derivatives	-	-
5	(iii) Securities financing transactions	12,008,234	240,165
6	(iv) Netting sets where cross-product netting has been approved	-	-
7	Segregated initial margin	-	-
8	Non-segregated initial margin	-	-
9	Pre-funded default fund contributions	98,392	1,968
10	Unfunded default fund contributions	-	-
11	<b>Exposures to non-QCCPs (total)</b>		<b>-</b>
12	Exposures for trades at non-QCCPs (excluding initial margin and default fund contributions); of which	-	-
13	(i) OTC Derivatives	-	-
14	(ii) Exchange-traded Derivatives	-	-
15	(iii) Securities financing transactions	-	-
16	(iv) Netting sets where cross-product netting has been approved	-	-
17	Segregated initial margin	-	-
18	Non-segregated initial margin	-	-
19	Pre-funded default fund contributions	-	-
20	Unfunded default fund contributions	-	-

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As a result of fluctuations in the financial market, the Bank is exposed to market risk, depending on the exchange rates, interest rates and changes in the market prices of the shares.

In order to evaluate the market risk, liquidity risk, interest risk or condensation risk that Bank is facing or could face, with the policies and limitations that are lineup for to control the risks there is "Market Risk Management Directorate" and it carries out the market risk management. In this extent, this Directorate design the risk measurement models, measurement results and getting regular reports from the other analyzes and give notices from the report of the analyzes to the necessary departments.

Market risks get measured and monitored with the internal models that are parallel to international applications. This market risk management process continues by including buying and selling balance sheet both internally and externally, meeting the legal necessities, being able to analyze the all risks that can be caused from buying-selling activities and by identifying the market risk that can be caused by all portfolios.

Risk management of the Bank is important in order to be understood by the all-management stages and be able to get an opportunity to manage risk. In addition to that, it is similarly important to handle the loss that might cause when a risk occurs. Therefore, measurements must cover the evaluations for the fund needs near the size of the risk and evaluations of the conditions that caused it. By using the methods of scenario and stress test, it is possible to see risk levels and needs of funds that can be generated from different circumstances and risky conditions.

In addition to the results of market risk measurements using standard method, which calculated in monthly periods, other daily risk dependencies can be also calculated by using internal model. Only by using the 99% of trust range, other measurements that are subject to risk can be daily calculated by using the historical stimulation and Monte Carlo stimulation. There are daily back testings occurred in order to examine the trustworthiness and performance of the model results. Besides, there are also scenario analyzes and stress tests are happening in order to backing up the standard method and internal models. In addition to this, in order to limit the market risks, daily limit implementation and limit implementation in accordance with the early warning system can be monitored on daily basis.

**Market Risk- Standardized approach**

		Current Period – December 31, 2024	Prior Period – December 31, 2023
		RAT	RAT
<b>Outright products</b>			
1	Interest rate risk (general and specific)	4,085,288	4,410,175
2	Stock risk (general and specific)	485,660	289,850
3	Foreign exchange risk	2,516,333	1,741,111
4	Commodity risk	3,085,351	1,927,841
<b>Options</b>			
5	Simplified approach	-	-
6	Delta-plus method	580,659	118,130
7	Scenario approach	-	-
8	Securitisation	-	-
9	<b>Total</b>	<b>10,753,291</b>	<b>8,487,107</b>

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The "Basic Indicator Method" that is mentioned in "Regulation on Measurement and Assessment of Capital Adequacy of Banks" Communiqué published in the Official Gazette no. 29511 on 23 October 2015 is used in the operational risk calculation of the Bank. Under the scope of the calculation, the value found by multiplying the average of the fifteen percent of the year-end gross income amounts realized by the Bank over the last three years by twelve and half is considered as the operational risk.

Annual gross revenue is calculated by deducting profit/loss derived from the sale of available-for-sale assets and held-to-maturity securities, extraordinary income and indemnity insurance gains from the total of net interest income and non-interest income.

All staff of the Bank is responsible within the scope of their own roles and work processes of controlling and decreasing operational risks. All units of the Bank are responsible of taking risk-reducing measures through insurance or other risk transfer mechanisms to reduce operational risks that may arise in their own business activities.

Current Period - December 31, 2024	2PP	1PP	CP Amount	Total/Positive GI year number	Ratio (%)	Total
Gross income	18,876,056	85,221,018	90,887,147	64,994,740	15	9,749,211
Amount subject to Operational Risk (Amount*12,5)	-	-	-	-	-	121,865,138

  

Prior Period - December 31, 2023	2PP	1PP	CP Amount	Total/Positive GI year number	Ratio (%)	Total
Gross income	19,420,283	18,876,056	85,221,018	41,172,452	15	6,175,868
Amount subject to Operational Risk (Amount*12,5)	-	-	-	-	-	77,198,348

**6. Interest Rate Risk Related to Banking Book**

Bank has evaluated to Interest rate risk arising from on-balance sheet and off-balance sheet positions in banking accounts in accordance with "Regulation on Measurement and Evaluation of Interest Rate Risk in Banking Accounts with Standard Shock Method" performs and reports on these measurement based results and analyzes on weekly and monthly periods. In addition, in the Asset-Liability Management Committee meetings, the sensitivity of the active, passive and off-balance sheet items to the interest rate is evaluated taking into consideration the market developments.

In line with the management of interest rate risk arising from banking accounts; Scenario analysis, gap analysis to date of re-pricing, behavioral analysis, core demand deposit level, duration and maturity mismatch metrics, option risk, base risk and yield curve risk components are followed together.

Current Period - December 31, 2024		Applied Shock (+/- x basis points) <sup>(*)</sup>	Gains/Losses	Gains / Shareholders' Equity Losses/ Shareholders' Equity
1	TRY	500/(400)	(17,646,051)/16,375,766	(%5.53) / %5.13
2	EURO	200/(200)	1,136,504/(701,408)	%0.36 / (%0.22)
3	USD	200/(200)	(7,231,720)/8,680,600	(%2.27) / %2.72
Total (for negative shocks)		-	24,354,958	7.63%
Total (for positive shocks)		-	(23,741,268)	(7.44) %

  

Prior Period - December 31, 2023		Applied Shock (+/- x basis points) <sup>(*)</sup>	Gains/Losses	Gains / Shareholders' Equity Losses/ Shareholders' Equity
1	TRY	500/(400)	(16,557,232)/15,886,801	(%7.52) / %7.22
2	EURO	200/(200)	(2,816,447)/3,588,270	(%1.28) / %1.63
3	USD	200/(200)	(4,778,087)/5,837,680	(%2.17) / %2.65
Total (for negative shocks)		-	25,312,751	11.50%
Total (for positive shocks)		-	(24,151,766)	(10.97) %

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****SECTION FIVE****DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS****1. Cash and balances with Central Bank**

	<b>Current Period – December 31, 2024</b>		<b>Prior Period – December 31, 2023</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Cash	7,916,698	23,985,073	5,400,602	16,050,495
Central Bank of the Republic of Türkiye (*)	428,559,430	273,300,923	150,796,555	213,066,137
Other	426,696	34,266,948	112,804	277,107
<b>Total</b>	<b>436,902,824</b>	<b>331,552,944</b>	<b>156,309,961</b>	<b>229,393,739</b>

(\*) TL 104,022,789 (December 31, 2023: TL 122,170,962) of the foreign currency deposit at Central Bank of the Republic of Türkiye consists of foreign currency reserve deposits.

As per Communiqué on Required Reserve of CBRT, required reserve may be kept in TL, USD, EUR and standard gold.

In accordance with “Announcement on Reserve Deposits” of CBRT numbered 2013/15, all banks operating in Türkiye shall provide a reserve rate ranging from 3% to 33% (December 31, 2023: ranging from 0% to 30 %). For foreign currency liabilities, all banks shall provide a reserve rate ranging from 5% to 30% in US Dollar or Euro (December 31, 2023: ranging from 5% to 30%).

**Balances with the Central Bank of Republic of the Türkiye**

	<b>Current Period - December 31, 2024</b>		<b>Prior Period - December 31, 2023</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Unrestricted demand deposits	315,647,395	169,278,134	129,262,330	90,895,175
Restricted demand deposits	1,849,967	-	1,048,988	-
Unrestricted time deposits	-	-	-	-
Restricted time deposits	-	-	-	-
Reserve Deposits	111,062,068	104,022,789	20,485,237	122,170,962
<b>Total</b>	<b>428,559,430</b>	<b>273,300,923</b>	<b>150,796,555</b>	<b>213,066,137</b>

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024****(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)****DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)****2. Further information on financial assets at fair value through profit/loss**

For the period ending December 31, 2024 and December 31, 2023, there are no financial assets subject to repo transactions and given as collateral/blocked financial assets at fair value through profit or loss.

*Positive differences on derivative financial assets held for trading purpose*

	Current Period - December 31, 2024		Prior Period - December 31, 2023	
	TL	FC	TL	FC
Forward transactions	1,017,158	100,980	79,421	19,521
Swap transactions	22,099,475	3,183,054	23,646,614	5,419,207
Futures	-	-	-	-
Options	1,849	44,965	-	90,028
Other	-	-	-	-
<b>Total</b>	<b>23,118,482</b>	<b>3,328,999</b>	<b>23,726,035</b>	<b>5,528,756</b>

The Bank has performed cross currency and interest rate swap transactions that can be cancelled. Thus, swap transactions, in the event of certain conditions related to the loan (such as not making a payment) regarding the Bank, may be terminated by not realizing the amount to be paid and paid by any party according to the contract. As of December 31, 2024, the fair value of this transaction is TL 586,345 with a nominal amount of 20 million USD and an average maturity of 0.08 years. (As of December 31, 2023 the fair value of this transaction is TL 247,734 with a nominal amount of 120 million USD and an average maturity of 4.6 years.).

**3. Information on banks**

	Current Period - December 31, 2024		Prior Period - December 31, 2023	
	TL	FC	TL	FC
Banks				
Domestic	85	9,782,394	651	1,730
Foreign	-	61,456,681	-	51,098,209
Foreign Head Offices and Branches	-	-	-	-
<b>Total</b>	<b>85</b>	<b>71,239,075</b>	<b>651</b>	<b>51,099,939</b>

*Due from foreign banks*

	Current Period - December 31, 2024		Prior Period - December 31, 2023	
	Unrestricted Balance	Restricted Balances <sup>(**)</sup>	Unrestricted Balance	Restricted Balances <sup>(**)</sup>
EU Countries	8,323,227	27,004,863	1,010,404	3,278,209
USA, Canada	22,775,695	1,650,170	14,719,482	3,551,649
OECD Countries <sup>(*)</sup>	34,948	-	912,518	23,160,893
Off-shore Banking Regions	-	-	1,279	-
Others	1,667,778	-	2,574,508	1,889,267
<b>Total</b>	<b>32,801,648</b>	<b>28,655,033</b>	<b>19,218,191</b>	<b>31,880,018</b>

<sup>(\*)</sup> OECD countries except from EU countries, USA, Canada.

<sup>(\*\*)</sup> Restricted balances that occur from securization loans and other common banking activities

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)****4. Information on financial assets at fair value through other comprehensive income***Financial assets at fair value through other comprehensive income subject to repurchase agreements*

	Current Period - December 31, 2024		Prior Period - December 31, 2023	
	TL	FC	TL	FC
Equity shares	-	-	-	-
Bonds, treasury bills and similar marketable securities	8,154,588	1,465,598	12,935,255	26,064,046
Other	-	-	-	-
<b>Total</b>	<b>8,154,588</b>	<b>1,465,598</b>	<b>12,935,255</b>	<b>26,064,046</b>

*Financial assets at fair value through other comprehensive income subject to repurchase agreements*

	Current Period - December 31, 2024		Prior Period - December 31, 2023	
	TL	FC	TL	FC
Government bonds	146,762,154	-	369,850	-
Treasury bills	-	-	-	-
Other debt securities	-	169,081,715	-	71,576,920
Bonds issued or guaranteed by banks	-	-	-	-
Asset backed securities	-	-	-	-
Other	-	-	-	-
<b>Total</b>	<b>146,762,154</b>	<b>169,081,715</b>	<b>369,850</b>	<b>71,576,920</b>

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

	Current Period – December 31, 2024	Prior Period – December 31, 2023
<b>Debt securities</b>	<b>533,095,894</b>	<b>282,978,160</b>
Quoted on a Stock Exchange	531,426,931	281,331,191
Unquoted	1,668,963	1,646,969
<b>Equity securities</b>	<b>286,985</b>	<b>171,444</b>
Quoted on a Stock Exchange	-	-
Unquoted	286,985	171,444
<b>Provisions for impairment losses (-)</b>	<b>3,016,777</b>	<b>2,006,235</b>
<b>Total</b>	<b>530,366,102</b>	<b>281,143,369</b>

**5. Information on loans***Information on all types of loans and advances given to shareholders and employees of the Bank*

	Current Period – December 31, 2024		Prior Period – December 31, 2023	
	Cash	Non-Cash	Cash	Non-Cash
<b>Direct loans provided to the shareholders</b>	<b>-</b>	<b>315</b>	<b>-</b>	<b>929</b>
Legal entities	-	315	-	929
Real persons	-	-	-	-
<b>Indirect loans provided to the shareholders</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Loans provided to the employees</b>	<b>1,167,965</b>	<b>-</b>	<b>949,392</b>	<b>-</b>
<b>Total</b>	<b>1,167,965</b>	<b>315</b>	<b>949,392</b>	<b>929</b>

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)***Information on loans classified as standard loans and under close monitoring loans and receivables that have been restructured***Current Period - December 31, 2024**

	Standard loans	Loans not Subject to Restructuring	Loans and other receivables under close monitoring	
			Agreement conditions modified	
			Loans with Revised Contract	
			Terms	Refinance
<b>Cash Loans</b>				
<b>Non-specialized loans</b>	<b>1,850,921,565</b>	<b>72,421,967</b>	<b>13,126,621</b>	<b>72,931,971</b>
Loans given to enterprises	554,875,961	31,149,519	5,832,068	60,245,051
Export loans	215,419,112	1,774,459	-	-
Import loans	-	-	-	-
Loans given to financial sector	50,920,261	34,728	-	-
Consumer loans	245,292,993	7,672,756	34,514	6,602,276
Credit cards	169,236,606	5,490,270	7,259,818	104,734
Other	615,176,632	26,300,235	221	5,979,910
<b>Specialized lending</b>	-	-	-	-
<b>Other receivables</b>	-	-	-	-
<b>Total</b>	<b>1,850,921,565</b>	<b>72,421,967</b>	<b>13,126,621</b>	<b>72,931,971</b>

**Prior Period - December 31, 2023**

	Standard loans	Loans not Subject to Restructuring	Loans and other receivables under close monitoring	
			Agreement conditions modified	
			Loans with Revised Contract	
			Terms	Refinance
<b>Cash Loans</b>				
<b>Non-specialized loans</b>	<b>1,382,882,848</b>	<b>60,173,807</b>	<b>1,331,024</b>	<b>54,900,538</b>
Loans given to enterprises	325,849,125	29,489,073	956,355	52,871,209
Export loans	182,492,612	1,057,135	-	-
Import loans	-	-	-	-
Loans given to financial sector	61,086,664	41,791	-	-
Consumer loans	178,263,595	2,656,319	3,175	789,671
Credit cards	134,693,840	2,790,051	371,276	-
Other	500,497,012	24,139,438	218	1,239,658
<b>Specialized lending</b>	-	-	-	-
<b>Other receivables</b>	-	-	-	-
<b>Total</b>	<b>1,382,882,848</b>	<b>60,173,807</b>	<b>1,331,024</b>	<b>54,900,538</b>

