

# **Fibabanka Anonim Şirketi and Its Subsidiary**

**Consolidated Financial Statements  
as of and for the Three Months Period Ended  
31 March 2022**

**With Independent Auditors'  
Review Report Thereon**

*(Convenience Translation of Financial Statements and Related  
Disclosures and Footnotes Originally Issued in Turkish)*



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

**Convenience Translation of the Review Report Originally Issued in Turkish to English**

To the Board of Directors of Fibabanka Anonim Şirketi,

*Introduction*

We have reviewed the consolidated statement of financial position of Fibabanka A.Ş. ("the Bank") and its subsidiary (together will be referred as "the Group") as at 31 March 2022 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 for the three month period then ended, and notes, comprising a summary of significant accounting policies and other explanatory information. The Group management is responsible for the preparation and fair presentation of this consolidated interim financial information in accordance with the "Banking Regulation and Supervision Agency ("BRSA") Accounting and Reporting Legislation" which includes "Regulation on Accounting Applications for Banks and Safeguarding of Documents" published in the Official Gazette No. 26333 dated 1 November 2006, and other regulations on accounting records of banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by BRSA and the requirements of Turkish Accounting Standard 34 "Interim Financial Reporting" for the matters not regulated by the aforementioned regulations (together referred as "BRSA Accounting and Financial Reporting Legislation"). Our responsibility is to express a conclusion on this consolidated interim financial information based on our review.

*Scope of Review*

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



#### *Basis for Qualified Conclusion*

The accompanying consolidated interim financial information as at 31 March 2022 includes a general reserve of total of TL 352.000 thousands of which TL 15.000 thousands was recognized as expense within the current period and TL 337.000 thousands had been recognized as expense in prior periods; with a deferred tax asset amounting to TL 80.960 thousands of which TL 3.450 thousands was recognized within the current period and TL 77.510 thousands had been recognized in prior periods; for the possible effects of the negative circumstances which may arise in the economy or market conditions which is not in line with the requirements of BRSA Accounting and Financial Reporting Legislation.

#### *Qualified Conclusion*

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information does not present fairly, in all material respects, the consolidated financial position of Fibabanka A.Ş. and its financial subsidiary as at 31 March 2022 and its consolidated financial performance and consolidated cash flows for the three month period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.

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

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

#### **Additional paragraph for convenience translation to English:**

The accounting principles summarized in Note 1 Section Three, differ from the accounting principles generally accepted in countries in which the accompanying consolidated interim financial information is to be distributed and International Financial Reporting Standards ("IFRS"). Accordingly, the accompanying consolidated interim financial information is not intended to present the financial position and results of operations in accordance with accounting principles generally accepted in such countries of users of the consolidated interim financial information and IFRS.

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

Alper Güvenç, SMMM  
Partner

12 May 2022  
İstanbul, Turkey

**THE CONSOLIDATED FINANCIAL REPORT OF  
FİBABANKA A.Ş.  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2022**

Address : Esentepe Mah. Büyükdere Caddesi  
No: 129 Şişli 34394 İstanbul-  
Türkiye  
Telephone : (212) 381 82 82  
Fax : (212) 258 37 78  
Web Site : [www.fibabanka.com.tr](http://www.fibabanka.com.tr)  
Contact E-Mail : [deniz.turunc@fibabanka.com.tr](mailto:deniz.turunc@fibabanka.com.tr)

The consolidated financial report for the three months period prepared in accordance with the communiqué of Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks as regulated by Banking Regulation and Supervision Agency, is comprised of the following sections:

- GENERAL INFORMATION ABOUT THE PARENT BANK
- CONSOLIDATED FINANCIAL STATEMENTS OF THE PARENT BANK
- EXPLANATIONS ON THE CORRESPONDING ACCOUNTING POLICIES APPLIED IN THE RELATED PERIOD
- INFORMATION ON FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE CONSOLIDATED GROUP
- EXPLANATORY DISCLOSURES AND FOOTNOTES TO CONSOLIDATED FINANCIAL STATEMENTS
- REVIEW REPORT
- INTERIM ACTIVITY REPORT

The consolidated subsidiary included in this consolidated financial report is as follows:

**Subsidiary:**

- Fiba Portföy Yönetimi A.Ş.

The consolidated financial statements and the explanatory footnotes and disclosures, unless otherwise indicated, are prepared in thousands of Turkish Lira, and in accordance with the Communiqué on Banks' Accounting Practice and Maintaining Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards, related communiqués and the Banks' records, have been reviewed and presented as attached.

					
Hüsnü Mustafa Özyeğin	İsmet Kaya Erdem	Faik Onur Umut	Ömer Mert	Elif Alsev - Utku Özbey	Ayşe Akdaş
Chairman of the Board of Directors	Member of the Audit Committee	Member of the Audit Committee	General Manager and Member of the Board of Directors	Deputy General Manager	Director Financial Control and Reporting

Information related to personnel to whom questions related to this financial report may be directed:

Name-Surname/Title : **Ayşe Akdaş/** Financial Control and Reporting Director  
Telephone Number : (212) 381 84 88  
Fax Number : (212) 258 37 78

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# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

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### SECTION ONE

#### GENERAL INFORMATION

**I. History of the Parent Bank Including Its Incorporation Date, Initial Status and Amendments to the Initial Status**

On 21 December 2001, Share Transfer Agreement was signed with Novabank S.A. for the sale of all shares of Sitebank A.Ş. under the control of SDIF and the sale transaction was approved by the decision of Banking Regulation and Supervision Agency ("BRSA") No: 596 on 16 January 2002.

In the General Assembly held on 4 March 2003, the name of Sitebank A.Ş. was amended as BankEuropa Bankası A.Ş.

In the extraordinary General Assembly held on 28 November 2006, the name of BankEuropa Bankası A.Ş. was amended as Millennium Bank A.Ş.

On 27 December 2010, acquisition of the Bank by Credit Europe Bank N.V., which is an affiliate of Fiba Holding A.Ş., was realized.

In the extraordinary General Assembly held on 25 April 2011 the name of Millennium Bank A.Ş. was amended as Fibabanka A.Ş. ("the Bank" or "the Parent Bank")

**II. Shareholder Structure, Shareholders Having Direct or Indirect, Joint or Individual Control Over the Management and Internal Audit of the Parent Bank, Changes in Shareholder Structure During the Current Period, if any and Information on the Parent Bank's Risk Group**

On 10 February 2010, Banco Comercial Portugues S.A. and Credit Europe Bank N.V., which is an affiliate of Fiba Group, signed a share purchase agreement to transfer 95% of the Bank's shares to Credit Europe Bank N.V. and the legal approval process was completed as of 27 December 2010.

Credit Europe Bank N.V.'s share of capital increased from 95% to 97,6% after the capital increases during 2011 and 2012. Fiba Holding A.Ş. became the ultimate parent of the Bank after acquiring 97,6% of the shares from Credit Europe Bank N.V. on 3 December 2012 and 2,4% of the shares from Banco Comercial Portugues S.A. on 7 December 2012. In 2013, there was the first sale of equity shares to the management of the Bank, and there has been changes over time. As of 31 March 2022 the total shares held by the Bank's Management represent 2,66% of the Bank's Capital.

The Parent Bank applied to the BRSA on 14 January 2015 for permission of the subordinated loan provided from Fiba Holding A.Ş. in the amount of USD 50 million to be converted to share capital. Following the authorization of the BRSA on 4 March 2015, the Board of Directors decision was taken on 5 March 2015 regarding share capital increase from TL 550.000 to TL 678.860. TL 127.045 of the increase was provided by the subordinated loan granted by Fiba Holding A.Ş. which had been approved to be converted to capital and TL 1.815 of total capital was paid in cash by the other shareholders, capital increase was recognised in financial statements following the completion of the legal procedures on 7 May 2015.

The Parent Bank's paid-in capital amounting to TL 678.860 was increased to TL 847.515 on 23 December 2015 with equal contributions from International Finance Corporation ("IFC") and European Bank for Reconstruction and Development ("EBRD") amounting TL 168.655 in total. In addition, share issuance premium of TL 73.379 was recognised in the shareholders' equity.

The Bank's paid-in capital amounting to TL 847.515 was increased to TL 941.161 on 7 September 2016 with the capital contribution of TurkFinance B.V. by TL 93.646. In addition, TL 55.299 was recorded to the equity as share premium.

As of 31 March 2022, paid-in capital of the Bank is TL 941.161 and all paid in.

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

#### III. Explanations Regarding the Shares of the Bank Owned by and Areas of Responsibility of the Chairman and the Members of Board of Directors, Audit Committee Members, Chief Executive Officer, Executive Vice Presidents

Name Surname	Title	Assignment Date
<b>Board of Directors</b>		
Hüsnü Mustafa Özyeğin	Chairman	27-Dec-10
Fevzi Bozer	Deputy Chairman	27-Dec-10
İsmet Kaya Erdem	Member	11-Feb-13
Mehmet Güleşci	Member	27-Dec-10
Faik Onur Umut	Member	23-Jan-19
Memduh Aslan Akçay	Member	13-Apr-16
Hülya Kefeli	Member	15-May-17
Seyfettin Ata Köseoğlu	Member	23-Jan-20
Erman Kalkandelen	Member	02-Jul-21
Ömer Mert	General Manager - Member	18-Jan-17
<b>Audit Committee</b>		
İsmet Kaya Erdem	Member	27-Dec-19
Faik Onur Umut	Member	14-Jan-20
<b>Assistant General Managers</b>		
Elif Alsev Utku Özbey	Deputy GM - Financial Control & Reporting	07-Jan-11
Kerim Lokman Kuriş	AGM - Corporate & Commercial Banking	01-Dec-15
Turgay Hasdiker	AGM - Credits	01-Dec-15
Ahu Dolu	AGM - Financial Institutions, Project Finance and Investor Relations	01-Dec-15
Gerçek Önal	AGM - Chief Legal Officer	01-Feb-16
İbrahim Toprak	AGM - Treasury	01-Apr-20
Serdar Yılmaz	AGM - Information Technologies and Banking Operations	01-Sep-20
Gökhan Ertürk	AGM - Ecosystem & Platform Banking	11-May-21

The Bank's equity shares owned by the individuals listed above are not material.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### IV. Individuals and Institutions That Have Qualified Shares in the Bank

Name Surname/ Commercial Title	Share Amount (Nominal)	Share Ratios	Paid in Capital (Nominal)	Unpaid Shares
Fiba Holding A.Ş.	653.808	69,47%	653.808	--
Hüsnü Mustafa Özyeğin (*)	647.287	68,78%	647.287	--

(\*) States indirect share of Mr Hüsnü Mustafa Özyeğin in the Bank due to his direct share in Fiba Holding A.Ş.

### V. Summary Information on the Bank's Services and Activity Areas

The Bank was incorporated as a privately owned bank authorized for customer deposit acceptance and the Head Office of the Bank is located in Istanbul, Turkey. As of 31 March 2022, the Group serves with 46 domestic branches and 1.725 employees.

### VI. Other Information

The Bank's Commercial Title	: - Fibabanka Anonim Şirketi
The Bank's General Directorate Address	: Esentepe Mah. Büyükdere Caddesi No:129 Şişli 34394 İstanbul
The Bank's Phone and Fax Numbers	:- Telephone : (0212) 381 82 82 Fax : (0212) 258 37 78
The Bank's Web Site Address	: <a href="http://www.fibabanka.com.tr">www.fibabanka.com.tr</a>
The Bank's E-Mail Address	: <a href="mailto:malikontrol@fibabanka.com.tr">malikontrol@fibabanka.com.tr</a>
Reporting Period	: 1 January 2021 - 31 March 2022

The financial statements, related disclosures and notes in this report are presented, unless otherwise indicated, in thousands of Turkish Lira (TL).

### VII. Information on application differences between consolidation practices as per the Regulation on Preparation of Consolidated Financial Statements of Banks as per the Turkish Accounting Standards, and entities subject to full or proportional consolidation or deducted from equity or not subject to any of these three methods

As per the Regulation on Preparation of Consolidated Financial Statements of Banks, the investments in financial affiliates are subject to consolidation whereas as per the Turkish Accounting Standards, the investments in both financial and non-financial subsidiaries are subject to consolidation. There are no investments in entities subject to proportional consolidation or to deduction from equity.

### VIII. Current or likely actual or legal barriers to immediate transfer of equity or repayment of debts between parent bank and its subsidiaries

None.

**SECTION TWO**  
**CONSOLIDATED FINANCIAL STATEMENTS**

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

AS AT 31 MARCH 2022

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

ASSETS	Footnotes	CURRENT PERIOD			PRIOR PERIOD		
		(31/03/2022)			(31/12/2021)		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		4.236.738	16.555.221	20.791.959	3.621.712	14.485.168	18.106.880
1.1 Cash and Cash Equivalents	(5.1.1)	1.483.093	14.727.841	16.210.934	1.333.558	13.208.704	14.542.262
1.1.1 Cash and Balances at Central Bank		978.168	12.839.330	13.817.498	936.627	11.978.033	12.914.660
1.1.2 Banks	(5.1.3)	184.320	816.925	1.001.245	398.370	1.101.951	1.500.321
1.1.3 Money Market Placements		322.130	1.071.586	1.393.716	-	128.720	128.720
1.1.4 Expected Credit Loss (-)		1.525	-	1.525	1.439	-	1.439
1.2 Financial Assets Measured at Fair Value Through Profit or Loss	(5.1.2)	78.879	65.990	144.869	139.676	75.329	215.005
1.2.1 Government Debt Securities		194	2.610	2.804	262	2.316	2.578
1.2.2 Equity Securities		-	-	-	-	-	-
1.2.3 Other Financial Assets		78.685	63.380	142.065	139.414	73.013	212.427
1.3 Financial Assets Measured at Fair Value Through Other Comprehensive Income	(5.1.4)	1.815.832	1.736.737	3.552.569	880.024	1.197.729	2.077.753
1.3.1 Government Debt Securities		1.103.455	1.056.094	2.159.549	483.387	558.479	1.041.866
1.3.2 Equity Securities		4.897	-	4.897	4.897	-	4.897
1.3.3 Other Financial Assets		707.480	680.643	1.388.123	391.740	639.250	1.030.990
1.4 Derivative Financial Assets	(5.1.2)	858.934	24.653	883.587	1.268.454	3.406	1.271.860
1.4.1 Derivative Financial Assets Measured at Fair Value Through Profit and Loss		858.934	24.653	883.587	1.268.454	3.406	1.271.860
1.4.2 Derivative Financial Assets Measured at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
II. FINANCIAL ASSETS MEASURED AT AMORTISED COST (NET)	(5.1.6)	20.025.905	9.822.913	29.848.818	15.864.610	9.477.894	25.342.504
2.1 Loans	(5.1.5)	20.713.270	6.075.586	26.788.856	16.495.038	6.434.332	22.929.370
2.2 Lease Receivables	(5.1.10)	-	-	-	-	-	-
2.3 Factoring Receivables	(5.1.5)	69.235	5.054	74.289	70.629	3.435	74.064
2.4 Financial Assets Measured at Amortised Cost	(5.1.6)	232.871	3.742.273	3.975.144	190.594	3.040.127	3.230.721
2.4.1 Government Debt Securities		192.732	3.714.502	3.907.234	190.594	3.015.309	3.205.903
2.4.2 Other Financial Assets		40.139	27.771	67.910	-	24.818	24.818
2.5 Expected Credit Losses (-)		989.471	-	989.471	891.651	-	891.651
III. ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(5.1.16)	147.761	-	147.761	182.161	-	182.161
3.1 Assets Held for Sale		147.761	-	147.761	182.161	-	182.161
3.2 Related to Discontinued Operations		-	-	-	-	-	-
IV. EQUITY INVESTMENTS		112.500	-	112.500	112.500	-	112.500
4.1 Investments in Associates (Net)	(5.1.7)	-	-	-	-	-	-
4.1.1 Associates Accounted by Using Equity Method		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		-	-	-	-	-	-
4.2 Investments in Subsidiaries (Net)	(5.1.8)	112.500	-	112.500	112.500	-	112.500
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non-financial Subsidiaries		112.500	-	112.500	112.500	-	112.500
4.3 Joint Ventures (Net)	(5.1.9)	-	-	-	-	-	-
4.3.1 Joint Ventures Accounted by Using Equity Method		-	-	-	-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-	-	-	-
V. TANGIBLE ASSETS (Net)	(5.1.12)	362.262	-	362.262	414.653	-	414.653
VI. INTANGIBLE ASSETS (Net)	(5.1.13)	178.077	-	178.077	106.559	-	106.559
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		178.077	-	178.077	106.559	-	106.559
VII. INVESTMENT PROPERTY (Net)	(5.1.14)	-	-	-	-	-	-
VIII. CURRENT TAX ASSET		777	-	777	2.077	-	2.077
IX. DEFERRED TAX ASSET	(5.1.15)	394.073	-	394.073	309.094	-	309.094
X. OTHER ASSETS	(5.1.17)	724.184	9.308	733.492	599.510	8.870	608.380
TOTAL ASSETS		26.182.277	26.387.442	52.569.719	21.212.876	23.971.932	45.184.808

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

AS AT 31 MARCH 2022

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

LIABILITIES	Footnotes	CURRENT PERIOD			PRIOR PERIOD		
		(31/03/2022)			(31/12/2021)		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	(5.II.1)	21.641.212	16.017.659	37.658.871	15.340.623	15.659.742	31.000.365
II. FUNDS BORROWED	(5.II.3)	8.432	381.908	390.340	15.646	507.931	523.577
III. MONEY MARKET FUNDS		-	600.658	600.658	300.117	412.623	712.740
IV. SECURITIES ISSUED (Net)	(5.II.4)	-	2.859.993	2.859.993	-	2.646.236	2.646.236
4.1 Bills		-	-	-	-	-	-
4.2 Asset Backed Securities		-	-	-	-	-	-
4.3 Bonds		-	2.859.993	2.859.993	-	2.646.236	2.646.236
V. FUNDS		-	-	-	-	-	-
5.1 Borrower funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	(5.II.2)	1.261.911	24.538	1.286.449	1.674.998	3.398	1.678.396
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		1.261.911	24.538	1.286.449	1.674.998	3.398	1.678.396
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
VIII. FACTORING LIABILITIES		-	-	-	-	-	-
IX. LEASE LIABILITIES (Net)	(5.II.6)	50.565	-	50.565	48.916	233	49.149
X. PROVISIONS	(5.II.8)	445.604	-	445.604	406.060	-	406.060
10.1 Provisions for Restructuring		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		48.530	-	48.530	51.975	-	51.975
10.3 Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4 Other Provisions		397.074	-	397.074	354.085	-	354.085
XI. CURRENT TAX LIABILITIES	(5.II.9)	283.947	-	283.947	290.810	-	290.810
XII. DEFERRED TAX LIABILITIES	(5.II.9)	-	-	-	-	-	-
XIII. LIABILITIES FOR ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	(5.II.10)	-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Related to Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBTS	(5.II.11)	-	3.582.253	3.582.253	-	3.790.148	3.790.148
14.1 Loans		-	-	-	-	-	-
14.2 Other Debt Instruments		-	3.582.253	3.582.253	-	3.790.148	3.790.148
XV. OTHER LIABILITIES	(5.II.5)	1.792.028	373.146	2.165.174	1.202.055	520.797	1.722.852
XVI. SHAREHOLDERS' EQUITY	(5.II.12)	3.261.468	(15.603)	3.245.865	2.387.510	(23.035)	2.364.475
16.1 Paid-in Capital		941.161	-	941.161	941.161	-	941.161
16.2 Capital Reserves		228.678	-	228.678	228.678	-	228.678
16.2.1 Equity Share Premium		128.678	-	128.678	128.678	-	128.678
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		100.000	-	100.000	100.000	-	100.000
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		(9.973)	-	(9.973)	(12.391)	-	(12.391)
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		661.588	(15.603)	645.985	129.399	(23.035)	106.364
16.5 Profit Reserves		1.082.910	-	1.082.910	707.492	-	707.492
16.5.1 Legal Reserves		71.590	-	71.590	52.876	-	52.876
16.5.2 Statutory Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		926.300	-	926.300	654.616	-	654.616
16.5.4 Other Profit Reserves		85.020	-	85.020	-	-	-
16.6 Profit or Loss		356.827	-	356.827	392.927	-	392.927
16.6.1 Prior Periods' Profit or Loss		10.339	-	10.339	(25.335)	-	(25.335)
16.6.2 Current Period Net Profit or Loss		346.488	-	346.488	418.262	-	418.262
16.7 Minority Interest	(5.II.13)	277	-	277	244	-	244
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>28.745.167</b>	<b>23.824.552</b>	<b>52.569.719</b>	<b>21.666.735</b>	<b>23.518.073</b>	<b>45.184.808</b>

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS AS AT 31 MARCH 2022

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

	Footnotes	CURRENT PERIOD (31/03/2022)			PRIOR PERIOD (31/12/2021)		
		TL	FC	Total	TL	FC	Total
<b>A. OFF-BALANCE SHEET COMMITMENTS (I+II+III)</b>		<b>26.651.080</b>	<b>55.384.173</b>	<b>82.035.253</b>	<b>17.084.719</b>	<b>50.471.248</b>	<b>67.555.967</b>
<b>I. GUARANTIES AND WARRANTIES</b>	(5.III.1)	<b>529.602</b>	<b>521.033</b>	<b>1.050.635</b>	<b>456.564</b>	<b>547.613</b>	<b>1.004.177</b>
1.1. Letters of Guarantee		511.602	299.527	811.129	454.064	227.839	681.903
1.1.1. Guarantees Subject to State Tender Law		-	-	-	-	-	-
1.1.2. Guarantees Given for Foreign Trade Operations		-	-	-	-	-	-
1.1.3. Other Letters of Guarantee		511.602	299.527	811.129	454.064	227.839	681.903
1.2. Bank Acceptances		18.000	111.806	129.806	2.500	172.175	174.675
1.2.1. Import Letter of Acceptances		18.000	111.806	129.806	2.500	172.175	174.675
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		-	109.700	109.700	-	147.599	147.599
1.3.1. Documentary Letters of Credit		-	109.700	109.700	-	147.599	147.599
1.3.2. Other Letters of Credit		-	-	-	-	-	-
1.4. Prefinancing Given as Guarantee		-	-	-	-	-	-
1.5. Endorsements		-	-	-	-	-	-
1.5.1. Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
1.5.2. Other Endorsements		-	-	-	-	-	-
1.6. Purchase Guarantees for Securities Issued		-	-	-	-	-	-
1.7. Factoring Guarantees		-	-	-	-	-	-
1.8. Other Guarantees		-	-	-	-	-	-
1.9. Other Collaterals		-	-	-	-	-	-
<b>II. COMMITMENTS</b>	(5.III.1)	<b>4.687.443</b>	<b>4.287.914</b>	<b>8.975.357</b>	<b>2.962.647</b>	<b>5.091.482</b>	<b>8.054.129</b>
2.1. Irrevocable Commitments		4.687.443	4.287.914	8.975.357	2.962.647	5.091.482	8.054.129
2.1.1. Asset Purchase Commitments		1.923.647	4.287.914	6.211.561	852.230	5.091.482	5.943.712
2.1.2. Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4. Loan Granting Commitments		2.395.471	-	2.395.471	1.794.126	-	1.794.126
2.1.5. Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6. Commitments for Reserve Requirements		-	-	-	-	-	-
2.1.7. Commitments for Cheque Payments		322.960	-	322.960	248.984	-	248.984
2.1.8. Tax and Fund Liabilities from Export Commitments		-	11.193	11.193	36.399	-	36.399
2.1.9. Commitments for Credit Card Limits		28.760	-	28.760	25.488	-	25.488
2.1.10. Commitments for Credit Cards and Banking Services Promotions		15	-	15	11	-	11
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		5.397	-	5.397	5.409	-	5.409
2.2. Revocable Commitments		-	-	-	-	-	-
2.2.1. Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2. Other Revocable Commitments		-	-	-	-	-	-
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>	(5.III.5)	<b>21.434.035</b>	<b>50.575.226</b>	<b>72.009.261</b>	<b>13.665.508</b>	<b>44.832.153</b>	<b>58.497.661</b>
3.1. Hedging Derivative Financial Instruments		-	-	-	-	-	-
3.1.1. Fair Value Hedges		-	-	-	-	-	-
3.1.2. Cash Flow Hedges		-	-	-	-	-	-
3.1.3. Foreign Net Investment Hedges		-	-	-	-	-	-
3.2. Trading Derivative Financial Instruments		21.434.035	50.575.226	72.009.261	13.665.508	44.832.153	58.497.661
3.2.1. Forward Foreign Currency Buy/Sell Transactions		7.641.673	12.507.426	20.149.099	4.774.169	8.392.980	13.167.149
3.2.1.1. Forward Foreign Currency Transactions - Buy		7.207.367	2.733.121	9.940.488	3.744.791	2.623.309	6.368.100
3.2.1.2. Forward Foreign Currency Transactions - Sell		434.306	9.774.305	10.208.611	1.029.378	5.769.671	6.799.049
3.2.2. Swap Transactions Related to Foreign Currency and Interest		11.981.500	32.325.604	44.307.104	8.002.670	32.694.818	40.697.488
3.2.2.1. Foreign Currency Swap- Buy		1.731.461	17.706.665	19.438.126	573.042	17.357.965	17.931.007
3.2.2.2. Foreign Currency Swap- Sell		5.365.791	13.991.635	19.357.426	3.105.360	14.765.611	17.870.971
3.2.2.3. Interest Rate Swap- Buy		2.442.124	313.652	2.755.776	2.162.134	285.621	2.447.755
3.2.2.4. Interest Rate Swap- Sell		2.442.124	313.652	2.755.776	2.162.134	285.621	2.447.755
3.2.3. Foreign Currency, Interest Rate and Securities Options		1.734.750	4.482.760	6.217.510	883.590	3.329.323	4.212.913
3.2.3.1. Foreign Currency Options- Buy		769.433	2.126.928	2.896.361	343.067	1.642.822	1.985.889
3.2.3.2. Foreign Currency Options- Sell		965.317	2.355.832	3.321.149	540.523	1.686.501	2.227.024
3.2.3.3. Interest Rate Options- Buy		-	-	-	-	-	-
3.2.3.4. Interest Rate Options- Sell		-	-	-	-	-	-
3.2.3.5. Securities Options- Buy		-	-	-	-	-	-
3.2.3.6. Securities Options- Sell		-	-	-	-	-	-
3.2.4. Foreign Currency Futures		76.112	-	76.112	5.079	-	5.079
3.2.4.1. Foreign Currency Futures- Buy		-	-	-	-	-	-
3.2.4.2. Foreign Currency Futures- Sell		76.112	-	76.112	5.079	-	5.079
3.2.5. Interest Rate Futures		-	-	-	-	-	-
3.2.5.1. Interest Rate Futures- Buy		-	-	-	-	-	-
3.2.5.2. Interest Rate Futures- Sell		-	-	-	-	-	-
3.2.6. Other		-	1.259.436	1.259.436	-	415.032	415.032
<b>B. CUSTODY AND PLEDGES RECEIVED (IV+V+VI)</b>		<b>228.817.249</b>	<b>185.228.048</b>	<b>414.045.297</b>	<b>204.451.567</b>	<b>174.613.925</b>	<b>379.065.492</b>
<b>IV. ITEMS HELD IN CUSTODY</b>		<b>1.371.260</b>	<b>21.930.033</b>	<b>23.301.293</b>	<b>1.617.746</b>	<b>19.003.782</b>	<b>20.621.528</b>
4.1. Customer Fund and Portfolio Balances		296.351	2.329.996	2.626.347	594.412	1.666.736	2.261.148
4.2. Investment Securities Held in Custody		126.047	3.872.359	3.998.406	107.120	3.124.194	3.231.314
4.3. Cheques Received for Collection		747.992	536.603	1.284.595	712.874	379.402	1.092.276
4.4. Commercial Notes Received for Collection		93.370	41.676	135.046	95.840	37.935	133.775
4.5. Other Assets Received for Collection		-	-	-	-	-	-
4.6. Assets Received for Public Offering		-	-	-	-	-	-
4.7. Other Items Under Custody		107.500	15.149.399	15.256.899	107.500	13.795.515	13.903.015
4.8. Custodians		-	-	-	-	-	-
<b>V. PLEDGES RECEIVED</b>		<b>227.445.989</b>	<b>163.298.015</b>	<b>390.744.004</b>	<b>202.833.821</b>	<b>155.610.143</b>	<b>358.443.964</b>
5.1. Marketable Securities		503.912	144.375	648.287	553.381	118.114	671.495
5.2. Guarantee Notes		83.232	395.922	479.154	95.435	478.849	574.284
5.3. Commodity		-	129.682	129.682	-	126.719	126.719
5.4. Warranty		-	-	-	-	-	-
5.5. Immovables		6.306.068	30.612.052	36.918.120	6.841.393	29.100.993	35.942.386
5.6. Other Pledged Items		220.552.777	132.015.984	352.568.761	195.343.612	125.785.468	321.129.080
5.7. Pledged Items - Depository		-	-	-	-	-	-
<b>VI. ACCEPTED BILL, GUARANTEES AND WARRANTIES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)</b>		<b>255.468.329</b>	<b>240.612.221</b>	<b>496.080.550</b>	<b>221.536.286</b>	<b>225.085.173</b>	<b>446.621.459</b>

