

# **Fibabanka Anonim Şirketi and Its Subsidiary**

**Consolidated Financial Statements  
as of and for the Nine Months Period Ended  
30 September 2022**

**With Independent Auditors'  
Review Report Thereon**

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



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## **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 30 September 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 nine 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 30 September 2022 includes a general reserve total of TL 771.300 thousands of which TL 434.300 thousands had been recognized as expense in the current period and TL 337.000 thousands had been recognized as expense in prior periods; with a deferred tax asset amounting to TL 192.825 thousands of which TL 115.315 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 30 September 2022 and its consolidated financial performance and consolidated cash flows for the three nine 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

9 November 2022  
İstanbul, Turkey

**THE CONSOLIDATED FINANCIAL REPORT OF  
FİBABANKA A.Ş.  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2022**

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The consolidated financial report for the nine 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:





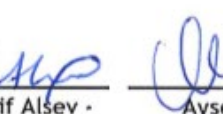
- GENERAL INFORMATION ABOUT THE PARENT BANK
- CONSOLIDATED FINANCIAL STATEMENTS OF THE PARENT BANK
- EXPLANATIONS ON THE CORRESPONDING ACCOUNTING POLICIES APPLIED IN THE RELATED PERIOD
- INFORMATION ON FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE CONSOLIDATED GROUP
- EXPLANATORY DISCLOSURES AND FOOTNOTES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

## SECTION ONE

### General Information

I. History of the Parent Bank including its incorporation date, initial status and amendments to the initial status	1
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 Bank's Risk Group	1
III. Explanations Regarding the Shares of the Parent 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	2
IV. Individuals and Institutions That Have Qualified Shares in the Parent Bank	3
V. Summary information on the Parent Bank's services and activity areas	3
VI. Other Information	3
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	3
VIII. Current or likely actual or legal barriers to immediate transfer of equity or repayment of debts between parent bank and its subsidiaries	3

## SECTION TWO

### Consolidated Financial Statements

I. Consolidated Balance Sheet	4
II. Consolidated Statement of Off-Balance Sheet Items	6
III. Consolidated Statement of Profit or Loss	7
IV. Consolidated Statement of Profit or Loss and Other Comprehensive Income	8
V. Consolidated Statement of Changes in Shareholders Equity	9
VI. Consolidated Statement of Cash Flows	10

## SECTION THREE

### Accounting Principles

I. Explanations on the basis of presentation	11
II. Explanations on the usage strategy of financial instruments and on foreign currency transactions	11
III. Explanations on consolidated subsidiaries	12
IV. Explanations on forward transactions, options and derivative instruments	12
V. Explanations on interest income and expenses	13
VI. Explanations on fee and commission income and expenses	13
VII. Explanations on financial assets	13
VIII. Explanations on expected credit loss	14
IX. Explanations on offsetting financial instruments	16
X. Explanations on sale and repurchase agreements and securities lending transactions	16
XI. Explanations on noncurrent assets held for sale and discontinued operations and the related liabilities	17
XII. Explanations on goodwill and other intangible assets	17
XIII. Explanations on tangible assets	17
XIV. Explanations on leasing transactions	19
XV. Explanations on provisions and contingent liabilities	19
XVI. Explanations on contingent assets	19
XVII. Explanations on liabilities for employee benefits	19
XXIII. Explanations on taxation	19
XIX. Additional explanations on borrowings	21
XX. Explanations on share certificates issued	21
XXI. Explanations on bank acceptances and bills of guarantee	21
XXII. Explanation on government incentives	21
XXIII. Explanations on segment reporting	22
XXIV. Profit reserves and distribution of the profit	22
XXV. Earnings Per Share	22
XXVI. Cash and Cash Equivalent Assets	23
XXVII. Classifications	23
XXVIII. Other Disclosures	23

## SECTION FOUR

### Information on Consolidated Financial Position and Risk Management

I. Information related to the components of consolidated shareholders' equity	24
II. Explanations on Consolidated Risk Management	36
III. Explanations on consolidated currency risk	37
IV. Explanations on Consolidated Interest Rate Risk	39
V. Explanations on position risk of equity securities resulted from banking book	42
VI. Explanations on consolidated liquidity risk and liquidity coverage ratio	42
VII. Explanations on consolidated leverage ratio	48

## SECTION FIVE

### Explanations and Notes on the Consolidated Financial Statements

I. Explanations and disclosures related to the consolidated assets	49
II. Explanations and disclosures related to liabilities	62
III. Explanations and disclosures related to consolidated off-balance sheet contingencies and commitments	68
IV. Explanations and disclosures related to the statement of profit or loss	70
V. Explanations and disclosures on the risk group of the Parent Bank	75
VI. Explanations on the Parent Bank's domestic, foreign, off-shore branches or investments in associates and foreign representative offices	77
VII. Events after balance sheet date	77
VIII. Other disclosures on activities of the Parent Bank	77

## SECTION SIX

### Auditor's Review Report

I. Disclosures on limited review report	78
II. Disclosures and footnotes prepared by independent auditors	78

## SECTION SEVEN

### Interim Period Activity Report

I. Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager	79
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# **FİBABANKA A.Ş. AND ITS SUBSIDIARY**

## **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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 30 September 2022 the total shares held by the Bank's Management represent 5,16% 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.

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

#### 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 (continued)

The paid-in capital of the Bank amounting to TL 847.515 was fully transferred to TurkFinance B.V. on 7 September 2016. It has been increased by TL 93.646 to TL 941.161 by means of participation in the capital. In addition, TL 55.299 was recorded in equity as the share issue premium amount.

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.

As of 30 September 2022, paid-in capital of the Bank is TL 1.357.723 and all paid in.

#### 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

As of 30 September 2022 the total shares held by the Bank's Management represent 5,16% of the Bank's Capital.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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.	946.567	69,72%	946.567	--
Hüsnü Mustafa Özyeğin (*)	937.126	69,02%	937.126	--

(\*) 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 30 September 2022, the Group serves with 44 domestic branches and 1.882 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 2022 - 30 September 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 30 SEPTEMBER 2022

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

ASSETS	Footnotes	CURRENT PERIOD			PRIOR PERIOD		
		(30/09/2022)			(31/12/2021)		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		5.917.050	19.423.234	25.340.284	3.621.712	14.485.168	18.106.880
1.1 Cash and Cash Equivalents	(5.1.1)	1.494.805	17.538.029	19.032.834	1.333.558	13.208.704	14.542.262
1.1.1 Cash and Balances at Central Bank		1.171.568	13.811.258	14.982.826	936.627	11.978.033	12.914.660
1.1.2 Banks	(5.1.3)	75.395	1.912.783	1.988.178	398.370	1.101.951	1.500.321
1.1.3 Money Market Placements		250.128	1.813.988	2.064.116	-	128.720	128.720
1.1.4 Expected Credit Loss (-)		2.286	-	2.286	1.439	-	1.439
1.2 Financial Assets Measured at Fair Value Through Profit or Loss	(5.1.2)	169.801	85.088	254.889	139.676	75.329	215.005
1.2.1 Government Debt Securities		153	3.252	3.405	262	2.316	2.578
1.2.2 Equity Securities		-	-	-	-	-	-
1.2.3 Other Financial Assets		169.648	81.836	251.484	139.414	73.013	212.427
1.3 Financial Assets Measured at Fair Value Through Other Comprehensive Income	(5.1.4)	3.092.189	1.748.563	4.840.752	880.024	1.197.729	2.077.753
1.3.1 Government Debt Securities		2.048.760	1.247.369	3.296.129	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		1.038.532	501.194	1.539.726	391.740	639.250	1.030.990
1.4 Derivative Financial Assets	(5.1.2)	1.160.255	51.554	1.211.809	1.268.454	3.406	1.271.860
1.4.1 Derivative Financial Assets Measured at Fair Value Through Profit and Loss		1.160.255	51.554	1.211.809	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)	27.911.214	10.052.117	37.963.331	15.864.610	9.477.894	25.342.504
2.1 Loans	(5.1.5)	27.006.474	5.494.425	32.500.899	16.495.038	6.434.332	22.929.370
2.2 Lease Receivables	(5.1.10)	-	-	-	-	-	-
2.3 Factoring Receivables	(5.1.5)	134.856	12.681	147.537	70.629	3.435	74.064
2.4 Financial Assets Measured at Amortised Cost	(5.1.6)	1.961.740	4.545.011	6.506.751	190.594	3.040.127	3.230.721
2.4.1 Government Debt Securities		1.822.076	4.509.392	6.331.468	190.594	3.015.309	3.205.903
2.4.2 Other Financial Assets		139.664	35.619	175.283	-	24.818	24.818
2.5 Expected Credit Losses (-)		1.191.856	-	1.191.856	891.651	-	891.651
III. ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(5.1.16)	23.282	-	23.282	182.161	-	182.161
3.1 Assets Held for Sale		23.282	-	23.282	182.161	-	182.161
3.2 Related to Discontinued Operations		-	-	-	-	-	-
IV. EQUITY INVESTMENTS		117.500	-	117.500	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)	117.500	-	117.500	112.500	-	112.500
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non-financial Subsidiaries		117.500	-	117.500	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)	468.073	-	468.073	414.653	-	414.653
VI. INTANGIBLE ASSETS (Net)	(5.1.13)	198.431	-	198.431	106.559	-	106.559
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		198.431	-	198.431	106.559	-	106.559
VII. INVESTMENT PROPERTY (Net)	(5.1.14)	-	-	-	-	-	-
VIII. CURRENT TAX ASSET		142	-	142	2.077	-	2.077
IX. DEFERRED TAX ASSET	(5.1.15)	443.500	-	443.500	309.094	-	309.094
X. OTHER ASSETS	(5.1.17)	1.839.685	11.452	1.851.137	599.510	8.870	608.380
TOTAL ASSETS		36.918.877	29.486.803	66.405.680	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 30 SEPTEMBER 2022

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

LIABILITIES	Footnotes	CURRENT PERIOD			PRIOR PERIOD		
		(30/09/2022)			(31/12/2021)		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	(5.II.1)	24.509.880	21.312.811	45.822.691	15.340.623	15.659.742	31.000.365
II. FUNDS BORROWED	(5.II.3)	966	105.399	106.365	15.646	507.931	523.577
III. MONEY MARKET FUNDS		485.174	699.789	1.184.963	300.117	412.623	712.740
IV. SECURITIES ISSUED (Net)	(5.II.4)	-	3.613.927	3.613.927	-	2.646.236	2.646.236
4.1 Bills		-	-	-	-	-	-
4.2 Asset Backed Securities		-	-	-	-	-	-
4.3 Bonds		-	3.613.927	3.613.927	-	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)	863.625	51.429	915.054	1.674.998	3.398	1.678.396
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		863.625	51.429	915.054	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)	51.160	-	51.160	48.916	233	49.149
X. PROVISIONS	(5.II.8)	946.637	-	946.637	406.060	-	406.060
10.1 Provisions for Restructuring		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		115.429	-	115.429	51.975	-	51.975
10.3 Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4 Other Provisions		831.208	-	831.208	354.085	-	354.085
XI. CURRENT TAX LIABILITIES	(5.II.9)	593.319	-	593.319	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)	-	4.416.484	4.416.484	-	3.790.148	3.790.148
14.1 Loans		-	-	-	-	-	-
14.2 Other Debt Instruments		-	4.416.484	4.416.484	-	3.790.148	3.790.148
XV. OTHER LIABILITIES	(5.II.5)	2.496.905	478.766	2.975.671	1.202.055	520.797	1.722.852
XVI. SHAREHOLDERS' EQUITY	(5.II.12)	5.839.881	(60.472)	5.779.409	2.387.510	(23.035)	2.364.475
16.1 Paid-in Capital		1.357.723	-	1.357.723	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		(32.673)	-	(32.673)	(12.391)	-	(12.391)
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		1.208.633	(60.472)	1.148.161	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		1.994.239	-	1.994.239	392.927	-	392.927
16.6.1 Prior Periods' Profit or Loss		4.142	-	4.142	(25.335)	-	(25.335)
16.6.2 Current Period Net Profit or Loss		1.990.097	-	1.990.097	418.262	-	418.262
16.7 Minority Interest	(5.II.13)	371	-	371	244	-	244
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>35.787.547</b>	<b>30.618.133</b>	<b>66.405.680</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 30 SEPTEMBER 2022