**Current Period - December 31, 2024**

	Standard Loans	Loans under close monitoring
12-Month expected credit losses	13,306,023	-
Significant Increase in Credit Risk	-	31,225,799

**Prior Period - December 31, 2023**

	Standard Loans	Loans under close monitoring
12-Month expected credit losses	17,603,766	-
Significant Increase in Credit Risk	-	27,813,093



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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)***Maturity analysis of cash loans*

Current Period - December 31, 2024	Loans under close monitoring		
	Standard Loans	Loans not Subject to Restructuring	Loans Restructured
Short-term Loans	827,128,319	43,443,185	16,679,680
Medium, Long-term Loans	1,023,793,246	28,978,782	69,378,912

  

Prior Period - December 31, 2023	Loans under close monitoring		
	Standard Loans	Loans not Subject to Restructuring	Loans Restructured
Short-term Loans	593,802,006	19,097,229	3,228,886
Medium, Long-term Loans	789,080,842	41,076,578	53,002,676

*Consumer loans, retail credit cards, personnel loans and personnel credit cards*

Current Period - December 31, 2024	Short-Term	Medium and Long-Term	Total
<b>Consumer loans – TL</b>	<b>75,187,931</b>	<b>78,344,528</b>	<b>153,532,459</b>
Housing loans	24,134	50,923,182	50,947,316
Automobile loans	1,310,235	3,992,718	5,302,953
General purpose loans	73,853,562	23,428,628	97,282,190
Other	-	-	-
<b>Consumer loans – FC indexed</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	-	-
Other	-	-	-
<b>Consumer loans – FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	-	-
Other	-	-	-
<b>Retail credit cards – TL</b>	<b>138,041,667</b>	<b>3,356,002</b>	<b>141,397,669</b>
With instalment	40,006,797	3,354,656	43,361,453
Without instalment	98,034,870	1,346	98,036,216
<b>Retail credit cards – FC</b>	<b>374,895</b>	<b>-</b>	<b>374,895</b>
With instalment	-	-	-
Without instalment	374,895	-	374,895
<b>Personnel loans – TL</b>	<b>18</b>	<b>23,781</b>	<b>23,799</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	18	23,781	23,799
Other	-	-	-
<b>Personnel loans – FC indexed</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	-	-
Other	-	-	-
<b>Personnel loans – FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	-	-
Other	-	-	-
<b>Personnel credit cards – TL</b>	<b>1,132,133</b>	<b>3</b>	<b>1,132,136</b>
With instalment	310,868	1	310,869
Without instalment	821,265	2	821,267
<b>Personnel credit cards – FC</b>	<b>12,030</b>	<b>-</b>	<b>12,030</b>
With instalment	-	-	-
Without instalment	12,030	-	12,030
<b>Overdraft Checking Accounts – TL (Real person)</b>	<b>106,042,534</b>	<b>-</b>	<b>106,042,534</b>
<b>Overdraft Checking Accounts – FC (Real person)</b>	<b>3,747</b>	<b>-</b>	<b>3,747</b>
<b>Total</b>	<b>320,794,955</b>	<b>81,724,314</b>	<b>402,519,269</b>

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)***Consumer loans, retail credit cards, personnel loans and personnel credit cards (Continued)*

Prior Period - December 31, 2023	Short-Term	Medium and Long-Term	Total
<b>Consumer loans – TL</b>	<b>29,925,047</b>	<b>115,624,141</b>	<b>145,549,188</b>
Housing loans	9,365	57,467,601	57,476,966
Automobile loans	184,185	7,689,591	7,873,776
General purpose loans	29,731,497	50,466,949	80,198,446
Other	-	-	-
<b>Consumer loans – FC indexed</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	-	-
Other	-	-	-
<b>Consumer loans – FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	-	-
Other	-	-	-
<b>Retail credit cards – TL</b>	<b>99,095,851</b>	<b>47,282</b>	<b>99,143,133</b>
With instalment	43,295,743	43,764	43,339,507
Without instalment	55,800,108	3,518	55,803,626
<b>Retail credit cards – FC</b>	<b>192,094</b>	<b>-</b>	<b>192,094</b>
With instalment	-	-	-
Without instalment	192,094	-	192,094
<b>Personnel loans – TL</b>	<b>33</b>	<b>78,889</b>	<b>78,922</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	33	78,889	78,922
Other	-	-	-
<b>Personnel loans – FC indexed</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	-	-
Other	-	-	-
<b>Personnel loans – FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	-	-
Other	-	-	-
<b>Personnel credit cards – TL</b>	<b>865,265</b>	<b>186</b>	<b>865,451</b>
With instalment	368,559	168	368,727
Without instalment	496,706	18	496,724
<b>Personnel credit cards – FC</b>	<b>5,019</b>	<b>-</b>	<b>5,019</b>
With instalment	-	-	-
Without instalment	5,019	-	5,019
<b>Overdraft Checking Accounts – TL (Real person)</b>	<b>36,080,776</b>	<b>-</b>	<b>36,080,776</b>
<b>Overdraft Checking Accounts – FC (Real person)</b>	<b>3,874</b>	<b>-</b>	<b>3,874</b>
<b>Total</b>	<b>166,167,959</b>	<b>115,750,498</b>	<b>281,918,457</b>

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)***Installment based commercial loans and corporate credit cards*

<b>Current Period - December 31, 2024</b>	<b>Short-Term</b>	<b>Medium and Long-Term</b>	<b>Total</b>
<b>Instalment-based commercial loans – TL</b>	<b>61,731,455</b>	<b>338,159,709</b>	<b>399,891,164</b>
Real estate loans	29,768	1,633,635	1,663,403
Automobile loans	1,153,528	12,829,678	13,983,206
General purpose loans	60,548,159	323,696,396	384,244,555
Other	-	-	-
<b>Instalment-based commercial loans – FC indexed</b>	<b>-</b>	<b>305,985</b>	<b>305,985</b>
Real estate loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	305,985	305,985
Other	-	-	-
<b>Instalment-based commercial loans – FC</b>	<b>3,045,405</b>	<b>173,618,336</b>	<b>176,663,741</b>
Real estate loans	-	-	-
Automobile loans	-	36,050	36,050
General purpose loans	3,045,405	173,582,286	176,627,691
Other	-	-	-
<b>Corporate credit cards – TL</b>	<b>38,687,212</b>	<b>409,625</b>	<b>39,096,837</b>
With instalment	2,964,545	306,048	3,270,593
Without instalment	35,722,667	103,577	35,826,244
<b>Corporate credit cards – FC</b>	<b>77,861</b>	<b>-</b>	<b>77,861</b>
With instalment	-	-	-
Without instalment	77,861	-	77,861
<b>Overdraft Checking Accounts – TL (Corporate)</b>	<b>30,374,519</b>	<b>-</b>	<b>30,374,519</b>
<b>Overdraft Checking Accounts – FC (Corporate)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>133,916,452</b>	<b>512,493,655</b>	<b>646,410,107</b>

<b>Prior Period - December 31, 2023</b>	<b>Short-Term</b>	<b>Medium and Long-Term</b>	<b>Total</b>
<b>Instalment-based commercial loans – TL</b>	<b>39,126,931</b>	<b>192,400,394</b>	<b>231,527,325</b>
Real estate loans	69,577	1,601,429	1,671,006
Automobile loans	2,696,782	12,551,627	15,248,409
General purpose loans	36,360,572	178,247,338	214,607,910
Other	-	-	-
<b>Instalment-based commercial loans – FC indexed</b>	<b>-</b>	<b>336,079</b>	<b>336,079</b>
Real estate loans	-	-	-
Automobile loans	-	-	-
General purpose loans	-	336,079	336,079
Other	-	-	-
<b>Instalment-based commercial loans – FC</b>	<b>165,825</b>	<b>110,118,135</b>	<b>110,283,960</b>
Real estate loans	-	-	-
Automobile loans	-	4,895	4,895
General purpose loans	165,825	110,113,240	110,279,065
Other	-	-	-
<b>Corporate credit cards – TL</b>	<b>34,241,978</b>	<b>3,347,838</b>	<b>37,589,816</b>
With instalment	11,980,717	3,054,323	15,035,040
Without instalment	22,261,261	293,515	22,554,776
<b>Corporate credit cards – FC</b>	<b>59,654</b>	<b>-</b>	<b>59,654</b>
With instalment	-	-	-
Without instalment	59,654	-	59,654
<b>Overdraft Checking Accounts – TL (Corporate)</b>	<b>29,920,735</b>	<b>-</b>	<b>29,920,735</b>
<b>Overdraft Checking Accounts – FC (Corporate)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>103,515,123</b>	<b>306,202,446</b>	<b>409,717,569</b>

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)***Allocation of loan customers <sup>(\*)</sup>*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Public Sector	64,391,659	62,615,937
Private Sector	1,945,010,465	1,436,672,280
<b>Total</b>	<b>2,009,402,124</b>	<b>1,499,288,217</b>

<sup>(\*)</sup>Non-performing loans are not included.*Allocation of domestic and overseas loans <sup>(\*)</sup>*

	Current Period- December 31, 2024	Prior Period - December 31, 2023
Domestic loans	2,006,985,906	1,496,792,888
Foreign loans	2,416,218	2,495,329
<b>Total</b>	<b>2,009,402,124</b>	<b>1,499,288,217</b>

<sup>(\*)</sup>Non-performing loans are not included.*Loans to associates and subsidiaries*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Direct loans to associates and subsidiaries	37,246,058	35,207,658
Indirect loans to associates and subsidiaries	-	-
<b>Total</b>	<b>37,246,058</b>	<b>35,207,658</b>

*Specific provisions accounted for loans (Stage 3)*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Loans and receivables with limited collectability	3,539,722	1,031,681
Loans and receivables with doubtful collectability	5,151,926	1,326,981
Uncollectible loans and receivables	14,723,883	13,777,108
<b>Total</b>	<b>23,415,531</b>	<b>16,135,770</b>

*Information on non-performing loans (Net)**Information on non-performing loans and other receivables restructured*

	Group III Loans With Limited Collectability	Group IV Loans With Doubtful Collectability	Group V Uncollectible Loans
<b>Current period - December 31, 2024</b>			
Gross Amounts Before The Reserves	858,839	1,200,755	1,743,020
Loans Which Are Restructured	858,839	1,200,755	1,743,020
<b>Prior Period - December 31, 2023</b>			
Gross Amounts Before The Reserves	234,719	274,138	2,111,787
Loans Which Are Restructured	234,719	274,138	2,111,787

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## DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

## I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)

*Movements in non-performing loan groups*

	Group III Loans and receivables with limited collectability	Group IV Loans and receivables with doubtful collectability	Group V Uncollectible loans and receivables
<b>Current Period – December 31, 2024</b>			
<b>Balance at the beginning of the period</b>	<b>2,096,202</b>	<b>2,373,067</b>	<b>15,354,018</b>
Additions (+)	27,895,122	2,175,419	1,098,679
Transfers from other categories of loans under follow-up (+)	-	17,361,631	4,770,174
Transfers to other categories of loans under follow-up (-)	17,361,631	4,770,174	-
Collections (-) (*)	3,410,228	6,554,917	3,338,364
Write-offs (-) (**)	-	-	1,021,927
Sold Portfolio (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit cards	-	-	-
Other	-	-	-
<b>Balance at the end of the period</b>	<b>9,219,465</b>	<b>10,585,026</b>	<b>16,862,580</b>
Provision (-)	3,539,722	5,151,926	14,723,883
<b>Net balance</b>	<b>5,679,743</b>	<b>5,433,100</b>	<b>2,138,697</b>

(\*) Loans that are transferred from non-performing loans to restructured loans are presented in transfers from and to other categories of loans under follow-up.

(\*\*) As of December 31, 2024, the Bank has TL 1,021,927 out of non-performing loans, which are followed in the fifth group, have no collateral, no reasonable expectations for recovery, and 100% provision has been made, in accordance with the amendment to the Provisions Regulation published by the BRSA in the Official Gazette dated November 27, 2019, and numbered 30961. The amount of loans corresponding to the first part of the loan and the provisions set aside for these have been deducted from the records. After the loans are written off, the Bank's NPL ratio decreased from 1.84% to 1.79%.

	Group III Loans and receivables with limited collectability	Group IV Loans and receivables with doubtful collectability	Group V Uncollectible loans and receivables
<b>Prior Period - December 31, 2023</b>			
<b>Balance at the beginning of the period</b>	<b>2,367,433</b>	<b>2,102,853</b>	<b>15,804,062</b>
Additions (+)	6,559,267	67,887	257,586
Transfers from other categories of loans under follow-up (+)	-	5,896,920	4,010,157
Transfers to other categories of loans under follow-up (-)	5,896,920	4,010,157	-
Collections (-) (*)	933,578	1,684,436	3,117,942
Write-offs (-) (**)	-	-	1,599,845
Sold Portfolio (-)	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit cards	-	-	-
Other	-	-	-
<b>Balance at the end of the period</b>	<b>2,096,202</b>	<b>2,373,067</b>	<b>15,354,018</b>
Provision (-)	1,031,681	1,326,981	13,777,108
<b>Net balance</b>	<b>1,064,521</b>	<b>1,046,086</b>	<b>1,576,910</b>

(\*) Loans that are transferred from non-performing loans to restructured loans are presented in Transfers from and to other categories of loans under follow-up.

(\*\*) As of December 31, 2023, the Bank has TL 1,599,845 out of non-performing loans, which are followed in the fifth group, have no collateral, no reasonable expectations for recovery, and 100% provision has been made, in accordance with the amendment to the Provisions Regulation published by the BRSA in the Official Gazette dated November 27, 2019, and numbered 30961. The amount of loans corresponding to the first part of the loan and the provisions set aside for these have been deducted from the records. After the loans are written off, the Bank's NPL ratio decreased from 1.41% to 1.30%.

Uncollectible loans and receivables are collected by liquidation of collaterals and legal follow-up.

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)***Information on non-performing loans and other receivables in foreign currencies*

	Group III Loans With Limited Collectability	Group IV Loans With Doubtful Collectability	Group V Uncollectible Loans
<b>Current Period - December 31, 2024</b>			
Balance at the end of the period	414,451	1,086,939	6,689,959
Provision (-)	209,962	676,921	6,244,055
<b>Net balance on balance sheet</b>	<b>204,489</b>	<b>410,018</b>	<b>445,904</b>
<b>Prior Period - December 31, 2023</b>			
Balance at the end of the period	383,156	786,079	6,254,125
Provision (-)	226,330	461,326	5,746,817
<b>Net balance on balance sheet</b>	<b>156,826</b>	<b>324,753</b>	<b>507,308</b>

Non-performing foreign currency denominated loans are followed in TL accounts.