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARIES

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD BETWEEN 1 JANUARY 2022-31 MARCH 2022

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

INCOME AND EXPENSE ITEMS		Footnotes	CURRENT PERIOD (01/01/2022-31/03/2022)	PRIOR PERIOD (01/01/2021-31/03/2021)
I.	INTEREST INCOME	(5.IV.1)	1.163.467	707.841
1.1	Interest on Loans	(5.IV.1)	1.021.744	648.250
1.2	Interest on Reserve Deposits		16.492	10.610
1.3	Interest on Banks	(5.IV.1)	2.412	8.468
1.4	Interest on Money Market Placements		13.086	5.462
1.5	Interest on Marketable Securities Portfolio	(5.IV.1)	109.520	34.479
1.5.1	Financial Assets Measured at Fair Value Through Profit or Loss		40	2.014
1.5.2	Financial Assets Measured at Fair Value Through Other Comprehensive Income		51.439	14.682
1.5.3	Financial Assets Measured at Amortized Cost		58.041	17.783
1.6	Financial Lease Income		-	-
1.7	Other Interest Income		213	572
II.	INTEREST EXPENSE (-)		948.272	481.052
2.1	Interest on Deposits	(5.IV.2)	809.365	389.498
2.2	Interest on Funds Borrowed	(5.IV.2)	82.966	51.433
2.3	Interest on Money Market Placements		2.356	3.982
2.4	Interest on Securities Issued	(5.IV.2)	48.249	29.751
2.5	Interest on Leasing Expenses		5.145	4.252
2.6	Other Interest Expenses		191	2.136
III.	NET INTEREST INCOME (I - II)		215.195	226.789
IV.	NET FEES AND COMMISSIONS INCOME		95.578	57.206
4.1	Fees and Commissions Received		122.468	67.991
4.1.1	Non-cash Loans		6.148	5.571
4.1.2	Other	(5.IV.12)	116.320	62.420
4.2	Fees and Commissions Paid (-)		26.890	10.785
4.2.1	Non-cash Loans		20	14
4.2.2	Other	(5.IV.12)	26.870	10.771
V	DIVIDEND INCOME	(5.IV.3)	160.000	-
VI.	TRADING INCOME / LOSS (Net)	(5.IV.4)	400.190	14.429
6.1	Trading Gain / Loss on Securities		14.491	7.478
6.2	Gain / Loss on Derivative Financial Transactions		(135.005)	(38.124)
6.3	Foreign Exchange Gain / Loss		520.704	45.075
VII.	OTHER OPERATING INCOME	(5.IV.5)	147.865	92.915
VIII.	TOTAL OPERATING INCOME (III+IV+V+VI+VII)		1.018.828	391.339
IX.	EXPECTED CREDIT LOSS (-)	(5.IV.6)	170.683	99.113
X.	OTHER PROVISION EXPENSES (-)	(5.IV.6)	42.021	20
XI.	PERSONNEL EXPENSES (-)		150.615	92.672
XII.	OTHER OPERATING EXPENSES (-)	(5.IV.7)	245.554	94.129
XIII.	NET OPERATING INCOME / LOSS (VIII-IX-X-XI-XII)		409.955	105.405
XIV.	AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER		-	-
XV.	INCOME FROM INVESTMENTS UNDER EQUITY ACCOUNTING		-	-
XVI.	GAIN / LOSS ON NET MONETARY POSITION		-	-
XVII.	P/L BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)	(5.IV.8)	409.955	105.405
XVIII.	TAX PROVISION FOR CONTINUING OPERATIONS (±)	(5.IV.9)	(63.434)	(21.873)
18.1	Current Tax Provision		(187.817)	(1.520)
18.2	Deferred Tax Expense Effect (+)		(26.334)	(20.353)
18.3	Deferred Tax Income Effect (-)		150.717	-
XIX.	NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)	(5.IV.10)	346.521	83.532
XX.	INCOME FROM DISCONTINUED OPERATIONS		-	-
20.1	Income From Non-current Assets Held for Sale		-	-
20.2	Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	-
20.3	Income From Other Discontinued Operations		-	-
XXI.	EXPENSES FROM DISCONTINUED OPERATIONS (-)		-	-
21.1	Expenses on Non-current Assets Held for Sale		-	-
21.2	Losses from Sales of Associates, Subsidiaries and Joint Ventures		-	-
21.3	Expenses From Other 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	Deferred Tax Expense Effect (+)		-	-
23.3	Deferred Tax Income Effect (-)		-	-
XXIV.	NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XXII-XXIII)		-	-
XXV.	NET PROFIT / LOSS (XIX+XXIV)	(5.IV.11)	346.521	83.532
25.1	Group Profit/Loss		346.488	83.521
25.2	Minority Interest		33	11
	Earnings per share		0,00368	0,00089

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD BETWEEN 1 JANUARY 2022-31 MARCH 2022

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

	CURRENT PERIOD (01/01/2022- 31/03/2022)	PRIOR PERIOD (01/01/2021- 31/03/2021)
I. CURRENT PERIOD PROFIT / LOSS	346.521	83.532
II. OTHER COMPREHENSIVE INCOME	539.564	(9.310)
2.1 Not Reclassified Through Profit or Loss	(57)	-
2.1.1 Property and Equipment Revaluation Increase/Decrease	-	-
2.1.2 Intangible Assets Revaluation Increase/Decrease	-	-
2.1.3 Defined Benefit Pension Plan Remeasurements Gain/Loss	(70)	-
2.1.4 Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	-
2.1.5 Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss	13	-
2.2 Reclassified Through Profit or Loss	539.621	(9.310)
2.2.1 Foreign Currency Conversion Differences	-	-
2.2.2 Valuation and/or Reclassification Income/Expense of Financial Assets Measured at Fair Value Through Other Comprehensive Income	579.050	(11.576)
2.2.3 Cash Flow Hedge Income/Loss	-	-
2.2.4 Foreign Net Investment Hedge Income/Loss	-	-
2.2.5 Other Comprehensive Income Items Reclassified Through Profit or Loss	-	-
2.2.6 Tax Related Other Comprehensive Income Items Reclassified Through Profit or Loss	(39.429)	2.266
III. TOTAL COMPREHENSIVE INCOME (I+II)	886.085	74.222

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD BETWEEN 1 JANUARY 2022-31 MARCH 2022

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

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY					Other Accumulated Comprehensive Income or Expense That Will Not Be Reclassified in Profit and Loss			Other Accumulated Comprehensive Income or Expense That Will Be Reclassified in Profit and Loss								
	Paid-in Capital	Share Premium	Share Certificate	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Net Income / Loss	Current Period Net Income / Loss	Total Equity Excluding Minority Interests	Minority Interests	Total Equity
<b>PRIOR PERIOD (31/03/2021)</b>																
I. Balances at beginning of the period	941.161	128.678	-	85.097	-	(10.787)	-	-	22.263	-	496.393	(15.534)	236.983	1.884.252	160	1.884.412
II. Correction made as per TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted balances at beginning of the period (I+II)	941.161	128.678	-	85.097	-	(10.787)	-	-	22.263	-	496.393	(15.534)	236.983	1.884.252	160	1.884.412
IV. Total Comprehensive Income	-	-	-	-	-	-	-	-	(9.310)	-	-	-	83.521	74.211	10	74.221
V. Capital Increase in Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase through Internal Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt	-	-	-	(4.842)	-	-	-	-	-	-	-	-	-	(4.842)	-	(4.842)
X. Increase/Decrease by Other Changes	-	-	-	19.745	-	-	-	-	-	-	-	(19.745)	-	-	-	-
XI. Profit distribution	-	-	-	-	-	-	-	-	-	-	211.099	25.882	(236.983)	-	-	-
11.1 Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to reserves	-	-	-	-	-	-	-	-	-	-	211.099	-	(211.099)	-	-	-
11.3 Others	-	-	-	-	-	-	-	-	-	-	-	25.882	(25.884)	-	-	-
<b>Balances at the end of the period (III+IV+.....+X+XI)</b>	<b>941.161</b>	<b>128.678</b>	<b>-</b>	<b>100.000</b>	<b>-</b>	<b>(10.787)</b>	<b>-</b>	<b>-</b>	<b>12.953</b>	<b>-</b>	<b>707.492</b>	<b>(9.397)</b>	<b>83.521</b>	<b>1.953.621</b>	<b>170</b>	<b>1.953.791</b>
<b>CURRENT PERIOD (31/03/2022)</b>																
I. Prior period ending balance	941.161	128.678	-	100.000	-	(12.391)	-	-	106.364	-	707.492	(25.335)	418.262	2.364.231	244	2.364.475
II. Correction made as per TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted balance (I+II)	941.161	128.678	-	100.000	-	(12.391)	-	-	106.364	-	707.492	(25.335)	418.262	2.364.231	244	2.364.475
IV. Total Comprehensive Income	-	-	-	-	-	2.418	-	-	539.621	-	-	-	346.488	888.527	33	888.560
V. Capital Increase in cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase through internal reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt (*)	-	-	-	(4.695)	-	-	-	-	-	-	-	-	-	(4.695)	-	(4.695)
X. Increase / decrease due to other changes (**)	-	-	-	4.695	-	-	-	-	-	-	-	(4.695)	-	-	-	-
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	375.418	40.369	(418.262)	(2.475)	-	(2.475)
11.1 Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to reserves	-	-	-	-	-	-	-	-	-	-	375.418	-	(377.893)	(2.475)	-	(2.475)
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	40.369	(40.369)	-	-	-
<b>Balances at the end of the period (III+IV+.....+X+XI)</b>	<b>941.161</b>	<b>128.678</b>	<b>-</b>	<b>100.000</b>	<b>-</b>	<b>(9.973)</b>	<b>-</b>	<b>-</b>	<b>645.985</b>	<b>-</b>	<b>1.082.910</b>	<b>10.339</b>	<b>346.488</b>	<b>3.245.588</b>	<b>277</b>	<b>3.245.865</b>

(\*) BANK HAS CLASSIFIED THE ADDITIONAL BORROWING OF TL 100.000 nominal and its interests, which has a capital stock character, under "other subordinated debt" according to the "IAS 32 Financial Instruments: Presentation Standards" ("IAS 32").

(\*\*) Interest expenses are accounted under "the profit or loss of previous years" in the balance sheet.

2. Accumulated gains/losses on remeasurement of defined benefit plans

3. Other (other comprehensive income of associates and joint ventures accounted for using equity method that will not be reclassified to profit or loss and other comprehensive income that will not be reclassified to profit or loss.

4. Exchange differences on transition.

5. Accumulated gains (losses) due to revolution and/ or reclassification of financial assets measured at fair value through other comprehensive income.

6. Other (accumulated gains or losses on cash flow hedge, other comprehensive income of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss and other accumulated amounts of other comprehensive income that will be reclassified to profit or loss)

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD BETWEEN 1 JANUARY 2022-31 MARCH 2022

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

	Footnotes	CURRENT PERIOD ( 01/01/2022 - 31/03/2022 )	PRIOR PERIOD ( 01/01/2021 - 31/03/2021 )
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>			
1.1 Operating profit before changes in operating assets and liabilities		39,413	(474,121)
1.1.1 Interest received (+)		786,745	692,283
1.1.2 Interest paid (-)		(848,929)	(396,455)
1.1.3 Dividend received (+)		160,000	-
1.1.4 Fees and commission received (+)		134,700	67,269
1.1.5 Other income (+)		598,892	98,482
1.1.6 Collections from previously written off loans and other receivables (+)		317,522	43,055
1.1.7 Cash payments to personnel and service suppliers (-)		(369,860)	(149,529)
1.1.8 Taxes paid (-)		(196,827)	(144,084)
1.1.9 Other (+/-)		(542,830)	(685,142)
1.2 Changes in Operating Assets and Liabilities		2,650,560	1,226,995
1.2.1 Net (increase) / decrease in financial assets at fair value through profit or loss (+/-)		68,528	(29,718)
1.2.2 Net (increase) / decrease in due from banks (+/-)		(18,454)	185,988
1.2.3 Net (increase) / decrease in loans (+/-)		(3,253,654)	(258,197)
1.2.4 Net (increase) / decrease in other assets (+/-)		(172,833)	(219,566)
1.2.5 Net (increase) / decrease in bank deposits (+/-)		1,720,277	(131,884)
1.2.6 Net (increase) / decrease in other deposits (+/-)		3,481,378	1,353,084
1.2.7 Net (increase) / decrease in financial liabilities at fair value through profit or loss (+/-)		-	-
1.2.8 Net (increase) / decrease in funds borrowed (+/-)		(94,609)	10,940
1.2.9 Net (increase) / decrease in matured payables (+/-)		-	-
1.2.10 Net (increase) / decrease in other liabilities (+/-)		919,927	316,348
<b>I. Net Cash Provided from Banking Operations (+/-)</b>		<b>2,689,973</b>	<b>752,874</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		-	-
<b>II. Net Cash Flow Provided from Investment Activities (+/-)</b>		<b>(1,508,855)</b>	<b>(138,426)</b>
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures (-)		-	-
2.2 Cash obtained from the sale of associates, subsidiaries and joint ventures (+)		-	-
2.3 Cash paid for the purchase of tangible and intangible assets (-)		(68,372)	(11,151)
2.4 Cash obtained from the sale of tangible and intangible assets (+)		138,158	65,951
2.5 Cash paid for the purchase of financial assets at fair value through other comprehensive income (-)		(1,465,370)	-
2.6 Cash obtained from the sale of financial assets at fair value through other comprehensive income (+)		-	128,660
2.7 Cash paid for the purchase of financial assets at amortised cost (-)		(441,651)	(309,701)
2.8 Cash obtained from the sale of financial assets at amortised cost (+)		-	-
2.9 Other (+/-)		328,380	(12,185)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		-	-
<b>III. Net Cash Provided from Financing Activities (+/-)</b>		<b>(544,575)</b>	<b>(48,062)</b>
3.1 Cash obtained from funds borrowed and securities issued (+)		-	-
3.2 Cash outflow from funds borrowed and securities issued (-)		(540,604)	(48,746)
3.3 Equity instruments issued (+)		-	-
3.4 Dividends paid (-)		-	-
3.5 Payments for financial leases liabilities (-)		(5,145)	(4,252)
3.6 Other (+/-)		1,174	4,936
<b>IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents (+/-)</b>		<b>1,105,906</b>	<b>136,654</b>
<b>V. Net Increase (Decrease) in Cash and Cash Equivalents (I+II+III+IV)</b>		<b>1,742,449</b>	<b>703,040</b>
<b>VI. Cash and Cash Equivalents at the Beginning of the Period (+)</b>		<b>11,641,085</b>	<b>2,537,372</b>
<b>VII. Cash and Cash Equivalents at the End of the Period (V+VI)</b>		<b>13,383,534</b>	<b>3,240,412</b>

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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

**SECTION THREE**

**ACCOUNTING PRINCIPLES**

**I. Explanations on the basis of presentation**

**1. Preparation of the financial statements and the accompanying footnotes in accordance with Turkish Accounting Standards and the Communiqué on Principles and Procedures on the Accounting Practice and Documentation of Banks**

The Bank prepares its financial statements in accordance with the BRSA Accounting and Reporting Regulation which includes the regulation on “The Procedures and Principles Regarding Banks’ Accounting Practices and Maintaining Documents” published in the Official Gazette dated 1 November 2006 with No. 26333, and other regulations on accounting records of banks published by the Banking Regulation and Supervision Agency (“BRSA”) and circulars and pronouncements published by the BRSA 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.

The consolidated financial statements are prepared in thousands of TL based on the historical cost, except for the financial assets and liabilities carried at fair value.

**2. Accounting policies and valuation principles applied in preparation of consolidated financial statements**

The accounting policies and valuation principles used in the preparation of the financial statements are explained in Notes II and XXVIII below.

**3. Other**

The new coronavirus disease (COVID-19), which emerged in Wuhan Province of the People's Republic of China in late December 2019 and spread to other countries, was declared a pandemic by the World Health Organization on 11 March, 2020. In order to keep the negative economic effects of the pandemic at minimum, a number of measures have taken both in Turkey and worldwide. The effects of these developments on the Bank's financial status and operations are closely monitored by the relevant units and the Bank's Top Management.

Covid-19 impact is explained in footnote XXVIII "Other Issues".

According to the announcement made by Public Oversight Accounting and Auditing Standards Authority on 20 January 2022, since cumulative change in the general purchasing power according to Consumer Price Index (“CPI”) of the last 3 years was 74,41%, it has been stated that entities that apply Turkish Financial Reporting Standards (“TFRS”) do not need to make any adjustments in their financial statements for 2022 within the scope of TAS 29 “Financial Reporting in Hyperinflationary Economies”. In the accompanying financial statements, no inflation adjustment has been made in accordance with TAS 29.

**II. Explanations on the usage strategy of financial instruments and on foreign currency transactions**

**1. Usage strategy of the financial instruments**

The major factor in managing interest rate and liquidity risk at the balance sheet is parallel movement of assets and liabilities.

Exchange rate risk, interest rate risk and liquidity risk are controlled and measured by various risk management systems, and the balance sheet is managed under the limits set by these systems and the limits legally required. Value at risk models are used for this purpose.

Purchase-sale transactions of short and long-term financial instruments are realized within predetermined risk limits that are allowed for the purpose of increasing risk-free return on capital.

The foreign currency position is carried based on a currency basket to minimize the foreign exchange risk.

**2. Foreign currency transactions**

**2.1 Foreign currency exchange rates used in converting transactions denominated in foreign currencies and their presentation in the financial statements**

The Group recognizes the foreign currency transactions in accordance with TAS 21 “The Effects of Changes in Foreign Exchange Rates”. Foreign exchange gains and losses arising from the foreign currency transactions are converted into Turkish Lira by using the exchange rates at the date of the transaction and recognized in accounting records. At the end of the periods, foreign currency assets and liabilities are converted into Turkish Lira by using the spot foreign currency exchange rates of the Bank and the related currency conversion differences are recognized as foreign exchange gains and losses.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

- II. Explanations on the usage strategy of financial instruments and on foreign currency transactions (continued)
2. Foreign currency transactions (continued)
- 2.1 *Foreign currency exchange rates used in converting transactions denominated in foreign currencies and their presentation in the financial statements (continued)*

As at the end of the related periods, the Bank's foreign currency exchange rates are as follows in full TL:

	31 March 2022	31 December 2021
US Dollar	14,6371	13,3290
Euro	16,2855	15,0867

III. Explanations on consolidated subsidiaries

Fiba Portföy Yönetimi A.Ş. ("Fiba Portföy"); the subsidiary of the Bank was consolidated by using full consolidation method in the consolidated financial statements dated 31 March 2022. Fibabanka A.Ş. and Fiba Portföy Yönetimi A.Ş. together are referred to as "the Group" in the report.

Capital Markets Board ("CMB") approved Fiba Portföy's licence application for portfolio management activity and the licence numbered PYŞ. PY 56/1267 and dated 12 December 2013 was assigned to Fiba Portföy.

The objective of Fiba Portföy is to manage portfolios consisting of financial assets as a representative by entering into portfolio management contracts in accordance with CMB laws and relevant regulation and also to perform capital markets operations. Besides, Fiba Portföy can manage the portfolios of local and foreign investment funds, investment trusts, local/foreign real persons, brokerage companies and other similar legal entities within the context of the related regulation as portfolio management activities. On the condition that, the requirements of the Capital Markets regulations are fulfilled and necessary approvals and licences from the Capital Markets Board are obtained; Fiba Portföy can also perform investment advisory services, market consultancy in Borsa İstanbul A.Ş. Emerging Companies Market, and intermediary services for the trading of investment fund certificates. The Bank owns 99% of the equity of Fiba Portföy whose headquarters is located in Istanbul.

According to full consolidation method, the subsidiary's 100% of assets, liabilities, revenues, expenditures and off-balance sheet liabilities were combined with the Parent Bank's assets, liabilities, revenues, expenditures and off-balance sheet liabilities. Book value of the investment in the Group's subsidiary and the portion of the cost of subsidiary's capital belonging to the Group are eliminated. All intragroup balances and income and expenses relating to transactions between the Bank and its subsidiary are eliminated in full consolidation. Minority shares in the net income of consolidated subsidiary determined the net income of the Group and were presented as a separate item in the statement of profit or loss. Minority shares were presented under equity in the consolidated financial statement.

IV. Explanations on forward transactions, options and derivative instruments

The Parent Bank's derivative transactions mainly consist of currency swaps, interest rate swaps, currency options and currency forward purchase/sale contracts. The Parent Bank does not have any embedded derivatives separated from the host contract.

The Parent Bank's derivative instruments held for trading are classified as "Derivative Financial Assets Measured at Fair Value Through Profit and Loss" or "Derivative Financial Assets Measured at Fair Value through Other Comprehensive Income" in accordance with TFRS 9 and derivative instruments for hedging purpose are classified, measured and accounted in accordance with TAS 39 "Financial Instruments: Recognition and Measurement", respectively.

The liabilities and receivables arising from the derivative transactions are recorded as off-balance sheet items at their contractual values.

Derivative transactions are measured at their fair values subsequent to their acquisition. In accordance with the classification of derivative financial instruments, if the fair value is positive, the amount is classified as "Derivative Financial Assets at Fair Value Through Profit or Loss" or "Derivative Financial Assets at Fair Value Through Other Comprehensive Income", if the fair value is negative, the amount is classified as "Derivative Financial Liabilities at Fair Value Through Profit or Loss" or "Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income". The fair value differences of derivative financial instruments are recognized in the statement of profit or loss under trading profit/loss line as profit/loss from derivative financial transactions.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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

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**IV. Explanations on forward transactions, options and derivative instruments (continued)**

**Explanations on derivative financial instruments held for hedging**

The Parent Bank enters into cross currency swap transactions in order to hedge the change in fair values of fixed-rate financial instruments. While applying fair value hedge accounting, the changes in fair values of hedging instrument and hedged item are recognised in statement of profit or loss.

