

Yapı ve Kredi Bankası A.Ş.

**Publicly announced consolidated interim financial statements and
related disclosures at June 30, 2025 together with
auditor's review report**

**(Convenience translation of publicly announced consolidated interim financial statements and review
report originally issued in Turkish)**

Convenience Translation of the Auditor’s Review Report Originally Issued in Turkish

Independent Auditor’s Report on Review of Consolidated Interim Financial Information

To the Board of Directors of Yapı ve Kredi Bankası Anonim Şirketi

Introduction

We have reviewed the consolidated statement of financial position of Yapı ve Kredi Bankası Anonim Şirketi (“the Bank”) and its subsidiaries (together will be referred as “the Group”) at June 30, 2025 and the related consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in shareholders’ equity, consolidated statement of cash flows and a summary of significant accounting policies and other explanatory notes to the consolidated financial statements for the six months period then ended. The Group Management is responsible for the preparation and fair presentation of interim consolidated financial information in accordance with the Banking Regulation and Supervision Agency (“BRSA”) Accounting and Financial Reporting Legislation which includes “Regulation on Accounting Applications for Banks and Safeguarding of Documents” published in the Official Gazette no.26333 dated 1 November 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by BRSA and Turkish Accounting Standard 34 “Interim Financial Reporting” for those matters not regulated by the aforementioned regulations. Our responsibility is to express a conclusion on these interim consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial reporting process, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an independent audit performed in accordance with the Independent Auditing Standards and the objective of which is to express an opinion on the financial statements. Consequently, a review of the interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not give a true view of the financial position of the Group at June 30, 2025 and the results of its consolidated operations and its consolidated cash flows for the six months period then ended in all material respects in accordance with the BRSA Accounting and Financial Reporting Legislation.

Report on other regulatory requirements arising from legislation

Based on our review, nothing has come to our attention that causes us to believe that the consolidated financial information provided in the accompanying interim activity report in Section VII, are not consistent with the reviewed consolidated financial statements and disclosures in all material respects.

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

Emre Çelik, SMMM
Partner

July 31, 2025
İstanbul, Türkiye

Convenience translation of publicly announced consolidated interim financial statements and review report originally issued in Turkish

**THE CONSOLIDATED INTERIM FINANCIAL REPORT OF
YAPI VE KREDİ BANKASI A.Ş. AS OF JUNE 30, 2025**

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The consolidated financial report for the six months which is prepared in accordance with the “Communiqué Related to Publicly Announced Financial Statements of Banks and Explanations and Notes Related to these Financial Statements” as regulated by the Banking Regulation and Supervision Agency includes the following sections.

- **GENERAL INFORMATION ABOUT THE PARENT BANK**
- **CONSOLIDATED FINANCIAL STATEMENTS OF THE PARENT BANK**
- **EXPLANATIONS ON ACCOUNTING POLICIES APPLIED IN THE RELATED PERIOD**
- **INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE GROUP**
- **EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS**
- **INDEPENDENT AUDITOR'S REVIEW REPORT**
- **INTERIM ACTIVITY REPORT**

Investments in subsidiaries and associates, whose financial statements have been consolidated in these consolidated financial statements are as follows.

Subsidiaries	Associates
1. Yapı Kredi Finansal Kiralama A.O.	1. Banque de Commerce et de Placements S.A.
2. Yapı Kredi Faktoring A.Ş.	2. Allianz Yaşam ve Emeklilik A.Ş.
3. Yapı Kredi Yatırım Menkul Değerler A.Ş.	
4. Yapı Kredi Portföy Yönetimi A.Ş.	
5. Yapı Kredi Holding B.V.	
6. Yapı Kredi Bank Nederland N.V.	
7. Stichting Custody Services YKB	
8. Yapı Kredi Bank Azerbaijan CJSC	
9. Yapı Kredi Bank Deutschland OHG	

Although Yapı Kredi Diversified Payment Rights Finance Company (the Structured Entity) is not a subsidiary of the Bank, it has been included in the consolidation since the Bank has 100% control.

The accompanying consolidated financial statements for the six-months period, related disclosures and footnotes which have been limitedly reviewed and presented in this report 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 guidances, and in compliance with the financial records of the Bank, and unless stated otherwise, presented in **thousands of Turkish Lira (TL)**.

Y. Ali KOÇ
Chairman of the
Board of
Directors

Gökhan ERÜN
Executive Director and
CEO

Demir KARAASLAN
Chief Financial Officer

Barış SAVUR
Financial Reporting and
Accounting Executive Vice President

Dr. Ahmet ÇİMENÖĞLU
Chairman of the Audit
Committee

Nevin İPEK
Member of the Audit
Committee

Contact information of the personnel in charge of the addressing of questions about this financial report:

Name-Surname / Title	: Murat SUZEYHUZ / International Reporting and Consolidation Manager
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Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

Section One

General Information

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

Yapı ve Kredi Bankası A.Ş. ("the Bank", "Yapı Kredi" or "the Parent Bank"), was established and started operations on September 9, 1944 with the permission of the Council of Ministers No. 3/6710 as a private capital commercial bank authorised to perform all banking, economic, financial and commercial activities which are allowed by the laws of the Turkish Republic. The statute of the Bank has not changed since its incorporation.

2. Explanation about the Parent Bank's capital structure, shareholders holding directly or indirectly, collectively or individually, the management and controlling power and changes in current year, if any and explanations on the controlling group of the Bank:

The Parent Bank's publicly traded shares are traded on the Borsa Istanbul ("BIST") since 1987. As of June 30, 2025, 38,83% of the shares of the Bank are publicly traded (December 31, 2024 - 38,83%). 40,95% of the shares out of the remaining 61,17% is owned by Koç Finansal Hizmetler A.Ş. ("KFS") which is owned by Koç Group, 20,22% is owned by Koç Holding A.Ş.

KFS was established on March 16, 2001 to combine Koç Group finance companies under one organisation and it became the main shareholder of Koçbank in 2002. On October 22, 2002, Koç Group established a strategic partnership with UniCredit Group ("UCG") over KFS.

In 2005, the Bank's shares that were owned by Çukurova Group Companies and the Saving Deposits Insurance Fund ("SDIF") were purchased by Koçbank. In 2006, Koçbank purchased additional shares of the Bank from BIST and an investment fund and, during the same year, all rights, receivables, debts and liabilities of Koçbank were transferred to the Bank pursuant the merger of the two banks. As a result of the merger and the share transfer procedures in 2007 and of a capital increase by TL 920 million in 2008, KFS shares in the Parent Bank increased to 81,80%. KFS shares increased to 81,90% with the capital increase by TL 4,1 billion in 2018.

As of November 30, 2019, Koç Group and UCG have reached a deal to exchange their shares in the Parent Bank and KFS.

Accordingly, all the shares of KFS, which was a joint venture, were transferred to Koç Group. Besides, after the shares were transferred, KFS held 40,95%, UCG held 31,93% directly and Koç Group held a total of 49,99% directly and indirectly of the Parent Bank shares and became controlling shareholder.

In addition, as of February 6, 2020, UniCredit also announced the placement of an 11,93% shares in Parent Bank to institutional investors. The transaction completed on February 13, 2020. As a result UCG held directly 20,00% of the Parent Bank shares.

In year 2021, UCG completed the sale of 2,00% shares in stock market and for the sale of remaining 18,00% shares UCG came to an agreement with Koç Group as per the Share Sale and Purchase Agreement relating to the sale of the Parent Bank publicly disclosed on November 30, 2019. Accordingly, it was announced that Koç Group used its right of first offer for the sale of the Parent Bank shares which were planned to be sold by UCG on November 9, 2021. The sale of the relevant shares was completed on April 1, 2022, and Koç Holding A.Ş.'s share ratio increased from 9,02% to 27,02%.

As of July 28, 2023, Koç Holding A.Ş sold its 6,81% share in the Bank to institutional investors through off-exchange sale. After the sale, shareholding of Koç Holding A.Ş in the Bank decreased to 20,22%.

In 2006 and 2007, with the acquisition of Yapı Kredi and its subsidiaries, KFS Group launched structural reorganisation and the following subsidiaries is still under the control of group were legally merged:

Merging entities	Merger date	Merged entity
Yapı Kredi	October 2, 2006	Yapı Kredi
Yapı Kredi Finansal Kiralama A.O. ("Yapı Kredi Leasing")	December 25, 2006	Yapı Kredi Leasing
Yapı Kredi Faktoring A.Ş. ("Yapı Kredi Faktoring")	December 29, 2006	Yapı Kredi Faktoring
Yapı Kredi Portföy Yönetimi A.Ş. ("Yapı Kredi Portföy")	December 29, 2006	Yapı Kredi Portföy
Yapı Kredi Yatırım Menkul Değerler A.Ş. ("Yapı Kredi Menkul")	January 12, 2007	Yapı Kredi Menkul
Yapı Kredi Bank Nederland N.V. ("Yapı Kredi NV")	July 2, 2007	Yapı Kredi NV

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

3. Explanations regarding the board of directors, members of the audit committee, Chief Executive Officer and executive vice presidents, and their areas of responsibility and shares if any:

As of June 30, 2025 the Parent Bank's Board of Directors, Members of the Audit Committee, General Manager and Assistant General Managers are as follows:

Board of Directors Members:

Name	Responsibility
Y. Ali KOÇ	Chairman
Levent ÇAKIROĞLU	Vice Chairman
Gökhan ERÜN	Executive Director and CEO
A. Ümit TAFTALI	Member
Ahmet ÇİMENÖĞLU	Independent Member
Ahmet Fadıl ASHABOĞLU	Member
Nevin İPEK	Independent Member
Polat ŞEN	Member
Virma SÖKMEN	Independent Member

Audit Committee Members:

Name	Responsibility
Ahmet ÇİMENÖĞLU	Chairman
Nevin İPEK	Member

General Manager:

Name	Responsibility
Gökhan ERÜN	Executive Director and CEO

Assistant General Managers:

Name	Responsibility
Abdullah GEÇER	Internal Audit
Akif Cahit ERDOĞAN	Commercial and SME Banking Management
Demir KARAASLAN	Financial Planning and Administration
Hakan KAYA	Chief Legal Officer
Mehmed Erendiz Kürşad KETECİ	Strategy Management
Mehmet Erkan AKBULUT	Corporate Banking
Mehmet Erkan ÖZDEMİR	Compliance, Internal Control and Risk Management / Consumer Relations Coordination Officer
Nursezil KÜÇÜK KOÇAK	Credits
Özden ÖNALDI	Human Resources, Organization and Internal Services Management
Saruhan YÜCEL	Treasury Management
Serkan ÜLGEN	Retail Banking
Uğur Gökhan ÖZDİNÇ	Technology, Data and Process Management
Yakup DOĞAN	Limitless Banking

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

4. Information on the individual and corporate shareholders having control shares of the Parent Bank:

Name/Commercial title	Share amounts (nominal)	Share percentage (%)	Paid-in capital (nominal)	Unpaid portion
Koç Finansal Hizmetler A.Ş.	3.459.065.642,23	40,95	3.459.065.642,23	-
Koç Holding A.Ş.	1.707.666.574,00	20,22	1.707.666.574,00	-

Koç Finansal Hizmetler A.Ş. is owned by Koç Group and Temel Ticaret ve Yatırım A.Ş.

5. Summary information on the Parent Bank's activities and service types:

The Parent Bank's activities summarized in the section 3 of the articles of association are as follows:

The Parent Bank's purpose and subject matter in accordance with the Banking Law, regulations and existing laws include:

- The execution of all banking activities,
- The execution of all economic and financial activities which are allowed by the regulation,
- The execution of the representation, attorney and agency activities related to the subjects written above,
- The purchase and sale of share certificates, bonds and all the capital market instruments, in accordance with Capital Market Law and regulations.

In case of necessity for performing activities which are useful and required but that are not specified in the articles of association, a Board of Directors' proposal is to be presented to the General Assembly. With the approval of the General Assembly the proposal becomes applicable, subject to the approvals required by law.

As of June 30, 2025, the Parent Bank has 771 branches operating in Türkiye and 1 branch in overseas (December 31, 2024 - 771 branches operating in Türkiye, 1 branch in overseas).

As of June 30, 2025, the Parent Bank has 14.995 employees (December 31, 2024 – 14.402 employees). The Parent Bank together with its consolidated subsidiaries is referred to as the "Group" in these consolidated financial statements. As of June 30, 2025 the Group has 15.978 employees (December 31, 2024 – 15.311 employees).

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

According to Communiqué of the Preparation Consolidated Financial Statements and Turkish Accounting Standards, Banque de Commerce et de Placements SA, the associate of the Bank is consolidated through "Equity Method" in the accompanying consolidated financial statements of the Group. Allianz Yaşam ve Emeklilik A.Ş., on which the Bank has indirect participation, is also consolidated through "Equity Method" in the consolidated financial statements of the Group.

Yapı Kredi Kültür Sanat Yayıncılık Tic. ve San. A.Ş., Enternasyonal Turizm Yatırım A.Ş., Yapı Kredi Teknoloji A.Ş. and Yapı Kredi Finansal Teknolojiler A.Ş., which are subsidiaries and Tanı Pazarlama ve İletişim Hizmetleri A.Ş., which is an associate of the Bank are not consolidated into the Bank's consolidated financial statements in accordance with Communiqué on Preparation of Consolidated Financial Statements since these entities are not financial institutions.

All other subsidiaries are fully consolidated.

7. The existing or potential, actual or legal obstacles on the immediate transfer of shareholder's equity between the Bank and its subsidiaries or reimbursement of liabilities:

None.

Yapı ve Kredi Bankası A.Ş.**Consolidated financial statements as of June 30, 2025 and December 31, 2024**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

Section Two - Consolidated financial statements**1. Consolidated balance sheet (Statement of Financial Position)**

				Current Period (30/06/2025)			Prior Period (31/12/2024)	
		Note (Section Five)	TL	FC	Total	TL	FC	Total
ASSETS								
I.	FINANCIAL ASSETS (Net)		364,092.895	401,255,217	765,348,112	331,294,428	301,020,584	632,315,012
1.1	Cash and Cash Equivalents	1.1	227,839,673	351,586,890	579,426,563	219,513,565	259,413,668	478,927,233
1.1.1	Cash and Balances with Central Bank		215,506,803	268,619,238	484,126,041	210,221,739	205,294,473	415,516,212
1.1.2	Banks	1.4.1	12,388,198	83,231,281	95,619,479	9,402,784	54,343,315	63,746,099
1.1.3	Money Markets Receivables	1.4.2	-	-	-	-	-	-
1.1.4	Expected Credit Losses (-)		55,328	263,629	318,957	110,958	224,120	335,078
1.2	Financial Assets Measured at Fair Value Through Profit Or Loss	1.2	1,514,644	2,021,936	3,536,580	1,203,080	1,700,282	2,903,362
1.2.1	Government debt securities		-	264,775	264,775	-	292,948	292,948
1.2.2	Share certificates		8,925	-	8,925	9,264	-	9,264
1.2.3	Other financial assets		1,505,719	1,757,161	3,262,880	1,193,816	1,407,334	2,601,150
1.3	Financial Assets Measured at Fair Value Through Other Comprehensive Income	1.5,1.6	126,296,760	38,909,667	165,206,427	104,395,790	29,293,722	133,689,512
1.3.1	Government debt securities		125,938,726	38,848,194	164,786,920	104,125,343	29,036,704	133,162,047
1.3.2	Share certificates		241,798	61,473	303,271	204,694	22,563	227,257
1.3.3	Other financial assets		116,236	-	116,236	65,753	234,455	300,208
1.4	Derivative Financial Assets	1.3	8,441,818	8,736,724	17,178,542	6,181,993	10,612,912	16,794,905
1.4.1	Derivative financial assets measured at fair value through profit or loss		8,371,473	7,174,626	15,546,099	5,637,670	8,771,398	14,409,068
1.4.2	Derivative financial assets measured at fair value through other comprehensive income		70,345	1,562,098	1,632,443	544,323	1,841,514	2,385,837
II.	FINANCIAL ASSETS MEASURED AT AMORTISED COST (Net)		1,265,130,830	737,613,486	2,002,744,316	1,119,765,719	588,148,948	1,707,914,667
2.1	Loans	1.7	1,028,924,283	565,893,499	1,594,817,782	873,801,596	430,397,373	1,304,198,969
2.2	Receivables From Leasing Transactions (Net)	1.12	12,718,429	35,985,470	48,703,899	13,288,115	26,997,956	40,286,071
2.3	Factoring Receivables		24,383,201	7,790,440	32,173,641	17,789,116	6,593,152	24,382,268
2.4	Financial Assets Measured at Amortised Cost	1.8	239,836,560	144,954,255	384,790,815	250,375,315	137,550,062	387,925,377
2.4.1	Government debt securities		236,327,968	132,465,938	368,793,906	241,778,828	122,375,621	364,154,449
2.4.2	Other financial assets		3,508,592	12,488,317	15,996,909	8,596,487	15,174,441	23,770,928
2.5	Expected Credit Losses (-)		40,731,643	17,010,178	57,741,821	35,488,423	13,389,595	48,878,018
III.	ASSETS HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)	1.15	1,005,864	82,221	1,088,085	560,125	59,186	619,311
3.1	Held for Sale Purposes		1,005,864	82,221	1,088,085	560,125	59,186	619,311
3.2	Related to Discontinued Operations		-	-	-	-	-	-
IV.	INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES		1,973,385	10,224,349	12,197,734	1,577,432	7,820,018	9,397,450
4.1	Investments in Associates (Net)	1.9	1,941,069	10,224,349	12,165,418	1,545,116	7,820,018	9,365,134
4.1.1	Consolidated based on Equity Method		1,701,813	10,224,349	11,926,162	1,506,670	7,820,018	9,326,688
4.1.2	Unconsolidated		239,256	-	239,256	38,446	-	38,446
4.2	Subsidiaries (Net)	1.10	32,316	-	32,316	32,316	-	32,316
4.2.1	Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2	Unconsolidated Non-Financial Subsidiaries		32,316	-	32,316	32,316	-	32,316
4.3	Joint Ventures (Net)	1.11	-	-	-	-	-	-
4.3.1	Consolidated based on Equity Method		-	-	-	-	-	-
4.3.2	Unconsolidated		-	-	-	-	-	-
V.	PROPERTY AND EQUIPMENT (Net)		36,109,205	536,666	36,645,871	30,515,068	417,471	30,932,539
VI.	INTANGIBLE ASSETS (Net)		4,168,726	433,772	4,602,498	3,170,046	233,175	3,403,221
6.1	Goodwill		-	-	-	-	-	-
6.2	Other		4,168,726	433,772	4,602,498	3,170,046	233,175	3,403,221
VII.	INVESTMENT PROPERTY (Net)	1.13	-	-	-	-	-	-
VIII.	CURRENT TAX ASSETS		4,555,655	-	4,555,655	4,228,487	-	4,228,487
IX.	DEFERRED TAX ASSETS	1.14	8,139,887	-	8,139,887	13,185,424	1,102	13,186,526
X.	OTHER ASSETS (Net)	1.16	142,199,498	55,135,106	197,334,604	98,992,057	52,891,514	151,883,571
TOTAL ASSETS			1,827,375,945	1,205,280,817	3,032,656,762	1,603,288,786	950,591,998	2,553,880,784

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

Yapı ve Kredi Bankası A.Ş.**Consolidated financial statements as of June 30, 2025 and December 31, 2024**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

1. Consolidated balance sheet (Statement of Financial Position)

		Current Period (30/06/2025)			Prior Period (31/12/2024)		
	Note (Section Five)	TL	FC	Total	TL	FC	Total
LIABILITIES							
I. DEPOSITS	2.1	931.548.027	724.695.168	1.656.243.195	812.228.502	562.028.901	1.374.257.403
II. BORROWINGS	2.3.1	24.157.367	293.648.178	317.805.545	91.489.493	205.840.908	297.330.401
III. MONEY MARKETS PAYABLES		220.704.202	990.513	221.694.715	179.579.140	16.431.455	196.010.595
IV. MARKETABLE SECURITIES ISSUED (Net)	2.3.3	10.538.483	218.563.174	229.101.657	10.527.536	140.642.182	151.169.718
4.1 Bills		10.212.538	12.105.047	22.317.585	10.198.915	51.438.572	61.637.487
4.2 Asset backed Securities		-	47.905.984	47.905.984	-	17.806.761	17.806.761
4.3 Bonds		325.945	158.552.143	158.878.088	328.621	71.396.849	71.725.470
V. FUNDS		-	-	-	-	-	-
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
VI. FINANCIAL LIABILITIES MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS	2.3.4	-	60.797.080	60.797.080	-	75.234.394	75.234.394
VII. DERIVATIVE FINANCIAL LIABILITIES	2.2	13.217.990	6.054.053	19.272.043	13.383.546	5.582.709	18.966.255
7.1 Derivative liabilities measured at fair value through profit or loss		13.217.990	6.033.194	19.251.184	13.383.546	5.582.709	18.966.255
Derivative liabilities measured at fair value through other comprehensive income		-	20.859	20.859	-	-	-
VIII. FACTORING PAYABLES		-	-	-	-	-	-
IX. LEASE PAYABLES (Net)	2.5	6.182.993	475.153	6.658.146	5.046.173	353.613	5.399.786
X. PROVISIONS	2.6	23.105.021	982.621	24.087.642	20.857.723	716.643	21.574.366
10.1 Provisions for Restructuring		-	-	-	-	-	-
10.2 Provisions for Employee Benefits	2.6.1	5.174.874	22.990	5.197.864	3.922.614	14.281	3.936.895
10.3 Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4 Other Provisions	2.6.3	17.930.147	959.631	18.889.778	16.935.109	702.362	17.637.471
XI. CURRENT TAX LIABILITIES	2.7	11.885.887	449.083	12.334.970	9.443.366	246.863	9.690.229
XII. DEFERRED TAX LIABILITIES		-	18.179	18.179	-	6.810	6.810
LIABILITIES FOR PROPERTY AND EQUIPMENT HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)	2.8	-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Related to Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT	2.9	1.257.258	68.296.374	69.553.632	1.301.664	60.629.934	61.931.598
14.1 Loans		-	-	-	-	-	-
14.2 Other Facilities		1.257.258	68.296.374	69.553.632	1.301.664	60.629.934	61.931.598
XV. OTHER LIABILITIES	2.4	171.933.735	21.452.187	193.385.922	132.329.936	17.165.747	149.495.683
XVI. SHAREHOLDERS' EQUITY	2.10	219.924.833	1.779.203	221.704.036	191.341.717	1.471.829	192.813.546
16.1 Paid in Capital		8.447.051	-	8.447.051	8.447.051	-	8.447.051
16.2 Capital Reserves		2.358.261	-	2.358.261	2.268.850	-	2.268.850
16.2.1 Share premium		556.937	-	556.937	556.937	-	556.937
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		1.801.324	-	1.801.324	1.711.913	-	1.711.913
16.3 Other accumulated comprehensive income that will not be reclassified in profit or loss		9.433.177	446.791	9.879.968	6.620.513	77.931	6.698.444
16.4 Other accumulated comprehensive income that will be reclassified in profit or loss		3.144.619	1.373.819	4.518.438	(230.396)	1.435.305	1.204.909
16.5 Profit Reserves		172.148.179	(41.407)	172.106.772	143.574.250	(41.407)	143.532.843
16.5.1 Legal Reserves		3.473.904	-	3.473.904	3.473.904	-	3.473.904
16.5.2 Statutory reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		168.639.021	(41.407)	168.597.614	140.065.092	(41.407)	140.023.685
16.5.4 Other Profit Reserves		35.254	-	35.254	35.254	-	35.254
16.6 Profit or loss		24.387.968	-	24.387.968	30.656.777	-	30.656.777
16.6.1 Prior years' profits or losses		1.639.954	-	1.639.954	1.639.954	-	1.639.954
16.6.2 Current period net profit or loss		22.748.014	-	22.748.014	29.016.823	-	29.016.823
16.7 Minority interest		5.578	-	5.578	4.672	-	4.672
TOTAL LIABILITIES		1.634.455.796	1.398.200.966	3.032.656.762	1.467.528.796	1.086.351.988	2.553.880.784

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

Yapı ve Kredi Bankası A.Ş.**Consolidated financial statements as of June 30, 2025 and 2024**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

2. Consolidated off-balance sheet commitments

		Current Period (30/06/2025)			Prior Period (31/12/2024)			
		Note (Section Five)	TL	FC	Total	TL	FC	Total
Off-balance sheet commitments								
A.	Off-balance sheet commitments (I+II+III)		2,975,841,846	2,363,531,368	5,339,373,214	2,063,658,228	1,742,657,307	3,806,315,535
I.	Guarantees and warranties	3.1.2.1,2	358,174,803	349,621,188	707,795,991	280,167,247	269,241,397	549,408,644
1.1.	Letters of guarantee	3.1.2.2	336,858,442	222,266,080	559,124,522	261,058,918	178,626,002	439,684,920
1.1.1.	Guarantees subject to state tender law		64,580,271	16,660,079	81,240,350	2,740,324	1,737,545	4,477,869
1.1.2.	Guarantees given for foreign trade operations		118,339,257	201,554,208	319,893,465	92,074,311	173,381,096	265,455,407
1.1.3.	Other letters of guarantee		153,938,914	4,051,793	157,990,707	166,244,283	3,507,361	169,751,644
1.2.	Bank acceptances		-	4,061,154	4,061,154	-	3,164,183	3,164,183
1.2.1.	Import letter of acceptance		-	4,061,154	4,061,154	-	3,164,183	3,164,183
1.2.2.	Other bank acceptances		-	-	-	-	-	-
1.3.	Letters of credit		557,385	92,785,499	93,342,884	45,163	63,737,737	63,782,900
1.3.1.	Documentary letters of credit		557,385	92,773,760	93,331,145	45,163	63,727,501	63,772,664
1.3.2.	Other letters of credit		-	11,739	11,739	-	10,236	10,236
1.4.	Prefinancing given as guarantee		-	-	-	-	-	-
1.5.	Endorsements		-	-	-	-	-	-
1.5.1.	Endorsements to the Central Bank of the Republic of Türkiye		-	-	-	-	-	-
1.5.2.	Other endorsements		-	-	-	-	-	-
1.6.	Purchase guarantees for Securities issued		-	-	-	-	-	-
1.7.	Factoring guarantees		-	-	-	-	-	-
1.8.	Other guarantees		20,758,976	20,417,902	41,176,878	19,063,166	15,796,931	34,860,097
1.9.	Other warranties		-	10,090,553	10,090,553	-	7,916,544	7,916,544
II.	Commitments		1,887,941,740	164,901,223	2,052,842,963	1,424,646,503	138,934,512	1,563,581,015
2.1.	Irrevocable commitments	3.1.1	1,872,105,840	106,356,745	1,978,462,585	1,408,265,714	94,870,707	1,503,136,421
2.1.1.	Asset purchase and sale commitments		34,345,740	103,809,155	138,154,895	11,334,397	92,109,874	103,444,271
2.1.2.	Deposit purchase and sales commitments		-	-	-	-	-	-
2.1.3.	Share capital commitments to associates and subsidiaries		-	-	-	-	-	-
2.1.4.	Loan granting commitments		192,983,833	445,795	193,429,628	162,430,150	589,329	163,019,479
2.1.5.	Securities issue brokerage commitments		-	-	-	-	-	-
2.1.6.	Commitments for reserve requirements		-	-	-	-	-	-
2.1.7.	Commitments for checks payments		15,944,966	-	15,944,966	10,835,555	-	10,835,555
2.1.8.	Tax and fund liabilities from export commitments		11,482	-	11,482	4,749	-	4,749
2.1.9.	Commitments for credit card expenditure limits		1,207,367,401	-	1,207,367,401	968,083,268	-	968,083,268
2.1.10.	Commitments for credit cards and banking services promotions		111,485	-	111,485	76,560	-	76,560
2.1.11.	Receivables from short sale commitments of marketable securities		-	-	-	-	-	-
2.1.12.	Payables for short sale commitments of marketable securities		-	-	-	-	-	-
2.1.13.	Other irrevocable commitments		421,340,933	2,101,795	423,442,728	255,501,035	2,171,504	257,672,539
2.2.	Revocable commitments		15,835,900	58,544,478	74,380,378	16,380,789	44,063,805	60,444,594
2.2.1.	Revocable loan granting commitments		15,835,900	57,988,854	73,824,754	16,380,789	43,526,072	59,906,861
2.2.2.	Other revocable commitments		-	555,624	555,624	-	537,733	537,733
III.	Derivative financial instruments		729,725,303	1,849,008,957	2,578,734,260	358,844,478	1,334,481,398	1,693,325,876
3.1	Derivative financial instruments held for hedging		1,450,000	44,766,844	46,216,844	6,150,000	35,896,539	42,046,539
3.1.1	Fair value hedges		-	4,556,339	4,556,339	-	3,820,124	3,820,124
3.1.2	Cash flow hedges		1,450,000	40,210,505	41,660,505	6,150,000	32,076,415	38,226,415
3.1.3	Hedges for investments made in foreign countries		-	-	-	-	-	-
3.2	Trading transactions		728,275,303	1,804,242,113	2,532,517,416	352,694,478	1,298,584,859	1,651,279,337
3.2.1	Forward foreign currency purchase and sale transactions		116,599,956	124,553,419	241,153,375	71,733,823	82,283,713	154,017,536
3.2.1.1	Forward foreign currency purchase transactions		26,520,512	89,438,385	115,958,897	12,337,757	61,452,452	73,790,209
3.2.1.2	Forward foreign currency sale transactions		90,079,444	35,115,034	125,194,478	59,396,066	20,831,261	80,227,327
3.2.2	Currency and interest rate swaps		542,817,442	1,281,031,574	1,823,849,016	253,282,672	894,720,341	1,148,003,013
3.2.2.1	Currency swap purchase transactions		851,880	290,063,333	290,915,213	296,085	191,916,920	192,213,005
3.2.2.2	Currency swap sale transactions		157,890,562	150,344,061	308,234,623	93,505,587	110,341,047	203,846,634
3.2.2.3	Interest rate swap purchase transactions		192,037,500	420,312,090	612,349,590	79,740,500	296,231,187	375,971,687
3.2.2.4	Interest rate swap sale transactions		192,037,500	420,312,090	612,349,590	79,740,500	296,231,187	375,971,687
3.2.3	Currency, interest rate and securities options		42,072,053	90,161,963	132,234,016	15,752,451	36,608,527	52,360,978
3.2.3.1	Currency purchase options		2,948,900	59,562,835	62,511,735	4,887,351	18,318,819	23,206,170
3.2.3.2	Currency sale options		39,123,153	25,656,926	64,780,079	10,865,100	13,988,297	24,853,397
3.2.3.3	Interest rate purchase options		-	4,942,202	4,942,202	-	4,301,411	4,301,411
3.2.3.4	Interest rate sale options		-	-	-	-	-	-
3.2.3.5	Securities purchase options		-	-	-	-	-	-
3.2.3.6	Securities sale options		-	-	-	-	-	-
3.2.4	Currency futures		26,021,892	24,338,656	50,360,548	11,037,994	9,557,292	20,595,286
3.2.4.1	Currency purchase futures		57,915	24,296,094	24,354,009	19,620	9,542,510	9,562,130
3.2.4.2	Currency sale futures		25,963,977	42,562	26,006,539	11,018,374	14,782	11,033,156
3.2.5	Interest rate futures		-	-	-	-	-	-
3.2.5.1	Interest rate purchase futures		-	-	-	-	-	-
3.2.5.2	Interest rate sale futures		-	-	-	-	-	-
3.2.6	Other		763,960	284,156,501	284,920,461	887,538	275,414,986	276,302,524
B.	Custody and pledges received (IV+V+VI)		2,593,035,391	1,105,874,033	3,698,909,424	2,351,470,750	787,425,481	3,138,896,231
IV.	Items held in custody		492,882,883	194,570,761	687,453,644	403,748,130	131,626,795	535,374,925
4.1.	Assets under management		205,200,593	128,629,197	333,829,790	161,814,516	73,077,971	234,892,487
4.2.	Securities held in custody		51,764,195	58,835,719	110,599,914	56,565,682	55,933,123	112,498,805
4.3.	Checks received for collection		194,069,887	135,726	194,205,613	149,667,722	114,867	149,782,589
4.4.	Commercial notes received for collection		41,790,064	6,349,952	48,140,016	35,642,066	2,000,146	37,642,212
4.5.	Other assets received for collection		-	495,388	495,388	-	397,747	397,747
4.6.	Securities received for public offering		-	-	-	-	-	-
4.7.	Other items under custody		58,144	124,779	182,923	58,144	102,941	161,085
4.8.	Custodians		-	-	-	-	-	-
V.	Pledges received		2,044,816,733	806,734,727	2,851,551,460	1,900,352,335	569,976,070	2,470,328,405
5.1.	Marketable securities		133,964,534	1,130,211	1,130,094,745	133,967,935	992,899	134,960,834
5.2.	Guarantee notes		22,908,611	4,947,503	27,856,114	22,849,215	3,888,983	26,738,198
5.3.	Commodity		7,670	-	7,670	8,270	-	8,270
5.4.	Warrant		-	-	-	-	-	-
5.5.	Immovables		1,100,838,816	7,462,628	1,108,301,444	993,881,069	6,052,203	999,933,272
5.6.	Other pledged items		787,097,102	793,122,913	1,580,220,015	749,645,846	558,979,247	1,308,625,093
5.7.	Depositories receiving pledged items		-	71,472	71,472	-	62,738	62,738
VI.	Accepted independent guarantees and warranties		55,335,775	104,568,545	159,904,320	47,370,285	85,822,616	133,192,901
Total off-balance sheet commitments (A+B)			5,568,877,237	3,469,405,401	9,038,282,638	4,415,128,978	2,530,082,788	6,945,211,766

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

Yapı ve Kredi Bankası A.Ş.**Consolidated financial statements as of June 30, 2025 and 2024**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

3. Consolidated statements of profit or loss

Income and expense items		Note (Section Five)	Current Period (01/01/2025 - 30/06/2025)	Prior Period (01/01/2024 - 30/06/2024)
I.	INTEREST INCOME	4.1	281.229.569	211.877.282
1.1	Interest on Loans	4.1.1	185.251.885	133.500.307
1.2	Interest Received from Reserve Deposits		23.537.156	7.266.264
1.3	Interest Received from Banks	4.1.2	10.922.890	5.311.708
1.4	Interest Received from Money Market Transactions		340.078	202.169
1.5	Interest Received from Marketable Securities Portfolio	4.1.3	50.894.570	57.759.899
1.5.1	Financial Assets Measured at Fair Value Through Profit or Loss		73.125	93.947
1.5.2	Financial Assets Measured at Fair Value Through Other Comprehensive Income		18.880.628	17.381.652
1.5.3	Financial Assets Measured at Amortised Cost		31.940.817	40.284.300
1.6	Financial Lease Income		3.955.053	3.613.544
1.7	Other Interest Income		6.327.937	4.223.391
II.	INTEREST EXPENSE (-)	4.2	216.274.811	166.404.444
2.1	Interest on Deposits	4.2.6	139.135.326	119.055.952
2.2	Interest on Funds Borrowed	4.2.1	22.617.696	11.144.577
2.3	Interest expense on money market transactions	4.2.4	38.972.001	20.776.855
2.4	Interest on Securities Issued	4.2.3	14.674.107	13.259.001
2.5	Interest on Lease Payables		490.045	266.265
2.6	Other Interest Expense	4.2.5	385.636	1.901.794
III.	NET INTEREST INCOME/EXPENSE (I - II)		64.954.758	45.472.838
IV.	NET FEES AND COMMISSIONS INCOME/EXPENSE		52.153.811	35.958.031
4.1	Fees and Commissions Received		76.280.180	54.033.264
4.1.1	Non-cash Loans		2.928.890	2.388.924
4.1.2	Other	4.1.1	73.351.290	51.644.340
4.2	Fees and Commissions Paid		24.126.369	18.075.233
4.2.1	Non-cash Loans		72.039	84.394
4.2.2	Other	4.1.1	24.054.330	17.990.839
V.	DIVIDEND INCOME		330.432	103.555
VI.	TRADING PROFIT/LOSS (Net)	4.3	(21.759.195)	(25.981.254)
6.1	Trading Gains/Losses on Securities		2.446.283	2.024.763
6.2	Derivative Financial Transactions Gains/Losses		(1.373.806)	(11.212.990)
6.3	Foreign Exchange Gains/Losses		(22.831.672)	(16.793.027)
VII.	OTHER OPERATING INCOME	4.5	13.265.234	17.434.657
VIII.	GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII)		108.945.040	72.987.827
IX.	ALLOWANCE FOR EXPECTED CREDIT LOSSES (-)	4.4	27.370.833	17.891.706
X.	OTHER PROVISION EXPENSES (-)	4.4	81.869	36.386
XI.	PERSONNEL EXPENSES (-)		19.986.606	13.388.952
XII.	OTHER OPERATING EXPENSES (-)	4.6	34.547.370	22.501.762
XIII.	NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)		26.958.362	19.169.021
XIV.	SURPLUS WRITTEN AS GAIN AFTER MERGER		-	-
XV.	PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES		936.860	740.773
XVI.	NET MONETARY POSITION GAIN/LOSS		-	-
XVII.	PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)	4.7	27.895.222	19.909.794
XVIII.	PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	4.8	5.145.599	2.504.215
18.1	Current Tax Provision		2.770.834	6.319.815
18.2	Expense effect of deferred tax (+)		2.374.765	-
18.3	Income effect of deferred tax (-)		-	3.815.600
XIX.	NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)		22.749.623	17.405.579
XX.	INCOME FROM DISCONTINUED OPERATIONS		-	-
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		-	-
XXI.	EXPENSES FROM DISCONTINUED OPERATIONS (-)		-	-
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		-	-
XXII.	PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (XX - XXI)		-	-
XXIII.	TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-
23.1	Current tax provision		-	-
23.2	Expense effect of deferred tax (+)		-	-
23.3	Income effect of deferred tax (-)		-	-
XXIV.	NET PROFIT/ LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)		-	-
XXV.	NET PROFIT/LOSS (XIX+XXIV)	4.9	22.749.623	17.405.579
25.1	Group's profit/loss		22.748.014	17.404.573
25.2	Minority shares	4.10	1.609	1.006
	Earnings/(loss) per share (full TL)		0,0269	0,0206