*Loan customer concentration of gross and net amounts of non-performing loans*

	Group III Loans With Limited Collectability	Group IV Loans With Doubtful Collectability	Group V Uncollectible Loans
<b>Current Period - December 31, 2024</b>			
<b>Current Period (Net)</b>	<b>5,679,743</b>	<b>5,433,100</b>	<b>2,138,697</b>
Consumer and Commercial Loans (Gross)	9,218,025	10,584,746	16,844,280
Provision (-)	3,538,287	5,151,673	14,705,599
<b>Consumer and Commercial Loans (Net)</b>	<b>5,679,738</b>	<b>5,433,073</b>	<b>2,138,681</b>
Banks (Gross)	-	-	-
Provision (-)	-	-	-
<b>Banks (Net)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other Loans and Receivables (Gross)	1,440	280	18,300
Provision (-)	1,435	253	18,284
<b>Other Loans and Receivables (Net)</b>	<b>5</b>	<b>27</b>	<b>16</b>
<b>Prior Period - December 31, 2023</b>			
<b>Current Period (Net)</b>	<b>1,064,521</b>	<b>1,046,086</b>	<b>1,576,910</b>
Consumer and Commercial Loans (Gross)	2,096,114	2,372,942	15,334,112
Provision (-)	1,031,595	1,326,856	13,757,224
<b>Consumer and Commercial Loans (Net)</b>	<b>1,064,519</b>	<b>1,046,086</b>	<b>1,576,888</b>
Banks (Gross)	-	-	-
Provision (-)	-	-	-
<b>Banks (Net)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Other Loans and Receivables (Gross)	88	125	19,906
Provision (-)	86	125	19,884
<b>Other Loans and Receivables (Net)</b>	<b>2</b>	<b>-</b>	<b>22</b>

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#### DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

##### I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)

*Information on interest accruals, rediscounts and valuation differences calculated for non-performing loans by banks allocating expected credit losses according to TFRS 9 and their provisions.*

	Group III Loans With Limited Collectability	Group IV Loans With Doubtful Collectability	Group V Uncollectible Loans
<b>Current Period (Net) - December 31, 2024</b>	<b>935,846</b>	<b>1,206,807</b>	<b>363,340</b>
Interest accruals and valuation differences	1,510,458	2,289,337	2,637,827
Provision (-)	574,612	1,082,530	2,274,487
	-	-	-
<b>Prior Period (Net) - December 31, 2023</b>	<b>94,176</b>	<b>86,855</b>	<b>175,802</b>
Interest accruals and valuation differences	172,199	189,756	2,188,624
Provision (-)	78,023	102,901	2,012,822

##### 6. Information on other financial assets measured at amortized cost

*Information on measured at amortized cost government debt securities*

	Current Period - December 31, 2024		Prior Period - December 31, 2023	
	TL	FC	TL	FC
Government bonds	352,246,247	208,951	289,285,980	35,748,113
Treasury bills	-	-	-	-
Other securities issued by the governments	-	29,431,999	-	18,950,774
<b>Total</b>	<b>352,246,247</b>	<b>29,640,950</b>	<b>289,285,980</b>	<b>54,698,887</b>

*Information on financial assets measured at amortized cost*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
<b>Debt Securities</b>	<b>382,597,095</b>	<b>344,373,002</b>
Quoted at stock exchanges	381,887,197	343,984,867
Unquoted at stock exchanges	709,898	388,135
<b>Impairment losses (-)</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>382,597,095</b>	<b>344,373,002</b>

*The movement table of other financial assets measured at amortized cost*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
<b>Balances at the beginning of the period</b>	<b>344,373,002</b>	<b>158,592,852</b>
Foreign currency differences on monetary assets	6,359,802	18,635,334
Purchases during the period	2,005,545	126,283,530
Disposals through sales/redemptions	(32,620,257)	(15,067,844)
Change in Impairment losses	-	-
Change in amortized costs of the securities <sup>(*)</sup>	62,479,003	55,929,130
<b>Balances at the end of the period</b>	<b>382,597,095</b>	<b>344,373,002</b>

<sup>(\*)</sup> Changes in amortized costs of the marketable securities also include rediscount differences in marketable securities.



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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)***Information on accounts related to other financial assets measured at amortized cost*

<b>Current Period - December 31, 2024</b>	<b>Cost</b>		<b>Carrying Value</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Collateralized/blocked investment securities	3,332,842	-	12,604,161	-
Investments subject to repurchase agreements	130,963,393	28,766,306	246,939,658	29,431,999
Held for structural position	-	-	-	-
Receivable from security borrowing markets	-	-	-	-
Collateral for security borrowing markets	-	-	-	-
Other <sup>(*)</sup>	44,165,392	910,792	92,702,428	918,849
<b>Total</b>	<b>178,461,627</b>	<b>29,677,098</b>	<b>352,246,247</b>	<b>30,350,848</b>

<sup>(\*)</sup> The securities held as free that are not subject to collateral/blockage or other transactions are presented in the "Other" line.

<b>Prior Period - December 31, 2023</b>	<b>Cost</b>		<b>Carrying Value</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Collateralized/blocked investment securities	93,463,937	7,199,394	100,874,756	7,365,620
Investments subject to repurchase agreements	34,082,205	18,545,493	70,152,648	18,950,774
Held for structural position	-	-	-	-
Receivable from security borrowing markets	-	-	-	-
Collateral for security borrowing markets	-	-	-	-
Other <sup>(*)</sup>	56,412,079	23,397,719	118,258,576	28,770,628
<b>Total</b>	<b>183,958,221</b>	<b>49,142,606</b>	<b>289,285,980</b>	<b>55,087,022</b>

<sup>(\*)</sup> The securities held as free that are not subject to collateral/blockage or other transactions are presented in the "Other" line.**7. Information on investments in associates***Information on investments in associates*

<b>Title</b>	<b>Address (City/ Country)</b>	<b>Parent Bank's Share – If Different, Voting Rights (%)</b>	<b>Bank Risk Group's Share (%)</b>
1 Kıbrıs Vakıflar Bankası Ltd. <sup>(*)</sup>	Lefkoşa/KKTC	15.00	15.00
2 Türkiye Sınai Kalkınma Bankası AŞ	İstanbul/Türkiye	8.38	8.38
3 Roketsan Roket Sanayi ve Ticaret AŞ <sup>(*)</sup>	Ankara/Türkiye	9.93	9.93
4 Bankalararası Kart Merkezi AŞ <sup>(*)</sup>	İstanbul/Türkiye	4.75	4.75
5 KKB Kredi Kayıt Bürosu AŞ <sup>(*)</sup>	İstanbul/Türkiye	9.09	9.09
6 Güçbirliği Holding AŞ <sup>(*)</sup>	İzmir/Türkiye	0.07	0.07
7 İstanbul Takas ve Saklama Bankası AŞ <sup>(*)</sup>	İstanbul/Türkiye	4.37	4.37
8 Kredi Garanti Fonu AŞ <sup>(*)</sup>	Ankara/Türkiye	1.49	1.49
9 Türkiye Ürün İhtisas Borsası AŞ <sup>(*)</sup>	Ankara/Türkiye	3.00	3.00
10 Bileşim Finansal Teknolojiler ve Ödeme Sistemleri AŞ <sup>(*)</sup>	İstanbul/Türkiye	33.33	33.33
11 JCR Avrasya Derecelendirme AŞ <sup>(*)</sup>	İstanbul/Türkiye	2.86	2.86
12 Birleşik İpotek Finansmanı AŞ <sup>(*)</sup>	İstanbul/Türkiye	8.33	8.33
13 Birleşim Varlık Yönetim AŞ <sup>(*)</sup>	İstanbul/Türkiye	16.00	16.00
14 Tasfiye Halinde World Vakıf UBB Ltd. <sup>(**)</sup>	Lefkoşa/KKTC	83.00	83.62

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)**

	Total Assets	Equity	Tangible Assets	Interest Income	Income on Securities Portfolio	Current Year's Profit/(Loss)	Prior Period's Profit/Loss	Fair Value
1	8,427,582	486,329	24,294	973,015	44,102	210,061	70,994	-
2	237,528,982	33,152,700	9,930,305	21,913,217	8,529,896	10,221,982	6,965,044	34,277,525
3	96,620,662	33,492,371	21,617,409	188,479	-	2,043,677	1,134,830	39,052,750
4	5,664,287	5,036,126	1,237,129	1,069,126	-	1,409,365	3,530,564	-
5	3,029,243	827,801	849,633	202,322	2,818	517,710	128,363	-
6	2,692,667	2,076,158	2,632,142	2	-	17,254	(109,833)	-
7	180,281,149	11,518,844	728,410	6,393,555	541,462	6,064,906	2,260,614	-
8	6,650,754	2,822,494	57,473	578,452	-	651,984	463,127	-
9	711,493	667,406	581,603	51,960	9	138,496	111,752	-
10	914,894	709,536	458,200	45,556	-	166	(9,743)	-
11	531,090	467,760	24,645	108,905	-	177,349	107,429	-
12	173,665	157,939	8,749	5,992	87,548	14,304	(19,351)	-
13	1,235,044	1,056,265	27,779	307,373	-	76,707	99,803	-
14	1,131	(220,178)	-	167	-	(24,010)	(18,232)	-

(\*) The financial statement information provided for these associates is taken from the financial statements dated September 30, 2024.

(\*\*) The financial statement information provided for these associates is taken from the financial statements dated December 31, 2019.

**Movement table of investments in associates**

	Current Period – December 31, 2024	Prior Period – December 31, 2023
Balance at the beginning of the period	5,759,620	4,066,701
Movements during the period	2,598,325	1,692,919
Transfers	-	-
Acquisitions	-	119,285
Bonus shares received	894,658	571
Share of current year profit	-	-
Sales/liquidations	(6,178)	-
Fair value changes	1,703,667	1,573,063
Impairment losses	6,178	-
Balance at the end of the period	8,357,945	5,759,620
Capital commitments	-	-
Share percentage at the end of period (%)	-	-

**Current Period Transaction Details Referring to Bank Share**

	Current Period December 31, 2024			Prior Period December 31, 2023		
	Acquisitions	Bonus shares received	Sales and liquidations	Acquisitions	Bonus shares received	Sales and liquidations
JCR Avrasya Derecelendirme AŞ	-	1,428	-	-	571	-
Birleşim Varlık Yönetim AŞ	-	-	-	119,285	-	-
Roketsan Roket Sanayi ve Ticaret AŞ	-	893,230	-	-	-	-
İzmir Enternasyonal Otelcilik AŞ	-	-	6,178	-	-	-
Total	-	894,658	6,178	119,285	571	-

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)***Sectoral distribution of investments in financial associates*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Banks	2,916,620	1,573,241
Factoring companies	-	-
Leasing companies	-	-
Financing companies	-	-
Other financial associates	131,110	131,110
<b>Total</b>	<b>3,047,730</b>	<b>1,704,351</b>

*Quoted associates*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Quoted at domestic stock exchanges	2,871,600	1,528,221
Quoted at international stock exchanges	-	-
<b>Total</b>	<b>2,871,600</b>	<b>1,528,221</b>

*Investments in associates disposed during the period*

In the current period, TL 6,178 worth of Bank shares in İzmir Enternasyonel Otelcilik AŞ were sold and the said amount was shown in the sales. The Bank does not have any shares in the company.

*Investments in associates acquired during the period*

There is not any associate acquired by the Parent Bank in the current period. The Bank acquired Birleşim Varlık Yönetim A.Ş. with a capital of TL 75,000 on March 1, 2023, as a shareholder. Shares amounting to TL 119,285 are recognized in the Acquisitions row in the movement table of investments in subsidiaries. The Bank's share in the Company is 16.00%.

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### DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)

##### 8. Investments in subsidiaries

##### Information on financial subsidiaries

Current Period - September 30, 2024	Vakıfbank International AG	Vakıf Finansal Kiralama AŞ	Vakıf Yatırım Menkul Değerler AŞ	Vakıf Faktoring AŞ	Vakıf Gayrimenkul Yat. Ort. AŞ	Vakıf Menkul Kıymet Yat. Ort. AŞ	Vakıf Elektronik Para ve Ödeme Hizmetleri AŞ
Paid in Capital	311,248	3,500,000	1,000,000	850,000	3,450,000	30,000	300,000
Share Premium	-	19,916	137	-	18,327	121	-
Equity shares premiums	-	19,916	-	-	18,327	28	-
Share cancellation profits	-	-	-	-	-	-	-
Other capital reserves	-	-	137	-	-	93	-
Other accumulated comprehensive income that will not be reclassified in profit or loss	-	178,769	4,204	39,450	(1,655)	317	-
Other accumulated comprehensive income that will be reclassified in profit or loss	5,360,661	-	-	-	-	-	-
Profit Reserves	46,684	167,884	85,672	1,786,535	146,652	6,626	9,815
Legal Reserves	46,684	118,820	85,672	131,578	89,586	1,142	9,815
Statutory reserves	-	-	-	-	-	-	-
Extraordinary Reserves	-	35,519	-	1,654,957	56,519	5,484	-
Other Profit Reserves	-	13,545	-	-	547	-	-
Profit/Loss	438,536	1,173,216	1,497,146	1,210,739	12,620,359	17,151	22,665
Prior Period's Profit/Loss	476,661	(134,948)	472,201	(70,460)	5,669,790	6,872	15,864
Current Period's Profit/Loss	(38,125)	1,308,164	1,024,945	1,281,199	6,950,569	10,279	6,801
Minority Rights	-	-	-	-	-	-	-
Total Core Capital	6,157,129	5,039,785	2,587,159	3,886,724	16,233,683	54,215	332,480
SUPPLEMENTARY CAPITAL	-	-	-	-	-	-	-
CAPITAL	6,157,129	5,039,785	2,587,159	3,886,724	16,233,683	54,215	332,480
NET AVAILABLE EQUITY	6,157,129	5,039,785	2,587,159	3,886,724	16,233,683	54,215	332,480

(\*) BRSA financial statements as of September 30, 2024 are considered.

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024

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

### DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)

##### 8. Investments in subsidiaries (Continued)

Prior Period – December 31, 2023	VakıfBank International AG	Vakıf Finansal Kiralama AŞ	Vakıf Yatırım Menkul Değerler AŞ	Vakıf Faktoring AŞ	Gayrimenkul Yat. Ort. AŞ	Vakıf Yat. Ort. AŞ	Vakıf Menkul Kıymet Yat. Ort. AŞ	Vakıf Para Elektronik ve Hizmetleri AŞ
Paid in Capital	311,248	1,000,000	450,000	850,000	2,950,000	30,000	100,000	
Share Premium	-	1,366	137	-	18,327	121	-	
Equity shares premiums	-	1,366	-	-	18,327	28	-	
Share cancellation profits	-	-	-	-	-	-	-	
Other capital reserves	-	-	137	-	-	93	-	
Other accumulated comprehensive income that will not be reclassified in profit or loss	-	179,308	3,560	36,927	(1,257)	149	-	
Other accumulated comprehensive income that will be reclassified in profit or loss	4,463,956	-	-	-	-	-	-	
Profit Reserves	28,297	223,193	178,734	281,799	100,321	6,187	9,815	
Legal Reserves	28,297	46,665	85,672	56,341	62,270	761	9,815	
Statutory reserves	-	-	-	-	-	-	-	
Extraordinary Reserves	-	164,584	18,012	225,458	37,504	5,426	-	
Other Profit Reserves	-	11,944	75,050	-	547	-	-	
Profit/Loss	495,048	1,308,142	929,139	1,434,276	6,216,121	7,359	22,899	
Prior Period's Profit/Loss	43,848	(103,131)	12,714	(51,878)	2,312,140	(3)	-	
Current Period's Profit/Loss	451,200	1,411,273	916,425	1,486,154	3,903,981	7,362	22,899	
Minority Rights	-	-	-	-	-	-	-	
Total Core Capital	5,298,549	2,712,009	1,561,570	2,603,002	9,283,512	43,816	132,714	
SUPPLEMENTARY CAPITAL	-	-	-	-	-	-	-	
CAPITAL	5,298,549	2,712,009	1,561,570	2,603,002	9,283,512	43,816	132,714	
NET AVAILABLE EQUITY	5,298,549	2,712,009	1,561,570	2,603,002	9,283,512	43,816	132,714	

(\*) BRSA financial statements as of December 31, 2023 are considered.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)**

Vakıf Yatırım Menkul Değerler AŞ, a subsidiary, measures the capital sufficiency status every six months as an independent audit, in line with the "Communiqué on the Principles of the Capital and Capital Adequacy of Intermediary Agencies" Serial: V, No:34 of the Capital Markets Board.