If the hedging is effective, the changes in fair value of the hedged item, which is fixed rate TL denominated loans, are presented in statement of financial position together with the hedged item. Subsequently, derivative transactions are valued at their fair values and the changes in their fair values are recorded on balance sheet under “Derivative Financial Assets at Fair Value Through Profit or Loss” or “Derivative Financial Liabilities at Fair Value Through Profit or Loss”, respectively depending on the fair values being positive or negative. Fair value changes are recorded under statement of profit or loss.

The Parent Bank performs effectiveness tests at the beginning of the hedge accounting period and at each reporting period.

The hedge accounting is discontinued when the hedging instrument expires, is exercised, sold or no longer effective. When discontinuing fair value hedge accounting, the cumulative fair value changes in carrying value of the hedged item arising from the hedged risk are amortized to statement of profit or loss over the life of the hedged item from that date of the hedge accounting is discontinued.

**V. Explanations on interest income and expenses**

Interest income and expenses are recognized on accrual basis by using internal rate of return for financial assets and liabilities with given future cash payments and collections.

**VI. Explanations on fee and commission income and expenses**

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 “IFRS 15 Revenue from Contracts with Customers”. Except for certain fees related with certain banking transactions and recognized when the related service is given, fees and commissions received or paid, and other fees and commissions paid to financial institutions are accounted on accrual basis throughout the service period.

**VII. Explanations on financial assets**

Financial assets include cash on hand, contractual rights to receive cash or another financial asset from the counterparty or the right to exchange of financial instruments or equity instrument transactions of the counterparty. Financial assets are classified into three groups as financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and financial assets measured at amortized cost.

**1. Financial assets at fair value through profit or loss**

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

Loans measured at fair value through profit or loss are subject to valuation in accordance with fair value principles and profit or losses, emerging as a result of valuation, are recognized under profit/loss accounts.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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

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**VII. Explanations on financial assets (continued)**

**2. Financial assets measured at fair value through other comprehensive income**

Financial assets are measured at fair value through other comprehensive income if financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on principal amount outstanding.

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

Equity securities, which are classified as financial assets at fair value through other comprehensive income are measured at fair value. However, in some exceptional cases, cost may be an appropriate estimation method for determining fair value. The cost is estimated to be the case fair value is reflected in the best way possible.

**3. Financial assets measured at amortized cost**

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

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

**4. Loans**

Loans are financial assets generated by providing cash, commodity or service to the borrower. These loans and receivables are recorded by acquisition cost reflecting fair value and afterwards measured at amortized cost by using effective interest rate (internal rate of return) method. Fees and other costs paid for the assets taken as collateral for those loans are not recognized as cost of operation and accounted in expense accounts. Bank's loans are presented in "Financial Assets Measured at Amortized Cost" and "Financial Assets at Fair Value Through Profit or Loss" accounts.

**VIII. Explanations on expected credit loss**

The Parent Bank recognizes expected credit loss allowance for financial assets measured at amortized cost and measured at fair value through other comprehensive income.

As of 1 January 2018, the Bank recognizes provisions for impairment in accordance with TFRS 9 requirements according to the "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" published in the Official Gazette dated 22 September 2016 numbered 29750.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
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(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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**VIII. Explanations on expected credit loss (continued)**

**Calculation of expected credit loss**

The expected credit loss estimates are required to be unbiased, probability-weighted and include supportable information about past events, current conditions, and forecasts of future economic conditions. Expected credit loss is calculated by using following components: “Exposure at Default”, “Probability of Default” and “Loss Given Default”.

These financial assets are divided into three categories depending on the gradual increase in credit risk observed since their initial recognition:

**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 Stage 2. Impairment for credit risk will be determined on the basis of the instrument’s lifetime expected credit losses.

**Stage 3**

Stage 3 includes financial assets that have objective evidence of impairment at the reporting date. For these assets, lifetime expected credit losses are recognized.

As part of TFRS 9, expected credit loss models are improved in process of exposure at default, probability of default and loss given default. These models are formed by taking into consideration internal ratings systems, past data and prospective expectations and considering below factors;

- Customer type (individual, corporate, commercial and SME)
- Product type
- Ratings used as part of internal ratings systems (for corporate segment)
- Collaterals
- Collection period
- Exposure at default
- Time passed since loan disbursement
- Time to maturity

If the existing provision model is not able to reflect the situation, individual assessment is possible by using the cash flow expectations of Credits Monitoring and Collection Department.

**Exposure at Default:** Expresses the exposure amount when debtor defaults. It accounts along with the maturity of the borrower. The amount of additional risk that may occur in case of default is added to the amount of risk and included in the calculations by using the credit conversion rates (CCR) for irrevocable commitments.

**Probability of Default:** Refers to the probability of default due to the inability of the debtor to fulfill its obligations. 12-month or lifetime estimation is performed according to whether there is an increase in credit risk or not.

**Loss Given Default:** In the default of the borrower, it is calculated as the expected credit loss to exposure at default. Loss given default models include inputs such as product type, customer segment, collateral structure, customer payment performance.

**Macroeconomics Factors:** Macroeconomics indicators are taken into account in determining the probability of default component in the expected credit loss calculation. Future macroeconomics forecasts are reflected in the expected credit loss calculations using more than one scenario.

While macroeconomics information is included in calculations, models and model estimations reflecting the relationships between model risk parameters and macroeconomics variables are taken into consideration. The main macroeconomics indicators that make up these estimation models are the Gross Domestic Product (GDP), growth rate, and the unemployment rate. According to segmentation based on turnover, the unemployment rate is used in models including segments with a turnover of TL 20 million and below, on the other hand; the unemployment rate and the Gross Domestic Product (GDP) are used in models including segments with a turnover of over TL 20 million. Macroeconomics estimation models include more than one scenario and the related scenarios are taken into account in the expected credit loss calculations.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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

**VIII. Explanations on expected credit loss (continued)**

**Macroeconomics Factors (continued)**

Future expectations are determined based on 2 scenarios, base and negative. Each scenario has predetermined weights, and the final provisions are calculated by weighting on these probabilities.

The Bank's macro-economic forecasting for forward-looking perspective, the current economic conditions, according to the Medium Term Programme (MTP) and expert opinions, it calculates the expected credit loss with two scenarios: base and negative. The macroeconomic value estimates taken into account are presented below;

	Base Scenario		Negative Scenario	
	Growth	Unemployment	Growth	Unemployment
1st year	5,00%	12,00%	3,70%	13,00%
2st year	5,50%	11,40%	2,90%	12,50%
3st year	5,50%	10,90%	2,90%	11,90%

**Calculation of Expected Loss Period:** In determining the lifetime expected credit loss, the period in which the Bank will be exposed to credit risk is taken into consideration. Behavioural maturity analysis was performed on credit cards and overdraft accounts. The maximum period for which credit losses are to be recognized, except for credit cards and other revolving loans, is the contractual life of the financial instrument unless a legal right is required to recall the loan.

**Significant Increase in Credit Risk:** Due to the significant increase in credit risk, the Bank performs quantitative and qualitative assessments to determine the financial assets to be classified as Stage 2 (Significant Increase in Credit Risk).

Within the scope of the quantitative assessments made for the corporate segment, the Bank compares the change between the starting date and the date of the report by taking into account the time passed since the opening date. In order to make this comparison, the Bank specifies threshold values to determine which changes are accepted as significant change. The decision to classify financial assets with a significant increase in credit risk by exceeding these threshold values as Stage 2 is taken by the opinion of the Credits Department.

Within the scope of qualitative evaluations, financial assets under close monitoring as of the reporting date are classified as Stage 2.

**IX. Explanations on offsetting financial instruments**

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

**X. Explanations on sale and repurchase agreements and securities lending transactions**

Securities subject to repo (repurchase agreements) are classified as "Financial assets at fair value through profit or loss", "Financial assets at fair value through other comprehensive income" or "Financial assets measured at amortized cost" according to their purposes to be held in the Bank's portfolio and evaluated within the principles of the relevant portfolio. Funds obtained from repurchase agreements are followed under the "Funds from repo transactions" account in liabilities and interest expense accruals are calculated using the effective interest rate (internal rate of return) method on the difference between the sales and repurchase prices corresponding to the period designated by a repurchase agreement.

Securities purchased under agreements to resell ("Reverse repo") transactions are accounted under the "Money market placements" in the balance sheet.

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**XI. Explanations on noncurrent assets held for sale and discontinued operations and the related liabilities**

A tangible asset (or a disposal group) classified as “asset held for sale” is measured at the lower of the carrying value or fair value less costs to sell. Assets held for sale are not depreciated and presented in the financial statements separately. An asset (or a disposal group) is regarded as “asset held for sale” only when the sale is highly probable and the asset (or disposal group) 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 marketed at a price consistent with its fair value.

Events or circumstances may extend the period to complete the sale beyond one year. An extension of the period required to complete a sale does not preclude an asset (or disposal group) from being classified as held for sale if the delay is caused by events or circumstances beyond the entity's control and there is sufficient evidence that the entity remains committed to its plan to sell the asset (or disposal group).

A discontinued operation is part of the Bank's business classified as disposed or held-for-sale. The operating results of the discontinued operations are disclosed separately in the statement of profit or loss.

The Group does not have any discontinued operations.

**XII. Explanations on goodwill and other intangible assets**

As at the balance sheet date, there is no goodwill in the accompanying financial statements. The intangible assets of the Bank consist of software, intangible rights and other intangible assets.

The costs of the intangible assets purchased before 1 January 2005 are recognized at their inflation adjusted costs as of 31 December 2004 and intangible assets purchased after 1 January 2005 are recognized at their acquisition cost less accumulated amortization and impairment, if any.

Estimated useful lives of the intangible assets of the Group are 3 to 10 years, and amortization rates are 10% to 33,3%.

If there is objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the Turkish Accounting Standard 36 (TAS 36) “Impairment of Assets” and if the recoverable amount is less than the carrying value of the related asset, an allowance for impairment is recognized.

**XIII. Explanations on tangible assets**

Tangible assets are measured at cost in accordance with the Turkish Accounting Standard 16 (TAS 16) “Tangible Assets”.

The costs of the tangible assets purchased before 1 January 2005 are recognized at their inflation adjusted costs as of 31 December 2004 and tangible assets purchased after 1 January 2005 are recognized at their acquisition cost less accumulated depreciation and impairment, if any.

If there is objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the Turkish Accounting Standard 36 (TAS 36) “Impairment of Assets” and if the recoverable amount is less than the carrying value of the related asset, an allowance for impairment is recognized.

Gains/losses from the sale of the tangible assets are calculated as the difference between the net book value and the net sales price.

Maintenance and repair costs incurred for tangible assets are recorded as expense.

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**XIII. Explanations on tangible assets (continued)**

There are no restrictions such as pledges, mortgages or any other restriction on tangible assets.

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

Depreciation rates and estimated useful lives used for the tangible assets are as follows:

<b>Tangible Assets</b>	<b>Estimated Useful Lives</b>	<b>Depreciation Rates (%)</b>
Safe Boxes	50	2
Vehicles	5	20
Real Estate	50	2
Other Tangible Assets	4-20	5-25

**Explanation on TFRS 16 Leases standard**

The Bank has started to implement TFRS 16 Leases, which was published in the Official Gazette dated 16 April 2018 and numbered 29826 in its consolidated financial statements and became effective as of 1 January 2019, for the first time.

**TFRS 16 “Lease” Standard**

The Bank as a lessee according to “Lease” Standard:

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

**Right to use asset:**

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

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

When applying the cost method, the Bank measures the right to use as follows:

- a) deducts accumulated depreciation and accumulated impairment losses and
- b) measures the restatement of the lease obligation at the restated cost.

The Bank applies depreciation clauses of TAS 16 Tangible Assets standard when measuring the depreciation of the right to use.

**Lease liabilities:**

At the effective date of the lease, the Bank measures its leasing liability at the present value of the lease payments not paid at that time. Lease payments are discounted using the Bank's average borrowing interest rates. Otherwise Bank's incremental borrowing interest rates are used.

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

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

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

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

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**XIV. Explanations on leasing transactions**

As “IFRS 16 Leases” standard is valid starting on 1 January 2019, difference between operational lease and financial lease disappeared so that leasing transactions will be recognized as right-of-use assets and will be recognized under “Tangible Assets” and corresponding liability under “Lease Liabilities”.

**XV. Explanations on provisions and contingent liabilities**

Provisions and contingent liabilities are accounted in accordance with TAS 37 “Provisions, Contingent Liabilities and Contingent Assets”. In the financial statements, a provision is made if there is a present obligation that arises from past events as of the balance sheet date, if it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and if a reliable estimate can be made of the amount of the obligation. If the amount is not reliably estimated and there is no probability of cash outflow from the Bank to settle the liability, the related liability is considered as “contingent” and disclosed in the notes to the financial statements.

Provisions recognized during the period are recognized within “other operating expenses”; reversals of provisions recognized in the prior periods are recognized within “other operating income”.

**XVI. Explanations on contingent assets**

The contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the Bank. If an inflow of economic benefits has become probable, then the contingent asset is disclosed in the notes to 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.

**XVII. Explanations on liabilities for employee benefits**

As per the existing labour laws and agreements in Turkey, entities are required to pay severance for the employees retired or fired. These payments are qualified as recognized retirement benefit plan according to revised TAS 19 Employee Benefits. Severance payment liability recognized in the balance sheet is calculated according to the net present value of expected amount in the future arising from all employees’ retirements and represented in financial statements. All actuarial losses and gains are accounted for as other comprehensive income.

The major assumptions used in the actuarial calculation are as follows:

- Calculation is based on discount rate of 13,00%, inflation rate of 8,50%
- Effective as of 31 March 2022, ceiling salary amount is considered as TL 10.848,59 (full TL).
- Individuals’ earliest retirement age is considered as retirement age.
- CSO 1980 mortality table is used for the death probabilities of male and female employees.

There is no employee foundation, fund or similar institutions.

**XVIII. Explanations on taxation**

**1. Current Tax**

As of 31 March 2022, the current corporate tax rate is 23%. In accordance with the Article 26 of the Law No. 7394 on the “Law on Evaluation of Immovable Property Owned by the Treasury and Amendment to the Value Added Tax Law” and as per added first sentence to the temporary Article 13 of the Law No. 5520 on the “Corporate Tax Law” published in the Official Gazette No. 31810 dated 15 April 2022, starting from the declarations that must be submitted as of 1 July 2022 and to be valid for the taxation period starting from 1 January 2022, the corporate tax rate will be applied as 25% for the corporate earnings for the taxation period of 2022.

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. Additional tax is not payable unless the profit is distributed.

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**XVIII. Explanations on taxation (continued)**

**1. Current Tax (continued)**

Dividends paid to the resident institutions and the institutions working through local offices or representatives are not subject to withholding tax. As per the decisions no.2009/14593 and no.2009/14594 of the Council of Ministers published in the Official Gazette no.27130 dated 3 February 2009, certain duty rates included in the articles no.15 and 30 of the new Corporate Tax Law no.5520 are revised. While dividends paid to individuals and corporations were subject to withholding tax at the rate of 15%, this rate has been changed to 10% with the Presidential Decision published in the Official Gazette dated 22 December 2021 and No. 31697. In applying the withholding tax rates on dividend payments to the non-resident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are taken into account. Appropriation of the retained earnings to capital is not considered as profit distribution and therefore is not subject to withholding tax.

The prepaid taxes are calculated and paid at the rates valid for the earnings of the related years. The prepayments can be deducted from the annual corporate tax calculated for the whole year earnings. In accordance with the tax legislation, tax losses can be carried forward to offset against future taxable income for up to five years. Tax losses cannot be carried back to offset profits from prior periods.

A 75% portion of the capital gains derived from the sale of equity investments and a 50% portion of the capital gains derived from the sale of immovable properties held for at least two years is tax exempt, if such gains are added to paid-in capital or held in a special fund account under liability for five years.

In Turkey, there is no procedure for a final and definite agreement on tax assessments. Companies file their tax returns with their tax offices by the end of the fourth month following the close of the accounting period to which they relate. Tax returns are open for five years from the beginning of the year that follows the date of filing during which time 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.

Current tax, related to items recognized directly in equity is also credited or charged directly to equity.

As of the end of the 2021 calendar year, the conditions sought for inflation adjustment in the calculation of corporate tax have been fulfilled, within the framework of the repeated provision of Article 298/A of the Tax Procedure Law. However, with the regulation made with the Law No. 7352 dated 20 January 2022, the application of inflation adjustment in the calculation of corporate tax was postponed to 2023. According to this; TPL financial statements for the 2021 and 2022 accounting periods, including the provisional tax periods, will not be subject to inflation adjustment, and for the 2023 accounting period; will not be subject to inflation adjustment as of the provisional tax periods, and the TPL financial statements dated 31 December 2023 will be subject to inflation adjustment regardless of whether the inflation adjustment conditions are met or not. Profit/loss difference arising from inflation adjustment in TPL financial statements will be shown in previous years' profit/loss accounts and will not affect the corporate tax base.

**2. Deferred Tax**

The Group calculates and recognizes deferred tax for taxable temporary differences arising between the carrying values of assets and liabilities in the financial statements and their corresponding balances considered in the calculation of the tax base according to the Turkish Accounting Standard 12 (TAS 12) "Income Taxes".

In accordance with the Article 11 of the Law No. 7316 on the Procedure for the Collection of Public Receivables and the Law on Amendments to Certain Laws published in the Official Gazette dated April 22, 2021, and with the temporary Article 13 added to the Corporate Tax Law, the corporate tax rate is 25% for the taxation period of 2021 and this rate will be applied as 23% for the taxation period of 2022.

In accordance with the Article 26 of the Law No. 7394 on the "Law on Evaluation of Immovable Property Owned by the Treasury and Amendment to the Value Added Tax Law" and as per added first sentence to the temporary Article 13 of the Law No. 5520 on the "Corporate Tax Law" published in the Official Gazette No. 31810 dated 15 April 2022, starting from the declarations that must be submitted as of 1 July 2022 and to be valid for the taxation period starting from 1 January 2022, the corporate tax rate will be applied as 25% for the corporate earnings for the taxation period of 2022.

Deferred tax liabilities are generally recognized for all taxable temporary and deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized.

Deferred tax rate calculation has started to be applied over temporary expected credit losses as per TFRS 9 articles from 1 January 2018. The Bank calculates deferred tax also for provision for possible losses.

As of 31 March 2022, the deferred tax asset is TL 394.073 (31 December 2021: TL 309.094 deferred tax asset). The deferred tax asset is calculated as the net of taxable and deductible temporary differences.

Deferred tax income/(expense) is recognized within "Deferred Tax Income Effect" and "Deferred Tax Expense Effect" in the statement of profit or loss; net deferred tax income is TL 124.383 for the current period (1 January - 31 March 2021: TL 20.353 net expense). The part of the deferred tax related to assets directly associated with equity is recognized in equity, this amount is TL 39.416 of expense (1 January - 31 March 2021: TL 2.266 income).

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**XVIII. Explanations on taxation (continued)**

**3. Transfer Pricing**

The article 13 of the Corporate Tax Law describes the issue of transfer pricing under the title of “disguised profit distribution” by way of transfer pricing. “The General Communiqué on Disguised Profit Distribution by Way of Transfer Pricing” published at 18 November 2007, explains the application related issues on this topic.

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 stated in the “7.1 Annual Documentation” 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. Related forms are submitted to tax offices on time.

**XIX. Additional explanations on borrowings**

The Parent Bank provides resources from domestic and foreign individuals and institutions both by borrowing funds and issuing bills and bonds.

Borrowing instruments are initially measured at acquisition cost and subsequently measured at amortized cost with the effective interest method. In the accompanying financial statements, foreign currency denominated borrowing funds are converted to Turkish Lira with the Group’s spot foreign exchange buy rates and interest expenses incurred during the period relating to the borrowing funds are recognized in statement of profit or loss.

**Additional Tier I Capital**

The Bank has recognised the issued Tier 1 securities of TL 100.000 nominal and related interest expenses as under “equity” in the balance sheet.

The additional Tier 1 capital with a nominal amount of 30 million USD was early redeemed on 1 March 2022 with the approval of the BRSA, and the redemption amount was used in the cash capital increase realized in April 2022.

Information on debt instruments to be included in the equity calculation is explained under the on equity items in the fourth section, Information on Financial Structure and Risk Management.

**XX. Explanations on share certificates issued**

None.

**XXI. Explanations on bank acceptances and bills of guarantee**

Bank acceptances and bills of guarantee are presented within off-balance sheet liabilities as being possible liabilities and commitments. Cash transactions relating to bank acceptances and bills of guarantee are realized concurrently with the customer payments.

As of the balance sheet date, there are no bank acceptances and bills of guarantee recognized as liability against an asset.

**XXII. Explanation on government incentives**

As of the balance sheet date, the Group does not have any government incentives.

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XXIII. Explanations on segment reporting

The Bank operates in consumer banking services, current accounts, deposit accounts, long term investment products, clearing and custody services, credit and atm services, retail loans, long term mortgage loans, and all other kinds of consumer banking services and commercial services. The Bank's consolidated subsidiary Fiba Portföy is dealing with portfolio management and its activity outcomes and asset&liabilities are reported under "Treasury and Headquarters".

	Retail Banking	Corporate & Commercial Banking	Treasury & Headquarters	Total Operations of the Bank
Current Period -1 January - 31 March 2022				
Operating Income	260.239	432.540	326.049	1.018.828
Operating Profit	70.274	248.046	91.635	409.955
Taxation				(63.434)
Net Profit/(Loss) for the Period				346.521
Current Period -31 March 2022				
Segment Assets	6.203.482	19.989.362	26.376.875	52.569.719
Total Assets				52.569.719
Segment Liabilities	24.739.389	4.812.989	19.771.476	49.323.854
Shareholders' Equity				3.245.865
Total Liabilities				52.569.719
Prior Period -1 January - 31 March 2021				
Operating Income	97.889	206.924	86.526	391.339
Operating Profit	688	92.914	11.803	105.405
Taxation				(21.873)
Net Profit/(Loss) for the Period				83.532
Prior Period -31 December 2021				
Segment Assets	8.473.595	13.641.125	23.070.088	45.184.808
Total Assets				45.184.808
Segment Liabilities	20.519.955	4.094.079	18.206.299	42.820.333
Shareholders' Equity				2.364.475
Total Liabilities				45.184.808

XXIV. Profit reserves and distribution of the profit

In financial statements, except legal reserves, retained earnings can be distributed on condition that it has legal reserve requirement explained below.

Legal reserves are consisted of first and second reserves as determined in Turkish Commercial Code (TCC). First legal reserve is appropriated by TCC at the rate of 5%, until the total reserve is equal to 20% of issued and fully paid-in share capital. Second legal reserve, appropriated at the rate of 10% of distributions in excess of 5% of issued and fully paid-in share capital, but holding companies are not subject to such transaction. According to the Turkish Commercial Code, legal reserves can only be used to compensate accumulated losses and cannot be used for other purposes unless they exceed 50% of paid-in capital.

In the Ordinary General Assembly Meeting which was held on 28 March 2022, it was decided that the Bank would separate TL 18.714 as legal reserves, TL 83.886 as special funds and TL 271.684 as extraordinary reserves after deducting previous year losses amounting to TL 35.683 (which is the interest expense of the Tier1 security having capital characteristics, TL 100.000 nominal) from the net profit of TL 409.967 in 2021.

XXV. Earnings Per Share

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

	31 March 2022	31 March 2021
Net Profit / (Loss) distributable to Common Shares	346.521	83.532
Average Number of Issued Common Shares (Thousand))	94.116.055	94.116.055
Earnings Per Share (Amounts presented as full TL)	0,00368	0,00089

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**XXV. Earnings Per Share (continued)**

In Turkey, companies can increase their share capital by distributing “bonus shares” to existing shareholders from retained earnings. For the purpose of earnings per share computations, the weighted average number of shares outstanding during the year has been adjusted in respect of bonus shares issued without a corresponding change in resources by giving them a retroactive effect for the year in which they were issued and for each earlier period. 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.

There are no bonus shares issued by the Bank in 2022 (31 December 2021: None).

**XXVI. Cash and Cash Equivalent Assets**

Cash, cash in transit, purchased bank cheques and demand deposits including balance with Central Bank are considered as “Cash”; interbank money market placements and time deposits at banks with original maturity periods of less than three months and receivables from reverse repo are considered as “Cash Equivalents”. Required reserves kept in Central Bank under blocked account are not “Cash Equivalents” in the statement of cash flow.

**XXVII. Classifications**

None.

**XXVIII. Other Disclosures**

BRSA has announced a series of measures to limit the negative effects of the worldwide uncertainty created by COVID-19 pandemic observed in Turkey and all over the world. The possible effects of these measures on the Bank's financial statements are closely monitored by the Bank's Management, and necessary measures are taken to keep the possible negative effects under control.

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SECTION FOUR

INFORMATION ON CONSOLIDATED FINANCIAL POSITION AND RISK MANAGEMENT

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

As of 31 March 2022, the Group’s total capital has been calculated as TL 7.234.449 and the capital adequacy ratio is 23,72% (As of 31 December 2021, the Group’s total capital amounted to TL 6.111.228 and the capital adequacy ratio was 23,58%).

