

# **Fibabanka Anonim Őirketi and Its Subsidiary**

Consolidated Financial Statements  
as of and for the Nine Months Period Ended  
30 September 2021

With Independent Auditors'  
Review Report Thereon

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

## 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 2021 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 2021 includes a general reserve of total of TL 23.500 thousands of which TL 127.500 thousands was reversed within the current period and TL 151.000 thousands had been recognized as expense in prior periods; with a deferred tax asset amounting to TL 5.875 thousands of which TL 24.325 thousands was reversed within the current period and TL 30.200 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 2021 and its consolidated financial performance and consolidated cash flows for the nine month period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.

*Report on Other Regulatory Requirements Arising From Legislation*

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

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi



Alper Güvenç, SMMM  
Partner

10 November 2021  
İstanbul, Turkey

**THE CONSOLIDATED FINANCIAL REPORT OF  
FİBABANKA A.Ş.  
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2021**

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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 Chairman of the Board of Directors	 İsmet Kaya Erdem Member of the Audit Committee	 Faik Onur Umut Member of the Audit Committee	 Ömer Mert General Manager and Member of the Board of Directors	 Elif Alsev - Utku Özbey Deputy General Manager	 Ayşe Akdaş Director Financial Control and Reporting
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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  
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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	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. 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	37
III. Explanations on consolidated currency risk	38
IV. Explanations on Consolidated Interest Rate Risk	40
V. Explanations on position risk of equity securities resulted from banking book	43
VI. Explanations on consolidated liquidity risk and liquidity coverage ratio	43
VII. Explanations on consolidated leverage ratio	49

**SECTION FIVE**  
Explanations and Notes on the Consolidated Financial Statements

I. Explanations and disclosures related to the consolidated assets	50
II. Explanations and disclosures related to liabilities	63
III. Explanations and disclosures related to consolidated off-balance sheet contingencies and commitments	70
IV. Explanations and disclosures related to the statement of profit or loss	72
V. Explanations and disclosures on the risk group of the Parent Bank	77
VI. Explanations on the Parent Bank's domestic, foreign, off-shore branches or investments in associates and foreign representative offices	78
VII. Events after balance sheet date	78
VIII. Other disclosures on activities of the Parent Bank	78

**SECTION SIX**  
Auditor's Review Report

I. Disclosures on limited review report	80
II. Disclosures and footnotes prepared by independent auditors	80

**SECTION SEVEN**  
Interim Period Activity Report

I. Interim Report Regarding Evaluations of the Chairman of the Board of Directors and the General Manager	81
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# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 Bank Europa 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. There were sales of equity shares to the management of the Bank in 2013. As of 31 December 2020 the total shares held by the Bank's Management represent 0,54% of the Bank's Capital.

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

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

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

As of 30 September 2021, paid-in capital of the Bank is TL 941.161 and all paid in.

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

<u>Name Surname</u>	<u>Title</u>	<u>Assignment Date</u>
<i>Board of Directors</i>		
Hüsnü Mustafa Özyeğin	Chairman	27-Dec-10
Fevzi Bozer	Deputy Chairman	27-Dec-10
Mehmet Güleşci	Member	27-Dec-10
İsmet Kaya Erdem	Member	11-Feb-13
Memduh Aslan Akçay	Member	13-Apr-16
Hülya Kefeli	Member	15-May-17
Faik Onur Umut	Member	23-Jan-19
Seyfettin Ata Köseoğlu	Member	23-Jan-20
Erman Kalkandelen	Member	02-Jul-21
Omer Mert	General Manager - Member	18-Jan-17
<i>Audit Committee</i>		
İsmet Kaya Erdem	Member	27-Dec-19
Faik Onur Umut	Member	14-Jan-20
<i>Assistant General Managers (*)</i>		
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 and Project Finance	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 and Platform Banking	11-May-21

(\*) Ms.Sezin Erken has resigned from her position as Assistant General Manager in charge of Consumer Banking & Funding Resource Management as of 06 September 2021.

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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.	673.808	71,59%	673.808	--
Hüsnü Mustafa Özyeğin (*)	667.088	70,88%	667.088	--

(\*) 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 2021, the Group serves with 48 domestic branches and 1.768 employees.

### VI. Other Information

The Bank's Commercial Title	: - Fibabanka Anonim Şirketi
The Bank's General Directorate Address	: Esentepe Mah. Büyükdere Caddesi No:129 Şişli 34394 İstanbul
The Bank's Phone and Fax Numbers	:- Telephone : (0212) 381 82 82 Fax : (0212) 258 37 78
The Bank's Web Site Address	: <a href="http://www.fibabanka.com.tr">www.fibabanka.com.tr</a>
The Bank's E-Mail Address	: <a href="mailto:malikontrol@fibabanka.com.tr">malikontrol@fibabanka.com.tr</a>
Reporting Period	: 1 January 2021 - 30 September 2021