*Information on investments in subsidiaries*

Title	Address (City / Country)	Bank's Share –If Different, Voting Rights (%)	Bank's Risk Group Share (%)
1 Vakıf Faktoring AŞ (*)	İstanbul/Türkiye	92.10	94.45
2 Vakıf Finansal Kiralama AŞ (*)	İstanbul/ Türkiye	62.12	62.12
3 Vakıf Yatırım Menkul Değerler AŞ (*)	İstanbul/Türkiye	99.50	99.66
4 VakıfBank International AG (*)	Viyana/Avusturya	100.00	100.00
5 Vakıf Menkul Kıymet Yatırım Ortaklığı AŞ (*)	İstanbul/Türkiye	33.77	33.77
6 Vakıf Gayrimenkul Yatırım Ortaklığı AŞ (*)	İstanbul/Türkiye	53.77	53.77
7 Vakıf Enerji ve Madencilik AŞ (*)	Ankara/Türkiye	67.27	84.82
8 Taksim Otelcilik AŞ (*)	İstanbul/Türkiye	52.43	52.43
9 Vakıf Pazarlama Sanayi ve Ticaret AŞ (*)	İstanbul/Türkiye	96.73	98.76
10 Vakıf Gayrimenkul Değerleme AŞ (*)	İstanbul/Türkiye	97.14	97.14
11 Vakıf Elektronik Para ve Ödeme Hizmetleri AŞ (*)	İstanbul/Türkiye	100.00	100.00

	Total Assets	Equity	Tangible Assets	Interest Income	Income on Securities Portfolio	Current Year's Profit/Loss	Prior Period's Profit/Loss	Fair Value
1	27,897,997	3,930,332	19,679	10,541,448	-	1,254,347	1,089,791	2,149,151
2	31,644,449	5,242,785	166,216	5,683,384	1,407	1,360,232	1,104,866	6,065,500
3	6,975,631	2,774,795	240,953	97,580	60,783	470,351	154,878	2,239,113
4	35,751,055	6,326,992	20,014	1,054,551	(82,305)	16,976	188,677	3,147,721
5	58,739	54,882	1,834	2,833	19,362	(4,770)	(16,028)	593,850
6	19,389,792	17,610,595	14,957,805	296,408	-	2,931,902	(3,120,213)	6,265,200
7	329,518	329,381	2,320	583	9,325	40,932	71,055	224,941
8	3,162,240	3,101,079	1,850,907	320,551	-	174,462	229,429	2,161,111
9	1,849,378	1,339,858	1,422,729	76,571	1,007	83,023	16,167	532,954
10	100,033	86,409	1,422	32,091	1	(11,481)	(13,275)	81,144
11	328,994	323,456	25,466	50,180	-	2,275	22,154	300,000

(\*) The financial statement information provided for these associates is taken from the financial statements dated September 30, 2024.

**Movement table of investments in subsidiaries**

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Balance at the beginning of the period	14,605,312	10,135,102
Movements during the period	7,109,621	4,470,210
Transfers	-	-
Acquisitions	824,941	722,323
Bonus shares received	1,747,911	1,478,297
Share of current year profit	-	(149,622)
Sales and liquidations	-	-
Fair value changes	4,877,054	4,799,874
Impairment losses	(340,285)	(2,380,662)
Balance at the end of the period	21,714,933	14,605,312
Capital commitments	-	-
Share percentage at the end of the period (%)	-	-

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)****Current Period Transaction Details Referring to Bank Share**

	Current Period December 31, 2024			Prior Period December 31, 2023		
	Acquisitions	Bonus shares received	Sales and liquidations	Acquisitions	Bonus shares received	Sales and liquidations
Vakıf Pazarlama Sanayi ve Ticaret AŞ	-	-	-	193,466	-	-
Vakıf Faktoring AŞ	-	-	-	-	368,393	-
Vakıf Yatırım Menkul Değerler AŞ	-	547,250	-	-	199,000	-
Vakıf Gayrimenkul Yatırım Ortaklığı AŞ	-	268,852	-	490,000	662,720	-
Vakıf Elektronik Para ve Ödeme Sistemleri AŞ	200,000	-	-	-	-	-
Vakıf Gayrimenkul Değerleme AŞ	-	-	-	38,857	-	-
Vakıf Finansal Kiralama AŞ	624,941	931,809	-	-	248,184	-
Vakıf Menkul Kıymet Yatırım Ortaklığı AŞ	-	-	-	-	-	-
Vakıf Enerji ve Madencilik AŞ	-	-	-	-	-	-
Taksim Otelcilik AŞ	-	-	-	-	-	-
<b>Total</b>	<b>824,941</b>	<b>1,747,911</b>	<b>-</b>	<b>722,323</b>	<b>1,478,297</b>	<b>-</b>

**Methods to measure investments in subsidiaries**

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Measured at cost	-	-
Measured at fair value (*)	21,714,933	14,605,312
Equity method of accounting	-	-
<b>Total</b>	<b>21,714,933</b>	<b>14,605,312</b>

(\*) Valuation amounts of December 31, 2024 have been taken for the unquoted subsidiaries.

**Sectoral distribution of investments in financial subsidiaries**

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Banks	2,927,024	2,702,730
Factoring companies	4,764,241	1,979,330
Leasing companies	4,113,628	2,640,662
Financing companies	-	-
Other financial subsidiaries	7,148,203	5,403,749
<b>Total</b>	<b>18,953,096</b>	<b>12,726,471</b>

**Quoted subsidiaries**

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Quoted at domestic stock exchanges	8,163,714	5,716,493
Quoted at international stock exchanges	-	-
<b>Total</b>	<b>8,163,714</b>	<b>5,716,493</b>

**Investments in subsidiaries disposed during the period**

The Bank has no subsidiaries that were disposed in the current period.

**Investments in subsidiaries acquired during the period**

The Bank has no subsidiaries that were acquired in the current period.

**9. Investments in joint-ventures**

None.

**10. Information on finance lease receivables (net)**

None.

**11. Information on hedging purpose derivatives****Positive differences on derivative financial instruments held for risk management purposes**

None.



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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)****12. Information on tangible assets**

	Real Estates	Right of Use Assets	Vehicles	Other Tangible Assets	Total
<b>Balance at the end of the prior year:</b>					
Cost	19,948,211	4,121,197	1,399,780	3,744,045	29,213,233
Accumulated depreciation (-)	2,079	1,284,288	175,319	2,025,355	3,487,041
Impairment (-)	2,482	-	-	14	2,496
<b>Net book value</b>	<b>19,943,650</b>	<b>2,836,909</b>	<b>1,224,461</b>	<b>1,718,676</b>	<b>25,723,696</b>
<b>Net book value at the beginning of the current year</b>	<b>19,943,650</b>	<b>2,836,909</b>	<b>1,224,461</b>	<b>1,718,676</b>	<b>25,723,696</b>
Additions (*)	7,443,404	3,810,304	291,945	3,081,481	14,627,134
Transferred cost	2,267,609	-	-	-	2,267,609
Transferred amortisation	2	-	-	-	2
Cost of the disposals	1,354,070	404,504	154,774	298,235	2,211,583
Depreciation of the disposals (-)	192,790	101,455	4,523	173,026	471,794
Depreciation of the current year	192,636	981,890	16,676	801,451	1,992,653
Impairment (-)	49	-	-	-	49
Exchange differences related to foreign associates	-	-	532	44,897	45,429
Cost at the end of the current year	28,305,154	7,526,997	1,537,483	6,572,188	43,941,822
Accumulated depreciation at the end of the year (-)	1,923	2,164,723	187,472	2,653,780	5,007,898
Impairment (-)	2,433	-	-	14	2,447
<b>Net book value at the end of the current year</b>	<b>28,300,798</b>	<b>5,362,274</b>	<b>1,350,011</b>	<b>3,918,394</b>	<b>38,931,477</b>

(\*)The Bank revalued the real estate recorded in the intangible assets on December 31, 2024, and the revaluation increase of value amounting to TL 6,412,063 is included in the acquisitions.

**13. Information on intangible assets**

Bank's intangible assets consist of computer softwares and licences. The estimated useful life of intangible assets is 3-15 years. Intangible assets are amortized on a straight-line basis over the estimated useful lives. The Bank divides the extinction share of intangible assets according to inflation adjusted values.

There is not any intangible asset that is important for fullest extend of financial statements.

Bank does not have any intangible asset that is collateral or acquired by government promotion and has a limitation on usage.

The Bank did not declared a commitment to purchase intangible assets.

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****I. INFORMATION AND DISCLOSURES RELATED TO ASSETS (Continued)****14.Information on investment properties**

As of December 31, 2024, the amount of investment properties is 3,845,463 TL (December 31, 2023: 2,928,725 TL).

**15.Information on deferred tax assets**

The deferred tax asset of the Bank as of December 31, 2024, is TL 4,740,299. (December 31, 2023: TL 10,891,261) Accounting policies applied for deferred tax assets and deferred tax liabilities are shown in the financial statements by being netted. Information on deferred tax liability V. Section II. Section 8 is shown in footnote.

The deferred tax asset / liability schedule as of December 31, 2024, and December 31, 2023 are as follows:

	Current Period December 31, 2024	Prior Period December 31, 2023
As of January, 1	10,891,261	2,478,300
Deferred tax income/(loss)	(7,857,690)	8,415,660
Deferred tax that is accounted under Equity	1,754,233	61,514
Other	(47,505)	(64,213)
<b>Deferred tax asset/(Liability)</b>	<b>4,740,299</b>	<b>10,891,261</b>

**16.Information on assets held for sale and assets related to the discontinued operations**

As of December 31, 2024, the cost of property and equipment held for sale purpose and related to discontinued operations are TL 1,075,992 (December 31, 2023: TL 213,238) and the provision for impairment is TL 17 (December 31, 2023: TL 231).

**17.Information on other assets**

As of December 31, 2024, and December 31, 2023 "Other Asset" item does not exceed 10% of the balance sheet total, excluding off-balance sheet commitments.

**18. Information on expected loss provisions for financial assets and financial assets measured at amortized cost financial assets measured at amortized cost**

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Balances with the Central Bank	7,898	4,094
Banks	343,324	275,247
<b>Total</b>	<b>351,222</b>	<b>279,341</b>
Financial Assets Measured at Amortized Cost	53,715	42,076
<b>Total</b>	<b>404,937</b>	<b>321,417</b>

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)****1. Information on maturity profile of deposits**

Current Period December 31, 2024	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6-12 Months	1 Year and Over	Accumulating Deposit Accounts	Total
Saving deposits	115,218,791	-	39,507,019	420,717,600	260,199,024	12,257,809	27,170,136	8,989	875,079,368
Foreign currency deposits	261,083,467	-	87,463,859	119,644,192	16,450,445	8,880,221	14,580,439	1,229	508,103,852
Residents in Turkey	238,875,311	-	85,984,059	111,789,656	12,769,774	5,522,934	7,938,473	1,229	462,881,436
Residents in abroad	22,208,156	-	1,479,800	7,854,536	3,680,671	3,357,287	6,641,966	-	45,222,416
Public sector deposits	69,112,199	-	22,182,605	30,166,866	3,715,738	1,082,754	96,627	-	126,356,789
Commercial deposits	54,625,950	-	229,606,258	231,943,949	88,051,892	24,471,050	24,709,853	-	653,408,952
Other	35,602,521	-	14,887,835	80,775,588	28,451,075	1,297,259	158,966	-	161,173,044
Precious metal deposits	127,151,767	-	-	34,230	337,618	7,719,616	1,200,132	-	136,443,363
Bank deposits	5,985,532	-	42,102,055	28,028,632	43,239	17	1,063,139	-	77,222,614
Central Bank	14,371	-	-	-	-	-	-	-	14,371
Domestic banks	1,952,587	-	36,814,339	1,828,294	-	-	-	-	40,595,220
Foreign banks	3,075,305	-	5,270,566	25,077,621	43,239	17	1,063,139	-	34,529,887
Participation banks	943,269	-	17,150	1,122,717	-	-	-	-	2,083,136
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>668,780,227</b>	<b>-</b>	<b>435,749,631</b>	<b>911,310,857</b>	<b>397,249,031</b>	<b>55,708,726</b>	<b>68,979,292</b>	<b>10,218</b>	<b>2,537,787,982</b>

As of December 31, 2024, there are no 'Turkish Lira Time Deposits with Currency Protection' products in the Bank's deposit accounts, which were opened in accordance with the announcement of the Ministry of Treasury and Finance of the Republic of Turkey dated December 24, 2021 (December 31, 2023: TL 15,185,839). There is a 'Turkish Lira Time Deposits with Currency Protection' product amounting to TL 121,775,727 (December 31, 2023: TL 210,308,964), as published by the CBRT in the Official Gazette No. 31696 dated December 21, 2021

Prior Period December 31, 2023	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6-12 Months	1 Year and Over	Accumulating Deposit Accounts	Total
Saving deposits	38,576,389	-	22,236,870	218,874,098	113,424,286	30,676,763	51,278,445	9,303	475,076,154
Foreign currency deposits	196,847,311	-	139,832,334	208,435,015	18,261,355	11,250,887	13,864,121	1,545	588,492,568
Residents in Turkey	182,327,984	-	136,877,891	199,417,035	15,929,141	8,473,764	6,946,966	1,545	549,974,326
Residents in abroad	14,519,327	-	2,954,443	9,017,980	2,332,214	2,777,123	6,917,155	-	38,518,242
Public sector deposits	38,487,350	-	88,690,178	37,895,081	1,356,598	177,575	119,624	-	166,726,406
Commercial deposits	46,545,212	-	167,019,656	122,789,508	79,719,104	38,646,252	27,116,281	-	481,836,013
Other	26,937,517	-	9,811,495	47,606,075	19,521,823	438,790	97,173	-	104,412,873
Precious metal deposits	77,213,253	-	-	38,381	423,403	4,530,702	409,772	-	82,615,511
Bank deposits	5,079,581	-	32,391,154	23,631,152	557,753	-	941,952	-	62,601,592
Central Bank	37,810	-	-	-	-	-	-	-	37,810
Domestic banks	2,434,004	-	29,644,007	2,258,955	-	-	-	-	34,336,966
Foreign banks	2,298,586	-	2,747,147	21,372,197	557,753	-	941,952	-	27,917,635
Participation banks	309,181	-	-	-	-	-	-	-	309,181
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>429,686,613</b>	<b>-</b>	<b>459,981,687</b>	<b>659,269,310</b>	<b>233,264,322</b>	<b>85,720,969</b>	<b>93,827,368</b>	<b>10,848</b>	<b>1,961,761,117</b>