I. Information related to the components of consolidated shareholders’ equity:

	Current Period (31/03/2022) Amount	Amount as per the regulation before 1/1/2014
<b>TIER I CAPITAL</b>		
Paid-in capital to be entitled for compensation after all creditors(*)	1.357.723	
Share Premium	131.153	
Reserves (**)	1.100.387	
Other comprehensive income according to TAS	660.454	
Profit	345.380	
Current period profit	346.521	
Prior period profit	(1.141)	
Bonus shares from associates, subsidiaries and joint-ventures not accounted in current period's profit	--	
<b>Tier I Capital Before Deductions</b>	<b>3.595.097</b>	
<b>Deductions From Tier I Capital</b>		
Valuation adjustments calculated as per the article 9. (i) of the Regulation on Bank Capital	--	--
Current and prior periods' losses not covered by reserves, and losses accounted under equity according to TAS	32.746	--
Improvement costs for operational leasing	11.370	--
Goodwill and other intangible assets and related deferred taxes	--	--
Other intangibles other than mortgage-servicing rights (net of related tax liability)	248.356	--
Excess amount arising from deferred tax assets from temporary differences	80.960	--
Differences arise when assets and liabilities not held at fair value, are subjected to cash flow hedge accounting	--	--
Total credit losses that exceed total expected loss calculated according to the Regulation on Calculation of Credit Risk by Internal Ratings Based Approach	--	--
Securitization gains	--	--
Unrealised gains and losses due to the changes in own credit risk on fair valued liabilities	--	--

(\*) At the Extraordinary General Assembly held on 14 April 2022, the Bank's paid-in capital was increased from TL 941.161 to TL 1.357.723, and the equity calculations for March 2022 were prepared over the current capital with the approval of the BRSA.

(\*\*)The difference between the expected credit loss calculated in accordance with TFRS 9 and the total provision amount calculated with the method before TFRS 9 has been recorded in the "Retained Earnings" account; in accordance with Provisional Article 5 of the Regulation on Equity of Banks, related amount is shown net by adding back 20% of the provision difference, net of tax.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

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	Current Period (31/03/2022) Amount	Amount as per the regulation before 1/1/2014 *
Net amount of defined benefit plans	--	--
Direct and indirect investments of the Bank on its own Tier I Capital	--	--
Shares obtained against Article 56, Paragraph 4 of the Banking Law	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Mortgage servicing rights exceeding the 10% threshold of Tier I Capital	--	--
Net deferred tax assets arising from temporary differences exceeding the 10% threshold of Tier I Capital	--	--
Amount exceeding 15% threshold of Tier I Capital as per the Article 2, Clause 2 of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks	--	--
The portion of net long position of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital not deducted from Tier I Capital	--	--
Excess amount arising from mortgage servicing rights	--	--
Excess amount arising from deferred tax assets from temporary differences	--	--
Other items to be defined by the BRSA	--	--
Deductions from Tier I Capital in cases where there are no adequate Additional Tier I or Tier II Capitals	--	--
<b>Total Deductions From Common Equity Tier I Capital</b>	<b>373.432</b>	--
<b>Total Common Equity Tier I Capital</b>	<b>3.221.665</b>	--
<b>ADDITIONAL TIER I CAPITAL</b>		
Preferred stock not included in Tier I capital and the related share premiums	--	--
Debt instruments and the related issuance premiums defined by the BRSA	100.000	--
Debt instruments and the related issuance premiums defined by the BRSA (Covered by Temporary Article 4)	--	--
<b>Additional Core Capital before Deductions</b>	<b>100.000</b>	--
<b>Deductions from Additional Core Capital</b>	--	--
Direct and indirect investments of the Bank on its own Additional Tier I Capital	--	--
Investments in equity instruments issued by Banks or financial institutions invested in Bank's Additional Tier I Capital and having conditions stated in the Article 7 of the Regulation	--	--
The total of net long position of the direct or indirect investments in Additional Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital	--	--
	Current Period (31/03/2022) Amount	Amount as per the regulation before 1/1/2014 *

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The total of net long position of the direct or indirect investments in Additional Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital	--	--
Other items to be defined by the BRSA	--	--
<b>Items to be Deducted from Tier I Capital during the Transition Period</b>		
Goodwill and other intangible assets and related deferred tax liabilities which will not be deducted from Common Equity Tier I 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 not deducted from Tier I Capital as per the Temporary Article 2, Clause 1 of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks (-)	--	--
Deduction from Additional Tier I Capital when there is not enough Tier II Capital (-)	--	--
<b>Total Deductions from Additional Tier I Capital</b>	--	--
<b>Total Additional Tier I Capital</b>	<b>100.000</b>	--
<b>Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)</b>	<b>3.321.665</b>	--
<b>TIER II CAPITAL</b>		
Debt instruments and share issue premiums deemed suitable by the BRSA	3.576.341	--
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	--	--
Provisions (Article 8 of the Regulation on the Equity of Banks)	336.443	--
<b>Tier II Capital before Deductions</b>	<b>3.912.784</b>	--
<b>Deductions from Tier II Capital</b>		
Direct and indirect investments of the Bank on its own Tier II Capital (-)	--	--
Investments in equity instruments issued by banks and financial institutions invested in Bank's Tier II Capital and having conditions stated in the Article 8 of the Regulation	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital (-)	--	--
Total of net long position of the direct or indirect investments in Additional Tier I Capital and Tier II Capital of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital exceeding the 10% threshold of Tier I Capital (-)	--	--
Other items to be defined by the BRSA (-)	--	--
<b>Total Deductions from Tier II Capital</b>	--	--
<b>Total Tier II Capital</b>	<b>3.912.784</b>	--
<b>Total Equity (Total Tier I and Tier II Capital)</b>	<b>7.234.449</b>	--

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

	Current Period (31/03/2022) Amount	Amount as per the regulation before 1/1/2014 *
<b>Total Tier I Capital and Tier II Capital ( Total Equity)</b>	<b>7.234.449</b>	
Loans granted against the Articles 50 and 51 of the Banking Law	--	--
Net book values of movables and immovable exceeding the limit defined in the Article 57, Clause 1 of the Banking Law and the assets acquired against overdue receivables and held for sale but retained more than five years	--	--
Other items to be defined by the BRSA	--	--
<b>Items to be Deducted from the Sum of Tier I and Tier II Capital (Capital) During the Transition Period</b>	<b>--</b>	<b>--</b>
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Tier I Capital, Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation	--	--
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation	--	--
The portion of net long position of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital, of the net deferred tax assets arising from temporary differences and of the mortgage servicing rights not deducted from Tier I Capital as per the Temporary Article 2, Clause 2, Paragraph (1) and (2) and Temporary Article 2, Clause 1 of the Regulation	--	--
<b>EQUITY</b>	<b>7.234.449</b>	
<b>Total Capital ( Total of Tier I Capital and Tier II Capital )</b>	<b>7.234.449</b>	--
<b>Total Risk Weighted Assets (****)</b>	<b>30.497.820</b>	--
<b>CAPITAL ADEQUACY RATIOS</b>		
Core Capital Adequacy Ratio (%)	10,56	--
Tier I Capital Adequacy Ratio (%)	10,89	--
Capital Adequacy Ratio (%)	23,72	--
<b>BUFFERS</b>		
Total Additional Core Capital Requirement Ratio (a+b+c)	2,54	--
a) Capital Conservation Buffer Requirement (%)	2,50	--
b) Bank-specific Counter-Cyclical Buffer Requirement(%)	0,04	--
c) Systemically Important Banks Buffer Requirement Ratio (%)	--	--

(\*\*\*\*)It is used simple arithmetic mean of Central Bank's foreign currency buying rates belonging to the last 252 business days from the calculation date.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

	Current Period (31/03/2022) Amount	Amount as per the regulation before 1/1/2014 *
The ratio of Additional Common Equity Tier I 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 (%)	4,89	--
	--	--
<b>Amounts lower than Excesses as per Deduction Rules</b>		
Remaining total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital	--	--
Remaining total of net long positions of the investments in Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% or less of the Tier I Capital	--	--
Remaining mortgage servicing rights	--	--
Net deferred tax assets arising from temporary differences	--	--
	--	--
<b>Limits for Provisions Used in Tier II Capital Calculation</b>		
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	589.660	--
Up to 1,25% of total risk-weighted amount of general provisions for receivables where the standard approach used	336.443	--
Total loan provision that exceeds total expected loss calculated according to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach	--	--
Total loan provision that exceeds total expected loss calculated according to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach, limited by 0,6% risk weighted assets	--	--
<b>Debt Instruments Covered by Temporary Article 4 (effective between 01/01/2018-01/01/2022)</b>	--	--
	--	--
Upper limit for Additional Tier I Capital items subject to Temporary Article 4		
Amount of Additional Tier I Capital items subject to Temporary Article 4 that exceeds upper limit	--	--
	--	--
Upper limit for Additional Tier II Capital items subject to Temporary Article 4		
Amount of Additional Tier II Capital items subject to Temporary Article 4 that exceeds upper limit	--	--

\* The amounts to be considered under the transitional provisions.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

	Prior Period (31/12/2021) Amount	Amount as per the regulation before 1/1/2014 (*)
<b>TIER I CAPITAL</b>		
Paid-in capital to be entitled for compensation after all creditors	941.161	--
Share premium	128.678	
Reserves (**)	796.540	
Other comprehensive income according to TAS	129.399	
Profit	417.763	
Current period profit	418.346	
Prior period profit	(583)	
Bonus shares from associates, subsidiaries and joint-ventures not accounted in current period's profit	--	
<b>Tier I Capital Before Deductions</b>	<b>2.413.541</b>	
<b>Deductions From Tier I Capital</b>		
Valuation adjustments calculated as per the Article 9 (i) of the Regulation on Bank Capital	--	
Current and prior periods' losses not covered by reserves, and losses accounted under equity according to TAS (***)	71.108	--
Improvement costs for operational leasing	7.899	--
Goodwill and other intangible assets and related deferred taxes	--	--
Other intangibles other than mortgage-servicing rights (net of related tax liability)	227.994	--
Excess amount arising from deferred tax assets from temporary differences	77.510	--
	--	
Differences arise when assets and liabilities not held at fair value, are subjected to cash flow hedge accounting		--
Total credit losses that exceed total expected loss calculated according to the Regulation on Calculation of Credit Risk by Internal Ratings Based Approach	--	--
	--	
Securitization gains		--
Unrealised gains and losses due to the changes in own credit risk on fair valued liabilities	--	--

(\*\*)The difference between the expected credit loss calculated in accordance with TFRS 9 and the total provision amount calculated with the method before TFRS 9 has been recorded in the "Retained Earnings" account; in accordance with Provisional Article 5 of the Regulation on Equity of Banks, related amount is shown net by adding back 40% of the provision difference, net of tax.

(\*\*\*) Based on the decision of BRSA, dated 23 March 2020 and numbered 3397, if the net valuation differences of the securities held by banks in the portfolio of "Financial Assets at Fair Value through Other Comprehensive Income" are negative, they are not included in the equity calculation.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

	Prior Period (31/12/2021) Amount	Amount as per the regulation before 1/1/2014 (*)
Net amount of defined benefit plans	--	--
Direct and indirect investments of the Bank on its own Tier I Capital	--	--
Shares obtained against Article 56, Paragraph 4 of the Banking Law	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Mortgage servicing rights exceeding the 10% threshold of Tier I Capital	--	--
Net deferred tax assets arising from temporary differences exceeding the 10% threshold of Tier I Capital	--	--
Amount exceeding the 15% threshold of Tier I Capital as per the Article 2, Clause 2 of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks	--	--
The portion of net long position of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital not deducted from Tier I Capital	--	--
Excess amount arising from mortgage servicing rights	--	--
Excess amount arising from deferred tax assets from temporary differences	28.682	--
Other items to be defined by the BRSA	--	--
Deductions from Tier I Capital in cases where there are no adequate Additional Tier I or Tier II Capitals	--	--
<b>Total Deductions From Common Equity Tier I Capital</b>	<b>413.193</b>	
<b>Total Common Equity Tier I Capital</b>	<b>2.000.348</b>	
<b>ADDITIONAL TIER I CAPITAL</b>		
Preferred stock not included in Tier I capital and the related share premiums	--	--
Debt instruments and the related issuance premiums defined by the BRSA	499.870	
Debt instruments and the related issuance premiums defined by the BRSA (Covered by Temporary Article 4)	--	--
<b>Additional Core Capital before Deductions</b>	<b>499.870</b>	
<b>Deductions from Additional Core Capital</b>	<b>--</b>	
Direct and indirect investments of the Bank on its own Additional Tier I Capital	--	--
Investments in equity instruments issued by Banks or financial institutions invested in Bank's Additional Tier I Capital and having conditions stated in the Article 7 of the Regulation	--	--
The total of net long position of the direct or indirect investments in Additional Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital	--	--

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

	Prior Period (31/12/2021) Amount	Amount as per the regulation before 1/1/2014 (*)
The total of net long position of the direct or indirect investments in Additional Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital	--	--
Other items to be defined by the BRSA	--	--
<b>Items to be Deducted from Tier I Capital during the Transition Period</b>		
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier I 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 not deducted from Tier I Capital as per the Temporary Article 2, Clause 1 of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks (-)	--	--
Deduction from Additional Tier I Capital when there is not enough Tier II Capital (-)	--	--
<b>Total Deductions from Additional Tier I Capital</b>	--	--
<b>Total Additional Tier I Capital</b>	<b>499.870</b>	
<b>Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)</b>	<b>2.500.218</b>	
<b>TIER II CAPITAL</b>		
Debt instruments and share issue premiums deemed suitable by the BRSA	3.320.707	
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	--	
Provisions (Article 8 of the Regulation on the Equity of Banks)	290.303	
<b>Tier II Capital before Deductions</b>	<b>3.611.010</b>	
<b>Deductions from Tier II Capital</b>		
Direct and indirect investments of the Bank on its own Tier II Capital	--	
Investments in equity instruments issued by banks and financial institutions invested in Bank's Tier II Capital and having conditions stated in the Article 8 of the Regulation	--	
Total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital	--	--
Total of net long position of the direct or indirect investments in Additional Tier I Capital and Tier II Capital of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital exceeding the 10% threshold of Tier I Capital	--	--
Other items to be defined by the BRSA	--	--
<b>Total Deductions from Tier II Capital</b>	--	--
<b>Total Tier II Capital</b>	<b>3.611.010</b>	
<b>Total Equity (Total Tier I and Tier II Capital)</b>	<b>6.111.228</b>	

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

	Prior Period (31/12/2021) Amount	Amount as per the regulation before 1/1/2014 (*)
<b>Total Tier I Capital and Tier II Capital ( Total Equity)</b>	<b>6.111.228</b>	
Loans granted against the Articles 50 and 51 of the Banking Law	--	
Net book values of movables and immovable exceeding the limit defined in the Article 57, Clause 1 of the Banking Law and the assets acquired against overdue receivables and held for sale but retained more than five years	--	
Other items to be defined by the BRSA	--	
<b>Items to be Deducted from the Sum of Tier I and Tier II Capital (Capital) During the Transition Period</b>	<b>--</b>	
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank Owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Tier I Capital, Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation	--	--
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the bank owns more than 10% of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Additional Tier I Capital or Tier II Capital as per the Temporary Article 2, Clause 1 of the Regulation	--	--
The portion of net long position of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital, of the net deferred tax assets arising from temporary differences and of the mortgage servicing rights not deducted from Tier I Capital as per the Temporary Article 2, Clause 2, Paragraph (1) and (2) and Temporary Article 2, Clause 1 of the Regulation	--	--
<b>EQUITY</b>	<b>6.111.228</b>	
<b>Total Capital ( Total of Tier I Capital and Tier II Capital )</b>	<b>6.111.228</b>	<b>--</b>
<b>Total Risk Weighted Assets</b>	<b>25.918.320</b>	<b>--</b>
<b>CAPITAL ADEQUACY RATIOS</b>		
Core Capital Adequacy Ratio (%)	7,72	--
Tier I Capital Adequacy Ratio (%)	9,65	--
Capital Adequacy Ratio (%)	23,58	--
<b>BUFFERS</b>		
Total Additional Core Capital Requirement Ratio (a+b+c)	2,54	--
a) Capital Conservation Buffer Requirement (%)	2,50	--
b) Bank-specific Counter-Cyclical Buffer Requirement(%)	0,04	--
c) Systemically Important Banks Buffer Requirement Ratio (%)	--	--

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

	Prior Period (31/12/2021) Amount	Amount as per the regulation before 1/1/2014 (*)
The ratio of Additional Common Equity Tier I 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 (%)	3,65	--
<b>Amounts lower than Excesses as per Deduction Rules</b>	--	--
Remaining total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital	--	--
Remaining total of net long positions of the investments in Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% or less of the Tier I Capital	--	--
Remaining mortgage servicing rights	--	--
Net deferred tax assets arising from temporary differences	--	--
<b>Limits for Provisions Used in Tier II Capital Calculation</b>	--	--
General provisions for standard based receivables (before tenthouandtwentyfive limitation)	517.534	--
Up to 1,25% of total risk-weighted amount of general reserves for receivables where the standard approach used	290.303	--
Total loan provision that exceeds total expected loss calculated according to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach	--	--
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communiqué on Calculation of Credit Risk by Internal Ratings Based Approach, Limited by 0,6% Risk Weighted Assets	--	--
<b>Debt Instruments Covered by Temporary Article 4 (effective between 1.1.2018-1.1.2022)</b>	--	--
Upper Limit for Additional Tier I Capital Items subject to Temporary Article 4	--	--
Amount of Additional Tier I Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit	--	--
Upper Limit for Additional Tier II Capital Items subject to Temporary Article 4	--	--
Amount of Additional Tier II Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit	--	--

\* The amounts to be considered under the transitional provisions

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

Explanations on reconciliation of shareholder's equity items to balance sheet:

The difference between "Equity" in equity table and "Shareholder's Equity" in the consolidated balance sheet mainly arises from the subordinated bonds, general provisions and TFRS 9 transition effect. In the calculation of Total Capital, general reserve up to 1,25% of credit risk is taken into consideration as Tier II Capital.

On the other hand, in the calculation of the "Equity", improvement costs for operational leases presented under tangible assets in the balance sheet, together with related deferred tax liabilities and deferred tax assets calculated for provision for possible losses and other items defined by the regulator are taken into consideration as amounts deducted from Total Capital.

Debt instruments included in shareholder's equity calculation(\*):

Issuer	Fibabanka A.Ş.	Fibabanka A.Ş.
Code of debt instrument (CUSIP, ISIN etc.)	XS1386178237	TRSFIBA10016
Regulation of debt instrument	BRSA's "Regulation on Equities of Banks" dated 1 November 2006" and English Law	BRSA's "Regulation on Equities of Banks" dated 1 November 2006
<b>Consideration Status in Shareholders' Equity Calculation</b>		
Situation of being subject to practice of being taken into consideration with 10% deduction after 1/1/2015	No	No
Eligible at unconsolidated / consolidated	Unconsolidated and Consolidated	Unconsolidated and Consolidated
Type of debt instrument	Subordinated Security	Subordinated Security
Recognized amount in shareholders' equity calculation (As of the most recent reporting date - Thousand TL)	3.576.341	100.000
Nominal value of debt instrument (Thousand TL)	4.391.130	100.000
Related account of debt instrument	Subordinated Debt Instruments	Shareholders' Equity
Issuing date of debt instrument	24/03/16-10/05/17	20/03/19
Maturity structure of debt instrument (Demand/Time)	Time	Demand
Initial term of debt instrument	11 years	--
Issuer call subject to prior BRSA approval	Has pre-payment right	Has pre-payment right
Optional call date, reimbursement amount	24/11/2022; USD 300 million	13/03/2024; TL 100 million
Subsequent call date, if any	None	At the end of every 5th year following

(\*)The additional Tier 1 capital with a nominal amount of 30 million USD was early redeemed on 1 March 2022 with the approval of the BRSA, and the redemption amount was used in the cash capital increase realized in April 2022.

**FİBABANKA A.Ş. AND ITS SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**  
(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

Interest/Dividend Payments		
Fixed or floating interest/dividend payments	Floating interest	Floating interest
	Up to pay back option	
	ate 7,75% (5 years mid-	
	swap rate+5,758%);	
	afterwards current 5	
	years mid-swap	8% additional
Interest rate or index value of interest rate	rate+5,758%	return on TRLibor
Whether there are any restriction to stop dividend payments or not	None	None
Feature of being fully optional, partially optional or obligatory	Obligatory	Optional
Whether there are any stimulant to repayment like interest rate hike or not	None	None
Feature of being cumulative or noncumulative	--	--
Feature of being convertible bonds		
If there are convertible bonds, trigger incidents cause this conversion	--	--
If there are convertible bonds, feature of full or partially conversion	--	--
If there are convertible bonds, rate of conversion	--	--
If there are convertible bonds, feature of conversion -obligatory or optional-	--	--
If there are convertible bonds, types of convertible instruments	--	--
If there are convertible bonds, exporter of convertible debt instruments	--	--
Feature of value reduction		
		Under the
		condition that
		unconsolidated
		and/or
		consolidated Tier I
		capital adequacy
		ratio drop below
If there are a feature of value reduction, trigger incidents cause this	--	BRSA's ratio
reducement		
If there are a feature of value reduction, feature of full or partially	--	Partially and
reducement of value		totally
If there are a feature of value reduction, feature of being constant of	--	--
temporary		
If there are a feature of value reduction, mechanism of value	--	--
incrementation		
Claiming rank in case of winding up (Instrument that is just above debt	After the other	After depositors,
instrument)	borrowers except	other borrowers
	depositors	and Tier II capital
	Meets the conditions	Meets the
	defined by 8th	conditions defined
	article, does not	by 7th article, does
	meet the conditions	not meet the
Whether meeting the conditions defined by 7th or 8th articles of	defined by 7th	conditions defined
Shareholders' Equity of Banks Regulation	article.	by 8th article.
The conditions not met which were defined by 7th or 8th of the 7th or 8th		Cannot be
articles of Shareholders' Equity of Banks Regulation	--	converted to stock.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

II. Explanations on Risk Management

Notes and explanations in this section have been prepared in accordance with the Communiqué on Disclosures about RWA flow statements of credit risk exposures under IRB Risk Management to Be Announced to Public by Banks that have been published in Official Gazette no. 29511 on 23 October 2015 and became effective as of 31 March 2016. Due to usage of standard approach for the calculation of capital adequacy by the Bank, the following tables which prepared annually basis have not been presented as of 31 March 2022:

- CR8 - RWA flow statements of credit risk exposures under IRB (Internal Ratings Based)
- CCR7 - RWA flow statements of CCR exposures under the Internal Model Method (IMM)
- MR2 - RWA flow statements of market risk exposures under an IMA

a. Overview of Risk Weighted Amounts

	Risk Weighted Amounts		Minumum Capital Requirements
	Current Period	Prior Period	Current Period
1 Credit risk (excluding counterparty credit risk) (CCR)	25.652.612	21.904.874	2.052.209
2 Of which standardised approach (SA)	25.652.612	21.904.874	2.052.209
3 Of which internal rating-based (IRB) approach	--	--	--
4 Counterparty credit risk	488.418	759.731	39.073
5 Of which standardised approach for counterparty credit risk (SA-CCR)	488.418	759.731	39.073
6 Of which internal model method (IMM)	--	--	--
7 Equity position in banking book under basic risk weighting or internal rating-based	--	--	--
8 Equity investments in funds - look-through approach	774.402	559.457	61.952
9 Equity investments in funds - mandate-based approach	--	--	--
10 Equity investments in funds - 1250% risk weighting approach	--	--	--
11 Settlement risk	--	148	-
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	829.413	507.688	66.353
17 Of which standardised approach (SA)	829.413	507.688	66.353
18 Of which internal model approaches (IMM)	--	--	--
19 Operational risk	2.752.974	2.186.422	220.238
20 Of which basic indicator approach	2.752.974	2.186.422	220.238
21 Of which standardised approach	--	--	--
22 Of which advanced measurement approach	--	--	--
23 Amounts below the thresholds for deduction from capital (subject to 250% risk weight)	--	--	--
24 Floor adjustment	--	--	--
25 Total (1+4+7+8+9+10+11+12+16+19+23+24)	30.497.819	25.918.320	2.439.825

\*It is used simple arithmetic mean of Central Bank's foreign currency buying rates belonging to the last 252 business days from the calculation date.

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

#### III. Explanations on Consolidated Currency Risk

Position limit on currency risk is determined in line with net general position standard ratio on foreign currency. The Group does not take material foreign exchange and parity risk; transactions are usually hedged. Measurable and manageable risks are taken within legal limits.

As of 31 March 2022, the Group's net long position is TL 105.984 (31 December 2021: TL 187.609 net short position) resulting from long position on the balance sheet amounting to TL 2.578.444 (31 December 2021: TL 459.765 long position) and long position on the off-balance amounting to TL 2.472.460 (31 December 2021: TL 647.374 short position). The Bank uses "Standard Method" in legal reporting to measure the foreign exchange risk.