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 2021

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

ASSETS	Footnotes	CURRENT PERIOD			PRIOR PERIOD		
		(30/09/2021)			(31/12/2020)		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		1.459.930	6.066.773	7.526.703	2.123.398	3.970.228	6.093.626
1.1 Cash and Cash Equivalents	(5.1.1)	381.639	5.018.957	5.400.596	1.269.829	2.950.698	4.220.527
1.1.1 Cash and Balances at Central Bank		307.531	4.045.663	4.353.194	466.024	2.455.668	2.921.692
1.1.2 Banks	(5.1.3)	74.748	259.968	334.716	465.578	422.967	888.545
1.1.3 Money Market Placements		-	713.326	713.326	340.168	72.063	412.231
1.1.4 Expected Credit Loss (-)		640	-	640	1.941	-	1.941
1.2 Financial Assets Measured at Fair Value Through Profit or Loss	(5.1.2)	63.555	36.856	100.411	138.205	3	138.208
1.2.1 Government Debt Securities		256	1.647	1.903	27.480	3	27.483
1.2.2 Equity Securities		-	-	-	-	-	-
1.2.3 Other Financial Assets		63.299	35.209	98.508	110.725	-	110.725
1.3 Financial Assets Measured at Fair Value Through Other Comprehensive Income	(5.1.4)	337.245	996.755	1.334.000	18.405	1.009.121	1.027.526
1.3.1 Government Debt Securities		66.348	336.734	403.082	13.508	381.334	394.842
1.3.2 Equity Securities		4.897	-	4.897	4.897	5.466	10.363
1.3.3 Other Financial Assets		266.000	660.021	926.021	-	622.321	622.321
1.4 Derivative Financial Assets	(5.1.2)	677.491	14.205	691.696	696.959	10.406	707.365
1.4.1 Derivative Financial Assets Measured at Fair Value Through Profit and Loss		677.491	14.205	691.696	696.959	10.406	707.365
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)	15.302.179	7.031.227	22.333.406	11.759.762	8.243.953	20.003.715
2.1 Loans	(5.1.5)	15.942.129	5.030.486	20.972.615	12.302.304	7.218.181	19.520.485
2.2 Lease Receivables	(5.1.10)	-	-	-	-	-	-
2.3 Factoring Receivables	(5.1.5)	75.191	540	75.731	100.322	5.529	105.851
2.4 Financial Assets Measured at Amortised Cost	(5.1.6)	185.433	2.000.201	2.185.634	187.659	1.020.243	1.207.902
2.4.1 Government Debt Securities		185.433	1.984.096	2.169.529	187.659	1.006.930	1.194.589
2.4.2 Other Financial Assets		-	16.105	16.105	-	13.313	13.313
2.5 Expected Credit Losses (-)		900.574	-	900.574	830.523	-	830.523
III. ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(5.1.16)	209.616	-	209.616	102.748	-	102.748
3.1 Assets Held for Sale		209.616	-	209.616	102.748	-	102.748
3.2 Related to Discontinued Operations		-	-	-	-	-	-
IV. EQUITY INVESTMENTS		112.500	-	112.500	112.500	-	112.500
4.1 Investments in Associates (Net)	(5.1.7)	-	-	-	-	-	-
4.1.1 Associates Accounted by Using Equity Method		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		-	-	-	-	-	-
4.2 Investments in Subsidiaries (Net)	(5.1.8)	112.500	-	112.500	112.500	-	112.500
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non-financial Subsidiaries		112.500	-	112.500	112.500	-	112.500
4.3 Joint Ventures (Net)	(5.1.9)	-	-	-	-	-	-
4.3.1 Joint Ventures Accounted by Using Equity Method		-	-	-	-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-	-	-	-
V. TANGIBLE ASSETS (Net)	(5.1.12)	377.225	-	377.225	360.135	-	360.135
VI. INTANGIBLE ASSETS (Net)	(5.1.13)	90.625	-	90.625	91.027	-	91.027
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		90.625	-	90.625	91.027	-	91.027
VII. INVESTMENT PROPERTY (Net)	(5.1.14)	-	-	-	-	-	-
VIII. CURRENT TAX ASSET		2.043	-	2.043	1.264	-	1.264
IX. DEFERRED TAX ASSET	(5.1.15)	167.051	-	167.051	191.840	-	191.840
X. OTHER ASSETS	(5.1.17)	519.371	19.070	538.441	255.721	25.055	280.776
<b>TOTAL ASSETS</b>		<b>18.240.540</b>	<b>13.117.070</b>	<b>31.357.610</b>	<b>14.998.395</b>	<b>12.239.236</b>	<b>27.237.631</b>

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

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS AT 30 SEPTEMBER 2021

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

LIABILITIES	Footnotes	CURRENT PERIOD			PRIOR PERIOD		
		(30/09/2021)			(31/12/2020)		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	(5.II.1)	12.889.353	9.432.272	22.321.625	9.286.198	8.381.210	17.667.408
II. FUNDS BORROWED	(5.II.3)	21.112	433.561	454.673	20.370	1.134.772	1.155.142
III. MONEY MARKET FUNDS		-	289.803	289.803	-	610.160	610.160
IV. SECURITIES ISSUED (Net)	(5.II.4)	-	1.759.594	1.759.594	-	1.480.900	1.480.900
4.1 Bills		-	-	-	-	-	-
4.2 Asset Backed Securities		-	-	-	-	-	-
4.3 Bonds		-	1.759.594	1.759.594	-	1.480.900	1.480.900
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)	482.097	14.228	496.325	1.097.100	10.392	1.107.492
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		482.097	14.228	496.325	1.097.100	10.392	1.107.492
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
VIII. FACTORING LIABILITIES		-	-	-	-	-	-
IX. LEASE LIABILITIES (Net)	(5.II.6)	51.198	279	51.477	52.863	767	53.630
X. PROVISIONS	(5.II.8)	84.681	-	84.681	205.971	-	205.971
10.1 Provisions for Restructuring		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		40.491	-	40.491	37.613	-	37.613
10.3 Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4 Other Provisions		44.190	-	44.190	168.358	-	168.358
XI. CURRENT TAX LIABILITIES	(5.II.9)	52.098	-	52.098	187.777	-	187.777
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)	-	2.508.933	2.508.933	-	2.127.599	2.127.599
14.1 Loans		-	-	-	-	-	-
14.2 Other Debt Instruments		-	2.508.933	2.508.933	-	2.127.599	2.127.599
XV. OTHER LIABILITIES	(5.II.5)	1.000.328	226.384	1.226.712	579.134	178.006	757.140
XVI. SHAREHOLDERS' EQUITY	(5.II.12)	2.104.093	7.596	2.111.689	1.865.999	18.413	1.884.412
16.1 Paid-in Capital		941.161	-	941.161	941.161	-	941.161
16.2 Capital Reserves		228.678	-	228.678	213.775	-	213.775
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	85.097	-	85.097
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		(10.787)	-	(10.787)	(10.787)	-	(10.787)
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		3.963	7.596	11.559	3.850	18.413	22.263
16.5 Profit Reserves		707.492	-	707.492	496.392	-	496.392
16.5.1 Legal Reserves		52.876	-	52.876	42.321	-	42.321
16.5.2 Statutory Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		654.616	-	654.616	454.071	-	454.071
16.5.4 Other Profit Reserves		-	-	-	-	-	-
16.6 Profit or Loss		233.395	-	233.395	221.449	-	221.449
16.6.1 Prior Periods' Profit or Loss		(20.060)	-	(20.060)	(15.534)	-	(15.534)
16.6.2 Current Period Net Profit or Loss		253.455	-	253.455	236.983	-	236.983
16.7 Minority Interest	(5.II.13)	191	-	191	159	-	159
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>16.684.960</b>	<b>14.672.650</b>	<b>31.357.610</b>	<b>13.295.412</b>	<b>13.942.219</b>	<b>27.237.631</b>