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

	Footnotes	CURRENT PERIOD (30/09/2022)			PRIOR PERIOD (31/12/2021)		
		TL	FC	Total	TL	FC	Total
<b>A. OFF-BALANCE SHEET COMMITMENTS (I+II+III)</b>		<b>46.924.559</b>	<b>79.087.219</b>	<b>126.011.778</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>539.555</b>	<b>310.081</b>	<b>849.636</b>	<b>456.564</b>	<b>547.613</b>	<b>1.004.177</b>
1.1. Letters of Guarantee		522.055	182.359	704.414	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		522.055	182.359	704.414	454.064	227.839	681.903
1.2. Bank Acceptances		17.500	35.735	53.235	2.500	172.175	174.675
1.2.1. Import Letter of Acceptances		17.500	35.735	53.235	2.500	172.175	174.675
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		-	91.987	91.987	-	147.599	147.599
1.3.1. Documentary Letters of Credit		-	91.987	91.987	-	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>		<b>4.763.146</b>	<b>6.345.836</b>	<b>11.108.982</b>	<b>2.962.647</b>	<b>5.091.482</b>	<b>8.054.129</b>
2.1. Irrevocable Commitments	(5.III.1)	4.763.146	6.345.836	11.108.982	2.962.647	5.091.482	8.054.129
2.1.1. Asset Purchase Commitments		1.231.171	6.345.836	7.577.007	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		3.172.516	-	3.172.516	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		288.054	-	288.054	248.984	-	248.984
2.1.8. Tax and Fund Liabilities from Export Commitments		30.488	-	30.488	36.399	-	36.399
2.1.9. Commitments for Credit Card Limits		35.194	-	35.194	25.488	-	25.488
2.1.10. Commitments for Credit Cards and Banking Services Promotions		-	-	-	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		5.723	-	5.723	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>41.621.858</b>	<b>72.431.302</b>	<b>114.053.160</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		41.621.858	72.431.302	114.053.160	13.665.508	44.832.153	58.497.661
3.2.1. Forward Foreign Currency Buy/Sell Transactions		15.521.938	16.433.225	31.955.163	4.774.169	8.392.980	13.167.149
3.2.1.1. Forward Foreign Currency Transactions - Buy		15.134.535	970.477	16.105.012	3.744.791	2.623.309	6.368.100
3.2.1.2. Forward Foreign Currency Transactions - Sell		387.403	15.462.748	15.850.151	1.029.378	5.769.671	6.799.049
3.2.2. Swap Transactions Related to Foreign Currency and Interest		21.948.120	48.458.524	70.406.644	8.002.670	32.694.818	40.697.488
3.2.2.1. Foreign Currency Swap- Buy		284.198	33.043.905	33.328.103	573.042	17.357.965	17.931.007
3.2.2.2. Foreign Currency Swap- Sell		18.378.282	14.885.513	33.263.795	3.105.360	14.765.611	17.870.971
3.2.2.3. Interest Rate Swap- Buy		1.642.820	264.553	1.907.373	2.162.134	285.621	2.447.755
3.2.2.4. Interest Rate Swap- Sell		1.642.820	264.553	1.907.373	2.162.134	285.621	2.447.755
3.2.3. Foreign Currency, Interest Rate and Securities Options		3.146.263	5.229.525	8.375.788	883.590	3.329.323	4.212.913
3.2.3.1. Foreign Currency Options- Buy		2.730.575	1.420.087	4.150.662	343.067	1.642.822	1.985.889
3.2.3.2. Foreign Currency Options- Sell		415.688	3.809.438	4.225.126	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		1.005.537	-	1.005.537	5.079	-	5.079
3.2.4.1. Foreign Currency Futures- Buy		-	-	-	-	-	-
3.2.4.2. Foreign Currency Futures- Sell		1.005.537	-	1.005.537	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		-	2.310.028	2.310.028	-	415.032	415.032
<b>B. CUSTODY AND PLEDGES RECEIVED (IV+V+VI)</b>		<b>271.997.087</b>	<b>207.653.601</b>	<b>479.650.688</b>	<b>204.451.567</b>	<b>174.613.925</b>	<b>379.065.492</b>
<b>IV. ITEMS HELD IN CUSTODY</b>		<b>2.653.701</b>	<b>36.321.270</b>	<b>38.974.971</b>	<b>1.617.746</b>	<b>19.003.782</b>	<b>20.621.528</b>
4.1. Customer Fund and Portfolio Balances		1.354.762	3.466.647	4.821.409	594.412	1.666.736	2.261.148
4.2. Investment Securities Held in Custody		165.978	5.428.681	5.594.659	107.120	3.124.194	3.231.314
4.3. Cheques Received for Collection		933.422	542.003	1.475.425	712.874	379.402	1.092.276
4.4. Commercial Notes Received for Collection		92.039	50.343	142.382	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	26.833.596	26.941.096	107.500	13.795.515	13.903.015
4.8. Custodians		-	-	-	-	-	-
<b>V. PLEDGES RECEIVED</b>		<b>269.343.386</b>	<b>171.332.331</b>	<b>440.675.717</b>	<b>202.833.821</b>	<b>155.610.143</b>	<b>358.443.964</b>
5.1. Marketable Securities		585.884	231.092	816.976	553.381	118.114	671.495
5.2. Guarantee Notes		72.101	86.300	158.401	95.435	478.849	574.284
5.3. Commodity		-	239.412	239.412	-	126.719	126.719
5.4. Warranty		-	-	-	-	-	-
5.5. Immovables		5.335.779	21.359.333	26.695.112	6.841.393	29.100.993	35.942.386
5.6. Other Pledged Items		263.349.622	149.416.194	412.765.816	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>318.921.646</b>	<b>286.740.820</b>	<b>605.662.466</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 2022-30 SEPTEMBER 2022

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

INCOME AND EXPENSE ITEMS	Footnotes	CURRENT PERIOD	PRIOR PERIOD	CURRENT PERIOD	PRIOR PERIOD
		(01/01/2022- 30/09/2022)	(01/01/2021- 30/09/2021)	(01/07/2022- 30/09/2022)	(01/07/2021 - 30/09/2021)
<b>I. INTEREST INCOME</b>	(5.IV.1)	<b>4.568.386</b>	<b>2.376.872</b>	<b>1.950.864</b>	<b>844.708</b>
1.1 Interest on Loans	(5.IV.1)	3.972.056	2.184.463	1.686.149	779.823
1.2 Interest on Reserve Deposits		19.716	50.524	-	21.842
1.3 Interest on Banks	(5.IV.1)	16.352	17.466	7.946	1.505
1.4 Interest on Money Market Placements		62.280	12.373	25.145	2.301
1.5 Interest on Marketable Securities Portfolio	(5.IV.1)	495.464	111.042	229.646	39.072
1.5.1 Financial Assets Measured at Fair Value Through Profit or Loss		131	2.710	44	29
1.5.2 Financial Assets Measured at Fair Value Through Other Comprehensive Income		203.582	36.098	84.093	12.280
1.5.3 Financial Assets Measured at Amortized Cost		291.751	72.234	145.509	26.763
1.6 Financial Lease Income		-	-	-	-
1.7 Other Interest Income		2.518	1.004	1.978	165
<b>II. INTEREST EXPENSE (-)</b>		<b>3.082.563</b>	<b>1.690.049</b>	<b>1.148.498</b>	<b>619.124</b>
2.1 Interest on Deposits	(5.IV.2)	2.601.111	1.421.931	970.970	531.721
2.2 Interest on Funds Borrowed	(5.IV.2)	257.687	144.941	96.801	46.962
2.3 Interest on Money Market Placements		20.502	11.999	10.620	2.964
2.4 Interest on Securities Issued	(5.IV.2)	159.933	95.546	60.297	32.793
2.5 Interest on Leasing Expenses		15.983	13.250	5.543	4.576
2.6 Other Interest Expenses		27.347	2.382	4.267	108
<b>III. NET INTEREST INCOME (I - II)</b>		<b>1.485.823</b>	<b>686.823</b>	<b>802.366</b>	<b>225.584</b>
<b>IV. NET FEES AND COMMISSIONS INCOME</b>		<b>334.715</b>	<b>195.081</b>	<b>120.427</b>	<b>85.073</b>
4.1 Fees and Commissions Received		454.061	232.549	181.063	101.757
4.1.1 Non-cash Loans		13.816	14.274	2.977	3.467
4.1.2 Other	(5.IV.12)	440.245	218.275	178.086	98.290
4.2 Fees and Commissions Paid (-)		119.346	37.468	60.636	16.684
4.2.1 Non-cash Loans		65	44	25	15
4.2.2 Other	(5.IV.12)	119.281	37.424	60.611	16.669
<b>V. DIVIDEND INCOME</b>	(5.IV.3)	<b>160.000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VI. TRADING INCOME / LOSS (Net)</b>	(5.IV.4)	<b>2.158.105</b>	<b>(19.621)</b>	<b>963.402</b>	<b>(19.245)</b>
6.1 Trading Gain / Loss on Securities		23.565	36.028	4.174	18.224
6.2 Gain / Loss on Derivative Financial Transactions		(1.313.650)	(150.492)	(618.547)	(80.987)
6.3 Foreign Exchange Gain / Loss		3.448.190	94.843	1.577.775	43.518
<b>VII. OTHER OPERATING INCOME</b>	(5.IV.5)	<b>667.219</b>	<b>379.948</b>	<b>297.956</b>	<b>155.026</b>
<b>VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)</b>		<b>4.805.862</b>	<b>1.242.231</b>	<b>2.184.151</b>	<b>446.438</b>
<b>IX. EXPECTED CREDIT LOSS (-)</b>	(5.IV.6)	<b>490.746</b>	<b>391.640</b>	<b>177.982</b>	<b>144.653</b>
<b>X. OTHER PROVISION EXPENSES (-)</b>	(5.IV.6)	<b>468.661</b>	<b>1.767</b>	<b>434.620</b>	<b>(1.643)</b>
<b>XI. PERSONNEL EXPENSES (-)</b>		<b>543.318</b>	<b>280.482</b>	<b>224.750</b>	<b>100.814</b>
<b>XII. OTHER OPERATING EXPENSES (-)</b>	(5.IV.7)	<b>784.173</b>	<b>282.561</b>	<b>302.447</b>	<b>96.586</b>
<b>XIII. NET OPERATING INCOME / LOSS (VIII-IX-X-XI-XII)</b>		<b>2.518.964</b>	<b>285.781</b>	<b>1.044.352</b>	<b>106.028</b>
<b>XIV. AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XV. INCOME FROM INVESTMENTS UNDER EQUITY ACCOUNTING</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XVI. GAIN / LOSS ON NET MONETARY POSITION</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XVII. P/L BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)</b>	(5.IV.8)	<b>2.518.964</b>	<b>285.781</b>	<b>1.044.352</b>	<b>106.028</b>
<b>XVIII. TAX PROVISION FOR CONTINUING OPERATIONS (±)</b>	(5.IV.9)	<b>(528.740)</b>	<b>(32.295)</b>	<b>(271.805)</b>	<b>(25.880)</b>
18.1 Current Tax Provision		(793.808)	(5.253)	(484.119)	(2.732)
18.2 Deferred Tax Expense Effect (+)		(191.998)	(59.033)	99	(23.148)
18.3 Deferred Tax Income Effect (-)		457.066	31.991	212.215	-
<b>XIX. NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)</b>	(5.IV.10)	<b>1.990.224</b>	<b>253.486</b>	<b>772.547</b>	<b>80.148</b>
<b>XX. INCOME FROM DISCONTINUED OPERATIONS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
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		-	-	-	-
<b>XXI. EXPENSES FROM DISCONTINUED OPERATIONS (-)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
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		-	-	-	-
<b>XXII. PROFIT / LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (XX-XXI)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
23.1 Current Tax Provision		-	-	-	-
23.2 Deferred Tax Expense Effect (+)		-	-	-	-
23.3 Deferred Tax Income Effect (-)		-	-	-	-
<b>XXIV. NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XXII-XXIII)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XXV. NET PROFIT / LOSS (XIX+XXIV)</b>	(5.IV.11)	<b>1.990.224</b>	<b>253.486</b>	<b>772.547</b>	<b>80.148</b>
25.1 Group Profit/Loss		1.990.097	253.455	772.482	80.117
25.2 Minority Interest		127	31	65	31
Earnings per share		0,01660	0,00269	0,00763	0,00085