The announced foreign exchange buying rates of the Bank at balance sheet date and the previous five working days in full TL are as follows:

US Dollar purchase rate as at the balance sheet date	TL 14,6371
Euro purchase rate as at the balance sheet date	TL 16,2855

Date	USD	EURO
25 March 2022	14,8234	16,2825
28 March 2022	14,8068	16,3136
29 March 2022	14,8221	16,2620
30 March 2022	14,7933	16,3117
31 March 2022	14,6371	16,2855

The US Dollar buying rate is TL 13,9207 and EUR buying rate is TL 15,6128 (in full TL amounts) respectively, according to simple arithmetic average on March 2022.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### III. Explanations on Consolidated Currency Risk (continued)

Current Period	EUR	USD	Other	Total
<b>Assets</b>				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metal) and Balances with the CBRT	1.759.501	10.871.497	208.332	12.839.330
Due From Banks	164.633	553.002	99.290	816.925
Financial Assets at Fair Value through Profit/Loss (*)	10.607	55.383	--	65.990
Money Market Placements	1.071.586	--	--	1.071.586
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	38.818	1.697.919	--	1.736.737
Loans and Receivables(**)	5.536.265	579.012	85	6.115.362
Investments in Assoc., Subsidiaries and Entities under Common Control (Joint Vent.)	--	--	--	--
Financial Assets Measured at Amortized Cost	1.079.353	2.662.920	--	3.742.273
Derivative Financial Assets Hedging Purposes	--	--	--	--
Tangible Assets	--	--	--	--
Intangible Assets	--	--	--	--
Other Assets (***)	2.760	2.083	1.015	5.858
<b>Total Assets</b>	<b>9.663.523</b>	<b>16.421.816</b>	<b>308.722</b>	<b>26.394.061</b>
<b>Liabilities</b>				
Bank Deposits	76.745	697.783	56.390	830.918
Foreign Currency Deposits	2.685.952	9.337.035	3.163.754	15.186.741
Money Market Borrowings	--	600.658	--	600.658
Funds Provided from Other Financial Institutions	291.212	90.696	--	381.908
Securities Issued(****)	--	6.442.246	--	6.442.246
Sundry Creditors	58.047	260.050	395	318.492
Derivative Fin. Liabilities for Hedging Purposes	--	--	--	--
Other Liabilities(*****)	24.785	29.869	--	54.654
<b>Total Liabilities</b>	<b>3.136.741</b>	<b>17.458.337</b>	<b>3.220.539</b>	<b>23.815.617</b>
<b>Net Bilanço Pozisyonu</b>	<b>6.526.782</b>	<b>(1.036.521)</b>	<b>(2.911.817)</b>	<b>2.578.444</b>
<b>Net Off-Balance Sheet Position</b>	<b>(6.672.759)</b>	<b>1.272.691</b>	<b>2.927.608</b>	<b>(2.472.460)</b>
Financial Derivative Assets (*****)	3.902.519	18.129.977	4.122.502	26.154.998
Financial Derivative Liabilities (*****)	10.575.278	16.857.286	1.194.894	28.627.458
Non-Cash Loans (*****)	212.858	308.175	--	521.033
<b>Prior Period</b>				
Total Assets	10.166.382	13.621.707	209.386	23.997.475
Total Liabilities	2.930.366	18.038.079	2.569.265	23.537.710
<b>Net Balance Sheet Position</b>	<b>7.236.016</b>	<b>(4.416.372)</b>	<b>(2.359.879)</b>	<b>459.765</b>
<b>Net Off-Balance Sheet Position</b>	<b>(7.429.918)</b>	<b>4.425.203</b>	<b>2.357.341</b>	<b>(647.374)</b>
Financial Derivative Assets (*****)	2.992.261	16.787.982	4.852.259	24.632.502
Financial Derivative Liabilities (*****)	10.422.179	12.362.779	2.494.918	25.279.876
<b>Non-Cash Loans</b>	<b>264.660</b>	<b>282.953</b>	<b>--</b>	<b>547.613</b>

(\*) Accruals of trading derivative financial assets amounting to TL 24.653 are not included.

(\*\*) Includes foreign currency indexed loans and accruals amounting to TL 34.722.

(\*\*\*) TL 3.450 of prepaid expenses are included.

(\*\*\*\*) Securities issued as subordinated loan classified under "Subordinated debt instruments - Other debt instruments" in the balance sheet are included.

(\*\*\*\*\* TL 24.538 of accruals of derivative financial liabilities are not included.

(\*\*\*\*\* In the current period, foreign currency purchase commitments within the financial derivative assets amounted to TL 2.599.183 (31 December 2021: TL 2.463.711), foreign currency sale commitments within the derivative financial liabilities amounted to TL 1.688.730 (31 December 2021: TL 2.627.770).

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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### IV. Explanations on Consolidated Interest Rate Risk

Interest sensitivity of assets, liabilities and off-balance sheet items are evaluated weekly by considering market developments in the Asset-Liability Committee.

Standard method and Asset-Liability risk measurement methods are used to measure the Group’s interest rate risk.

Measurements by the standard method are carried out monthly by using maturity ladder. Bank applies interest rate shock analysis to interest rate sensitive assets and liabilities considering historic economic crisis. Change in the net present value of the net assets of the Bank are monitored within the limits set by the Board of Directors.

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	Over 5 Years	Non-interest Bearing	Total
<b>Assets</b>							
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	11.126.816	--	--	--	--	2.690.682	13.817.498
Banks	543.070	--	--	--	--	458.175	1.001.245
Financial Assets at Fair Value Through Profit or Loss(*)	393.176	175.317	315.731	133.626	--	10.606	1.028.456
Interbank Money Market Placements	1.393.716	--	--	--	--	--	1.393.716
Financial Assets Measured at Fair Value through Other Comprehensive Income	688.922	697.541	1.145.777	962.120	53.312	4.897	3.552.569
Loans(**)	5.878.501	7.515.399	5.915.410	5.752.047	1.131.487	(318.352)	25.874.492
Financial Assets Measured at Amortized Cost	51.921	--	156.393	3.766.012	--	--	3.974.326
Other Assets(***)	--	--	--	--	--	1.927.417	1.927.417
<b>Total Assets</b>	<b>20.076.122</b>	<b>8.388.257</b>	<b>7.533.311</b>	<b>10.613.805</b>	<b>1.184.799</b>	<b>4.773.425</b>	<b>52.569.719</b>
<b>Liabilities</b>							
Bank Deposits	4.021.983	3.680.856	--	--	--	403.717	8.106.556
Other Deposits	17.874.015	4.009.420	355.190	40.483	123.650	7.149.557	29.552.315
Interbank Money Market Received	600.658	--	--	--	--	--	600.658
Sundry Creditors(****)	--	--	--	--	--	1.214.645	1.214.645
Marketable Securities Issued(****)	--	--	6.442.246	--	--	--	6.442.246
Funds Borrowed From Other Institutions	241.479	3.696	145.165	--	--	--	390.340
Other Liabilities(****)	475.370	208.798	523.186	129.659	--	4.925.946	6.262.959
<b>Total Liabilities</b>	<b>23.213.505</b>	<b>7.902.770</b>	<b>7.465.787</b>	<b>170.142</b>	<b>123.650</b>	<b>13.693.865</b>	<b>52.569.719</b>
Balance Sheet Long Position	--	485.487	67.524	10.443.663	1.061.149	--	12.057.823
Balance Sheet Short Position	(3.137.383)	--	--	--	--	(8.920.440)	(12.057.823)
Off-Balance Sheet Long Position	90.000	444.222	1.466.000	755.554	--	36.118.934	38.874.710
Off-Balance Sheet Short Position	(90.000)	(444.222)	(1.466.000)	(755.554)	--	(36.590.336)	(39.346.112)
<b>Total Position</b>	<b>(3.137.383)</b>	<b>485.487</b>	<b>67.524</b>	<b>10.443.663</b>	<b>1.061.149</b>	<b>(9.391.842)</b>	<b>(471.402)</b>

(\*) Includes derivative financial assets.  
(\*\*) Non-performing loans TL 670.301 net-off related to stage 3 loans expected credit losses TL 408.710 and expected losses for stage 1 TL 178.459 and for stage 2 TL 401.484 are presented in “non-interest bearing” column (Includes factoring receivables amounting to TL 74.289).  
(\*\*\*) Non-interest bearing column includes TL 112.500 investments in subsidiaries, TL 362.262 tangible assets, TL 178.077 intangible assets, TL 394.850 tax asset, TL 147.761 assets held for sale, TL 733.492 other assets and TL 1.525 expected credit losses on financial assets.  
(\*\*\*\*) Securities issued as subordinated loan classified under “Subordinated debt instruments - Other debt instruments” in the balance sheet are included.  
(\*\*\*\*\*) Non-interest bearing column includes TL 3.245.865 shareholders’ equity, TL 2.165.174 other liabilities, TL 445.604 provisions and TL 283.947 tax liabilities.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

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### IV. Explanations on Consolidated Interest Rate Risk (continued)

Interest rate sensitivity of assets, liabilities and off-balance sheet items (Based on repricing dates):

Prior Period	Up to 1 month	1-3 Months	3-12 Months	1-5 Years	Over 5 Years	Non-interest Bearing	Total
<b>Assets</b>							
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	10.731.219	--	--	--	--	2.183.441	12.914.660
Banks	558.332	--	--	--	--	941.989	1.500.321
Financial Assets at Fair Value Through Profit or Loss(*)	558.615	252.590	450.359	215.863	--	9.438	1.486.865
Interbank Money Market Placements	128.720	--	--	--	--	--	128.720
Financial Assets Measured at Fair Value through Other Comprehensive Income	518.104	3.549	790.147	721.329	39.727	4.897	2.077.753
Loans(**)	5.682.057	4.114.802	7.861.092	4.201.518	255.252	(2.166)	22.112.555
Financial Assets Measured at Amortized Cost	127.799	--	33.927	3.068.223	--	--	3.229.949
Other Assets(***)	--	--	--	--	--	1.733.985	1.733.985
<b>Total Assets</b>	<b>18.304.846</b>	<b>4.370.941</b>	<b>9.135.525</b>	<b>8.206.933</b>	<b>294.979</b>	<b>4.871.584</b>	<b>45.184.808</b>
<b>Liabilities</b>							
Bank Deposits	2.331.032	3.911.953	--	--	--	143.373	6.386.358
Other Deposits	15.829.857	2.039.641	143.307	38.251	113.701	6.449.250	24.614.007
Interbank Money Market Received	712.740	--	--	--	--	--	712.740
Sundry Creditors	--	--	--	--	--	943.937	943.937
Marketable Securities Issued(****)	66.373	69.459	3.320.707	2.579.975	399.870	--	6.436.384
Funds Borrowed From Other Institutions	1.336	371.598	150.643	--	--	--	523.577
Other Liabilities(*****)	546.084	265.899	745.735	169.827	--	3.840.260	5.567.805
<b>Total Liabilities</b>	<b>19.487.422</b>	<b>6.658.550</b>	<b>4.360.392</b>	<b>2.788.053</b>	<b>513.571</b>	<b>11.376.820</b>	<b>45.184.808</b>
Balance Sheet Long Position	--	--	4.775.133	5.418.880	--	--	10.194.013
Balance Sheet Short Position	(1.182.576)	(2.287.609)	--	--	(218.592)	(6.505.236)	(10.194.013)
Off-Balance Sheet Long Position	2.333	40.000	1.543.401	862.021	--	29.542.547	31.990.302
Off-Balance Sheet Short Position	(2.333)	(40.000)	(1.543.403)	(862.019)	--	(30.003.316)	(32.451.071)
<b>Total Position</b>	<b>(1.182.576)</b>	<b>(2.287.609)</b>	<b>4.775.131</b>	<b>5.418.882</b>	<b>(218.592)</b>	<b>(6.966.005)</b>	<b>(460.769)</b>

(\*) Includes derivative financial assets.  
(\*\*) Non-performing loans TL 888.713 net-off related to stage 3 loans expected credit losses TL 382.736 and expected losses for stage 1 TL 159.887 and for stage 2 TL 348.256 are presented in "non-interest bearing" column (Includes factoring receivables amounting to TL 74.064).  
(\*\*\*) Non-interest bearing column includes TL 112.500 investments in subsidiaries, TL 414.653 tangible assets, TL 106.559 intangible assets, TL 311.171 tax asset, TL 182.161 assets held for sale, TL 608.380 other assets and TL 1.439 expected credit losses on financial assets.  
(\*\*\*\*) Securities issued as subordinated loan classified under "Subordinated debt instruments - Other debt instruments" in the balance sheet are included.  
(\*\*\*\*\*) Non-interest bearing column includes TL 2.364.475 shareholders' equity, TL 1.722.852 other liabilities, TL 406.060 provisions and TL 290.810 tax liabilities.

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IV. Explanations on Consolidated Interest Rate Risk (continued)

Average interest rates applied to financial instruments

Current Period	EUR %	USD %	JPY %	TL %
<b>Assets</b>				
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	--	--	--	--
Banks	0,01	0,45	--	12,59
Financial Assets at Fair Value Through Profit/ Loss	--	4,40	--	13,73
Interbank Money Market Placements	0,01	--	--	14,72
Financial Assets Measured at Fair Value through Other Comprehensive Income	5,16	5,88	--	16,12
Loans	5,38	6,26	--	21,48
Financial Assets Measured at Amortized Cost	4,88	5,74	--	15,76
<b>Liabilities</b>				
Bank Deposits	--	0,40	--	13,83
Other Deposits	0,57	0,46	--	18,02
Interbank Money Market Received	--	1,74	--	--
Sundry Creditors	--	--	--	--
Marketable Securities Issued(*)	--	6,98	--	--
Funds Borrowed from Other Financial Institutions	2,32	0,77	--	15,80

(\*) Includes subordinated debts, which are classified under "Subordinated Debts - Other Debt Instruments" in Balance Sheet, as well.

Prior Period	EUR %	USD %	JPY %	TL %
<b>Assets</b>				
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	--	--	--	--
Banks	0,01	--	--	--
Financial Assets at Fair Value Through Profit/ Loss	--	4,40	--	23,31
Interbank Money Market Placements	0,01	0,05	--	--
Financial Assets Measured at Fair Value through Other Comprehensive Income	5,39	5,55	--	15,79
Loans	5,40	6,15	--	19,93
Financial Assets Measured at Amortized Cost	4,89	5,56	--	15,62
<b>Liabilities</b>				
Bank Deposits	--	--	--	14,89
Other Deposits	0,46	0,28	--	17,77
Interbank Money Market Received	--	1,36	--	14,23
Sundry Creditors	--	--	--	--
Marketable Securities Issued(*)	--	7,20	--	--
Funds Borrowed from Other Financial Institutions	2,26	0,83	--	15,86

(\*) Includes subordinated debts, which are classified under "Subordinated Debts - Other Debt Instruments" in Balance Sheet, as well.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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**V. Explanations on Consolidated Position Risk of Equity Securities Resulted from Banking Book**

The Bank has position risk of equity shares amounting to TL 11.712 as of 31 March 2022 (31 December 2021: TL 11.444).

**VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio**

The Board of Directors reviews the liquidity and funding risk management policy weekly or in case of necessity. Liquidity risk is managed by Asset and Liability Committee (ALCO) in line with risk management policy as short and long term liquidity risk.

Liquidity Risk is managed by ALCO in order to take the necessary measures in a timely and correct manner against possible liquidity shortages. Treasury department manages cash inflows and outflows in line with strategies determined by ALCO. As deemed necessary by the ALCO members, liquidity meetings are performed for the purposes of close monitoring. Treasury department manages short term liquidity by adhering to the ALCO strategy and ensuring compliance with legal liquidity limits and stress testing.

In the context of TL and foreign currencies liquidity management, the Bank monitors the cash flows weekly and action plan is made based on ALCO decisions. The funding balance is directly monitored and compensated by making the risk-return-cost evaluation.

For long-term liquidity "Maturity Mismatch Report" is prepared and presented to ALCO on a weekly basis. The Bank, resulting from the general structure of Turkish banking sector, has a liquidity gap at the 1 year maturity period. The Bank intends to eliminate liquidity mismatch shifting focus to long-term funding alternatives. Such decisions of the risk of incompatibility are taken by ALCO. The Bank diversifies its funding sources among customer deposits, domestic and foreign borrowings, bills and bonds issued, taking into consideration the maturity match between its assets and liabilities and keeps liquid assets in order to fully meet the liquidity requirements that may emerge in case of market volatility.

**Information on the use of stress testing:**

Department of Risk Management implements stress testing according to Liquidity and Funding Risk Policy approved by the Board of Directors on a weekly basis. These stress tests are based on the scenarios of the deposit outflow, funds obtained from bonds issued will outflow and banks limits will not be used during a 14-day period, the results are included in the presentation of ALCO on a weekly basis and in the Presentation of Risk Committee on a monthly basis. In this way, the Bank's funding structure is closely monitored and actions are taken on behalf of existing risk management.

Alternative funding sources are identified in case of need. ALCO members are responsible for taking actions against short-term liquidity shocks. In the case of a crisis or if deemed necessary, ALCO summon a meeting and take necessary actions immediately. These action plans are approved by the Board of Directors under the ICAAP. The Bank reviews resources that are available in any emergency situation constantly and takes into consideration the results of the above-mentioned stress testing and scenario analysis by the early warning system.

According to BRSA's "Legislation on Measurement and Assessment of Liquidity Adequacy of the Banks"; published in the Official Gazette numbered 28948, dated 21 March 2014; liquidity ratio is required to be 80% for foreign currency assets/liabilities and 100% for total assets/liabilities in the calculation of the banks' weekly and monthly reporting effective from 1 January 2019.

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**VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio (continued)**

Current Period	Total Unweighted Value *		Total Weighted Value *	
	TL+FC	FC	TL+FC	FC
<b>HIGH-QUALITY LIQUID ASSETS</b>				
1 Total high-quality liquid assets (HQLA)			16.282.276	14.537.720
<b>CASH OUTFLOWS</b>				
2 Deposits from natural persons and retail deposits	23.035.953	12.271.794	2.184.375	1.229.164
3 Stable deposits	2.515.055	--	126.050	--
4 Less stable deposits	20.520.898	12.271.794	2.058.326	1.229.164
5 Unsecured funding except for retail deposits and deposits from natural persons, of which:	5.818.198	3.768.855	3.631.300	1.989.521
6 Operational deposits	--	--	--	--
7 Non-Operational deposits	3.528.848	2.672.517	1.411.582	964.299
8 Other unsecured funding	2.289.350	1.096.338	2.219.719	1.025.222
9 Secured funding	--	--	334.392	334.392
10 Other cash outflows	3.850.873	923.014	752.563	509.968
11 Outflows related to derivative exposures and other collateral requirements	496.727	448.348	496.727	448.348
12 Outflows related to restructured financial instruments	--	--	--	--
13 Payment commitments granted for debts to financial markets and other off-balance sheet commitments	3.354.146	474.666	255.835	61.621
14 Other revocable off-balance sheet commitments and other contractual obligations	--	--	--	--
15 Other irrevocable or conditionally revocable off-balance sheet obligations	31.200	119	31.200	119
16 TOTAL CASH OUTFLOWS			6.933.830	4.063.164
<b>CASH INFLOWS</b>				
17 Secured receivables	37.630	37.630	37.630	37.630
18 Unsecured receivables	3.816.233	1.099.618	2.526.841	1.016.963
19 Other cash inflows	301.604	255.968	301.604	255.968
20 TOTAL CASH INFLOWS	4.155.467	1.393.216	2.866.076	1.310.561
21 TOTAL HQLA			16.282.276	14.537.720
22 TOTAL NET CASH OUTFLOWS			4.074.472	2.760.242
23 LIQUIDITY COVERAGE RATIO (%)			399,62	526,68

\*The average of last three months' liquidity coverage ratio calculated by weekly simple averages.

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**VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio (continued)**

Prior Period	Total Unweighted Value *		Total Weighted Value *	
	TL+FC	FC	TL+FC	FC
<b>HIGH-QUALITY LIQUID ASSETS</b>				
1 Total high-quality liquid assets (HQLA)			8.697.501	7.473.479
<b>CASH OUTFLOWS</b>				
2 Deposits from natural persons and retail deposits	20.592.932	10.238.467	1.927.041	1.006.328
3 Stable deposits	2.470.004	..	124.077	..
4 Less stable deposits	18.122.928	10.238.467	1.802.964	1.006.328
5 Unsecured funding except for retail deposits and deposits from natural persons, of which:	5.171.424	2.826.043	3.275.962	1.543.211
6 Operational deposits	..	..	..	..
7 Non-Operational deposits	3.129.184	2.388.919	1.234.264	832.468
8 Other unsecured funding	2.042.240	712.276	2.041.699	710.743
9 Secured funding	..	..	260.482	259.191
10 Other cash outflows	3.306.274	939.291	648.570	416.569
11 Outflows related to derivative exposures and other collateral requirements	446.479	358.583	428.862	348.490
12 Outflows related to restructured financial instruments	..	..	..	..
13 Payment commitments granted for debts to financial markets and other off-balance sheet commitments	2.859.794	580.708	219.708	68.079
14 Other revocable off-balance sheet commitments and other contractual obligations	..	..	..	..
15 Other irrevocable or conditionally revocable off-balance sheet obligations	20.431	150	19.777	147
16 TOTAL CASH OUTFLOWS			6.131.832	3.225.446
<b>CASH INFLOWS</b>				
17 Secured receivables	24.022	24.022	21.663	21.663
18 Unsecured receivables	3.202.403	1.331.867	2.224.316	1.242.642
19 Other cash inflows	558.783	535.602	368.311	345.129
20 TOTAL CASH INFLOWS	3.785.208	1.891.490	2.614.290	1.609.435
21 TOTAL HQLA			8.697.501	7.473.479
22 TOTAL NET CASH OUTFLOWS			3.532.367	1.637.411
23 LIQUIDITY COVERAGE RATIO (%)			246,22	456,42

\*The average of last three months' liquidity coverage ratio calculated by weekly simple averages.

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**VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio(continued)**

The table below shows the lowest, highest and average Liquidity Coverage of the 1 January - 31 March 2022 period.

<b>Current Period</b>	<b>Highest</b>	<b>Date</b>	<b>Lowest</b>	<b>Date</b>	<b>Average</b>
TL+FC	515,17%	02/02/22	274,16%	01/01/22	401,61%
FC	714,93%	09/02/22	423,62%	25/03/22	531,17%

  

<b>Prior Period</b>	<b>Highest</b>	<b>Date</b>	<b>Lowest</b>	<b>Date</b>	<b>Average</b>
TL+FC	377,98%	07/12/2021	179,71%	22/10/2021	244,99%
FC	867,04%	23/11/2021	259,53%	11/11/2021	494,56%

The Bank implements the calculation in accordance with the Regulation of Liquidity Coverage Ratio Calculation of Banks dated 21 March 2014 and numbered 28948 published in the Official Gazette. As per the related regulation high quality liquid assets are mainly securities portfolio, cash assets and reserve requirements. The important factors affecting the results of the liquidity coverage ratio are the changes in the remaining maturities of the items and changes in the amounts of deposits and money market transactions, the remaining maturities of which are less than 30 days. Deposits form a significant portion of the Bank's sources of funds, on the other hand bonds issued, money market borrowings, funds provided from abroad are other important sources of funding.

The Bank calculates cash outflows and transactions that are complete collateral arising from derivative transactions, taking into account the 24-month averages in accordance, with The Bank implements with the Regulation of Liquidity Coverage Ratio Calculation of Banks published in the Official Gazette dated 21 March 2014 and numbered 28948.