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS AS AT 30 SEPTEMBER 2021

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

	Footnotes	CURRENT PERIOD (30/09/2021)			PRIOR PERIOD (31/12/2020)		
		TL	FC	Total	TL	FC	Total
<b>A. OFF-BALANCE SHEET COMMITMENTS (I+II+III)</b>		<b>12.532.890</b>	<b>41.286.155</b>	<b>53.819.045</b>	<b>12.056.855</b>	<b>28.621.078</b>	<b>40.677.933</b>
<b>I. GUARANTIES AND WARRANTIES</b>	(5. III. 1)	<b>434.697</b>	<b>657.378</b>	<b>1.092.075</b>	<b>606.591</b>	<b>659.971</b>	<b>1.266.562</b>
1.1. Letters of Guarantee		434.697	286.137	720.834	584.041	277.530	861.571
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		434.697	286.137	720.834	584.041	277.530	861.571
1.2. Bank Acceptances		-	262.987	262.987	22.550	134.217	156.767
1.2.1. Import Letter of Acceptances		-	262.987	262.987	22.550	134.217	156.767
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		-	108.254	108.254	-	248.224	248.224
1.3.1. Documentary Letters of Credit		-	108.254	108.254	-	248.224	248.224
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>2.730.795</b>	<b>4.653.105</b>	<b>7.383.900</b>	<b>1.952.794</b>	<b>611.413</b>	<b>2.564.207</b>
2.1. Irrevocable Commitments	(5. III. 1)	2.730.795	4.653.105	7.383.900	1.952.794	611.413	2.564.207
2.1.1. Asset Purchase Commitments		1.011.046	4.653.105	5.664.151	385.008	611.413	996.421
2.1.2. Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4. Loan Granting Commitments		1.437.662	-	1.437.662	1.332.248	-	1.332.248
2.1.5. Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6. Commitments for Reserve Requirements		-	-	-	-	-	-
2.1.7. Commitments for Cheque Payments		237.995	-	237.995	184.090	-	184.090
2.1.8. Tax and Fund Liabilities from Export Commitments		13.831	-	13.831	8.878	-	8.878
2.1.9. Commitments for Credit Card Limits		24.861	-	24.861	27.643	-	27.643
2.1.10. Commitments for Credit Cards and Banking Services Promotions		8	-	8	-	-	-
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		5.392	-	5.392	14.927	-	14.927
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>9.367.398</b>	<b>35.975.672</b>	<b>45.343.070</b>	<b>9.497.470</b>	<b>27.349.694</b>	<b>36.847.164</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		9.367.398	35.975.672	45.343.070	9.497.470	27.349.694	36.847.164
3.2.1. Forward Foreign Currency Buy/Sell Transactions		1.511.211	4.716.357	6.227.568	1.217.875	2.804.384	4.022.259
3.2.1.1. Forward Foreign Currency Transactions - Buy		1.269.698	1.887.622	3.157.320	681.994	1.321.999	2.003.993
3.2.1.2. Forward Foreign Currency Transactions - Sell		241.513	2.828.735	3.070.248	535.881	1.482.385	2.018.266
3.2.2. Swap Transactions Related to Foreign Currency and Interest		5.375.868	26.614.129	31.989.997	6.150.641	20.122.986	26.273.627
3.2.2.1. Foreign Currency Swap- Buy		345.684	14.334.426	14.680.110	869.791	10.611.464	11.481.255
3.2.2.2. Foreign Currency Swap- Sell		2.719.524	11.772.361	14.491.885	2.905.626	8.987.200	11.892.826
3.2.2.3. Interest Rate Swap- Buy		1.155.330	253.671	1.409.001	1.187.612	262.161	1.449.773
3.2.2.4. Interest Rate Swap- Sell		1.155.330	253.671	1.409.001	1.187.612	262.161	1.449.773
3.2.3. Foreign Currency, Interest Rate and Securities Options		2.467.496	4.104.149	6.571.645	2.128.954	4.001.488	6.130.442
3.2.3.1. Foreign Currency Options- Buy		719.383	2.446.037	3.165.420	846.789	2.191.355	3.038.144
3.2.3.2. Foreign Currency Options- Sell		1.748.113	1.658.112	3.406.225	1.282.165	1.810.133	3.092.298
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		12.823	-	12.823	-	-	-
3.2.4.1. Foreign Currency Futures- Buy		-	-	-	-	-	-
3.2.4.2. Foreign Currency Futures- Sell		12.823	-	12.823	-	-	-
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		-	541.037	541.037	-	420.836	420.836
<b>B. CUSTODY AND PLEDGES RECEIVED (IV+V+VI)</b>		<b>194.596.809</b>	<b>119.142.608</b>	<b>313.739.417</b>	<b>158.917.049</b>	<b>92.617.634</b>	<b>251.534.683</b>
<b>IV. ITEMS HELD IN CUSTODY</b>		<b>2.973.921</b>	<b>12.043.777</b>	<b>15.017.698</b>	<b>1.137.729</b>	<b>1.562.121</b>	<b>2.699.850</b>
4.1. Customer Fund and Portfolio Balances		2.015.444	733.727	2.749.171	258.104	-	258.104
4.2. Investment Securities Held in Custody		107.166	1.866.058	1.973.224	122.153	1.212.528	1.334.681
4.3. Cheques Received for Collection		650.702	229.978	880.680	543.222	297.648	840.870
4.4. Commercial Notes Received for Collection		93.109	24.766	117.875	100.955	51.945	152.900
4.5. Other Assets Received for Collection		-	-	-	-	-	-
4.6. Assets Received for Public Offering		-	-	-	-	-	-
4.7. Other Items Under Custody		107.500	9.189.248	9.296.748	113.295	-	113.295
4.8. Custodians		-	-	-	-	-	-
<b>V. PLEDGES RECEIVED</b>		<b>191.622.888</b>	<b>107.098.831</b>	<b>298.721.719</b>	<b>157.779.320</b>	<b>91.055.513</b>	<b>248.834.833</b>
5.1. Marketable Securities		505.158	91.458	596.616	231.872	76.641	308.513
5.2. Guarantee Notes		92.333	252.887	345.220	157.024	252.321	409.345
5.3. Commodity		-	86.116	86.116	-	72.414	72.414
5.4. Warranty		-	-	-	-	-	-
5.5. Immovables		7.345.879	21.859.392	29.205.271	7.510.940	17.144.696	24.655.636
5.6. Other Pledged Items		183.679.518	84.808.978	268.488.496	149.879.484	73.509.441	223.388.925
5.7. Pledged Items - Depository		-	-	-	-	-	-
<b>VI. ACCEPTED BILL, GUARANTEES AND WARRANTEES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)</b>		<b>207.129.699</b>	<b>160.428.763</b>	<b>367.558.462</b>	<b>170.973.904</b>	<b>121.238.712</b>	<b>292.212.616</b>