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 2022-30 SEPTEMBER 2022

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

	CURRENT PERIOD (01/01/2022- 30/09/2022)	PRIOR PERIOD (01/01/2021- 30/09/2021)
I. CURRENT PERIOD PROFIT / LOSS	1.990.224	253.486
II. OTHER COMPREHENSIVE INCOME	1.021.515	(10.704)
2.1 Not Reclassified Through Profit or Loss	(20.282)	-
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	(27.044)	-
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	6.762	-
2.2 Reclassified Through Profit or Loss	1.041.797	(10.704)
2.2.1 Foreign Currency Conversion Differences	-	-
Valuation and/or Reclassification Income/Expense of Financial Assets Measured at Fair Value Through Other		
2.2.2 Comprehensive Income	1.179.221	(12.957)
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	(137.424)	2.253
III. TOTAL COMPREHENSIVE INCOME (I+II)	3.011.739	242.782

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 2022-30 SEPTEMBER 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
PRIOR PERIOD (30/09/2021)																
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	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Z.1 Effect of corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Z.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	-	-	-	-	-	-	-	-	(10.704)	-	-	-	253.455	242.751	31	242.782
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	-	-	-	(15.505)	-	-	-	-	-	-	-	-	-	(15.505)	-	(15.505)
X. Increase/Decrease by Other Changes	-	-	-	30.408	-	-	-	-	-	-	-	(30.408)	-	-	-	-
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)	-	-	-
Balances at the end of the period (III+IV+.....+X+XI)	941.161	128.678	-	100.000	-	(10.787)	-	-	11.559	-	707.492	(20.060)	253.455	2.111.498	191	2.111.689
CURRENT PERIOD (30/09/2022)																
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	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Z.1 Effect of corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Z.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	-	-	-	-	-	(20.282)	-	-	1.041.797	-	-	-	1.990.097	3.011.612	127	3.011.739
V. Capital Increase in cash	416.562	-	-	-	-	-	-	-	-	-	-	-	-	416.562	-	416.562
VI. Capital increase through internal reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertable Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt	-	-	-	(13.367)	-	-	-	-	-	-	-	-	-	(13.367)	-	(13.367)
X. Increase / decrease due to other changes (**)	-	-	-	13.367	-	-	-	-	-	-	-	(13.367)	-	-	-	-
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	375.418	42.844	(418.262)	-	-	-
11.1 Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to reserves	-	-	-	-	-	-	-	-	-	-	375.418	-	(375.418)	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	42.844	(42.844)	-	-	-
Balances at the end of the period (III+IV+.....+X+XI)	1.357.723	128.678	-	100.000	-	(32.673)	-	-	1.148.161	-	1.082.910	4.142	1.990.097	5.779.038	371	5.779.409

(\*) The Bank has accounted for a nominal amount of TL 100.000 demand borrowing with additional capital qualification under "other capital reserves" in accordance with TAS 32 "Financial Instruments: Presentation" Standard ("TAS 32").

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

(\*) Tangible and intangible asset revaluation reserve

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 2022-30 SEPTEMBER 2022

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

	Footnotes	CURRENT PERIOD (01/01/2022 - 30/09/2022)	PRIOR PERIOD (01/01/2021 - 30/09/2021)
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>			
1.1 Operating profit before changes in operating assets and liabilities		2.560.917	(312.273)
1.1.1 Interest received (+)		4.256.984	2.193.689
1.1.2 Interest paid (-)		(2.890.210)	(1.585.759)
1.1.3 Dividend received (+)		160.000	-
1.1.4 Fees and commission received (+)		445.411	273.948
1.1.5 Other income (+)		3.822.723	209.791
1.1.6 Collections from previously written off loans and other receivables (+)		432.532	353.835
1.1.7 Cash payments to personnel and service suppliers (-)		(1.309.797)	(484.798)
1.1.8 Taxes paid (-)		(502.769)	(147.817)
1.1.9 Other (+/-)		(1.853.957)	(1.125.162)
1.2 Changes in Operating Assets and Liabilities		2.864.754	2.745.639
1.2.1 Net (increase) / decrease in financial assets at fair value through profit or loss (+/-)		18.562	37.940
1.2.2 Net (increase) / decrease in due from banks (+/-)		(1.235.842)	338.138
1.2.3 Net (increase) / decrease in loans (+/-)		(8.426.955)	150.506
1.2.4 Net (increase) / decrease in other assets (+/-)		(1.391.865)	(276.449)
1.2.5 Net (increase) / decrease in bank deposits (+/-)		3.825.440	(358.182)
1.2.6 Net (increase) / decrease in other deposits (+/-)		7.633.351	3.557.530
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 (+/-)		(383.768)	(684.555)
1.2.9 Net (increase) / decrease in matured payables (+/-)		-	-
1.2.10 Net (increase) / decrease in other liabilities (+/-)		2.825.831	(19.289)
<b>I. Net Cash Provided from Banking Operations (+/-)</b>		<b>5.425.671</b>	<b>2.433.366</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		-	-
<b>II. Net Cash Flow Provided from Investment Activities (+/-)</b>		<b>(4.386.919)</b>	<b>(1.318.416)</b>
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures (-)		(5.000)	-
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 (-)		(151.415)	(318.104)
2.4 Cash obtained from the sale of tangible and intangible assets (+)		14.314	166.206
2.5 Cash paid for the purchase of financial assets at fair value through other comprehensive income (-)		(2.434.636)	(307.775)
2.6 Cash obtained from the sale of financial assets at fair value through other comprehensive income (+)		-	1.370
2.7 Cash paid for the purchase of financial assets at amortised cost (-)		(2.090.616)	(829.779)
2.8 Cash obtained from the sale of financial assets at amortised cost (+)		-	-
2.9 Other (+/-)		280.434	(30.334)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		-	-
<b>III. Net Cash Provided from Financing Activities (+/-)</b>		<b>(688.474)</b>	<b>(52.515)</b>
3.1 Cash obtained from funds borrowed and securities issued (+)		-	-
3.2 Cash outflow from funds borrowed and securities issued (-)		(676.947)	(47.131)
3.3 Equity instruments issued (+)		-	-
3.4 Dividends paid (-)		-	-
3.5 Payments for financial leases liabilities (-)		(15.983)	(13.250)
3.6 Other (+/-)		4.456	7.866
<b>IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents (+/-)</b>		<b>3.134.604</b>	<b>141.915</b>
<b>V. Net Increase (Decrease) in Cash and Cash Equivalents (I+II+III+IV)</b>		<b>3.484.882</b>	<b>1.204.350</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>15.125.967</b>	<b>3.741.722</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- 30 SEPTEMBER 2022**

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

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**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**

According to the announcement made by Public Oversight Accounting and Auditing Standards Authority on 20 January 2022, it has been stated that businesses applying TFRS do not need to make any adjustments in their financial statements for 2021 within the scope of TAS 29 Financial Reporting in High Inflation Economies. As of 30 September 2022, Public Oversight Accounting has not made a new statement under TAS 29, and no inflation adjustment has been made in accordance with TAS 29 while preparing the financial statements dated 30 September 2022.

**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- 30 SEPTEMBER 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:

	30 September 2022	31 December 2021
US Dollar	18,5187	13,3290
Euro	18,1395	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 30 September 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- 30 SEPTEMBER 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 “TFRS 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- 30 SEPTEMBER 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.

The Bank also owns consumer price indexed government bonds ("CPI") in its securities portfolio, reclassified as financial assets measured at fair value through other comprehensive income. CPI's are valued and accounted for according to the effective interest rate method which is calculated based on the real coupon rate and the reference inflation index on the issue date.

**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.

The Bank also owns consumer price indexed government bonds ("CPI") in its securities portfolio, reclassified as financial assets measured at amortised cost. CPI's are valued and accounted for according to the effective interest rate method which is calculated based on the real coupon rate and the reference inflation index on the issue date.

**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  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

(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- 30 SEPTEMBER 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%
2nd year	5,50%	11,40%	2,90%	12,50%
3rd 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.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

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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 other assets 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.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

**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.



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

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**XIV. Explanations on leasing transactions**

As “TFRS 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 22,00%, inflation rate of 17,20%
- Effective as of 30 September 2022, ceiling salary amount is considered as TL 15.571,40 (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 30 September 2022, the current corporate tax rate is 25%. 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 is applied as 25% for the corporate earnings for the taxation period of 2022.

This rate is applied to tax base which is calculated by adding certain non-deductible expenses for tax purposes and deducting certain exemptions (like dividend income) and other deductions on accounting income. Additional tax is not payable unless the profit is distributed.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

**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 (TPL). 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, not subject to inflation adjustment. As for the 2023 accounting period; during provisional tax periods inflation adjustment will not be applied but 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 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 Amendment of Certain Laws" 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 is 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 30 September 2022, the deferred tax asset is TL 443.500 (31 December 2021: TL 309.094 deferred tax asset). The deferred tax asset is calculated as the net of taxable and deductible temporary differences.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

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

**2. Deferred Tax (continued)**

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 265.068 for the current period (1 January - 30 September 2021: TL 27.042 net expense). The part of the deferred tax related to assets directly associated with equity is recognized in equity, this amount is TL 130.662 of expense (1 January - 30 September 2021: TL 2.253 income).