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

Yapı ve Kredi Bankası A.Ş.**Consolidated financial statements as of June 30, 2025 and 2024**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

3. Consolidated statements of profit or loss

Income and expense items		Note (Section Five)	Current Period (01/04/2025 - 30/06/2025)	Prior Period (01/04/2024 - 30/06/2024)
I.	INTEREST INCOME	4.1	146,146,426	114,648,436
1.1	Interest on Loans	4.1.1	98,390,422	72,779,693
1.2	Interest Received from Reserve Deposits		12,379,244	5,631,087
1.3	Interest Received from Banks	4.1.2	3,155,232	2,801,236
1.4	Interest Received from Money Market Transactions		171,362	141,454
1.5	Interest Received from Marketable Securities Portfolio	4.1.3	26,392,894	29,205,207
1.5.1	Financial Assets Measured at Fair Value Through Profit or Loss		35,474	46,778
1.5.2	Financial Assets Measured at Fair Value Through Other Comprehensive Income		10,374,615	8,773,688
1.5.3	Financial Assets Measured at Amortised Cost		15,982,805	20,384,741
1.6	Financial Lease Income		2,005,188	1,897,274
1.7	Other Interest Income		3,652,084	2,192,485
II.	INTEREST EXPENSE (-)	4.2	110,945,708	94,531,904
2.1	Interest on Deposits	4.2.6	74,644,833	66,549,457
2.2	Interest on Funds Borrowed	4.2.1	9,316,752	6,646,270
2.3	Interest expense on money market transactions	4.2.4	19,119,914	13,501,762
2.4	Interest on Securities Issued	4.2.3	7,564,373	7,324,415
2.5	Interest on Lease Payables		251,503	143,428
2.6	Other Interest Expense	4.2.5	48,333	366,572
III.	NET INTEREST INCOME/EXPENSE (I - II)		35,200,718	20,116,532
IV.	NET FEES AND COMMISSIONS INCOME/EXPENSE		28,039,158	19,200,601
4.1	Fees and Commissions Received		41,531,146	29,061,008
4.1.1	Non-cash Loans		1,542,279	1,191,755
4.1.2	Other	4.1.1	39,988,867	27,869,253
4.2	Fees and Commissions Paid		13,491,988	9,860,407
4.2.1	Non-cash Loans		43,542	42,241
4.2.2	Other	4.1.1	13,448,446	9,818,166
V	DIVIDEND INCOME		211,950	102,438
VI.	TRADING PROFIT/LOSS (Net)	4.3	(15,350,800)	(15,960,627)
6.1	Trading Gains/Losses on Securities		894,158	593,019
6.2	Derivative Financial Transactions Gains/Losses		(9,204,604)	(16,423,928)
6.3	Foreign Exchange Gains/Losses		(7,040,354)	(129,718)
VII.	OTHER OPERATING INCOME	4.5	5,345,499	8,384,869
VIII.	GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII)		53,446,525	31,843,813
IX.	ALLOWANCE FOR EXPECTED CREDIT LOSSES (-)	4.4	12,353,009	5,654,562
X.	OTHER PROVISION EXPENSES (-)	4.4	41,675	(51,067)
XI.	PERSONNEL EXPENSES (-)		10,021,711	6,416,959
XII.	OTHER OPERATING EXPENSES (-)	4.6	18,019,894	12,130,754
XIII.	NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)		13,010,236	7,692,605
XIV.	SURPLUS WRITTEN AS GAIN AFTER MERGER		-	-
XV.	PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES		509,365	415,632
XVI.	NET MONETARY POSITION GAIN/LOSS		-	-
XVII.	PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)	4.7	13,519,601	8,108,237
XVIII.	PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	4.8	2,188,975	1,005,038
18.1	Current Tax Provision		2,045,376	5,336,249
18.2	Expense effect of deferred tax (+)		143,599	-
18.3	Income effect of deferred tax (-)		-	4,331,211
XIX.	NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)		11,330,626	7,103,199
XX.	INCOME FROM DISCONTINUED OPERATIONS		-	-
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		-	-
XXI.	EXPENSES FROM DISCONTINUED OPERATIONS (-)		-	-
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		-	-
XXII.	PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (XX - XXI)		-	-
XXIII.	TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-
23.1	Current tax provision		-	-
23.2	Expense effect of deferred tax (+)		-	-
23.3	Income effect of deferred tax (-)		-	-
XXIV.	NET PROFIT/ LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)		-	-
XXV.	NET PROFIT/LOSS (XIX+XXIV)	4.9	11,330,626	7,103,199
25.1	Group's profit/loss		11,329,866	7,102,685
25.2	Minority shares	4.10	760	514
	Earnings/(loss) per share (full TL)		0,0134	0,0084

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

Yapı ve Kredi Bankası A.Ş.

Consolidated financial statements as of June 30, 2025 and 2024

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

4. Consolidated statement of profit or loss and other comprehensive income

	Current Period (01/01/2025 - 30/06/2025)	Prior Period (01/01/2024 - 30/06/2024)
I. PROFIT / (LOSS)	22.749.623	17.405.579
II. OTHER COMPREHENSIVE INCOME	6.495.053	(2.983.700)
2.1 Other comprehensive income that will not be reclassified to profit or loss	3.181.524	2.889.783
2.1.1. Gains (losses) on Revaluation of Property, Plant and Equipment	4.238.542	4.237.602
2.1.2. Gains (losses) on Revaluation of Intangible Assets	-	-
2.1.3. Gains (losses) on Remeasurements of Defined Benefit Plans	(411.926)	(564.382)
2.1.4. Other Components of Other Comprehensive Income That Will Not Be Reclassified to Profit Or Loss	4.956	38.621
2.1.5. Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss	(650.048)	(822.058)
2.2. Other Comprehensive Income That Will Be Reclassified to Profit or Loss	3.313.529	(5.873.483)
2.2.1. Exchange Differences on Translation	9.174.727	2.244.353
Valuation and/or Reclassification Profit or Loss from Financial Assets Measured at Fair Value Through Other		
2.2.2. Comprehensive Income	(1.013.395)	(9.348.004)
2.2.3. Income (loss) Related with Cash Flow Hedges	(639.114)	(826.612)
2.2.4. Income (loss) Related with Hedges of Net Investments in Foreign Operations	(6.681.407)	(1.386.064)
2.2.5. Other Components of Other Comprehensive Income that will be Reclassified to Other Profit or Loss	(27.889)	(24.745)
2.2.6. Taxes Relating To Components Of Other Comprehensive Income That Will Be Reclassified To Profit Or Loss	2.500.607	3.467.589
III. TOTAL COMPREHENSIVE INCOME (LOSS) (I+II)	29.244.676	14.421.879

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

Yapı ve Kredi Bankası A.Ş.

Consolidated statement of changes in shareholders' equity as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

5. Consolidated statement of changes in shareholders' equity

Current Period (30/06/2025)					Other Accumulated Comprehensive Income That Will Not Be Reclassified In Profit or Loss			Other Accumulated Comprehensive Income That Will Be Reclassified In Profit or Loss								
Changes in shareholder's equity	Paid in capital	Share premium	Share certificate cancellation profits	Other capital reserves							Profit reserves	Prior period net profit/(loss)	Current period net profit/(loss)	Total equity except minority interest	Minority Interest	Total shareholders' equity
					1	2	3	4	5	6						
I. Balance at the beginning of the period	8.447.051	556.937	-	1.711.913	17.506.703	(10.898.501)	90.242	23.528.740	(12.810.095)	(9.513.736)	143.532.843	1.639.954	29.016.823	192.808.874	4.672	192.813.546
II. Adjustment in accordance with TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2. Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New balance (I+II)	8.447.051	556.937	-	1.711.913	17.506.703	(10.898.501)	90.242	23.528.740	(12.810.095)	(9.513.736)	143.532.843	1.639.954	29.016.823	192.808.874	4.672	192.813.546
IV. Total comprehensive income (loss)	-	-	-	-	3.464.916	(288.348)	4.956	9.174.727	(708.944)	(5.152.254)	-	-	22.748.014	29.243.067	1.609	29.244.676
V. Capital increase in cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital increase through internal reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Issued capital inflation adjustment difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase (decrease) through other changes	-	-	-	37.103	-	-	-	-	-	-	(390.586)	-	-	(353.483)	-	(353.483)
XI. Profit distribution	-	-	-	52.308	-	-	-	-	-	-	28.964.515	-	(29.016.823)	-	(703)	(703)
11.1. Dividends distributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(703)	(703)
11.2. Transfers to legal reserves	-	-	-	52.308	-	-	-	-	-	-	28.964.515	-	(29.016.823)	-	-	-
11.3. Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period end balance (III+IV+.....+X+XI)	8.447.051	556.937	-	1.801.324	20.971.619	(11.186.849)	95.198	32.703.467	(13.519.039)	(14.665.990)	172.106.772	1.639.954	22.748.014	221.698.458	5.578	221.704.036

1. Tangible assets revaluation reserve,
2. Accumulated gains / losses on remeasurements of defined benefit plans,
3. Other comprehensive income of associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss and other accumulated amounts of other comprehensive income that will not be reclassified to profit or loss,
4. Exchange differences on translation reserve,
5. Accumulated gains (losses) due to revaluation and/or reclassification of financial assets measured at fair value through other comprehensive income,
6. Accumulated gains or losses on cash flow hedges, other comprehensive income of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss and net investment hedges.

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

Yapı ve Kredi Bankası A.Ş.

Consolidated statement of changes in shareholders' equity as of June 30, 2024

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

5. Consolidated statement of changes in shareholders' equity

Prior Period (30/06/2024)					Other Accumulated Comprehensive Income That Will Not Be Reclassified In Profit or Loss			Other Accumulated Comprehensive Income That Will Be Reclassified In Profit or Loss								
Changes in shareholder's equity	Paid in capital	Share premium	Share certificate cancellation profits	Other capital reserves	1	2	3	4	5	6	Profit reserves	Prior period net profit/(loss)	Current period net profit/(loss)	Total equity except minority interest	Minority Interest	Total shareholders' equity
I. Balance at the beginning of the period	8.447.051	556.937	-	1.660.596	10.912.237	(8.268.035)	130.987	19.723.960	(2.937.085)	(6.750.823)	85.753.704	1.639.954	68.008.836	178.878.319	2.674	178.880.993
II. Adjustment in accordance with TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2. Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New balance (I+II)	8.447.051	556.937	-	1.660.596	10.912.237	(8.268.035)	130.987	19.723.960	(2.937.085)	(6.750.823)	85.753.704	1.639.954	68.008.836	178.878.319	2.674	178.880.993
IV. Total comprehensive income (loss)	-	-	-	-	3.246.228	(395.066)	38.621	2.244.353	(6.544.216)	(1.573.620)	-	-	17.404.573	14.420.873	1.006	14.421.879
V. Capital increase in cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital increase through internal reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Issued capital inflation adjustment difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase (decrease) through other changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Profit distribution	-	-	-	28.697	-	-	-	-	-	-	-	-	-	-	-	-
11.1. Dividends distributed	-	-	-	-	-	-	-	-	-	-	57.779.139	-	(68.008.836)	(10.201.000)	(171)	(10.201.171)
11.2. Transfers to legal reserves	-	-	-	28.697	-	-	-	-	-	-	57.779.139	-	(57.807.836)	(10.201.000)	(171)	(10.201.171)
11.3. Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period end balance (III+IV+.....+X+XI)	8.447.051	556.937	-	1.689.293	14.158.465	(8.663.101)	169.608	21.968.313	(9.481.301)	(8.324.443)	143.532.843	1.639.954	17.404.573	183.098.192	3.509	183.101.701

1. Tangible assets revaluation reserve,
2. Accumulated gains / losses on remeasurements of defined benefit plans,
3. Other comprehensive income of associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss and other accumulated amounts of other comprehensive income that will not be reclassified to profit or loss,
4. Exchange differences on translation reserve,
5. Accumulated gains (losses) due to revaluation and/or reclassification of financial assets measured at fair value through other comprehensive income,
6. Accumulated gains or losses on cash flow hedges, other comprehensive income of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss and net investment hedges.

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

Yapı ve Kredi Bankası A.Ş.**Consolidated financial statements as of June 30, 2025 and 2024**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

6. Consolidated statement of cash flows

	Note (Section Five)	Current Period (30/06/2025)	Prior Period (30/06/2024)
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating profit before changes in operating assets and liabilities		46.370.330	13.196.943
1.1.1 Interest received		262.024.624	165.511.684
1.1.2 Interest paid		(216.349.016)	(154.119.765)
1.1.3 Dividend received		330.432	103.555
1.1.4 Fees and commissions received		76.280.180	54.033.264
1.1.5 Other income		(10.007.594)	(1.606.809)
1.1.6 Collections from previously written-off loans and other receivables		12.660.028	6.872.123
1.1.7 Cash Payments to personnel and service suppliers		(52.063.807)	(37.107.570)
1.1.8 Taxes paid		(4.112.963)	(5.512.393)
1.1.9 Other		(22.391.554)	(14.977.146)
1.2 Changes in operating assets and liabilities subject to banking operations		(108.746.078)	8.857.966
1.2.1 Net (increase) decrease in financial assets measured at fair value through profit or loss		(648.304)	(948.709)
1.2.2 Net (increase) decrease in due from banks		(82.778.086)	(64.136.107)
1.2.3 Net (increase) decrease in loans		(319.388.841)	(276.148.556)
1.2.4 Net (increase) decrease in other assets		(34.219.818)	(40.962.205)
1.2.5 Net increase (decrease) in bank deposits		(5.425.670)	16.648.404
1.2.6 Net increase (decrease) in other deposits		285.551.271	176.250.079
1.2.7 Net increase (decrease) in financial liabilities measured at fair value through profit or loss		(16.022.574)	4.564.057
1.2.8 Net increase (decrease) in funds borrowed		50.645.456	178.468.981
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities		13.540.488	15.122.022
I. Net cash provided from banking operations		(62.375.748)	22.054.909
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net cash provided from investing activities		(10.142.383)	(39.147.617)
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures		(200.810)	-
2.2 Cash obtained from the sale of associates, subsidiaries and joint ventures		-	-
2.3 Cash paid for the purchase of tangible and intangible asset		(2.389.760)	(1.760.071)
2.4 Cash obtained from the sale of tangible and intangible asset		98.214	840.128
2.5 Cash paid for the purchase of financial assets measured at fair value through other comprehensive income		(72.116.907)	(46.659.838)
2.6 Cash obtained from the sale of financial assets measured at fair value through other comprehensive income		42.690.624	27.834.354
2.7 Cash paid for the purchase of financial assets at amortised cost		(15.992.291)	(26.563.056)
2.8 Cash obtained from sale of financial assets at amortised cost		37.768.547	7.160.866
2.9 Other		-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net cash flows from financing activities		75.906.623	9.331.939
3.1 Cash obtained from funds borrowed and securities issued		169.354.121	92.349.638
3.2 Cash outflow from funds borrowed and securities issued		(92.094.844)	(71.897.372)
3.3 Equity instruments issued		-	-
3.4 Dividends paid		(703)	(10.201.171)
3.5 Payments for finance lease liabilities		(1.351.951)	(919.156)
3.6 Other		-	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents		34.116.664	13.469.237
V. Net increase (decrease) in cash and cash equivalents		37.505.156	5.708.468
VI. Cash and cash equivalents at beginning of the period		287.776.844	228.510.865
VII. Cash and cash equivalents at end of the period		325.282.000	234.219.333

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

Section Three - Accounting policies

1. Explanations on basis of presentation:

The Parent Bank maintains its books of accounts in Turkish Lira in accordance with the Banking Act No. 5411 ("Banking Act"), which is effective from November 1, 2005, the Turkish Commercial Code ("TCC") and Turkish Tax Legislation.

The consolidated financial statements prepared in accordance with the "Regulation on the Principles and Procedures Regarding Banks Accounting Applications and Safeguarding of Documents" published in the Official Gazette No. 26333 dated November 1, 2006 and other communiqués, interpretations and legislations published by the Banking Regulation and Supervision Agency ("BRSA") and Turkish Accounting Standards ("TAS 34") – Interim Financial Reporting Standards and Turkish Financial Reporting Standards ("TFRS") published by the Public Oversight Accounting and Auditing Standards Authority ("POA") for the matters not regulated by the aforementioned legislations published by BRSA. The format and the details of the publicly announced financial statements and related disclosures to these statements have been prepared in accordance with the "Communiqué Related to Publicly Announced Financial Statements of Banks and Explanations and Notes Related to these Financial Statements" and changes and notes to this communiqué published in the Official Gazette No. 28337 dated June 28, 2012.

The accompanying consolidated financial statements and notes to these financial statements are expressed in thousands of Turkish Lira (TL), unless otherwise stated.

The financial statements of subsidiaries operating abroad have been prepared in accordance with legislations and regulations of the country in which they are operating, however in order to provide fair presentation according to TFRS, necessary adjustments and reclassifications are reflected to those financial statements.

The accompanying consolidated financial statements are prepared in accordance with the historical cost basis (restated for the changes in the general purchasing power of TL until December 31, 2004), except for financial assets and liabilities measured at fair value through profit or loss, financial assets measured at fair value through other comprehensive income, derivative financial assets/liabilities, buildings and art objects and paintings in tangible assets. Besides, the carrying values of assets carried at amortized cost but subject to fair value hedge are adjusted to reflect the fair value changes related to the hedged risks.

The accounting policies and valuation principles employed for the preparation of consolidated financial statements are in compliance with TFRS requires the use of certain accounting estimates by the Group management to exercise its judgment on the assets and liabilities on the balance sheet and contingent assets and liabilities as of the balance sheet date. These estimates are being reviewed regularly and, when necessary, suitable corrections are made and the effects of these corrections are explained in the related notes and reflected to the income statement.

The preparation and fair presentation of the financial statement and used principles of valuation in accordance with "Accounting and Reporting Legislation" published in the regulation, communiqué, interpretations and circular published by BRSA and If no specific regulation has been made by BRSA, it has been determined and applied according to the principles of TFRS. The accounting policies applied are consistent with the accounting policies applied in the annual consolidated financial statements for the year ended December 31, 2024.

On November 23, 2023, POA announced that entities reporting under the TFRS should begin implementing "TAS 29 - Financial Reporting in Hyperinflationary Economies" standard in their financial statements from periods ending on and after December 31, 2023. Besides, regulatory and auditing bodies that are authorized in their respective areas have flexibility to determine alternative transition dates for the application of TAS - 29.

Within the scope of decisions dated December 12, 2023 numbered 10744 and December 5, 2024 numbered 11021 respectively by the BRSA, banks, financial leasing, factoring, financing, savings financing, and asset management companies are not subject to inflation adjustments in their financial statements required under TAS 29 in 2023, 2024 and 2025.

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

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

The general strategy of the Group in using financial instruments is to sustain an optimal balance between the yield of the instruments and their risks. The most important funding source of the Group is deposits. For non-deposit items, the Group maintains longer-term funding structure especially through long-term foreign borrowings. Funds obtained from deposits and other sources are invested in quality financial assets in order to keep currency, interest rate and liquidity risks within the limits determined by the asset-liability strategy. The currency, interest and liquidity risks of on-balance sheet and off-balance sheet assets and liabilities are managed in accordance with the risk limits accepted by the Group and the related legal limits. Derivative instruments are mainly utilised for liquidity needs and for mitigating currency and interest rate risks. The position of the Group as a result of foreign currency activities is being held at minimum levels and the currency risk exposure is monitored within limits determined levels by the Board of Directors under the context of Banking Act.

Foreign currency denominated monetary assets and liabilities are translated with the Parent Bank exchange rates prevailing at the balance sheet date. Gains and losses arising from such valuations are recognised in the income statement under the account of "Foreign exchange gains or losses", except for valuation differences arising from foreign currency participations, subsidiaries and foreign currency non-performing loans.

The Group hedges part of the currency translation risk of net investments in foreign operations through currency borrowings. The effective portion of the foreign exchange difference of these financial liabilities is recognised in "Other accumulated comprehensive income that will be reclassified in profit or loss" in equity.

In order to eliminate the inconsistency in the recognition, the Group, might classify its financial liabilities as the financial liabilities classified at fair value through profit/loss upon the initial recognition.

3. Information on consolidation principles:

3.1. Consolidation principles applied:

The consolidated financial statements have been prepared in accordance with the procedures listed in the "Communiqué related to the Regulation on the Preparation of the Consolidated Financial Statements of Banks" published in the Official Gazette No. 26340 dated November 8, 2006 and "TFRS 10 - Consolidated Financial Statements".

3.1.1. Consolidation principles of subsidiaries:

Subsidiaries are the entities controlled directly or indirectly by the Parent Bank.

Control is defined as the power over the investee, exposure or rights to variable returns from its involvement with the investee and the ability to use its power over the investee to affect the amount of the Parent Bank's returns.

Subsidiaries are consolidated with full consolidation method by considering the results of their activities and the size of their assets and shareholders' equity. Financial statements of the related subsidiaries are included in the consolidated financial statements from the date control is transferred to the Group and they are taken out of consolidation scope when control no longer exists. Where necessary, accounting policies of subsidiaries have been changed to ensure consistency with the policies adopted by the Group.

In accordance with the full consolidation method, balance sheet, income statement and off balance sheet items of the subsidiaries have been consolidated line by line with the balance sheet, income statement and off balance sheet of the Parent Bank. The book value of the investments of the Group in each subsidiary has been netted off with the portion of each subsidiary's capital that belongs to the Group. Unrealized gains and losses and balances resulting from the transactions among the entities included in consolidation have been eliminated. In the consolidated balance sheet and income statement, minority interest has been presented separately from the shares of the Group shareholders.

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

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

Title	Incorporation (City/ Country)	Main activities	Effective rates (%)	Direct and indirect rates (%)
			June 30, 2025	June 30, 2025
Yapı Kredi Leasing	Istanbul/Türkiye	Leasing	99,99	99,99
Yapı Kredi Faktoring	Istanbul/ Türkiye	Factoring	99,96	99,96
Yapı Kredi Menkul	Istanbul/ Türkiye	Investment Management	99,98	99,98
Yapı Kredi Portföy	Istanbul/ Türkiye	Portfolio Management	99,95	99,97
Yapı Kredi Holding B.V.	Amsterdam/Netherlands	Financial Holding	100,00	100,00
Yapı Kredi Bank Nederland N.V.	Amsterdam/Netherlands	Banking	100,00	100,00
Yapı Kredi Azerbaijan	Baku /Azerbaijan	Banking	100,00	100,00
Yapı Kredi Bank Deutschland OHG	Frankfurt/Germany	Banking	100,00	100,00
Stiching Custody Services YKB	Amsterdam/Netherlands	Custody services	100,00	100,00
Yapı Kredi Diversified Payment Rights Finance Company ⁽¹⁾	George Town/ Cayman Islands	Special Purpose Company	-	-

(1) It is a special purpose entity established for securitization transactions and is included in the consolidation although it is not a subsidiary of the Parent.

3.1.2. Consolidation principles of associates:

The associates are entities in which the Parent Bank participates in their capital and has significant influence on them, although the Parent Bank has no capital or management control, is established in domestic and abroad. The related associates are consolidated with equity method.

Significant influence refers to the participation power on the constitution of the financial and management policies of the participated associate.

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

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

Title	Operation Centre (City/Country)	Main activities	Effective rates %	Direct and indirect rates %
			June 30, 2025	June 30, 2025
Banque de Commerce et de Placements S.A.	Geneva/Switzerland	Banking	30,67	30,67
Allianz Yaşam ve Emeklilik A.Ş.	Istanbul/Türkiye	Insurance	20,00	20,00

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3.1.3. Transactions with minority shareholders:

The Group applies a policy of treating transactions with minority interests as transactions within the Group. The difference between the acquisition cost and net asset acquired is recognised under equity. Disposals from minority interests are also considered as equity transactions and result in changes in the equity of the Group.

3.1.4. Presentation of unconsolidated subsidiaries, associates and joint ventures in consolidated financial statements:

Turkish Lira denominated investments in unconsolidated associates, subsidiaries and joint ventures are accounted at cost value, less any impairment, in accordance with "TAS 27 - Individual Financial Statements" in the consolidated financial statements.

Foreign currency denominated investments in unconsolidated associates, subsidiaries and joint ventures are accounted at their original foreign currency costs translated into Turkish Lira using the exchange rates prevailing at the transaction date less impairment, if any.

When the cost of associates, subsidiaries and joint ventures is higher than the net realizable value, the carrying amount is reduced to the net realizable or fair value considering whether the value decrease is temporary or permanent and the ratio of the value decrease.

4. Explanations on forward and option contracts and derivative instruments:

The Group's derivative transactions mainly consist of money and interest rate swaps, forward foreign exchange purchase and sale transactions and options.

Derivative instruments are measured at fair value on initial recognition and subsequently remeasured at their fair values. As a result, the fair value of derivatives is reflected as net liability or net asset on a contract by contract basis. The accounting method applied to the income or loss arising from derivative instruments depends on whether the derivative is being used for hedging purposes or not and depends on the type of item being hedged.

At the transaction date, the Group documents the relationship between hedging instruments and hedged items, together with the risk management policies and the strategies on hedging transactions. Besides, the Group regularly documents the effectiveness of the hedging instruments in offsetting the changes in the fair value of the hedged items.

Changes in the fair value of derivative instruments subject to fair value hedges are recognized under profit or loss accounts together with the variation in the fair value of hedged items. The changes of fair value of derivative transactions for fair value hedge are classified in "Derivative Financial Transactions Gains/Losses" account. In the balance sheet, changes in the fair value of hedged assets and liabilities, during the period in which the hedge is effective, are shown with the related assets and liabilities.

The ineffective portion of the mentioned hedging transactions is reflected to the income statement. If the underlying hedge does not conform to the hedge accounting requirements, according to the adjustments made to the carrying value (amortized cost) of the hedged item, for which the risk is hedged by a portfolio hedge, are amortized with the straight line method within the time to maturity and recognized in profit or loss accounts. Fair value adjustments are recognized directly in the income statement in an event of repayment and/or unwinding and/or the recognition of the hedged item.

The Parent Bank hedges its cash flow risk arising from foreign currency and Turkish Lira floating interest rate liabilities by using interest rate and currency swaps. The effective portion of the fair value changes of the hedging instruments are recorded in "Other accumulated comprehensive income that will be reclassified in profit or loss" under shareholders' equity. These funds are transferred to profit or loss from equity when the cash flows of the hedged items (interest expense) impact the income statement.

In case the cash flow hedge accounting is discontinued due to the expiry, realization for sale of the hedging instrument, or due to the results of the effectiveness test the amounts accounted under shareholders' equity are transferred to the profit or loss accounts as these cash flows of the hedged item are realized (considering the original maturity of the hedging instrument).

Some of the trading purpose derivative transactions, even though they provide effective economic hedges under the Group's risk management policy, do not qualify for hedge accounting under the specific rules in "IFRS 9- Financial Instruments" and are therefore treated as "Derivative financial assets measured at fair value through profit or loss".

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"Derivative financial assets measured at fair value through profit or loss" are measured at fair value. If the fair value of derivative financial instruments is positive, it is disclosed under the main account "Derivative financial assets measured at fair value through profit or loss" and if the fair value difference is negative, it is disclosed under "Derivative financial liabilities measured at fair value through profit or loss". Fair value changes are recorded under "Derivative Financial Transactions Gains/ (Losses)" in the income statement.

The fair values of the derivative financial instruments are calculated using quoted market prices or by using discounted cash flow models.

Parameters used for the valuation of the option portfolio of the Parent Bank are determined by market risk management and the confirmation of the accuracy of fair value calculations are monitored periodically by market risk management.

Liabilities and receivables arising from the derivative instruments are followed in the off-balance sheet accounts as their contractual values. Embedded derivatives are separated from the host contract and accounted as derivative instruments according to "TFRS 9 – Financial Instruments"; in case, (i) the related embedded derivative's economic features and risks are not closely related to the host contract, (ii) another instrument that has the same contract conditions with the embedded derivative satisfies the definition of a derivative instrument and (iii) the hybrid instrument is not carried at fair value through profit or loss.

Credit derivatives are capital market tools designed to transfer credit risk from one party to another.

As of June 30, 2025, the Parent Bank's credit derivatives portfolio included total return swaps.

Credit linked notes are bonds that have repayments depending on a credit event or the credit risk evaluation of a reference asset or asset pool. Depending on whether the reference assets are included in the balance sheet of the issuer or the owner of the assets, these transactions can be accounted by the party assuming the credit risk as insurance or as an embedded derivative. As per the Bank's management evaluation, the embedded derivatives included in the credit linked notes are separated from the host contracts in accordance with "TFRS 9 - Financial Instruments" and recorded and evaluated as credit default swaps. The bond itself (host contract) is valued in accordance with the valuation principles of the category it is classified.

Total return swaps are contracts, in which the seller commits to pay the contract value for all cash flows of the reference assets of the seller and the changes of the market values of these reference assets to the buyer during the contract maturity and bear all the decreases in the market value of these reference assets. The Bank uses the total return swaps to generate long term funding.

Market risks of these products are monitored using the Parent Bank's internal modeling system for the Value-at-Risk and basis points sensitivity analysis; the liquidity risks are monitored using the short term liquidity report on daily and the long term liquidity report on monthly basis.

According to the regulations of BRSA, currency exchange transactions which are realized at value date in the initial phase of currency swaps are recorded and followed as irrevocable commitments in off-balance sheet accounts until the value date.

A Credit Valuation Adjustment (CVA) is applied to the Bank's over-the-counter derivative exposures to take into account the counterparty's risk of default when measuring the fair value of the derivative. CVA is the mark-to-market cost of protection required to hedge credit risk from counterparties in the Bank's over-the-counter derivatives portfolio. The Bank calculates CVA based on collective provisioning methodology calculated in accordance with Turkish Financial Reporting Standards, "TFRS 9 – Financial Instruments", comprising the product of Exposure, Probability of Default (PD) and Loss Given Default (LGD). CVA is calculated based on the exposure of each counterparty.

Within the scope of TFRS 13 – Fair Value Measurement standard; (i) if there is a significant decrease in the volume or level of activity for that asset or liability in relation to normal market activity for the asset or liability (or similar assets or liabilities); (ii) when the transaction or quoted price does not represent fair value; and / or (iii) when a price for a similar asset requires significant adjustment to make it comparable to the asset being measured, or (iv) when the price is stale, the Bank makes an adjustment to the transactions or quoted prices and reflects this adjustment to the fair value measurement. In this context, the Bank determines the point within the range that is most representative of fair value under current market conditions.

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5. Explanations on interest income and expense:

Interest income and expenses are recognized in the income statement on an accrual basis by using the effective interest method periodically.

Retrospective rediscount calculation and foreign exchange evaluation is performed for non-performing loans, and accrued interest and discounts as of transfer to non-performing loan accounts are accounted under loan accrual/rediscount accounts as per Uniform Chart of Accounts ("UCA"). The Bank ceases accruing interest after non-performing loan classification. In place of that, interest amount representing the time value of future collections is recognized under interest income instead of provision expense.

6. Explanations on fee and commission income and expenses:

Fees and commissions received as a result of the service agreements or arising from negotiating or participating in the negotiation of a transaction on behalf of a third party are recognized either in the period when the transaction is realized or deferred based on the type of the underlying transaction. Other commission income and fees from various banking services are recorded as income at the time of realization.

Except for fees and commissions that are integral part of the effective interest rates of financial instruments measured at amortized costs, the fees and commissions are accounted for in accordance with TFRS 15 - "Revenue from Contract with Customers".

7. Explanations on financial assets:

As of January 1, 2018, the Group has applied TFRS 9 and classifies its financial assets in the following measurement categories:

- Fair value through profit or loss (FVPL)
- Fair value through other comprehensive income (FVOCI)
- Financial assets measured at amortised cost

According to TFRS 9 classification of financial assets is based on two criterias; business model under which the financial asset is being managed and contractual cash flows representing solely payments of principal and interest of the financial asset. This evaluation incorporates whether there is any clause that may change timing or amount of contractual cash flows of the financial asset.

Classification of financial assets reflects the business model of how the Group manages the assets in order to generate cash flows. Bank's business model may be to collect solely the contractual cash flows from the assets or to collect both the contractual cash flows and cash flows arising from the sale of assets. If neither of these is applicable, then the financial assets are classified as part of 'other' business model and measured at FVPL.

Factors considered by the Group in determining the business model for a group of assets include past experience on how the cash flows for these assets were collected, how the asset's performance is evaluated and reported to key management personnel, how risks are assessed and managed and how managers are compensated.

Securities held for trading are held principally for the purpose of selling in the near term or are part of a portfolio of financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking. These securities are classified in the 'other' business model and measured at FVPL.

The Parent Bank owns Consumer Price Indexed (CPI) Government Bonds which are classified under "Fair value through other comprehensive income" and "measured at amortised cost" securities portfolio. Related securities are valued using the effective interest rate method based on the real coupon rates and the reference inflation index at the issue date and the estimated inflation rate. The reference indices used in calculating the actual coupon payment amounts of these assets are based on the CPI of prior two months.

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Assessment of the business model

The Group determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective.

The business model does not depend on management's intentions for an individual instrument. Accordingly, this condition is not a single instrument basis approach for classification and should be determined on a higher level of aggregation.

During the assessment of the business model for management of financial assets, all relevant evidences at the assessment date have been taken into consideration. Such relevant evidence includes below:

- How the performance of the portfolio is evaluated and reported to the Group's management;
- The stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile, matching the duration of the financial assets with duration of the liabilities that are funding those assets or realising cash flows through the sale of the assets;
- How managers of the business are compensated (e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected); and
- The risks that affect the performance of the business model (and the financial assets held within that business model) and its strategy for how those risks are managed;
- The frequency, volume and timing of sales in prior periods, the reasons for such sales and its expectations about future sales activity. However, information about sales activity is not considered in isolation, but as part of an overall assessment of how the Group's stated objective for managing the financial assets is achieved and how cash flows are realised.

If cash flows are realised in a way that is different from the expectations on the date of the assessment of the business model, that does not give rise to a prior period error in the financial statements nor does it change the classification of the remaining financial assets held in that business model as long as all relevant information that was available at the time of business model assessment were. However, when the business model is assessed for newly originated or newly purchased financial assets, it must be considered information about how cash flows were realised in the past, along with all other relevant information. The business models are divided into three categories. These categories are defined below:

- Business model whose objective is to hold assets in order to collect contractual cash flows

Financial assets that are held within a business model whose objective is to hold assets in order to collect contractual cash flows are managed to realise cash flows by collecting contractual payments over the life of the instrument. That is, the Group manages the assets held within the portfolio to collect those particular contractual cash flows.

Although the objective of Group's business model may be to hold financial assets in order to collect contractual cash flows, the Group does not need to hold all of those instruments until the maturity. Thus Group's business model can be to hold financial assets to collect contractual cash flows even when sales of financial assets occur or are expected to occur in the future.

The business model may be to hold assets to collect contractual cash flows even if the Group sells financial assets when there is an increase in the assets' credit risk. The Group considers reasonable and supportable information, including forward looking information in order to determine whether there has been an increase in the assets' credit risk. Regardless of their frequency and value, sales due to an increase in the assets' credit risk are not inconsistent with a business model whose objective is to hold financial assets to collect contractual cash flows because the credit quality of financial assets is relevant to the Group's ability to collect contractual cash flows.