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARIES

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD BETWEEN 1 JANUARY 2021-30 SEPTEMBER 2021

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

INCOME AND EXPENSE ITEMS	Footnotes	CURRENT PERIOD	PRIOR PERIOD	CURRENT PERIOD	PRIOR PERIOD
		(01/01/2021-30/09/2021)	(01/01/2020-30/09/2020)	(01/07/2021-30/09/2021)	(01/07/2020 - 30/09/2020)
<b>I. INTEREST INCOME</b>	(5.IV.1)	2.376.872	1.578.339	844.708	496.072
1.1 Interest on Loans	(5.IV.1)	2.184.463	1.469.468	779.823	454.964
1.2 Interest on Reserve Deposits		50.524	-	21.842	-
1.3 Interest on Banks	(5.IV.1)	17.466	14.553	1.505	1.783
1.4 Interest on Money Market Placements		12.373	9.488	2.301	1.589
1.5 Interest on Marketable Securities Portfolio	(5.IV.1)	111.042	80.212	39.072	33.729
1.5.1 Financial Assets Measured at Fair Value Through Profit or Loss		2.710	5.721	29	2.074
1.5.2 Financial Assets Measured at Fair Value Through Other Comprehensive Income		36.098	35.861	12.280	14.584
1.5.3 Financial Assets Measured at Amortized Cost		72.234	38.630	26.763	17.071
1.6 Financial Lease Income		-	-	-	-
1.7 Other Interest Income		1.004	4.618	165	4.007
<b>II. INTEREST EXPENSE (-)</b>		1.690.049	849.293	619.124	269.520
2.1 Interest on Deposits	(5.IV.2)	1.421.931	527.058	531.721	162.539
2.2 Interest on Funds Borrowed	(5.IV.2)	144.941	158.641	46.962	58.839
2.3 Interest on Money Market Placements		11.999	14.655	2.964	5.495
2.4 Interest on Securities Issued	(5.IV.2)	95.546	112.259	32.793	30.044
2.5 Interest on Leasing Expenses		13.250	13.488	4.576	4.400
2.6 Other Interest Expenses		2.382	23.192	108	8.203
<b>III. NET INTEREST INCOME (I - II)</b>		686.823	729.046	225.584	226.552
<b>IV. NET FEES AND COMMISSIONS INCOME</b>		195.081	110.681	85.073	39.105
4.1 Fees and Commissions Received		232.549	135.000	101.757	47.445
4.1.1 Non-cash Loans		14.274	12.278	3.467	4.157
4.1.2 Other	(5.IV.12)	218.275	122.722	98.290	43.288
4.2 Fees and Commissions Paid (-)		37.468	24.319	16.684	8.340
4.2.1 Non-cash Loans		44	62	15	15
4.2.2 Other	(5.IV.12)	37.424	24.257	16.669	8.325
<b>V. DIVIDEND INCOME</b>	(5.IV.3)	-	-	-	-
<b>VI. TRADING INCOME / LOSS (Net)</b>	(5.IV.4)	(19.621)	121.099	(19.245)	2.483
6.1 Trading Gain / Loss on Securities		36.028	32.857	18.224	7.042
6.2 Gain / Loss on Derivative Financial Transactions		(150.492)	73.033	(80.987)	(43.840)
6.3 Foreign Exchange Gain / Loss		94.843	15.209	43.518	39.281
<b>VII. OTHER OPERATING INCOME</b>	(5.IV.5)	379.948	55.129	155.026	10.134
<b>VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)</b>		1.242.231	1.015.955	446.438	278.274
<b>IX. EXPECTED CREDIT LOSS (-)</b>	(5.IV.6)	391.640	193.770	144.653	60.997
<b>X. OTHER PROVISION EXPENSES (-)</b>	(5.IV.6)	1.767	128.530	(1.643)	(1.991)
<b>XI. PERSONNEL EXPENSES (-)</b>		280.482	222.439	100.814	74.783
<b>XII. OTHER OPERATING EXPENSES (-)</b>	(5.IV.7)	282.561	234.003	96.586	69.856
<b>XIII. NET OPERATING INCOME / LOSS (VIII-IX-X-XI-XII)</b>		285.781	237.213	106.028	74.629
<b>XIV. AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER</b>		-	-	-	-
<b>XV. INCOME FROM INVESTMENTS UNDER EQUITY ACCOUNTING</b>		-	-	-	-
<b>XVI. GAIN / LOSS ON NET MONETARY POSITION</b>		-	-	-	-
<b>XVII. P/L BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)</b>	(5.IV.8)	285.781	237.213	106.028	74.629
<b>XVIII. TAX PROVISION FOR CONTINUING OPERATIONS (±)</b>	(5.IV.9)	(32.295)	(53.923)	(25.880)	(15.701)
18.1 Current Tax Provision		(5.253)	(72.626)	(2.732)	2.480
18.2 Deferred Tax Expense Effect (+)		(59.033)	(85.041)	(23.148)	(59.141)
18.3 Deferred Tax Income Effect (-)		31.991	103.744	-	40.960
<b>XIX. NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)</b>	(5.IV.10)	253.486	183.290	80.148	58.928
<b>XX. INCOME FROM DISCONTINUED OPERATIONS</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>		-	-	-	-
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>XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</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>XXV. NET PROFIT / LOSS (XIX+XXIV)</b>	(5.IV.11)	253.486	183.290	80.148	58.928
25.1 Group Profit/Loss		253.455	183.243	80.117	58.918
25.2 Minority Interest		31	47	31	10
Earnings per share		0,00269	0,00195	0,00085	0,00063