**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 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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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 - 30 September 2022				
Operating Income	1.229.106	2.225.208	1.351.548	4.805.862
Operating Profit	395.648	1.430.498	692.818	2.518.964
Taxation				(528.740)
Net Profit/(Loss) for the Period				1.990.224
Current Period -30 September 2022				
Segment Assets	7.712.400	24.272.260	34.421.020	66.405.680
Total Assets				66.405.680
Segment Liabilities	30.359.317	5.257.946	25.009.008	60.626.271
Shareholders' Equity				5.779.409
Total Liabilities				66.405.680
Prior Period -1 January - 30 September 2021				
Operating Income	303.050	585.604	353.577	1.242.231
Operating Profit	3.461	215.828	66.491	285.781
Taxation				(32.295)
Net Profit/(Loss) for the Period				253.486
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 of the Bank held on 28 March 2022, it has been decided to allocate TL 18.714 as legal reserves, TL 83.886 for special funds and TL 271.684 as extraordinary reserves from the remaining TL 374.284 after deducting previous year losses (interest expense of the issued Tier1 security with the amount of TL 100.000 nominal followed under shareholders' equity) of TL 35.683 from TL 409.967 net profit after tax for 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.

	30 September 2022	30 September 2021
Net Profit / (Loss) distributable to Common Shares	1.990.224	253.486
Average Number of Issued Common Shares (Thousand))	119.903.227	94.116.055
Earnings Per Share (Amounts presented as full TL)	0,01660	0,00269

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

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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.

Fiba Portföy Yönetimi A.Ş., the financial subsidiary of the Bank, made a bonus share issuance of TL 2.500 on 27 January 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**

None.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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 30 September 2022, the Group’s total capital has been calculated as TL 10.074.457 and the capital adequacy ratio is 24,63% (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 (30/09/2022) 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	128.678	
Reserves	1.100.387	
Other comprehensive income according to TAS	1.207.499	
Profit	1.990.224	
Current period profit	1.990.224	
Prior period profit	--	
Bonus shares from associates, subsidiaries and joint-ventures not accounted in current period's profit	2.475	
<b>Tier I Capital Before Deductions</b>	<b>5.786.986</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 (*)	107.656	--
Improvement costs for operational leasing	12.480	--
Goodwill and other intangible assets and related deferred taxes	--	--
Other intangibles other than mortgage-servicing rights (net of related tax liability)	358.777	--
Excess amount arising from deferred tax assets from temporary differences	192.825	--
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	--	--

(\*) Within the scope of BRSA's related letter dated March 23, 2020 and numbered 3397, securities with negative net valuation differences among the securities in the "Securities at Fair Value through Other Comprehensive Income" portfolio owned by the Bank are not taken into account in the equity calculation.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

	Current Period (30/09/2022) 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>671.738</b>	--
<b>Total Common Equity Tier I Capital</b>	<b>5.115.248</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	--	--

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

	Current Period (30/09/2022) 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 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>5.215.248</b>	--
<b>TIER II CAPITAL</b>		
Debt instruments and share issue premiums deemed suitable by the BRSA	4.409.932	--
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	--	--
Provisions (Article 8 of the Regulation on the Equity of Banks)	449.277	--
<b>Tier II Capital before Deductions</b>	<b>4.859.209</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>4.859.209</b>	--
<b>Total Equity (Total Tier I and Tier II Capital)</b>	<b>10.074.457</b>	--



# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

	Current Period (30/09/2022) Amount	Amount as per the regulation before 1/1/2014 *
<b>Total Tier I Capital and Tier II Capital ( Total Equity)</b>	<b>10.074.457</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>10.074.457</b>	
<b>Total Capital ( Total of Tier I Capital and Tier II Capital )</b>	<b>10.074.457</b>	--
<b>Total Risk Weighted Assets (****)</b>	<b>40.909.640</b>	--
<b>CAPITAL ADEQUACY RATIOS</b>		
Core Capital Adequacy Ratio (%)	12,50	--
Tier I Capital Adequacy Ratio (%)	12,75	--
Capital Adequacy Ratio (%)	24,63	--
<b>BUFFERS</b>		
Total Additional Core Capital Requirement Ratio (a+b+c)	2,52	--
a) Capital Conservation Buffer Requirement (%)	2,50	--
b) Bank-specific Counter-Cyclical Buffer Requirement(%)	0,02	--
c) Systemically Important Banks Buffer Requirement Ratio (%)	--	--

(\*\*\*\*) As of 30 September 2022, the Central Bank's foreign exchange buying rate of 31 December 2021 is used.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

	Current Period (30/09/2022) 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 (%)	6,75	--
<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 one hundred and twenty five per ten thousand limitation)	769.052	--
Up to 1,25% of total risk-weighted amount of general provisions for receivables where the standard approach used	449.277	--
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- 30 SEPTEMBER 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 20% 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- 30 SEPTEMBER 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>	--	--
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- 30 SEPTEMBER 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- 30 SEPTEMBER 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>	<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<sup>(****)</sup></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 (%)	--	--

(\*\*\*\*) The simple arithmetic average of the Central Bank's foreign exchange buying rates for 252 business days is used.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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 one hundred and twenty five per ten thousand 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- 30 SEPTEMBER 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)	4.409.932	100.000
Nominal value of debt instrument (Thousand TL)	5.555.610	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.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

Interest/Dividend Payments

Fixed or floating interest/dividend payments	Floating interest Up to pay back option date 7,75% (5 years mid-swap rate+5,758%); afterwards current 5 years mid-swap rate+5,758%	Floating interest 8% additional return on TRLibor
Interest rate or index value of interest rate		
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	--	--
<b>Feature of being convertible bonds</b>		
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	--	--
<b>Feature of value reduction</b>		
		Under the condition that unconsolidated and/or consolidated Tier I capital adequacy ratio drop below BRSA's ratio
If there are a feature of value reduction, trigger incidents cause this reducement	--	--
If there are a feature of value reduction, feature of full or partially reducement of value	--	Partially and 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 instrument)	After the other borrowers except depositors Meets the conditions defined by 8th article, does not meet the conditions defined by 7th article.	After depositors, other borrowers and Tier II capital Meets the conditions defined by 7th article, does not meet the conditions defined by 8th article.
Whether meeting the conditions defined by 7th or 8th articles of Shareholders' Equity of Banks Regulation		
The conditions not met which were defined by 7th or 8th of the 7th or 8th articles of Shareholders' Equity of Banks Regulation	--	Cannot be converted to stock.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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 30 September 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)	33.468.698	21.904.874	2.677.496
2	Of which standardised approach (SA)	33.468.698	21.904.874	2.677.496
3	Of which internal rating-based (IRB) approach	-	--	-
4	Counterparty credit risk	1.221.754	759.731	97.740
5	Of which standardised approach for counterparty credit risk (SA-CCR)	1.221.754	759.731	97.740
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	1.228.333	559.457	98.267
9	Equity investments in funds - mandate-based approach	-	--	-
10	Equity investments in funds - 1250% risk weighting approach	-	--	-
11	Settlement risk	104	148	8
12	Securitisation exposures in banking book	33.664	-	2.693
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	2.204.113	507.688	176.329
17	Of which standardised approach (SA)	2.204.113	507.688	176.329
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)	40.909.640	25.918.320	3.272.771

\*As of 30 September 2022, the Central Bank's foreign exchange buying rate for 31 December 2021 was used.

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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 30 September 2022, the Group's net long position is TL 194.533 (31 December 2021: TL 187.609 net long position) resulting from short position on the balance sheet amounting to TL 1.159.747 (31 December 2021: TL 459.765 short position) and long position on the off-balance amounting to TL 1.354.780 (31 December 2021: TL 674.374 long 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 18,5187
Euro purchase rate as at the balance sheet date	TL 18,1395

Date	USD	EURO
26-Sep-22	18,3702	17,9431
27-Sep-22	18,4509	17,7719
28-Sep-22	18,4509	17,7719
29-Sep-22	18,4862	17,6711
30-Sep-22	18,5187	18,1395

The US Dollar buying rate is TL 15,8727 and EUR buying rate is TL 16,8242 (in full TL amounts) respectively, according to simple arithmetic average on September 2022.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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) and Balances with the CBRT	4.760.119	8.738.719	312.420	13.811.258
Due From Banks	186.397	310.774	1.415.612	1.912.783
Financial Assets at Fair Value through Profit/Loss (*)	10.742	74.346	--	85.088
Money Market Placements	1.813.988	--	--	1.813.988
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	39.194	1.709.369	--	1.748.563
Loans (**)	4.700.023	841.750	--	5.541.773
Investments in Assoc., Subsidiaries and Entities under Common Control (Joint Vent.)	--	--	--	--
Financial Assets Measured at Amortized Cost	1.227.072	3.317.939	--	4.545.011
Derivative Financial Assets Hedging Purposes	--	--	--	--
Tangible Assets	--	--	--	--
Intangible Assets	--	--	--	--
Other Assets (***)	3.751	4.442	772	8.965
<b>Total Assets</b>	<b>12.741.286</b>	<b>14.997.339</b>	<b>1.728.804</b>	<b>29.467.429</b>
<b>Liabilities</b>				
Bank Deposits	1.618.919	2.952.661	24.931	4.596.511
Foreign Currency Deposits	2.847.276	9.565.641	4.303.383	16.716.300
Money Market Borrowings	--	699.789	--	699.789
Funds Provided from Other Financial Institutions	105.399	--	--	105.399
Securities Issued(****)	--	8.030.411	--	8.030.411
Sundry Creditors	34.547	388.326	262	423.135
Derivative Fin. Liabilities for Hedging Purposes	--	--	--	--
Other Liabilities(*****)	13.700	40.818	1.113	55.631
<b>Total Liabilities</b>	<b>4.619.841</b>	<b>21.677.646</b>	<b>4.329.689</b>	<b>30.627.176</b>
<b>Net Balance Sheet Position</b>	<b>8.121.445</b>	<b>(6.680.307)</b>	<b>(2.600.885)</b>	<b>(1.159.747)</b>
<b>Net Off-Balance Sheet Position</b>	<b>(8.079.208)</b>	<b>6.885.868</b>	<b>2.547.620</b>	<b>1.354.280</b>
Financial Derivative Assets (*****)	4.527.131	30.888.371	4.650.207	40.065.709
Financial Derivative Liabilities (*****)	12.606.339	24.002.503	2.102.587	38.711.429
Non-Cash Loans (*****)	76.271	233.810	--	310.081
<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 51.554 are not included.  
(\*\*) Includes foreign currency indexed loans and accruals amounting to TL 31.667.  
(\*\*\*) TL 2.487 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 51.429 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 3.136.508 (31 December 2021: TL 2.463.711), foreign currency sale commitments within the derivative financial liabilities amounted to TL 3.209.328 (31 December 2021: TL 2.627.770).  
(\*\*\*\*\*) There is no effect on the net off-balance sheet position.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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 CBRT	11.731.315	--	--	--	--	3.251.511	14.982.826
Banks	163.346	--	--	--	--	1.824.832	1.988.178
Financial Assets at Fair Value Through Profit or Loss(*)	625.771	506.140	266.473	57.573	--	10.741	1.466.698
Interbank Money Market Placements	2.064.116	--	--	--	--	--	2.064.116
Financial Assets Measured at Fair Value through Other Comprehensive Income	1.009.874	959.069	1.229.096	1.459.816	178.000	4.897	4.840.752
Loans(**)	1.806.069	10.709.836	12.751.760	5.765.265	951.731	(526.299)	31.458.362
Financial Assets Measured at Amortized Cost	--	52.532	1.158.503	5.114.503	179.431	--	6.504.969
Other Assets(***)	--	--	--	--	--	3.099.779	3.099.779
<b>Total Assets</b>	<b>17.400.491</b>	<b>12.227.577</b>	<b>15.405.832</b>	<b>12.397.157</b>	<b>1.309.162</b>	<b>7.665.461</b>	<b>66.405.680</b>
<b>Liabilities</b>							
Bank Deposits	2.865.023	3.634.661	--	--	--	3.712.154	10.211.838
Other Deposits	17.515.699	8.990.082	352.363	184.948	--	8.567.761	35.610.853
Interbank Money Market Received	770.518	414.445	--	--	--	--	1.184.963
Sundry Creditors(****)	--	--	--	--	--	1.006.847	1.006.847
Marketable Securities Issued(****)	38.688	4.409.932	3.581.791	--	--	--	8.030.411
Funds Borrowed From Other Institutions	360	606	105.399	--	--	--	106.365
Other Liabilities(****)	450.805	187.591	276.976	50.842	--	9.288.189	10.254.403
<b>Total Liabilities</b>	<b>21.641.093</b>	<b>17.637.317</b>	<b>4.316.529</b>	<b>235.790</b>	<b>--</b>	<b>22.574.951</b>	<b>66.405.680</b>
Balance Sheet Long Position	--	--	11.089.303	12.161.367	1.309.162	--	24.559.832
Balance Sheet Short Position	(4.240.602)	(5.409.740)	--	--	--	(14.909.490)	(24.559.832)
Off-Balance Sheet Long Position	45.000	822.000	885.586	154.788	--	58.590.246	60.497.620
Off-Balance Sheet Short Position	(45.000)	(822.000)	(885.586)	(154.788)	--	(59.225.173)	(61.132.547)
<b>Total Position</b>	<b>(4.240.602)</b>	<b>(5.409.740)</b>	<b>11.089.303</b>	<b>12.161.367</b>	<b>1.309.162</b>	<b>(15.544.417)</b>	<b>(634.927)</b>