- A business model whose objective is achieved by both collecting contractual cash flows and selling financial assets

The Group may hold financial assets in a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets. In this type of business model, the Group's management has made a decision on both collecting contractual cash flows and selling financial assets are necessary for achieving the objective of the business model. There are various objectives that may be consistent with this type of business model. For example, the objective of the business model may be to manage liquidity needs on daily basis, to maintain a particular interest yield profile or to match the duration of the financial assets to the duration of the liabilities funding those assets. To achieve such an objective, the Group will both collect contractual cash flows and sell financial assets.

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Compared to a business model whose objective is to hold financial assets to collect contractual cash flows, this business model will typically involve greater frequency and value of sales. This is because selling financial assets is integral to achieving the business model's objective instead of being only incidental to it.

➤ **Other business models**

Financial assets are measured at fair value through profit or loss if they are not held within a business model whose objective is to hold assets to collect contractual cash flows or within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets.

A portfolio of financial assets that is managed and whose performance is evaluated on a fair value basis is neither held to collect contractual cash flows nor held both to collect contractual cash flows and to sell financial assets. The Group is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

Assessment of whether contractual cash flows are solely payments of principal and interest (SPPI)

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs.

In assessing whether the contractual cash flows are SPPI, the Group considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition.

In making the assessment, the Group considers:

- Contingent events that would change the amount and timing of cash flows;
- Leverage features;
- Prepayment and extension terms;
- Terms that limit the Group's claim to cash flows from specified assets (e.g. non-recourse loans); and
- Features that modify consideration of the time value of money (e.g. periodical reset of interest rates).

When the contractual conditions are exposed to the risks which are not consistent with the basic lending arrangement or variability of cash flows, the relevant financial asset is measured at fair value through profit or loss.

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7.1. Financial assets measured at fair value through profit or loss:

Financial assets, which are classified as "Financial assets measured at fair value through profit or loss", are trading financial assets and are either acquired for generating profit from short-term fluctuations in the price or dealer's margin, or are the financial assets included in a portfolio in which a pattern of short-term profit making exists independent from the acquisition purpose.

Trading financial assets are initially recognized at fair value and are subsequently re-measured at their fair value. However, if fair values cannot be obtained from active market transactions, it is assumed that the fair value cannot be measured reliably and fair values are calculated by alternative models. All gains and losses arising from these valuations are recognized in the income statement. Interest earned while holding financial assets is reported as interest income and dividends received are included separately in dividend income.

The principles regarding the accounting of derivative financial instruments are explained in detail in Note 4 of this section.

7.2. Financial assets measured at amortised cost:

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, are measured at amortised cost. These financial assets are initially recognized at total of acquisition and transaction cost. After their initial recognition they are carried at "Amortized cost" using the "Effective interest method".

7.3. Loans:

Loans are financial assets raised through lending without having the intention to trade in the short term. Loans are non derivative financial assets with fixed or determinable payments and fixed maturities that are not quoted on active market. Loans are recognized initially at cost including transaction costs (which reflect fair values) and subsequently carried at the amortized cost using the "effective interest method". The expenses incurred for the assets received as collateral are not considered as transaction costs and are recognized in the expense accounts.

Retail, commercial and corporate loans included in cash loans are accounted for with their original maturities in accounts which are mentioned in the UCA. Foreign currency indexed loans are initially measured at local currency accounts with the foreign exchange rate prevailing at date of the initial recognition and re-valued with the relevant foreign currency rates prevailing at the date of the financial statements. Increase or decrease in the value of the principal amount of the loan due to changes in foreign exchange rates is accounted in the related income and expense accounts. Repayment amounts are translated with the foreign exchange rates prevailing at the repayment dates and the valuation differences are accounted for in foreign exchange gain/loss accounts.

The Parent Bank provides provision for expected credit losses based on the assessments and estimates of the management, by considering the "Communiqué Related to Principles and Procedures on Determining the Qualifications of Banks' Loans and Other Receivables and the Provision for These Loans and Other Receivables" ("Provisioning Regulation") published in the Official Gazette No. 29750 dated June 22, 2016 and in line with "TFRS 9 - Financial Instruments". In this context, the management estimates are determined, on the basis of the prudence principle and Bank credit risk policies, considering the general structure of the loan portfolio, the financial conditions of the customers, non-financial information and the economic conjuncture.

As of June 30, 2025, the Bank has made its classifications in accordance with the TFRS 9 standard and reflected them in its financial statements. In this context; the Group has evaluated many reasonable and supportable qualitative and quantitative data in assessing whether there is a significant increase in credit risk in the classification of loans according to stages and determining the moment when the default situation occurs. It has classified the loans according to their stages according to its best judgment under the current conditions.

Expected Credit Losses are accounted for as an expense in the accounting period they are incurred. If there is a subsequent collection from a receivable that was already provisioned in previous years, the recovery amount is classified under "Other operating income". The write off policy is described in the explanations and notes related to assets, fifth section.

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7.4. Financial assets measured at fair value through other comprehensive income:

Financial assets that are held for collection of contractual cash flows and for selling the assets, where the assets' cash flows represent solely payments of principal and interest, and that are not designated at FVPL, are measured at fair value through other comprehensive income (FVOCI).

Financial assets measured at fair value through other comprehensive income are subsequently re-measured at fair value. When fair values based on market prices cannot be observed reliably, the financial assets at fair value through other comprehensive income are carried at fair values determined by using alternative models. "Unrealized gains and losses" arising from changes in the fair value of financial assets classified as financial assets at fair value through other comprehensive income are recognized in the shareholders' equity as "Other accumulated comprehensive income that will be reclassified in profit or loss", until the related assets are impaired or disposed. When these financial assets are disposed or impaired, the related fair value differences accumulated in the shareholders' equity are transferred to the income statement. Interest and dividends received from financial assets at fair value through other comprehensive income are recorded in interest income and dividend income as appropriate.

Interest income on financial assets at fair value through other comprehensive income are calculated by effective interest rate method and are accounted for in interest income account. At the time of sale of financial assets at fair value through other comprehensive income before the maturity, the difference between the profit, which is the difference between the cost and sales price of the financial assets, and the interest income accrual are accounted under "Profit/losses from capital market transactions".

7.5. Equity instruments measured at fair value through other comprehensive income:

At initial recognition, Group can make an irrevocable election to present in other comprehensive income subsequent changes in the fair value of an equity instrument within the scope of TFRS 9. Such election is made on an instrument basis. Fair value differences recognized in other comprehensive income are not transferred to profit or loss in the following periods and transferred to prior years' profit/loss. The equity instruments measured at fair value through other comprehensive income, are not subject to impairment calculation.

8. Explanations on impairment of financial assets:

The Parent Bank assesses the expected credit losses ("ECL") related with its debt instrument assets carried at amortised cost and at fair value through other comprehensive income, with the exposure arising from loan commitments and financial guarantee contracts on a forward-looking basis. The Parent Bank recognises a loss allowance for such losses at each reporting date. The measurement of expected credit losses reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money;
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The measurement of the expected credit loss allowance:

The measurement of the expected credit loss allowance for financial assets measured at amortised cost and at fair value through other comprehensive income is an area that requires the use of advanced models and significant assumptions about future economic conditions and credit behaviour.

These financial assets will be divided into three categories depending on the gradual increase in credit risk observed since their initial recognition. Impairment shall be recognized on outstanding amounts in each category, as follows:

Stage 1:

For the financial assets at initial recognition or that do not have a significant increase in credit risk since initial recognition. Impairment for credit risk will be recorded in the amount of 12-month expected credit losses.

Stage 2:

In the event of a significant increase in credit risk since initial recognition, the financial asset will be transferred to this stage. Impairment for credit risk will be determined on the basis of the instrument's lifetime expected credit losses.

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Stage 3:

Stage 3 includes financial assets that have objective evidence of impairment at the reporting date. For these assets, lifetime ECL are recognized and interest revenue is calculated on the net carrying amount.

Life-time expected credit loss is calculated on an individual or collective basis for the financial assets in stage 2 and stage 3.

General provisions represent ECLs for the first stage and the second stage, specific provisions represent ECLs for the third stage.

The Parent Bank has developed specific models for calculating the expected loss; such models are based on the parameters of PD, LGD and EAD and on the effective interest rate. In particular:

- The PD (Probability of Default), represents the customer's probability of more than 90 days delay, within 12-months;
- The LGD (Loss Given Default), represents the percentage of the estimated loss, and thus the expected rate of recovery, at the date of occurrence of the default event of the credit exposure;
- The EAD (Exposure at Default), represents the measure of the exposure at the time of the event of default of the credit exposure;
- The Effective interest rate is the discount rate that expresses of the time value of money.

Such parameters are calculated starting from the corresponding parameters used for IRB preparation purposes, with specific adjustments in order to ensure consistency between accounting and regulatory treatment despite different regulatory requirements.

The main adjustments aimed at:

- Removal of prudency principal used for IRB preparation phase;
- Introducing "point-in-time" adjustments to replace "through-the-cycle" adjustments required for IRB preparation phase (TFRS-9 parameters developed over these parameters.);
- With reference to lifetime PD, through-the-cycle PD curves obtained by adjusting observed cumulated default rates were calibrated in order to reflect point-in-time on portfolio default rates.

Recovery rate incorporated into through-the-cycle LGD was adjusted in order to remove prudency principle and to reflect the most updated trend of recovery rates discounted at effective interest rate or at its best approximation.

The lifetime EAD has been obtained by converting the 1 year regulatory or managerial model to life-time, removing margin of prudency and including the expected discounted cash flow.

The stage allocation model is a key aspect of the accounting model required to calculate expected credit losses which is aimed at transferring credit exposures from Stage 1 to Stage 2.

With reference to the quantitative component of the model for stage allocation, the Parent Bank has adopted a statistical approach based on a quantiles regression whose objective is to define a threshold in terms of maximum variation acceptable between the PD at the time of origination and the PD assessed at the reporting date.

The stage allocation model was based on a combination of relative and absolute elements. The main elements were:

- Comparison, for each transaction, between the PD measured at the time of recognition and PD as at the reporting date, both calculated according to internal models, through thresholds set in a way considering all key variables of each transaction that can affect the Bank's expectation of PD changes over time;
- Absolute elements such as the backstops required by law;
- Additional internal evidence.

Significant increase in credit risk

In the assessment of significant increase in credit risk quantitative and qualitative assessments are made;

Quantitative Assessment:

As a result of quantitative assessment, related financial asset is classified as stage 2 (Significant Increase in Credit Risk) when any of the following criterias are satisfied.

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As of reporting date:

- Lifetime expected credit losses shall be recognized on a transaction base, when more than 30 days past due status is passed. The Parent Bank can abandon this estimation when it has reasonable and supportable information about customers' contractual repayments.
- In case a loan has been restructured, it will be followed up under Stage 2 during the follow-up period mentioned in the related regulations. The loan can be transferred back to Stage 1 at end of the follow-up period if there is no significant deterioration.
- Provisions on non-funded non cash loans are evaluated as significant increase in credit risk.

Qualitative Assessment:

The probability of significant increase in credit risk under qualitative assessment is based on the comparison of probability of default of a loan in the origination and as of reporting date.

The Group uses distribution regression on segment basis in order to calculate the thresholds used in defining the significant increase in credit risk.

Low credit risk

Financial instruments defined as low risk for TFRS 9 are;

- Receivables from Central Bank of the Republic of Türkiye ("CBRT");
- Loans with counterparty of Treasury of the Republic of Türkiye;
- The issued securities or guaranteed marketable securities from central banks of the countries where Group's subsidiaries, associates are resident;
- Bank placements;
- Other money market transactions;
- Transactions of Group's associates and subsidiaries.

Forward Looking Macroeconomic Information:

Forward-looking macroeconomic information is incorporated into credit risk parameters during assessment of significant increase in credit risk and expected credit loss calculation.

For the calculation of expected credit loss, Bank uses macroeconomic estimation method which is developed during creation of various scenarios. Macroeconomic variables prevailing during these estimates are gross domestic product ("GDP") and CPI.

When expected credit losses are estimated in accordance with the forward looking macroeconomic information, the Bank evaluates three scenarios (base, pessimistic and optimistic) with various weights based. The Bank has reviewed the macroeconomic model used in the process and has been the subject of provision calculations using the data considered to reflect the current situation in the best way.

In the light of macroeconomic expectations, the Parent Bank reflected the calculations made to its financial statements considering the probability of default values and the possible changes in the exposure at default. In this context, the Bank has measured the effect of the change in macroeconomic data used in the calculation of expected credit loss such as GDP and CPI, on the non performing loans under different scenarios and reflected the increase coefficient, which was considered to be the most accurate, to its provision calculations by projecting it on the loan parameters within the range of NPL ratio obtained throughout the calculations.

9. Explanations on offsetting financial assets:

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when the Group has a legally enforceable right to offset the recognised amounts and there is an intention to collect/pay related financial assets and liabilities on a net basis, or to realise the asset and settle the liability simultaneously.

10. Explanations on sales and repurchase agreements and securities lending transactions:

Securities subject to repurchase agreements ("Repo") are classified as "Financial assets at fair value through profit or loss", "Financial assets measured at fair value through other comprehensive income" and "Financial assets measured at amortised cost" according to the investment purposes of the Group and measured according to the portfolio to which they belong.

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Funds obtained from repurchase agreements are accounted under "Money market funds" in liabilities and the difference between the sale and repurchase price is accrued over the life of the repurchase agreements using the "Effective interest method". Interest expense on repo transactions are recorded under "Interest expense on money market transactions" in the income statement.

Funds given against securities purchased under agreements to resell ("reverse repo") are accounted under "Money markets receivables" on the balance sheet. The difference between the purchase and determined resell price is accrued over the life of repurchase agreements using the effective interest method.

The Group has no securities lending transactions.

11. Information on assets held for sale and related to discontinued operations and explanations on liabilities related with these assets:

According to the "TFRS-5 Non-current Assets Held for Sale and Discontinued Operations" a tangible asset (or a group of assets to be disposed) classified as "Asset held for sale" is measured at lower of carrying value and fair value less costs to sell. An asset (or a group of assets to be disposed) is regarded as "Asset held for sale" only when the sale is highly probable and the asset (or a group of assets to be disposed) is available for immediate sale in its present condition. For a highly probable sale, there must be a valid plan prepared by the management for the sale of asset including identification of possible buyers and completion of sale process. Furthermore, the asset should be actively in the market at a price consistent with its fair value.

A discontinued operation is a part of the Group's business classified as sold or held for sale. The operating results of the discontinued operations are disclosed separately in the income statement.

12. Explanations on goodwill and other intangible assets:

12.1. Goodwill:

The excess of the cost of an acquisition over the fair value of the Group's share of the identifiable assets, liabilities or contingent liabilities of the acquired subsidiary at the date of acquisition of the control is recorded as goodwill and represents a payment made by the acquirer in anticipation of future economic benefits from assets that are not capable of being individually identified and separately recognised. The acquirer also recognises assets that are capable of being individually identified and separately recognised, intangible assets (e.g. credit card brand value, deposit base and customer portfolio) and contingent liabilities at fair value, irrespective of whether the asset had been recognised by the acquire before the business combination, if it can be distinguished from the goodwill and if the asset's fair value can be measured reliably.

As of June 30, 2025, there is no goodwill (December 31, 2024 - None).

12.2. Other intangible assets:

Intangible assets are measured at cost on initial recognition and any directly attributable costs of setting the asset to work for its intended use are included in the initial measurement. Subsequently, intangible assets are carried at historical costs after the deduction of accumulated amortization and the provision for impairment.

The Group evaluates the possibility of existence of impairment of intangible assets at the end of each reporting period. If there is an evidence of impairment, the Group estimates a recoverable amount in accordance with the "TAS 36 - Impairment of Assets". The recoverable amount is the higher of net sales price or the value in use. When the book value of another intangible asset exceeds the recoverable amount, the related asset is considered to be impaired. If there is no evidence of impairment, there is no need to estimate the recoverable amount.

Intangibles are amortized over their estimated useful lives using the straight-line method. The useful life of the asset is determined by assessing the expected useful life of the asset, technical, technological and other kinds of obsolescence and all required maintenance expenses necessary to utilise the economic benefit from the asset.

13. Explanations on property and equipment:

Property and equipment is measured at its cost when initially recognized and any directly attributable costs of setting the asset in working order for its intended use are included in the initial measurement in accordance with "TAS 16- Property, Plant and Equipment". Subsequently, properties and equipments, except art objects, paintings and buildings, are carried at cost less accumulated depreciation and provision for impairment.

The Group adopted fair value accounting method for its buildings since March 31, 2015 in tangible assets in accordance with "TAS 16 - Property, Plant and Equipment".

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The depreciation rate for buildings is 2-4%; for movables and movables acquired under financial leasing depreciation is calculated over estimated useful life by using the straight-line method. The depreciation charge for items remaining in property and equipment for less than a full accounting period at the balance sheet date is calculated in proportion to the period the item remained in property and equipment.

In accordance with "TAS 36 - Impairment of Assets", where the carrying amount of an asset is greater than its estimated "recoverable amount", it is written down to its "recoverable amount" and the provision for impairment is charged to the income statement.

Gains and losses on the disposal of property and equipment are determined by deducting the net book value of the property and equipment from its sales proceeds.

Expenditures for the repair and maintenance of property and equipment are recognised as expense. The capital expenditures made in order to increase the capacity of the tangible asset or to increase its future benefits are capitalised on the cost of the tangible asset. The capital expenditures include the cost components which are used either to increase the useful life or the capacity of the asset or the quality of the product or to decrease the costs.

14. Explanations on leasing transactions:

The Group performs leasing transactions in the capacity of the lessee and lessor.

14.1. Accounting of leasing operations according to lessee:

The Group has adopted "TFRS 16 - Leases" in the accounting of leasing transactions.

In accordance with "TFRS 16 - Leases", the Group calculates "right-of-use" amount using the present value of the lease payments of fixed asset at the beginning of the leasing period and recognizes under "property and equipment". Unpaid leasing payments are calculated at their net present value and recognized under "lease payables" in liabilities. Lease payments are discounted using related borrowing rates.

Fixed assets that are subject to leasing is amortised on the basis of leasing period. Interest expense related to lease payables is classified under "interest on lease payables" under "interest expense" and exchange rate changes are classified under "foreign exchange gains/losses". Leasing payments are deducted from lease payables.

14.2. Accounting of leasing operations according to lessee:

Assets that are subject to financial leasing are reflected as a receivable equal to the net leasing amount in the consolidated financial statements. Interest income is earned to form a fixed periodical interest rate on net investment amount of the related leased asset by the lessor and the portion relating to subsequent periods is followed in the unearned interest income account.

14.2.1. Provision for doubtful lease receivables

The lease receivables provision for the impairment of investments in direct finance leases is established based on a credit review of the receivables portfolio. The Group has set this provision in accordance with the TFRS 9 rules.

Finance lease receivables and accounts receivables that cannot be recovered are written off and charged against the allowance for the impairment of lease and accounts receivables. Such receivables are written off after all the necessary legal proceedings have been completed and the amount of loss is finally determined. Recoveries of amounts previously provided for are treated as a reduction from the provision for the impairment of the lease receivable and are recognized as income.

15. Explanations on provisions, contingent liabilities and contingent assets:

Provisions and contingent liabilities, except for the expected credit loss recognized for financial instruments within the scope of TFRS 9 standards, are accounted in accordance with "TAS – 37 Provisions, Contingent Liabilities and Contingent Assets".

Provisions are recognised when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of the obligation can be made. Provisions for contingent liabilities arisen from past events are recognised in the period of occurrence in accordance with the "Matching principle".

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A provision is recognised when it is probable that the contingent event will occur and a reliable estimate can be made. When a reliable estimate of the amount of obligation cannot be made, or it is not probable that an outflow of resources will be required to settle the obligation, it is considered that a "contingent" liability exists and it is disclosed in the related notes to the financial statements.

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to 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 disclosed where an inflow of economic benefits is probable. 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.

16. Explanations on obligations related to employee benefits:

16.1. Employee benefits

Obligations related to employee termination and vacation rights are accounted for in accordance with "TAS 19 - Employee Benefits" and are classified under "Provisions for employee benefits" account in the balance sheet.

Under the Turkish Labour Law, the Group is required to pay a specific amount to the employees who have retired or whose employment is terminated other than for the reasons specified in the Turkish Labour Law. The reserve for employee termination represents the present value of the estimated total liability for the future probable obligation of the Group determined by using certain actuarial assumptions. Actuarial gains and losses are accounted for under equity in accordance with the "TAS – 19 Employee Benefits" standard.

16.2. Pension rights

The Parent Bank's personnel are members of the Yapı ve Kredi Bankası Anonim Şirketi Mensupları Yardım ve Emekli Sandığı Vakfı ("the Fund") which was established in accordance with the 20th temporary article of the Social Security Law No. 506. As of December 31, 2024, the defined benefit obligations of the Fund have calculated in the actuarial valuation report prepared by the registered actuary.

Temporary article 23th paragraph 1 of the Banking Act published in the Official Gazette No 25983 dated November 1, 2005 stated that foundations like the Fund are to be transferred to the Social Security Institution ("SSI") within three years beginning from the publication date of the article.

The article of the Law related to the transfer was cancelled (pursuant to the application by the President on November 2, 2005) by the decision of Constitutional Court (decision no: E.2005/39, K. 2007/33 dated March 22, 2007) published in the Official Gazette No. 26479 dated March 31, 2007, and the effect of the law article was suspended from the date of the publication of the decision.

The reasoning of the Constitutional Court regarding the abrogation of the corresponding article was published in the Official Gazette dated December 15, 2007, No 26731. With the publication of the reasoning of the decision, the Grand National Assembly of Türkiye ("GNAT") started to work on new legal arrangements regarding the transfer of the fund members to SSI and the related articles of the "Law Regarding the Changes in Social Insurance and General Health Insurance Law and Other Related Laws and Regulations" No 5754 ("the New Law") regulating the transfer of the funds were approved by the GNAT on April 17, 2008. The New Law was published in the Official Gazette No. 26870 dated May 8, 2008. With the new law, the banks' pension funds will be transferred to SSI within three years from the date of publication of the decree and this period can be extended for a maximum of two years with the decision of the Council of Ministers. The transfer period was extended for another two years with the decision of the Council of Ministers No. 2011/1559 published in the Official Gazette dated April 9, 2011. According to the "Amendment of Social Insurance and General Health Insurance Law No. 6283" published in the Official Gazette dated March 8, 2012, Council of Ministers was authorized to increase the two-year extension period mentioned above to four years.

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According to the decision of The Council of Ministers dated February 24, 2014, the transfer date is set as May 2015. The Council of Ministers was authorized to determine the transfer date of pension funds 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 and numbered 29335. The president was authorized to determine the transfer date of pension funds in accordance with the last amendment by the Law No. 30473 published in the Official Gazette dated July 9, 2018.

A commission (whose members are the representatives of the SSI, Ministry of Treasury and Finance of the Republic of Türkiye, State Planning Organization, BRSA, Saving Deposit Insurance Fund ("SDIF"), one member representing the Fund and one member representing the Fund members) is in charge of the calculation of the value of the payment that would need to be made to SSI to settle the obligation using a technical interest rate of 9,8% by law taking into consideration income and expenses by insurance branches of the funds and the excess of salaries and income paid by the funds over the salaries and income to be paid in accordance with the SSI arrangements which should not be less than SSI arrangements, related to the members of the Fund as of the date of the transfer including the members who have left the scheme.

In accordance with the New Law, after the transfer to SSI, any social rights and payments to Fund members and their beneficiaries which are not provided although they are included in the Fund Title Deed will continue to be provided by the Fund and the employers of the Fund members.

The Parent Bank accounts for a provision for the technical deficit based on the report prepared by a registered actuary in accordance with the rates determined by the New Law and in accordance with the "TAS 19 - Employee Benefits" standard.

16.3. Short term benefits of employee:

Within the scope of "TAS 19 - Employee Benefits", the Group measures the expected costs of accumulated paid leaves as expected payments it will make due to unused leave rights as at the end of the reporting date.

17. Explanations on taxation:

17.1. Current tax:

The corporate tax rate is 20% in accordance with the article number 32 of the New Corporate Tax Law no.5520 which is published in the official Gazette dated June 21, 2006 and numbered 26205. In accordance with the 11 and 14th articles of the Law numbered 7316 on "Amendment of Law on Collection Procedure of Public Receivables and Certain Laws" published in the Official Gazette dated April 22, 2021 and numbered 31462, corporate tax rate will be applied as 25% for enterprises' corporate income belonging to the taxation periods of 2021 and 23% for enterprises' corporate income belonging to the taxation periods of 2022. Standard corporate tax rate for financial sector is increased to 25% starting from the declarations as of July 1, 2022 and to be valid for the taxation periods of 2022 according to the Law numbered 7394 published in the Official Gazette No. 31810 dated April 15, 2022. In accordance with the Law numbered 7456 which is published in Official Gazette dated July 15, 2023 and numbered 32249, corporate tax rate is increased to 30% for banks starting from the declarations of October 1, 2023 and to be valid for the taxation periods from January 1, 2023.

Corporate tax rate business income tax in accordance with the laws of the institutions to be added as unacceptable the reduction of costs in the tax laws, exemptions and reductions to the tax base found as a result of the reduction that will be applied.

Under the additional articles added to the Corporate Tax Law by Law No. 7524 dated August 2, 2024, the earnings of affiliates of multinational enterprise groups are subject to a global minimum corporate tax rate of at least 15%. In addition, with the Corporate Tax Law ("Law"), corporate taxpayers have been in scope of Domestic Minimum Corporate Tax Application on their earnings, effective from January 1, 2025. According to the regulation, the corporate tax calculated by the corporate taxpayers within general rules of Law will be compared with 10% of the corporate income before deductions and exceptions specified in the Law, and the higher amount will be taken into account in the declaration as the calculated corporate tax.

Turkish tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, provisions for taxes, as reflected in these consolidated financial statements, have been calculated on a separate-entity basis.

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Dividends paid to non-resident corporations, which have a place of business in Türkiye or to resident corporations are not subject to withholding tax. Dividends paid to individuals and institutions other than those listed above are subject to a withholding tax of 10% until December 22, 2024, and 15% thereafter. An increase in capital via issuing bonus shares is not considered as profit distribution and no withholding tax incurs in such a case.

In accordance with the Corporate Tax Law, three quarterly temporary corporate tax statements are submitted in total in the first nine months of reporting year. Advance tax is declared and paid by the 17th day of the second month following each calendar quarter end.

Advance tax paid by corporations for the current period is credited against the annual corporation tax calculated on the annual corporate income in the following year. Despite the offset, if there is temporary prepaid tax remaining, this balance can be refunded or used to offset any other financial liabilities to the government.

75% of the profits arising from the sale of equity shares that are held for at least 2 years, before November 27, 2024 and 50% thereafter are exempt from tax if they are added to the capital as defined in the Corporate Tax Law or kept in equity for 5 years.

In accordance with the Law numbered 7456 which is published in the Official Gazette dated July 15, 2023 and numbered 32249, the tax exemption on profits from the sales of immovables has been terminated as of July 15, 2023. For immovables that were a part of company's assets before the date of July 15, 2023, the exemption rate on profits arising from their sales has been set as 25%.

Under the Turkish Corporate Tax Law, losses can be carried forward to offset against future taxable income for up to five years. Losses cannot be carried back to offset profits from previous periods.

Tax returns are required to be filled and delivered to the related tax office until the last evening of the fourth month following the balance sheet date and the accrued tax is paid same day. Tax returns are open for 5 years from the beginning of the year following the balance sheet date and during this period the tax authorities have the right to audit tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

Non-monetary items on the financial statements must have been restated for inflation according to the repeated article 298/A of Tax Procedure Law. In law numbered 7352 published on January 29, 2022 in the Official Gazette numbered 31734, 2021 and 2022 accounting periods including advance tax periods are deemed as the periods in which the requirements for inflation adjustment are not met. In the fiscal year of 2023, quarterly advance tax periods were not subject to inflation adjustment, but the financial statements prepared in accordance with Tax Procedure Law are subject to inflation adjustment regardless of whether the conditions for inflation adjustment are met. Profit/loss difference arising from inflation adjustment is recognized in retained earnings but has no effect on the corporate tax base. The profit/loss differences arising from the inflation adjustment for the accounting periods in 2024 and 2025, including the temporary tax periods, will not be taken into account in the determination of taxable income. The President is authorized to extend the determined tax periods by one accounting period.

Tax rates that are used in tax calculations before the exemptions by foreign subsidiaries by taking current tax regulations in their countries into consideration as of June 30, 2025 are as follows:

Netherlands	25,80%
Azerbaijan	20,00%
Germany	15,83%

Amendments to Tax Procedure Law was published with the Law numbered 7338 published in the Official Gazette dated October 26, 2021. These amendments provide the opportunity to revalue the real estates and depreciable assets.

With the change in the communiqué published in the Official Gazette on January 14, 2023, conditions have been clarified for the taxpayers, who are subject to different accounting and financial reporting standards rules than those determined by the General Communiqué on Accounting System Implementation, is able to benefit from the revaluation specified in paragraph (Ç) of the duplicate article 298 and temporary article 32 in Law Numbered 213.

Within the scope of the temporary article 32 of the Tax Procedure Law Numbered 213, depreciable assets were revalued and additional tax amount of 2% is levied over the revaluation difference. Assets that are included in the scope pursuant to paragraph (Ç) of the duplicate article 298 are valued with the revaluation rate announced in the relevant year and no tax is levied over this revaluation increase.

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17.2. Deferred tax:

The Group calculates and accounts for deferred income taxes for temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in these financial statements in accordance with "TAS 12 - Income Taxes" and in accordance with BRSA's explanations and circulars and the tax legislation. The Group calculates deferred tax on deductible temporary differences, to the extent that future taxable income is estimated to be available.

In the deferred tax calculation, the enacted tax rate is used as of the balance sheet date by estimating when the temporary differences will be taxable / deductible in accordance with the current tax legislation.

Deferred tax liabilities are recognized for all resulting temporary differences whereas deferred tax assets resulting from temporary differences are recognized to the extent that future taxable profit will be available against which the deferred tax asset can be utilised.

Deferred tax assets and liabilities of subsidiaries subject to consolidation have been netted of in their standalone financial statements in accordance with "TAS 12 - Income Taxes". The calculated deferred tax asset and deferred tax liability are presented as net in these financial statements.

Tax effects of the transactions that are directly accounted under equity are also reflected to equity.

17.3. Transfer pricing:

The article no.13 of the Corporate Tax Law No.5520 describes the issue of transfer pricing under the title of "Disguised profit distribution" by way of transfer pricing (previously included as "Disguised profit" in the Corporate Tax Law No.5422). "The General Communiqué on Disguised Profit Distribution by Way of Transfer Pricing" published at November 18, 2007/26704, explains the application related issues on this topic effective from January 1, 2007, also taking into account the regulations in Article 41 of the Income Tax Law.

"Arm's length principle", which is the basis for the transfer pricing rule, is the pricing system to be followed for purchase or sale activities between related parties for any product or service transactions as if the transaction is realized with any other third party. According to this communiqué, if the taxpayers conduct transactions like purchase and sale of goods or services with the related parties where the prices are not determined according to the arm's length principle, then it will be concluded that there is a disguised profit distribution by way of transfer pricing. Such disguised profit distributions will not be deducted from the corporate tax base for tax purposes.

As discussed in the relevant section of this communiqué, the taxpayers are required to fill out the "Transfer Pricing, Controlled Foreign Entities and Thin Capitalization" form for the purchase and sale of goods or services conducted with their related parties in a taxation period, attach these forms to their corporate tax returns and submit to the tax offices.

18. Explanations on borrowings:

The financial liabilities classified at fair value through profit/loss, trading and derivative financial liabilities are valued with their fair values and the other financial liabilities are carried at "amortized cost" including costs of transactions using the "effective interest method".

The Group classifies some of its financial liabilities as the financial liabilities classified at fair value through profit/loss in order to eliminate the accounting mismatch at the initial recognition. For the related liabilities until the maturity, the Bank presents interest expenses paid and the difference between amortized cost and acquisition cost in the interest expense, the difference between the fair value of the financial liabilities and amortized cost presents under the trading gain/(loss) in the income statement.

The Group utilises various hedging techniques to minimise the currency, interest rate and liquidity risks of its financial liabilities. No convertible bonds have been issued. Also, Group obtains funds by issuing bonds and bills.

19. Explanations on issuance of share certificates:

When shares are issued above their nominal value, the excess over the nominal value is accounted under shareholders' equity as "Share premium".

20. Explanations on confirmed bills of exchange and letter of acceptances:

Confirmed bills of exchange and acceptances are included in the "Off-balance sheet commitments".

21. Explanations on government grants:

None (December 31, 2024 - None).

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22. Profit reserves and profit distribution:

Retained earnings as per the statutory financial statements other than legal reserves are available for distribution, subject to the legal reserve requirement referred to below. Legal reserves consist of first and second reserves as foreseen in the TCC. The TCC specifies that the first legal reserve is appropriated at the rate of 5% until the total reserve is equal to 20% of paid-in capital and that the second legal reserve is appropriated at the rate of 10% of distributions in excess of 5% of paid-in capital; however holding companies are not subject to this application. According to the Turkish Commercial Code, legal reserves can only be used to compensate for accumulated losses and cannot be used for other purposes unless they exceed 50% of paid-in capital.

No dividend payments of the Parent Bank were announced after the balance sheet date.

23. Earnings per share:

Earnings per share disclosed in the income statement are calculated by dividing net profit/loss for the year to the weighted average number of shares outstanding during the period concerned.

	Current Period	Prior Period
Net profit/(loss) to be appropriated to ordinary shareholders	22.748.014	17.404.573
Weighted average number of issued ordinary shares (thousand)	844.705.128	844.705.128
Earnings per share (full TL)	0,0269	0,0206

In Türkiye, companies can increase their share capital by making a pro-rata distribution of shares ("bonus shares") to existing shareholders from retained earnings. These bonus shares are treated as issued shares in earnings per share computations. For the purpose of earnings per share computations, the weighted average number of shares outstanding during the year is adjusted in respect of bonus shares issued without a corresponding change in resources by giving them a retroactive effect. In case bonus shares are distributed after the balance sheet date but before the preparation of the financial statements, earnings per share is calculated considering the new number of shares.

No bonus shares were issued during 2025 (2024 - None).

24. Related parties:

For the purpose of these financial statements, shareholders having control shares of the Bank, key management personnel and board members together with their families and companies controlled by/affiliated with them, associated companies and joint ventures and the Fund providing post employment benefits are considered and referred to as related parties in accordance with "TAS 24 - Related Parties". The transactions with related parties are disclosed in detail in Note 5 of Section Five.

25. Explanations on operating segments:

Information about operating segments which are determined in line with "TFRS 8 - Operating Segments" together with organizational and internal reporting structure of the Bank, are disclosed in Note 10 of Section Four.

26. Explanations on other matters:

None.

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Section Four - Information related to financial position and risk management of the Group**1. Explanations on consolidated equity:**

The calculation of the own funds and the capital adequacy standard ratio are performed in accordance with the communiqués such as “Regulation Regarding the Measurement and Evaluation of Banks’ Capital Adequacy Ratio”, “Regulation Credit Risk Mitigation Techniques”, “Regulation on calculation of Risk-Weighted Amounts of Securitization” and “Regulation Regarding Banks’ Shareholders’ Equity”.

The consolidated capital adequacy ratio of the Group is 14,71% (December 31, 2024 – 17,32%) and the Parent Bank is 15,73% (December 31, 2024 – 18,55%).