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### VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio(continued)

Presentation of assets and liabilities according to their remaining maturities:

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Year	5 Years and Over	Unallocated <sup>a</sup>	Total
<b>Assets</b>								
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	3.401.573	10.415.925	--	--	--	--	--	13.817.498
Banks	458.177	543.068	--	--	--	--	--	1.001.245
Financial Assets at Fair Value Through Profit or Loss(*)	10.606	393.171	175.317	316.295	133.062	5	--	1.028.456
Interbank Money Market Placements	--	1.393.716	--	--	--	--	--	1.393.716
Financial Assets Available-for-Sale	4.897	673.281	128.039	627.469	1.155.368	963.515	--	3.552.569
Loans (**)	--	5.652.771	6.633.810	7.285.208	5.368.913	1.252.142	(318.352)	25.874.492
Investment Securities Held-to-Maturity	--	--	--	76.805	3.874.265	23.256	--	3.974.326
Other Assets(***)	--	--	--	--	--	--	1.927.417	1.927.417
<b>Total Assets</b>	<b>3.875.253</b>	<b>19.071.932</b>	<b>6.937.166</b>	<b>8.305.777</b>	<b>10.531.608</b>	<b>2.238.918</b>	<b>1.609.065</b>	<b>52.569.719</b>
<b>Liabilities</b>								
Bank Deposits	403.719	4.021.981	3.680.856	--	--	--	--	8.106.556
Other Deposits	7.149.537	17.874.035	4.009.420	355.190	40.483	123.650	--	29.552.315
Funds Borrowed from Other Financial Institutions	--	242.053	2.766	98.109	47.412	--	--	390.340
Interbank Money Market Received	--	600.658	--	--	--	--	--	600.658
Marketable Securities Issued(****)	--	--	--	2.865.906	--	3.576.340	--	6.442.246
Sundry Creditors	--	798.083	416.562	--	--	--	--	1.214.645
Other Liabilities (*****)	--	1.130.434	418.670	547.157	147.299	1.313	4.018.086	6.262.959
<b>Total Liabilities</b>	<b>7.553.256</b>	<b>24.667.244</b>	<b>8.528.274</b>	<b>3.866.362</b>	<b>235.194</b>	<b>3.701.303</b>	<b>4.018.086</b>	<b>52.569.719</b>
<b>Net Liquidity Surplus / (Gap)</b>	<b>(3.678.003)</b>	<b>(5.595.312)</b>	<b>(1.591.108)</b>	<b>4.439.415</b>	<b>10.296.414</b>	<b>(1.462.385)</b>	<b>(2.409.021)</b>	<b>--</b>
<b>Prior Period</b>								
<b>Total Assets</b>	<b>3.997.497</b>	<b>14.898.879</b>	<b>4.923.360</b>	<b>8.010.993</b>	<b>10.006.885</b>	<b>1.615.375</b>	<b>1.731.819</b>	<b>45.184.808</b>
<b>Total Liabilities</b>	<b>6.592.625</b>	<b>20.944.929</b>	<b>6.743.507</b>	<b>1.099.685</b>	<b>2.896.967</b>	<b>3.835.695</b>	<b>3.071.400</b>	<b>45.184.808</b>
<b>Net Liquidity Gap</b>	<b>(2.595.128)</b>	<b>(6.046.050)</b>	<b>(1.820.147)</b>	<b>6.911.308</b>	<b>7.109.918</b>	<b>(2.220.320)</b>	<b>(1.339.581)</b>	<b>--</b>
<b>Net Off-Balance Sheet Position</b>	<b>--</b>	<b>(147.538)</b>	<b>(68.599)</b>	<b>(328.423)</b>	<b>49.293</b>	<b>--</b>	<b>--</b>	<b>(495.267)</b>
Derivative Financial Assets	--	12.627.059	10.400.092	4.679.844	1.294.202	--	--	29.001.197
Derivative Financial Liabilities	--	12.774.597	10.468.691	5.008.267	1.244.909	--	--	29.496.464
<b>Non-Cash Loans</b>	<b>--</b>	<b>59.468</b>	<b>138.155</b>	<b>405.373</b>	<b>49.009</b>	<b>352.172</b>	<b>--</b>	<b>1.004.177</b>

(\*) Includes derivatives financial assets.  
(\*\*) Non-performing loans net-off related to provision for expected loss of stage 3 loans an expected losses for stage 1 and stage 2 are presented in “unallocated” column.  
(\*\*\*) Certain assets on the balance sheet that are necessary for the banking operations but not convertible into cash in the short term such as tangible assets, stationary supplies and prepaid expenses are included in this column.  
(\*\*\*\*) Securities issued as subordinated loan classified under “Subordinated debt - Other debt instruments” in the balance sheet are also included.  
(\*\*\*\*\*) Shareholders' equity and provisions are classified in other liabilities in unallocated column.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### VI. Explanations on Consolidated Liquidity Risk and Liquidity Coverage Ratio(continued)

According to the communiqué of Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks published in the Official Gazette numbered 29450 and dated 19 August 2015, total amount of assets and risk in the consolidated financial statements prepared in accordance with Turkish Accounting Standards is shown below;

		Current Period (**)	Prior Period (**)
1	Total assets in consolidated financial statements prepared in accordance with Turkish Accounting Standards (*)	76.967.059	66.589.179
2	The difference between total assets prepared in accordance with Turkish Accounting Standards and total assets in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements"	--	--
3	The difference between the amounts of derivative financial instruments and credit derivatives in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such instruments	(28.027.877)	25.678.516
4	The difference between the amounts of securities or commodity financing transactions in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such instruments	--	--
5	The difference between the amounts of off-balance items in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such items	--	--
6	Other differences between the amounts in consolidated financial statements prepared in accordance with the communiqué "Preparation of Consolidated Financial Statements" and risk amounts of such items	--	--
7	Total risk amount	48.939.182	40.910.663

(\*) Consolidated financial statements prepared in compliance with Clause 6 of the article 5 of the communiqué "Preparation of Consolidated Financial Statements".

(\*\*) Represents three-months average amounts.

(\*\*\*) As of 31 March 2022, It is used simple arithmetic mean of Central Bank's foreign currency buying rates belonging to the last 252 business days from the calculation date.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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

**VII. Explanations on Consolidated Leverage Ratio**

The table of leverage level calculated in accordance with the Regulation on Assessment and Calculation of Banks' Leverage Level published in the Official Gazette numbered 28812 and dated 5/11/2013 shown below.

As of 31 March 2022, bank's consolidated leverage ratio calculated in accordance with the "Regulation on Assessment and Calculation of Banks' Leverage Level" is 6,06%. Minimum leverage ratio has to be 3% according to the regulation.

	Balance sheet assets	Current Period(*)	Prior Period(*)
1	Balance sheet items (excluding derivative financial instruments and credit derivatives but including collaterals)	41.078.868	32.845.880
2	(Assets deducted in determining Tier 1 capital)	(380.272)	(303.491)
3	Total balance sheet risks (sum of lines 1 and 2)	40.698.596	32.542.389
	<b>Derivative financial instruments and credit derivatives</b>		
4	Replacement cost associated with all derivative financial instruments and credit derivatives	354.419	812.942
5	Potential credit risk associated with all derivative financial instruments and credit derivatives	212.080	214.940
6	Total risks of derivative financial instruments and credit derivatives (sum of lines 4 to 5)	566.499	1.027.882
	<b>Securities or commodity financing transactions (SCFT)</b>		
7	Risks from SCFT assets (except for on-balance sheet)	324.641	190.879
8	Risks from brokerage activities related exposures	--	--
9	Total risks related with securities or commodity financing transactions (sum of lines 7 to 8)	324.641	190.879
	<b>Off-balance sheet transactions</b>		
10	Gross notional amounts of off-balance sheet transactions	7.349.446	7.149.513
11	(Adjustments for conversion to credit equivalent amounts)	--	--
12	Total risks of off-balance sheet items (sum of lines 10 and 11)	7.349.446	7.149.513
	<b>Capital and total risks</b>		
13	Tier 1 capital	2.980.785	2.558.264
14	Total risks (sum of lines 3, 6, 9 and 12)	48.939.182	40.910.663
	<b>Leverage ratio</b>		
15	Leverage ratio	6,06	6,29

(\*)Represents three-month average amounts.

(\*\*)It is used simple arithmetic mean of Central Bank's foreign currency buying rates belonging to the last 252 business days from the calculation date.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### SECTION FIVE

### EXPLANATIONS AND NOTES ON THE CONSOLIDATED FINANCIAL STATEMENTS

#### I. Explanations and disclosure related to the consolidated assets

#### 1. Information on cash and balances with the Central Bank of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL /Foreign Currency	122.140	1.224.321	81.974	886.314
Balances with the Central Bank of Turkey	856.028	11.615.009	854.653	11.091.719
Other	--	--	--	--
<b>Total</b>	<b>978.168</b>	<b>12.839.330</b>	<b>936.627</b>	<b>11.978.033</b>

#### 1.1 Information related to the account of the Central Bank of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	689.505	1.365.601	832.804	1.239.945
Unrestricted Time Deposits	166.523	7.464.921	21.849	6.996.263
Restricted Time Deposits	--	2.784.487	--	2.855.511
<b>Total</b>	<b>856.028</b>	<b>11.615.009</b>	<b>854.653</b>	<b>11.091.719</b>

Within the scope of the Communiqué No. 2021/14 on Supporting the Conversion of TL Deposit and Participation Accounts, the conversion rate from foreign currency deposit accounts in USD, EUR, GBP and participation fund accounts in foreign currency to time deposits and participation funds in TL as of the obligation date of April 15, 2022, it has been decided not to apply an annual commission of 1,5% to the banks that have reached the 10% level and the 20% level as of the September 2, 2022 obligation date, up to the amount to be kept for their required reserve liabilities until the end of 2022. The banks that could not meet the conversion rate of 10% separately for both individuals and corporations as of September 2, 2022, would be requested a commission of 3% starting from aforementioned date.

#### 2. Information on financial assets at fair value through profit or loss

#### 2.1 Information on financial assets at fair value through profit or loss given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	96	--	94	--
<b>Total</b>	<b>96</b>	<b>--</b>	<b>94</b>	<b>--</b>

Trading securities given as collateral represent those collaterals given to the Central Bank of Turkey, and Istanbul Clearing and Custody Bank (Takasbank) for interbank money market, foreign exchange market and other transactions, as of balance sheets dates.

As of 31 March 2022, the amount of financial assets at fair value through profit or loss not given as collateral or not blocked is TL 144.773 (31 December 2021: TL 214.911).

When fair value hedge accounting terminated, the fair value amount on the hedged financial instruments are reflected into the statement of profit or loss by amortization during the life time of the hedged financial instruments.

#### *Loans recognised at fair value through profit or loss*

As of 31 March 2022, there are no loans recognized at fair value through profit or loss (31 December 2021: TL None).

#### 2.2 Information on financial assets at fair value through profit or loss subject to repurchase agreements

None.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### 1. Explanations and disclosure related to the consolidated assets (continued)

### 2. Information on financial assets at fair value through profit or loss (continued)

#### 2.3 Positive differences relating to derivative financial assets\*

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	262.690	--	278.218	--
Swap Transactions	430.446	--	722.661	--
Futures Transactions	--	--	--	--
Options	165.798	24.653	267.575	3.406
Other	--	--	--	--
<b>Total</b>	<b>858.934</b>	<b>24.653</b>	<b>1.268.454</b>	<b>3.406</b>

### 3. Information on Banks

#### 3.1 Information on banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic	184.237	467.749	397.813	658.294
Foreign	83	349.176	557	443.657
Foreign head-offices and branches	--	--	--	--
<b>Total</b>	<b>184.320</b>	<b>816.925</b>	<b>398.370</b>	<b>1.101.951</b>

#### 3.2 Due from foreign banks

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

### 4. Information on Financial Assets Valued at Fair Value Through Other Comprehensive Income

#### 4.1 Financial assets valued at fair value through other comprehensive income subject to repurchase agreements and provided as collateral / blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	6.604	1.179.514	196.700	944.749
Other	--	--	--	--
<b>Total</b>	<b>6.604</b>	<b>1.179.514</b>	<b>196.700</b>	<b>944.749</b>

As of 31 March 2022 the amount of financial assets valued at fair value through other comprehensive income not given as collateral or not blocked is TL 2.366.451 (31 December 2021: TL 936.304).

#### 4.2 Details of financial assets valued at fair value through other comprehensive income

	Current Period	Prior Period
<b>Debt instruments</b>	<b>3.564.089</b>	<b>2.098.634</b>
Quoted on Stock Exchange	3.255.089	1.832.634
Unquoted on Stock Exchange	309.000	266.000
<b>Share certificates</b>	<b>4.897</b>	<b>4.897</b>
Quoted on Stock Exchange	4.897	4.897
Unquoted on Stock Exchange	--	--
<b>Impairment provision (-)</b>	<b>16.417</b>	<b>25.778</b>
<b>Total</b>	<b>3.552.569</b>	<b>2.077.753</b>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

I. Explanations and disclosure related to the consolidated assets (continued)

5. Information on Loans

5.1 Information on all types of loans and advances given to shareholders and employees of the Bank

	Current Period		Prior Period	
	TL	FC	TL	FC
Direct Loans to Shareholders	--	--	--	20
Corporate Shareholders	--	--	--	--
Individual Shareholders	--	--	--	20
Indirect Loans to Shareholders	--	--	--	--
Loans to Employees	6.964	--	6.497	--
Total	6.964	--	6.497	20

5.2 Information on Standard Loans, Loans Under Close Monitoring and Loans Under Close Monitoring That Are Restructured

Cash Loans	Standard Loans	Loans Under Close Monitoring		
		Non-restructured	Restructured	
			Revised Contract Terms	Refinanced
Loans	22.459.758	704.966	3.028.120	--
Working Capital Loans	7.152.064	373.053	2.064.427	--
Export Loans	--	--	--	--
Import Loans	--	--	--	--
Loans to Financial Sector	593.573	--	--	--
Consumer Loans	5.969.113	142.621	71.330	--
Credit Cards	12.926	1.188	--	--
Others	8.732.082	188.104	892.363	--
Specialization Loans	--	--	--	--
Other Receivables	--	--	--	--
Total (*)	22.459.758	704.966	3.028.120	--

(\*) Amounting to TL 74.289 factoring receivables are also included.

	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
12-months Expected Credit Losses	178.459	--	159.887	--
Significant Increase in Credit Risk	--	401.484	--	348.256
Total	178.459	401.484	159.887	348.256

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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

**I. Explanations and disclosure related to the consolidated assets (continued)**

**5.2 Information on Standard Loans, Loans Under Close Monitoring and Loans Under Close Monitoring That Are Restructured (continued)**

***The overdue analysis of close monitoring loans***

Current Period	Commercial Loans	Consumer Loans	Total
1-30 days	11.016	35.322	46.338
31-60 days	8.350	69.852	78.202
61-90 days	5.409	34.495	39.904
<b>Total</b>	<b>24.775</b>	<b>139.669</b>	<b>164.444</b>

Prior Period	Commercial Loans	Consumer Loans	Total
1-30 days	7.031	25.446	32.477
31-60 days	7.748	56.310	64.058
61-90 days	7.887	30.488	38.375
<b>Total</b>	<b>22.666</b>	<b>112.244</b>	<b>134.910</b>

***Maturity analysis of cash loans***

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 5.3 Information on consumer loans, individual credit cards and credit cards given to personnel

	Short-Term	Medium or Long Term	Total
<b>Consumer Loans-TL</b>	<b>1.667.320</b>	<b>4.347.043</b>	<b>6.014.363</b>
Mortgage Loans	--	141.846	141.846
Vehicle Loans	278	1.574	1.852
General Purpose Loans	1.667.042	4.203.623	5.870.665
Other	--	--	--
<b>Consumer Loans-Indexed to FC</b>	<b>--</b>	<b>1.148</b>	<b>1.148</b>
Mortgage Loans	--	1.148	1.148
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Consumer Loans-FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
Mortgage Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Individual Credit Cards-TL</b>	<b>9.633</b>	<b>--</b>	<b>9.633</b>
With Installment	2.157	--	2.157
Without Installment	7.476	--	7.476
<b>Individual Credit Cards-FC</b>	<b>125</b>	<b>--</b>	<b>125</b>
With Installment	--	--	--
Without Installment	125	--	125
<b>Loans Given to Employees-TL</b>	<b>1.149</b>	<b>4.980</b>	<b>6.129</b>
Mortgage Loans	--	378	378
Vehicle Loans	--	--	--
General Purpose Loans	1.149	4.602	5.751
Other	--	--	--
<b>Loans Given to Employees - Indexed to FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
Mortgage Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Loans Given to Employees - FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
Mortgage Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Personnel Credit Cards - TL</b>	<b>833</b>	<b>--</b>	<b>833</b>
With Installment	187	--	187
Without Installment	646	--	646
<b>Personnel Credit Cards - FC</b>	<b>2</b>	<b>--</b>	<b>2</b>
With Installment	--	--	--
Without Installment	2	--	2
<b>Overdraft Loans-TL (Real Persons)</b>	<b>161.424</b>	<b>--</b>	<b>161.424</b>
<b>Overdraft Loans-FC (Real Persons)</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Total</b>	<b>1.840.486</b>	<b>4.353.171</b>	<b>6.193.657</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 5.4 Information on commercial loans with installments and corporate credit cards

	Short-Term	Medium or Long Term	Total
<b>Installment Commercial Loans - TL</b>	<b>594.221</b>	<b>1.870.244</b>	<b>2.464.465</b>
Real Estate Loans	--	--	--
Vehicle Loans	1.415	23.002	24.417
General Purpose Loans	592.806	1.847.242	2.440.048
Other	--	--	--
<b>Installment Commercial Loans - Indexed to FC</b>	<b>--</b>	<b>33.574</b>	<b>33.574</b>
Real Estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	33.574	33.574
Other	--	--	--
<b>Installment Commercial Loans - FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
Real Estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Corporate Credit Cards - TL</b>	<b>3.521</b>	<b>--</b>	<b>3.521</b>
With Installment	1.312	--	1.312
Without Installment	2.209	--	2.209
<b>Corporate Credit Cards - FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
With Installment	--	--	--
Without Installment	--	--	--
<b>Overdraft Loans-TL (Legal Entities)</b>	<b>142.537</b>	<b>--</b>	<b>142.537</b>
<b>Overdraft Loans-FC (Legal Entities)</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Total</b>	<b>740.279</b>	<b>1.903.818</b>	<b>2.644.097</b>

#### 5.5 Allocations of loans by customers

	Current Period	Prior Period
Public Sector	--	--
Private Sector	26.192.844	22.114.721
<b>Total (*)</b>	<b>26.192.844</b>	<b>22.114.721</b>

(\*) Factoring receivables amounting to TL 74.289 (31 December 2021: TL 74.064) are included.

#### 5.6 Allocation of Domestic and Foreign Loans

	Current Period	Prior Period
Domestic Loans	25.602.611	21.552.903
Foreign Loans	590.233	561.818
<b>Total (*)</b>	<b>26.192.844</b>	<b>22.114.721</b>

(\*) Factoring receivables amounting to TL 74.289 (31 December 2021: TL 74.064) are included.

#### 5.7 Loans granted to subsidiaries and associates

The Bank has loans granted to subsidiaries and associates amounting to TL 62.639 as of 31 March 2022 (31 December 2021:TL 60.114).

#### 5.8 Provisions provided against loans (third stage)

	Current Period	Prior Period
Loans and Receivables with Limited Collectability	57.326	37.132
Loans and Receivables with Doubtful Collectability	119.830	157.932
Uncollectible Loans and Receivables	231.554	187.672
<b>Total</b>	<b>408.710</b>	<b>382.736</b>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

I. Explanations and disclosure related to the consolidated assets (continued)

5.9 Information on non-performing loans (Net)

5.9.1 Information on loans and other receivables included in non-performing loans which are restructured or rescheduled

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period	5.229	3.816	1.205
Gross Amounts before Provisions	--	--	--
Restructured Loans and Other Receivables	5.229	3.816	1.205
Prior Period	--	2.872	1.491
Gross Amounts before Specific Provisions	--	--	--
Restructured Loans and Other Receivables	--	2.872	1.491

5.9.2 Movement on non-performing loans

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Balances at the End of Prior Period	61.679	524.861	302.173
Additions (+)	80.391	2.958	18.052
Transfers from Other Categories of Non-Performing Loans (+)	--	--	397.580
Transfers to Other Categories of Non-Performing Loans (-)	35.236	362.344	--
Collections (-)	15.089	13.135	289.298
Write-offs (-)	858	422	1.010
Sold (-)	--	--	--
Corporate and Commercial Loans	--	--	--
Retail Loans	--	--	--
Credit Cards	--	--	--
Other	--	--	--
Balances at End of the Period	90.887	151.916	427.498
Provisions (-)	57.326	119.830	231.554
Net Balance on Balance Sheet	33.561	32.086	195.944

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I. Explanations and disclosure related to the consolidated assets (continued)

5.9.3 Information on non-performing loans and other receivables in foreign currencies

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
<b>Current Period</b>			
Balance as of Period End	8.190	82.656	207.862
Provisions (-)	6.435	79.463	89.056
<b>Net Balance on Balance Sheet</b>	<b>1.755</b>	<b>3.193</b>	<b>118.806</b>
<b>Prior Period</b>			
Balance as of Period End	1.935	457.522	86.790
Provisions (-)	1.623	167.758	28.102
<b>Net Balance on Balance Sheet</b>	<b>312</b>	<b>289.764</b>	<b>58.688</b>

5.9.4 Information regarding gross and net amounts of non-performing loans with respect to debtor groups

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
<b>Current Period (Net)</b>	<b>33.561</b>	<b>32.086</b>	<b>195.944</b>
Loans Granted to Real Persons and Legal Entities (Gross)	90.887	151.916	427.498
Provisions (-)	57.326	119.830	231.554
Loans Granted to Real Persons and Legal Entities (Net)	33.561	32.086	195.944
Banks (Gross)	--	--	--
Provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	--	--	--
Provisions (-)	--	--	--
Other Loan and Receivables (Net)	--	--	--
<b>Prior Period (Net)</b>	<b>24.547</b>	<b>366.929</b>	<b>114.501</b>
Loans Granted to Real Persons and Legal Entities (Gross)	61.679	524.861	302.173
Provisions (-)	37.132	157.932	187.672
Loans Granted to Real Persons and Legal Entities (Net)	24.547	366.929	114.501
Banks (Gross)	--	--	--
Provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	--	--	--
Provisions (-)	--	--	--
Other Loan and Receivables (Net)	--	--	--

5.10 Information on interest accruals, valuation differences and related provisions calculated for non-performing loans by the banks which reserves provision according to TFRS 9

The Bank does not calculate interest accruals and rediscount for non-performing loans. (31 December 2021: The Bank does not calculate interest accruals and rediscount for non-performing loans)

5.11 Explanations about policy of write-off policy

In the event that the conditions stated in the law related to the unworthiness of the receivable arise, whole provisions are set aside for all of these loans and the loans are written off from the assets by the board decision.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### I. Explanations and disclosure related to the consolidated assets (continued)

#### 6. Information on financial assets measured at amortized cost

##### 6.1 Information on securities subject to repurchase agreement and given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	62.214	3.276.797	48.344	858.607
Other	--	--	--	--
<b>Total</b>	<b>62.214</b>	<b>3.276.797</b>	<b>48.344</b>	<b>858.607</b>

##### 6.2 Information on government securities in financial assets measured at amortized cost

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bond	192.732	3.714.502	190.594	3.015.309
Treasury Bill	--	--	--	--
Other Debt Securities	--	--	--	--
<b>Total</b>	<b>192.732</b>	<b>3.714.502</b>	<b>190.594</b>	<b>3.015.309</b>

##### 6.3 Information on financial assets measured at amortized cost

	Current Period	Prior Period
Debt instruments	3.975.144	3.230.721
Quoted on Stock Exchange	3.975.144	3.230.721
Unquoted on Stock Exchange	--	--
Share certificates	--	--
Quoted on Stock Exchange	--	--
Unquoted on Stock Exchange	--	--
Impairment provision (-)	--	--
<b>Total</b>	<b>3.975.144</b>	<b>3.230.721</b>

##### 6.4 Information on the movement of financial assets measured at amortized cost during the period

	Current Period	Prior Period
Balance at the beginning of period	3.230.721	1.207.902
Foreign Exchange Difference in Monetary Assets	310.498	719.494
Revaluation adjustments	(7.726)	34.657
Purchases during the year	441.651	1.268.668
Disposals through Sales and Redemptions	--	--
Impairment provision (-)	--	--
<b>Total</b>	<b>3.975.144</b>	<b>3.230.721</b>

#### 7. Information on associates

The Group has no investment in an associate as of 31 March 2022 (31 December 2021: None).

#### 8. Information on consolidated subsidiaries

The Bank has TL 120.420 investment in subsidiaries as of 31 March 2022 (31 December 2021: TL 117.945).

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- I. Explanations and disclosure related to the consolidated assets (continued)  
8. Information on consolidated subsidiaries (continued)

*Non financial subsidiaries*

The Bank has TL 112.500 investment in a non-financial subsidiary as of 31 March 2022 (31 December 2021: TL 112.500).

Company Name	Address (City / Country)	Bank's Share- If different voting rights (%)	Bank's Risk Group Share (%)
Finberg Araştırma Geliştirme Danışmanlık Yatırım Hizmetleri A.Ş.	İstanbul	100,00%	100,00%

Finberg Araştırma Geliştirme Danışmanlık Yatırım Hizmetleri A.Ş., was established with the purpose of providing entrepreneurship, creation of new business fields and technologies, investment in financial technology companies, mobile payment, income expenditure follow-up and money transfer consultancy services.

*Financial subsidiaries*

The Bank has TL 7.920 investment in a financial subsidiary as of 31 March 2022 (31 December 2021: TL 5.445).

The Extraordinary General Assembly with the agenda of increasing the share capital of Fiba Portföy Yönetimi A.Ş. from TL 5.500 to TL 8.000 by internal sources of TL 2.500, was held on 20 January 2022 and announced in the Turkish Trade Registry Gazette dated 27 January 2022 and numbered 10504 on 27 January 2022.

Company Name	Address (City / Country)	Bank's Share- If different voting rights (%)	Bank's Risk Group Share (%)	Consolidation Type
Fiba Portföy Yönetimi A.Ş.	İstanbul	99,00%	99,00%	Full Consolidation

Fiba Portföy Yönetimi A.Ş. has been established on 26 September 2013 with 99% share of Fibabanka A.Ş.

The financial information about Fiba Portföy Yönetimi A.Ş.as of 31 March 2022 is given below:

Total Assets	Shareholders' Equity	Total Fixed Assets (*)	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Company's Fair Value
31.095	27.589	268	-	--	3.339	1.146	--

(\*) Total fixed assets consist tangible and intangible assets.

*Movement of consolidated investment in subsidiaries*

	Current Period	Prior Period
Balance at Beginning of Period	5.445	5.445
Movements during the Period	--	--
Additions and Capital Increases	--	--
Bonus Shares Received	2.475	--
Dividends from the Current Year Profit	--	--
Sales/Liquidations	--	--
Reclassification of shares	--	--
Increase / (Decrease) in Market Values	--	--
Currency Differences on Foreign Subsidiaries	--	--
Reversal of Impairment Losses/ Impairment Losses (-)	--	--
Balance at the End of Period	7.920	5.445
Capital Commitments	7.920	5.445
Share of Percentage at the end of Period (%)	99	99

Fiba Portföy Yönetimi A.Ş. was established on 26 September 2013 with the participation of Fibabanka A.Ş. by 99%.