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

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD BETWEEN 1 JANUARY 2021-30 SEPTEMBER 2021

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

	CURRENT PERIOD (01/01/2021- 30/09/2021)	PRIOR PERIOD (01/01/2020- 30/09/2020)
I. CURRENT PERIOD PROFIT / LOSS	253.486	183.290
II. OTHER COMPREHENSIVE INCOME	(10.704)	(9.145)
2.1 Not Reclassified Through Profit or Loss	-	-
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	-	-
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	-	-
2.2 Reclassified Through Profit or Loss	(10.704)	(9.145)
2.2.1 Foreign Currency Conversion Differences	-	-
2.2.2 Valuation and/or Reclassification Income/Expense of Financial Assets Measured at Fair Value Through Other	(12.957)	(11.557)
2.2.3 Cash and Cash Equivalents 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	2.253	2.412
III. TOTAL COMPREHENSIVE INCOME (I+II)	242.782	174.145

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD BETWEEN 1 JANUARY 2021-30 SEPTEMBER 2021

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

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	Paid-in Capital				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			Profit Reserves	Prior Period Net Income / Loss	Current Period Net Income / Loss	Total Equity Excluding Minority Interests	Minority Interests	Total Equity
	Paid-in Capital	Share Premium	Share Certificate	Other Capital Reserves	1	2	3	4	5	6						
<b>PRIOR PERIOD (30/09/2020)</b>																
I. Balances at beginning of the period	941.161	128.678	-	81.575	-	(7.777)	-	-	15.774	-	284.348	319	214.927	1.659.005	87	1.659.092
II. Correction made as per TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted balances at beginning of the period (I+II)	941.161	128.678	-	81.575	-	(7.777)	-	-	15.774	-	284.348	319	214.927	1.659.005	87	1.659.092
IV. Total Comprehensive Income	-	-	-	-	-	-	-	-	(9.145)	-	-	-	183.243	174.098	47	174.145
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	-	-	-	(10.203)	-	-	-	-	-	-	-	-	-	(10.203)	-	(10.203)
X. Increase/Decrease by Other Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Profit distribution	-	-	-	-	-	-	-	-	-	-	212.044	2.883	(214.927)	-	-	-
11.1 Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to reserves	-	-	-	-	-	-	-	-	-	-	212.044	-	(212.044)	-	-	-
11.3 Others	-	-	-	-	-	-	-	-	-	-	-	2.883	(2.883)	-	-	-
Balances at the end of the period (III+IV+.....+X+XI)	941.161	128.678	-	71.372	-	(7.777)	-	-	6.629	-	496.392	3.202	183.243	1.822.900	134	1.823.034
<b>CURRENT PERIOD (30/09/2021)</b>																
I. Prior period ending balance	941.161	128.678	-	85.097	-	(10.787)	-	-	22.263	-	496.393	(15.534)	236.983	1.884.252	160	1.884.412
II. Correction made as per TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted balance (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 due to 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 Other	-	-	-	-	-	-	-	-	-	-	-	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

(\*) Bank has classified the additional borrowing of TL 100.000 nominal and its interests, which has a capital stock character, under "other subordinated debt" according to the "TAS 32 Financial Instruments: Presentation" Standards ("TAS 32").

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

1. 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 hedges, 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 financial statements.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD BETWEEN 1 JANUARY 2021-30 SEPTEMBER 2021

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

	Footnotes	CURRENT PERIOD (01/01/2021 - 30/09/2021)	PRIOR PERIOD (01/01/2020 - 30/09/2020)
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>			
1.1 Operating profit before changes in operating assets and liabilities		(312.273)	610.209
1.1.1 Interest received (+)		2.193.689	1.554.912
1.1.2 Interest paid (-)		(1.585.759)	(754.791)
1.1.3 Dividend received (+)		-	-
1.1.4 Fees and commission received (+)		273.948	131.969
1.1.5 Other income (+)		209.791	178.556
1.1.6 Collections from previously written off loans and other receivables (+)		353.835	235.482
1.1.7 Cash payments to personnel and service suppliers (-)		(484.798)	(345.985)
1.1.8 Taxes paid (-)		(147.817)	(21.701)
1.1.9 Other (+/-)		(1.125.162)	(368.233)
1.2 Changes in Operating Assets and Liabilities		2.745.639	668.641
1.2.1 Net (increase) / decrease in financial assets at fair value through profit or loss (+/-)		37.940	1.134.814
1.2.2 Net (increase) / decrease in due from banks (+/-)		338.138	(1.233.659)
1.2.3 Net (increase) / decrease in loans (+/-)		150.506	(3.595.172)
1.2.4 Net (increase) / decrease in other assets (+/-)		(276.449)	(40.839)
1.2.5 Net (increase) / decrease in bank deposits (+/-)		(358.182)	(332.456)
1.2.6 Net (increase) / decrease in other deposits (+/-)		3.557.530	2.786.604
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 (+/-)		(684.555)	730.799
1.2.9 Net (increase) / decrease in matured payables (+/-)		-	-
1.2.10 Net (increase) / decrease in other liabilities (+/-)		(19.289)	1.218.550
<b>I. Net Cash Provided from Banking Operations (+/-)</b>		<b>2.433.366</b>	<b>1.278.850</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		-	-
<b>II. Net Cash Flow Provided from Investment Activities (+/-)</b>		<b>(1.318.416)</b>	<b>(800.019)</b>
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures (-)		-	(81.000)
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 (-)		(318.104)	(58.363)
2.4 Cash obtained from the sale of tangible and intangible assets (+)		166.206	80.614
2.5 Cash paid for the purchase of financial assets at fair value through other comprehensive income (-)		(307.775)	(200.768)
2.6 Cash obtained from the sale of financial assets at fair value through other comprehensive income (+)		1.370	7.123
2.7 Cash paid for the purchase of financial assets at amortised cost (-)		(829.779)	(536.010)
2.8 Cash obtained from the sale of financial assets at amortised cost (+)		-	-
2.9 Other (+/-)		(30.334)	(11.615)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		-	-
<b>III. Net Cash Provided from Financing Activities (+/-)</b>		<b>(52.515)</b>	<b>(182.225)</b>
3.1 Cash obtained from funds borrowed and securities issued (+)		-	41.562
3.2 Cash outflow from funds borrowed and securities issued (-)		(47.131)	(218.374)
3.3 Equity instruments issued (+)		-	-
3.4 Dividends paid (-)		-	-
3.5 Payments for financial leases liabilities (-)		(13.250)	(13.488)
3.6 Other (+/-)		7.866	8.075
<b>IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents (+/-)</b>		<b>141.915</b>	<b>(91.477)</b>
<b>V. Net Increase (Decrease) in Cash and Cash Equivalents (I+II+III+IV)</b>		<b>1.204.350</b>	<b>205.129</b>
<b>VI. Cash and Cash Equivalents at the Beginning of the Period (+)</b>		<b>2.537.372</b>	<b>2.122.993</b>
<b>VII. Cash and Cash Equivalents at the End of the Period (V+VI)</b>		<b>3.741.722</b>	<b>2.328.122</b>