1.1. Information on equity:

	Current Period	Prior Period
COMMON EQUITY TIER 1 CAPITAL		
Paid-in Capital	8.447.051	8.447.051
Share premiums	556.937	556.937
Retained earnings	173.816.684	145.190.447
Other comprehensive income and other disclosed reserves which defined in the Turkish Accounting Standards	55.352.070	43.187.698
Profit	24.387.968	30.656.777
Net profit of the period	22.748.014	29.016.823
Profit of the previous years	1.639.954	1.639.954
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled subsidiaries and cannot be recognised within profit for the period	91.412	54.309
Minority interest	5.578	4.672
Common Equity Tier 1 capital before regulatory deductions	262.657.700	228.097.891
Common Equity Tier 1 capital: regulatory deductions		
Valuation adjustments	-	-
The sum of the net loss for the current period and the previous years which could not be absorbed by the retained earnings and losses recognised in equity in accordance with TAS	29.978.036	24.311.665
Leasehold improvements for operating leasing	903.308	865.790
Goodwill (net of related tax liability)	-	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	4.205.935	3.069.583
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	-
Cash-flow hedge reserve	1.072.315	1.534.172
Total expected losses calculated according to the Internal Ratings Based Approach that exceed total provision	7.353.240	5.700.289
Securitization gain on sale	-	-
Gains and losses due to changes in own credit risk on fair valued liabilities	-	-
Defined-benefit pension fund net assets	-	-
Investments in own capital	-	-
Credits extended contrary to the fourth paragraph of Articles 56 of the Banking Law	-	-
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued share capital (amount above 10% threshold)	-	-
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank owns more than 10% of the issued share capital (amount above 10% threshold)	-	-
Mortgage servicing rights (amount above 10% threshold)	-	-
Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability)	-	-
Amount exceeding the 15% threshold (-) of the common equity Tier 1 in accordance with the second paragraph of the provisional article 2 in the regulation regarding the Banks’ Shareholders’ Equity	-	-
The amount above threshold for the investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank owns more than 10% of the issued share capital	-	-
The amount above threshold for mortgage servicing rights	-	-
The amount above threshold for deferred tax assets arising from temporary differences	-	-
National specific regulatory adjustments which shall be determined by the BRSA	-	-
Regulatory adjustments applied to Common Equity Tier 1 due to insufficient Additional Tier 1 and Tier 2 to cover deductions	-	-
Total regulatory deductions to Common equity Tier 1	43.512.834	35.481.499
Common Equity Tier 1 capital (CET1)	219.144.866	192.616.392

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ADDITIONAL TIER 1 CAPITAL	Current Period	Prior Period
Preferred shares that are not included in Common Equity Tier 1 capital and related shares issue premiums	-	-
Eligible debt instruments and relevant share issue premiums that are approved by the BRSA	19.870.400	17.640.150
Eligible debt instruments and relevant share issue premiums that are approved by the BRSA (For the purposes of the Provisional Article 4 of the Regulation on Banks' Own Funds)	-	-
Third parties' share in the Additional Tier 1 capital	-	-
Third parties' share in the Additional Tier 1 capital (Temporary Article 3)	-	-
Additional Tier 1 capital before regulatory deductions	19.870.400	17.640.150
Additional Tier 1 capital: regulatory deductions		
Investments in own Additional Tier 1 instruments	-	-
Reciprocal cross-holdings in Additional Tier 1 instruments	-	-
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above 10% threshold)	-	-
Significant investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions)	-	-
National specific regulatory adjustments which shall be determined by the BRSA	-	-
Regulatory Adjustments which will be deducted from Tier 1 capital during the transition period		
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Net deferred tax asset/liability which is not deducted from Common Equity Tier 1 capital for the purposes of the sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Regulatory adjustments applied to Additional Tier 1 due to insufficient Tier 2 to cover deductions	-	-
Total regulatory adjustments to Additional Tier 1 capital	-	-
Total Additional Tier 1 capital	19.870.400	17.640.150
Total Tier 1 capital (Tier 1 capital = Common Equity Tier 1 capital + Additional Tier 1 capital)	239.015.266	210.256.542
TIER 2 CAPITAL		
Eligible debt instruments and relevant share issue premiums that are approved by the Agency	46.241.920	41.212.345
Eligible debt instruments and relevant share issue premiums that are approved by the Agency (For the purposes of the Provisional Article 4 of the Regulation on Banks' Own Funds)	-	-
Shares of Third Parties in Additional Tier I Capital	-	-
Shares of Third Parties in Additional Tier I Capital (Covered by Temporary Article 3)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	1.252.352	1.267.281
Tier 2 capital before regulatory adjustments	47.494.272	42.479.626
Tier 2 capital: regulatory adjustments		
Direct and indirect investments of the Bank on its own Tier 2 Capital (-)	-	-
Investments of the Bank to banks that invest on the Bank's Tier 2 and components of equity issued by financial institutions with the conditions declared in Article 8	-	-
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold) (-)	-	-
Significant investments in the capital banking, financial and insurance entities that are outside the scope of regulatory consolidation (net of eligible short positions) (-)	-	-
National specific regulatory adjustments which shall be determined by the BRSA	-	-
Total regulatory adjustments to Tier 2 capital	-	-
Total Tier 2 capital	47.494.272	42.479.626
Total Capital (The sum of Tier 1 capital and Tier 2 capital)	286.269.953	252.547.121
The Sum of Tier 1 Capital and Tier 2 Capital (Total Capital)		
Credits extended contrary to the provisions of Articles 50 and 51 of the Banking Law	33.365	24.375
Net Book Values of Movables and Immovables Exceeding the Limit Defined in the Article 57, Clause 1 of the Banking Law and the Assets Acquired against Overdue Receivables and Held for Sale but Retained more than Five Years ⁽¹⁾	-	-
National specific regulatory adjustments which shall be determined by the BRSA	206.220	164.672
Regulatory Adjustments which will be deducted from Total Capital during the transition period		
Investments in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions, where the bank does not own more than 10% of the issued common share capital of the entity (amount above the 10% threshold) which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Significant investments in the Additional Tier 1 capital and Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold) which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Significant investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, net of eligible short positions (amount above 10% threshold), mortgage servicing rights (amount above 10% threshold), deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability) which will not deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

OWN FUNDS	Current Period	Prior Period
Total Capital (The sum of Tier 1 capital and Tier 2 capital) ⁽²⁾	286.269.953	252.547.121
Total Risk Weighted Assets ⁽³⁾	1.946.350.218	1.458.076.711
CAPITAL ADEQUACY RATIOS		
Common Equity Tier 1 Capital Adequacy Ratio (%)	11,26	13,21
Tier 1 Capital Adequacy Ratio (%)	12,28	14,42
Capital Adequacy Ratio (%)	14,71	17,32
BUFFERS		
Institution specific buffer requirement of the Bank (a+b+c)	3,554	3,556
a)Capital conservation buffer requirement (%)	2,500	2,500
b)Bank's specific countercyclical buffer requirement (%)	0,054	0,056
c)Systemically important Bank buffer (%)	1,000	1,000
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 (%)	6,280	8,420
Amounts below the thresholds for deduction (before risk weighting)		
Non-significant investments in the capital of other financials	1.802.739	1.449.439
Significant investments in the common stock of financials	11.926.162	9.326.688
Mortgage servicing rights (net of related tax liability)	-	-
Deferred tax assets arising from temporary differences (net of related tax liability)	8.121.708	13.179.716
Applicable caps on the inclusion of provisions in Tier 2 capital		
General provisions for standard based receivables (before ten thousand twenty five limitation)	1.789.074	1.810.401
Up to 1,25% of total risk-weighted amount of general provisions for receivables where the standard approach used	1.252.352	1.267.281
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	-	-

- (1) According to the "Regulation Regarding to changes on Regulation on Banks' Shareholders' Equity" published in Official Gazette No.30121 on July 11, 2017, related article has been abolished.
- (2) In the calculation of Capital Adequacy Ratios, the negative valuation differences on securities acquired before January 1, 2024 classified under "securities at fair value through other comprehensive income" are not taken into consideration in the calculation of own funds according to BRSA numbered 10747 dated December 12, 2023.
- (3) In the calculation of credit risk, foreign exchange rate is the rate that used in the preparation of financial statements as of June 28, 2024, according to BRSA numbered 11038 dated December 19, 2024.

(Convenience translation of publicly announced consolidated interim financial statements and review report originally issued in Turkish)

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

1.2. Information on debt instruments included in the calculation of equity:

	1	2	3	4	5
Lender (1,2), Issuer (3,4,5)	Yapı ve Kredi Bankası A.Ş.	Yapı ve Kredi Bankası A.Ş.	Yapı ve Kredi Bankası A.Ş.	Yapı ve Kredi Bankası A.Ş.	Yapı ve Kredi Bankası A.Ş.
Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	XS2796491681 / US984848AS09	XS2741069996 / US984848AR26	XS2286436451 / US984848AN12	TRSYKKB62914	TRSYKKB62911
Governing law(s) of the instrument	English Law /Turkish Law	English Law /Turkish Law	English Law /Turkish Law	BRSA /CMB / Turkish Law	BRSA /CMB / Turkish Law
Regulatory treatment					
Transitional Basel III rules	No	No	No	No	No
Eligible at stand-alone / consolidated	Stand-alone –Consolidated	Stand-alone –Consolidated	Stand-alone –Consolidated	Stand-alone –Consolidated	Stand-alone –Consolidated
Instrument type (types to be specified by each jurisdiction)	Bond	Bond	Bond	Bond	Bond
Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	19.870	25.832	19.870	300	240
Par value of instrument	19.870	25.832	19.870	500	300
Accounting classification	Liability – Subordinated Loans- amortised cost	Liability – Subordinated Loans- amortised cost	Liability – Subordinated Loans- amortised cost	Liability – Subordinated Loans- amortised cost	Liability – Subordinated Loans- amortised cost
Original date of issuance	April 4, 2024	January 17, 2024	January 22, 2021	July 3, 2019	October 3, 2019
Perpetual or dated	Perpetual	Dated	Dated	Dated	Dated
Original maturity date	-	10 years	10 years	10 years	10 years
Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes	Yes
Optional call date, contingent call dates and redemption amount	In case of not calling within the period of April 4, 2029 - July 4, 2029, call option is available every six months following the coupon payment dates	5 years	5 years	After 5th year	After 5th year
Subsequent call dates, if applicable	-	-	-	After 5th year	After 5th year
Coupons / dividends					
Fixed or floating dividend/coupon	Fixed	Fixed	Fixed	Floating	Floating
Coupon rate and any related index	First 5 years 9,743% fixed, second 5 years U.S. five year treasury bond rate +549,90 basis points	First 5 years 9,25% fixed, second 5 years U.S. five year treasury bond rate +527,80 basis points	First 5 years 7,875% fixed, second 5 years U.S. five year treasury bond rate +741,50 basis points	TLREF index change +1,93%	TLREF index change + 1,30%
Existence of a dividend stopper	No interest accrue after the date of value decrease for the decreased amount	No interest accrue after the date of value decrease for the decreased amount	No interest accrue after the date of value decrease for the decreased amount	No interest accrue after the date of value decrease for the decreased amount	No interest accrue after the date of value decrease for the decreased amount
Fully discretionary, partially discretionary or mandatory	Discretionary	Mandatory	Mandatory	Mandatory	Mandatory
Existence of step up or other incentive to redeem	-	-	-	-	-
Noncumulative or cumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative
Convertible or non-convertible					
If convertible, conversion trigger(s)	-	-	-	-	-
If convertible, fully or partially	-	-	-	-	-
If convertible, conversion rate	-	-	-	-	-
If convertible, mandatory or optional conversion	-	-	-	-	-
If convertible, specify instrument type convertible into	-	-	-	-	-
If convertible, specify issuer of instrument it converts into	-	-	-	-	-
Write-down feature					
If write-down, write-down trigger(s)	In case of default/ Common Equity Tier 1 capital adequacy ratio of the bank falls below 5,125%	In case of default	In case of default	In case there is a possibility that the official authorization of the Bank is cancelled or the Bank shares are transferred to SDIF	In case there is a possibility that the official authorization of the Bank is cancelled or the Bank shares are transferred to SDIF
If write-down, full or partial	Partial and complete	Partial and complete	Partial and complete	Partial and complete	Partial and complete
If write-down, permanent or temporary	Temporary	Permanent	Permanent	Permanent	Permanent
If temporary write-down, description of write-up mechanism	In case of cancellation of default/ Common Equity Tier 1 capital adequacy ratio of the bank is higher than 5,125%	-	-	-	-
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	After the senior creditors, and the TIER 2	After the senior creditors, before the TIER 1 subdebt, same with TIER 2	After the senior creditors, before the TIER 1 subdebt, same with TIER 2	After the senior creditors, before the TIER 1 subdebt, same with TIER 2	After the senior creditors, before the TIER 1 subdebt, same with TIER 2
In compliance with article number 7 and 8 of “Own fund regulation”	No	No	No	No	No
Details of incompliances with article number 7 and 8 of “Own fund regulation”	-	-	-	-	-

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

- 1.3.** There are differences between the figures in the own funds and their corresponding amounts in the balance sheet. Within this context; gains that are related to cash flow hedge transactions are not considered in the own funds. The subordinated liabilities are considered after the adjustments made in accordance with the ninth paragraph of the eight article of the "Regulation Regarding Banks' Shareholders' Equity". In addition, the negative valuation differences on securities acquired before January 1, 2024 classified under "securities at fair value through other comprehensive income" are not taken into consideration in the calculation of own funds according to BRSA numbered 10747 dated December 12, 2023.

2. Explanations on Consolidated Risk Management:

Notes and explanations in this section have been prepared in accordance with the Communiqué on Disclosures about Risk Management to be announced to Public by Banks that have been published in Official Gazette no. 29511 on October 23, 2015 and became effective as of March 31, 2016.

2.1. General Information on Risk Management and Risk Weighted Amount

As of June 30, 2021, the Parent Bank has started to calculate its credit risk, which is subject to the regulatory capital adequacy ratio reporting, with the Internal Rating-Based (IRB) approach. Foundation IRB approach is used for the corporate exposure class and advanced IRB approach is used for the retail exposure class as determined by "Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks".

2.1.1 Overview of Risk Weighted Assets

	Risk Weighted Assets		Minimum Capital Requirements
	Current Period	Prior Period	Current Period
1 Credit risk (excluding counterparty credit risk) (CCR)	1.641.357.665	1.240.744.211	131.308.613
2 Of which standardised approach (SA)	237.751.007	195.455.322	19.020.080
3 Of which internal rating-based (IRB) approach	1.403.606.658	1.045.288.889	112.288.533
4 Counterparty credit risk	11.827.388	10.256.788	946.191
5 Of which standardised approach for counterparty credit risk (SA-CCR)	11.827.388	10.256.788	946.191
6 Of which internal model method (IMM)	-	-	-
7 Equity positions in banking book under market-based approach	-	-	-
8 Equity investments in funds - look-through approach	345.192	306.034	27.615
9 Equity investments in funds - mandate-based approach	-	-	-
10 Equity investments in funds - fall-back approach	-	-	-
11 Settlement risk	-	-	-
12 Securitisation exposures in banking book	-	-	-
13 Of which IRB ratings-based approach (RBA)	-	-	-
14 Of which IRB Supervisory Formula Approach (SFA)	-	-	-
15 Of which SA/simplified supervisory formula approach (SSFA)	-	-	-
16 Market risk	45.340.753	18.634.498	3.627.260
17 Of which standardised approach (SA)	45.340.753	18.634.498	3.627.260
18 Of which internal model approaches (IMM)	-	-	-
19 Operational risk	224.498.290	169.906.912	17.959.863
20 Of which Basic Indicator Approach	224.498.290	169.906.912	17.959.863
21 Of which Standardised Approach	-	-	-
22 Of which Advanced Measurement Approach	-	-	-
23 Amounts below the thresholds for deduction (subject to 250% risk weight)	22.980.930	18.228.268	1.838.474
24 Floor adjustment	-	-	-
25 TOTAL (1+4+7+8+9+10+11+12+16+19+23+24)	1.946.350.218	1.458.076.711	155.708.016

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

2.1.2 Credit quality of assets

According to the BRSA Regulation "Regulation on the procedures and principles for the determination of qualification of loans and other receivables by Banks and provision to be set aside" in the cases:

- For which recovery of principal or interest or both delays for more than ninety days from their terms or due dates or;
- Which have limited means for total recovery because debtors' equity or guarantees extended by them are found inadequate to cover payment of debts on respective terms and are likely to lead to losses in case any such problems observed are not solved or;
- For which debtors have suffered deterioration in their creditworthiness and credits have suffered weakness consequently or;
- For which it is believed that recovery by banks of principal or interest or both would delay for more than ninety days from their terms or due dates due to reasons such as problems encountered by debtors over operating capital financing or additional liquidity creation,

loans and receivables are classified as 'non performing loans' and are transferred to non performing loan accounts. Within the scope of the same regulation, these loans are set aside for the expected credit loss according to the internal models developed by the Bank.

In accordance with the regulation; in the event that failure to meet payment obligations towards banks stems from temporary liquidity difficulties related to the loans and other receivables as part of the principles of classification, loans and other receivables including any overdue interest may be restructured or subject to a new redemption plan for the purpose of providing debtors with liquidity capability and ensuring recovery of receivables by bank.

Current Period	Gross carrying values of as per TAS		Allowances/ impairments	Net values
	Defaulted exposures	Non-defaulted exposures		
1 Loans	54.066.667	1.621.628.655	57.604.639	1.618.090.683
2 Debt Securities	-	553.221.626	188.077	553.033.549
3 Off-balance sheet exposures	7.203.311	2.679.055.265	2.077.973	2.684.180.603
4 Total	61.269.978	4.853.905.546	59.870.689	4.855.304.835

Prior Period	Gross carrying values of as per TAS		Allowances/ impairments	Net values
	Defaulted exposures	Non-defaulted exposures		
1 Loans	40.998.850	1.327.868.458	48.721.495	1.320.145.813
2 Debt Securities	-	524.325.382	200.175	524.125.207
3 Off-balance sheet exposures	6.487.637	2.046.057.428	1.552.700	2.050.992.365
4 Total	47.486.487	3.898.251.268	50.474.370	3.895.263.385

2.1.3. Changes in stock of defaulted loans and debt securities:

	Current Period	Prior Period
1 Defaulted loans and debt securities at end of the previous reporting period	47.486.487	30.616.164
2 Loans and debt securities that have defaulted since the last reporting period	31.003.331	40.308.186
3 Returned to non-defaulted status (-)	43.602	5.929.621
4 Amounts written off (-)	4.524.396	5.684.099
5 Other changes	(12.651.842)	(11.824.143)
6 Defaulted loans and debt securities at end of the reporting period (1+2-3-4+5)	61.269.978	47.486.487

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

2.1.4. Credit risk mitigation techniques – overview:

Current Period	Exposures unsecured: carrying amount as per TAS	Exposures secured by collateral	Collateralized amount of exposures secured by collateral	Exposures secured by financial guarantees	Collateralized amount of exposures secured by financial guarantees	Exposures secured by credit derivatives	Collateralized amount of exposures secured by credit derivatives
Loans	1.500.427.019	117.663.664	95.185.421	2.191.959	1.833.332	-	-
Debt securities	553.033.549	-	-	-	-	-	-
Total	2.053.460.568	117.663.664	95.185.421	2.191.959	1.833.332	-	-
Of which defaulted	21.421.774	1.790.934	1.115.302	572.877	268.819	-	-

Prior Period	Exposures unsecured: carrying amount as per TAS	Exposures secured by collateral	Collateralized amount of exposures secured by collateral	Exposures secured by financial guarantees	Collateralized amount of exposures secured by financial guarantees	Exposures secured by credit derivatives	Collateralized amount of exposures secured by credit derivatives
Loans	1.220.533.394	99.612.419	79.079.909	1.507.124	1.255.959	-	-
Debt securities	524.125.207	-	-	-	-	-	-
Total	1.744.658.601	99.612.419	79.079.909	1.507.124	1.255.959	-	-
Of which defaulted	13.125.457	1.096.563	627.614	546.177	221.265	-	-

2.1.5. Standardised approach – Credit risk exposure and credit risk mitigation (CRM) effects:

Current Period	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
Asset classes	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
1 Exposures to central governments or central banks	896.074.428	335	898.176.580	4.932	676.381	0,08%
2 Exposures to regional governments or local authorities	3.870.814	995	3.870.814	497	1.935.656	50,00%
3 Exposures to public sector entities	4.022.759	1.119.596	4.022.734	303.931	4.326.665	100,00%
4 Exposures to multilateral development banks	2.322.011	808.471	2.322.011	640.439	-	-
5 Conditional and unconditional receivables from banks and brokerage houses	183.093.129	106.955.992	183.090.476	14.436.775	62.484.679	31,63%
6 Exposures to institutions	135.280.135	103.736.409	132.785.608	37.959.620	147.795.054	86,56%
7 Exposures to corporates	16.654.829	4.499.182	15.737.913	204.400	11.956.735	75,00%
8 Retail exposures	415.389	11.039	415.389	5.520	153.218	36,40%
9 Exposures secured by residential property	352.718	771.407	352.718	766.587	870.818	77,80%
10 Exposures secured by commercial real estate	540.231	-	435.751	-	308.441	70,78%
11 Past-due loans	607.172	2.862.248	442.369	40.827	659.170	136,42%
12 Higher-risk categories by the agency board	431.481	-	431.481	-	345.192	80,00%
13 Investments in equities	11.268.430	-	11.268.430	-	25.056.988	222,36%
14 Other assets	27.331.367	-	27.331.367	-	4.508.132	16,49%
Total	1.282.264.893	220.765.674	1.280.683.641	54.363.528	261.077.129	19,56%

Prior Period	Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
Asset classes	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density
1 Exposures to central governments or central banks	796.301.041	389.702	797.778.265	164.505	488.133	0,06%
2 Exposures to regional governments or local authorities	2.944.892	27.855	2.939.316	12.997	1.476.157	50,00%
3 Exposures to public sector entities	2.850.915	790.175	2.850.899	171.049	3.021.948	100,00%
4 Exposures to multilateral development banks	1.284.245	304.168	1.284.245	153.310	-	-
5 Conditional and unconditional receivables from banks and brokerage houses	144.715.077	70.412.322	144.665.091	13.523.423	54.774.775	34,63%
6 Exposures to institutions	109.818.911	79.224.688	106.896.663	26.677.130	118.448.658	88,68%
7 Exposures to corporates	12.935.473	3.679.910	12.483.774	165.202	9.486.732	75,00%
8 Retail exposures	117.468	15.984	117.468	7.992	44.522	35,49%
9 Exposures secured by residential property	158.915	848.714	158.915	449.357	367.838	60,47%
10 Exposures secured by commercial real estate	483.497	-	342.075	-	226.448	66,20%
11 Past-due loans	561.109	1.505.472	481.073	109.536	885.914	150,00%
12 Higher-risk categories by the agency board	307.745	-	307.745	-	306.034	99,44%
13 Investments in equities	9.165.600	-	9.165.600	-	20.102.560	219,33%
14 Other assets	26.339.291	-	26.339.291	-	4.359.905	16,55%
Total	1.107.984.179	157.198.990	1.105.810.420	41.434.501	213.989.624	18,65%

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

2.1.6. Standard Approach: Receivables by risk classes and risk weights:

Current Period												
Asset classes/ Risk weight												Total credit risk exposure amount (after CCF and CRM)
	0%	10%	20%	35%	50%	75%	100%	150%	200%	250%	1250%	
1 Exposures to central governments or central banks	896.744.613	-	140.227	-	1.296.672	-	-	-	-	-	-	898.181.512
2 Exposures to regional governments or local authorities	-	-	-	-	3.871.311	-	-	-	-	-	-	3.871.311
3 Exposures to public sector entities	-	-	-	-	-	-	4.326.665	-	-	-	-	4.326.665
4 Exposures to multilateral development banks	2.962.450	-	-	-	-	-	-	-	-	-	-	2.962.450
5 Conditional and unconditional receivables from banks and brokerage houses	-	-	125.371.480	-	69.490.775	-	2.664.996	-	-	-	-	197.527.251
6 Exposures to institutions	-	-	1.944.062	-	42.789.848	-	126.011.318	-	-	-	-	170.745.228
7 Exposures to corporates	-	-	-	-	-	15.942.313	-	-	-	-	-	15.942.313
8 Retail exposures	-	-	-	406.159	-	14.750	-	-	-	-	-	420.909
9 Exposures secured by residential property	-	-	-	-	496.974	-	622.331	-	-	-	-	1.119.305
10 Exposures secured by commercial real estate	-	-	-	-	254.620	-	181.131	-	-	-	-	435.751
11 Past-due loans	-	-	-	-	-	-	131.249	351.947	-	-	-	483.196
12 Higher-risk categories by the agency board	62.772	-	24.105	-	8.467	-	336.137	-	-	-	-	431.481
13 Investments in equities	-	-	-	-	-	-	2.076.058	-	-	9.192.372	-	11.268.430
14 Other assets	22.823.235	-	-	-	-	-	4.508.132	-	-	-	-	27.331.367
Total	922.593.070	-	127.479.874	406.159	118.208.667	15.957.063	140.858.017	351.947	-	9.192.372	-	1.335.047.169

Prior Period												
Asset classes/ Risk weight												Total credit risk exposure amount (after CCF and CRM)
	0%	10%	20%	35%	50%	75%	100%	150%	200%	250%	1250%	
1 Exposures to central governments or central banks	796.966.504	-	-	-	976.266	-	-	-	-	-	-	797.942.770
2 Exposures to regional governments or local authorities	-	-	-	-	2.952.313	-	-	-	-	-	-	2.952.313
3 Exposures to public sector entities	-	-	-	-	-	-	3.021.948	-	-	-	-	3.021.948
4 Exposures to multilateral development banks	1.437.555	-	-	-	-	-	-	-	-	-	-	1.437.555
5 Conditional and unconditional receivables from banks and brokerage houses	-	-	85.443.517	-	70.117.850	-	2.627.147	-	-	-	-	158.188.514
6 Exposures to institutions	-	-	267.940	-	29.821.566	-	103.484.287	-	-	-	-	133.573.793
7 Exposures to corporates	-	-	-	-	-	12.648.976	-	-	-	-	-	12.648.976
8 Retail exposures	-	-	-	123.932	-	1.528	-	-	-	-	-	125.460
9 Exposures secured by residential property	-	-	-	-	480.868	-	127.404	-	-	-	-	608.272
10 Exposures secured by commercial real estate	-	-	-	-	231.254	-	110.821	-	-	-	-	342.075
11 Past-due loans	-	-	-	-	-	-	-	590.609	-	-	-	590.609
12 Higher-risk categories by the agency board	1.264	-	240	-	510	-	305.731	-	-	-	-	307.745
13 Investments in equities	-	-	-	-	-	-	1.874.293	-	-	7.291.307	-	9.165.600
14 Other assets	21.979.386	-	-	-	-	-	4.359.905	-	-	-	-	26.339.291
Total	820.384.709	-	85.711.697	123.932	104.580.627	12.650.504	115.911.536	590.609	-	7.291.307	-	1.147.244.921

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

2.1.7. IRB Approach: Credit Risk Amounts by Portfolio and PD Ranges:

Current Period													
Foundation IRB	PD Range	On-balance sheet amount	Off-balance sheet amount	Average CCF	Exposures post-CCF and CRM	Average PD	Number of Customers	Average LGD	Average Maturity	Risk Weighted Assets	RWA Density	Expected Loss	Provisions
Exposures to corporates	0-0,15	120.770.144	360.916.897	51,00%	304.848.792	0,07%	33.253	44,21%	1,58	54.732.167	17,95%	96.743	145.444
	0,15-0,25	26.352.298	38.019.444	51,66%	45.991.415	0,20%	26.393	44,12%	1,55	16.985.080	36,93%	42.389	39.273
	0,25-0,5	49.147.228	86.501.815	47,83%	90.522.613	0,36%	8.913	42,65%	1,44	43.792.470	48,38%	147.443	86.444
	0,5-0,75	28.348.478	36.838.567	39,50%	42.900.823	0,62%	10.769	43,35%	1,39	27.607.676	64,35%	120.345	76.026
	0,75-2,5	131.427.818	104.972.888	43,09%	176.656.396	1,49%	18.446	42,18%	1,50	157.971.665	89,42%	1.183.599	1.242.992
	2,5-10	62.085.118	41.313.012	38,94%	78.173.965	5,08%	11.973	41,25%	1,44	102.794.466	131,49%	1.786.673	1.720.264
	10-100	27.225.338	5.492.257	42,51%	29.560.316	22,37%	1.926	42,15%	1,91	65.008.627	219,92%	2.975.599	1.864.097
	100 (default)	11.357.589	4.939.682	20,43%	12.366.899	100,00%	4.492	43,47%	2,50	-	-	5.376.132	5.959.037
Subtotal		456.714.011	678.994.562	47,76%	781.021.219	3,39%	112.428	43,13%	1,55	468.892.151	60,04%	11.728.923	11.133.577

Advanced IRB	PD Range	On-balance sheet amount	Off-balance sheet amount	Average CCF	Exposures post-CCF and CRM	Average PD	Number of Customers	Average LGD	Average Maturity	Risk Weighted Assets	RWA Density	Expected Loss	Provisions
Qualifying Revolving Retail Exposures	0-0,15	19.594.245	179.653.761	63,01%	132.796.812	0,10%	1.915.907	56,09%	-	4.614.169	3,47%	71.901	45.918
	0,15-0,25	26.086.739	234.102.856	61,65%	170.422.404	0,19%	2.237.522	55,93%	-	10.452.440	6,13%	183.587	104.606
	0,25-0,5	8.588.155	59.739.021	64,06%	46.858.943	0,33%	647.907	56,28%	-	4.449.649	9,50%	86.365	49.981
	0,5-0,75	25.342.464	126.893.729	62,77%	104.993.279	0,64%	1.353.854	56,12%	-	17.009.618	16,20%	379.860	170.906
	0,75-2,5	41.140.485	138.735.327	63,13%	128.721.456	1,45%	1.933.217	56,17%	-	38.225.900	29,70%	1.044.221	512.883
	2,5-10	60.152.556	55.347.051	61,52%	94.200.455	5,20%	2.208.579	55,52%	-	66.342.367	70,43%	2.711.540	1.543.337
	10-100	13.924.468	1.508.638	67,95%	14.949.591	30,99%	406.514	54,97%	-	26.013.268	174,01%	2.550.906	1.006.405
	100 (default)	778.309	150	59,10%	778.398	100,00%	26.540	64,51%	-	83.426	10,72%	495.851	62.411
Subtotal		195.607.421	795.980.533	62,58%	693.721.338	1,94%	10.621.051	55,99%	-	167.190.837	24,10%	7.524.231	3.496.447
Retail SME Exposures	0-0,15	17.385.701	85.015.833	52,83%	62.298.048	0,09%	186.837	53,30%	-	8.032.946	12,91%	30.470	47.392
	0,15-0,25	12.104.737	37.830.406	53,10%	32.194.500	0,20%	177.437	54,57%	-	7.420.887	23,26%	34.463	54.003
	0,25-0,5	19.105.846	40.030.655	48,80%	38.642.337	0,35%	143.580	53,70%	-	12.720.785	33,04%	72.074	50.439
	0,5-0,75	15.371.242	22.765.715	52,87%	27.406.758	0,63%	122.807	53,93%	-	12.580.098	46,68%	91.744	90.098
	0,75-2,5	48.734.785	45.654.804	48,92%	71.067.389	1,46%	249.036	52,26%	-	44.620.381	63,08%	537.872	284.754
	2,5-10	40.080.855	16.826.900	47,00%	47.990.209	5,12%	191.105	51,30%	-	38.581.975	80,40%	1.250.486	545.771
	10-100	18.378.220	3.743.529	35,59%	19.710.569	23,34%	61.335	49,55%	-	22.407.474	113,44%	2.284.160	730.570
	100 (default)	6.471.035	989.168	23,69%	6.705.408	100,00%	50.347	73,21%	-	1.152.791	16,76%	4.818.690	5.010.121
Subtotal		177.632.421	252.857.010	50,77%	306.015.218	4,99%	982.517	53,18%	-	147.517.337	48,32%	9.119.959	6.813.148
Other Retail Exposures	0-0,15	32.281.511	196.403.834	57,65%	145.499.967	0,10%	316.363	55,48%	-	20.500.814	14,21%	77.241	54.418
	0,15-0,25	50.000.806	206.347.499	59,63%	173.042.233	0,19%	449.269	56,08%	-	39.863.373	23,46%	183.510	115.658
	0,25-0,5	17.838.425	46.962.344	59,75%	45.900.011	0,33%	122.608	56,23%	-	15.027.489	33,37%	83.134	48.723
	0,5-0,75	61.731.115	101.017.843	59,53%	121.871.213	0,64%	396.735	57,11%	-	59.657.997	49,72%	438.082	221.312
	0,75-2,5	92.533.008	74.681.273	59,26%	136.785.575	1,51%	521.751	58,11%	-	96.841.541	71,37%	1.189.273	630.854
	2,5-10	84.811.804	20.005.256	59,47%	96.708.339	5,03%	588.870	59,03%	-	89.165.363	92,39%	2.858.802	1.497.795
	10-100	19.370.589	274.930	66,37%	19.553.048	30,77%	172.797	60,39%	-	31.923.207	163,75%	3.591.241	1.248.886
	100 (default)	31.955.504	13.833	32,28%	31.959.970	100,00%	254.295	73,32%	-	2.778.328	8,53%	23.213.005	18.508.799
Subtotal		390.522.762	645.706.812	58,97%	771.320.356	6,09%	2.818.073	57,71%	-	355.758.112	46,59%	31.634.288	22.326.445
Retail Total		763.762.604	1.694.544.355	59,44%	1.771.056.912	4,23%	13.116.188	55,89%	-	670.466.286	37,86%	48.278.478	32.636.040
Other Items	Subtotal	168.360.031	-	-	168.360.031	-	1	-	-	132.815.053	78,84%	-	-

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

IRB Approach: Credit Risk Amounts by Portfolio and PD Ranges:

Prior Period													
Foundation IRB	PD Range	On-balance sheet amount	Off-balance sheet amount	Average CCF	Exposures post-CCF and CRM	Average PD	Number of Customers	Average LGD	Average Maturity	Risk Weighted Assets	RWA Density	Expected Loss	Provisions
Exposures to corporates	0-0,15	117.107.414	287.309.991	52,81%	268.822.718	0,07%	32.453	43,81%	1,61	48.946.465	18,21%	86.799	90.484
	0,15-0,25	23.664.219	38.273.326	49,79%	42.719.601	0,20%	27.358	43,54%	1,40	14.932.201	34,95%	39.398	69.345
	0,25-0,5	38.956.705	51.298.628	47,90%	63.530.531	0,36%	9.267	42,78%	1,35	29.870.086	47,02%	102.859	218.105
	0,5-0,75	21.820.484	28.525.564	43,48%	34.223.053	0,62%	11.360	43,12%	1,39	21.770.669	63,61%	96.003	85.411
	0,75-2,5	101.645.380	70.832.065	47,15%	135.041.387	1,56%	18.835	42,15%	1,58	122.771.145	90,91%	949.584	1.149.449
	2,5-10	36.011.999	30.306.606	33,43%	46.144.847	5,03%	11.533	42,02%	1,43	60.741.314	131,63%	1.044.152	779.273
	10-100	15.872.947	2.263.979	46,41%	16.923.674	22,74%	1.786	42,89%	1,15	37.723.599	222,90%	1.731.591	1.478.565
	100 (default)	9.024.288	4.204.388	23,71%	10.021.104	100,00%	4.523	43,74%	2,50	-	-	7.218.386	5.423.050
Subtotal		364.103.436	513.014.547	49,38%	617.426.915	3,08%	113.310	43,12%	1,54	336.755.479	54,54%	11.268.772	9.293.682