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- I. Explanations and disclosure related to the consolidated assets (continued)
8. Information on subsidiaries (continued)

*Sectoral information on consolidated financial subsidiaries and the related carrying amount*

	Current Period	Prior Period
Banks	--	--
Insurance Companies	--	--
Factoring Companies	--	--
Leasing Companies	--	--
Finance Companies	--	--
Other Subsidiaries	7.920	5.445

*Valuation of investments in consolidated subsidiaries*

	Current Period	Prior Period
Valuation with Cost Value	7.920	5.445
Valuation with Fair Value	--	--

**Quoted consolidated investments in subsidiaries**

None.

9. Information on entities under common control

The Group does not have investments in entities under common control as of 31 March 2022.

10. Information on lease receivables

The Group does not have lease receivables as of 31 March 2022.

11. Information on derivative financial assets held for hedging purposes

As of 31 March 2022, The Bank has no hedging derivative financial assets (31 December 2021: None).

12. Information on tangible assets

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

13. Information on intangible assets

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

14. Information on investment properties

None.

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

I. Explanations and disclosure related to the consolidated assets (continued)

15. Information on deferred tax asset

15.1 *Amount of deferred tax asset recognized in the balance sheet in respect of deductible temporary differences, unused tax losses and unused tax credits*

As of 31 March 2022, the deferred tax asset amounting to TL 394.073 is calculated by netting of deductible temporary differences and taxable temporary differences (31 December 2021: TL 309.094 deferred tax asset).

Deferred tax asset consists of deferred tax asset and liability items recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases which is used in the computation of taxable profit. The deferred tax assets and liabilities are presented as net in the accompanying financial statements.

Current Period		
	Deferred Tax Base	Deferred Tax Asset/ (Liability)
Financial Assets Valuation	868.772	186.450
Unearned Commission Income/Prepaid Commission Expenses	140.163	28.600
Retirement Pay and Unused Vacation Provision	48.425	11.345
Tangible Assets Base Differences	(34.358)	(6.871)
Provisions	945.565	206.890
Other	42.135	(32.341)
Deferred Tax Asset/(Liability)	2.010.702	394.073

  

Prior Period		
	Deferred Tax Base	Deferred Tax Asset/ (Liability)
Financial Assets Valuation	516.556	101.634
Unearned Commission Income/Prepaid Commission Expenses	113.656	24.783
Retirement Pay and Unused Vacation Provision	51.942	12.258
Tangible Assets Base Differences	(37.872)	(7.575)
Provisions	858.646	187.676
Other	10.944	(9.682)
Deferred Tax Asset/(Liability)	1.513.872	309.094

The movement of the current year and prior year deferred tax assets is shown below:

	1 January - 31 March 2022	1 January - 31 March 2021
Deferred Tax Asset, 1 January	309.119	191.840
Deferred Tax Income / (Expense)	124.383	(20.353)
Deferred Tax Recognized Directly Under Equity	(39.429)	2.266
Deferred Tax Asset/(Liability) , Period End Balance	394.073	173.753

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

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- I. Explanations and disclosure related to the consolidated assets (continued)**
- 15.2** *Amount and expiry date of deductible temporary differences, unused tax losses, unused tax credits for which no deferred tax asset is recognized in prior periods in the balance sheet*
- None (31 December 2021: None).
- 15.3** *Deferred tax asset resulting from the cancellation of the provision for impairment losses related to the deferred taxes*
- None.
- 16.** **Information on assets held for sale and non-current assets related to discontinued operations**
- As of 31 March 2022, the Group has TL 147.761 assets held for sale (31 December 2021: TL 182.161).
- 17.** **Information on other assets**
- Other assets do not exceed 10% of total assets excluding the off-balance sheet items.
- 17.1** *Information on prepaid expenses, tax and similar items*
- As of 31 March 2022, total prepaid expenses are TL 58.816 (31 December 2021: TL 41.196).

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II. Explanations and disclosures related to consolidated liabilities

1. Information on deposits

1.1 Information on maturity structure of deposits

Current period

	Demand	7 Days Notice	Up to 1 Month	Up to 3 Months	3-6 Months	6 Months - 1 Year	1 Year and Over	Cumulative Deposit	Total
Saving Deposits	684.435	--	6.177.050	5.598.627	120.905	65.093	63.356	--	12.709.466
Foreign Currency Deposits	4.185.729	--	6.652.149	1.276.220	15.688	8.046	227.587	--	12.365.419
Residents in Turkey	3.827.400	--	6.592.398	1.270.407	15.688	7.938	227.513	--	11.941.344
Residents Abroad	358.329	--	59.751	5.813	--	108	74	--	424.075
Public Sector Deposits	363	--	--	--	--	--	--	--	363
Commercial Deposits	795.465	--	346.952	304.889	158.962	1.072	164	--	1.607.504
Other Ins. Deposits	5.460	--	12.075	30.601	--	105	--	--	48.241
Precious Metal Deposits	1.478.105	--	1.343.217	--	--	--	--	--	2.821.322
Interbank Deposits	403.720	--	489.808	928.193	6.284.835	--	--	--	8.106.556
Central Bank of Turkey	5.333	--	--	928.193	6.284.835	--	--	--	7.218.361
Domestic Banks	25	--	467.127	--	--	--	--	--	467.152
Foreign Banks	397.699	--	22.681	--	--	--	--	--	420.380
Special Finan.Inst.	663	--	--	--	--	--	--	--	663
Other	--	--	--	--	--	--	--	--	--
Total	7.553.277	--	15.021.251	8.138.530	6.580.390	74.316	291.107	--	37.658.871

(\*) As of 31 March 2022, the Bank has a total of TL 3.980.707 foreign exchange-protected deposit instrument of which TL 574.986 opened within the scope of the "Communiqué on Supporting the Conversion of Turkish Lira Deposit and Participation Accounts" published by the CBRT in the Official Gazette dated 21 December 2021 and numbered 31696, TL 3.405.721 opened within the scope of the announcement of the Ministry of Treasury and Finance ("Treasury") dated 24 December 2021. Foreign exchange revaluation differences amounting to TL 93.196 regarding the foreign exchange-protected deposit instrument calculated as of the balance sheet date are presented in other assets under assets and included in other liabilities under liabilities.

Prior period

	Demand	7 Days Notice	Up to 1 Month	Up to 3 Months	3-6 Months	6 Months - 1 Year	1 Year and Over	Cumulative Deposit	Total
Saving Deposits	534.553	--	4.744.646	2.312.448	57.937	155.230	91.456	--	7.896.270
Foreign Currency Deposits	4.093.791	--	7.803.817	1.044.716	155.771	5.035	207.983	--	13.311.113
Residents in Turkey	3.955.128	--	7.755.600	1.039.879	155.771	4.936	207.915	--	13.119.229
Residents Abroad	138.663	--	48.217	4.837	--	99	68	--	191.884
Public Sector Deposits	386	--	--	--	--	--	--	--	386
Commercial Deposits	633.668	--	138.081	366.682	1.021	14.724	125	--	1.154.301
Other Ins. Deposits	4.520	--	13.357	26.782	31	66	--	--	44.756
Precious Metal Deposits	1.182.332	--	1.024.849	--	--	--	--	--	2.207.181
Interbank Deposits	143.226	--	107.920	5.254.043	881.168	--	--	--	6.386.358
Central Bank of Turkey	--	--	151	5.229.130	881.168	--	--	--	6.110.450
Domestic Banks	25	--	70.026	--	--	--	--	--	70.051
Foreign Banks	137.477	--	37.743	24.913	--	--	--	--	200.133
Special Finan.Inst.	5.724	--	--	--	--	--	--	--	5.724
Other	--	--	--	--	--	--	--	--	--
Total	6.592.476	--	13.832.670	9.004.671	1.095.928	175.055	299.564	--	31.000.365

(\*) As of 31 December 2021, the Bank has a total of TL 826.739 foreign exchange-protected deposit instrument of which TL 38.833 opened within the scope of the "Communiqué on Supporting the Conversion of Turkish Lira Deposit and Participation Accounts" published by the CBRT in the Official Gazette dated 21 December 2021 and numbered 31696, TL 787.546 opened within the scope of the announcement of the Ministry of Treasury and Finance ("Treasury") dated 24 December 2021. Foreign exchange revaluation differences amounting to TL 99.289 regarding the foreign exchange-protected deposit instrument calculated as of the balance sheet date are presented in other assets under assets and included in other liabilities under liabilities.

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II. Explanations and disclosures related to consolidated liabilities (continued)

1.2 Information on saving deposits under the guarantee of saving deposit insurance and exceeding the limit of saving deposit insurance

	Under the Guarantee of		Exceeding	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	5.216.431	3.321.603	7.440.567	4.533.631
Foreign Currency Saving Deposits	3.526.205	2.893.560	8.857.505	9.124.125
Other Deposits in the Form of Saving Deposits	--	--	--	--
Foreign Branches' Deposits Under Insurance of Foreign Authorities	--	--	--	--
Off-shore Banking Regions' Deposits Under Foreign Authorities' Insurance	--	--	--	--
Total	8.742.636	6.215.163	16.299.072	13.657.756

1.3 Saving deposits in Turkey are not covered by any insurance in any other countries since the Bank's headquarter is not located abroad

1.4 Saving deposits that are not under the guarantee of deposit insurance fund

	Current Period	Prior Period
Deposits and Accounts in Branches Abroad	--	--
Deposits of Ultimate Shareholders and Their Close Families	5.343	8.595
Deposits of Chairman and Members of the Board of Directors and their Close Families	64.627	52.423
Deposits Obtained through Illegal Acts Defined in the 282nd Article of the 5237 Numbered Turkish Criminal Code dated 26 September 2004.	--	--
Saving Deposits in Banks Established in Turkey Exclusively for Off	--	--
Shore Banking Activities	--	--

2. Information on derivative financial liabilities held for trading

2.1 Information on negative differences relating to derivative financial liabilities held for trading

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	732.386	--	839.040	--
Swap Transactions	282.903	--	587.941	--
Futures Transactions	--	--	--	--
Options	246.622	24.538	248.017	3.398
Other	--	--	--	--
Total	1.261.911	24.538	1.674.998	3.398

3. Information on banks and other financial institutions

3.1 Information on banks and other financial institutions

	Current Period		Prior Period	
	TL	FC	TL	FC
Loans from Central Bank of Turkey	--	--	--	--
From Domestic Banks and Institutions	8.432	151.528	15.646	251.020
From Foreign Banks, Institutions and Funds	--	230.380	--	256.911
Total	8.432	381.908	15.646	507.931

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

II. Explanations and disclosures related to consolidated liabilities (continued)

3.2 Maturity analysis of borrowing

	Current Period		Prior Period	
	TL	FC	TL	FC
Short Term	7.724	2.221	14.961	6.238
Medium and Long Term	708	379.687	685	501.693
Total	8.432	381.908	15.646	507.931

3.3 Additional explanation related to the concentrations of the Group's major liabilities

In the scope of normal banking operations, the Group funds itself through the funds provided in the form of deposits, bank borrowings and bond issuance.

4. Information related with issued instruments

Current Period	TL		FC	
	Short Term	Medium and Long Term	Short Term	Medium and Long Term
Nominal	--	--	--	2.830.244
Book Value	--	--	--	2.859.993
Prior period	TL		FC	
	Short Term	Medium and Long Term	Short Term	Medium and Long Term
Nominal	--	--	--	2.579.975
Book Value	--	--	--	2.646.236

5 Other Liabilities

Other liabilities of balance sheet do not exceed 10% of the balance sheet total excluding the off-balance sheet items.

6. Obligations under financial lease

With the "TFRS 16 Leases" standard valid from 1 January 2019, the difference between operating leases and finance leases has been eliminated and the lease transactions have been expressed under the "Lease Payables" as liability by lessees.

	Current Period		Prior Period	
	Gross	Net	Brüt	Net
Less than 1 Year	57.545	42.187	55.912	40.021
Between 1-4 Years	31.461	7.442	33.097	8.631
More than 4 Years	3.199	936	2.702	497
Total	92.205	50.565	91.711	49.149

7. Information on derivative financial liabilities for hedging purposes

As of 31 March 2022, there are no derivative financial liabilities for hedging purposes (31 December 2021: TL None).

8. Information on provisions

8.1 Foreign exchange losses on the foreign currency indexed loans

The foreign exchange losses on foreign currency indexed loans are netted off from the loans on the balance sheet. As of 31 March 2022, there is no provision of foreign exchange loss on the foreign currency indexed loans. (31 December 2021: None).

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

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

#### II. Explanations and disclosures related to liabilities (continued)

##### 8.2 The specific provisions provided for unindemnified non cash loans

As of 31 March 2022, the specific provision provided for unindemnified non cash loans is TL 6.171 (31 December 2021: TL 5.847).

##### 8.3 Explanation on other provisions

###### 8.3.1 Provisions for possible losses

	Current Period	Prior Period
Provisions for Possible Losses	352.000	337.000

###### 8.3.2 The breakdown of the subsidiary accounts if other provisions exceed 10% of the grand total provisions

None.

###### 8.3.3 Explanations on reserves for employee benefits

As of 31 March 2022, reserves for employee benefits amounting to TL 48.530 (31 December 2021: TL 51.975) comprise of TL 26.363 reserve for employee termination benefits (31 December 2021: TL 24.307), TL 13.062 unused vacation pay liability (31 December 2021: TL 6.689) and TL 9.105 personnel bonus accrual (31 December 2021: TL 20.978).

#### 9. Explanations on Tax Liability

##### 9.1 Explanations on current tax liability

###### 9.1.1 Explanations on tax provision

As of 31 March 2022, the Group's current tax liability is TL 283.947 (31 December 2021: TL 290.810).

###### 9.1.2 Information on taxes payable

	Current Period	Prior Period
Corporate taxes payable	189.263	198.273
Taxation on securities	20.315	15.179
Property tax	349	1.046
Banking and Insurance Transaction Tax (BITT)	27.472	20.744
Taxes on foreign exchange transactions	9.273	28.193
Value added taxes payable	1.661	3.707
Income tax ceased from wages	20.084	13.088
Other	2.010	1.818
<b>Total</b>	<b>270.427</b>	<b>282.048</b>

###### 9.1.3 Information on premium

	Current Period	Prior Period
Social Security Premiums- Employee	5.721	3.701
Social Security Premiums- Employer	6.606	4.287
Bank Social Aid Pension Fund Premium- Employee	--	--
Bank Social Aid Pension Fund Premium- Employer	--	--
Pension Fund Membership Fees and Provisions- Employee	--	--
Pension Fund Membership Fees and Provisions- Employer	--	--
Unemployment Insurance- Employee	398	258
Unemployment Insurance- Employer	796	517
Other	--	--
<b>Total</b>	<b>13.520</b>	<b>8.762</b>

##### 9.2 Explanations on deferred tax liabilities

None (31 December 2021: None).

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II. Explanations and disclosures related to liabilities (continued)

10. Information on liabilities regarding assets held for sale and discounted operations

None (31 December 2021: None).

11. Explanations on subordinated loans

The additional Tier 1 capital with a nominal amount of 30 million USD was early redeemed on 1 March 2022 with the approval of the BRSA, and the redemption amount was used in the cash capital increase realized in April 2022.

	Current Period		Prior Period	
	TL (*)	FC	TL	FC
Debt instruments subject to common equity	100.000	--	100.000	399.981
Subordinated loans	--	--	--	--
Subordinated debt instruments*	100.000	--	100.000	399.981
Debt instruments subject to Tier 2 equity	--	3.582.253	--	3.390.167
Subordinated loans	--	--	--	--
Subordinated debt instruments	--	3.582.253	--	3.390.167
<b>Total</b>	<b>100.000</b>	<b>3.582.253</b>	<b>100.000</b>	<b>3.790.148</b>

(\*) Related debt instrument is shown in "Other Capital-Reserves" account.

12. Information on shareholders' equity

12.1 Paid-in capital

	Current Period	Prior Period
Common Stock	941.161	941.161
Preferred Stock	--	--

12.2 Paid-in capital amount, explanation as to whether the registered share capital system is applied at the bank; if so the amount of registered share capital ceiling:

Registered share capital system is not applied.

12.3 Information on share capital increases and their sources; other information on increased capital shares in current period

None.

With the decision taken at the Extraordinary General Assembly dated 14 April 2022, the paid-in capital of the Bank was increased by TL 416.562 to TL 1.357.723 by making a cash capital increase.

12.4 Information on share capital increases from revaluation funds:

With the decision taken at the Extraordinary General Assembly dated 20 January 2022, the paid capital of the Fiba Portföy Yönetimi A.Ş increase was made by meeting it from internal resources. Its paid capital was increased by TL 2.500 to TL 8.000.

12.5 Information on capital commitments the purpose and the sources until the end of the fiscal year and the subsequent interim period:

The capital is totally paid in and there are no capital commitments.

12.6 Indicators of the Group's income, profitability and liquidity for the prior periods and possible effects of these future assumptions due to the uncertainty of these indicators on the Group's equity:

None.

12.7 Information on privileges given to stocks representing the capital

The Group does not have any preferred shares.

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II. Explanations and disclosures related to liabilities (continued)

12. Information on shareholders' equity (continued)

12.8 Common stock issue premiums, shares and equity instruments

Number of shares issued with premiums and the related share premiums are presented below.

	Current Period	Prior Period
Number of Shares (Thousand)	26.230.098	26.230.098
Number of Privileged Shares	--	--
Share Premium	128.678	128.678
Share Cancellation Profits	--	--
Other Equity Instruments	--	--

12.9 Information on marketable securities value increase fund

	Current Period		Prior Period	
	TL	FC	TL	FC
From Subsidiaries, Associates, and Entities Under Common Control (Joint Ventures)	--	--	--	--
Security Valuation Difference	661.588	(15.603)	129.399	(23.035)
Exchange Difference	--	--	--	--
<b>Total</b>	<b>661.588</b>	<b>(15.603)</b>	<b>129.399</b>	<b>(23.035)</b>

12.10 Information on other capital reserves

The Parent Bank has issued a TL-denominated debt instrument on 20 March 2019 with nominal amount of TL 100.000 with a floating interest rate, which fulfills the conditions of 7th section-2nd paragraph of BRSA's "Regulation on Equities of Banks", has equity characteristics and will be added to Tier I capital calculations. The principal of debt instrument is under "Other Capital Reserves" account and interest expense is under "Prior Periods Profit or Losses" account.

12.11 Information on revaluation reserve

None.

12.12 Bonus shares of subsidiaries, associates and joint ventures

None.

12.13 Information on legal reserves

	Current Period	Prior Period
Legal Reserves	71.590	52.876
Special Reserves	--	--

12.14 Information on extraordinary reserves

	Current Period	Prior Period
Reserves allocated by the General Assembly	926.300	654.616
Retained Earnings	--	--
Accumulated Losses	--	--
Foreign Currency Capital Exchange Differences	--	--

13. Information on minority shares

	Current Period	Prior Period
Opening Balance	244	159
Minority Shares in Net Profit of Subsidiaries	33	84
Dividend Payment in Prior Period	--	--
Increase / (Decrease) in Minority Shares due to Sale	--	--
Others	--	--
<b>Period-end Balance</b>	<b>277</b>	<b>244</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### III. Explanations and disclosures related to consolidated off-balance sheet contingencies and commitments

#### 1. Information on consolidated off-balance sheet commitments

##### 1.1 Nature and amount of irrevocable loan commitments

	Current Period	Prior Period
Asset Sale and Purchase Commitments	6.211.561	5.943.712
Credit Card Limit Commitments	28.760	25.488
Credit Card and Bank Trans. Promo. Guarantee	15	11
Commitments for Credit Allocation with the Guarantee of Usage	2.395.471	1.794.126
Export Commitments	11.193	36.399
Commitment for Cheques	322.960	248.984
Other Irrevocable Commitments	5.397	5.409
<b>Total</b>	<b>8.975.357</b>	<b>8.054.129</b>

##### 1.2 Possible losses and commitments related to off-balance sheet items, including the ones listed below

##### 1.2.1 Non-cash loans including guarantees, acceptances, financial guarantee and other letters of credits

	Current Period	Prior Period
Letters of Guarantee TL	511.602	454.064
Letters of Guarantee FC	299.527	227.839
Letters of Credit	109.700	147.599
Bills of Exchange and Acceptances	129.806	174.675
<b>Total</b>	<b>1.050.635</b>	<b>1.004.177</b>

The Bank has set aside TL 8.548 of expected credit loss allowance for non-cash loans (31 December 2021: TL 9.788).

##### 1.2.2 Revocable, irrevocable guarantees and other similar commitments and contingencies

	Current Period	Prior Period
Revocable Letters of Guarantee	1.135	8.680
Irrevocable Letters of Guarantee	692.378	551.710
Letters of Guarantee Given in Advance	55.519	58.049
Letters of Guarantee Given to Customs	44.749	34.789
Other Letters of Guarantee	17.348	28.675
<b>Total</b>	<b>811.129</b>	<b>681.903</b>

#### 2. Total amount of non-cash loans

	Current Period	Prior Period
Non-Cash Loans Given against Cash Loans	8.202	7.078
With Original Maturity of 1 Year or Less Than 1 Year	--	--
With Original Maturity of More Than 1 Year	8.202	7.078
Other Non-Cash Loans	1.042.433	997.099
<b>Total</b>	<b>1.050.635</b>	<b>1.004.177</b>

## **FİBABANKA A.Ş. AND ITS SUBSIDIARY**

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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

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- III. Explanations and disclosures related to consolidated off-balance sheet contingencies and commitments (continued)**
- 3. Information on sectorial risk concentrations of non-cash loans**  
Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.
- 4. Information on the first and second group of non-cash loans**  
Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.
- 5. Information related to derivative financial instruments**  
Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.
- 6. Credit derivatives and risk exposures on credit derivatives**  
None.
- 7. Explanations on contingent liabilities and assets**  
The Group provided provision of TL 33.036 for the legal cases pending against the Group where the cash outflows are probable (31 December 2021: TL 6.015).
- 8. Custodian and intermediary services**  
The Group provides trading and safe keeping services in the name and account of third parties. Such transactions are presented in off-balance statements.

**FİBABANKA A.Ş. AND ITS SUBSIDIARY**

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**IV. Explanations and disclosures related to the statement of profit or loss**

**1 Interest Income**

**1.1 Information on interest on loans**

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest on loans(*)	917.850	99.404	559.676	86.559
Short Term Loans	648.155	8.764	293.357	10.908
Medium and Long Term Loans	269.695	90.640	266.319	75.651
Interest on Non-Performing Loans	4.490	--	2.015	--
Premiums received from Resource Utilization Support Fund	--	--	--	--
<b>Total (*)</b>	<b>922.340</b>	<b>99.404</b>	<b>561.691</b>	<b>86.559</b>

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

**1.2 Information on interest income received from banks**

	Current Period		Prior Period	
	TL	FC	TP	YP
The Central Bank of Turkey	434	--	95	--
Domestic Banks	1.883	34	8.321	18
Foreign Banks	--	61	--	34
Branches and Head Office Abroad	--	--	--	--
<b>Total</b>	<b>2.317</b>	<b>95</b>	<b>8.416</b>	<b>52</b>

**1.3 Interest received from marketable securities**

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets at Fair Value Through Profit or Loss	11	29	2.014	--
Financial Assets at Fair Value Through Other Comprehensive Income	24.552	26.887	616	14.066
Financial Assets Measured at Amortized Cost	8.601	49.440	4.558	13.225
<b>Total</b>	<b>33.164</b>	<b>76.356</b>	<b>7.188</b>	<b>27.291</b>

**1.4 Information on interest income received from associates and subsidiaries**

Total interest income received from subsidiaries is TL 3.453 (31 March 2021: None).

FİBABANKA A.Ş. AND ITS SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

IV. Explanations and disclosures related to the statement of profit or loss (continued)

2. Interest expense

2.1 Information on interest on funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
<b>Banks</b>	<b>488</b>	<b>2.094</b>	<b>559</b>	<b>6.608</b>
The Central Bank of Turkey	--	--	--	--
Domestic Banks	488	1.524	559	1.130
Foreign Banks	--	570	--	5.478
Branches and Head Office Abroad	--	--	--	--
<b>Other Institutions</b>	<b>--</b>	<b>80.384</b>	<b>--</b>	<b>44.266</b>
<b>Total</b>	<b>488</b>	<b>82.478</b>	<b>559</b>	<b>50.874</b>

(\*)Includes fees and commission expenses on borrowings, as well.

2.2 Information on interest expenses to associates and subsidiaries

Total interest expense given to subsidiaries is TL 3.695 (1 January - 31 March 2021: TL 211).

2.3 Information on interest expenses to marketable securities

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Paid to Marketable Securities	--	48.249	--	29.751

2.4 Information on maturity structure of interest expenses paid for deposits

Account Description	Demand Deposits	Time Deposits					Cumulative Deposits	Total
		Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	1 Year and Over		
Turkish Lira								
Bank Deposits	--	312.545	--	--	--	--	--	312.545
Saving Deposits	--	264.075	167.135	3.961	6.903	6.267	--	448.341
Public Sector Deposits	--	--	--	--	--	--	--	--
Commercial Deposits	--	19.906	12.259	687	2.997	1	--	35.850
Other	--	567	2.642	1	78	--	--	3.288
7 Days Notice	--	--	--	--	--	--	--	--
Total	--	597.093	182.036	4.649	9.978	6.268	--	800.024
Foreign Currency								
Foreign Currency Deposits	--	3.773	1.847	567	2	1.604	--	7.793
Bank Deposits	--	188	--	--	--	--	--	188
7 Days Notice	--	--	--	--	--	--	--	--
Precious Metal Deposits	--	1.360	--	--	--	--	--	1.360
Total	--	5.321	1.847	567	2	1.604	--	9.341
Grand Total	--	602.414	183.883	5.216	9.980	7.872	--	809.365

3. Information on dividend income

For the period ended 31 March 2022, the Bank's dividend income from its subsidiaries is TL 160.000 (31 March 2021: None).