**Information on saving deposits insured by Saving Deposit Insurance Fund and the total amounts of the deposits exceeding the insurance coverage limit**

	Current Period – December 31, 2024		Prior Period – December 31, 2023	
	Covered by Deposit Insurance Fund	Exceeding the Deposit Insurance Limit	Covered by Deposit Insurance Fund	Exceeding the Deposit Insurance Limit
Saving deposits	245,211,486	629,867,882	135,382,191	339,693,963
Foreign currency saving deposits	129,466,053	206,582,205	94,475,397	198,009,711
Other saving deposits	-	-	-	-
Foreign branches' deposits under foreign insurance coverage	-	-	-	-
Off-Shore deposits under foreign insurance coverage	-	-	-	-
<b>Total</b>	<b>374,677,539</b>	<b>836,450,087</b>	<b>229,857,588</b>	<b>537,703,674</b>

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

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## DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

## II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)

*Saving deposits out of insurance coverage limits*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Deposits and other accounts at foreign branches	203,372	38,244
Deposits and other accounts, which belong to controlling shareholders, their parents, wives/husbands, and children	-	-
Deposits and other accounts, which belong to Board of Director members, chairman, general manager, his/her assistants, their parents, wives/husbands, and children	129,413	137,706
Deposits and other accounts under scope of TCC law 5237 article no 282, dated 26/9/2004	-	-
Deposits in Deposit Banks of Türkiye, which are solely established for off-shore banking	-	-

## 2. Information on derivative financial liabilities held for trading purpose

*Negative differences related to the derivative financial liabilities held for trading purpose*

	Current Period – December 31, 2024		Prior Period – December 31, 2023	
	TL	FC	TL	FC
Forwards	908,013	85,625	55,388	17,565
Swaps	991,340	4,681,524	26,291	5,569,533
Futures	-	-	-	-
Options	1,849	121,217	-	97,611
Other	-	-	-	-
<b>Total</b>	<b>1,901,202</b>	<b>4,888,366</b>	<b>81,679</b>	<b>5,684,709</b>

## 3. Information on funds borrowed

*a) Information on banks and other financial institutions*

	Current Period – December 31, 2024		Prior Period – December 31, 2023	
	TL	FC	TL	FC
Central Bank of the Republic of Türkiye	46,087,664	-	32,189,132	29,566
Domestic banks and institutions	1,167,904	6,854,051	368,174	5,045,097
Foreign banks, institutions and funds	-	219,970,816	166,807	183,878,814
<b>Total</b>	<b>47,255,568</b>	<b>226,824,867</b>	<b>32,724,113</b>	<b>188,953,477</b>

*b) Maturity information of funds borrowed*

	Current Period – December 31, 2024		Prior Period – December 31, 2023	
	TL	FC	TL	FC
Short-term <sup>(*)</sup>	24,807,462	1,833,272	12,426,015	3,166,971
Medium and Long-term <sup>(*)</sup>	22,448,106	224,991,595	20,298,098	185,786,506
<b>Total</b>	<b>47,255,568</b>	<b>226,824,867</b>	<b>32,724,113</b>	<b>188,953,477</b>

<sup>(\*)</sup> Maturity profile of funds borrowed is prepared in accordance to their original maturities.

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## TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

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#### DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)

Funds borrowed comprise syndication and securitization loans bearing various interest rates and maturities and account for 7.21% (December 31, 2023: 8.44%) of the Bank's liabilities. There is no risk concentration on funding sources of the Bank.

On December 21, 2021, the Bank signed a contract to obtain a 3-year loan worth CNY 3.5 million from the Development Bank of China, to be used within the framework of general financing needs along with the financing of foreign trade.

#### Syndicated Loans Received

Beginning From	Maturity (Days)	Currency	Amount (Millions)	Interest rate	Coordinator Bank	Agent Bank
May 16, 2024	367	USD	360.5	SOFR+2.50%	Abu Dhabi Commercial Bank Emirates NBD Bank (P.J.S.C)	Emirates NBD Bank (P.J.S.C)
	367	EUR	512.8	E+2.25%	Abu Dhabi Commercial Bank Emirates NBD Bank (P.J.S.C)	Emirates NBD Bank (P.J.S.C)
December 4, 2024	367	USD	518.5	SOFR+1.75%	Abu Dhabi Commercial Bank("ADCB") Emirates NBD Capital Limited ("EMCAP")	Abu Dhabi Commercial Bank PJSC ("ADCB")
	367	EUR	331.4	E+1.50%	Abu Dhabi Commercial Bank("ADCB") Emirates NBD Capital Limited ("EMCAP")	Abu Dhabi Commercial Bank PJSC ("ADCB")

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Beginning From	Due date	Currency	Amount <sup>(*)</sup> (USDMillions)	Loan Type
October 5, 2018	September 15, 2028	USD	300	Based on international remittance flows / Based on treasury financing transactions
October 15, 2019	December 15, 2026	USD	417	Based on international remittance flows / Based on treasury financing transactions
March 22, 2021	March 15, 2027	USD	461.5	Based on international remittance flows / Based on treasury financing transactions
	March 15, 2028	USD	200	Based on international remittance flows / Based on treasury financing transactions
	March 15, 2026	USD	508	Based on international remittance flows / Based on treasury financing transactions
	March 15, 2026	EUR	200	Based on international remittance flows
	September 15, 2026	USD	154	Based on international remittance flows / Based on treasury financing transactions
	March 15, 2026	EUR	50	Based on international remittance flows
	March 15, 2026	USD	115.4	Based on international remittance flows / Based on treasury financing transactions
February 21, 2023	March 15, 2028	USD	416.4	Based on international remittance flows / Based on treasury financing transactions
	December 15, 2027	USD	350	Based on international remittance flows / Based on treasury financing transactions
	December 15, 2027	USD	182	Based on international remittance flows / Based on treasury financing transactions
	December 15, 2027	USD	540	Based on international remittance flows / Based on treasury financing transactions
	December 15, 2028	USD	205	Based on international remittance flows / Based on treasury financing transactions
	December 15, 2026	EUR	50	Based on international remittance flows
	March 15, 2027	EUR	25	Based on international remittance flows
March 13, 2023	March 15, 2028	USD	120	Based on international remittance flows / Based on treasury financing transactions
	December 15, 2027	USD	100	Based on international remittance flows / Based on treasury financing transactions
March 28, 2024	December 15, 2028	USD	100	Based on international remittance flows
	December 15, 2028	USD	130	Based on international remittance flows
	December 15, 2028	USD	100	Based on international remittance flows
	March 15, 2029	EUR	100	Based on international remittance flows
	December 15, 2028	EUR	100	Based on international remittance flows
	December 15, 2028	EUR	150	Based on international remittance flows

(\*) In the table, the amounts in the relevant credit tranches are given in USD.

As of December 31, 2024, the total securitization balance is equivalent of USD 2,051 million and EUR 528.7 million (December 31, 2023: USD 2,283 million and EUR 241 million).

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)***Information on securities issued*

On February 5, 2020, the Bank issued a new bond amounting to USD 750 million with a maturity of 5 years, a coupon rate of 5.25% and a final yield of 5.375%. The issuance was oversubscribed by USD 4.3 billion worldwide, making it the highest Eurobond issuance in the Bank's history.

On December 8, 2020, the Bank issued USD 750 million Sustainable Bonds with a maturity of 5 years, a coupon rate of 6.50% and a final yield of 6.625%, the first Sustainable Bond issued by a deposit bank in Türkiye.

The Bank completed the second Sustainable Bond issue within the sustainable financing programme on September 16, 2021. The transaction was carried out for USD 500 million with a maturity of 5 years, a coupon rate of 5.50 per cent and a final yield rate of 5.625 per cent. On September 12, 2023, the Bank issued the third sustainable bond with a nominal amount of USD 750 million under the GMTN Programme. With a maturity of 5 years and 1 month and a redemption date of October 12, 2028, the coupon rate was 9.0% and the final yield rate was 9.125%.

Within the scope of the program, a total of 310 private placement transactions have been carried out with 23 different banks as of June 2013. Transactions are carried out in various currencies (US Dollar, EUR, GBP, Swiss Franc and Japanese Yen) with maturities of 3 months, 6 months, 1 year and 2 years. On February 21, 2023, one securitization-guaranteed bond with a maturity of 1849 days was issued, amounting to USD 675 million. As of December 31, 2024, the total balance of allocated sales transactions was equivalent to USD 3,4 million EUR 528,7 million

	TL		FC	
	Short Term	Medium-Long Term	Short Term	Medium-Long Term
<b>Current Period - December 31, 2024</b>				
Nominal	6,073,438	-	5,985,795	198,183,080
Cost	5,448,041	-	5,980,532	197,567,905
Net Book Value	5,784,837	-	6,085,568	201,830,877

	TL		FC	
	Short Term	Medium-Long Term	Short Term	Medium-Long Term
<b>Prior Period - December 31, 2023</b>				
Nominal	1,173,653	-	-	115,061,887
Cost	1,081,498	-	-	114,598,973
Net Book Value	1,163,579	-	-	117,165,636

**4. Components of “other external resources payable” in the financials that comprise at least 20% of the account, if the account exceeds 10% of total liabilities and equity excluding off-balance sheet commitments**

Other external resources payable in the financials do not exceed 10% of total liabilities and equity.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)****5. Information on lease payables (net)***Obligations under financial leases*

The amounts recognized under TFRS 16 as of December 31, 2024 and December 31, 2023 are presented below.

<b>Current Period - December 31, 2024</b>	<b>Service Buildings</b>	<b>Vehicles</b>	<b>Total</b>
Lease payables	11,010,880	327,939	11,338,819
Deferred rental expenses	5,856,455	68,978	5,925,433
<b>Lease payables (Net)</b>	<b>5,154,425</b>	<b>258,961</b>	<b>5,413,386</b>
Right of use assets	5,100,339	261,935	5,362,274

  

<b>Prior Period - December 31, 2023</b>	<b>Service Buildings</b>	<b>Vehicles</b>	<b>Total</b>
Lease payables	6,125,663	76,634	6,202,297
Deferred rental expenses	3,315,876	15,809	3,331,685
<b>Lease payables (Net)</b>	<b>2,809,787</b>	<b>60,825</b>	<b>2,870,612</b>
Right of use assets	2,774,696	62,213	2,836,909

Short term lease contracts with a duration of 12 months or less and lease contracts for ATMs that are determined to be of low value by the Bank have been evaluated within the scope of the exemption recognized by the standard, and payments for these contracts are recorded as expense in the period they occur. In this context, TL 289,595 lease payments were made in the related period (December 31, 2023: TL 160,342).

	<b>Current Period – December 31, 2024</b>		<b>Prior Period – December 31, 2023</b>	
	<b>Gross</b>	<b>Net</b>	<b>Gross</b>	<b>Net</b>
Under 1 year	151,998	137,223	6,198,226	2,866,665
1-4 Years	1,130,313	830,838	4,071	3,947
Over 4 years	10,056,508	4,445,325	-	-
<b>Total</b>	<b>11,338,819</b>	<b>5,413,386</b>	<b>6,202,297</b>	<b>2,870,612</b>

With the "TFRS 16 Leases" standard, the difference between operational lease and financial lease has been eliminated, and leasing transactions have started to be disclosed under the "liabilities from leasing transactions" line.



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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)****6. Information on derivative financial liabilities held for risk management purpose***Negative fair values of hedging purpose derivatives*

None.

**7. Information on Provision***Information on employee rights*

According to the TAS-19- Judgments of benefits that are provided to employees, bank accounts and calculate provision to obligations of severance pay and allowance rights.

As of December 31, 2024, TL 5,009,883 (December 31, 2023: TL 3,829,984) provision for severance pay and TL 673,901 (December 31, 2023 TL 386,622) provision for unused vacation are stated in financial statements under employee rights provision.

*Movement of severance pay provision in the period:*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
<b>Opening balance</b>	<b>3,829,984</b>	<b>1,958,653</b>
Current service cost	369,025	179,947
Previous service cost	133	96,771
Interest cost	911,542	348,302
Paid compensation	(1,051,190)	(479,270)
Payment/Reduction of benefits/Layoff accordingly composed loss/(gain)	13,933	6,692
Actuary loss/(gain)	936,456	1,718,889
<b>Closing balance</b>	<b>5,009,883</b>	<b>3,829,984</b>

*Information on pension rights*

The technical financial statements of the Fund are audited by an actuary registered in the actuarial registry in accordance with Article 21 of the Insurance Law No. 5684 registered to "Actuarial Regulation" issued pursuant to this article. Based on current period the actuarial report, neither technical nor actual deficit has been identified that requires provisioning.

<b>Transferable retirement and health liabilities</b>	<b>Current Period - December 31, 2024</b>	<b>Prior Period - December 31, 2023</b>
Net Present Value of Transferable Retirement Liabilities	(74,030,863)	(41,121,297)
Net Present Value of Transferable Retirement and Health Contributions	66,774,927	48,583,647
General Administration Expenses	(740,309)	(411,213)
Present Value of Pension and Medical Benefits Transferable to SSF (1)	(7,996,245)	-
Fair Value of Plan Assets (2)	26,563,304	15,510,074
Asset Surplus over Transferable Benefits ((2)-(1) = (3))	18,567,059	15,510,074

*Information on pension rights (Continued)*

Actuarial assumptions used in valuation of Non-Transferable Benefits are as follows:

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)**

<b>Discount Rates</b>	<b>Current Period – December 31, 2024</b>	<b>Prior Period – December 31, 2023</b>
Benefits Transferable to SSI	9.80%	9.80%

Distribution of total assets of the Retirement Fund as of December 31, 2024 and December 31, 2023 are as presented below:

	<b>Current Period – December 31, 2024</b>	<b>Prior Period – December 31, 2023</b>
Bank placements	9,126,513	4,687,882
Government Bonds and Treasury Bill, Fund and Accrual Interest Income	6,872,648	4,899,592
Tangible assets (*)	9,279,410	5,242,981
Other	1,284,734	679,619
<b>Total</b>	<b>26,563,305</b>	<b>15,510,074</b>

(\*) As of December 31, 2024, the value of the fixed assets is shown considering the fair value of the properties owned instead of the balance sheet value.

***Provision for currency exchange loss on foreign currency indexed loans***

None as of December 31, 2024 and December 31, 2023.

***Provisions for non-cash loans that are not indemnified and not converted into cash***

As of December 31, 2024, Bank has recorded TL 139,368 (December 31, 2023: TL 68,887) as provisions for non-cash loans that are not indemnified or converted into cash.

***Information on provision for probable risks***

As of December 31, 2024, free provision in the financial statement is amounting to TL 15,000,000 which TL 2,500,000 free provision was reversed in the current period and then TL 6,500,000 free provision was provided in the current year from TL 11,000,000 free provision which was provided in prior years. Reversal of free provision amounting to TL 2,500,000 was accounted under other operating income and additional free provision expense amounting to TL 6,500,000 was accounted under other provision expense in the unconsolidated profit or loss statement.