Advanced IRB	PD Range	On-balance sheet amount	Off-balance sheet amount	Average CCF	Exposures post-CCF and CRM	Average PD	Number of Customers	Average LGD	Average Maturity	Risk Weighted Assets	RWA Density	Expected Loss	Provisions
Qualifying Revolving Retail Exposures	0-0,15	20.187.962	150.878.983	60,52%	111.493.146	0,10%	1.846.005	50,85%	-	3.510.553	3,15%	54.701	38.778
	0,15-0,25	26.446.519	206.577.278	60,29%	150.997.583	0,19%	2.217.561	50,91%	-	8.429.196	5,58%	148.051	91.252
	0,25-0,5	8.830.978	50.546.442	61,93%	40.132.257	0,33%	620.270	51,52%	-	3.495.130	8,71%	67.870	38.590
	0,5-0,75	26.193.955	115.915.956	61,61%	97.610.901	0,64%	1.365.978	51,52%	-	14.519.729	14,88%	324.262	142.222
	0,75-2,5	41.300.599	128.825.371	61,58%	120.625.344	1,46%	1.975.018	51,65%	-	33.181.820	27,51%	908.649	398.806
	2,5-10	60.732.593	55.248.141	60,24%	94.012.202	5,29%	2.199.938	50,77%	-	61.211.676	65,11%	2.517.972	1.135.148
	10-100	16.607.274	2.025.260	66,28%	17.949.527	31,15%	442.099	50,28%	-	28.639.189	159,55%	2.815.406	1.093.085
	100 (default)	958.193	225	56,61%	958.320	100,00%	34.028	65,93%	-	105.461	11,00%	623.896	108.227
Subtotal		201.258.073	710.017.656	60,92%	633.779.280	2,28%	10.653.635	51,15%	-	153.092.754	24,16%	7.460.807	3.046.108
Retail SME Exposures	0-0,15	15.147.096	72.130.720	51,94%	52.608.689	0,09%	173.088	51,05%	-	6.385.746	12,15%	24.097	28.392
	0,15-0,25	10.228.250	29.912.008	52,36%	25.890.774	0,20%	168.704	50,92%	-	5.595.062	21,86%	25.914	31.746
	0,25-0,5	16.681.393	34.292.133	48,54%	33.326.112	0,35%	140.665	52,37%	-	10.745.935	32,37%	60.854	32.581
	0,5-0,75	12.600.099	18.909.278	51,67%	22.369.848	0,63%	121.843	50,89%	-	9.676.169	44,00%	70.481	53.846
	0,75-2,5	42.637.183	39.507.384	48,44%	61.774.770	1,46%	244.614	50,58%	-	37.509.198	61,02%	451.313	183.571
	2,5-10	33.384.896	14.058.849	46,38%	39.905.717	5,14%	184.289	49,68%	-	31.127.280	77,97%	1.009.932	355.233
	10-100	14.571.863	2.905.696	39,05%	15.706.572	22,60%	58.890	48,73%	-	17.516.932	111,27%	1.725.548	489.076
	100 (default)	4.535.901	862.542	22,80%	4.732.592	100,00%	46.374	72,38%	-	835.547	17,13%	3.359.005	3.794.414
Subtotal		149.786.681	212.578.610	50,11%	256.315.074	4,54%	949.628	51,12%	-	119.391.869	46,70%	6.727.144	4.968.859
Other Retail Exposures	0-0,15	21.543.544	115.076.921	54,88%	84.696.111	0,10%	213.133	49,01%	-	10.524.842	12,55%	39.657	28.982
	0,15-0,25	33.291.262	109.555.318	56,49%	95.183.018	0,19%	319.867	50,49%	-	19.642.220	21,13%	90.428	59.369
	0,25-0,5	11.891.957	26.053.016	56,42%	26.591.473	0,33%	90.109	50,87%	-	7.880.629	30,19%	43.594	25.131
	0,5-0,75	43.080.439	56.298.969	56,65%	74.972.388	0,64%	340.537	52,78%	-	33.861.963	45,95%	248.614	117.094
	0,75-2,5	64.377.655	40.885.932	56,68%	87.552.547	1,53%	468.800	54,61%	-	58.406.512	67,33%	722.513	325.630
	2,5-10	66.850.104	12.447.193	58,00%	74.069.558	5,24%	581.867	56,38%	-	65.634.190	88,76%	2.181.812	941.868
	10-100	19.928.195	309.580	64,72%	20.128.560	31,06%	200.198	59,03%	-	32.260.149	160,78%	3.648.992	1.391.614
	100 (default)	23.278.516	15.746	47,72%	23.286.030	100,00%	237.090	72,09%	-	1.991.599	8,39%	16.628.826	14.932.639
Subtotal		284.241.672	360.642.675	56,08%	486.479.685	7,44%	2.451.154	53,66%	-	230.202.104	47,87%	23.604.436	17.822.327
Retail Total		635.286.426	1.283.238.941	57,77%	1.376.574.039	4,48%	12.628.863	51,71%	-	502.686.727	36,52%	37.792.387	25.837.294
Other Items	Subtotal	124.549.103	-	-	124.549.103	-	2	-	-	105.194.125	84,42%	-	-

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

2.1.8. IRB: The effect of credit derivatives used as CRM technique on RWA

Current Period		RWA – PRE	
		Credit Derivatives	Actual RWA
1	Exposures to central governments or central banks -Foundation IRB	-	-
2	Exposures to central governments or central banks -Advanced IRB	-	-
3	Exposures to banks and financial institutions - Foundation IRB	-	-
4	Exposures to banks and financial institutions - Advanced IRB	-	-
5	Exposures to corporates -Foundation IRB	472.228.549	472.228.549
6	Exposures to corporates - Advanced IRB	-	-
7	Specialised Lending - Foundation IRB	-	-
8	Specialised Lending - Advanced IRB	131.932.760	131.932.760
9	Retail exposures - Qualifying revolving	167.190.837	167.190.837
10	Retail exposures - secured by real estate	4.963.241	4.963.241
11	Retail exposures - SME	146.369.210	146.369.210
12	Retail Exposures - Other	351.944.158	351.944.158
13	Investments in equities - Foundation IRB	-	-
14	Investments in equities - Advanced IRB	-	-
15	Purchased Receivables - Foundation IRB	-	-
16	Purchased Receivables - Advanced IRB	-	-
17	Other Items - Advanced IRB	132.815.053	132.815.053
Total		1.407.443.808	1.407.443.808

Prior Period		RWA – PRE	
		Credit Derivatives	Actual RWA
1	Exposures to central governments or central banks -Foundation IRB	-	-
2	Exposures to central governments or central banks -Advanced IRB	-	-
3	Exposures to banks and financial institutions - Foundation IRB	-	-
4	Exposures to banks and financial institutions - Advanced IRB	-	-
5	Exposures to corporates -Foundation IRB	337.875.902	337.875.902
6	Exposures to corporates - Advanced IRB	-	-
7	Specialised Lending - Foundation IRB	-	-
8	Specialised Lending - Advanced IRB	101.082.350	101.082.350
9	Retail exposures - Qualifying revolving	153.092.754	153.092.754
10	Retail exposures - secured by real estate	3.851.927	3.851.927
11	Retail exposures - SME	118.336.072	118.336.072
12	Retail Exposures - Other	227.406.344	227.406.344
13	Investments in equities - Foundation IRB	-	-
14	Investments in equities - Advanced IRB	-	-
15	Purchased Receivables - Foundation IRB	-	-
16	Purchased Receivables - Advanced IRB	-	-
17	Other Items - Advanced IRB	105.194.125	105.194.125
Total		1.046.839.474	1.046.839.474

2.1.9. RWA Movement Table Under IRB Approach⁽¹⁾

	Current Period	Prior Period
1 Previous Period Closing Amount	1.045.288.889	849.958.363
2 Changes in Volume	229.685.742	334.808.972
3 Changes in Asset Quality	77.243.331	(44.867.320)
4 Model Updates	-	-
5 Policy and Regulatory Changes	51.388.696	(94.611.126)
6 Purchasing and Selling	-	-
7 FX Difference	-	-
8 Other	-	-
9 Current Period Closing Amount	1.403.606.658	1.045.288.889

(1) Counterparty credit risk is not included in the table.

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

2.1.10. IRB (Specialised lending and equity investments subject to the simple risk weight approach)

Specialised Lendings													
Current Period													
(Besides High-volatility Commercial Real Estates)													
Category	Remaining Maturity	On-balance sheet amount	Off-balance sheet amount	Counterparty credit risk	Risk Weight	Project Finance	Object Finance	Commodities Finance	Income Producing Real Estate	Total	RWA Amount		Expected Losses
											Credit Risk	Counter Party Credit Risk	
Strong	<2,5 year	-	-	-	50%	-	-	-	-	-	-	-	-
	≥2,5 year	29.140.264	2.589.334	360.251	70%	30.029.617	-	-	-	30.029.617	20.768.556	252.176	120.118
Good	<2,5 year	6.130.609	2.181.427	158.799	70%	6.752.123	156.836	-	-	6.908.959	4.725.112	111.159	27.636
	≥2,5 year	24.328.659	12.167.027	-	90%	31.070.467	356.593	-	337.734	31.764.794	28.588.315	-	254.118
Satisfactory		66.517.207	2.053.884	118.484	115%	44.339.216	2.698.813	-	20.040.280	67.078.309	77.003.798	136.257	1.878.193
Weak		138.955	-	-	250%	138.955	-	-	-	138.955	347.387	-	11.116
Default		1.987.038	167.463	-	-	1.688.141	-	-	333.116	2.021.257	-	-	1.010.629
Total		128.242.732	19.159.135	637.534		114.018.519	3.212.242	-	20.711.130	137.941.891	131.433.168	499.592	3.301.810

Specialised Lendings													
Prior Period													
(Besides High-volatility Commercial Real Estates)													
Category	Remaining Maturity	On-balance sheet amount	Off-balance sheet amount	Counterparty credit risk	Risk Weight	Project Finance	Object Finance	Commodities Finance	Income Producing Real Estate	Total	RWA Amount		Expected Losses
											Credit Risk	Counter Party Credit Risk	
Strong	<2,5 year	-	-	44.732	50%	44.732	-	-	-	44.732	-	22.366	-
	≥2,5 year	16.708.194	2.089.216	300.343	70%	17.435.444	-	-	-	17.435.444	11.994.571	210.240	69.742
Good	<2,5 year	4.584.675	2.128.042	172.246	70%	5.000.665	60.250	-	292.564	5.353.479	3.626.863	120.572	21.414
	≥2,5 year	26.694.100	8.697.115	15.574	90%	31.387.927	287.175	-	-	31.675.102	28.493.574	14.018	253.401
Satisfactory		48.781.026	1.743.152	54.432	115%	30.964.047	1.592.242	-	16.661.229	49.217.518	56.537.549	62.597	1.378.091
Weak		-	-	-	250%	-	-	-	-	-	-	-	-
Default		2.597.870	43.999	-	-	1.911.443	-	-	695.416	2.606.859	-	-	1.303.429
Total		99.365.865	14.701.524	587.327		86.744.258	1.939.667	-	17.649.209	106.333.134	100.652.557	429.793	3.026.077

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

2.1.11. Assessment of Counterparty Credit Risk according to the models of measurement:

Current Period	Revaluation cost	Potential credit risk exposure	Effective expected positive exposure	Alpha used for computing regulatory EAD	Exposure after credit risk mitigation	Risk weighted amounts
1 Standard Approach-CCR (for derivatives)	17.280.772	-	-	1,4	17.280.772	6.978.197
2 Internal Model Approach (for derivatives, Repo Transactions, Marketable Securities or Commodity lending or borrowing transactions, transactions with a long settlement time and Marketable Security transactions with credit)			-	-	-	-
3 Simplified Standardised Approach for Credit Risk Mitigation (Repo Transactions, Marketable Securities or Commodity lending or borrowing transactions, transactions with a long settlement time and Marketable Security transactions with credit)					-	-
4 Comprehensive Method for Credit Risk Mitigation (Repo Transactions, Marketable Securities or Commodity lending or borrowing transactions, transactions with a long settlement time and Marketable Security transactions with credit)					17.302.709	384.418
5 Value at Risk for Repo Transactions, Securities or Commodity lending or borrowing transactions					-	-
Total						7.362.615

Prior Period	Revaluation cost	Potential credit risk exposure	Effective expected positive exposure	Alpha used for computing regulatory EAD	Exposure after credit risk mitigation	Risk weighted amounts
1 Standard Approach-CCR (for derivatives)	12.313.438	-	-	1,4	12.313.438	5.435.000
2 Internal Model Approach (for derivatives, Repo Transactions, Marketable Securities or Commodity lending or borrowing transactions, transactions with a long settlement time and Marketable Security transactions with credit)			-	-	-	-
3 Simplified Standardised Approach for Credit Risk Mitigation (Repo Transactions, Marketable Securities or Commodity lending or borrowing transactions, transactions with a long settlement time and Marketable Security transactions with credit)					-	-
4 Comprehensive Method for Credit Risk Mitigation (Repo Transactions, Marketable Securities or Commodity lending or borrowing transactions, transactions with a long settlement time and Marketable Security transactions with credit)					6.372.190	1.275.024
5 Value at Risk for Repo Transactions, Securities or Commodity lending or borrowing transactions					-	-
Total						6.710.024

2.1.12. Credit valuation adjustment (CVA) capital charge:

	Current Period		Prior period	
	Exposure (After credit risk mitigation methods)	Risk Weighted Amounts	Exposure (After credit risk mitigation methods)	Risk Weighted Amounts
Total portfolio value with comprehensive approach				
CVA capital adequacy	-	-	-	-
1 (i) Value at risk component (3*multiplier included)	-	-	-	-
2 (ii) Stressed Value at Risk (3*multiplier included)	-	-	-	-
3 Total portfolio value with simplified approach CVA capital adequacy	17.280.772	3.481.403	12.313.438	2.504.925
Total amount of CVA capital adequacy	17.280.772	3.481.403	12.313.438	2.504.925

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

2.1.13. Standardised approach– CCR exposures by regulatory portfolio and risk weights:

Current Period											
Risk Weights/Risk Classes	0%	2%	4%	10%	20%	35%	50%	75%	100%	150%	Total credit risk ⁽¹⁾
1 Central governments and central banks receivables	15.395.060	-	-	-	-	-	-	-	-	-	15.395.060
2 Local governments and municipalities receivables	-	-	-	-	-	-	-	-	-	-	-
3 Administrative and non commercial receivables	-	-	-	-	-	-	-	-	-	-	-
4 Multilateral Development Bank receivables	-	-	-	-	-	-	-	-	-	-	-
5 Banks and Intermediary Institutions receivables	-	-	-	-	3.663.368	-	3.721.449	-	-	-	7.384.817
6 Corporate receivables	-	-	-	-	-	-	537.859	-	649.773	-	1.187.632
7 Retail receivables	-	-	-	-	-	-	-	17.818	-	-	17.818
8 Mortgage receivables	-	-	-	-	-	-	-	-	-	-	-
9 Non performing receivables	-	-	-	-	-	-	-	-	-	-	-
10 High risk defined receivables	-	-	-	-	-	-	-	-	-	-	-
11 Investments in equities	-	-	-	-	-	-	-	-	-	-	-
12 Other receivables	-	-	-	-	-	-	-	-	-	-	-
Total	15.395.060	-	-	-	3.663.368	-	4.259.308	17.818	649.773	-	23.985.327

Prior Period											
Risk Weights/Risk Classes	0%	2%	4%	10%	20%	35%	50%	75%	100%	150%	Total credit risk ⁽¹⁾
1 Central governments and central banks receivables	8.652	-	-	-	-	-	-	-	-	-	8.652
2 Local governments and municipalities receivables	-	-	-	-	-	-	-	-	-	-	-
3 Administrative and non commercial receivables	-	-	-	-	-	-	-	-	25	-	25
4 Multilateral Development Bank receivables	-	-	-	-	-	-	-	-	-	-	-
5 Banks and Intermediary Institutions receivables	-	-	-	-	9.744.258	-	5.476.128	-	-	-	15.220.386
6 Corporate receivables	-	-	-	-	-	-	76.559	-	430.463	-	507.022
7 Retail receivables	-	-	-	-	-	-	-	5.007	-	-	5.007
8 Mortgage receivables	-	-	-	-	-	-	-	-	-	-	-
9 Non performing receivables	-	-	-	-	-	-	-	-	-	-	-
10 High risk defined receivables	-	-	-	-	-	-	-	-	-	-	-
11 Investments in equities	-	-	-	-	-	-	-	-	-	-	-
12 Other receivables	-	-	-	-	-	-	-	-	-	-	-
Total	8.652	-	-	-	9.744.258	-	5.552.687	5.007	430.488	-	15.741.092

(1) Represents the risk amount after credit risk mitigation.

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2.1.14. Counterparty Credit Risk Amounts by Portfolio and PD Ranges

Current Period								
Foundation IRB	PD Range	Exposures post CRM	Average PD	Number of Customers	Average LGD	Average Maturity	Risk Weighted Assets	RWA Density
Exposures to corporates	0-0,15	7.674.946	0,09%	108	45,00%	1,02	1.346.140	17,54%
	0,15-0,25	370.558	0,21%	4	45,00%	1,00	120.089	32,41%
	0,25-0,5	283.347	0,36%	14	45,00%	1,00	129.509	45,71%
	0,5-0,75	153.323	0,62%	5	45,00%	1,00	95.191	62,09%
	0,75-2,5	949.463	1,25%	16	45,00%	1,29	828.902	87,30%
	2,5-10	518.579	5,72%	4	45,00%	1,80	815.988	157,35%
	10-100	286	12,36%	1	45,00%	1,00	579	202,75%
	100 (default)	-	-	-	-	-	-	-
	Subtotal	9.950.502	0,51%	152	45,00%	1,08	3.336.398	33,53%
Advanced IRB	PD Range	Exposures post CRM	Average PD	Number of Customers	Average LGD	Average Maturity	Risk Weighted Assets	RWA Density
Qualifying Revolving Retail Exposures	0-0,15	-	-	-	-	-	-	-
	0,15-0,25	-	-	-	-	-	-	-
	0,25-0,5	-	-	-	-	-	-	-
	0,5-0,75	-	-	-	-	-	-	-
	0,75-2,5	-	-	-	-	-	-	-
	2,5-10	-	-	-	-	-	-	-
	10-100	-	-	-	-	-	-	-
	100 (default)	-	-	-	-	-	-	-
	Subtotal	-	-	-	-	-	-	-
Retail SME Exposures	0-0,15	7.805	0,05%	5	47,65%	-	530	6,79%
	0,15-0,25	449	0,21%	1	50,48%	-	99	22,08%
	0,25-0,5	1.864	0,33%	2	48,01%	-	531	28,49%
	0,5-0,75	-	-	-	-	-	-	-
	0,75-2,5	-	-	-	-	-	-	-
	2,5-10	-	-	-	-	-	-	-
	10-100	-	-	-	-	-	-	-
	100 (default)	-	-	-	-	-	-	-
	Subtotal	10.118	0,11%	8	47,85%	-	1.160	11,46%
Other Retail Exposures	0-0,15	-	-	-	-	-	-	-
	0,15-0,25	-	-	-	-	-	-	-
	0,25-0,5	-	-	-	-	-	-	-
	0,5-0,75	-	-	-	-	-	-	-
	0,75-2,5	-	-	-	-	-	-	-
	2,5-10	-	-	-	-	-	-	-
	10-100	-	-	-	-	-	-	-
	100 (default)	-	-	-	-	-	-	-
	Subtotal	-	-	-	-	-	-	-
Total (All portfolios)		10.118	0,11%	8	47,85%	-	1.160	11,46%

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Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

Counterparty Credit Risk Amounts by Portfolio and PD Ranges

Prior Period								
Foundation IRB	PD Range	Exposures post CRM	Average PD	Number of Customers	Average LGD	Average Maturity	Risk Weighted Assets	RWA Density
Exposures to corporates	0-0,15	1.232.417	0,05%	86	45,00%	1,23	166.315	13,50%
	0,15-0,25	45.230	0,21%	5	45,00%	1,00	14.658	32,41%
	0,25-0,5	346.291	0,34%	15	45,00%	1,37	166.897	48,20%
	0,5-0,75	189.765	0,62%	3	45,00%	1,98	141.490	74,56%
	0,75-2,5	226.381	1,29%	9	45,00%	1,04	196.220	86,68%
	2,5-10	314.391	3,33%	3	45,00%	2,37	434.843	138,31%
	10-100	-	-	-	-	-	-	-
	100 (default)	-	-	-	-	-	-	-
	Subtotal	2.354.475	0,70%	121	45,00%	1,44	1.120.423	47,59%

Advanced IRB	PD Range	Exposures post CRM	Average PD	Number of Customers	Average LGD	Average Maturity	Risk Weighted Assets	RWA Density
Qualifying Revolving Retail Exposures	0-0,15	-	-	-	-	-	-	-
	0,15-0,25	-	-	-	-	-	-	-
	0,25-0,5	-	-	-	-	-	-	-
	0,5-0,75	-	-	-	-	-	-	-
	0,75-2,5	-	-	-	-	-	-	-
	2,5-10	-	-	-	-	-	-	-
	10-100	-	-	-	-	-	-	-
	100 (default)	-	-	-	-	-	-	-
	Subtotal	-	-	-	-	-	-	-
Retail-SME Exposures	0-0,15	2.536	0,11%	4	46,26%	-	311	12,26%
	0,15-0,25	-	-	-	-	-	-	-
	0,25-0,5	198	0,38%	1	45,83%	-	59	29,89%
	0,5-0,75	-	-	-	-	-	-	-
	0,75-2,5	-	-	-	-	-	-	-
	2,5-10	-	-	-	-	-	-	-
	10-100	-	-	-	-	-	-	-
	100 (default)	-	-	-	-	-	-	-
	Subtotal	2.734	0,13%	5	46,23%	-	370	13,54%
Other Retail Exposures	0-0,15	-	-	-	-	-	-	-
	0,15-0,25	-	-	-	-	-	-	-
	0,25-0,5	-	-	-	-	-	-	-
	0,5-0,75	-	-	-	-	-	-	-
	0,75-2,5	-	-	-	-	-	-	-
	2,5-10	-	-	-	-	-	-	-
	10-100	-	-	-	-	-	-	-
	100 (default)	-	-	-	-	-	-	-
	Subtotal	-	-	-	-	-	-	-
Total (All portfolios)		2.734	0,13%	5	46,23%	-	370	13,54%

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

2.1.15. Composition of collateral for CCR exposure

Current Period	Collaterals for Derivatives Transactions				Collaterals or Other Transactions	
	Collaterals Taken		Collaterals Given		Collaterals Taken	Collaterals Given
	Segregated	Unsegregated	Segregated	Unsegregated		
1 Cash-domestic currency	-	-	-	-	205.444.800	-
2 Cash-foreign currency	-	-	-	-	818.171	-
3 Domestic sovereign debts	-	-	-	-	-	248.730.647
4 Other sovereign debt	-	-	-	-	-	932.591
5 Government agency debt	-	-	-	-	-	-
6 Corporate debts	-	-	-	-	-	-
7 Equity securities	-	-	-	-	-	-
8 Other collateral	-	-	-	-	-	-
Total	-	-	-	-	206.262.971	249.663.238

Prior Period	Collaterals for Derivatives Transactions				Collaterals or Other Transactions	
	Collaterals Taken		Collaterals Given		Collaterals Taken	Collaterals Given
	Segregated	Unsegregated	Segregated	Unsegregated		
1 Cash-domestic currency	-	-	-	-	171.333.829	-
2 Cash-foreign currency	-	-	-	-	12.175.791	-
3 Domestic sovereign debts	-	-	-	-	-	205.093.339
4 Other sovereign debt	-	-	-	-	-	16.468.763
5 Government agency debt	-	-	-	-	-	-
6 Corporate debts	-	-	-	-	-	-
7 Equity securities	-	-	-	-	-	-
8 Other collateral	-	-	-	-	-	-
Total	-	-	-	-	183.509.620	221.562.102

2.1.16. Credit derivatives exposures

	Current Period		Prior Period	
	Protection Bought	Protection Sold	Protection Bought	Protection Sold
Nominal				
Single-name credit default swaps	-	-	-	-
Index credit default swaps	-	-	-	-
Total return swaps	-	62.298.340	-	74.908.138
Credit Options	-	-	-	-
Other Credit Derivatives	-	-	-	-
Total Nominal	-	62.298.340	-	74.908.138
Rediscount Amount	-	(2.037.214)	-	(340.032)
Positive Rediscount Amount (Assets)	-	1.087.871	-	2.589.576
Negative Rediscount Amount (Liabilities)	-	(3.125.085)	-	(2.929.608)

2.1.17. Market risk under standardised approach:

	Current Period	Prior Period
	Risk Weighted Asset	Risk Weighted Asset
Outright products	29.474.509	17.999.136
1 Interest rate risk (general and specific)	11.060.625	5.781.863
2 Equity risk (general and specific)	39.913	81.900
3 Foreign exchange risk	15.460.383	10.440.235
4 Commodity risk	2.913.588	1.695.138
Options	15.866.244	635.362
5 Simplified approach	-	-
6 Delta-plus method	15.866.244	635.362
7 Scenario approach	-	-
8 Securitisation	-	-
Total	45.340.753	18.634.498

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2.1.18. Exposures to central counterparties:

		Current Period		Prior Period	
		Exposure at default (post-CRM)	RWA	Exposure at default (post-CRM)	RWA
1	Exposure to Qualified Central Counterparties (QCCPs) (Total)		983.370		1.041.839
2	Exposures for trades at QCCPs (excluding initial margin and default fund contributions); of which	-	-	-	-
3	(i) OTC Derivatives	11.464.899	433.488	9.576.160	371.608
4	(ii) Exchange-traded Derivatives	-	-	-	-
5	(iii) Securities financing transactions	26.097.558	521.951	31.853.846	637.077
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	1.396.550	27.931	1.657.700	33.154
10	Unfunded default fund contributions	-	-	-	-
11	Exposures to non-QCCPs (Total)	-	-	-	-
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	-	-	-	-

3. Explanations on consolidated currency risk:

The difference between the Group's foreign currency denominated and foreign currency indexed on- and off-balance sheet assets and liabilities is defined as the "Net Foreign Currency Position" and it is the basis of currency risk. Cross currency risk is also taken into consideration for the currency risk calculations and measurements.

The Group keeps the amount of currency risk exposure within the related legal limits and follows the exchange position on a daily/regular basis. In addition, although the internal exchange position limit is lower when compared to the related legal limit, there has not been any limit exceeding during the period. As an instrument of currency risk management, derivatives such as swap and forwards are used to reduce risk whenever needed. In order to guard against extreme volatility during the year stress tests are applied. Value at risk method is used for the measurement of foreign exchange risk.

The details of hedging of the foreign currency debt instruments and net foreign currency investment risk with derivative instruments are disclosed in section four Note 8.

The Parent Bank's publicly announced foreign exchange bid rates as of the date of the financial statements and for the last five working days prior to that date are as follows:

(Exchange rates presented as full TL)	USD	EUR
Balance sheet evaluation rate:	39,7408	46,6074
First day current bid rate	39,7424	46,5526
Second day current bid rate	39,6989	46,4941
Third day current bid rate	39,6392	45,9946
Fourth day current bid rate	39,5502	45,8819
Fifth day current bid rate	39,6470	45,5260
Arithmetic average of the last 30 days:	39,3497	45,3051
Evaluation rate as of prior period:	35,2803	36,7362

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Information on currency risk of the Group:

Current Period	EUR	USD	Other FC⁽⁴⁾	Total
Assets				
Cash (Cash in hand, effectives, cash in transit, cheques purchased) and balances with the CBRT	86.096.279	132.652.096	49.752.107	268.500.482
Banks	26.025.115	56.018.108	1.043.185	83.086.408
Financial assets measured at fair value through profit or loss	3.498	2.018.438	-	2.021.936
Money markets receivables	-	-	-	-
Financial assets measured at fair value through other comprehensive income	399.760	37.173.616	1.336.291	38.909.667
Loans ⁽¹⁾	329.788.072	229.705.153	33.311.539	592.804.764
Investments in associates, subsidiaries and joint ventures	-	-	10.224.349	10.224.349
Financial assets measured at amortised cost	31.650.086	113.227.467	-	144.877.553
Hedging derivative financial assets	383.536	1.350.916	-	1.734.452
Tangible assets	88.974	-	447.692	536.666
Other assets ⁽²⁾	14.099.654	23.542.396	21.117.760	58.759.810
Total assets	488.534.974	595.688.190	117.232.923	1.201.456.087
Liabilities				
Bank deposits	4.658.675	1.599.658	331.787	6.590.120
Foreign currency deposits	261.904.103	274.101.046	182.099.899	718.105.048
Money markets payables	-	990.513	-	990.513
Funds borrowed from other financial institutions	119.168.658	173.492.276	987.244	293.648.178
Marketable securities issued	36.925.448	178.006.287	3.631.439	218.563.174
Miscellaneous payables	1.491.184	4.060.051	206.840	5.758.075
Hedging derivative financial liabilities	-	20.859	-	20.859
Other liabilities ⁽³⁾	8.239.635	143.935.604	547.567	152.722.806
Total liabilities	432.387.703	776.206.294	187.804.776	1.396.398.773
Net on balance sheet position	56.147.271	(180.518.104)	(70.571.853)	(194.942.686)
Net off balance sheet position⁽⁵⁾	(56.678.742)	185.406.840	83.421.920	212.150.018
Derivative financial assets	113.151.213	343.767.380	93.473.990	550.392.583
Derivative financial liabilities	169.829.955	158.360.540	10.052.070	338.242.565
Net position	(531.471)	4.888.736	12.850.067	17.207.332
Non-cash loans	151.360.029	173.819.814	24.441.345	349.621.188
Prior Period				
Total assets	363.114.784	510.545.467	74.006.484	947.666.735
Total liabilities	306.011.876	643.482.657	135.371.345	1.084.865.878
Net on balance sheet position	57.102.908	(132.937.190)	(61.364.861)	(137.199.143)
Net off balance sheet position⁽⁵⁾	(56.546.595)	129.307.823	71.191.937	143.953.165
Derivative financial assets	77.493.100	231.715.891	74.860.328	384.069.319
Derivative financial liabilities	134.039.695	102.408.068	3.668.391	240.116.154
Net position	556.313	(3.629.367)	9.827.076	6.754.022
Non-cash loans	110.884.130	138.345.494	20.011.773	269.241.397

(1) Includes FX indexed loans amounting to TL 68.831 (December 31, 2024 - TL 78.252) which have been disclosed as TL in the financial statements.

(2) Does not include foreign currency prepaid expenses amounting to TL 3.459.789 (December 31, 2024 - TL 2.770.340) and intangible assets amounting to TL 433.772 (December 31, 2024 - TL 233.175).

(3) Does not include provisions for employee benefits and foreign currency other comprehensive income / expense under equity.

(4) Other FC column also includes gold balance.

(5) Forward transactions classified as commitments are also included.

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4. Explanations on consolidated interest rate risk:

The monitoring of interest rate sensitive assets and liabilities of the Parent Bank, including sensitivity analysis regarding the effect of interest rate fluctuations on the financial statements, is performed by the risk management department for all interest sensitive instruments over carrying values. The results are presented monthly to the Asset and Liability Management function of the Executive Committee. By using sensitivity and scenario analyses, the possible effects by interest rate volatility are analyzed. In these analyses possible losses are calculated for the change in fair value of interest sensitive products by applying shock tests to interest rates.

Sensitivity analyses are also calculated daily within Market Risk reporting on the basis of maturity and foreign exchange types and reported to Senior Management by checking them against the determined limits.

The Parent Bank utilizes TL/FC and TL/TL interest rate and money swap transactions in order to limit the interest and foreign currency risk arising from short-term deposit and long-term consumer loans within the balance sheet.

4.1. Interest rate sensitivity of assets, liabilities and off-balance sheet items based on repricing dates:

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-interest bearing	Total
Assets⁽¹⁾							
Cash (cash in hand, effectives, cash in transit, cheques purchased) and balances with the CBRT	139.428.170	-	-	-	-	344.532.366	483.960.536
Banks	15.299.483	5.333.828	14.571.443	4.632.776	-	55.628.497	95.466.027
Financial assets measured at fair value through profit or loss	1.078.476	-	5.457	50.444	208.871	2.193.332	3.536.580
Money markets receivables	-	-	-	-	-	-	-
Financial assets measured at fair value through other comprehensive income	19.220.364	42.710.188	8.695.883	35.891.521	58.378.900	309.571	165.206.427
Loans ⁽²⁾	508.158.868	166.751.039	542.901.229	345.091.792	58.725.727	(3.537.972)	1.618.090.683
Financial assets measured at amortised cost	145.546.194	15.520.092	23.858.640	121.071.634	78.794.255	(137.182)	384.653.633
Other assets	1.913.609	4.272.057	11.696.553	5.594.713	2.172.430	256.093.514	281.742.876
Total assets	830.645.164	234.587.204	601.729.205	512.332.880	198.280.183	655.082.126	3.032.656.762
Liabilities							
Bank deposits	2.943.201	1.690.336	8.183.915	556.466	-	7.728.176	21.102.094
Other deposits	696.763.006	118.218.058	40.478.010	14.782.922	1.288.491	763.610.614	1.635.141.101
Money markets payables	219.469.424	1.577.894	647.397	-	-	-	221.694.715
Miscellaneous payables	-	-	-	-	-	135.320.438	135.320.438
Marketable securities issued	7.475.632	57.710.419	82.769.883	81.145.723	-	-	229.101.657
Funds borrowed from other financial institutions	44.227.869	145.211.811	111.287.601	15.452.962	1.625.302	-	317.805.545
Other liabilities ⁽³⁾	11.100.556	67.011.811	25.061.492	25.516.082	31.455.184	312.346.087	472.491.212
Total liabilities	981.979.688	391.420.329	268.428.298	137.454.155	34.368.977	1.219.005.315	3.032.656.762
Balance sheet long position	-	-	333.300.907	374.878.725	163.911.206	-	872.090.838
Balance sheet short position	(151.334.524)	(156.833.125)	-	-	-	(563.923.189)	(872.090.838)
Off-balance sheet long position	2.740.419	-	44.176.650	-	-	-	46.917.069
Off-balance sheet short position	-	(61.499.780)	-	(5.141.188)	(4.613.789)	-	(71.254.757)
Total position	(148.594.105)	(218.332.905)	377.477.557	369.737.537	159.297.417	(563.923.189)	(24.337.688)

Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-interest bearing	Total
Assets⁽¹⁾							
Cash (cash in vault, effectives, cash in transit, cheques purchased) and balances with the CBRT	146.735.078	-	-	-	-	268.646.273	415.381.351
Banks	8.070.244	6.958.426	15.124.610	2.355.195	-	31.037.407	63.545.882
Financial assets measured at fair value through profit or loss	890.310	16.032	1.716	48.096	227.104	1.720.104	2.903.362
Money markets receivables	-	-	-	-	-	-	-
Financial assets measured at fair value through other comprehensive income	18.037.277	28.586.084	17.618.319	21.130.495	48.084.455	232.882	133.689.512
Loans ⁽²⁾	437.667.078	141.992.392	434.873.369	262.266.128	51.069.491	(7.722.645)	1.320.145.813
Financial assets measured at amortised cost	155.877.466	19.639.592	24.674.553	94.054.356	93.679.410	(156.523)	387.768.854
Other assets	1.793.159	3.538.945	9.713.164	5.701.841	3.498.267	206.200.634	230.446.010
Total assets	769.070.612	200.731.471	502.005.731	385.556.111	196.558.727	499.958.132	2.553.880.784
Liabilities							
Bank deposits	10.758.819	4.674.741	9.412.120	437.593	-	1.284.464	26.567.737
Other deposits	552.111.792	149.781.199	36.502.262	12.040.656	819.807	596.433.950	1.347.689.666
Money markets payables	195.188.819	511.906	309.870	-	-	-	196.010.595
Miscellaneous payables	-	-	-	-	-	114.319.178	114.319.178
Marketable securities issued	11.604.386	37.401.316	48.537.963	53.626.053	-	-	151.169.718
Funds borrowed from other financial institutions	85.701.782	133.167.178	65.775.629	11.667.296	1.018.516	-	297.330.401
Other liabilities ⁽³⁾	5.008.495	82.805.988	4.816.593	40.644.897	27.931.102	259.586.414	420.793.489
Total liabilities	860.374.093	408.342.328	165.354.437	118.416.495	29.769.425	971.624.006	2.553.880.784
Balance sheet long position	-	-	336.651.294	267.139.616	166.789.302	-	770.580.212
Balance sheet short position	(91.303.481)	(207.610.857)	-	-	-	(471.665.874)	(770.580.212)
Off-balance sheet long position	-	-	12.732.735	-	-	-	12.732.735
Off-balance sheet short position	(19.443.100)	(4.469.149)	-	(40.130)	(3.422.888)	-	(27.375.267)
Total position	(110.746.581)	(212.080.006)	349.384.029	267.099.486	163.366.414	(471.665.874)	(14.642.532)

(1) Expected credit losses are presented in the "Non-interest bearing" column of the relevant financial item.

(2) Non-performing loans are presented in the "Non-interest bearing" column after being offset by expected credit losses.

(3) Shareholders' equity is presented under the "Non-interest bearing".

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4.2. Average interest rates for monetary financial instruments:

The following average interest rates of the Group are calculated by weighting the rates with their principal amounts outstanding as of the balance sheet date.

Current Period	EUR	USD	Yen	TL
	%	%	%	%
Assets				
Cash (cash in vault, effectives, cash in transit, cheques purchased) and balances with the CBRT ⁽¹⁾	-	-	-	39,53
Banks	3,75	3,74	-	47,48
Financial assets measured at fair value through profit or loss	4,03	5,02	-	-
Money markets receivables	-	-	-	-
Financial assets measured at fair value through other comprehensive income	4,20	6,64	-	34,88
Loans	6,63	8,33	-	50,25
Financial assets measured at amortised cost	3,17	6,40	-	28,73
Liabilities				
Bank deposits ⁽²⁾	0,27	3,50	-	28,91
Other deposits ⁽²⁾	0,90	1,32	-	29,99
Money markets payables	-	5,00	-	40,19
Miscellaneous payables	-	-	-	-
Marketable securities issued	4,22	7,13	-	44,84
Funds borrowed from other financial institutions	3,89	5,76	-	46,54

Prior Period	EUR	USD	Yen	TL
	%	%	%	%
Assets				
Cash (cash in vault, effectives, cash in transit, cheques purchased) and balances with the CBRT ⁽¹⁾	-	-	-	34,79
Banks	3,60	2,36	-	48,26
Financial assets measured at fair value through profit or loss	3,65	5,12	-	-
Money markets receivables	-	-	-	-
Financial assets measured at fair value through other comprehensive income	4,68	6,24	-	36,24
Loans	6,69	8,23	-	49,44
Financial assets measured at amortised cost	3,56	6,48	-	34,85
Liabilities				
Bank deposits ⁽²⁾	0,25	2,99	-	45,26
Other deposits ⁽²⁾	0,90	1,16	-	32,62
Money markets payables	3,55	3,63	-	41,81
Miscellaneous payables	-	-	-	-
Marketable securities issued	4,53	7,04	-	50,16
Funds borrowed from other financial institutions	5,05	6,45	-	44,92

(1) In accordance with the CBRT's article dated February 5, 2024 and numbered 198, interest rates were taken into account that applied to some of the required reserves established in TL, in accordance with the conditions specified in the instruction.