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### IV. Explanations and disclosures related to the statement of profit or loss (continued)

#### 4. Information on net trading income / loss

	Current Period	Prior Period
<b>Income</b>	<b>2.173.132</b>	<b>1.575.834</b>
Gains on Capital Market Operations	18.154	10.453
Gains on Derivative Financial Instruments	513.137	624.504
Foreign Exchange Gains	1.641.841	940.877
<b>Loss (-)</b>	<b>1.772.942</b>	<b>1.561.405</b>
Losses on Capital Market Operations	3.663	2.975
Losses on Derivative Financial Instruments	648.142	662.628
Foreign Exchange Losses	1.121.137	895.802
<b>Net Trading Income / ( Loss )</b>	<b>400.190</b>	<b>14.429</b>

#### 5. Information on other operating income

Other operating income mainly consists of provision reversals, profit from sale of assets, commissions on cheques and notes and costs recharged.

#### 6. Provisions for Expected Losses

	Current Period	Prior Period
<b>Expected Credit Losses</b>	<b>170.683</b>	<b>99.113</b>
12 Months Expected Credit Losses (Stage 1)	19.359	24.988
Significant Increase In Credit Risk (Stage 2)	53.631	6.149
Impaired Credits (Stage 3)	97.693	67.976
<b>Impairment Losses on Marketable Securities</b>	<b>--</b>	<b>--</b>
Financial Assets Valued at Fair Value Through Profit or Loss	--	--
Financial Assets Valued at Fair Value Through Other Comprehensive Income	--	--
<b>Impairment Losses on Associates, Subsidiaries and Joint Ventures</b>	<b>--</b>	<b>--</b>
Associates	--	--
Subsidiaries	--	--
Joint-Ventures	--	--
<b>Other (*)</b>	<b>42.021</b>	<b>20</b>
<b>Total</b>	<b>212.704</b>	<b>99.133</b>

(\*) Consists of provision expense for possible losses amounting to TL 15.000 and lawsuit provision expense amounting to TL 27.021 (31 March 2021: None).

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### IV. Explanations and disclosures related to the statement of profit or loss (continued)

#### 7. Information related to other operational expenses

	Current Period	Prior Period
Provision for Employee Termination Benefits	2.056	1.612
Provision for Bank's Social Aid Fund Deficit	--	--
Impairment Losses on Tangible Assets	--	--
Depreciation Charges of Tangible Assets	6.113	4.715
Impairment Losses on Intangible Assets	--	--
Depreciation Charges of Intangible Assets	11.424	8.774
Impairment Losses on Investment Accounted for under Equity Method	--	--
Impairment of Assets to be Disposed	--	--
Depreciation of Assets to be Disposed	--	--
Impairment of Assets Held for Sale	6.251	5.642
Impairment of Assets Held for Sale	--	--
Other Operating Expenses	70.628	39.797
Operational leases expenses related with TFRS 16 exceptions	139	601
Repair and Maintenance Expenses	770	527
Advertisement Expenses	18.229	3.645
Other Expenses	51.490	35.024
Losses on Sale of Assets	55.030	246
Other	94.052	33.343
<b>Total</b>	<b>245.554</b>	<b>94.129</b>

(\*) TL 54,967 of Losses on Sale of Assets is related to loan sales within the scope of Asset Backed Securities.

#### 8. Information on profit/loss before tax from continued and discontinued operations

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

#### 9. Explanations on tax provision for resumed operations and discontinued operations

##### 9.1 Current period taxation income or expense and deferred tax income or expense

For the period ended 31 March 2022, the Group provided current tax expense of TL 187.817 in the statement of profit or loss for the three months period (1 January - 31 March 2021: TL 1.520 expense).

For the period ended 31 March 2022, the Group provided the deferred tax income of TL 124.383 in the statement of profit/loss for the 3 months period (1 January - 31 March 2021: TL 20.353 net deferred tax expense).

#### 10. Information on profit/loss from continued and discontinued operations

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

#### 11. Information on net profit/loss for the period

##### 11.1 *The nature and amount of certain income and expense items from ordinary operations is disclosed if the disclosure for nature, amount and repetition rate of such items is required for the complete understanding of the Group 's performance for the period*

In the current and prior periods, the Group's income from ordinary banking transactions is interest income from loans and marketable securities and other banking service income. Main expenses are interest expense on deposits and similar debt items which are funding resources of loans and marketable securities.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
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(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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- IV. Explanations and disclosures related to the statement of profit or loss (continued)**
- 11.2 *Changes in estimations made by the Group with respect to the financial statement items do not have a material effect on profit/loss.***
- 11.3 *Consolidated profit in current period from minority shares***  
Consolidated profit in current period from minority shares is TL 33 (1 January - 31 March 2021: TL 12).
- 12. If “other” lines of the statement of profit or loss exceeds 10% of the period profit/loss, information on components making up at least 20% of “other” items**  
In the current period, “other” items recognised in “fees and commissions received” majorly comprised of commissions such as, valuation commissions, insurance commissions, contracted merchant commissions, credit card commissions.  
  
In the current period, “other” items recognised in “fees and commissions paid” majorly comprised of commissions to correspondent banks, credit card commissions and commissions on issuance of securities.

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V. Explanations and disclosures on the risk group of the Parent Bank

I. Information on the volume of transactions with the Group's risk group, lending and deposits outstanding at period end and income and expenses in the current period

1.1 The volume of transactions with the Bank's risk group

Current period

Bank's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables **	--	--	--	--	--	--
Balance at the Beginning of the Period	60.114	--	--	--	465.991	67.861
Balance at the End of the Period	62.639	--	--	--	424.360	131.099
Interest and Commission Income Received	3.453	--	23	--	11.294	43

(\*) Described in article 49 of the Banking Act No: 5411.

(\*\*) Includes all transactions described as loans in article 48 of the Banking Act No: 5411.

Prior period

Bank's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables **	--	--	--	--	--	--
Balance at the Beginning of the Period	--	--	--	20	635.851	70.760
Balance at the End of the Period	60.114	--	--	--	465.991	67.861
Interest and Commission Income Received	268	--	--	--	13.999	32

(\*) Described in article 49 of the Banking Act No: 5411.

(\*\*) Includes all transactions described as loans in article 48 of the Banking Act No: 5411.

1.2 Information on deposits of the Bank's risk group

Bankanın Dahil Olduğu Risk Grubu*	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Deposits						
Balance at the Beginning of the Period	224.366	2.544	2.204	18.479	399.459	512.953
Balance at the End of the Period	61.880	224.366	12.800	2.204	587.850	399.459
Deposit Interest Expense	3.695	211	111	474	5.381	11.287

(\*) Described in article 49 of the Banking Act No: 5411.

1.3 Information on funds obtained from the Bank's risk group

As of 31 March 2022, there are no funds other than deposit obtained from Bank's risk group (31 December 2021: None).

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### V. Explanations and disclosures on the risk group of the Parent Bank (continued)

#### 1.4 Information on forward and option agreements and similar agreements made with Bank's risk group

Bank's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Financial Assets at Fair Value Through Profit and Loss:	--	--	--	--	--	--
Balance at the Beginning of the Period	--	--	--	--	404.723	585.484
Balance at the End of the Period	--	--	--	--	795.973	404.723
Total Income/Loss	--	--	--	--	3.118	13.814
Transactions for Hedging Purposes:	--	--	--	--	--	--
Balance at the Beginning of the Period	--	--	--	--	--	--
Balance at the End of the Period	--	--	--	--	--	--
Total Income/Loss	--	--	--	--	--	--

(\*) As described in the Article 49 of Banking Act no.5411.

### 2. Information on transactions with the Bank's risk group

#### 2.1 Relations with entities in the risk group of / or controlled by the Bank regardless of the nature of relationship among the parties

The terms of related party transactions are equivalent to those that prevail in arm's length transactions only if such terms can be substantiated regarding the limits exposed by the Banking Act. Adopted Bank policy is that assets and liabilities will not be dominated by the risk group and the balances with the risk group will have a reasonable share in the total balance sheet.

#### 2.2 In addition to the structure of the relationship, type of transaction, amount, and share in total transaction volume, amount of significant items, and share in all items, pricing policy and other

As of 31 March 2022, the ratio of the loans and other receivables used by the entities of risk group to total loans and receivables is 1,64% (31 December 2021: 2,10%) and the ratio of the deposits of entities of risk group to total deposits is 1,76% (31 December 2021: 2,02%). There are no funds obtained from entities of risk group (31 December 2021: None).

In the current period, benefits such as salaries and bonuses; provided to the key management are TL 20.954 (1 January - 31 March 2021: TL 17.586).

#### 2.3 Total of similar type of transactions together, unless a separate disclosure is required to present the effect of the transactions on financial statements

None.

#### 2.4 Transactions accounted for under equity method

None.

#### 2.5 Explanations on purchase and sale of real estate and other assets, sales and purchases of services, agency contracts, finance lease agreements, transfer of data obtained from research and development, licensing agreements, financing (including loans and cash and in-kind capital support), guarantees and promissory notes, and management contracts

None.

**FİBABANKA A.Ş. AND ITS SUBSIDIARY**

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**VI. Explanations on the Group’s domestic, foreign, off-shore branches or investments in associates and foreign representative offices**

**1. Information related to the Group’s domestic and foreign branch and representatives**

	Number	Number of Employees			
Domestic Branch	46	1.725			
			Country of Incorporations		
Foreign Reprasantation Office			1-		
			2-		
			3-		
				Total Assets	Statutory Share Capital
Foreign Branch			1-		
			2-		
			3-		
Off-shore Banking Region Branches			1-		
			2-		
			3-		

**Domestic Consolidated Subsidiaries**

	Number of Employees	Assets	Legal Capital
Fiba Portföy Yönetimi A.Ş.	16	31.095	8.000

**VII. Events after balance sheet date**

Within the scope of decision taken by the BRSA on 28 April 2022, to be implemented as of 1 May 2022;

In calculating the amount subject to credit risk; monetary assets and non-monetary assets excluding the items in foreign currencies are measured at cost Turkey Accounting standards value in accordance with amounts and calculating specific provisions regarding, the calculation date of the last 252 business days belonging to the Central Bank foreign exchange buying rates to be used by the simple arithmetic average, It has been extended until a Board Decision to the contrary is taken, by using the simple arithmetic average of the Central Bank's foreign exchange buying rates for the last 252 business days as of 31/12/2021, in the aforementioned calculation,

The turnover limit for the definition of SME is determined as TL 250.000 for domestic SMEs,

It has been decided to apply a risk weight of 200 percent to commercial cash loans to be extended as of 01/05/2022 excluding agricultural loans, loans to be extended to businesses defined as SMEs, export and investment loans, Loans to be extended to the institutions and organizations and government business enterprises and their establishments, subsidiaries and affiliates included in the charts (I), (II), (III) and (IV) in the annex of the Public Financial Management and Control Law No. 5018, loans to be extended through corporate credit cards and loans to be extended to banks or financial institutions.

With the decision taken at the Extraordinary General Assembly dated 14 April 2022, the paid-in capital of the Bank was increased by TL 416.562 to TL 1.357.723 by making a cash capital increase.

**FİBABANKA A.Ş. AND ITS SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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

**VIII. Other disclosures on activities of the Parent Bank**

**Summary information of Parent Bank’s risk ratings by international rating agencies:**

<b>Fitch Ratings</b>	
Long term FC and TL Rating	B+
Short term FC and TL Rating	B
Viability Rating	b
Viability Rating	5
Support Rating	A- (tur)
Long term National Scale Rating	B+
Senior Unsecured Debt Rating	B-
Subordinated Debt Rating	Negative

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
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(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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**SECTION SIX**

**DISCLOSURES ON REVIEW REPORT**

**I. Disclosures on reviewed report**

The consolidated financial statements of the Bank, have been reviewed by KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik AŞ and a review report is presented before the accompanying financial statements.

**II. Disclosures and footnotes prepared by independent auditors**

None.

**FİBABANKA A.Ş. AND ITS SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022**

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

**SECTION SEVEN**

**I. Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager**

**1. Brief History of Fibabanka A.Ş. and its Shareholder Structure**

On 21 December 2001, Share Transfer Agreement was signed with Novabank S.A. for the sale of all shares of Sitebank A.Ş. under the control of SDIF and the sale transaction was approved by the decision of Banking Regulation and Supervision Agency No: 596 on 16 January 2002.

In the General Assembly held on 4 March 2003, the name of Sitebank A.Ş. was amended as BankEuropa Bankası A.Ş.

In the Extraordinary General Assembly held on 28 November 2006, the name of BankEuropa Bankası A.Ş. was amended as Millennium Bank A.Ş. On 10 February 2010, Banco Comercial Portugues S.A. and Credit Europe Bank N.V., which is an affiliate of Fiba Group, signed a share purchase agreement to transfer 95% of the Parent Bank's shares to Credit Europe Bank N.V. and the legal approval process has been completed as of 27 December 2010. In the Extraordinary General Assembly held on 25 April 2011 the name of Millennium Bank A.Ş. has been amended as Fibabanka A.Ş. ("the Bank").

Fiba Holding A.Ş. became the ultimate parent of the Bank after acquiring 97,6% of the shares from Credit Europe Bank N.V. on 3 December 2012 and 2,4% of the shares from Banco Comercial Portugues S.A. on 7 December 2012.

In 2013, capital was increased in the total amount of TL 123.350 to TL 550.000, provided from inflation adjustment difference of TL 17.415, from the profit from the sale of real estate of TL 9.502 and cash from Fiba Holding of TL 96.432 to reach TL 550.000.

On 31 March 2015, according to BOD's decision as of 5 March 2015, share capital was increased from TL 550.000 to TL 678.860 while TL 127.045 of the increase was provided by the subordinated loan granted by Fiba Holding A.Ş. which had been approved to be converted to capital and TL 1.815 of total capital was paid in cash by the other shareholders. Capital increase was recognised in financial statements following the completion of the legal procedures on 7 May 2015.

According to the Subscription Agreement signed on the date of 23 October 2015, by and between the Bank and International Finance Corporation ("IFC") and European Bank for Reconstruction and Development ("EBRD"), IFC and EBRD have separately subscribed an amount of including the share premium of TL 121.017 (TL 84.328 of said amount is the share capital; TL 36.689 is the share premium), which makes a total amount of TL 242.034 in the share capital of the Bank by way of capital increase.

The Bank's TL 847.515 paid capital was increased by TL 93.646 on 7 September 2016 all by TurkFinance B.V. to TL 941.161. In addition, TL 55.299 recorded under the equity as share premium.

As of 31 March 2022, the Bank's paid-in capital is TL 941.161.

**As of 31 March 2022, The Bank's Shareholder Structure:**

Commercial Title	Share Amount (Full basis TL)	Share Ratios (%)
Fiba Holding A.Ş	653.807.731,27	69,47%
Turk Finance B.V.	93.645.475,05	9,95%
International Finance Corporation	84.327.750,28	8,96%
European Bank for Reconstruction and Development	84.327.750,28	8,96%
Other	25.051.846,37	2,66%
<b>TOTAL</b>	<b>941.160.553,25</b>	<b>100,00%</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

- Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager (continued)
- Chairman and the Members of the Board of Directors, Statutory Auditors, General Manager and Assistant General Managers, Members of the Audit , and Managers of the Departments within the scope of Internal Systems

Name	Duty	Responsibility Area	Date of Appointment	Educational Status	Professional Experience
Hüsnü Mustafa Özyeğin	Chairman of the Board of Directors		27-Dec-10	Graduate	47 years
Fevzi Bozer	Vice Chairman of the Board of Directors		27-Dec-10	Graduate	39 years
İsmet Kaya Erdem	Member of the Board of Directors		11-Feb-13	Undergraduate	71 years
Mehmet Güleşçi	Member of the Board of Directors		27-Dec-10	Graduate	37 years
Faik Onur Umut	Member of the Board of Directors		23-Jan-19	Undergraduate	36 years
Memduh Aslan Akçay	Member of the Board of Directors		13-Apr-16	Graduate	31 years
Hülya Kefeli	Member of the Board of Directors		15-May-17	Undergraduate	37 years
Seyfettin Ata Köseoğlu	Member of the Board of Directors		23-Jan-20	Graduate	33 years
Erman Kalkandelen	Member of the Board of Directors		2-Jul-21	Graduate	15 years
Ömer Mert	General Manager, Member of the Board of Directors		18-Jan-17	Graduate	26 years
Elif Alsev Utku Özbey	Deputy General Manager	Financial Control and Financial Reporting	7-Jan-11	Graduate	27 years
Kerim Lokman Kuriş	Assistant General Manager	Corporate and Commercial Banking	1-Dec-15	Undergraduate	23 years
Turgay Hasdiker	Assistant General Manager	Credits	1-Dec-15	Undergraduate	30 years
Ahu Dolu	Assistant General Manager	Financial Institutions, Project Finance and Investor Relations	1-Dec-15	Undergraduate	24 years
Gerçek Önal	Assistant General Manager	Chief Legal Officer	1-Feb-16	Graduate	21 years
İbrahim Toprak	Assistant General Manager	Treasury	1-Apr-20	Graduate	20 years
Serdar Yılmaz	Assistant General Manager	Information Technologies & Banking Operations	1-Sep-20	Graduate	26 years
Gökhan Ertürk	Assistant General Manager	Ecosystem & Platform Banking	11-May-21	Graduate	25 years
Ahmet Cemil Borucu	Director	Board of Inspection	7-Feb-11	Graduate	24 years
Ayşe Tulgar Ayça	Director	Risk Management	15-Mar-11	Graduate	23 years
Serdal Yıldırım	Director	Legislation and Compliance	6-Apr-11	Graduate	25 years
Birol Özen	Director	Internal Control	10-Jan-22	Undergraduate	16 years

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

### I. Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager (continued)

### 3. Brief Financial Information Relating to Results of Activities During the Period

Summary of Consolidated Balance Sheet		
(Thousand TL)	31/03/2022	31.12.2021
Cash and Cash Equivalents	16.210.934	14.542.262
Financial Assets Valued at Fair Value Through Profit or Loss	144.869	215.005
Financial Assets Valued at Fair Value Through Other Comprehensive Income	3.552.569	2.077.753
Derivative Financial Assets	883.587	1.271.860
Financial Assets Measured at Amortized Cost (Net)	29.848.818	25.342.504
Assets Held for Sale (Net)	147.761	182.161
Investments in Associates, Subsidiaries and Joint Ventures	112.500	112.500
Tangible Assets (Net)	362.262	414.653
Intangible Assets (Net)	178.077	106.559
Current Tax Assets	777	2.077
Deffered Tax Assets	394.073	309.094
Other Assets	733.492	608.380
<b>Total Assets</b>	<b>52.569.719</b>	<b>45.184.808</b>
Deposits	37.658.871	31.000.365
Funds Borrowed	390.340	523.577
Money Market Funds	600.658	712.740
Securities Issued (Net)	2.859.993	2.646.236
Derivative Financial Liabilities	1.286.449	1.678.396
Lease Liabilities (Net)	50.565	49.149
Provisions	445.604	406.060
Current Tax Liabilities	283.947	290.810
Deffered Tax Liabilities	-	--
Subordinated Debts	3.582.253	3.790.148
Other Liabilities	2.165.174	1.722.852
Shareholders' Equity	3.245.865	2.364.475
<b>Total Liabilities</b>	<b>52.569.719</b>	<b>45.184.808</b>

Summary of Consolidated Statement of Profit or Loss		
(Thousand TL)	31/03/2022	31-03-2021
Net Interest Income	215.195	226.789
Net Fees and Commission Income	95.578	57.206
Dividend Income	160.000	-
Trading Income/ Loss (Net)	400.190	14.429
Other Operating Revenues	147.865	92.915
<b>Total Operating Income</b>	<b>1.018.828</b>	<b>391.339</b>
Expected Credit Losses (-)	170.683	99.113
Other Provision Expenses (-)	42.021	20
Personnel Expenses (-)	150.615	92.672
Other Operating Expenses (-)	245.554	94.129
<b>Net Operating Income / Loss</b>	<b>409.955</b>	<b>105.405</b>
<b>Profit/Loss on Continuing Operations Before Tax</b>	<b>409.955</b>	<b>105.405</b>
<b>Tax Provision for Continuing Operations</b>	<b>(63.434)</b>	<b>(21.873)</b>
<b>Net Period Profit / Loss</b>	<b>346.521</b>	<b>83.532</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

- I. Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager (continued)
4. Evaluations of the Chairman of the Board of Directors and the General Manager Regarding the Interim Period

Affecting the entire world since the beginning of 2020, the coronavirus pandemic was a critical test for Fibabanka in terms of demonstrating the extent to which it values its stakeholders. Thanks to the investments we have made in advanced technology over a long period, we were able to take quick actions and adopt the remote working model for our headquarters employees. Branch personnel continued to serve the Bank's customers by working from home and from branch locations alternately. Fibabanka has taken various measures to ensure hygiene and social distance in order to safeguard the health of Bank customers and employees. In addition, we conducted our business operations without compromising on service quality by adjusting our working hours and directing customers to digital channels, such as Fibabanka Mobile and Internet Banking channels. I would like to express my gratitude to all our employees who have shown great effort and commitment during this difficult but necessary adaptation process.

Since March 2020, Fibabanka has performed Net Promoter Score (NPS) measurements for its digital channel customers. This effort has allowed us to strengthen the bond between the Bank and our customers. Thanks to the simultaneous experience measurements, we quickly achieved results in terms of further boosting customer satisfaction.

From day one, Fibabanka has conducted its business operations in light of its "big data" focused digital transformation journey. Thanks to our advanced technology and big data focused investments, the Bank broadened its customer base and provided even better customer service in 2020. As a result of this;

Fibabanka continued to support Turkish people and economy during this period.

As of March 2022, Fibabanka net loans portfolio is TL 25,9 billion.

The Bank has funded its loan portfolio mainly by customer deposits also in 2022. In this period, customer deposits amounting to TL 29,6 billion constitutes 56% of total liabilities.

In the first quarter of 2022, by taking care of asset quality, it is aimed to continue having an efficient loan portfolio and higher non-interest income together with higher number of customers. In addition, by keeping the operating expenses under control, the Bank's profit has been achieved a steady growth. As a result the Bank's net profit in the three months of 2022 is TL 343,2 million as per unconsolidated financial statements and TL 346,5 million as per consolidated financial statement. As an indicator of Bank's strong capital structure, unconsolidated capital adequacy ratio is 23,69%, consolidated capital adequacy ratio is 23,72% as of 31 March 2022.

Besides its financial targets, the Bank, with 46 branches and 1.725 employees, has also non-financial targets like digitalization and inclusion aiming to offer increasingly new innovations through its alternative distribution channels like internet and mobile banking.

In 2022, the Bank will continue its agile, efficient and customer focused growth by keeping its prudent and deliberate attitude against asset quality. In this sense, with the motto "agile thinking, agile solutions" and a personal attention to the customers, our main goals for the future are to increase our service quality by keeping our innovating and enterprising approach in all areas and to increase customer loyalty by being by side in all needs of our customers.

On this journey we went out with the vision of "Being the most loved Bank of Turkey", we would like to thank our valued employees who work with dedication in our Bank and are the main architect of our business also in 2022, our valued partners, and our valued customers who have contributed to the strength of our Bank.

Best regards,

Hüsni Mustafa Özyeğin  
Chairman of the Board of Directors

Ömer Mert  
General Manager and Member of the Board of Directors

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 31 MARCH 2022

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

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- I. **Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager (continued)**
5. **Evaluations Relating to the Bank's Financial Situation**

As of 31 March 2022, the Bank serves with 46 domestic branches and 1.725 employees.

Total assets of Fibabanka, as of the first quarter of 2022 realised as TL 52.569.719 on consolidated basis.

According to consolidated financial statements, the loan volume, which was TL 22.112.555 at the end of 2021, has been realised as TL 25.874.492 as of the first quarter of the year. Share of the loans in total assets has been realised as 49%.

Credit worthiness of loans and other receivables are monitored continuously in accordance with related laws and regulations. For new credits disbursed, the Bank complies with the limits determined under the Banking Laws and Regulations. Collaterals are taken for the loans disbursed in order to mitigate risk. According to consolidated financial statements, as of the first quarter of 2022, NPLs have been realised as TL 670.301 and provisions related to NPLs provided in the amount of TL 408.710.

According to consolidated financial statements, financial assets measured at fair value through profit or loss have been realised as TL 144.869, financial assets measured at fair value through other comprehensive income have been realised as TL 3.552.569 and financial assets measured at amortized cost have been realised as TL 3.975.144. Ratio of total securities portfolio to total assets is 15%.

As of 31 March 2022, the consolidated deposit volume has been realised as TL 37.658.871.

According to the consolidated financial statements, net profit is TL 346.521 in the three months period of 2022.

As of 31 March 2022, the Bank's consolidated capital adequacy ratio is 23,72%.