(\*) Includes derivative financial assets.  
(\*\*) Non-performing loans TL 663.776 net-off related to stage 3 loans expected credit losses TL 436.086 and expected losses for stage 1 TL 262.430 and for stage 2 TL 491.559 are presented in “non-interest bearing” column (Includes factoring receivables amounting to TL 147.537).  
(\*\*\*) Non-interest bearing column includes TL 117.500 investments in subsidiaries, TL 468.073 tangible assets, TL 198.431 intangible assets, TL 443.642 tax asset, TL 23.282 assets held for sale, TL 1.851.137 other assets and TL 2.286 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 5.779.409 shareholders’ equity, TL 2.975.671 other liabilities, TL 946.637 provisions and TL 593.319 tax liabilities.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

### 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 CBRT	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.

**FİBABANKA A.Ş. AND ITS SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

**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 CBRT	--	--	--	--
Banks	1,24	3,15	--	--
Financial Assets at Fair Value Through Profit/ Loss	--	4,40	--	16,35
Interbank Money Market Placements	0,75	--	--	18,67
Financial Assets Measured at Fair Value through Other Comprehensive Income	7,10	6,52	--	17,70
Loans	5,82	6,78	--	22,96
Financial Assets Measured at Amortized Cost	4,89	5,74	--	18,90
<b>Liabilities</b>				
Bank Deposits	--	3,19	--	10,88
Other Deposits	1,06	2,18	--	17,30
Interbank Money Market Received	--	5,38	--	12,95
Sundry Creditors	--	--	--	--
Marketable Securities Issued(*)	--	6,96	--	--
Funds Borrowed from Other Financial Institutions	2,75	--	--	15,37

(\*) 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 CBRT	--	--	--	--
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- 30 SEPTEMBER 2022**

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

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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 13.830 as of 30 September 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.



**FİBABANKA A.Ş. AND ITS SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

**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)			13.696.898	10.588.325
<b>CASH OUTFLOWS</b>				
2 Deposits from natural persons and retail deposits	30.382.280	14.040.091	2.855.877	1.413.885
3 Stable deposits	4.003.246	--	202.484	--
4 Less stable deposits	26.379.034	14.040.091	2.653.393	1.413.885
5 Unsecured funding except for retail deposits and deposits from natural persons, of which:	10.954.915	7.336.190	8.471.990	5.713.753
6 Operational deposits	--	--	--	--
7 Non-Operational deposits	4.136.669	2.465.371	1.626.809	862.515
8 Other unsecured funding	6.818.246	4.870.819	6.845.181	4.851.238
9 Secured funding	--	--	351.125	351.125
10 Other cash outflows	5.018.535	1.040.656	1.001.573	739.952
11 Outflows related to derivative exposures and other collateral requirements	711.311	698.288	702.580	689.406
12 Outflows related to restructured financial instruments	--	--	--	--
13 Payment commitments granted for debts to financial markets and other off-balance sheet commitments	4.307.224	342.368	298.993	50.546
14 Other revocable off-balance sheet commitments and other contractual obligations	--	--	--	--
15 Other irrevocable or conditionally revocable off-balance sheet obligations	25.635	60	25.635	60
16 TOTAL CASH OUTFLOWS			12.706.200	8.218.775
<b>CASH INFLOWS</b>				
17 Secured receivables	34.664	34.664	31.998	31.998
18 Unsecured receivables	6.946.719	3.304.256	5.377.379	3.286.672
19 Other cash inflows	652.077	583.145	644.985	576.231
20 TOTAL CASH INFLOWS	7.633.460	3.922.065	6.054.362	3.894.901
21 TOTAL HQLA			13.802.524	10.695.861
22 TOTAL NET CASH OUTFLOWS			6.622.653	4.358.489
23 LIQUIDITY COVERAGE RATIO (%)			208,41	245,40

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

**FİBABANKA A.Ş. AND ITS SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

**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	1.234.263	832.468
8 Other unsecured funding	2.042.240	437.124	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	2.859.795	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 simple arithmetic average of last three months\* liquidity coverage ratio calculated by weekly simple averages.

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

#### 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 - 30 September 2022 period.

Current Period	Highest	Date	Lowest	Date	Average
TL+FC	342,75%	05/07/2022	164,58%	01/08/2022	211,71%
FC	565,59%	05/07/2022	183,98%	12/09/2022	251,36%

Prior Period	Highest	Date	Lowest	Date	Average
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.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022 (Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

### 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**	Total
<b>Assets</b>								
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the CBRT	4.307.277	10.675.549	--	--	--	--	--	14.982.826
Banks	1.824.840	163.338	--	--	--	--	--	1.988.178
Financial Assets at Fair Value Through Profit or Loss(*)	10.741	625.770	506.140	267.066	56.977	4	--	1.466.698
Interbank Money Market Placements	--	2.064.116	--	--	--	--	--	2.064.116
Financial Assets Available-for-Sale	4.897	1.198.478	25.659	313.041	1.842.921	1.455.756	--	4.840.752
Loans (**)	--	6.910.975	9.626.028	9.902.045	4.447.469	1.098.144	(526.299)	31.458.362
Investment Securities Held-to-Maturity	--	--	--	1.204.032	5.013.439	287.498	--	6.504.969
Other Assets(***)	--	--	--	--	--	--	3.099.779	3.099.779
<b>Total Assets</b>	<b>6.147.755</b>	<b>21.638.226</b>	<b>10.157.827</b>	<b>11.686.184</b>	<b>11.360.806</b>	<b>2.841.402</b>	<b>2.573.480</b>	<b>66.405.680</b>
<b>Liabilities</b>								
Bank Deposits	3.712.154	2.865.023	3.634.661	--	--	--	--	10.211.838
Other Deposits	8.567.761	17.515.699	8.990.082	352.363	184.948	--	--	35.610.853
Funds Borrowed from Other Financial Institutions	--	--	1.066	105.209	--	90	--	106.365
Interbank Money Market Received	--	770.518	414.445	--	--	--	--	1.184.963
Marketable Securities Issued(****)	--	38.688	--	3.581.792	--	4.409.931	--	8.030.411
Sundry Creditors	--	1.006.847	--	--	--	--	--	1.006.847
Other Liabilities (*****)	--	1.802.733	706.605	304.667	60.859	994	7.378.545	10.254.403
<b>Total Liabilities</b>	<b>12.279.915</b>	<b>23.999.508</b>	<b>13.746.859</b>	<b>4.344.031</b>	<b>245.807</b>	<b>4.411.015</b>	<b>7.378.545</b>	<b>66.405.680</b>
<b>Net Liquidity Surplus / (Gap)</b>	<b>(6.132.160)</b>	<b>(2.361.282)</b>	<b>(3.589.032)</b>	<b>7.342.153</b>	<b>11.114.999</b>	<b>(1.569.613)</b>	<b>(4.805.065)</b>	<b>--</b>
<b>Net Off-Balance Sheet Position</b>								
Derivative Financial Assets	--	(1.767)	(764.747)	124.024	6.624	--	--	(635.866)
Derivative Financial Liabilities	--	24.621.554	27.157.502	4.640.088	289.503	--	--	56.708.647
Non-Cash Loans	--	93.146	151.180	177.990	88.239	339.081	--	849.636
<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
Non-Cash Loans	--	59.468	138.155	405.373	49.009	352.172	--	1.004.177

(\*) 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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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 (*)	122.803.809	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	(53.074.480)	(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	69.729.329	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 nine months average amounts.

(\*\*\*) As of 30 September 2022, the Central Bank's foreign exchange buying rate for 31 December 2021 was used.

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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 30 September 2022, bank's consolidated leverage ratio calculated in accordance with the "Regulation on Assessment and Calculation of Banks' Leverage Level" is 6,96%. 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)	56.235.792	32.845.880
2	(Assets deducted in determining Tier 1 capital)	(609.349)	(303.491)
3	Total balance sheet risks (sum of lines 1 and 2)	55.626.443	32.542.389
<b>Derivative financial instruments and credit derivatives</b>			
4	Replacement cost associated with all derivative financial instruments and credit derivatives	1.220.147	812.942
5	Potential credit risk associated with all derivative financial instruments and credit derivatives	475.355	214.940
6	Total risks of derivative financial instruments and credit derivatives (sum of lines 4 to 5)	1.695.502	1.027.882
<b>Securities or commodity financing transactions (SCFT)</b>			
7	Risks from SCFT assets (except for on-balance sheet)	451.647	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)	451.647	190.879
<b>Off-balance sheet transactions</b>			
10	Gross notional amounts of off-balance sheet transactions	11.955.737	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)	11.955.737	7.149.513
<b>Capital and total risks</b>			
13	Tier 1 capital	4.824.788	2.558.264
14	Total risks (sum of lines 3, 6, 9 and 12)	69.729.329	40.910.663
<b>Leverage ratio</b>			
15	Leverage ratio	6,96	6,29

(\*)Represents three-month average amounts.