(2) Demand deposit balances are included in average interest rate calculation.

5. Explanations on share certificates position risk from banking book:

None.

6. Explanations on consolidated liquidity risk management, liquidity coverage ratio and net stable funding ratio:

Liquidity risk is defined as risk of unexpected loss to be occurred or Group to have difficulties in raising funds while meeting maturing liabilities. Liquidity management is daily monitored in the Bank under Treasury Management and Risk Management. The liquidity policy of the Group is approved by the Bank's Board of Directors. Treasury Management is responsible for carrying out transactions which are appropriate to Bank's policy, monitoring of liquidity position and submitting necessary reports to executives. Treasury management contributes to determine strategies and operating actions for the management of the liquidity position in addition to prepare funding plan and contingency funding plan of the Bank. Liquidity risk is evaluated with liquidity gap analysis, liquidity stress tests and supplementary precautions/measurements. Liquidity Gap analysis are performed for two different periods as short-term and long-term. Going concern scenario and structural positions are reported monthly. This reporting constitutes the basis of monitoring and management of liquidity position.

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The Parent Bank does not function as a central funding institution in its relations with its subsidiaries. Intra-group liquidity management and funding strategies are limited with related legal boundaries and monitored regularly via various reports. Intraday liquidity is also monitored closely by the bank in its best effort.

The Parent Bank issues an annual funding plan in order to sustain funding in a consistent and balanced way. Funding plan have to be updated at least annually and approved by the Executive Committee since it is complied with budgeting process and risk appetite frameworks. The primary purpose of the funding plan is to provide a reliable balance between assets and liabilities.

Both short-term liquidity and medium/long-term (structural) liquidity measurement and reporting for all types of currencies are periodically made in Bank and its subsidiaries. There are limits which are predetermined and approved by the Board of Directors on the basis of all major currencies for each period.

The Parent Bank mainly uses derivative transactions as managing liquidity risk and monitors cash inflow and outflow periods in the framework of funding plan balancing the distribution among currencies.

The Parent Bank aims to reduce the risks to the lowest level if required via measuring possible risks in liquidity with stress tests. Stress tests make it possible for the Bank to reinterpret analysis of its liquidity position according to scenarios depending on possible cases and tail risks except for crisis situations. Liquidity Stress Test methodology makes a similar approach with Liquidity Coverage Ratio ("LCR") template and hence allows the overview of the results in line with Basel approaches. The Parent Bank applies and reports liquidity stress tests consisting of different scenarios and maturity segments both on unconsolidated and consolidated level and the results are compared with both liquidity stress tests and other liquidity limit and trigger levels set, with different frequencies (weekly, monthly etc.) according to the scenarios.

"Liquidity Contingency Plan" is applied if the Parent Bank needs more liquidity than its daily liquidity need because of possible financial events in future. Duties and responsibilities are defined in detail in the aforementioned plan. Both the liquidity policy and liquidity contingency policy are in line with BRSA best practice documents on liquidity risk management. The abovementioned policies and the thresholds (limits etc.) covered within liquidity risk management framework are updated and approved at least annually.

Funding sources of the Group mainly consist of deposits which constitute 55% of total liabilities of the Bank (December 31, 2024 – 54%) and also include repo, secured loans, syndication, securitization, bond/security issuance and other instruments including subordinated loans and borrowings.

The Parent Bank calculates and reports the LCR in full compliance with the regulations. LCR is a metric measuring the adequacy of unencumbered free liquid assets owned by banks (called high quality liquid assets) to meet expected net cash outflows over the next 30 days. The metric is an important Basel regulation that measures short-term liquidity and is closely monitored in the Bank. In addition to LCR, the Bank has also measures the Net Stable Funding Rate (NSFR), which is considered another complementary element and provides another important medium / long-term liquidity risk measurement. In accordance with the Regulation on Calculation of Banks' Net Stable Funding Ratio, published in the Official Gazette dated May 26, 2023 and numbered 32202, the relevant metric has started to be followed up within the framework of legal regulations. These two metrics are also included within the Risk Appetite Indicators and closely monitored at the Bank.

High quality liquid assets mentioned in LCR calculation consist of cash, effective money, CBRT accounts and reserves and government bonds issued by Ministry of Treasury and Finance of the Republic of Türkiye treated as high quality liquid assets.

Cash outflows from derivative transactions in LCR calculation are based on inclusion of net cash flows with maturity of 30 days in the calculation. Additionally, transactions having a margin possibility are included in LCR calculation by taking the largest outflow amount according to the negative values of net margin flows realized in the last 24 months in respect of 30 days period or for liability into consideration as cash outflow.

Secured funding consists of repo and other secured borrowings. A large part of securities which are subject to the aforementioned funding transactions consist of Sovereign Bonds issued by Ministry of Treasury and Finance of the Republic of Türkiye and transactions are carried out in both CBRT market and interbank market.

The Parent Bank manages all the transactions made before its foreign branches and partnership in the framework of central bank, markets and related legislation of the country in which the institutions are located. Legal lending limits and high limit transactions are closely monitored in this framework.

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All cash inflow and outflow items related to liquidity profile of the Bank are included in LCR tables below for the last three months.

Current Period	Unweighted Amounts ⁽¹⁾		Weighted Amounts ⁽¹⁾	
	TL+FC	FC	TL+FC	FC
High Quality Liquid Assets				
High Quality Liquid Assets			608.824.213	300.641.223
Cash Outflows				
Retail and Small Business Customers Deposits	1.032.574.347	396.380.863	87.228.952	39.031.098
Stable deposits	320.569.656	12.139.762	16.028.483	606.988
Less stable deposits	712.004.691	384.241.101	71.200.469	38.424.110
Unsecured Funding other than Retail and Small Business Customers Deposits	626.667.017	269.825.743	392.402.487	163.117.379
Operational deposits	-	-	-	-
Non-Operational deposits	436.856.158	222.993.726	229.846.048	116.285.362
Other Unsecured funding	189.810.859	46.832.017	162.556.439	46.832.017
Secured funding			2.562.748	-
Other Cash Outflows	3.875.205	5.187.555	3.875.205	5.187.555
Liquidity needs related to derivatives and market valuation changes on derivatives transactions	3.875.205	5.187.555	3.875.205	5.187.555
Debts related to the structured financial products	-	-	-	-
Commitment related to debts to financial markets and other off balance sheet liabilities	-	-	-	-
Commitments that are unconditionally revocable at any time by the Bank and other contractual commitments	653.112.747	298.126.162	32.655.637	14.906.308
Other irrevocable or conditionally revocable commitments	1.796.480.490	125.498.427	124.228.877	31.552.936
Total Cash Outflows			642.953.906	253.795.276
Cash Inflows				
Secured Lending Transactions	-	-	-	-
Unsecured Lending Transactions	269.377.039	103.471.864	184.471.026	89.351.388
Other contractual cash inflows	4.317.391	54.145.512	4.317.391	54.145.512
Total Cash Inflows	273.694.430	157.617.376	188.788.417	143.496.900
Total High Quality Liquid Assets			608.824.213	300.641.223
Total Net Cash Outflows			454.165.489	110.298.376
Liquidity Coverage Ratio (%)			134,05	272,57

(1) Simple arithmetic averages of monthly consolidated liquidity coverage ratios for the last three months are used.

Foreign currency and total liquidity coverage ratios for the last three months of current period are presented in the table below.

Current Period	TL+FC (%)	FC (%)
April 2025	149,40	409,89
May 2025	128,22	225,38
June 2025	129,31	278,34

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

Prior Period	Unweighted Amounts ⁽¹⁾		Weighted Amounts ⁽¹⁾	
	TL+FC	FC	TL+FC	FC
High Quality Liquid Assets				
High Quality Liquid Assets			480.626.520	217.794.298
Cash Outflows				
Retail and Small Business Customers Deposits	879.738.869	323.267.253	77.442.272	31.846.705
Stable deposits	210.632.311	9.600.404	10.531.616	480.020
Less stable deposits	669.106.558	313.666.849	66.910.656	31.366.685
Unsecured Funding other than Retail and Small Business Customers Deposits	502.795.063	194.419.196	296.660.503	108.388.122
Operational deposits	-	-	-	-
Non-Operational deposits	348.043.952	151.402.291	164.354.764	65.371.217
Other Unsecured funding	154.751.111	43.016.905	132.305.739	43.016.905
Secured funding			2.652.388	-
Other Cash Outflows	2.656.236	3.481.738	2.656.236	3.481.738
Liquidity needs related to derivatives and market valuation changes on derivatives transactions	2.656.236	3.481.738	2.656.236	3.481.738
Debts related to the structured financial products	-	-	-	-
Commitment related to debts to financial markets and other off balance sheet liabilities	-	-	-	-
Commitments that are unconditionally revocable at any time by the Bank and other contractual commitments	541.055.991	253.067.717	27.052.800	12.653.386
Other irrevocable or conditionally revocable commitments	1.451.888.252	91.296.553	103.575.707	22.496.322
Total Cash Outflows			510.039.906	178.866.273
Cash Inflows				
Secured Lending Transactions	-	-	-	-
Unsecured Lending Transactions	206.676.452	57.232.763	132.056.484	47.150.249
Other contractual cash inflows	1.921.671	35.142.515	1.921.671	35.142.515
Total Cash Inflows	208.598.123	92.375.278	133.978.155	82.292.764
Total High Quality Liquid Assets			480.626.520	217.794.298
Total Net Cash Outflows			376.061.751	96.573.509
Liquidity Coverage Ratio (%)			127,81	225,52

(1) Simple arithmetic averages of monthly consolidated liquidity coverage ratios for the last three months are used.

Foreign currency and total liquidity coverage ratios for the last three months of prior period are presented in the table below.

Prior Period	TL+FC (%)	FC (%)
October 2024	127,86	207,86
November 2024	124,67	210,11
December 2024	131,39	285,28

With the framework of the regulation, NSFR is closely monitored and reported on monthly and three-month average basis. NSFR is defined as the amount of available stable funding relative to the amount of required stable funding. In addition to the Group's capital available stable funding mainly consists of retail and corporate deposits and other borrowings which are taken into account at different rates in accordance with the regulation. Required stable funding is calculated by the amount of receivables categorized by the counterparty type, residual maturity and encumbrance status. Within this framework, the required stable fund amount refers to the portion of the Group's on-balance sheet assets and off-balance sheet liabilities that expected to be refunded. In accordance with the regulation, the three-month simple arithmetic average of the calculated NSFR for the periods of March, June, September and December cannot be less than 100%.

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Three-month simple arithmetic mean as of most recent quarter is 121,40%. The ratio and main items constituting the Group's NSFR as of most recent period shown in the table below.

Compared to current and prior period NSFR, the change is primarily due to changes in the amount and maturity structure of loans and deposits.

		Unweighted Amount According to Residual Maturity				Total Weighted Amount
		Non Maturity	Residual maturity of less than 6 months	Residual maturity of six months and longer but less	Residual maturity of one year or more	
Current period						
Available stable funding						
1	Capital Instruments	263.910.052	-	-	66.372.320	330.282.372
2	Tier 1 Capital and Tier 2 Capital	263.910.052	-	-	66.372.320	330.282.372
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	546.418.668	521.547.758	16.603.957	13.346.979	1.004.757.174
5	Stable Deposits	177.868.842	154.762.109	-	-	315.999.404
6	Less Stable Deposits	368.549.826	366.785.649	16.603.957	13.346.979	688.757.770
7	Other Obligations	114.380.666	1.066.579.028	205.424.372	240.733.071	585.142.869
8	Operational deposits	-	-	-	-	-
9	Other obligations	114.380.666	1.066.579.028	205.424.372	240.733.071	585.142.869
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	-		(16.838.340)		-
12	Derivative liabilities			(16.950.686)		
13	All other liabilities not included in the above categories	-	112.346	-	-	-
14	Available stable funding					1.920.182.415
Required stable funding						
15	High Quality Liquid Assets					87.175.905
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	-	1.070.779.255	269.346.513	415.231.211	975.681.499
18	Encumbered loans to financial institutions, where the loan is secured against Level 1 assets	-	-	-	-	-
19	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	-	123.920.176	13.619.192	6.118.924	31.516.547
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	-	943.885.777	254.239.098	397.013.896	935.242.326
21	Loans with a risk weight of less than or equal to 35%	-	-	-	2.437.985	1.584.690
22	Residential mortgages	-	807.120	773.608	6.805.035	4.423.273
23	Residential mortgages with a risk weight of less than or equal to 35%	-	807.120	773.608	6.805.035	4.423.273
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	-	2.166.182	714.615	5.293.356	4.499.353
25	Assets equivalent to interconnected liabilities					
26	Other Assets	368.847.888		30.220.917		395.926.647
27	Physical traded commodities, including gold	20.947.718				17.805.560
28	Initial margin posted or given guarantee fund to central counterparty				-	-
29	Derivative Assets			28.651.614		28.651.614
30	Derivative Liabilities before the deduction of the variation margin			1.569.303		1.569.303
31	Other Assets not included above	347.900.170	-	-	-	347.900.170
32	Off-balance sheet commitments		2.578.359.157	-	-	128.917.957
33	Total Required stable funding					1.587.702.008
34	Net Stable Funding Ratio (%)					120,9

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Three-month simple arithmetic mean as of most recent quarter is 117,30%. The ratio and main items constituting the Group's NSFR as of previous period shown in the table below.

		Unweighted Amount According to Residual Maturity				Total Weighted Amount
		Non Maturity	Residual maturity of less than 6 months	Residual maturity of six months and longer but less	Residual maturity of one year or more	
Prior period						
Available stable funding						
1	Capital Instruments	229.365.172	-	-	59.012.495	288.377.667
2	Tier 1 Capital and Tier 2 Capital	229.365.172	-	-	59.012.495	288.377.667
3	Other Capital Instruments	-	-	-	-	-
4	Real-person and Retail Customer Deposits	422.220.211	464.696.409	13.605.963	11.992.097	833.126.709
5	Stable Deposits	118.650.771	118.619.348	-	-	225.406.613
6	Less Stable Deposits	303.569.440	346.077.061	13.605.963	11.992.097	607.720.096
7	Other Obligations	89.876.878	1.003.005.997	110.791.874	171.625.129	450.665.751
8	Operational deposits	-	-	-	-	-
9	Other obligations	89.876.878	1.003.005.997	110.791.874	171.625.129	450.665.751
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	-	(26.401.019)			-
12	Derivative liabilities		(26.642.791)			
13	All other liabilities not included in the above categories	-	241.772	-	-	-
14	Available stable funding					1.572.170.127
Required stable funding						
15	High Quality Liquid Assets					163.264.183
16	Deposits held at financial institutions for operational purposes	-	-	-	-	-
17	Performing Loans	-	890.061.738	205.485.715	333.183.962	789.629.075
18	Encumbered loans to financial institutions, where the loan is secured against Level 1 assets	-	-	-	-	-
19	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	-	94.850.971	10.382.797	3.162.179	22.581.223
20	Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	-	787.389.226	192.259.203	315.349.617	755.507.024
21	Loans with a risk weight of less than or equal to 35%	-	-	-	3.625.846	2.356.800
22	Residential mortgages	-	-	-	-	-
23	Residential mortgages with a risk weight of less than or equal to 35%	-	880.335	554.875	4.652.564	3.024.166
24	Securities that are not in default and do not qualify as HQLA and exchange-traded equities	-	6.941.206	2.288.840	10.019.602	8.516.662
25	Assets equivalent to interconnected liabilities					
26	Other Assets	286.976.429	37.698.776			324.015.587
27	Physical traded commodities, including gold	4.397.452				3.737.834
28	Initial margin posted or given guarantee fund to central counterparty		-			-
29	Derivative Assets		36.125.762			36.125.762
30	Derivative Liabilities before the deduction of the variation margin		1.573.014			1.573.014
31	Other Assets not included above	282.578.977	-	-	-	282.578.977
32	Off-balance sheet commitments		2.000.920.141	-	-	100.046.007
33	Total Required stable funding					1.376.954.852
34	Net Stable Funding Ratio (%)					114,18

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

Breakdown of assets and liabilities according to their remaining maturities:

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Unclassified	Total
Assets⁽¹⁾								
Cash (cash in vault, effectives, cash in transit, cheques purchased) and Balances with the CBRT	249.309.475	234.816.566	-	-	-	-	(165.505)	483.960.536
Banks	58.701.902	12.379.530	5.333.828	14.571.443	4.632.776	-	(153.452)	95.466.027
Financial assets measured at fair value through profit or loss	1.470.518	-	-	5.457	50.444	208.871	1.801.290	3.536.580
Money markets receivables	-	-	-	-	-	-	-	-
Financial assets measured at fair value through other comprehensive income	-	53.851	90.282	9.726.374	81.419.583	73.606.766	309.571	165.206.427
Loans ⁽²⁾	-	492.442.132	182.976.976	523.263.204	350.117.608	72.828.735	(3.537.972)	1.618.090.683
Financial assets measured at amortised cost	-	428.835	1.226.642	11.908.214	270.288.667	100.938.457	(137.182)	384.653.633
Other assets	158.711.366	1.712.803	7.992.040	6.972.100	6.796.295	2.403.213	97.155.059	281.742.876
Total assets	468.193.261	741.833.717	197.619.768	566.446.792	713.305.373	249.986.042	95.271.809	3.032.656.762
Liabilities								
Bank deposits	7.728.176	2.943.201	1.690.336	8.183.915	556.466	-	-	21.102.094
Other deposits	763.610.614	696.763.006	118.218.058	40.478.010	14.782.922	1.288.491	-	1.635.141.101
Funds borrowed from other financial institutions	-	38.742.920	25.472.163	212.362.126	39.606.221	1.622.115	-	317.805.545
Money markets payables	-	219.469.424	1.577.894	647.397	-	-	-	221.694.715
Marketable securities issued	-	6.874.102	9.982.608	88.008.554	114.524.446	9.711.947	-	229.101.657
Miscellaneous payables	5.034.300	120.958.543	4.368.823	3.208.638	-	-	1.750.134	135.320.438
Other liabilities ⁽³⁾	48.466.248	6.984.326	17.000.276	12.006.425	67.774.730	78.862.732	241.396.475	472.491.212
Total liabilities	824.839.338	1.092.735.522	178.310.158	364.895.065	237.244.785	91.485.285	243.146.609	3.032.656.762
Net liquidity gap	(356.646.077)	(350.901.805)	19.309.610	201.551.727	476.060.588	158.500.757	(147.874.800)	-
Net Off-Balance Sheet Position	-	(3.389.109)	(7.158.037)	(15.807.717)	(2.840.296)	4.857.471	-	(24.337.688)
Derivative Financial Assets	-	315.355.343	223.604.224	407.673.741	248.477.632	82.087.346	-	1.277.198.286
Derivative Financial Liabilities	-	318.744.452	230.762.261	423.481.458	251.317.928	77.229.875	-	1.301.535.974
Non-Cash Loans	-	21.756.457	79.515.361	339.945.259	108.235.409	15.912.753	142.430.752	707.795.991
Prior Period								
Total assets	374.347.417	637.760.873	175.366.963	457.423.438	561.777.556	249.637.232	97.567.305	2.553.880.784
Total liabilities	629.570.328	960.867.151	246.460.288	256.862.602	174.064.042	79.217.078	206.839.295	2.553.880.784
Net liquidity gap	(255.222.911)	(323.106.278)	(71.093.325)	200.560.836	387.713.514	170.420.154	(109.271.990)	-
Net Off-Balance Sheet Position	-	(1.320.077)	(7.857.248)	(9.380.911)	(311.501)	4.227.205	-	(14.642.532)
Derivative Financial Assets	-	185.585.459	163.391.329	208.688.167	193.885.987	87.790.730	-	839.341.672
Derivative Financial Liabilities	-	186.905.536	171.248.577	218.069.078	194.197.488	83.563.525	-	853.984.204
Non-Cash Loans	-	21.352.704	60.785.658	253.704.604	83.881.100	14.672.954	115.011.624	549.408.644

(1) Expected credit losses are presented in the "Unclassified" column of the relevant financial item.

(2) Non-performing loans are presented in the "Unclassified" column after being offset by expected credit losses.

(3) Shareholders' equity is presented in the "Unclassified" column.

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7. Explanations on consolidated leverage ratio:

The main reason for decrease in leverage ratio for the current period is the increase in total risk amount.

The summary information for the comparison of total assets in consolidated financials prepared in accordance with TAS and total exposures:

		Current Period ⁽²⁾	Prior Period ⁽²⁾
1	Total assets in the consolidated financial statements prepared in accordance with TAS ⁽¹⁾	2.900.501.977	2.486.950.762
2	Differences between the total assets in the consolidated financial statements prepared in accordance with TAS and the total assets in the consolidated financial statements prepared in accordance with Communiqué on Preparation of Consolidated Financial Statements of the Banks	18.097.748	14.196.554
3	Differences between the balances of derivative financial instruments and the credit derivatives in the consolidated financial statements prepared in accordance with the Communiqué on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	9.575.916	7.708.267
4	Differences between the balances of securities financing transactions in the consolidated financial statements prepared in accordance with the Communiqué on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	(162.751.007)	(188.756.915)
5	Differences between off- balance sheet items in the consolidated financial statements prepared in accordance with the Communiqué on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	(67.051.791)	(66.661.674)
6	Other differences in the consolidated financial statements prepared in accordance with the Communiqué on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	175.094.004	209.085.122
7	Total Risks	5.543.816.839	4.566.167.989

(1) The consolidated financial statements prepared in accordance with the sixth paragraph of the Article 5 in the Communiqué on Preparation of Consolidated Financial Statements of the Banks.

(2) The arithmetic average of the last three months in the related periods.

		Current Period ⁽¹⁾	Prior Period ⁽¹⁾
	On-Balance sheet exposures		
1	On-Balance sheet assets (Excluding derivative financial instruments and credit derivatives, including collaterals)	2.925.846.188	2.504.546.858
2	(Asset amounts deducted in determining Tier 1 capital)	(35.290.362)	(26.367.945)
3	Total on-Balance sheet exposures	2.890.555.826	2.478.178.913
	Derivative financial instruments and credit derivatives		
4	Replacement cost of derivative financial instruments and credit derivatives	9.867.261	8.174.532
5	Potential credit risk of derivative financial instruments and credit derivatives	9.575.916	7.708.267
6	Total derivative financial instruments and credit derivatives exposure	19.443.177	15.882.799
	Securities financing transaction exposure		
7	Total risk of gross securities financing transactions (excluding on-balance sheet exposure)	31.646.085	36.030.054
8	Agent transaction exposures	-	-
9	Total securities financing transaction exposures	31.646.085	36.030.054
	Off-balance sheet items		
10	Off-balance sheet exposure at gross notional amount	2.669.223.542	2.102.737.897
11	(Adjustments for conversion to credit equivalent amounts)	(67.051.791)	(66.661.674)
12	Total risk of off-balance sheet items	2.602.171.751	2.036.076.223
	Capital and total exposure		
13	Tier 1 capital	234.151.316	210.255.861
14	Total exposures	5.543.816.839	4.566.167.989
15	Leverage ratio (%)	4,23	4,61

(1) The arithmetic average of the last three months in the related periods.

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

8. Explanations on hedge accounting:

The Group applies the following hedge accounting models:

- Fair value Hedge ("FVH")
- Cash Flow Hedge ("CFH")
- Net Investment Hedge ("NIH")

If the fair value of the hedging instrument within fair value hedge ("FVH") is positive it is classified under, "Derivative financial assets measured at fair value through profit or loss"; if the fair value is negative, it is classified under "Derivative financial liabilities measured at fair value through profit or loss".

If the fair value of the hedging instrument under hedge of cash flow hedge ("CFH") is positive, it is classified under "Derivative financial assets measured at fair value through other comprehensive income" "if the fair value is negative, it is classified under "Derivative financial liabilities measured at fair value through other comprehensive income".

Cross currency interest rate swaps and interest rate swaps are used as hedging instrument in FVH. Interest rate swaps, currency swaps and cross currency swaps are used as hedging instrument in CFH.

Contractual amounts and the fair values as at June 30, 2025 of these hedging instruments are presented in the table below:

Hedging instrument	Current Period			Prior Period		
	Notional ⁽¹⁾	Asset	Liability	Notional ⁽¹⁾	Asset	Liability
Interest rate swap / Currency swap / Cross currency interest rate swap (CFH)	20.830.252	1.632.443	20.859	19.113.208	2.385.837	-
Interest rate swap / Cross currency interest rate swap (FVH)	2.278.170	172.354	-	1.910.062	157.268	-
Total	23.108.422	1.804.797	20.859	21.023.270	2.543.105	-

(1) Only the "sell" legs of the related derivatives are presented with the addition of the "buy" legs of these derivatives amounting to TL 23.108.422 (December 31, 2024 - TL 21.023.269) the total notional of derivative financial assets amounting to TL 46.216.844 (December 31, 2024 - TL 42.046.539) is accounted for in off-balance sheet under "Hedging Derivative Financial Instruments" line item.

The fair valuation methodology of the derivatives presented in the above table is disclosed in detail in the accounting principles section of these financial statements in Section 3 Part 4.

8.1 Fair value hedge accounting:

The Group has hedged the possible fair value effects of changes in market interest rates and foreign exchange rates on some of its fixed rate foreign currency borrowings by using interest rate swaps, cross-currency interest rate swaps.

The impact of application of FVH accounting is summarized below;

Current Period					
Type of hedging instrument	Hedged item (asset and liability)	Nature of hedged risks	Fair value difference / adjustment of the hedged item ⁽¹⁾	Net fair value of the hedging instrument ⁽²⁾	
				Asset	Liability
Interest rate swaps	Funds Borrowed	Fixed interest and changes in foreign exchange rate risk	(162.194)	172.354	-
					(6.850)

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

Prior Period						
Type of hedging instrument	Hedged item (asset and liability)	Nature of hedged risks	Fair value difference / adjustment of the hedged item ⁽¹⁾	Net fair value of the hedging instrument ⁽²⁾		Net gain/(loss) recognised in the income statement (Derivative financial transactions gains/losses) ⁽³⁾
				Asset	Liability	
Interest rate swaps/ Cross currency interest rate swaps	Funds Borrowed	Fixed interest and changes in foreign exchange rate risk	(143.162)	157.268	-	5.612

(1) The amount refers to the fair value of the hedged item calculated for some of fixed interest loan portfolios and foreign currency funds borrowed in accordance with hedge accounting effectiveness tests. The foreign exchange rate changes of foreign currency fundings and cross-currency swaps are reflected to the income statement in foreign exchange gains / losses line item.

(2) The amounts include the foreign exchange differences and net straight line interest accruals of the related derivatives.

(3) Ineffective portion of the mentioned hedging transaction is amounting to TL 10.419 gain (June 30, 2024 – TL 23.982 gain).

At the inception date, the Group documents the relationship between the hedging instruments and hedged items required by the FVH accounting application in accordance with “TAS 39- Financial Instruments: Recognition and Measurement” and its own risk management policies and principles. Every individual relationship is approved and documented in the same methodology. In accordance with “TAS 39- Financial Instruments: Recognition and Measurement”, the effectiveness tests of the relationships are performed in accordance with the Group’s risk management policies. In the effectiveness tests, the fair values of the hedged item are calculated using the same assumptions used in calculation of fair values of the derivatives.

The effectiveness tests are performed prospectively and retrospectively on a monthly basis and the effectiveness of risk relationships are measured. At the inception date the effectiveness tests are performed prospectively. If the underlying hedge does not conform to the FVH accounting requirements (out of the 80% - 125% effectiveness range) or if the management voluntarily decides to discontinue the hedging relation, the adjustments made to the carrying value (amortized cost) of the hedged item are amortized with the straight line method and recognized in the profit or loss accounts within the remaining maturity. In addition if the hedging instrument is sold or closed before its maturity, the amount of the fair value adjustments of the hedged items are amortized to profit or loss accounts with the straight line method within the remaining maturity.

8.2 Cash flow hedge accounting:

The Group apply macro and micro cash flow hedge accounting in order to hedge its cash flow risk from floating interest rate liabilities. The hedging instruments are USD, EUR and TL interest rate swaps, currency swaps and cross currency swaps with floating receive, fixed pay legs, and the hedged item is the cash outflows due to financing of interests of repricing and exchange rate changes USD, EUR and TL deposits, lease receivables, borrowings and repos.

The of application of CFH accounting is summarized below:

Current Period						
Type of hedging instrument	Hedged item (asset and liability)	Nature of hedged risks	Net fair value of the hedging instrument		Net gain/(loss) recognized in hedging funds⁽¹⁾	Net gain/(loss) reclassified to equity^{(2),(3)}
			Asset	Liability		
Interest rate swaps/ currency swaps/Cross currency interest rate swaps	Customer deposits, repos, lease receivables and borrowings	Cash flow risk due to the changes in the interest rates	1.632.443	20.859	1.691.478	(447.380)

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Prior Period						
Type of hedging instrument	Hedged item (asset and liability)	Nature of hedged risks	Net fair value of the hedging instrument		Net gain/(loss) recognized in hedging funds ⁽¹⁾	Net gain/(loss) reclassified to equity ⁽²⁾⁽³⁾
			Asset	Liability		
Interest rate swaps/ currency swaps/Cross currency interest rate swaps	Customer deposits, repos, lease receivables and borrowings	Cash flow risk due to the changes in the interest rates	2.385.837	-	2.138.858	(1.088.702)

(1) Includes deferred tax impact.

(2) Includes tax and foreign exchange differences.

(3) The ineffective portion of the mentioned hedging transaction is TL 80.151 gain (June 30, 2024 – TL 473.042 gain).

The Group documents the relationship between the hedging instruments and hedged items required by the CFH accounting application in accordance with “TAS 39 - Financial Instruments: Recognition and Measurement” and its own risk management policies and principles. Every individual relationship is approved and documented in the same way. In accordance with “TAS 39 - Financial Instruments: Recognition and Measurement”, the effectiveness tests of the relationships are performed in accordance with the Bank’s risk management policies.

The effectiveness tests are performed on a monthly basis and the effectiveness of risk relationships are measured. If the underlying hedge does not conform to the CFH accounting requirements (out of the 80% - 125% effectiveness range) or if the management voluntarily decides to discontinue the hedging relation or the hedging instrument is sold or closed before its maturity, the cumulative gain or loss on the hedging instrument that has been recognised in other comprehensive income from the period when the hedge was effective shall remain separately in equity until the forecast transaction occurs or is no longer expected to occur. When the hedged forecasted transactions are no longer expected to occur, the net cumulative gain or loss is reclassified from other comprehensive income to profit or loss.

8.3 Hedge From Foreign Net Investment Risk:

The Group hedges part of the currency translation risk of net investments in foreign operations through foreign currency borrowings. The Group’s Euro denominated borrowing is designated as a hedge of the net investment in the Group’s certain EUR denominated subsidiaries. The total amount of the borrowing designated as a hedge of the net investment at June 30, 2025 is EUR 714 million (December 31, 2024 - EUR 665 million).

9. Explanations on the activities carried out on behalf of others and fiduciary transactions:

The Group carries out trading, custody, management and consulting services on behalf of customers and on their account. The Group has no fiduciary transactions.

10. Explanations on consolidated operating segments:

The Group carries out its banking operations through three main business units:

- Retail Banking
- Corporate Banking
- Commercial and SME Banking.

The Parent Bank’s Retail Banking activities include card payment systems, individual, individual portfolio, blue class, private banking. Retail Banking products and services offered to customers include card payment systems, consumer loans (including general purpose loans, auto loans, mortgages), commercial installment loans, time and demand deposits, gold banking, investment accounts, life and non-life insurance products and payroll services. In addition, customers who receive their monthly salary/SSI payments through our bank are offered privileges covering various banking transactions. Card payment systems cover the management of products, services, campaigns for member merchants as well as the sales and activities for a variety of customer types. Crystal, Play, Adios and Taksitçi are the other card brands providing services for the different segments within the World brand, shopping and marketing platform of the Parent Bank. Through its Blue Class and Private Banking activities, the Bank serves high net worth customers and delivers investment products to this customer segment. Among the products and services offered to Private Banking customers are time deposit products, mutual funds, foreign exchange, gold and equity trading.

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Also, personal art advisory, inheritance advisory, real estate advisory, tax advisory, education and philanthropic advisory are offered within the Private Banking and Wealth Management activities.

Corporate, Commercial and SME Banking segment is organized into three subgroups: Corporate Banking for large-scale, international and multinational companies and Commercial Banking for medium-sized enterprises and SME Banking for SME companies. Corporate and Commercial Banking, has a product range of working capital finance, trade finance, project finance, domestic and international non-cash loans such as letters of credit and letters of guarantee, cash management, internet banking, financial advisory and equity management advisory. SME Banking offer to customers SME loans and SME banking packages products.

The Group's widespread branch network and alternative distribution channels including ATMs, telephone banking, internet banking and mobile banking are utilized to serve customers in all segments. Foreign operations include the Group's banking operations in the Netherlands, Germany and Azerbaijan. Treasury, Asset – Liability Management and other operations, mainly consist of treasury management's results, operations of supporting business units and other unallocated transactions.

Major balance sheet and income statement items based on operating segments:

The below table is prepared in accordance with the Management Information System (MIS) data of the Bank.

Current Period	Retail banking	Corporate banking	Commercial and SME banking	Other foreign operations	Other domestic operations	Treasury, Asset-Liability Management and Other	Consolidation adjustments⁽¹⁾	Total operations of the Group
Operating income	55.080.454	9.541.284	28.687.857	3.084.183	8.650.349	3.758.068	(187.587)	108.614.608
Operating expenses	(32.253.138)	(1.812.292)	(10.376.525)	(1.241.060)	(2.239.211)	(34.252.039)	187.587	(81.986.678)
Net operating income / (expense)	22.827.316	7.728.992	18.311.332	1.843.123	6.411.138	(30.493.971)	-	26.627.930
Dividend income ⁽²⁾	-	-	-	-	-	330.432	-	330.432
Profit/loss from equity accounted subsidiaries ⁽²⁾	-	-	-	-	-	936.860	-	936.860
Profit before tax	22.827.316	7.728.992	18.311.332	1.843.123	6.411.138	(29.226.679)	-	27.895.222
Tax expense ⁽²⁾	-	-	-	-	-	(5.145.599)	-	(5.145.599)
Net period income	22.827.316	7.728.992	18.311.332	1.843.123	6.411.138	(34.372.278)	-	22.749.623
Minority interest (-)	-	-	-	-	-	(1.609)	-	(1.609)
Group profit/loss	22.827.316	7.728.992	18.311.332	1.843.123	6.411.138	(34.373.887)	-	22.748.014
Segment assets	649.458.011	267.926.647	462.392.099	175.915.767	118.643.403	1.355.060.286	(8.937.185)	3.020.459.028
Investments in associates, subsidiaries and joint ventures	-	-	-	-	-	12.197.734	-	12.197.734
Total assets	649.458.011	267.926.647	462.392.099	175.915.767	118.643.403	1.367.258.020	(8.937.185)	3.032.656.762
Segment liabilities	1.006.896.325	137.373.080	263.252.871	139.721.210	95.553.780	1.177.092.645	(8.937.185)	2.810.952.726
Shareholders' equity	-	-	-	-	-	221.704.036	-	221.704.036
Total liabilities	1.006.896.325	137.373.080	263.252.871	139.721.210	95.553.780	1.398.796.681	(8.937.185)	3.032.656.762

Prior Period⁽³⁾	Retail banking	Corporate banking	Commercial and SME banking	Other foreign operations	Other domestic operations	Treasury, Asset-Liability Management and Other	Consolidation adjustments⁽¹⁾	Total operations of the Group
Operating income	38.685.908	6.777.386	26.463.790	2.500.091	6.386.605	(7.818.706)	(110.802)	72.884.272
Operating expenses	(21.487.130)	2.200.762	(4.207.714)	(700.883)	(1.651.824)	(28.082.819)	110.802	(53.818.806)
Net operating income / (expense)	17.198.778	8.978.148	22.256.076	1.799.208	4.734.781	(35.901.525)	-	19.065.466
Dividend income ⁽²⁾	-	-	-	-	-	103.555	-	103.555
Profit/loss from equity accounted subsidiaries ⁽²⁾	-	-	-	-	-	740.773	-	740.773
Profit before tax	17.198.778	8.978.148	22.256.076	1.799.208	4.734.781	(35.057.197)	-	19.909.794
Tax expense ⁽²⁾	-	-	-	-	-	(2.504.215)	-	(2.504.215)
Net period income	17.198.778	8.978.148	22.256.076	1.799.208	4.734.781	(37.561.412)	-	17.405.579
Minority interest (-)	-	-	-	-	-	(1.006)	-	(1.006)
Group profit/loss	17.198.778	8.978.148	22.256.076	1.799.208	4.734.781	(37.562.418)	-	17.404.573
Segment assets	537.745.837	223.352.741	385.324.156	142.901.231	87.174.684	1.178.837.704	(10.853.019)	2.544.483.334
Investments in associates, subsidiaries and joint ventures	-	-	-	-	-	9.397.450	-	9.397.450
Total assets	537.745.837	223.352.741	385.324.156	142.901.231	87.174.684	1.188.235.154	(10.853.019)	2.553.880.784
Segment liabilities	828.940.954	127.143.741	250.655.068	115.990.556	68.147.950	981.041.988	(10.853.019)	2.361.067.238
Shareholders' equity	-	-	-	-	-	192.813.546	-	192.813.546
Total liabilities	828.940.954	127.143.741	250.655.068	115.990.556	68.147.950	1.173.855.534	(10.853.019)	2.553.880.784

(1) Consolidation adjustments include transactions with subsidiaries and investments consolidated in these financial statements.