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)****8. Taxation***Current taxes**Tax provision*

As of December 31, 2024, the Bank's corporate tax payable is TL 22,353 (December 31, 2023: TL 7,671,637).

*Information on taxes payable*

	Current Period – December 31, 2024	Prior Period – December 31, 2023
Corporate taxes payable	22,353	7,671,637
Taxation on securities	5,037,895	1,324,147
Capital gains tax on property	15,931	13,327
Banking and Insurance Transaction Tax (BITT)	4,294,587	2,104,711
Taxes on foreign exchange transactions	60,385	28,177
Value added tax payable	187,246	65,466
Other	534,785	312,916
<b>Total</b>	<b>10,153,182</b>	<b>11,520,381</b>

*Information on premiums payable*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Social security premiums- employee share	-	-
Social security premiums- employer share	-	-
Bank pension fund premium- employee share	-	-
Bank pension fund premium- employer share	-	-
Pension fund membership fees and provisions- employee share	-	-
Pension fund membership fees and provisions- employer share	-	-
Unemployment insurance- employee share	16,656	9,847
Unemployment insurance- employer share	33,313	19,694
Other	4	1
<b>Total</b>	<b>49,973</b>	<b>29,542</b>

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS(Continued)****II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)***Information on deferred tax liabilities*

As of December 31, 2024, the Bank has no deferred tax liabilities. (December 31, 2023: None). Deferred tax asset and deferred tax liability items are shown in the financial statements by netting in accordance with the applied accounting policies. Information on the deferred tax asset is presented in Note 15 of Section I, Section V.

As of December 31, 2024 and December 31, 2023 the reconciliation of the deferred tax on the assets directly related to the equity is as follows:

	Current Period December 31, 2024	Prior Period December 31, 2023
Securities available for sale	2,536,801	1,069,854
Associates and subsidiaries	-	568,241
Tangible assets	(1,063,505)	(2,145,076)
Assets held for sale	-	-
Actuarial gains and losses	280,937	568,495
<b>Total</b>	<b>1,754,233</b>	<b>61,514</b>

**9. Information on payables for assets held for resale and tangible assets related to discounted activities**

None.

**10. Information on subordinated debts**

Stated bonds' total balance sheet value is TL 84,921,106 as of December 31, 2024 (December 31, 2023: TL 34,437,278).

	Current Period - December 31, 2024		Prior Period - December 31, 2023	
	TL	FC	TL	FC
<b>Debt instruments to be included in the additional capital calculation</b>	<b>5,149,446</b>	<b>47,425,615</b>	<b>5,145,696</b>	<b>23,707,184</b>
Subordinated Loans	-	-	-	-
Subordinated Debt Instruments	5,149,446	47,425,615	5,145,696	23,707,184
<b>Debt instruments to be included in the secondary capital calculation</b>	<b>7,062,504</b>	<b>25,283,541</b>	<b>5,584,398</b>	-
Subordinated Loans	-	-	-	-
Subordinated Debt Instruments	7,062,504	25,283,541	5,584,398	-
<b>Total</b>	<b>12,211,950</b>	<b>72,709,156</b>	<b>10,730,094</b>	<b>23,707,184</b>

(\*) Detailed explanations on subordinated debts are given in the Section IV - "Information on Instruments to be Included in Equity Calculation".

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)****11. Information on equity*****Paid-in capital***

	<b>Current Period - December 31, 2024</b>	<b>Prior Period - December 31, 2023</b>
Common Stock	9,915,922	9,915,922
Preferred Stock	-	-

Paid-in capital of the Bank amounted to TL 9,915,922 TL is divided into groups comprised of 10.84% Group (A), 3.94% Group (B), 4.08% Group (C) and 81.15% Group (D).

Board of Directors' members; three members representing Group (A), one member representing Group (B), and two members representing Group (C); among the nominees shown by the majority of each group, and one member among the nominees offered by the shareholders at the General Assembly are selected. Preference of Group (D) is primarily taken into account in the selection of the last-mentioned member.

***Paid-in capital amount, explanation as to whether the registered share capital system is applicable at bank; if so the amount of registered share capital***

<b>Capital System</b>	<b>Paid-in Capital</b>	<b>Ceiling per Registered Share Capital</b>
Registered capital system	9,915,922	25,000,000

***Information on share capital increases and their sources; other information on any increase in capital shares during the current period***

Current period, the Bank increased its paid-in capital from TL 7,111,364 to TL 9,915,922, provided that it is within the registered capital ceiling, based on the decision taken at the Board of Directors meeting dated March 21, 2023. Accordingly, the amendment made in the related article of the Articles of Association was registered on April 20, 2023.

***Information on share capital increases from revaluation funds***

None.

***Capital commitments for current financial year and following period and the general purpose of these commitments and the estimated resources required for these commitments***

None.

***Prior period indicators of the Bank's income, profitability and liquidity; and possible effects of the predictions on equity, considering the ambiguity of the indicators***

None.

***Information on the privileges given to stocks representing the capital***

None.

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES (Continued)***Valuation differences of the marketable securities*

	Current Period - December 31, 2024		Prior Period - December 31, 2023	
	TL	FC	TL	FC
Associates, subsidiaries and joint ventures	18,323,413	(845,247)	12,307,271	(657,341)
Financial assets at fair value through other comprehensive income	(5,345,156)	5,639,037	1,717,502	4,485,972
Foreign exchange differences	80,727	-	80,727	-
<b>Total</b>	<b>13,058,984</b>	<b>4,793,790</b>	<b>14,105,500</b>	<b>3,828,631</b>

**III. INFORMATION AND DISCLOSURES RELATED TO OFF-BALANCE SHEET ITEMS****1. Disclosures related to other contingent liabilities***Type and amount of irrevocable commitments*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Commitments for credit card limits	458,300,096	239,679,180
Loan granting commitments	296,760,473	119,165,714
Commitments for cheque payments	14,787,396	10,121,928
Asset purchase sale commitments	229,009,331	141,784,478
Other	20,224,661	12,310,714
<b>Total</b>	<b>1,019,081,957</b>	<b>523,062,014</b>

*Type and amount of possible losses from off-balance sheet items including those referred to below*

*Guarantees, bills of exchange and acceptances and other letters of credit which can be counted as financial collateral*

The Bank provided specific provision amounting to TL 1,634,835 (December 31, 2023: TL 851,721) for unliquidated non-cash loans recorded under off-balance sheet items, amounting to TL 139,368 (December 31, 2023: TL 68,887).

*Final guarantees, provisional guarantees, sureties and similar transactions*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Provisional letters of guarantee	18,824,816	9,861,230
Final letters of guarantee	214,865,409	139,960,135
Letters of guarantee for advances	66,826,636	50,721,986
Letters of guarantee given to custom offices	21,073,866	12,911,007
Other letters of guarantee	237,668,765	183,707,444
<b>Total</b>	<b>559,259,492</b>	<b>397,161,802</b>

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****III. INFORMATION AND DISCLOSURES RELATED TO OFF-BALANCE SHEET ITEMS (Continued)****2. Non-cash loans**

	Current Period – December 31, 2024	Prior Period – December 31, 2023
Non-cash loans given for cash loan risks	127,429,341	91,319,731
<i>With original maturity of 1 year or less</i>	12,697,870	10,462,322
<i>With original maturity of more than 1 year</i>	114,731,471	80,857,409
Other non-cash loans	549,638,883	398,072,090
<b>Total</b>	<b>677,068,224</b>	<b>489,391,821</b>

**3. Sectoral risk concentrations of non-cash loans**

	Current Period - December 31, 2024				Prior Period - December 31, 2023			
	TL	%	FC	%	TL	%	FC	%
<b>Agricultural</b>	<b>631,402</b>	<b>0.18</b>	<b>105,135</b>	<b>0.03</b>	<b>651,827</b>	<b>0.27</b>	<b>932,450</b>	<b>0.38</b>
Farming and Cattle	536,335	0.15	18,514	0.01	553,708	0.23	613,191	0.25
Forestry	5,918	-	-	-	20,596	0.01	-	-
Fishing	89,149	0.03	86,621	0.02	77,523	0.03	319,259	0.13
<b>Manufacturing</b>	<b>118,126,087</b>	<b>33.86</b>	<b>177,299,952</b>	<b>54.03</b>	<b>85,187,750</b>	<b>35.22</b>	<b>128,074,906</b>	<b>51.75</b>
Mining	4,349,313	1.25	3,729,375	1.14	1,640,145	0.68	2,377,099	0.96
Production	97,000,651	27.80	160,901,140	49.03	69,768,742	28.84	114,816,435	46.39
Electric, gas and water	16,776,123	4.81	12,669,437	3.86	13,778,863	5.70	10,881,372	4.40
<b>Construction</b>	<b>83,360,846</b>	<b>23.89</b>	<b>50,427,115</b>	<b>15.37</b>	<b>49,076,762</b>	<b>20.29</b>	<b>41,011,790</b>	<b>16.57</b>
<b>Services</b>	<b>143,810,233</b>	<b>41.22</b>	<b>87,906,531</b>	<b>26.79</b>	<b>104,606,261</b>	<b>43.24</b>	<b>63,503,786</b>	<b>25.66</b>
Wholesale and retail trade	70,364,362	20.18	32,646,676	9.95	44,318,577	18.32	22,470,675	9.08
Hotel, food and beverage Services	5,041,057	1.44	1,337,299	0.41	3,148,727	1.30	715,069	0.29
Transportation and telecommunication	19,708,837	5.65	35,526,346	10.82	13,448,969	5.56	33,033,492	13.35
Financial institutions	30,420,151	8.72	614,684	0.19	32,264,786	13.34	608,614	0.25
Real estate and renting Services	7,435,930	2.13	12,207,518	3.72	4,691,655	1.94	5,369,152	2.17
Self-employment services	8,727,879	2.50	5,159,318	1.57	5,253,771	2.17	913,667	0.37
Education services	705,697	0.20	-	-	676,589	0.28	3,239	0.00
Health and social services	1,406,320	0.40	414,690	0.13	803,187	0.33	389,878	0.16
<b>Other</b>	<b>2,969,501</b>	<b>0.85</b>	<b>12,431,422</b>	<b>3.78</b>	<b>2,374,579</b>	<b>0.98</b>	<b>13,971,710</b>	<b>5.65</b>
<b>Total</b>	<b>348,898,069</b>	<b>100.00</b>	<b>328,170,155</b>	<b>100.00</b>	<b>241,897,179</b>	<b>100.00</b>	<b>247,494,642</b>	<b>100.00</b>

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****III. INFORMATION AND DISCLOSURES RELATED TO OFF-BALANCE SHEET ITEMS (Continued)****4. Information on the first and second group of non-cash loans**

<b>Current Period - December 31, 2024</b>	<b>Group I</b>		<b>Group II</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Letters of Guarantee	340,931,189	201,549,646	6,499,431	8,924,534
Confirmed Bills of Exchange and Acceptances	4,258	6,963,856	-	-
Letters of Credit	187,484	104,086,997	-	3,131,392
Endorsements	-	-	-	-
Purchase Guarantees for Securities Issued	-	-	-	-
Factoring Guarantees	-	-	-	-
Other Guarantees and Sureties	-	3,154,602	-	-
<b>Non-Cash Loans</b>	<b>341,122,931</b>	<b>315,755,101</b>	<b>6,499,431</b>	<b>12,055,926</b>

<b>Prior Period - December 31, 2023</b>	<b>Group I</b>		<b>Group II</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Letters of Guarantee	233,795,411	146,577,328	5,710,047	10,227,295
Confirmed Bills of Exchange and Acceptances	4,258	4,398,076	-	-
Letters of Credit	2,110,919	78,895,525	10,997	3,676,849
Endorsements	-	-	-	-
Purchase Guarantees for Securities Issued	-	-	-	-
Factoring Guarantees	-	-	-	-
Other Guarantees and Sureties	-	3,133,395	-	-
<b>Non-Cash Loans</b>	<b>235,910,588</b>	<b>233,004,324</b>	<b>5,721,044</b>	<b>13,904,144</b>

**5. Information on derivative transactions**

	<b>Current Period - December 31, 2024</b>	<b>Prior Period - December 31, 2023</b>
<b>Trading Derivatives</b>		
<b>Foreign Currency Related</b>		
<b>Derivative Transactions (I)</b>	<b>623,687,396</b>	<b>547,189,364</b>
Currency Forwards	110,701,718	31,707,473
Currency Swaps	501,753,656	498,326,337
Currency Futures	-	-
Currency Options	11,232,022	17,155,554
<b>Interest Rate Derivative</b>		
<b>Transactions (II)</b>	<b>240,203,588</b>	<b>235,695,783</b>
Interest Rate Forwards	-	-
Interest Rate Swaps	240,203,588	235,695,783
Interest Rate Options	-	-
Interest Rate Futures	-	-
<b>Other Trading Derivatives (III)</b>	<b>289,075,233</b>	<b>187,219,899</b>
<b>A. Total Trading Derivatives (I+II+III)</b>	<b>1,152,966,217</b>	<b>970,105,046</b>
<b>Hedging Derivatives</b>		
Fair Value Hedges	-	-
Cash Flow Hedges	-	-
Hedges for Foreign Currency	-	-
Investments	-	-
<b>B. Total Hedging Derivatives</b>	<b>-</b>	<b>-</b>
<b>Derivative Transactions (A+B)</b>	<b>1,152,966,217</b>	<b>970,105,046</b>



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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****III. INFORMATION AND DISCLOSURES RELATED TO OFF-BALANCE SHEET ITEMS (Continued)**

Current Period - December 31, 2024	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total
<b>Currency swaps:</b>						
Purchase	162,938,133	10,026,856	-	5,590,010	-	178,554,999
Sale	222,776,555	10,497,525	-	5,589,456	-	238,863,536
<b>Currency forwards:</b>						
Purchase	8,624,580	30,269,894	16,421,444	102,207	-	55,418,125
Sale	8,607,484	30,203,046	16,370,893	102,170	-	55,283,593
<b>Cross currency interest rate swaps:</b>						
Purchase	707,192	-	-	49,546,094	2,121,578	52,374,864
Sale	119,040	-	-	31,403,202	438,015	31,960,257
<b>Interest rate swaps:</b>						
Purchase	10,000	10,000	-	49,820,064	70,261,730	120,101,794
Sale	10,000	10,000	-	49,820,064	70,261,730	120,101,794
<b>Options:</b>						
Purchase	2,450,559	3,009,347	268,784	-	-	5,728,690
Sale	2,314,265	2,956,839	232,228	-	-	5,503,332
<b>Securities trading transactions</b>						
Purchase	-	-	-	-	-	-
Sale	-	-	-	-	-	-
<b>Trading securities:</b>						
Purchase	-	-	-	-	-	-
Sale	-	-	-	-	-	-
<b>Other trading derivatives:</b>						
Purchase	110,703,170	17,466	3,648,934	61,872,584	-	176,242,154
Sale	52,657,920	17,466	3,648,937	54,387,178	2,121,578	112,833,079
<b>Total purchases</b>	<b>285,433,634</b>	<b>43,333,563</b>	<b>20,339,162</b>	<b>166,930,959</b>	<b>72,383,308</b>	<b>588,420,626</b>
<b>Total sales</b>	<b>286,485,264</b>	<b>43,684,876</b>	<b>20,252,058</b>	<b>141,302,070</b>	<b>72,821,323</b>	<b>564,545,591</b>
<b>Total</b>	<b>571,918,898</b>	<b>87,018,439</b>	<b>40,591,220</b>	<b>308,233,029</b>	<b>145,204,631</b>	<b>1,152,966,217</b>