(\*\*) As of 30 September 2022, the Central Bank's foreign exchange buying rate for 31 December 2021 was used.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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	104.950	1.327.480	81.974	886.314
Balances with the Central Bank of Turkey	1.066.618	12.483.778	854.653	11.091.719
Other	--	--	--	--
<b>Total</b>	<b>1.171.568</b>	<b>13.811.258</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	1.066.618	1.808.234	832.804	1.239.945
Unrestricted Time Deposits	--	6.984.018	21.849	6.996.263
Restricted Time Deposits	--	3.691.526	--	2.855.511
<b>Total</b>	<b>1.066.618</b>	<b>12.483.778</b>	<b>854.653</b>	<b>11.091.719</b>

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	103	--	94	--
<b>Total</b>	<b>103</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 30 September 2022, the amount of financial assets at fair value through profit or loss not given as collateral or not blocked is TL 254.786 (31 December 2021: TL 214.911).

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

As of 30 September 2022, there are no loans recognized at fair value through profit or loss (31 December 2021: 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- 30 SEPTEMBER 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	509.664	--	278.218	--
Swap Transactions	522.425	--	722.661	--
Futures Transactions	--	--	--	--
Options	128.166	51.554	267.575	3.406
Other	--	--	--	--
<b>Total</b>	<b>1.160.255</b>	<b>51.554</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	72.244	261.093	397.813	658.294
Foreign	3.151	1.651.690	557	443.657
Foreign head-offices and branches	--	--	--	--
<b>Total</b>	<b>75.395</b>	<b>1.912.783</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	772.899	1.478.718	196.700	944.749
Other	--	--	--	--
<b>Total</b>	<b>772.899</b>	<b>1.478.718</b>	<b>196.700</b>	<b>944.749</b>

As of 30 September 2022 the amount of financial assets valued at fair value through other comprehensive income not given as collateral or not blocked is TL 2.589.135 (31 December 2021: TL 936.304).

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

	Current Period	Prior Period
Debt instruments	4.896.130	2.098.634
Quoted on Stock Exchange	4.524.103	1.832.634
Unquoted on Stock Exchange	372.027	266.000
Share certificates	4.897	4.897
Quoted on Stock Exchange	4.897	4.897
Unquoted on Stock Exchange	--	--
Impairment provision (-)	60.275	25.778
<b>Total</b>	<b>4.840.752</b>	<b>2.077.753</b>



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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	--	--	--	--
Corporate Shareholders	--	--	--	--
Individual Shareholders	--	--	--	--
Indirect Loans to Shareholders	--	--	--	--
Loans to Employees	8.811	--	6.805	--
Total	8.811	--	6.805	--

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	28.567.466	607.611	2.809.583	--
Working Capital Loans	3.824.877	203.307	1.937.754	--
Export Loans	--	--	--	--
Import Loans	--	--	--	--
Loans to Financial Sector	765.188	--	--	--
Consumer Loans	7.497.438	176.219	93.083	--
Credit Cards	15.941	498	--	--
Others	16.464.022	227.587	778.746	--
Specialization Loans	--	--	--	--
Other Receivables	--	--	--	--
Total (*)	28.567.466	607.611	2.809.583	--

(\*) Factoring receivables amounting to TL 147.537 (31 December 2021: TL 74.064) are included.

	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
12-months Expected Credit Losses	262.430	--	159.887	--
Significant Increase in Credit Risk	--	491.559	--	348.256
Total	262.430	491.559	159.887	348.256

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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	10.383	48.319	58.702
31-60 days	6.175	87.905	94.080
61-90 days	5.053	47.283	52.336
Total	21.611	183.507	205.118

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
Total	22.666	112.244	134.910

*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- 30 SEPTEMBER 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>2.697.446</b>	<b>4.748.614</b>	<b>7.446.060</b>
Mortgage Loans	--	117.847	117.847
Vehicle Loans	496	657	1.153
General Purpose Loans	2.696.950	4.630.110	7.327.060
Other	--	--	--
<b>Consumer Loans-Indexed to FC</b>	<b>--</b>	<b>482</b>	<b>482</b>
Mortgage Loans	--	482	482
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>12.621</b>	<b>--</b>	<b>12.621</b>
With Installment	2.780	--	2.780
Without Installment	9.841	--	9.841
<b>Individual Credit Cards-FC</b>	<b>232</b>	<b>--</b>	<b>232</b>
With Installment	--	--	--
Without Installment	232	--	232
<b>Loans Given to Employees-TL</b>	<b>2.797</b>	<b>5.048</b>	<b>7.845</b>
Mortgage Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	2.797	5.048	7.845
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>953</b>	<b>--</b>	<b>953</b>
With Installment	211	--	211
Without Installment	742	--	742
<b>Personnel Credit Cards - FC</b>	<b>13</b>	<b>--</b>	<b>13</b>
With Installment	--	--	--
Without Installment	13	--	13
<b>Overdraft Loans-TL (Real Persons)</b>	<b>312.353</b>	<b>--</b>	<b>312.353</b>
<b>Overdraft Loans-FC (Real Persons)</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Total</b>	<b>3.026.415</b>	<b>4.754.144</b>	<b>7.780.559</b>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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
Installment Commercial Loans - TL	964.194	1.342.017	2.306.211
Real Estate Loans	--	--	--
Vehicle Loans	1.774	10.106	11.880
General Purpose Loans	962.420	1.331.911	2.294.331
Other	--	--	--
Installment Commercial Loans - Indexed to FC	--	34.185	34.185
Real Estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	34.185	34.185
Other	--	--	--
Installment Commercial Loans - FC	--	--	--
Real Estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
Corporate Credit Cards - TL	2.620	--	2.620
With Installment	916	--	916
Without Installment	1.704	--	1.704
Corporate Credit Cards - FC	--	--	--
With Installment	--	--	--
Without Installment	--	--	--
Overdraft Loans-TL (Legal Entities)	242.812	--	242.812
Overdraft Loans-FC (Legal Entities)	--	--	--
Total	1.209.626	1.376.202	2.585.828

**5.5 Distribution of loans by customers**

	Current Period	Prior Period
Public Sector	--	--
Private Sector	31.984.660	22.114.721
Total (*)	31.984.660	22.114.721

(\*) Factoring receivables amounting to TL 147.537 (31 December 2021: TL 74.064) are included.

**5.6 Distribution of Domestic and Foreign Loans**

	Current Period	Prior Period
Domestic Loans	31.554.070	21.552.903
Foreign Loans	430.590	561.818
Total (*)	31.984.660	22.114.721

(\*) Factoring receivables amounting to TL 147.537 (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 68.185 as of 30 September 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	50.447	37.132
Loans and Receivables with Doubtful Collectability	82.447	157.932
Uncollectible Loans and Receivables	303.192	187.672
Total	436.086	382.736

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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	1.960	4.908	1.703
Gross Amounts before Provisions	--	--	--
Restructured Loans and Other Receivables	1.960	4.908	1.703
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 (+)	252.126	5.891	23.495
Transfers from Other Categories of Non-Performing Loans (+)	--	178.212	522.861
Transfers to Other Categories of Non-Performing Loans (-)	178.212	522.861	--
Collections (-)	50.833	29.313	352.386
Write-offs (-) (*)	2.779	343	2.103
Sold (-) (**) (***)	3.731	39.901	25.060
Corporate and Commercial Loans	8	695	2.755
Retail Loans	3.723	39.206	22.305
Credit Cards	--	--	--
Other	--	--	--
Balances at End of the Period	78.250	116.546	468.980
Provisions (-)	50.447	82.447	303.192
Net Balance on Balance Sheet	27.803	34.099	165.788

(\*) Consists of loans with 100% provision at the relevant date.

(\*\*) As of 30 September 2022, the loan amounting to TL 68.692 was written off by transferring and selling to asset management companies (31 December 2021: TL 209.290). When the calculation is made considering the loans sold, the Bank's NPL ratio is measured as 2,03% (31 December 2021: 3,86%) instead of 2,24% (31 December 2021: 4,73%).

(\*\*\*) All of them are due to sales of NPLs.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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	--	8.199	288.443
Provisions (-)	--	6.274	167.892
<b>Net Balance on Balance Sheet</b>	<b>--</b>	<b>1.925</b>	<b>120.551</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>27.803</b>	<b>34.099</b>	<b>165.788</b>
Loans Granted to Real Persons and Legal Entities (Gross)	78.250	116.546	468.980
Provisions (-)	50.447	82.447	303.192
Loans Granted to Real Persons and Legal Entities (Net)	27.803	34.099	165.788
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- 30 SEPTEMBER 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	1.565.551	4.153.637	59.880	2.888.813
Other	--	--	--	--
<b>Total</b>	<b>1.565.551</b>	<b>4.153.637</b>	<b>59.880</b>	<b>2.888.813</b>

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bond	1.822.076	4.509.392	190.594	3.015.309
Treasury Bill	--	--	--	--
Other Debt Securities	--	--	--	--
<b>Total</b>	<b>1.822.076</b>	<b>4.509.392</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	6.506.751	3.230.721
Quoted on Stock Exchange	6.506.751	3.230.721
Unquoted on Stock Exchange	--	--
Share certificates	--	--
Quoted on Stock Exchange	--	--
Unquoted on Stock Exchange	--	--
Impairment provision (-)	--	--
<b>Total</b>	<b>6.506.751</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	1.119.439	719.494
Revaluation adjustments	65.975	34.657
Purchases during the year	2.090.616	1.268.668
Disposals through Sales and Redemptions	--	--
Impairment provision (-)	--	--
<b>Total</b>	<b>6.506.751</b>	<b>3.230.721</b>

#### 7. Information on associates

The Group has no investment in an associate as of 30 September 2022 (31 December 2021: None).

#### 8. Information on consolidated subsidiaries

The Bank has TL 125.420 investment in subsidiaries as of 30 September 2022 (31 December 2021: TL 117.945).

FİBABANKA A.Ş. AND ITS SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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

*Non financial subsidiaries*

The Bank has TL 117.500 investment in a non-financial subsidiary as of 30 September 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%	100%

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 30 September 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%	99%	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 30 September 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
41.826	36.798	224	-	--	12.688	3.119	--

(\*) 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 99% participation of Fibabanka A.Ş.



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

- 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 30 September 2022.

10. Information on lease receivables

The Group does not have lease receivables as of 30 September 2022.

11. Information on derivative financial assets held for hedging purposes

As of 30 September 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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

(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 30 September 2022, the deferred tax asset amounting to TL 443.500 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	475.758	118.939
Unearned Commission Income/Prepaid Commission Expenses	151.141	37.785
Retirement Pay and Unused Vacation Provision	115.130	29.459
Tangible Assets Base Differences	(32.223)	(8.056)
Provisions	1.548.098	387.025
Other	(486.285)	(121.652)
<b>Deferred Tax Asset/(Liability)</b>	<b>1.771.619</b>	<b>443.500</b>
	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)
<b>Deferred Tax Asset/(Liability)</b>	<b>1.513.872</b>	<b>309.094</b>

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

	1 January - 30 September 2022	1 January - 30 September 2021
Deferred Tax Asset, 1 January	309.094	191.840
Deferred Tax Income / (Expense)	265.068	(27.042)
Deferred Tax Recognized Directly Under Equity	(130.662)	2.253
<b>Deferred Tax Asset/(Liability), Period End Balance</b>	<b>443.500</b>	<b>167.051</b>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

(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 30 September 2022, the Group has TL 23.282 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 30 September 2022, total prepaid expenses are TL 64.495 (31 December 2021: TL 41.196).