(2) Related items expenses have not been distributed based on operating segments and have been presented under "Treasury, Asset-Liability Management and Other".

(3) Income statements items presents the balances as of June 30, 2024.

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Section Five - Explanations and notes related to consolidated financial statements**1. Explanations and notes related to consolidated assets:****1.1. Information related to cash and the account of the Central Bank:****1.1.1. Information on cash and the account of the CBRT:**

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash	7.733.496	20.001.145	5.667.508	15.576.820
The CBRT ⁽¹⁾	207.773.307	223.168.726	204.554.231	162.373.691
Other	-	25.449.367	-	27.343.962
Total	215.506.803	268.619.238	210.221.739	205.294.473

(1) The balance of gold amounting to TL 46.970.006 is accounted for under the Central Bank foreign currency account (December 31, 2024 – TL 29.862.248).

1.1.2. Information on the account of the CBRT:

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted demand amount ⁽¹⁾	120.082.761	91.021.985	143.217.836	66.730.541
Unrestricted time amount	1.036.039	-	-	-
Restricted time amount	-	-	-	-
Reserve requirement ⁽²⁾	86.654.507	132.146.741	61.336.395	95.643.150
Total	207.773.307	223.168.726	204.554.231	162.373.691

(1) The TL reserve requirement has been classified in "Central Bank Demand Unrestricted Account" based on the correspondence with BRSA letter as of January 3, 2008.

(2) The Group keeps TL, USD, EUR and Gold reserve deposits for its TL and FX liabilities at Central Bank accounts in accordance with the legislation of the Central Bank numbered 2013/15, "Decree on Reserve Deposits".

1.2. Information on financial assets measured at fair value through profit or loss:

The Group does not have financial assets measured at fair value through profit or loss subject to repo transactions and given as collateral/blocked (December 31, 2024 - None).

1.3. Information on derivative financial assets:**1.3.1. Positive differences related to derivative financial assets held for trading:**

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward transactions	2.919.023	327.918	634.054	431.244
Swap transactions	4.977.214	6.229.294	4.624.581	8.080.939
Futures transactions	179.745	-	180.556	-
Options	295.491	445.060	198.479	101.947
Other	-	-	-	-
Total	8.371.473	7.002.272	5.637.670	8.614.130

1.3.2. Positive differences related to derivative financial assets held for hedging:

	Current Period		Prior Period	
	TL	FC	TL	FC
Fair value hedges ⁽¹⁾	-	172.354	-	157.268
Cash flow hedges ⁽¹⁾	70.345	1.562.098	544.323	1.841.514
Hedges for investments made in foreign countries	-	-	-	-
Total	70.345	1.734.452	544.323	1.998.782

(1) Explained in Note 8 of section 4.

1.4. Information on banks:**1.4.1. Information on banks:**

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic	12.291.118	22.704.162	9.320.887	21.066.090
Foreign	97.080	60.527.119	81.897	33.277.225
Head quarters and foreign branches	-	-	-	-
Total	12.388.198	83.231.281	9.402.784	54.343.315

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

1.4.2. Information on money markets receivables:

As of June 30, 2025 the Group has no money markets receivables (December 31, 2024 – None).

1.5. Information on financial assets at fair value through other comprehensive income which are subject to repurchase agreements and given as collateral / blocked:

As of June 30, 2025 financial assets measured at fair value through other comprehensive income given as repo transactions amounting to TL 45.839.960 (December 31, 2024 – TL 48.049.321). The securities subject to collateral/blocked are TL 18.150.292 (December 31, 2024 - TL 29.478.473).

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

	Current Period	Prior Period
Debt securities	172.633.049	140.572.120
Quoted on stock exchange	172.626.748	140.566.495
Not quoted	6.301	5.625
Share certificates	348.709	272.695
Quoted on stock exchange	5.606	4.980
Not quoted	343.103	267.715
Impairment (-) ⁽¹⁾	7.775.331	7.155.303
Total	165.206.427	133.689.512

(1) Includes the negative differences between the acquisition cost and the market price, related to the securities portfolio.

1.7. Explanations on loans:**1.7.1. Information on all types of loans or advance balances given to shareholders and employees of the Group:**

	Current Period		Prior Period	
	Cash	Non-cash	Cash	Non-cash
Direct loans granted to shareholders	-	-	-	-
Corporate shareholders	-	-	-	-
Real person shareholders	-	-	-	-
Indirect loans granted to shareholders	21.962	409.011	19.895	629.218
Loans granted to employees	1.860.936	3.656	1.367.797	4.888
Total	1.882.898	412.667	1.387.692	634.106

1.7.2. Information on the first and second group loans and other receivables and loans and other receivables that have been restructured or rescheduled:

		Loans under close monitoring		
		Not under the scope of restructuring	Loans under restructuring	
			Modifications on agreement conditions	Refinancing
Cash Loans	Standard Loans			
Non-specialised loans	1.333.346.294	88.464.732	10.231.061	109.524.720
Loans given to enterprises	357.564.439	15.230.394	9.865.633	59.279.668
Export loans	199.368.305	6.943.693	314.357	138.771
Import loans	-	-	-	-
Loans given to financial sector	31.530.519	-	-	-
Consumer loans	227.792.082	25.694.283	23.966	18.013.571
Credit cards	336.505.434	29.247.042	-	20.536.566
Other	180.585.515	11.349.320	27.105	11.556.144
Specialised loans	-	-	-	-
Other receivables	76.999.019	3.062.829	-	-
Total	1.410.345.313	91.527.561	10.231.061	109.524.720

	Standard loans	Loans under close monitoring
12-month provisions for expected credit losses	6.227.563	-
Significant increase in credit risk	-	20.523.117
Total	6.227.563	20.523.117

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

1.7.3. Information on consumer loans, individual credit cards, personnel loans and personnel credit cards:

	Short-term	Medium and long-term	Total
Consumer loans-TL	62.695.501	103.150.618	165.846.119
Real estate loans	13.759	19.917.367	19.931.126
Automotive loans	4.764.262	5.657.814	10.422.076
Consumer loans	57.917.480	77.575.437	135.492.917
Other	-	-	-
Consumer loans-FC indexed	-	29.430	29.430
Real estate loans	-	29.430	29.430
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Consumer loans-FC	147.379	2.854.318	3.001.697
Real estate loans	6.346	1.127.380	1.133.726
Automotive loans	-	-	-
Consumer loans	82.639	1.654.690	1.737.329
Other	58.394	72.248	130.642
Individual credit cards-TL	322.275.891	13.731.421	336.007.312
With installments	122.769.240	13.180.312	135.949.552
Without installments	199.506.651	551.109	200.057.760
Individual credit cards-FC	1.385.182	225.356	1.610.538
With installments	11.716	196.777	208.493
Without installments	1.373.466	28.579	1.402.045
Personnel loans-TL	371.198	443.462	814.660
Real estate loans	-	1.425	1.425
Automotive loans	6.061	3.530	9.591
Consumer loans	365.137	438.507	803.644
Other	-	-	-
Personnel loans-FC indexed	-	-	-
Real estate loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Other	-	-	-
Personnel loans-FC	2.208	213.142	215.350
Real estate loans	744	137.639	138.383
Automotive loans	-	-	-
Consumer loans	1.464	75.503	76.967
Other	-	-	-
Personnel credit cards-TL	705.601	4.866	710.467
With installments	285.742	4.866	290.608
Without installments	419.859	-	419.859
Personnel credit cards-FC	12.354	2.418	14.772
With installments	23	2.418	2.441
Without installments	12.331	-	12.331
Credit deposit account-TL (Real Person)⁽¹⁾	101.544.017	72.536	101.616.553
Credit deposit account-FC (Real Person)	93	-	93
Total	489.139.424	120.727.567	609.866.991

(1) TL 105.687 of the credit deposit account belongs to the loans used by personnel.

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(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

1.7.4. Information on installment based commercial loans and corporate credit cards:

	Short-term	Medium and long-term	Total
Commercial installments loans-TL	10.255.983	116.336.358	126.592.341
Business loans	-	1.150.051	1.150.051
Automotive loans	1.412.526	25.623.934	27.036.460
Consumer loans	8.843.457	89.562.373	98.405.830
Commercial installments loans-FC indexed	-	-	-
Business loans	-	-	-
Automotive loans	-	-	-
Consumer loans	-	-	-
Corporate credit cards-TL	47.639.518	277.625	47.917.143
With installment	15.815.180	275.158	16.090.338
Without installment	31.824.338	2.467	31.826.805
Corporate credit cards-FC	28.628	182	28.810
With installment	-	-	-
Without installment	28.628	182	28.810
Credit deposit account-TL (legal person)	19.032.437	-	19.032.437
Total	76.956.566	116.614.165	193.570.731

1.7.5. Distribution of domestic and foreign loans⁽¹⁾:

Distribution has been disclosed based on the location where the customers operate:

	Current Period	Prior Period
Domestic loans	1.547.295.663	1.273.973.963
Foreign loans	74.332.992	53.894.495
Total	1.621.628.655	1.327.868.458

(1) Non-performing loans are not included.

1.7.6. Loans granted to associates and subsidiaries:

	Current Period	Prior Period
Direct loans granted to associates and subsidiaries	357.253	777.318
Indirect loans granted to associates and subsidiaries	-	-
Total	357.253	777.318

1.7.7. Information on credit-impaired (Stage 3):

	Current Period	Prior Period
Loans and other receivables with limited collectability	5.219.099	6.175.464
Loans and other receivables with doubtful collectability	12.307.200	10.317.828
Uncollectible loans and other receivables	13.327.660	10.283.538
Total	30.853.959	26.776.830

1.7.8. Information on non-performing loans (net):**1.7.8.1. Information on non-performing loans restructured or rescheduled, and other receivables:**

	III. Group Loans with limited collectibility	IV. Group Loans with doubtful collectibility	V. Group Uncollectible loans
Current Period			
(Gross amounts before provisions)	2.065.357	3.317.722	7.919.362
Restructured loans	2.065.357	3.317.722	7.919.362
Prior Period			
(Gross amounts before provisions)	1.788.723	2.274.003	5.760.349
Restructured loans	1.788.723	2.274.003	5.760.349

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1.7.8.2. Information on the movement of total non-performing loans:

	III. Group	IV. Group	V. Group
	Loans with limited collectibility	Loans with doubtful collectibility	Uncollectible loans
Prior Period	9.968.097	15.206.832	15.823.921
Additions (+)	20.448.816	3.131.705	6.707.136
Transfers from other categories of non-performing loans (+)	-	17.377.716	9.865.672
Transfer to other categories of non-performing loans (-)	17.377.716	9.865.672	-
Collections (-)	2.625.007	3.811.769	6.580.599
FX valuation differences	1.238	3.439	317.254
Write-offs (-)	-	-	293.899
Sale (-)	-	947.104	3.283.393
Corporate and commercial loans	-	13.201	249.851
Consumer loans	-	697.462	1.850.965
Credit cards	-	236.441	1.182.577
Other	-	-	-
Current Period	10.415.428	21.095.147	22.556.092
Provision (-)	5.219.099	12.307.200	13.327.660
Net balance on balance sheet	5.196.329	8.787.947	9.228.432

In line with the decree of Parent Bank's Board of Directors non-performing loans some of which were written off in previous periods, amounting to TL 4.251.157 have been liquidated for an amount of TL 936.261 through sales to various asset management companies.

1.7.8.3. Information on non-performing loans granted as foreign currency loans:

	III. Group	IV. Group	V. Group
	Loans with limited collectibility	Loans with doubtful collectibility	Uncollectible loans
Current Period			
Period end balance	707.693	563.242	8.518.013
Provision (-)	162.164	313.545	3.585.678
Net balance on-balance sheet	545.529	249.697	4.932.335
Prior Period			
Period end balance	134.056	1.371.808	8.074.492
Provision (-)	95.980	1.008.982	4.106.869
Net balance on-balance sheet	38.076	362.826	3.967.623

1.7.8.4. Information on the gross and net amounts of the non-performing loans according to types of borrowers:

	III. Group	IV. Group	V. Group
	Loans with limited collectibility	Loans with doubtful collectibility	Uncollectible loans
Current Period (net)	5.196.329	8.787.947	9.228.432
Loans granted to real persons and corporate entities (gross)	10.415.428	21.095.147	22.471.929
Provision amount (-)	5.219.099	12.307.200	13.243.497
Loans granted to real persons and corporate entities (net)	5.196.329	8.787.947	9.228.432
Banks (gross)	-	-	774
Provision amount (-)	-	-	774
Banks (net)	-	-	-
Other loans (gross)	-	-	83.389
Provision amount (-)	-	-	83.389
Other loans (net)	-	-	-
Prior Period (net)	3.792.633	4.889.004	5.540.383
Loans granted to real persons and corporate entities (gross)	9.968.097	15.206.832	15.739.758
Provision amount (-)	6.175.464	10.317.828	10.199.375
Loans granted to real persons and corporate entities (net)	3.792.633	4.889.004	5.540.383
Banks (gross)	-	-	774
Provision amount (-)	-	-	774
Banks (net)	-	-	-
Other loans (gross)	-	-	83.389
Provision amount (-)	-	-	83.389
Other loans (net)	-	-	-

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1.7.8.5. Information on interest accruals, rediscounts and valuation differences calculated for non-performing loans and their provisions:

	III. Group Loans with limited collectibility	IV. Group Loans with doubtful collectibility	V. Group Uncollectible loans
Current Period (net)	808.030	1.546.904	652.909
Interest accruals and rediscounts and valuation differences	1.571.084	3.468.285	2.880.524
Provision amount (-)	763.054	1.921.381	2.227.615
Prior Period (net)	718.936	788.929	208.601
Interest accruals and rediscounts and valuation differences	1.621.905	2.316.775	1.681.252
Provision amount (-)	902.969	1.527.846	1.472.651

1.7.9. Explanation on liquidation policy for uncollectible loans and receivables:

Uncollectible loans and receivables, which are classified in accordance with the Provisioning Regulation, are collected through legal follow-up, voluntary payments and liquidation of collaterals.

1.7.10. Explanation on "Write-off" policies:

In order to ensure the liquidation of non-performing loans and other receivables related to the liquidation policy, to provide the maximum collection all possible alternatives within the framework of the legislation are applied, and in case of collection, liquidation or receivables with no possibility of restructuring, the legal follow-up and conversion of collaterals into cash method is applied.

The receivables that are determined to be uncollectible in the Legal Follow-up process regarding the write-off policy can be deleted by the resolution of the Board of Directors by fulfilling the requirements in the relevant laws, regulations and internal directives.

Besides, in accordance with the changes on "Provisioning Regulation" published in the Official Gazette No. 30961 dated November 27, 2019 by BRSA, the Parent Bank, during the period deemed appropriate under TFRS 9, may write off part of the loans for which the Parent Bank has no reasonable expectation of recovery and that are classified under Group five with a life time expected credit loss due to the default of debtor, starting from the following reporting date that the loan is classified in Group five. Write off is only an accounting application in accordance with the related change in the regulation and it does not result in waive from the Parent Bank's right to receive.

1.8. Information on financial assets at amortized cost:**1.8.1. Information on financial assets measured at amortised cost which are subject to repurchase agreements and given as collateral / blocked:**

As of June 30, 2025 financial assets measured at amortised cost given as repo transactions amounting to TL 206.455.222 (December 31, 2024 – TL 180.828.762). The securities subject to collateral/blocked are TL 95.645.330 (December 31, 2024 – TL 145.381.386).

1.8.2. Information on public sector debt securities measured at amortized cost:

	Current Period	Prior Period
Government bond	368.793.906	364.154.449
Treasury bill	-	-
Other debt securities	15.996.909	23.770.928
Total	384.790.815	387.925.377

1.8.3. Information on financial assets measured at amortized cost:

	Current Period	Prior Period
Debt securities	399.751.941	401.241.146
Quoted on stock exchange	399.751.941	401.241.146
Not quoted	-	-
Impairment (-) ⁽¹⁾	14.961.126	13.315.769
Total	384.790.815	387.925.377

(1) Includes amortization of the premiums paid during the purchase of the securities throughout the maturity of the securities.

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1.8.4. Movement of financial assets measured at amortized cost within the period:

	Current Period	Prior Period
Beginning balance	387.925.377	318.113.094
Foreign currency differences on monetary assets ⁽¹⁾	20.287.051	65.740.684
Purchases during year	15.992.291	29.958.564
Disposals through sales and redemptions(-)	37.768.547	21.417.605
Impairment (-) ⁽²⁾	1.645.357	4.469.360
Period end balance	384.790.815	387.925.377

(1) Also includes the changes in the interest income accruals.

(2) Includes amortization of the premiums paid during the purchase of the securities throughout the maturity of the securities.

1.9. Information on investments in associates (net):**1.9.1. Information on unconsolidated investments in associates:**

No	Description	Address (City/ Country)	The Parent Bank's shareholding percentage - if different voting percentage (%)	Bank's risk group shareholding percentage (%)
1	Tanı Pazarlama ve İletişim Hizmetleri A.Ş. ⁽¹⁾	İstanbul/Türkiye	38,05	38,05
2	Kredi Kayıt Bürosu ⁽²⁾	İstanbul/ Türkiye	18,18	18,18
3	Bankalararası Kart Merkezi A.Ş. ⁽²⁾	İstanbul/ Türkiye	4,89	4,89

1.9.2. Main financial figures of the investments in associates in the order of the above table:

No	Total assets	Shareholders' equity	Total fixed assets	Interest Income	Income from marketable securities portfolio	Current period profit / loss	Prior period profit / loss	Market Value
1	402.201	12.303	192.152	-	-	(3.696)	(173.684)	-
2	3.952.982	1.483.623	1.015.121	187.324	-	420.310	190.914	-
3	7.529.589	6.669.221	1.481.360	533.996	-	647.012	586.017	-

(1) At the extraordinary general assembly meeting of Tanı Pazarlama ve İletişim Hizmetleri A.Ş. dated January 13, 2025, it was decided to increase the capital to TL 171.717. After the capital increase, the Parent Bank's share increased to 38,17%.

(2) Financial statement information is March 31, 2025.

1.9.3. Consolidated investments in associates:**1.9.4. Information on consolidated investments in associates:**

No	Description	Address (City/ Country)	The Parent Bank's shareholding percentage - if different voting percentage (%)	Other Shareholders' shareholding percentage (%) ⁽¹⁾
1	Banque de Commerce et de Placements S.A.	Geneva/ Switzerland	30,67	-
2	Allianz Yaşam ve Emeklilik A.Ş.	İstanbul/ Türkiye	-	20,00

(1) The other shareholders represent the consolidated Group companies.

1.9.5. Main financial figures of the consolidated investments in associates in order of the above table:

No	Total assets	Shareholders' equity	Total fixed assets	Interest Income	Income from marketable securities portfolio	Current period profit / loss	Prior period profit / loss	Market Value
1	180.121.896	35.667.719	197.284	3.690.572	597.253	1.147.811	1.177.089	-
2	28.505.677	7.895.556	644.432	3.834.464	-	2.604.813	1.641.186	-

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1.9.6. Movement of consolidated investments in associates:

	Current Period	Prior Period
Balance at the beginning of the period	9.326.688	7.069.176
Movements during the period	2.599.474	2.257.512
Purchases	-	-
Bonus shares obtained profit from current year's share	-	-
Profit from current year's income	936.860	1.498.790
Sales(-)	-	-
Foreign exchange gain/(loss) items from the foreign subsidiaries ⁽¹⁾	2.131.820	1.025.838
Impairment (-) ⁽²⁾	469.206	267.116
Balance at the end of the period	11.926.162	9.326.688
Capital commitments	-	-
Shareholding percentage at the end of the period (%)	-	-

(1) Includes the differences in the other comprehensive income related with the equity method accounting.

(2) Includes dividend income received in the current period.

1.9.7. Information on sectors and the carrying amounts of consolidated investments in associates:

	Current Period	Prior Period
Banks	10.224.349	7.820.018
Insurance companies	1.701.813	1.506.670
Total	11.926.162	9.326.688

1.9.8. Investments in associates quoted on stock exchange:

None (December 31, 2024 - None).

1.10. Information on subsidiaries (net):

There is no deficit of regulatory limits on capital structure of the subsidiaries which are included in the consolidated capital adequacy ratio calculation in accordance with the capital adequacy ratio limits.

1.10.1. Information on shareholders' equity of the significant subsidiaries:

	Yapı Kredi Yatırım Menkul Değerler A.Ş.	Yapı Kredi Faktoring A.Ş.	Yapı Kredi Finansal Kiralama A.O.	Yapı Kredi Portföy Yönetimi A.Ş.	Yapı Kredi Bank Nederland N.V.	Yapı Kredi Bank Deutschland OHG
Core capital						
Paid in Capital	98.918	130.000	389.928	32.642	112.442	3.807.202
Inflation adjustment to share capital	-	-	-	-	-	-
Share premium	-	-	-	-	-	-
Other Capital Reserves	117.569	-	(217.104)	-	-	-
Other comprehensive income that will not be classified under profit or loss	13.449	(24.666)	(46.332)	(7.623)	-	-
Other comprehensive income that will be classified under profit or loss	(537)	-	5.752	-	21.925.088	-
Legal Reserves	98.890	26.000	79.305	152.057	-	-
Extraordinary Reserves	6.620.694	2.795.887	7.712.697	-	5.873.557	(390.586)
Other Profit Reserves	-	-	-	-	-	-
Profit or Loss	2.775.632	912.320	1.536.135	1.629.024	1.456.516	(232.490)
Current Year Profit/Loss	2.845.578	912.320	1.447.720	1.018.132	1.456.516	(232.490)
Prior Years' Profit/Loss	(69.946)	-	88.415	610.892	-	-
Leasehold improvements (-)	-	2.029	441	227	33	4.391
Intangible assets (-)	83.261	44.867	103.479	3.865	58.399	139.729
Total Tier I capital	9.641.354	3.792.645	9.356.461	1.802.008	29.309.171	3.040.006
Tier II capital	23.984	47.272	268.227	-	166.910	8.939
Capital	9.665.338	3.839.917	9.624.688	1.802.008	29.476.081	3.048.945
Deductions from the capital	-	-	-	-	-	-
Total shareholders' equity	9.665.338	3.839.917	9.624.688	1.802.008	29.476.081	3.048.945

The above information is based on the information extracted from the individual financial statements of subsidiaries, used for consolidated financial statements of the Bank as of June 30, 2025.

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The internal capital adequacy for the subsidiaries is calculated with the model and approaches used in the Parent Bank within the scope of the consolidated ICAAP report.

Paid-in capital is a capital which have been disclosed as Turkish Lira in the articles of incorporation and registered in trade register.

Inflation adjustment to share capital is the adjustment difference arising from inflation accounting.

Extraordinary Reserves are the reserves which represent the remaining net income of the previous periods after providing the legal reserves in accordance with the General Assembly of the Bank.

Legal reserves are the income reserves that are provided according to the first paragraph and the third subparagraph of the second paragraph of the article No 466 and No 467 of the Turkish Commercial Code No. 6762 allocated as capital reserves separated from annual profit according to the laws of foundation.

1.10.2.Unconsolidated subsidiaries:

1.10.2.1.Information on unconsolidated subsidiaries

Since the subsidiaries below are not financial subsidiaries, the related subsidiaries are unconsolidated and are carried at restated cost.

Description	Address (City/ Country)	The Parent Bank's shareholding percentage - if different voting percentage (%)	Bank's risk group shareholding percentage (%)
1 Yapı Kredi-Kültür Sanat Yayıncılık Tic. ve San. A.Ş.	Istanbul/ Türkiye	100,00	100,00
2 Enternasyonal Turizm Yatırım A.Ş.	Istanbul/ Türkiye	99,99	99,99
3 Yapı Kredi Teknoloji A.Ş.	Istanbul/ Türkiye	100,00	100,00
4 Yapı Kredi Finansal Teknolojiler A.Ş.	Istanbul/ Türkiye	100,00	100,00

1.10.2.2.Main financial figures of the subsidiaries in order of the above table:

	Total assets	Shareholders' equity	Total fixed assets	Interest Income	Income from marketable securities portfolio	Current period profit / loss	Prior period profit / loss	Market Value
1	411.260	152.657	19.253	804	-	23.756	10.750	-
2	1.121.152	1.107.969	907.552	8.424	-	14.521	9.791	-
3	273.613	129.916	157.763	24.550	-	83.727	15.837	-
4	25.015	25.015	-	-	-	-	-	-

1.10.3. Consolidated subsidiaries:

1.10.3.1.Information on consolidated subsidiaries:

Subsidiary	Address (City/ Country)	The Parent Bank's shareholding percentage - if different voting percentage (%)	Bank's risk group shareholding percentage (%)
1 Yapı Kredi Holding B.V.	Amsterdam/Netherlands	100,00	100,00
2 Yapı Kredi Menkul	Istanbul/ Türkiye	99,98	100,00
3 Yapı Kredi Faktoring	Istanbul/ Türkiye	99,95	100,00
4 Yapı Kredi Leasing	Istanbul/ Türkiye	99,99	99,99
5 Yapı Kredi Portföy	Istanbul/ Türkiye	12,65	99,99
6 Yapı Kredi Bank Nederland N.V. ⁽¹⁾	Amsterdam/Netherlands	67,24	100,00
7 Yapı Kredi Azerbaycan	Bakü/Azerbaijan	99,80	100,00
8 Yapı Kredi Bank Deutschland OHG ⁽²⁾	Frankfurt/Germany	-	100,00

(1) Includes the balances for Stichting Custody Services YKB.

(2) The Bank owns all shares of Yapı Kredi Deutschland GmbH and Yapı Kredi Beteiligungsgesellschaft mbH which are shareholders of Yapı Kredi Bank Deutschland OHG

Although Yapı Kredi Diversified Payment Rights Finance Company ("Special Purpose Entity") which is established for future flow transactions of Yapı Kredi is not a subsidiary, it is included in the consolidation.

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

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1.10.3.2. Main financial figures of the consolidated subsidiaries in the order of the above table:

	Total assets	Shareholders' equity	Total fixed assets	Interest income	Income from marketable securities portfolio	Current period profit / loss	Prior period profit / loss	Market value
1	135.573	132.545	-	-	-	(9.229)	12.371	-
2	31.275.947	9.724.615	222.745	3.148.136	76.848	2.845.578	1.941.706	-
3	33.206.187	3.839.541	61.222	5.102.741	-	912.320	537.904	-
4	53.818.319	9.460.381	119.491	3.989.241	-	1.447.720	947.846	-
5	2.072.468	1.806.100	17.995	430.492	-	1.018.132	571.715	-
6	154.461.258	29.367.603	110.646	5.199.172	228.020	1.456.516	1.241.259	-
7	14.206.639	2.893.743	683.336	495.758	70.209	95.314	83.409	-
8	7.159.642	3.848.039	176.456	68.541	-	(232.490)	-	-

1.10.4. Movement schedule of consolidated subsidiaries:

	Current Period	Prior Period
Balance at the beginning of the period	47.434.581	31.525.881
Movements during the period	13.539.685	15.908.700
Purchases ⁽¹⁾	1.341.139	2.466.063
Free shares obtained profit from current years share	-	-
Share of current year income	6.589.172	11.000.725
Sales (-)	-	-
Revaluation increase/decrease ⁽²⁾	6.602.743	2.695.483
Impairment (-) ⁽³⁾	993.369	253.571
Balance at the end of the period	60.974.266	47.434.581
Capital commitments	-	-
Shareholding percentage at the end of the period (%)	-	-

(1) With the decision of the Board of Directors dated June 11, 2025, the capital of Yapı Kredi Bank Deutschland OHG was increased by EUR 30 million and the capital payment has been completed.

(2) Includes the differences in the other comprehensive income related with the equity method accounting.

(3) Includes dividend income received in the current period.

1.10.5. Sectoral information on financial subsidiaries and the related carrying amounts:

	Current Period	Prior Period
Banks	26.483.703	19.674.428
Insurance companies	-	-
Factoring companies	3.837.713	2.929.054
Leasing companies	9.459.798	8.035.274
Finance companies	-	-
Other financial subsidiaries	21.193.052	16.795.825
Total financial subsidiaries	60.974.266	47.434.581

1.10.6. Subsidiaries quoted on stock exchange:

None (December 31, 2024 - None).

1.11. Information on joint ventures (net):**1.11.1. Unconsolidated joint ventures:**

None (December 31, 2024 - None).

1.12. Information on lease receivables (net):**1.12.1. Breakdown according to maturities:**

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	28.976.768	23.283.439	24.379.298	18.792.886
Between 1- 4 years	26.918.110	23.609.795	22.903.666	19.853.717
More than 4 years	1.921.617	1.810.665	1.705.293	1.639.468
Total	57.816.495	48.703.899	48.988.257	40.286.071

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1.12.2. Information for net investments in finance leases:

	Current Period		Prior Period	
	TL	FC	TL	FC
Gross lease receivables	17.319.560	40.496.935	18.541.399	30.446.858
Unearned financial income from leases (-)	4.601.131	4.511.465	5.253.284	3.448.902
Amount of cancelled leases (-)	-	-	-	-
Total	12.718.429	35.985.470	13.288.115	26.997.956

1.13. Information on investment property:

None (December 31, 2024 - None).

1.14. Information on deferred tax:

There is a deferred tax asset amounting to TL 8.139.887 and deferred tax liability amounting to TL 18.179 as of June 30, 2025 reflected in the consolidated financial statements after the deferred tax assets and liabilities of each entity in consolidation has been netted off in their standalone financial statements as per TAS 12 (December 31, 2024 - TL 13.186.526 deferred tax asset and TL 6.810 deferred tax liability).

1.15. Movement schedule of assets held for sale and related to discontinued operations:

	Current Period	Prior Period
Net book value at the beginning of the period	619.311	1.074.724
Additions ⁽¹⁾	512.579	447.507
Disposals (-), net	49.033	913.353
Impairment reversal	-	-
Impairment (-)	-	-
Translation differences	5.228	10.433
Net book value at the end of the period	1.088.085	619.311
Cost at the end of the period	1.089.343	620.788
Accumulated depreciation at the end of the period (-)	1.258	1.477
Net book value at the end of the period	1.088.085	619.311

(1) In current period, the carrying value of asset held for sale with a right of repurchase is TL 313.745 (December 31, 2024 – TL 364.652). The total net carrying value of asset held for sale with a right of repurchase is TL 624.318 (December 31, 2024 – TL 381.622).

As of June 30, 2025, the Group booked impairment provision on assets held for sale with an amount of TL 2.120 (December 31, 2024 – TL 2.120).

1.16. Information on other assets:

As of June 30, 2025, other assets do not exceed 10% of the total assets.

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

2. Explanations and notes related to consolidated liabilities:**2.1. Information on deposits:****2.1.1. Information on maturity structure of deposits/collected funds⁽¹⁾:**

Current Period	Demand	Up to 1 month	1-3 Month	3-6 Month	6 Month-1 Year	1 Year and over	Accumulative savings account	Total
Saving deposits	206.458.113	23.853.923	308.604.096	78.316.841	1.497.269	4.775.920	239	623.506.401
Foreign currency deposits	318.878.623	63.522.296	119.664.010	16.857.717	18.973.814	17.858.421	-	555.754.881
Residents in Türkiye	273.396.720	49.749.083	112.979.885	8.144.995	2.320.921	1.792.969	-	448.384.573
Residents abroad	45.481.903	13.773.213	6.684.125	8.712.722	16.652.893	16.065.452	-	107.370.308
Public sector deposits	23.129.786	2.157.485	145.209	46.688	-	-	-	25.479.168
Commercial deposits	62.902.885	25.955.789	149.295.668	8.412.156	2.655.508	2.196.157	-	251.418.163
Other institutions deposits	2.032.867	1.936.967	11.597.565	1.063.646	892	384	-	16.632.321
Precious metals vault	150.208.340	-	10.170.949	-	1.607.671	363.207	-	162.350.167
Bank deposits	7.728.176	2.938.972	1.190.662	2.612.653	4.219.320	2.412.311	-	21.102.094
The CBRT	5.581.303	-	-	-	-	-	-	5.581.303
Domestic banks	103.851	2.916.146	441.832	2.379.289	4.212.143	2.412.311	-	12.465.572
Foreign banks	1.862.741	22.826	748.830	233.364	7.177	-	-	2.874.938
Participation banks	180.281	-	-	-	-	-	-	180.281
Other	-	-	-	-	-	-	-	-
Total	771.338.790	120.365.432	600.668.159	107.309.701	28.954.474	27.606.400	239	1.656.243.195

Prior Period	Demand	Up to 1 month	1-3 Month	3-6 Month	6 Month-1 Year	1 Year and over	Accumulative savings account	Total
Saving deposits	144.470.202	17.323.130	258.638.922	102.032.614	3.233.356	6.002.945	122	531.701.291
Foreign currency deposits	278.393.135	59.945.083	70.428.369	8.612.083	15.349.024	15.296.777	-	448.024.471
Residents in Türkiye	243.966.468	45.818.030	64.578.669	3.361.479	3.464.233	1.544.915	-	362.733.794
Residents abroad	34.426.667	14.127.053	5.849.700	5.250.604	11.884.791	13.751.862	-	85.290.677
Public sector deposits	16.706.597	1.255.896	103.176	5.728	32	-	-	18.071.429
Commercial deposits	53.476.521	34.060.193	122.572.554	12.155.406	987.259	976.002	-	224.227.935
Other institutions deposits	1.399.255	1.671.798	7.539.883	1.642.771	2.163	111	-	12.255.981
Precious metals vault	101.988.240	-	9.865.208	-	1.283.932	271.179	-	113.408.559
Bank deposits	1.284.464	9.607.768	3.595.913	4.443.791	5.729.291	1.906.510	-	26.567.737
The CBRT	-	-	-	-	-	-	-	-
Domestic banks	71.492	8.839.149	2.588.656	4.443.791	5.729.291	1.906.510	-	23.578.889
Foreign banks	1.018.579	768.619	1.007.257	-	-	-	-	2.794.455
Participation banks	194.393	-	-	-	-	-	-	194.393
Other	-	-	-	-	-	-	-	-
Total	597.718.414	123.863.868	472.744.025	128.892.393	26.585.057	24.453.524	122	1.374.257.403

(1) Within the scope of the "Decision on Supporting Deposit and Participation Accounts Against Exchange Rate Increases (Decision No: 5206)" published in the Official Gazette dated February 24, 2022 and numbered 31760, and the CBRT's communiqués numbered 2021/14, 2021/16, 2022/7 and 2022/11, the "Currency protected TL deposit" which provide protection against foreign currency exchange rate changes for TL deposits, as of the reporting date amounting to TL 57.307.587 (December 31, 2024 – TL 103.853.980).