Prior Period - December 31, 2023	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total
<b>Currency swaps:</b>						
Purchase	60,965,904	103,059,007	8,137,705	-	-	172,162,616
Sale	93,671,343	118,668,956	8,117,820	-	-	220,458,119
<b>Currency forwards:</b>						
Purchase	1,867,287	9,874,478	2,784,568	1,341,884	-	15,868,217
Sale	1,861,504	9,860,171	2,777,250	1,340,331	-	15,839,256
<b>Cross currency interest rate swaps:</b>						
Purchase	-	295,660	17,499,677	35,215,516	9,313,290	62,324,143
Sale	-	53,100	15,158,051	26,298,023	1,872,285	43,381,459
<b>Interest rate swaps:</b>						
Purchase	-	10,000	1,738,041	69,873,926	46,225,924	117,847,891
Sale	-	10,000	1,738,041	69,873,926	46,225,925	117,847,892
<b>Options:</b>						
Purchase	4,058,588	2,978,026	1,776,674	-	-	8,813,288
Sale	3,935,891	2,826,689	1,579,686	-	-	8,342,266
<b>Securities trading transactions</b>						
Purchase	-	-	-	-	-	-
Sale	-	-	-	-	-	-
<b>Trading securities:</b>						
Purchase	-	-	-	-	-	-
Sale	36,551,919	14,711,489	261,106	67,999,314	519,795	120,043,623
<b>Other trading derivatives:</b>						
Purchase	2,758,096	4,453,428	1,598,106	51,122,976	7,243,670	67,176,276
Sale	103,443,698	130,928,660	32,197,771	174,430,640	56,059,009	497,059,778
<b>Total purchases</b>	<b>102,226,834</b>	<b>135,872,344</b>	<b>30,968,954</b>	<b>148,635,256</b>	<b>55,341,880</b>	<b>473,045,268</b>
<b>Total sales</b>	<b>205,670,532</b>	<b>266,801,004</b>	<b>63,166,725</b>	<b>323,065,896</b>	<b>111,400,889</b>	<b>970,105,046</b>

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI****UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024**

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS**  
(Continued)**III. INFORMATION AND DISCLOSURES RELATED TO OFF-BALANCE SHEET ITEMS**  
(Continued)**6. Contingent assets and liabilities**

Bank allocates TL 41,421 as provision for lawsuits against the Bank (December 31, 2023: TL 34,381).

**7. Services rendered on behalf of third parties**

The Bank acts as an investment agent for banking transactions on behalf of its customers and provides custody services. Such transactions are followed under off-balance sheet accounts. The Bank's custody services and banking transactions on behalf of individuals and corporate customers does not present a material portion.

**IV. INFORMATION ON DISCLOSURES RELATED TO THE STATEMENT OF PROFIT OR LOSS****1. Interest income***Information on interest income received from loans*

	Current Period – December 31, 2024		Prior Period – December 31, 2023	
	TL	FC	TL	FC
Short-term Loans	245,720,419	10,782,048	90,692,998	4,630,450
Medium and Long-Term Loans	179,373,988	38,187,147	74,827,981	27,474,078
Non-performing Loans	2,904,702	-	917,420	-
Premiums Received from Resource Utilization Support Fund	-	-	-	-
<b>Total</b>	<b>427,999,109</b>	<b>48,969,195</b>	<b>166,438,399</b>	<b>32,104,528</b>

*Information on interest income received from banks*

	Current Period – December 31, 2024		Prior Period – December 31, 2023	
	TL	FC	TL	FC
Central Bank of Republic of Turkey	-	-	-	111,923
Domestic Banks	46,917	110,547	200,172	5,083
Foreign Banks	-	1,148,782	-	962,570
Foreign Head Office and Branches	-	-	-	-
<b>Total</b>	<b>46,917</b>	<b>1,259,329</b>	<b>200,172</b>	<b>1,079,576</b>

*Information on interest income received from marketable securities portfolio*

	Current Period – December 31, 2024		Prior Period – December 31, 2023	
	TL	FC	TL	FC
Financial assets at fair value through profit or loss	-	199,777	-	590,576
Financial assets at fair value through other comprehensive income	69,139,482	15,511,608	26,636,575	8,455,142
Financial assets measured at amortized cost	100,781,162	2,050,079	70,923,332	2,613,598
<b>Total</b>	<b>169,920,644</b>	<b>17,761,464</b>	<b>97,559,907</b>	<b>11,659,316</b>

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI**  
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(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

## DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

## IV. INFORMATION ON DISCLOSURES RELATED OF PROFIT OR LOSS (Continued)

*Information on interest income received from associates and subsidiaries*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Interest Received from Associates and Subsidiaries	10,590,954	4,735,420

## 2. Interest expense

*Interest expense on funds borrowed*

	Current Period – December 31, 2024		Prior Period – December 31, 2023	
	TL	FC	TL	FC
<b>Banks</b>	<b>5,203,516</b>	<b>14,852,844</b>	<b>2,478,773</b>	<b>10,437,216</b>
Central Bank of Republic of Turkey	4,964,136	12,535	2,420,069	3,889
Domestic Banks	239,380	284,196	58,704	402,606
Foreign Banks	-	14,556,113	-	10,030,721
Foreign Head Offices and Branches	-	-	-	-
<b>Other Institutions</b>	<b>-</b>	<b>1,021,010</b>	<b>-</b>	<b>660,013</b>
<b>Total</b>	<b>5,203,516</b>	<b>15,873,854</b>	<b>2,478,773</b>	<b>11,097,229</b>

*Interest expense paid to associates and subsidiaries*

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Interest Paid to Associates and Subsidiaries	2,341,793	2,281,742

*Interest expense on securities issued*

Interest paid to securities issued as at for the period ended December 31, 2024 is TL 18,484,603 (TL 3,796,749 and 14,687,854 FC). (December 31, 2023: TL 9,866,653 (TL 2,810,241 and 7,056,412 FC)).

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****IV. INFORMATION ON DISCLOSURES RELATED OF PROFIT OR LOSS (Continued)***Maturity structure of the interest expense on deposits*

	Time Deposits							
Current Period December 31, 2024	Demand Deposits	Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	More than 1 Year	Cumulative deposit	Total
TL								
Interbank deposits	-	8,159	5,262,932	-	-	-	-	5,271,091
Saving deposits	87,421	11,394,345	133,869,146	75,798,721	24,166,619	15,880,218	913	261,197,383
Public sector deposits	415,505	14,789,293	12,388,646	1,113,312	216,365	8,434	-	28,931,555
Commercial deposits	441,591	70,005,728	68,880,245	44,204,677	14,554,309	10,226,848	-	208,313,398
Other deposits	9,792	5,031,636	22,917,935	14,097,540	1,389,418	20,688	-	43,467,009
Deposits with 7 days notification	-	-	-	-	-	-	-	-
Total	954,309	101,229,161	243,318,904	135,214,250	40,326,711	26,136,188	913	547,180,436
FC								
Foreign currency deposits	271,894	1,682,036	3,884,183	399,122	198,732	234,779	-	6,670,746
Interbank deposits	44,388	3,076	1,984,151	-	-	-	-	2,031,615
Deposits with 7 days notification	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	110	955	19,066	2,848	-	22,979
Total	316,282	1,685,112	5,868,444	400,077	217,798	237,627	-	8,725,340
Grand Total	1,270,591	102,914,273	249,187,348	135,614,327	40,544,509	26,373,815	913	555,905,776

	Time Deposits							
Prior Period - December 31, 2023	Demand Deposits	Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	More than 1 Year	Cumulative deposit	Total
TL								
Interbank deposits	-	1,630,606	3,931,602	-	-	-	-	5,562,208
Saving deposits	80,015	5,364,547	34,932,988	36,032,830	2,717,975	4,059,411	951	83,188,717
Public sector deposits	95,958	11,876,094	5,011,602	134,235	19,940	11,095	-	17,148,924
Commercial deposits	209,358	40,800,677	35,702,649	11,475,310	5,043,841	3,449,915	-	96,681,750
Other deposits	35,207	2,144,841	10,162,767	1,498,874	53,902	7,056	-	13,902,647
Deposits with 7 days notification	-	-	-	-	-	-	-	-
Total	420,538	61,816,765	89,741,608	49,141,249	7,835,658	7,527,477	951	216,484,246
FC								
Foreign currency deposits	512,970	1,679,691	4,062,536	328,152	144,808	213,938	-	6,942,095
Interbank deposits	59,239	473,466	1,141,588	-	-	-	-	1,674,293
Deposits with 7 days notification	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	4,144	2,209	12,598	2,105	-	21,056
Total	572,209	2,153,157	5,208,268	330,361	157,406	216,043	-	8,637,444
Grand Total	992,747	63,969,922	94,949,876	49,471,610	7,993,064	7,743,520	951	225,121,690

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

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

**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****IV. INF INFORMATION ON DISCLOSURES RELATED OF PROFIT OR LOSS (Continued)****3. Dividend Income**

	Current Period – December 31, 2024	Prior Period – December 31, 2023
Financial assets at fair value through profit or loss	12,910	3,500
Financial assets at fair value through other comprehensive income	-	-
Others	111,622	196,240
<b>Total</b>	<b>124,532</b>	<b>199,740</b>

**4. Information on trading income/loss**

	Current Period – December 31, 2024	Prior Period – December 31, 2023
<b>Profit</b>	<b>154,320,398</b>	<b>396,242,202</b>
Income from capital market operations	4,521,816	6,320,188
Income from derivative financial instruments	99,446,736	277,309,461
Foreign exchange gains	50,351,846	112,612,553
<b>Losses</b>	<b>(163,682,191)</b>	<b>(382,211,292)</b>
Loss from capital market operations	(1,493,992)	(1,537,361)
Loss from derivative financial instruments	(125,521,657)	(281,292,004)
Foreign exchange loss	(36,666,542)	(99,381,927)
<b>Net trading profit/loss</b>	<b>(9,361,793)</b>	<b>14,030,910</b>

For the last period ending on December 31,2024, the Bank's net profit loss on currency derivative financial transactions arising from currency changes is TL (29,349,359) (December 31, 2023: TL 7,136,682 net loss).

**5. Information on other operating income**

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Income from reversal of the specific provisions for loans from prior periods	39,907,821	24,432,168
Communication income	44,295	32,710
Gain on sale of assets	1,419,527	770,737
Rent income	98,273	31,036
Other income	4,959,171	15,022,111
<b>Total</b>	<b>46,429,087</b>	<b>40,288,762</b>

(\*) The related balance includes the reversal of the free provision amounting to TL 2,500,000 (December 31, 2023: TL 12,250,000) in the current period and the income from revaluation of investment property amounting to TL 916,738 (December 31, 2023: TL 1,194,162)

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****IV. INFORMATION ON DISCLOSURES RELATED OF PROFIT OR LOSS (Continued)****6. Expected Credit Loss and Other Provision Expenses**

	Current Period - December 31, 2024	Prior Period – December 31, 2023
<b>Expected Credit Loss</b>	<b>45,370,413</b>	<b>49,961,062</b>
12 month expected credit loss (stage 1)	14,115,255	19,364,440
Significant increase in credit risk (stage 2)	19,755,751	25,004,610
Non-performing loans (stage 3)	11,499,407	5,592,012
<b>Marketable Securities Impairment Expense</b>	<b>420,664</b>	<b>92,780</b>
Financial Assets at Fair Value through Profit or Loss	97,818	53,617
Financial Assets at Fair Value Through Other Comprehensive Income	322,846	39,163
<b>Investments in Associates, Subsidiaries and Held-to-maturity Securities Value Decrease</b>	<b>-</b>	<b>-</b>
Investments in Associates	-	-
Subsidiaries	-	-
Joint Ventures	-	-
<b>Other(*)</b>	<b>6,507,039</b>	<b>4,250,000</b>
<b>Total</b>	<b>52,298,116</b>	<b>54,303,842</b>

(\*) The amount of the free provision reserved in the current period is TL 6,500,000 (31 December 2023: TL 4,250,000).

**7. Information on other operating expenses**

	Current Period - December 31, 2024	Prior Period - December 31, 2023
Reserve for Employee Termination Benefits	243,443	152,442
Deficit Provision for Pension Funds	-	-
Impairment Losses on Tangible Assets	2,267	2,300
Depreciation Expenses on Tangible Assets	1,992,030	930,134
Impairment Losses on Intangible Assets	-	-
Impairment Losses on Goodwill	-	-
Amortization Expenses on Intangible Assets	134,924	81,583
Impairment Expenses of Equity Participations for which Equity Method is Applied	-	-
Impairment Losses on Assets to be Disposed	-	-
Depreciation Expenses on Assets to be Disposed	-	-
Impairment Losses on Assets Held for Sale	-	-
<b>Other Operating Expenses</b>	<b>28,023,869</b>	<b>17,397,623</b>
Leasing expenses related to TFRS 16 exceptions	289,595	160,342
Repair and maintenance expenses	791,570	420,323
Advertisement expenses	1,468,913	771,712
Other expenses(**)	25,473,791	16,045,246
Loss on sale of assets	1,789	1,154
<b>Other(*)</b>	<b>12,967,025</b>	<b>18,800,378</b>
<b>Total</b>	<b>43,365,347</b>	<b>37,365,614</b>

(\*) Other operating expenses amounted TL 12,967,025 (December 31,2023: TL 18,800,378); Dividend provision expenses to be paid to staff amounted TL 3,433,683 (December 31,2023:TL 2,046,425), TL 4,874,539 (December 31, 2023: TL 1,678,577) taxes, duties, fees and funds, TL 3,119,240 (December 31,2023: TL 1,959,884) SDIF expenses and TL 1,539,563 (December 31, 2023: 1,115,492) consists of other expenses; there is no AFAD donation in the current period (December 31, 2023:TL 12,000,000).

(\*\*) The balance of other expenses amounting to TL 25,473,791 (31 December 2023: TL 16,045,246) includes expenses related to the application for credit cards and banking services amounting to TL 16,079,771 (31 December 2023: TL 10,732,693).

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The Bank has no discontinued operations. Information and detailed tables on profit before tax from continuing operations are presented in disclosures 1-7 in this section.

**9. Information on tax provision from discontinued and continuing operations**

The Bank has no discontinued operations. Information on provision for taxes on income from continuing operations is presented in disclosure 11 in this section.

**10. Information on net profit/loss from discontinued and continuing operations**

The Bank has no discontinued operations. Information on net profit/loss from continuing operations is presented in disclosures 1-12 in this section.

**11. Provision for taxes*****Current period taxation benefit or charge and deferred tax benefit or charge***

In the current period, the Bank has recorded a tax charge of TL 8,406,334 (December 31, 2023: TL 8,781,428) from the net taxable profit calculated in accordance the laws and regulations in effect.