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



# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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

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

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

##### 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 2021

(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 2021	31 December 2020
US Dollar	8,8785	7,3405
Euro	10,2933	9,0079

### 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 2021. 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.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 can be measured are carried at fair value. However, in some exceptional cases, cost may be an appropriate estimation method for determining fair value. The cost is estimated to be the case fair value is reflected in the best way possible.

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

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

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

#### 4. Loans

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

### VIII. Explanations on expected credit loss

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

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

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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, models and estimates 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) and the unemployment rate. Macroeconomics estimation models include more than one scenario and the related scenarios are taken into account in the expected credit loss calculations.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 New Economy Program (YEP) 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	5,80%	12,90%	3,70%	13,90%
2st year	5,00%	11,80%	2,90%	12,80%
3st year	5,00%	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.

In accordance with the BRSA Decision numbered 9624 dated 17 June 2021, they are considered as loans that are overdue for more than 90 days instead of 30 days until 30 September 2021. Based on the BRSA's Decision numbered 9795 dated 16 September 2021, loans with a number of days past due between 30 and 90 days after 30 September 2021 will be considered as loans overdue for more than 30 days. However, as at 1 October 2021, loans with a number of days past due between 30 and 90 days will be considered as loans overdue for more than 90 days.

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.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 held for sale if the delay is caused by events or circumstances beyond the entity's control and there is sufficient evidence that the entity remains committed to its plan to sell the asset (or disposal group).

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

The Group does not have any discontinued operations.

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

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

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

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

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

### XIII. Explanations on tangible assets

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

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

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

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

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

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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:

Tangible Assets	Estimated Useful Lives	Depreciation Rates (%)
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 unconsolidated 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:

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

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

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

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:

- Increase the book value to reflect the interest on the lease obligation
- Reduces the book value to reflect the lease payments made and
- 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.



# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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### XIV. Explanations on leasing transactions

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

### XV. Explanations on provisions and contingent liabilities

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

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

### XVI. Explanations on contingent assets

The contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the Bank. If an inflow of economic benefits has become probable, then the contingent asset is disclosed in the notes to the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the financial statements of the period in which the change occurs.

### XVII. Explanations on liabilities for employee benefits

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

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

- Calculation is based on discount rate of 13,00%, inflation rate of 8,50%
- Effective as of 30 September 2021, ceiling salary amount is considered as TL 8.284,51 (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

Effective from 1 January 2006, statutory income is subject to corporate tax at 20%, on the other hand as per the provisional article 91 of Law numbered 7061, which is added to Corporate Tax Law numbered 5520 corporate tax rate regarding 2018, 2019 and 2020 fiscal periods (accounting periods starting within the related period for companies which are assigned special accounting period) has changed as 22%. In accordance with the Article 11 of the Law No. 7316 on the Procedure for the Collection of Public Receivables and the Law on Amendments to Certain Laws published in the Official Gazette dated April 22, 2021, and with the temporary Article 13 added to the Corporate Tax Law, the corporate tax rate is 25% for the taxation period of 2021 and this rate will be applied as 23% for the taxation period of 2022. In accordance with Article 14 of the Law, the rate to be applied for the year 2021 starts from the declarations to be submitted as of 1 July 2021 and it is valid for the taxation period starting from 1 January 2021.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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### XVIII. Explanations on taxation (continued)

#### 1. Current Tax (continued)

If there is no dividend distribution planned, no further tax charges are made. 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. Accordingly, the withholding tax rate on the dividend payments other than the ones paid to the non-resident institutions generating income in Turkey through their operations or permanent representatives and the resident institutions is 15%. 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.

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 25th 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.

#### 2. Deferred Tax

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

In accordance with the Article 11 of the Law No. 7316 on the Procedure for the Collection of Public Receivables and the Law on Amendments to Certain Laws published in the Official Gazette dated April 22, 2021, and with the temporary Article 13 added to the Corporate Tax Law, the corporate tax rate is 25% for the taxation period of 2021 and this rate will be applied as 23% for the taxation period of 2022. In accordance with Article 14 of the Law, the rate to be applied for the year 2021 starts from the declarations to be submitted as of 1 July 2021 and it is valid for the taxation period starting from 1 January 2021.

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 2021, the deferred tax asset is TL 167.051 (31 December 2020: TL 191.840 deferred tax asset). The deferred tax asset is calculated as the net of taxable and deductible temporary differences.

Deferred tax income/(expense) is recognized within "Deferred Tax Income Effect" and "Deferred Tax Expense Effect" in the statement of profit or loss; no deferred tax income and deferred tax expense is TL 27.042 for the current period (1 January - 30 September 2020: TL 18.703 net income). The part of the deferred tax related to assets directly associated with equity is recognized in equity, this amount is TL 2.253 of income (1 January - 30 September 2020: TL 2.412 income).

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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### XVIII. Explanations on taxation (continued)

#### 3. Transfer Pricing

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

According to this Communiqué, if the taxpayers conduct transactions like purchase and sale of goods or services with the related parties where the prices are not determined according to the arm’s length principle, then it will be concluded that there is a disguised profit distribution by way of transfer pricing. Such disguised profit distributions will not be deducted from the corporate tax base for tax purposes.