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2.1.2. Information on deposits insurance:**2.1.2.1. Information on deposits under the guarantee of the deposits insurance fund and exceeding the limit of deposit insurance fund:**

Saving deposits	Under the guarantee of deposit insurance		Exceeding limit of the deposit insurance	
	Current Period	Prior Period	Current Period	Prior Period
Deposits	334.435.753	238.996.994	288.529.292	292.953.701
Foreign currency saving deposits	140.220.478	110.153.866	153.423.262	170.971.417
Other deposits	79.092.664	54.169.543	61.167.129	42.563.627
Foreign branches' deposits under foreign authorities' insurance	-	-	-	-
Off-shore banking regions' deposits under foreign authorities' insurance	-	-	-	-

Legal entities' deposits	Under the guarantee of deposit insurance		Exceeding limit of the deposit insurance	
	Current Period	Prior Period	Current Period	Prior Period
Deposits	31.381.043	25.466.779	159.288.472	170.832.378
Foreign currency saving deposits	12.767.458	9.311.763	250.955.259	209.231.935
Other deposits	2.431.547	1.726.029	19.656.790	14.947.758
Foreign branches' deposits under foreign authorities' insurance	-	-	-	-
Off-shore banking regions' deposits under foreign authorities' insurance	-	-	-	-

2.1.2.2. Deposits which are not under the guarantee of saving deposit insurance fund:

	Current Period	Prior Period
Foreign branches' deposits and other accounts	5.637.952	9.631.366
Saving deposits and other accounts of controlling shareholders and deposits of their mother, father, spouse, children in care	-	-
Saving deposits and other accounts of president and members of board of directors CEO and vice presidents and deposits of their mother, father, spouse, children in care	2.514.326	1.938.844
Saving deposits and other accounts in scope of the property holdings derived from crime defined in article 282 of Turkish criminal law no:5237 dated September 26, 2004	-	-
Saving deposits in deposit bank which is established in Türkiye in order to engage in off-shore banking activities solely	-	-

2.2. Information on trading derivative financial liabilities:**2.2.1. Negative differences table for derivative financial liabilities held for trading:**

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward transactions	806.294	238.439	2.628.614	46.795
Swap transactions	12.348.048	5.106.139	10.439.634	5.448.798
Futures transactions	450	-	652	-
Options	63.198	688.616	314.646	87.116
Other	-	-	-	-
Total	13.217.990	6.033.194	13.383.546	5.582.709

2.2.2. Negative differences table for derivative financial liabilities held for hedging:

	Current Period		Prior Period	
	TL	FC	TL	FC
Fair value hedges ⁽¹⁾	-	-	-	-
Cash flow hedges ⁽¹⁾	-	20.859	-	-
Hedges for investments made in foreign countries	-	-	-	-
Total	-	20.859	-	-

(1) Explained in Note 8 of section 4.

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2.3. Information on banks and other financial institutions:**2.3.1. Information on borrowings:**

	Current Period		Prior Period	
	TL	FC	TL	FC
CBRT borrowings	615.480	-	200.580	-
From domestic banks and institutions	19.878.822	12.940.311	16.397.406	12.399.471
From foreign banks, institutions and funds	3.663.065	280.707.867	74.891.507	193.441.437
Total	24.157.367	293.648.178	91.489.493	205.840.908

2.3.2. Information on maturity structure of borrowings:

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-term	21.394.098	52.062.741	89.170.574	48.209.689
Medium and long-term	2.763.269	241.585.437	2.318.919	157.631.219
Total	24.157.367	293.648.178	91.489.493	205.840.908

2.3.3. Information on marketable securities issued

	Current Period		Prior Period	
	TL	FC	TL	FC
Bills	10.212.538	12.105.047	10.198.915	51.438.572
Asset backed securities ⁽¹⁾	-	47.905.984	-	17.806.761
Bonds	325.945	158.552.143	328.621	71.396.849
Total	10.538.483	218.563.174	10.527.536	140.642.182

(1) The Group obtains borrowings via its structured entity, Diversified Payment Rights Finance Company, with future flow transactions which is founded on its future money transfers within its funding program.

2.3.4. Information on financial liabilities fair value through profit or loss:

The Group classified some of its financial liabilities as the financial liabilities classified at fair value through profit/loss in order to eliminate the accounting mismatch at the initial recognition in accordance with TFRS 9. As of June 30, 2025, the total amount of financial liabilities classified as fair value through profit/loss is TL 60.797.080 (December 31, 2024 – TL 75.234.394) with an accrued interest income of TL 1.501.261 (December 31, 2024 - TL 240.214 expense) and with a fair value difference of TL 1.696.753 recognized as an income (December 31, 2024 - TL 1.006.678 expense). On the other hand, the nominal amounts of the total return swaps and bond forwards which are closely related with these financial liabilities as of June 30, 2025 are TL 62.298.340 (December 31, 2024 – TL 75.308.138) with a fair value differences amounting to TL 2.037.214 liability (December 31, 2024 – TL 340.032 liability). The mentioned total return swaps have 10 years maturity in weighted average.

2.4. Information on other liabilities:

As of June 30, 2025, other liabilities do not exceed 10% of the total balance sheet commitments.

2.5. Information on lease payables:

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	2.327.949	1.561.312	1.912.283	1.339.630
Between 1-4 Years	4.586.023	3.078.934	3.476.032	2.423.761
More than 4 Years	2.970.751	2.017.900	2.330.079	1.636.395
Total	9.884.723	6.658.146	7.718.394	5.399.786

2.6. Information on provisions:**2.6.1. Information on provision for employee benefits:**

In accordance with Turkish Labour Law, the reserve for employment termination benefits is calculated as the present value of the probable future obligation in case of the retirement of employees. "TAS 19 - Employee Benefits" necessitates actuarial valuation methods to calculate the liabilities of enterprises.

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The following actuarial assumptions were used in the calculation of total liabilities:

	Current Period	Prior Period
Discount rate (%)	3,38	3,38
Possibility of being eligible for retirement (%)	94,59	94,59

The principal actuarial assumption is that the maximum liability will increase in line with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the effects of future inflation. As the annual ceiling is revised semi-annually, the ceiling of full TL 53.919,68 effective from July 1, 2025 has been taken into consideration in calculating the provision for employee benefit.

Movement of employment termination benefits liability in the balance sheet:

	Current Period	Prior Period
Prior period ending balance	2.910.160	3.283.393
Changes during the period	240.749	549.652
Recognized in equity	411.926	960.004
Paid during the period	(116.326)	(1.882.889)
Balance at the end of the period	3.446.509	2.910.160

In addition, the Group has accounted for unused vacation provision amounting to TL 1.751.355 as of June 30, 2025 (December 31, 2024 – TL 1.026.735).

2.6.2. Information on provisions related with the foreign currency difference of foreign currency indexed loans:

None (December 31, 2024 – None).

2.6.3. Information on other provisions:

	Current Period	Prior Period
Pension fund provision	12.990.997	12.990.997
Provisions on non-funded non cash loans	1.127.674	917.318
General provisions on non cash loans	950.299	635.382
Provision for lawsuits	415.513	360.446
Provisions for credit cards and promotion campaigns related to banking services	317.351	257.637
Other	3.087.944	2.475.691
Total	18.889.778	17.637.471

2.7. Explanations on tax liability:**2.7.1. Information on taxes payable:**

	Current Period	Prior Period
Banking Insurance Transaction Tax ("BITT")	4.693.729	4.461.175
Corporate Tax Payable	1.367.371	864.104
Taxation of Marketable Securities Income	4.574.895	2.783.714
Value Added Tax Payable	283.620	157.036
Foreign Exchange Transaction Tax	47.293	37.266
Property Tax	22.920	18.893
Other	650.180	829.405
Total	11.640.008	9.151.593

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2.7.2. Information on premium payables:

	Current Period	Prior Period
Social security premiums - employee	7.329	5.890
Social security premiums - employer	10.665	7.658
Bank pension fund premiums - employee	252.981	196.652
Bank pension fund premiums - employer	369.566	286.384
Pension fund deposit and provisions - employee	-	-
Pension fund deposit and provisions - employer	-	-
Unemployment insurance - employee	17.870	13.923
Unemployment insurance - employer	36.551	28.129
Other	-	-
Total	694.962	538.636

2.8. Liabilities for property and equipment held for sale and related to discontinued operations (net):

None (December 31, 2024 - None).

2.9. Information on subordinated debt⁽¹⁾:

	Current Period		Prior Period	
	TL	FC	TL	FC
Debt instruments to be included in additional capital calculation	-	20.818.590	-	18.481.048
Subordinated loans	-	-	-	-
Subordinated debt	-	20.818.590	-	18.481.048
Debt instruments to be included in contribution capital calculation	1.257.258	47.477.784	1.301.664	42.148.886
Subordinated loans	-	-	-	-
Subordinated debt	1.257.258	47.477.784	1.301.664	42.148.886
Total	1.257.258	68.296.374	1.301.664	60.629.934

(1) Subordinated loans are explained in detail in the Note "Information on debt instruments included in the calculation of equity" in section four.

2.10. Information on shareholders' equity:**2.10.1. Presentation of paid-in capital:**

	Current Period	Prior Period
Common shares	8.447.051	8.447.051
Preferred shares	-	-

2.10.2. Amount of paid-in capital, disclosure of whether the Bank's registered capital system is applied and if applied registered capital ceiling:

Capital System	Paid-In Capital	Registered Share Capital Ceiling
Registered Capital System	8.447.051	15.000.000

2.10.3. Information on the share capital increases during the period and the sources:

None (December 31, 2024 - None).

2.10.4. Information on transfers from capital reserves to capital during the current period:

None (December 31, 2024 - None).

2.10.5. Information on capital commitments, until the end of the fiscal year and the subsequent interim period:

None (December 31, 2024 - None).

2.10.6. Information on prior period's indicators on the Group's income, profitability and liquidity, and possible effects of these future assumptions on the Bank's equity due to uncertainties of these indicators:

The interest, liquidity, and foreign exchange risk related to on-balance sheet and off-balance sheet assets and liabilities are managed by the Parent Bank within several risk and legal limits.

2.10.7. Privileges on the corporate stock:

None (December 31, 2024 - None).

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Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

2.10.8. Information on value increase fund of marketable securities:

	Current Period		Prior Period	
	TL	FC	TL	FC
From investments in associates, subsidiaries, and joint ventures	-	-	-	-
Revaluation difference	-	-	-	-
Foreign currency difference	-	-	-	-
Financial assets at fair value through other comprehensive income⁽¹⁾	(12.553.858)	(965.181)	(11.635.422)	(1.174.673)
Revaluation difference	(12.553.858)	(965.181)	(11.635.422)	(1.174.673)
Foreign currency differences	-	-	-	-
Total	(12.553.858)	(965.181)	(11.635.422)	(1.174.673)

(1) Includes tax effect related to foreign currency valuation differences in TL column.

2.10.9. Information on minority interest:

	Current Period	Prior Period
Period opening balance	4.672	2.674
Current period profit/(loss)	1.609	2.169
Dividends paid	(703)	(171)
Period ending balance	5.578	4.672

2.10.10. Information on profit distribution:

In accordance with the General Assembly dated March 26, 2025, the net profit of TL 29.016.823 as of December 31, 2024; TL 28.964.515 transferred to extraordinary reserves after the separation of allocated a special reserve of TL 52.308 related to real estate sales income within the framework of Article 5 clause 1/e of Corporate Tax Law Numbered 5520.

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3. Explanations and notes related to consolidated off-balance sheet accounts**3.1. Information on off balance sheet commitments:****3.1.1. The amount and type of irrevocable commitments:**

	Current Period	Prior Period
Commitments on credit card limits	1.207.367.401	968.083.268
Asset purchase and sale commitments	138.154.895	103.444.271
Loan granting commitments	193.429.628	163.019.479
Commitments for cheques	15.944.966	10.835.555
Other irrevocable commitments	423.565.695	257.753.848
Total	1.978.462.585	1.503.136.421

3.1.2. Type and amount of probable losses and obligations arising from off-balance sheet items:

Obligations arising from off-balance sheet are disclosed in "Off-balance sheet commitments". The Group set aside general provision for its non-cash loans amounting to TL 950.299 (December 31, 2024 - TL 635.382) and specific provision amounting to TL 7.203.311 (December 31, 2024 - TL 6.487.637) for non-cash loans which are not indemnified yet amounting to TL 1.127.674 (December 31, 2024 - TL 917.318).

3.1.2.1. Non-cash loans including guarantees, bank acceptance loans, collaterals that are accepted as financial guarantees and other letter of credits:

	Current Period	Prior Period
Bank acceptance loans	4.061.154	3.164.183
Letter of credits	93.342.884	63.782.900
Other guarantees and collaterals	51.267.431	42.776.641
Total	148.671.469	109.723.724

3.1.2.2. Guarantees, suretyships and other similar transactions:

	Current Period	Prior Period
Temporary letter of guarantees	20.695.292	12.704.409
Definite letter of guarantees	283.522.523	221.159.067
Advance letter of guarantees	62.055.320	51.321.060
Letter of guarantees given to customs	14.192.038	12.930.452
Other letter of guarantees	178.659.349	141.569.932
Total	559.124.522	439.684.920

3.1.3. Information on non-cash loans:**3.1.3.1. Total amount of non-cash loans:**

	Current Period	Prior Period
Non-cash loans given against cash loans	179.734.423	138.249.475
With original maturity of 1 year or less than 1 year	34.920.584	22.761.592
With original maturity of more than 1 year	144.813.839	115.487.883
Other non-cash loans	528.061.568	411.159.169
Total	707.795.991	549.408.644

3.2. Information on contingent liabilities and assets:

The Group has recorded a provision of TL 415.513 (December 31, 2024 – TL 360.446) for litigations against the Group and has accounted for it in accompanying consolidated the financial statements under the "Other provisions" account. Except for the claims where provisions are recorded, management considers as remote the probability of a negative result in ongoing litigations and therefore does not foresee any cash outflows for such claim.

3.3. Information on services on behalf of others:

The Bank's activities such as intermediation and custody to serve the investment needs of customers are followed up under off balance sheet accounts.

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

4. Explanations and notes related to consolidated income statement:**4.1. Information on interest income:****4.1.1. Information on interest income on loans:**

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-term loans ⁽¹⁾	94.598.118	7.542.610	65.197.944	3.452.980
Medium/long-term loans ⁽¹⁾	60.470.164	13.596.211	50.806.270	10.541.843
Interest on loans under follow-up	9.044.782	-	3.501.270	-
Premiums received from resource utilisation support fund	-	-	-	-
Total	164.113.064	21.138.821	119.505.484	13.994.823

(1) Includes fees and commissions received for cash loans.

4.1.2. Information on interest income on banks:

	Current Period		Prior Period	
	TL	FC	TL	FC
From the CBRT	5.085.562	-	72.625	6.381
From domestic banks	2.703.706	746.154	2.391.508	734.189
From foreign banks	4.908	2.382.560	8.770	2.098.235
Headquarters and branches abroad	-	-	-	-
Total	7.794.176	3.128.714	2.472.903	2.838.805

4.1.3. Information on interest income on marketable securities:

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial assets measured at fair value through profit or loss	-	73.125	-	93.947
Financial assets measured at fair value through other comprehensive income	17.499.742	1.380.886	16.517.766	863.886
Financial assets measured at amortised cost	29.045.401	2.895.416	37.014.848	3.269.452
Total	46.545.143	4.349.427	53.532.614	4.227.285

As of June 30, 2025, the valuation of related CPI-indexed government bonds has been calculated according to the annual inflation forecast of 30%. In case the CPI forecast increases or decreases by 1%, profit before taxes as of June 30, 2025 will be impacted by approximately TL 876.086.

4.1.4. Information on interest income received from associates and subsidiaries:

	Current Period	Prior Period
Interests received from associates and subsidiaries	423.668	211.408
Total	423.668	211.408

4.2. Information on interest expense:**4.2.1. Information on interest expense on borrowings:**

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	15.401.475	7.132.413	4.624.362	6.393.988
The CBRT	40.211	-	-	-
Domestic banks	3.206.574	441.385	3.114.146	554.757
Foreign banks	12.154.690	6.691.028	1.510.216	5.839.231
Headquarters and foreign branches	-	-	-	-
Other institutions	-	83.808	-	126.227
Total⁽¹⁾	15.401.475	7.216.221	4.624.362	6.520.215

(1) Includes fees and commissions related to borrowings.

4.2.2. Information on interest expense to associates and subsidiaries:

	Current Period	Prior Period
Interests paid to associates and subsidiaries	81.547	117.371
Total	81.547	117.371

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

4.2.3. Information on interest expense to marketable securities issued:

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest expense to marketable securities issued	2.376.488	12.297.619	2.957.060	10.301.941
Total	2.376.488	12.297.619	2.957.060	10.301.941

4.2.4. Information on interest expense on money market transactions:

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest expense on money market transactions	38.838.251	133.750	19.742.810	1.034.045
Total	38.838.251	133.750	19.742.810	1.034.045

4.2.5. Information on other interest expense:

The bank has no commission expense (June 30, 2024 – TL 1.845.558) which has been recognized in other interest expense within the scope of 30th article of the CBRT Tariff Schedule titled “Communiqué on Required Reserve and Foreign Currency Deposit Accounts”.

4.2.6. Maturity structure of the interest expense on deposits:

Account name	Demand Deposit	Time Deposit						Total	Prior Period
		Up to 1 month	Up to 3 months	Up to 6 months	Up to 1 Year	More than 1 year	Accumulating deposit		
TL									
Bank deposits	208.725	1.112.633	58.271	59.566	45.172	-	-	1.484.367	3.920.071
Saving deposits	-	4.490.027	73.607.292	17.141.198	355.964	1.032.875	15	96.627.371	74.045.991
Public sector deposits	-	30.687	66.883	5.031	4	-	-	102.605	146.540
Commercial deposits	145	5.389.654	18.456.794	2.130.620	332.023	241.078	-	26.550.314	30.899.516
Other deposits	-	349.809	10.560.842	441.599	2.502	34	-	11.354.786	7.886.239
Deposits with 7 days notification	-	-	-	-	-	-	-	-	-
Total	208.870	11.372.810	102.750.082	19.778.014	735.665	1.273.987	15	136.119.443	116.898.357
FC									
Foreign currency deposits	27.560	647.305	1.273.342	250.791	343.413	269.227	-	2.811.638	1.623.568
Bank deposits	122.925	52.554	13.290	-	-	-	-	188.769	529.454
Deposits with 7 days notification	-	-	-	-	-	-	-	-	-
Precious metal vault	-	342	14.569	-	516	49	-	15.476	4.573
Total	150.485	700.201	1.301.201	250.791	343.929	269.276	-	3.015.883	2.157.595
Grand total	359.355	12.073.011	104.051.283	20.028.805	1.079.594	1.543.263	15	139.135.326	119.055.952

4.3. Information on trading profit/loss (net):

	Current Period	Prior Period
Profit	158.789.437	144.066.180
Gain from capital market transactions	2.561.026	2.116.218
Derivative financial transaction gains	86.916.298	75.380.375
Foreign exchange gains	69.312.113	66.569.587
Loss (-)	180.548.632	170.047.434
Loss from capital market transactions	114.743	91.455
Derivative financial transaction losses	88.290.104	86.593.365
Foreign exchange loss	92.143.785	83.362.614
Net trading profit/loss	(21.759.195)	(25.981.254)

The net gain resulting from the foreign exchange differences related to derivative financial transactions is TL 31.437.524 (June 30, 2024 – TL 24.877.716 gain).

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

4.4. Allowance for expected credit losses and other provisions:

	Current Period	Prior Period
Allowance for expected credit losses	27.370.833	17.891.706
12-month expected credit losses (Stage 1)	3.618.715	1.584.966
Significant increase in credit risk (Stage 2)	7.763.931	7.106.674
Non-performing loans (Stage 3)	15.988.187	9.200.066
Impairment provisions for financial assets	-	-
Financial assets measured at fair value through profit or loss	-	-
Financial assets measured at fair value through other comprehensive income	-	-
Impairment provisions related to investments in associates, subsidiaries and jointly controlled partnerships (Joint ventures)	-	-
Associates	-	-
Subsidiaries	-	-
Jointly controlled partnerships (joint ventures)	-	-
Other	81.869	36.386
Total	27.452.702	17.928.092

4.5. Information on other operating income:

"Other Operating Income" in the statement of profit or loss mainly includes collections from receivables for which expected credit losses and income from reversal of provisions have been allocated in prior periods.

4.6. Information related to other operating expenses:

	Current Period	Prior Period
Reserve for employee termination benefits	240.749	249.679
Provision expense for pension fund	-	-
Impairment losses of property and equipment	-	-
Depreciation expenses of property and equipment	1.594.528	1.024.587
Impairment losses of intangible assets	-	-
Goodwill impairment losses	-	-
Amortization expenses of intangible assets	445.210	257.869
Impairment losses of equity participations for which equity method is applied	-	-
Impairment losses of assets held for sale	-	-
Depreciation expenses of assets held for sale	-	-
Impairment losses of fixed assets held for sale and assets related to discontinued operations	-	-
Other operating expenses	24.982.914	16.538.404
TFRS 16 exempt lease expenses	220.795	155.234
Repair and maintenance expenses	826.527	540.103
Advertising expenses	723.954	532.910
Other expense	23.211.638	15.310.157
Loss on sales of assets	3.855	-
Other	7.280.114	4.431.223
Total	34.547.370	22.501.762

4.7. Information on profit/loss before taxes from continuing operations and discontinued operations:

The profit before tax includes TL 64.954.758 (June 30, 2024 – TL 45.472.838) of net interest income, TL 52.153.811 (June 30, 2024 – TL 35.958.031) of net fees and commissions income, TL 19.986.606 personnel expenses (June 30, 2024 – TL 13.388.952) and other operating expense amounting to TL 34.547.370 (June 30, 2024 - TL 22.501.762).

As of June 30, 2025, the Group has no profit before taxes from discontinued operations (June 30, 2024 – None).

4.8. Provision for taxes on income from continuing operations and discontinued operations:

As of June 30, 2025, the Group has current tax expense amounting to TL 2.770.834 (June 30, 2024 – TL 6.319.815 expense) and deferred tax expense amounting to TL 2.374.765 (June 30, 2024 – TL 3.815.600 income).

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

4.9. Information on net profit/loss for the period:

4.9.1. The characteristics, dimension and recurrence of income or expense items arising from ordinary banking transactions do not require any additional explanation to understand the Group's current period performance.

4.9.2. The effect of the change in an estimate of financial statement items to profit / loss is not likely to affect subsequent periods.

4.10. Profit/loss of minority interest:

	Current Period	Prior Period
Profit/(loss) of minority interest	1.609	1.006

4.11. Other items in statement of profit or loss:

"Other fees and commissions received" and "Other fees and commissions paid" in profit or loss mainly include commissions and fees related to credit cards and banking transactions.

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

5. Explanations and notes related to Group's risk group:**5.1. The volume of transactions relating to the Group's risk group, outstanding loan and deposit transactions and profit or loss of the period:****5.1.1. Information on loans of the Group's risk group:**

Current Period	Associates, subsidiaries and joint ventures		Direct and indirect shareholders of the Group		Other real and legal persons that have been included in the risk group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Group's risk group ^{(1) (2)}						
Loans						
Balance at the beginning of the period	1.050.288	38.238	19.895	629.218	19.193.000	24.548.964
Balance at the end of the period	749.295	67.723	21.962	409.011	18.447.118	31.141.823
Interest and commission income received	423.668	71	1.251	843	2.697.467	70.164

Prior Period	Associates, subsidiaries and joint ventures		Direct and indirect shareholders of the Group		Other real and legal persons that have been included in the risk group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Group's risk group ^{(1) (2)}						
Loans						
Balance at the beginning of the period	75.482	89.510	35.697	1.304.299	18.315.042	9.439.424
Balance at the end of the period	1.050.288	38.238	19.895	629.218	19.193.000	24.548.964
Interest and commission income received ⁽³⁾	211.408	41	37.228	1.546	3.303.719	40.967

(1) Defined in subsection 2 of the 49th article of Banking Act No. 5411.

(2) The information in table above includes marketable securities and due from banks as well as loans.

(3) Prior period presents profit / loss information of June 30, 2024.

5.1.2. Information on deposits of the Group's risk group:

Group's risk group	Associates, subsidiaries and joint ventures		Direct and indirect shareholders of the Bank		Other real and legal persons that have been included in the risk group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Deposit						
Beginning of the period	990.656	1.152.088	47.747.658	30.457.645	139.529.625	123.741.795
End of the period	1.656.927	990.656	49.814.343	47.747.658	160.283.439	139.529.625
Interest expense on deposits ⁽³⁾	81.547	117.371	5.136.542	2.812.348	5.070.570	8.190.274

(1) Defined in subsection 2 of the 49th article of the Banking Act No. 5411.

(2) The information in table above includes borrowings and repo transactions as well as deposits.

(3) Prior period presents profit / loss information of June 30, 2024.

5.1.3. Information on forward and option agreements and other derivative instruments with the Group's risk group:

Group's risk group	Associates, subsidiaries and joint ventures		Direct and indirect shareholders of the Bank		Other real and legal persons that have been included in the 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 ⁽²⁾	-	-	-	19.721.860	12.693.289	5.382.691
End of the period ⁽²⁾	-	-	-	-	27.312.544	12.693.289
Total profit / loss ⁽³⁾	8.770	-	5.112	293.702	836.461	107.980
Transactions for hedging purposes						
Beginning of the period ⁽²⁾	-	-	-	-	-	-
End of the period ⁽²⁾	-	-	-	-	-	-
Total profit / loss ⁽³⁾	-	-	-	-	-	-

(1) Defined in subsection 2 of the 49th article of the Banking Act No. 5411.

(2) The balances at the beginning and end of the periods are disclosed as the total of buy and sell amounts of derivative financial instruments.

(3) Prior period presents profit / loss information of June 30, 2024.

5.2. Information regarding benefits provided to the Group's top management:

Salaries and benefits paid to the Group's top management amount to TL 175.329 as of June 30, 2025 (June 30, 2024 – TL 138.943).

6. Explanations and notes related to subsequent events :

None.

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

Section six- Explanations on independent auditor's review report

1. Explanations on independent auditor's review report

The consolidated financial statements for the period ended June 30, 2025 have been reviewed by Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. The independent auditor's review report dated July 31, 2025 is presented preceding the consolidated financial statements.

2. Explanations and notes prepared by independent auditor

None.

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

Section Seven⁽¹⁾

Interim activity report

1. Explanations on interim activity report

1.1. Message from Yapı Kredi's Board of Directors Chairman Ali Y. Koç:

In the first half of 2025, the global economy demonstrated a resilient recovery process shaped by uncertainties. As inflationary pressures began to ease in developed countries, Central Banks adopted a more cautious policy stance. While growth in the US and the Eurozone continued at a slow pace, China's reopening process and the recovery in Asian economies supported global demand. Geopolitical tensions and trade blocs, on the other hand, caused occasional disruptions in supply chains and led to fluctuations in energy and commodity prices. In the upcoming period, changes in trade barriers, tightening financial conditions and weakening consumer confidence stand out as the most significant risks to global growth.

In light of these developments, according to International Monetary Fund (IMF)'s World Economic Outlook report dated July 2025, the global economy is expected to decline to 3,0% in 2025, before recovering slightly to 3,1% in 2026. With the impact of the slowdown in global growth, global inflation is expected to fall to 4,2% in 2025 and 3,6% in 2026.

Türkiye's economy maintained its controlled growth during this period, largely driven by domestic demand, recording 2% growth in the first quarter of 2025. According to the IMF's World Economic Outlook Report dated July 2025, the Turkish economy is expected to slow down in 2025 due to tight monetary policies and grow by 3,0%, and by 3,3% in 2026.

The Turkish banking sector has maintained its resilience despite volatile global and domestic conditions thanks to its resilient capital structure, liquidity buffers, and effective risk management. In the first half of the year, total loans increased by 40% annually to reach TL 18,081 trillion. During the same period, the deposit base also grew by 40% to TL 20,829 trillion. In the first half of the year, Yapı Kredi continued to contribute to the Turkish economy by increasing its cash and non-cash loan volume by 36% annually to TL 2,249 trillion.

Taking into account the broad impact of the sector, Yapı Kredi has adopted a responsible growth approach that will increase the positive impact of its activities on all stakeholders and create value for all segments. In parallel, our main approach to sustainability is based on creating long-term value for all areas and stakeholders by being sensitive to social and environmental issues while ensuring economic development and growth.

I would like to take this opportunity to thank all our customers and shareholders for their support and trust, and all our employees and their families for their devoted work.

Ali Y. Koç
Chairman of the Board

(1) Unless otherwise stated, all figures in the section seven are expressed in full TL.

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

1.2. Message from Yapı Kredi's CEO Gökhan Erün:

In the first half of 2025, the global economic agenda was shaped by rising trade tensions, policy uncertainty, and geopolitical uncertainties, causing volatility in the global economic outlook. In addition, tariff hikes and tight labor markets create uncertainty over global inflation. In light of all these developments, according to the International Monetary Fund's (IMF) July 2025 World Economic Outlook, global inflation is expected to fall to 4,2% in 2025 and 3,6% in 2026.

The Turkish economy recorded 2% annual growth in the first quarter of 2025, largely supported by domestic demand.

The Central Bank of the Republic of Türkiye (CBRT) implemented measures to support its tight monetary stance at its April 2025 Monetary Policy Committee meeting and hiked the policy rate to 46% and the upper band of the interest rate corridor to 49%, in order to mitigate the impact of volatility in both global and domestic markets on the inflation outlook. In this regard, the CBRT once again proved its commitment to macro-economic policies by funding the market through the upper band of the interest rate corridor until mid-June and then transitioned back to weekly repo funding with the continuation of the economic recovery. With the improvement in the inflation outlook and the stabilization in domestic markets, the CBRT continued its disrupted rate cutting cycle with a 300 basis points cut at the July 2025 Monetary Policy Committee meeting.

In addition, the international rating agency Moody's upgraded Türkiye's credit rating by one notch to Ba3, reflecting the economic administration's policies aiming a sustainable drop in inflation and increasing confidence in the Turkish lira. Thus, all international rating agencies now have the same rating for Türkiye.

In the first half of 2025, Yapı Kredi's support to the Turkish economy through cash and non-cash loans increased by 36% annually to TL 2,249 trillion whereas TL cash loans and TL customer deposits grew by 19% each, in the same period. The Group's return on tangible equity realized at 22,4%, whereas the return on assets stood at 1,6%. Foreign currency liquidity coverage ratio and total liquidity coverage ratio remained strong at 273% and 134%, respectively. On the capital side, the consolidated capital adequacy ratio realized at 13,1% and the Tier 1 capital ratio at 10,9% (excluding the regulatory forbearance).

In the second quarter of the year, Yapı Kredi secured a sustainability syndicated loan of USD 1,165 billion with the participation of 55 financial institutions from 28 countries. The transaction is to be utilized within the scope of Yapı Kredi's Sustainable Finance Framework. In addition, in June, Yapı Kredi completed a Diversified Payment Rights (DPR) transaction of approximately USD 710 million with a maturity of 5 to 7 years, with the participation of 5 different investors. Thus, approximately USD 3,5 billion was raised from abroad in the first half of 2025 and USD 6,03 billion in the last one year.

Thanks to its strategy based on sustainable growth and customer-oriented value creation, Yapı Kredi aims to strengthen its profitability not only in numerical terms but also in strategic terms. Digitalization, operational efficiency and innovative technologies are not only a goal for the Bank, but also the cornerstones of its strategic investments for the future. Increasing operational efficiency by enhancing efficiency in digital channels and supporting cost optimization by investing in technologies such as artificial intelligence will continue to be the primary focus in 2025 and beyond.

Yapı Kredi also strengthened its commitment to sustainability with concrete progress and continued to expand its sphere of influence on national and international platforms in the first half of the year. In line with SBTi approved and NZBA compliant emission reduction targets, the Bank shared its Net Zero Roadmap, which aims to unlock the transformation potential of the real sector by leveraging the transformative power of finance in the transition to a low-carbon economy, with the public at the beginning of 2025 and became the first bank in Türkiye to do so. Adhering to the principle of transparency in the management of climate risks, the Bank succeeded in being listed on the A List of the CDP Climate Change Program for the second consecutive year. The Bank also published its first TSRS report in full compliance with the Turkish Sustainability Reporting Standards (TSRS) S1 and S2 issued by the Public Oversight Authority. Yapı Kredi's sustainability performance was also recognized on a global scale; the Bank was one of only two companies and the only bank from Türkiye to be included in the "World's Most Sustainable Companies 2025" list published by TIME and Statista. All these developments have once again demonstrated that Yapı Kredi has placed its vision of creating long-term value and its environmental, social and governance based responsibility approach at the center of its corporate culture.

I would like to take this opportunity to thank all our customers and shareholders for their support and trust, and all our employees and their families for their dedication, especially during these challenging times.

Gökhan Erün
CEO

Yapı ve Kredi Bankası A.Ş.**Notes to consolidated financial statements as of June 30, 2025**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

1.3. Overview of Financial Performance:

On 31 July 2025, Yapı Kredi announced its consolidated results for the first six months of 2025, based on Banking Regulation and Supervision Agency (BRSA) Accounting and Reporting Legislation. The Group's cash and non-cash loans reached to TL 2,249 trillion while total deposits reached to TL 1,656 trillion. The Group's net income stood at TL 22.750 million indicating a return on average tangible equity of 22,4%.

Maintaining solid financial fundamentals and controlled growth

In the first six months of 2025, the Group increased its Turkish Lira cash loans by 17% and foreign currency loans by 17%, in US dollar terms, compared to the end of 2024. As a result, total performing loans reached to TL 1,542 trillion. During the same period, the Group's Turkish Lira customer deposits increased by 17% when foreign currency customer deposits increased by 14% in US dollar terms. All incorporated total customer deposits reached to TL 1,635 trillion, as of six months of 2025. Equally important, TL customer demand deposits up by a hefty 36% and TL customer demand deposits in total TL deposits increased to 32% within the scope of continued focus on small tickets in deposit gathering and contribution of efficient customers. Accordingly, loan-to-deposits plus Turkish Lira bonds ratio realized at 93%. The Group's total and foreign currency liquidity coverage ratios realized at 134% and 273%, respectively.

Prudent and conservative asset quality approach

As of first six months of 2025, Yapı Kredi's non-performing loan ratio realized as 3,2%. Despite continued strong collection performance and comparatively slower increase in non-performing loans versus the sector, Yapı Kredi maintained its prudence in provisioning. Accordingly, provisions to gross loans ratio realized at 3,4% when net cost of risk (adjusted for hedged foreign currency impact) materialised at 162 basis points in the first six months of 2025.

Strong capital buffers

In the first six months of 2025, the capital ratios continued to remain above regulatory levels and consolidated Capital Adequacy Ratio and Tier-1 ratio realized at 13,1% and 10,9%, respectively, excluding regulatory forbearances.

Solid revenue performance supporting the bottom-line

In the first six months of the year, Yapı Kredi recorded TL 82.037 million of core banking revenues. In spite of the disruption in the rate cut cycle of the CBRT in the second quarter of the year, swap-adjusted NIM widened by 116 basis points over end-2024 to 1,89%, thanks to agile asset-liability management. Net fees and commissions income, on the other hand, increased by an additional 16% compared to the previous quarter and 45% year-over-year in the first half of 2025 reaching to TL 52.154 million, supporting the top-line performance of the Bank. Operating costs increased by 6% and 52% on a quarterly and cumulative basis, respectively and stood at TL 54.534 million. As a result, fee coverage of operating costs ratio stood at a strong 96%. All in all, the Group achieved a net income of TL 22.750 million and 22,4% return on average tangible equity in the first six months of the year.

1.4. Summary of Consolidated Financials

TL million	Current Period	Prior Period
Total Assets	3.032.657	2.553.881
Performing Loans	1.541.567	1.263.846
Total Deposits	1.656.243	1.374.257
Shareholder's Equity	221.704	192.814
Loans/Assets	51%	49%
Deposits/Assets	55%	54%
NPL	3,2%	3,0%
CAR ⁽¹⁾	14,7%	17,3%
TL million	Current Period	Prior Period
Net Profit	22.750	17.406
Return on Average Tangible Equity	22,4%	19,5%

(1) Reported.

Yapı ve Kredi Bankası A.Ş.

Notes to consolidated financial statements as of June 30, 2025

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

1.5. Important Developments and Transactions Affecting the Bank's Financial Performance:

- On 21 May 2025, Yapı Kredi's Board of Directors resolved to sell non-performing loans amounting in aggregate to TL 2,5 billion for a total amount of TL 506,7 million.
- On 29 May 2025, our Bank signed a sustainability syndicated loan facility comprising of USD 466 million and EUR 407,45 million with 367 days and USD 237,5 million with 734 days maturity, making around USD 1,165 billion in total. In this transaction, participants from 28 countries and 55 financial institutions took part.
- On 25 June 2025, our Bank has executed future flow transactions under its Diversified Payment Rights (DPR) programme. Totalling USD ~710 million, the funding comprises of USD 565 million and EUR 125 million tranches with the participation of 5 different investors. The maturities of the transaction vary between 5 and 7 years.

1.6. Current Trends and Expectations for the Upcoming Period:

In the first six months of 2025, Yapı Kredi revised its year-end guidance.

2025 Yapı Kredi Expectations:

- Loans: Below average inflation growth in Turkish Lira loans (maintained), mid-teens growth in foreign currency loans (maintained)
- Net Interest Margin (including swap costs): 200-225 basis points improvement (Previous: Around 300 basis points improvement)
- Fees: Equal to or higher than 40% increase (Previous: 25%-30% increase)
- Costs: Lower than 50% increase (maintained)
- Cost of Risk: Between 150-175 basis points (maintained)
- Return on Tangible Equity: Mid-twenties (maintained)