FİBABANKA A.Ş. AND ITS SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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	591.797	--	5.115.637	10.002.923	177.483	18.350	56.532	--	15.962.722
Foreign Currency Deposits	4.759.723	--	5.354.717	2.253.218	200.565	40.773	264.101	--	12.873.097
Residents in Turkey	4.392.405	--	5.164.084	2.179.996	200.565	40.636	264.019	--	12.241.705
Residents Abroad	367.318	--	190.633	73.222	--	137	82	--	631.392
Public Sector Deposits	685	--	--	--	--	--	--	--	685
Commercial Deposits	985.587	--	718.358	1.073.082	68.688	32	46.324	--	2.892.071
Other Ins. Deposits	4.128	--	8.242	26.449	180	76	--	--	39.075
Precious Metal Deposits	2.225.841	--	1.617.362	--	--	--	--	--	3.843.203
Interbank Deposits	3.712.154	--	2.136.007	729.015	3.634.662	--	--	--	10.211.838
Central Bank of Turkey	6.402	--	--	729.015	3.634.662	--	--	--	4.370.079
Domestic Banks	27	--	2.128.445	--	--	--	--	--	2.128.472
Foreign Banks	3.705.725	--	7.562	--	--	--	--	--	3.713.287
Special Finan.Inst.	--	--	--	--	--	--	--	--	--
Other	--	--	--	--	--	--	--	--	--
Total	12.279.915	--	14.950.323	14.084.687	4.081.578	59.231	366.957	--	45.822.691

(\*) As of 30 September 2022, the Bank has a total of TL 10.458.005 foreign exchange-protected deposit instrument of which TL 4.226.038 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 6.231.967 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 137.285 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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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 Deposit Insurance		Exceeding the Limit of Deposit Insurance	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	6.027.695	3.321.603	9.866.629	4.533.631
Foreign Currency Saving Deposits	3.591.619	2.893.560	11.118.160	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	--	--	--	--
<b>Total</b>	<b>9.619.314</b>	<b>6.215.163</b>	<b>20.984.789</b>	<b>13.657.756</b>

(\*) In the first paragraph of Article 1 of the Regulation on Deposits and Participation Funds Subject to Insurance and Premiums to be Collected by the Savings Deposit Insurance Fund published in the Official Gazette dated 7/11/2006 and numbered 26339, the phrase "savings deposits and belonging to real persons" have been changed to "all deposits except those belonging to official institutions, credit institutions and financial institutions"

In accordance with the "Regulation on Amending the Regulation on the Insurable Deposit and Participation Funds and Premiums to be Collected by the Savings Deposit Insurance Fund" published in the Official Gazette dated 27 August 2022 and numbered 31936, all deposit and participation funds, excluding those belonging to official institutions, credit institutions and financial institutions in the presence of credit institutions, have started to be insured. In this context, commercial deposits covered by the insurance amount to TL 322.004 and the said amount is not included in the footnote.

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	23.263	8.595
Deposits of Chairman and Members of the Board of Directors and their Close Families	87.958	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 Offshore 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	413.141	--	839.040	--
Swap Transactions	347.821	--	587.941	--
Futures Transactions	--	--	--	--
Options	102.663	51.429	248.017	3.398
Other	--	--	--	--
<b>Total</b>	<b>863.625</b>	<b>51.429</b>	<b>1.674.998</b>	<b>3.398</b>

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	966	--	15.646	251.020
From Foreign Banks, Institutions and Funds	--	105.399	--	256.911
<b>Total</b>	<b>966</b>	<b>105.399</b>	<b>15.646</b>	<b>507.931</b>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

(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	607	--	14.961	6.238
Medium and Long Term	359	105.399	685	501.693
Total	966	105.399	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 to securities issued

Current Period	TL		FC	
	Short Term	Medium and Long Term	Short Term	Medium and Long Term
Nominal	--	--	--	3.575.239
Book Value	--	--	--	3.613.927
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	46.439	35.165	55.912	40.021
Between 1-4 Years	49.189	14.954	33.097	8.631
More than 4 Years	4.831	1.041	2.702	497
Total	100.459	51.160	91.711	49.149

7. Information on derivative financial liabilities for hedging purposes

As of 30 September 2022, there are no derivative financial liabilities for hedging purposes (31 December 2021: 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 30 September 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

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

(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 30 September 2022, the specific provision provided for unindemnified non cash loans is TL 14.325 (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	771.300	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 30 September 2022, reserves for employee benefits amounting to TL 115.429 (31 December 2021: TL 51.975) comprise of TL 52.877 reserve for employee termination benefits (31 December 2021: TL 24.307), TL 9.328 unused vacation pay liability (31 December 2021: TL 6.689) and TL 53.224 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 30 September 2022, the Group's current tax liability is TL 593.319 (31 December 2021: TL 290.810).

###### 9.1.2 Information on taxes payable

	Current Period	Prior Period
Corporate taxes payable	489.312	198.273
Taxation on securities	16.254	15.179
Property tax	371	1.046
Banking and Insurance Transaction Tax (BITT)	41.948	20.744
Taxes on foreign exchange transactions	8.072	28.193
Value added taxes payable	2.013	3.707
Income tax ceased from wages	16.950	13.088
Other	1.736	1.818
<b>Total</b>	<b>576.656</b>	<b>282.048</b>

###### 9.1.3 Information on premium

	Current Period	Prior Period
Social Security Premiums- Employee	7.058	3.701
Social Security Premiums- Employer	8.133	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	491	258
Unemployment Insurance- Employer	981	517
Other	--	--
<b>Total</b>	<b>16.663</b>	<b>8.762</b>

##### 9.2 Explanations on deferred tax liabilities

None (31 December 2021: None).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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	--	4.416.484	--	3.390.167
Subordinated loans	--	--	--	--
Subordinated debt instruments	--	4.416.484	--	3.390.167
<b>Total</b>	<b>100.000</b>	<b>4.416.484</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	1.357.723	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

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

12.4 Information on share capital increases from revaluation funds:

None.

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.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

III. 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	1.208.633	(60.472)	129.399	(23.035)
Exchange Difference	--	--	--	--
<b>Total</b>	<b>1.208.633</b>	<b>(60.472)</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	127	84
Dividend Payment in Prior Period	--	--
Increase /(Decrease) in Minority Shares due to Sale	--	--
Others	--	--
<b>Period-end Balance</b>	<b>371</b>	<b>244</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

### IV. 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	7.577.007	5.943.712
Credit Card Limit Commitments	35.194	25.488
Credit Card and Bank Trans. Promo. Guarantee	--	11
Commitments for Credit Allocation with the Guarantee of Usage	3.172.516	1.794.126
Export Commitments	30.488	36.399
Commitment for Cheques	288.054	248.984
Other Irrevocable Commitments	5.723	5.409
<b>Total</b>	<b>11.108.982</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	522.055	454.064
Letters of Guarantee FC	182.359	227.839
Letters of Credit	91.987	147.599
Bills of Exchange and Acceptances	53.235	174.675
<b>Total</b>	<b>849.636</b>	<b>1.004.177</b>

The Bank has set aside TL 15.197 of expected credit loss allowance for non-cash loans (31 December 2021: TL 7.930).

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

	Current Period	Prior Period
Revocable Letters of Guarantee	10.823	8.680
Irrevocable Letters of Guarantee	616.887	551.710
Letters of Guarantee Given in Advance	11.850	58.049
Letters of Guarantee Given to Customs	49.778	34.789
Other Letters of Guarantee	15.076	28.675
<b>Total</b>	<b>704.414</b>	<b>681.903</b>

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

	Current Period	Prior Period
Non-Cash Loans Given against Cash Loans	4.060	7.078
With Original Maturity of 1 Year or Less Than 1 Year	--	--
With Original Maturity of More Than 1 Year	4.060	7.078
Other Non-Cash Loans	845.576	997.099
<b>Total</b>	<b>849.636</b>	<b>1.004.177</b>

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

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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 40.377 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.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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(*)	3.667.280	276.752	1.910.699	266.863
Short Term Loans	2.705.085	26.284	1.096.062	34.635
Medium and Long Term Loans	962.195	250.468	814.637	232.228
Interest on Non-Performing Loans	28.024	--	6.901	--
Premiums received from Resource Utilization Support Fund	--	--	--	--
<b>Total (*)</b>	<b>3.695.304</b>	<b>276.752</b>	<b>1.917.600</b>	<b>266.863</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	TL	FC
The Central Bank of Turkey	642	4.110	702	--
Domestic Banks	8.676	2.288	16.566	105
Foreign Banks	--	636	--	93
Branches and Head Office Abroad	--	--	--	--
<b>Total</b>	<b>9.318</b>	<b>7.034</b>	<b>17.268</b>	<b>198</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	25	106	2.632	78
Financial Assets at Fair Value Through Other Comprehensive Income	110.011	93.571	1.105	34.993
Financial Assets Measured at Amortized Cost	121.443	170.308	14.730	57.504
<b>Total</b>	<b>231.479</b>	<b>263.985</b>	<b>18.467</b>	<b>92.575</b>

1.4 Information on interest income received from associates and subsidiaries

Total interest income received from subsidiaries is TL 11.059 (30 September 2021: TL 10.071).

**FİBABANKA A.Ş. AND ITS SUBSIDIARY**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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>821</b>	<b>2.178</b>	<b>2.318</b>	<b>10.813</b>
The Central Bank of Turkey	--	--	--	--
Domestic Banks	821	1.534	2.318	2.940
Foreign Banks	--	644	--	7.873
Branches and Head Office Abroad	--	--	--	--
<b>Other Institutions</b>	<b>--</b>	<b>254.688</b>	<b>--</b>	<b>131.810</b>
<b>Total</b>	<b>821</b>	<b>256.866</b>	<b>2.318</b>	<b>142.623</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 7.417 (1 January - 30 September 2021: TL 2.403).

**2.3 Information on interest expenses to marketable securities**

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Paid to Marketable Securities	--	159.933	--	95.546

**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	--	618.759	--	--	--	--	--	618.759
Saving Deposits	--	846.483	816.165	20.767	17.593	9.891	--	1.710.899
Public Sector Deposits	--	--	3	--	--	--	--	3
Commercial Deposits	--	91.973	80.101	4.158	10.837	27	--	187.096
Other	--	1.692	9.402	9	278	--	--	11.381
7 Days Notice	--	--	--	--	--	--	--	--
Total	--	1.558.907	905.671	24.934	28.708	9.918	--	2.528.138
Foreign Currency								
Foreign Currency Deposits	--	21.156	36.992	2.619	277	5.020	--	66.064
Bank Deposits	--	2.115	--	--	--	--	--	2.115
7 Days Notice	--	--	--	--	--	--	--	--
Precious Metal Deposits	--	4.794	--	--	--	--	--	4.794
Total	--	28.065	36.992	2.619	277	5.020	--	72.973
Grand Total	--	1.586.972	942.663	27.553	28.985	14.938	--	2.601.111

**3. Information on dividend income**

For the period ended 30 September 2022, the Group's dividend income from its subsidiaries is TL 160.000 (30 September 2021: None).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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
Income	10.117.793	2.530.020
Gains on Capital Market Operations	54.941	40.517
Gains on Derivative Financial Instruments	2.155.557	646.261
Foreign Exchange Gains	7.907.295	1.843.242
Loss (-)	7.959.688	2.549.641
Losses on Capital Market Operations	31.376	4.489
Losses on Derivative Financial Instruments	3.469.207	796.753
Foreign Exchange Losses	4.459.105	1.748.399
Net Trading Income / ( Loss )	2.158.105	(19.621)

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
Expected Credit Losses	490.746	391.640
12 Months Expected Credit Losses (Stage 1)	112.450	62.587
Significant Increase In Credit Risk (Stage 2)	143.576	24.954
Impaired Credits (Stage 3)	234.720	304.099
Impairment Losses on Marketable Securities	--	--
Financial Assets Valued at Fair Value Through Profit or Loss	--	--
Financial Assets Valued at Fair Value Through Other Comprehensive Income	--	--
Impairment Losses on Associates, Subsidiaries and Joint Ventures	--	--
Associates	--	--
Subsidiaries	--	--
Joint-Ventures	--	--
Other (*)	468.661	1.767
Total	959.407	393.407

(\*) For the period ended 30 September 2022, there is TL 434.300 possible loss provision and TL 40.377 litigation expense (30 September 2021: None).