As stated in the “7.1 Annual Documentation” section of this communiqué, the taxpayers are required to fill out the “Transfer Pricing, Controlled Foreign Entities and Thin Capitalization” form for the purchase and sale of goods or services conducted with their related parties in a taxation period, attach these forms to their corporate tax returns and submit to the tax offices. Related forms are submitted to tax offices on time

### XIX. Additional explanations on borrowings

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

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

#### Additional Tier I Capital

The Bank has recognised the issued Tier 1 securities of TL 100.000 nominal and related interest expenses for 2020 and 2021 as under “prior periods profit or loss” in the balance sheet. Interest expense for the period before 2020, which was recorded in the “ prior periods profit or losses” account as of the end of last year, was transferred to the related equity accounts within the scope of yearly profit distribution.

The Bank recognised the issued Tier 1 in nominal value amounting to USD 30.000 and related interest accrual as “subordinated debt” .

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.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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
<b>Current Period - 1 January - 30 September 2021</b>				
Operating Income	303.050	585.604	353.577	1.242.231
Operating Profit	3.461	215.828	66.491	285.781
Taxation				(32.295)
<b>Net Profit/(Loss) for the Period</b>				<b>253.486</b>
<b>Current Period -30 September 2021</b>				
Segment Assets	6.868.619	13.235.599	11.253.392	31.357.610
<b>Total Assets</b>				<b>31.357.610</b>
Segment Liabilities	18.434.883	3.244.444	7.566.594	29.245.921
Shareholders' Equity				2.111.689
<b>Total Liabilities</b>				<b>31.357.610</b>

	Retail Banking	Corporate & Commercial Banking	Treasury & Headquarters	Total Operations of the Bank
<b>Prior Period - 1 January - 30 September 2020</b>				
Operating Income	226.320	627.040	162.595	1.015.955
Operating Profit	25.547	274.632	(62.966)	237.213
Taxation				(53.923)
<b>Net Profit/(Loss) for the Period</b>				<b>183.290</b>
<b>Prior Period - 31 December 2020</b>				
Segment Assets	3.777.473	15.229.438	8.230.720	27.237.631
<b>Total Assets</b>				<b>27.237.631</b>
Segment Liabilities	12.673.602	3.993.327	8.686.290	25.353.219
Shareholders' Equity				1.884.412
<b>Total Liabilities</b>				<b>27.237.631</b>

### XXIV. Profit reserves and distribution of the profit

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

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

In the Ordinary General Assembly Meeting which was held on 26 March 2021, it was decided that the Bank would separate TL 10.554 as legal reserves and TL 200.545 as extraordinary reserves after deducting TL 18.736 (which is the interest expense related to the period before 2020 of the Tier1 security having capital characteristics, TL 100.000 nominal) from the net profit of TL 229.835 in 2020.

### 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 2021	30 September 2020
Net Profit / (Loss) distributable to Common Shares	253.486	183.290
Average Number of Issued Common Shares (Thousand))	94.116.055	94.116.055
<b>Earnings Per Share (Amounts presented as full TL)</b>	<b>0,00269</b>	<b>0,00195</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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.

There are no bonus shares issued by the Bank in 2021 (31 December 2020: 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

The Group made some classifications on balance sheet dated 31 December 2020 and cash flow statement dated 30 September 2020 to be in compliance with the presentation of financial statements dated 30 September 2021. Collaterals given for derivative transactions with foreign banks, which are shown under the item "Other Assets" in the balance sheet of 31 December 2020, were classified under the "Banks" item in accordance with the amendments made within the scope of the Regulation on Uniform Chart of Accounts effective as of 1 January 2021.

### XXVIII. Other Disclosures

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

As stated in the Board Decision dated March 17, 2020 and numbered 8948, the 90-day delay period foreseen for the non-performing loan classification within the scope of Articles 4 and 5 of Regulation on Procedures and Principles for Classification of Loans and the Provisions to be Set Aside, for these loans it shall be applied as 180 days and continuing to allocate provisions for loans that are still classified in the Second Group despite the delay, according to the banks' own risk models in the calculation of expected credit losses within the scope of TFRS 9,

As stated in the Board Decision dated March 27, 2020 and numbered 8970, within the scope of Article 4 of the Regulation on the Procedures and Principles Regarding the Classification of Loans and the Provisions to be Set Aside, the 30 days delay period for the classification of the loans in the Second Group shall be applied as 90 days for the loans followed in the First Group and provisions for loans that continue to be classified in the First Group despite the 30-day delay, shall be continued to allocate according to the banks' own risk models in the calculation of expected credit losses within the scope of TFRS 9.

The regulation was abolished with the decision dated 16 September 2021 and numbered 9795, starting on 01 October 2021; but the loans evaluated within this scope were decided to be monitored in their current form.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 2021, the Group's total capital has been calculated as TL 4.763.952 and the capital adequacy ratio is 19,44% (As of 31 December 2020, the Group's total capital amounted to TL 4.173.852 and the capital adequacy ratio was 19,42%).

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

	Current Period (30/09/2021) 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 (**)	796.541	
Other comprehensive income according to TAS	11.559	
Profit	252.901	
Current period profit	253.486	
Prior period profit	(585)	
Bonus shares from associates, subsidiaries and joint-ventures not accounted in current period's profit	--	
<b>Tier I Capital Before Deductions</b>	<b>2.130.840</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	41.195	--
Improvement costs for operational leasing	8.215	--
Goodwill and other intangible assets and related deferred taxes	--	--
Other intangibles other than mortgage-servicing rights (net of related tax liability)	188.649	--
Excess amount arising from deferred tax assets from temporary differences	5.875	--
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.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

	Current Period (30/09/2021) 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 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>243.934</b>	--
<b>Total Common Equity Tier I Capital</b>	<b>1.886.906</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	366.355	--
Debt instruments and the related issuance premiums defined by the BRSA (Covered by Temporary Article 4)	--	--
<b>Additional Core Capital before Deductions</b>	<b>366.355</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	--	--