***Deferred tax charge arising from temporary differences, tax losses and unused tax credits***

As of December 31, 2024, the Bank's deferred tax income from the occurrence/ (Closing) of deductible temporary differences is TL 536,093 (December 31, 2023: TL 12,286,956), from the taxable temporary differences (Occurrence)/Closing TL (8,393,783) (December 31, 2023: TL (3,871,296) has deferred tax expense

**12. Information on net profit and loss*****The nature and amount of certain income and expense items from ordinary operations is disclosed if the disclosure for nature, amount and repetition rate of such items is required for the complete understanding of the Bank's performance for the period***

The Bank has earned TL 733,206,946 interest income, TL 634,230,480 interest expenses, TL 46,473,551 net fees and commissions income, from ordinary banking transactions (December 31, 2023: TL 312,915,975 interest income, TL 260,090,901 interest expenses, TL 25,745,988 net fees and commissions income).

***Any changes in estimations that might have a material effect on current and subsequent period results***

None.

**13. Information related to the 20% of the sub-accounts belonging to components of other items in the statement of income exceeding 10% of the group total**

Banks' other commissions income mainly consists of credit card fee and commissions, insurance commissions and intelligence commissions.

Banks' other commissions expense mainly consists of credit card fee and commissions and commissions given for foreign banks credits.

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****IV. INFORMATION ON DISCLOSURES RELATED OF PROFIT OR LOSS (Continued)****14. Fees for services received from independent audit**

In accordance with the decision of the KGK dated March 26, 2021, the fees for the reporting period concerning the services acquired by the Bank from the independent auditor or independent audit firm are given in the table below, excluding VAT.

	Current Period – December 31, 2024	Prior Period – December 31, 2023
Independent audit fee for the reporting period	20,028	12,393
Fees for other assurance services	14,862	8,419
Fee for other services other than independent audit	428	73
<b>Total</b>	<b>35,318</b>	<b>20,885</b>

**V. INFORMATION AND DISCLOSURES RELATED TO STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY****1. Information on increases of revaluation of available-for-sale investments**

Movement tables related to revaluation differences of available-for-sale investments where valuation differences arising from the fair value measurement of fair value through other comprehensive income assets, subsidiaries and affiliates are recorded are as follows:

Valuation Differences of Marketable Securities	Current Period - December 31, 2024	Prior Period - December 31, 2023
Valuation differences at the beginning of the year	6,237,015	11,205,827
Fair value changes in the current year	(16,221,527)	(8,614,564)
Valuation differences transferred to the statement of income	2,975,668	2,342,939
Deferred tax effect	7,362,028	1,302,813
<b>Valuation differences at the end of the year</b>	<b>353,184</b>	<b>6,237,015</b>

Valuation Difference of the Subsidiaries and Affiliates	Current Period - December 31, 2024	Prior Period - December 31, 2023
Valuation differences at the beginning of the year	11,730,657	8,628,129
Fair value changes in the current year	5,828,236	2,534,287
Valuation differences transferred to the statement of income	-	-
Deferred tax effect	-	568,241
<b>Valuation differences at the end of the year</b>	<b>17,558,893</b>	<b>11,730,657</b>

**2. Information on increases in cash flow hedges**

None.

**3. Reconciliation of the beginning and end of the year balances of foreign exchange differences**

None.

**4. Information on differences in shareholders' equity accounts due to inflation accounting**

In compliance with BRSA's Circular on April 28, 2005, on ceasing the inflation accounting application, the balances resulted from the inflation accounting application as at December 31, 2004 and booked according to the Uniform Chart of Accounts and the related Articles, are transferred to the main accounts that were subject to the inflation accounting adjustments except for "capital reserves from inflation adjustments". The balance of "capital reserves from inflation adjustments" account is transferred to "other capital reserves" account. In 2006, the Bank has increased its paid in capital through "other capital reserves" by TL 605,763.



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During the bank's 70 th Shareholder's General Assembly Meeting on August 6, 2024, the Bank decided to distribute TL 2,504,591 of the distributable net period profit of totalling TL 25,045,910 to shareholders as legal reserves, TL 22,438,525 of it as extraordinary reserves, TL 102,794 of it as special fund and TL - of it as first dividend.

**6. Information on decreases of revaluation of available-for-sale investments**

Revaluation differences of available-for-sale investments has resulted with decrease in the current year. Detailed information about the decreases is explained above in Note 1.

**VI. INFORMATION AND DISCLOSURES ON STATEMENT OF CASH FLOWS****1. Disclosures for "other" items in statement of cash flows and effect of change in foreign currency rates cash and cash equivalents**

"Other" item under the "operating profit before changes in operating assets and liabilities" amounting to TL 5,733,900 (December 31, 2023: TL 27,106,647) is comprised of income from capital market transactions and derivative financial instruments and foreign exchange gains for the year ended.

"Net increase/decrease in other liabilities" amounting to TL 272,990,072 (December 31, 2023: TL 42,925,433) under "changes in operating assets and liabilities" is mainly comprised of cash inflows from miscellaneous payables and rcrepuhase agreements.

"Other" item under "net cash flow from investing activities" amounting to TL (545,053) (December 31, 2023: TL (530,924)) is comprised of purchases of intangible assets.

When calculating exchange rate effect on cash and cash equivalents, related assets' high turnover rate is taken into consideration. Each exchange rate's arithmetic average of the last five days before the report date and provision of average TL that is calculated from the difference from current period's exchange rate are reflected as an effect of exchange rate change on the cash flow statement. Except for the above-mentioned, banks that have less than three months to maturity are accepted as cash equivalents and average TL provision is calculated by difference between related operation's per term exchange rate and current period's exchange rate. As of December 31, 2024 impact of the exchange rate change on cash and cash equivalents is TL (1,002,116) (December 31, 2023: TL 367,899).

**2. Disclosures for "other" items in statement of cash flows and effect of change in foreign currency rates cash and cash equivalents**

It is explained in footnotes 7 and 8 of subsidiaries and affiliates in the Section V.

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****VI. INFORMATION AND DISCLOSURES ON STATEMENT OF CASH FLOWS (Continued)****3. Cash outflows from acquisition of associates, subsidiaries and joint-ventures**

It is explained in footnotes 7 and 8 of subsidiaries and affiliates in the Section V.

**4. Cash flows from the disposal of associates, subsidiaries and joint-ventures***Information on cash and cash equivalents at the beginning of the year*

	Prior Period December 31, 2023	Prior Period December 31, 2022
<b>Cash on hand</b>	<b>21,451,097</b>	<b>13,525,681</b>
Cash in TL	5,400,602	4,766,482
Cash in foreign currency	16,050,495	8,759,199
<b>Cash equivalents</b>	<b>312,617,754</b>	<b>115,910,587</b>
CBRT	343,390,691	254,620,417
Banks	51,100,590	28,545,859
Receivables from money markets	80,869,216	12,095,635
Other (*)	389,911	789,123
Loans and advances to banks having maturity of more than 3 months	(261,766)	(329,666)
Restricted cash and cash equivalents	(162,304,802)	(179,783,311)
Unrealized foreign exchange rate differences on cash equivalents	(566,086)	(27,470)
<b>Total</b>	<b>334,068,851</b>	<b>129,436,268</b>

(\*) As of December 31, 2023, the amount of TL 389,911 (December 31, 2022: TL 789,123) included in other items consists of TL 124,629 (December 31, 2022: TL 565,894) from funds in transit and TL 265,282 (December 31, 2022: TL 223,229) from precious metals

*Information on cash and cash equivalents at the end of the year*

	Current Period December 31, 2024	Prior Period December 31, 2023
<b>Cash on hand</b>	<b>31,901,771</b>	<b>21,451,097</b>
Cash in TL	7,916,698	5,400,602
Cash in foreign currency	23,985,073	16,050,495
<b>Cash equivalents</b>	<b>671,946,424</b>	<b>312,617,754</b>
CBRT	701,860,353	343,390,691
Banks	71,239,160	51,100,590
Receivables from money markets	128,971,733	80,869,216
Other (*)	34,693,644	389,911
Loans and advances to banks having maturity of more than 3 months	(7,365,802)	(261,766)
Restricted cash and cash equivalents	(257,058,133)	(162,304,802)
Unrealized foreign exchange rate differences on cash equivalents	(394,531)	(566,086)
<b>Total</b>	<b>703,848,195</b>	<b>334,068,851</b>

(\*) As of December 31, 2024, the amount of TL 389,911 (December 31, 2023: TL 389,911) included in other items consists of TL 124,629 (December 31, 2023: TL 124,629) from funds in transit and TL 265,282 (December 31, 2023: TL 265,282) from precious metals

**5. Management comment on restricted cash and cash equivalents due to legal requirements or other reasons taking materiality principle into account**

Reserve requirements at CBRT amounting to TL 215,084,857 as at December 31, 2024 (December 31, 2023: TL 122,184,198) has not been included in cash and cash equivalents.

Foreign currency bank deposits amounting to TL 41,973,276 (December 31, 2023: TL 40,120,604) is blocked and has not been included in cash and cash equivalents due to securitization loans and other ordinary banking operations of the Bank.

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**DISCLOSURE AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****VII. INFORMATION AND DISCLOSURES RELATED TO THE BANK'S RISK GROUP****1. Information on the volume of transactions with the Bank's risk group, lending and deposits outstanding at period end and income and expenses in the current period***Information on loans and other receivables held by the Bank's risk group*

	Associates and Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
<b>Current Period - December 31, 2024</b>						
Loans and other receivables						
Balance at the beginning of the year	35,207,658	309,650	-	929	177,141	26,837
Balance at the end of the year	34,056,936	231,912	-	315	4,435,488	359,432
Interest and commission income	10,590,954	4,685	-	-	26,798	1,727
<b>Prior Period - December 31, 2023</b>						
Loans and other receivables						
Balance at the beginning of the year	21,599,570	184,738	-	1,187	264,014	55,935
Balance at the end of the year	35,207,658	309,650	-	929	177,141	26,837
Interest and commission income	4,735,420	4,851	-	-	23,413	636

*Information on deposits held by the Bank's risk group*

	Associates and Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
<b>Deposits</b>						
Balance at the beginning of the year	13,797,505	13,514,572	4,497,416	2,398,302	480,310	195,275
Balance at the end of the year	12,960,880	13,797,505	8,578,837	4,497,416	721,525	480,310
Interest on deposits	2,341,793	2,281,742	2,859,251	1,229,830	130,540	79,572

*Information on forwards and option agreements and other similar agreements made with the Bank's risk group*

Bank's Risk Group	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Transactions at Fair Value Through Profit or Loss	-	-	-	-	-	-
Beginning of the Period	-	-	-	-	-	-
Balance at the End of the Period	-	-	-	-	-	-
Total profit/loss	-	-	-	-	-	-
Transactions for Hedging Purposes	-	-	-	-	-	-
Beginning of the Period	-	-	-	-	-	-
Balance at the End of the Period	-	-	-	-	-	-
Total income/loss	-	-	-	-	-	-

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Transactions with the risk group are made on an arms-length basis; terms are set according to the market conditions and in compliance with the Banking Law.

*Information on Benefits Provided to Directors*

In the accounting period ending on December 31, 2024, a total amount of TL 230,831 was paid to the Bank's top management. (December 31, 2023: TL 159,730).

**VIII. INFORMATION ON DOMESTIC, FOREIGN AND OFF-SHORE BRANCHES OR INVESTMENTS AND FOREIGN REPRESENTATIVE OFFICES****Domestic and foreign branches and representative offices**

	Number of Branches	Number of Employees			
Domestic Branches <sup>(*)</sup>	959	18,178			
			Country		
Foreign Representative Offices	-	-		Total Assets	Capital
	1	17	USA	20,670,183	583,434
Foreign Branches	1	3	Iraq	1,840,351	1,767,981
	1	6	Qatar	30,825	-
Off-shore Branches	1	5	Bahrain	374,114,113	-

<sup>(\*)</sup> Free zone branches in Türkiye is included to domestic branches.

*Opening or closing of domestic and foreign branches and representative offices and significant changes in organizational structure*

During 2024, 19 new domestic branches (2023: 9 domestic branches) have been opened and no branches have been closed (2023: 14).

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## TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

### UNCONSOLIDATED FINANCIAL REPORT AS OF THE YEAR ENDED DECEMBER 31, 2024

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

#### SECTION SIX

#### OTHER DISCLOSURES

##### I. OTHER DISCLOSURES ON THE BANK'S ACTIVITY

As per the resolution of 70<sup>th</sup> Annual General Assembly held on June 6, 2024, the net profit of year 2023 has been decided to be distributed as follows:

Profit Distribution Table of Year 2023	
Bank's unconsolidated profit in its statutory financial statements	25,045,910
Deferred tax credits	-
<b>Net profit of the year subject to distribution</b>	<b>25,045,910</b>
Legal reserves	2,504,591
<i>First Legal Reserves</i>	1,252,296
<i>Reserves allocated according to banking law and articles of association.</i>	1,252,295
<b>Net profit of the year subject to distribution</b>	<b>22,541,319</b>
Gain on sale of immovable and shares of associates and subsidiaries	102,794
Extraordinary reserves	22,438,525
<b>Dividends to shareholders</b>	<b>-</b>

##### II. INFORMATION ON THE BANK'S RATING GIVEN BY INTERNATIONAL CREDIT RATING INSTITUTIONS

September 17, 2024 <sup>(*)</sup>	Fitch Ratings
Long Term Foreign Currency	B+
Short Term Foreign Currency	B
Foreign Currency Outlook	Positive
Long Term Local Currency	BB-
Short Term Local Currency	B
Local Currency Outlook	stable
National Long Term	AA (tur)
National Outlook	stable
Support	b+
Support Rating Floor	b+
July 23, 2024 <sup>(*)</sup>	Moody's Investors Service
Baseline Credit Assessment	b2
Local Currency Deposit Rating	B1
Local Currency Outlook	Positive
Foreign Currency Deposit Rating	B1
Foreign Currency Outlook	Positive
June 24, 2023 <sup>(*)</sup>	JCR Eurasia
Long Term International FC	BB (Stable)
Long Term International TL	BB (Stable)
Long Term NSR	AAA (tur) (Stable)
Short Term NSR	J1+ (Stable)

<sup>(\*)</sup> The dates indicate the last grade change dates.

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In accordance with the decision of the Bank's Board of Directors, all 56,479.50 shares with a nominal value of TL 1 each in the capital of our subsidiary Taksim Otelcilik A.Ş., held by the General Directorate of Foundations of the Ministry of Culture and Tourism of the Republic of Türkiye, were purchased by our Bank for a total price of TL 493,545 under the share transfer agreement signed on January 22, 2025. The Bank's stake in the company's capital increased from 52,43% to 68,57%.

The Bank issued financial bills on February 5, 2024.

**SECTION SEVEN  
INDEPENDENT AUDITORS' REPORT**

**I. INFORMATION ON INDEPENDENT AUDITORS' REPORT**

The Bank's unconsolidated financial statements and footnotes as of December 31, 2024 have been audited by Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. (a member firm of Ernst&Young Global Limited) and the independent report dated February 6, 2025 is presented before the accompanying financial statements.

**II. EXPLANATIONS AND FOOTNOTES PREPARED BY INDEPENDENT AUDITOR**

None.