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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	1.792	4.820
Provision for Bank's Social Aid Fund Deficit	--	--
Impairment Losses on Tangible Assets	--	--
Depreciation Charges of Tangible Assets	19.478	14.109
Impairment Losses on Intangible Assets	--	--
Depreciation Charges of Intangible Assets	39.269	26.640
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	18.899	16.758
Impairment of Assets Held for Sale	--	--
Other Operating Expenses	245.186	125.552
Operational leases expenses related with TFRS 16 exceptions	554	1.096
Repair and Maintenance Expenses	2.922	1.681
Advertisement Expenses	44.633	9.843
Other Expenses	197.077	112.932
Losses on Sale of Assets (*)	225.583	1.218
Other (**)	233.966	93.464
<b>Total</b>	<b>784.173</b>	<b>282.561</b>

(\*) TL 225.520 of Losses on Sale of Assets is related to loan sales within the scope of Asset Backed Securities.

(\*\*) Other line includes TL 160.513 other operating expenses, TL 71.700 bonus provision expenses and TL 1.753 short term employee benefits provision expenses.

In 2022, a total of TL 3.088.919 loans were sold for the purpose of issuing asset-backed securities, and the difference between the discounted values of the relevant loans and their book values of TL 225.520 has been booked as loss on sale.

#### 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 30 September 2022, the Group provided current tax expense of TL 793.808 in the statement of profit or loss for the nine months period (1 January - 30 September 2021: TL 5.253 expense).

For the period ended 30 September 2022, the Group provided the deferred tax income of TL 265.068 in the statement of profit/loss for the nine months period (1 January - 30 September 2021: TL 27.042 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  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

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- V. 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 127 (1 January - 30 September 2021: TL 31).
- 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.



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022

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

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	68.185	10	--	--	1.743.832	112.433
Interest and Commission Income Received	11.059	--	23	--	51.070	181

(\*) 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	--	--	--	--	635.851	70.760
Balance at the End of the Period	60.114	--	--	--	465.991	67.861
Interest and Commission Income Received	10.071	--	--	--	40.882	115

(\*) 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	62.060	224.366	3.088	2.204	3.829.951	399.459
Deposit Interest Expense	7.417	2.403	4.213	1.003	21.602	31.163

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

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

As of 30 September 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- 30 SEPTEMBER 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	--	--	--	--	1.358.130	404.723
Total Income/Loss	--	--	--	--	15.584	6.713
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 30 September 2022, the ratio of the loans and other receivables used by the entities of risk group to total loans and receivables is 5,54% (31 December 2021: 2,10%) and the ratio of the deposits of entities of risk group to total deposits is 8,50% (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 41.788 (1 January - 30 September 2021: TL 22.935).

#### 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**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

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

**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	44	1.882			
			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.	15	41.826	8.000

**VII. Events after balance sheet date**

None.

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

The Bank’s credit ratings from the international rating agency Fitch valid as of 30 September 2022 are as follows:

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2022**

(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 the 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- 30 SEPTEMBER 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.

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

As of 30 September 2022, the Bank's paid-in capital is TL 1.357.723.

#### As of 30 September 2022, The Bank's Shareholder Structure:

Commercial Title	Share Amount (Full basis TL)	Share Ratios (%)
Fiba Holding A.Ş	946.566.834,89	69,72%
Turk Finance B.V.	135.093.394,05	9,95%
International Finance Corporation	84.327.750,28	6,21%
European Bank for Reconstruction and Development	121.651.601,34	8,96%
Other	70.082.972,69	5,16%
<b>TOTAL</b>	<b>1.357.722.553,25</b>	<b>100,00%</b>

FİBABANKA A.Ş. AND ITS SUBSIDIARY

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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)
2. 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	Master	47 years
Fevzi Bozer	Vice Chairman of the Board of Directors		27-Dec-10	Master	39 years
İsmet Kaya Erdem	Member of the Board of Directors		11-Feb-13	Bachelor	71 years
Mehmet Güleşci	Member of the Board of Directors		27-Dec-10	Master	38 years
Faik Onur Umut	Member of the Board of Directors		23-Jan-19	Bachelor	37 years
Memduh Aslan Akçay	Member of the Board of Directors		13-Apr-16	Master	31 years
Hülya Kefeli	Member of the Board of Directors		15-May-17	Bachelor	37 years
Seyfettin Ata Köseoğlu	Member of the Board of Directors		23-Jan-20	Master	33 years
Erman Kalkandelen	Member of the Board of Directors		02-Jul-21	Master	16 years
Ömer Mert	General Manager, Member of the Board of Directors		18-Jan-17	Master	27 years
Elif Alsev Utku Özbey	Deputy General Manager	Financial Control and Financial Reporting	07-Jan-11	Master	28 years
Kerim Lokman Kuriş	Assistant General Manager	Corporate and Commercial Banking	01-Dec-15	Bachelor	24 years
Turgay Hasdiker	Assistant General Manager	Credits	01-Dec-15	Bachelor	31 years
Ahu Dolu	Assistant General Manager	Financial Institutions and Project Finance	01-Dec-15	Bachelor	25 years
Gerçek Önal	Assistant General Manager	Chief Legal Officer	01-Feb-16	Master	22 years
İbrahim Toprak	Assistant General Manager	Treasury	01-Apr-20	Master	20 years
Serdar Yılmaz	Assistant General Manager	Information Technologies & Banking Operations	01-Sep-20	Master	27 years
Gökhan Ertürk	Assistant General Manager	Ecosystem and Platform Banking	11-May-21	Master	26 years
Ahmet Cemil Borucu	Director	Board of Inspection	07-Feb-11	PhD	24 years
Ayşe Tulgar Ayça	Director	Risk Management	15-Mar-11	Master	23 years
Serdal Yıldırım	Director	Legislation and Compliance	06-Apr-11	Master	25 years
Birol Özen	Director	Internal Control	10-Jan-22	Bachelor	17 years

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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)	30-09-2022	31-12-2021
Cash and Cash Equivalents	19.032.834	14.542.262
Financial Assets Valued at Fair Value Through Profit or Loss	254.889	215.005
Financial Assets Valued at Fair Value Through Other Comprehensive Income	4.840.752	2.077.753
Derivative Financial Assets	1.211.809	1.271.860
Financial Assets Measured at Amortized Cost (Net)	37.963.331	25.342.504
Assets Held for Sale (Net)	23.282	182.161
Investments in Associates, Subsidiaries and Joint Ventures	117.500	112.500
Tangible Assets (Net)	468.073	414.653
Intangible Assets (Net)	198.431	106.559
Current Tax Assets	142	2.077
Deferred Tax Assets	443.500	309.094
Other Assets	1.851.137	608.380
<b>Total Assets</b>	<b>66.405.680</b>	<b>45.184.808</b>
Deposits	45.822.691	31.000.365
Funds Borrowed	106.365	523.577
Money Market Funds	1.184.963	712.740
Securities Issued (Net)	3.613.927	2.646.236
Derivative Financial Liabilities	915.054	1.678.396
Lease Liabilities (Net)	51.160	49.149
Provisions	946.637	406.060
Current Tax Liabilities	593.319	290.810
Deferred Tax Liabilities	-	--
Subordinated Debts	4.416.484	3.790.148
Other Liabilities	2.975.671	1.722.852
Shareholders' Equity	5.779.409	2.364.475
<b>Total Liabilities</b>	<b>66.405.680</b>	<b>45.184.808</b>

Summary of Consolidated Statement of Profit or Loss		
(Thousand TL)	30/09/2022	30/09/2021
<b>Net Interest Income</b>	<b>1.485.823</b>	<b>686.823</b>
Net Fees and Commission Income	334.715	195.081
Dividend Income	160.000	-
Trading Income/ Loss (Net)	2.158.105	(19.621)
Other Operating Revenues	667.219	379.948
<b>Total Operating Income</b>	<b>4.805.862</b>	<b>1.242.231</b>
Expected Credit Losses (-)	490.746	391.640
Other Provision Expenses (-)	468.661	1.767
Personnel Expenses (-)	543.318	280.482
Other Operating Expenses (-)	784.173	282.561
<b>Net Operating Income / Loss</b>	<b>2.518.964</b>	<b>285.781</b>
<b>Profit/Loss on Continuing Operations Before Tax</b>	<b>2.518.964</b>	<b>285.781</b>
Tax Provision for Continuing Operations	(528.740)	(32.295)
<b>Net Period Profit / Loss</b>	<b>1.990.224</b>	<b>253.486</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 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.

Since 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 30 September 2022, Fibabanka net loans portfolio is TL 31,5 billion.

The Bank has funded its loan portfolio mainly by customer deposits also in 2022. In this period, customer deposits amounting to TL 35,6 billion constitutes 54% of total liabilities.

In 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 nine months of 2022 is TL 1.977,5 million as per unconsolidated financial statements and TL 1.990,2 million as per consolidated financial statement. As an indicator of Bank's strong capital structure, unconsolidated capital adequacy ratio is 24,59%, consolidated capital adequacy ratio is 24,63% as of 30 September 2022.

Besides its financial targets, the Group, with 44 branches and 1.882 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,

Hüsnü 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- 30 SEPTEMBER 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 30 September 2022, the Group serves with 44 domestic branches and 1.882 employees.

Total assets of Fibabanka, as of the first nine months of 2022 realised as TL 66.405.680 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 31.458.361 as of the third quarter of the year. Share of the loans in total assets has been realised as 47%.

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 nine months of 2022, NPLs have been realised as TL 663.776 and provisions related to NPLs set aside in the amount of TL 436.086.

According to consolidated financial statements, financial assets measured at fair value through profit or loss have been realised as TL 254.889, financial assets measured at fair value through other comprehensive income have been realised as TL 4.840.752 and financial assets measured at amortized cost have been realised as TL 6.506.751. Ratio of total securities portfolio to total assets is 17%.

As of 30 September 2022, the consolidated deposit volume has been realised as TL 45.822.691.

According to the consolidated financial statements, net profit is TL 1.990.224 in the nine months period of 2022.

As of 30 September 2022, the Bank's consolidated capital adequacy ratio is 24,63%.