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

	Current Period (30/09/2021) 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 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>366.355</b>	--
<b>Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)</b>	<b>2.253.261</b>	--
<b>TIER II CAPITAL</b>		
Debt instruments and share issue premiums deemed suitable by the BRSA	2.232.446	--
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	--	--
Provisions (Article 8 of the Regulation on the Equity of Banks)	270.531	--
<b>Tier II Capital before Deductions</b>	<b>2.502.977</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>2.502.977</b>	--
<b>Total Equity (Total Tier I and Tier II Capital)</b>	<b>4.756.238</b>	--



# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

	Current Period (30/09/2021) Amount	Amount as per the regulation before 1/1/2014 *
<b>Total Tier I Capital and Tier II Capital ( Total Equity)</b>	<b>4.756.238</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	--	--
Items to be Deducted from the Sum of Tier I and Tier II Capital (Capital) During the Transition Period	--	--
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>4.756.238</b>	
<b>Total Capital ( Total of Tier I Capital and Tier II Capital )</b>	<b>4.756.238</b>	--
<b>Total Risk Weighted Assets (****)</b>	<b>24.469.159</b>	--
<b>CAPITAL ADEQUACY RATIOS</b>		
Core Capital Adequacy Ratio (%)	7,71	--
Tier I Capital Adequacy Ratio (%)	9,21	--
Capital Adequacy Ratio (%)	19,44	--
<b>BUFFERS</b>		
Total Additional Core Capital Requirement Ratio (a+b+c)	2,54	--
a) Capital Conservation Buffer Requirement (%)	2,50	--
b) Bank-specific Counter-Cyclical Buffer Requirement(%)	0,04	--
c) Systemically Important Banks Buffer Requirement Ratio (%)	--	--

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

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

	Current Period (30/09/2021) 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 (%)	3,21	--
<b>Amounts lower than Excesses as per Deduction Rules</b>	--	--
Remaining total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital	--	--
Remaining total of net long positions of the investments in Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% or less of the Tier I Capital	--	--
Remaining mortgage servicing rights	--	--
Net deferred tax assets arising from temporary differences	--	--
<b>Limits for Provisions Used in Tier II Capital Calculation</b>	--	--
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	468.821	--
Up to 1,25% of total risk-weighted amount of general provisions for receivables where the standard approach used	270.531	--
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.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

	Prior Period (31/12/2020) 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 (**)	652.415	
Other comprehensive income according to TAS	22.263	
Profit	240.294	
Current period profit	237.055	
Prior period profit	3.239	
Bonus shares from associates, subsidiaries and joint-ventures not accounted in current period's profit	--	
<b>Tier I Capital Before Deductions</b>	<b>1.984.811</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 (***)	44.426	--
Improvement costs for operational leasing	9.552	--
Goodwill and other intangible assets and related deferred taxes	--	--
Other intangibles other than mortgage-servicing rights (net of related tax liability)	153.938	--
Excess amount arising from deferred tax assets from temporary differences	30.200	--
	--	
Differences arise when assets and liabilities not held at fair value, are subjected to cash flow hedge accounting		--
Total credit losses that exceed total expected loss calculated according to the Regulation on Calculation of Credit Risk by Internal Ratings Based Approach	--	--
Securitization gains	--	--
Unrealised gains and losses due to the changes in own credit risk on fair valued liabilities	--	--

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

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

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

	Prior Period (31/12/2020) 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	--	--
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>238.116</b>	
<b>Total Common Equity Tier I Capital</b>	<b>1.746.695</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	320.215	
Debt instruments and the related issuance premiums defined by the BRSA (Covered by Temporary Article 4)	--	--
<b>Additional Core Capital before Deductions</b>	<b>320.215</b>	
Deductions from Additional Core Capital	--	--
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	--	--

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

	Prior Period (31/12/2020) 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>320.215</b>	
<b>Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)</b>	<b>2.066.910</b>	
<b>TIER II CAPITAL</b>		
Debt instruments and share issue premiums deemed suitable by the BRSA	1.868.480	
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	--	
Provisions (Article 8 of the Regulation on the Equity of Banks)	238.462	
<b>Tier II Capital before Deductions</b>	<b>2.106.942</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>2.106.942</b>	
<b>Total Equity (Total Tier I and Tier II Capital)</b>	<b>4.173.852</b>	

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

	Prior Period (31/12/2020) Amount	Amount as per the regulation before 1/1/2014 (*)
<b>Total Tier I Capital and Tier II Capital ( Total Equity)</b>	<b>4.173.852</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>		
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>4.173.852</b>	
<b>Total Capital ( Total of Tier I Capital and Tier II Capital )</b>	<b>4.173.852</b>	--
<b>Total Risk Weighted Assets</b>	<b>21.493.545</b>	--
<b>CAPITAL ADEQUACY RATIOS</b>		
Core Capital Adequacy Ratio (%)	8,31	--
Tier I Capital Adequacy Ratio (%)	9,62	--
Capital Adequacy Ratio (%)	19,42	--
<b>BUFFERS</b>		
Total Additional Core Capital Requirement Ratio (a+b+c)	2,58	--
a) Capital Conservation Buffer Requirement (%)	2,50	--
b) Bank-specific Counter-Cyclical Buffer Requirement(%)	0,08	--
c) Systemically Important Banks Buffer Requirement Ratio (%)	--	--

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

	Prior Period (31/12/2020) 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 (%)	3,62	--
<b>Amounts lower than Excesses as per Deduction Rules</b>	--	--
Remaining total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital	--	--
Remaining total of net long positions of the investments in Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% or less of the Tier I Capital	--	--
Remaining mortgage servicing rights	--	--
Net deferred tax assets arising from temporary differences	--	--
<b>Limits for Provisions Used in Tier II Capital Calculation</b>	--	--
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	451.871	--
Up to 1,25% of total risk-weighted amount of general reserves for receivables where the standard approach used	238.462	--
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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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.	Fibabanka A.Ş.
Code of debt instrument (CUSIP, ISIN etc.)	XS1386178237	TRSFIBA10016	XS2096028571
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	BRSA's "Regulation on Equities of Banks" dated 1 November 2006 and English law
<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	No
Eligible at unconsolidated / consolidated	Unconsolidated and Consolidated	Unconsolidated and Consolidated	Unconsolidated and Consolidated
Type of debt instrument	Subordinated Security	Subordinated Security	Subordinated Security
Recognized amount in shareholders' equity calculation (As of the most recent reporting date - Thousand TL)	2.232.446	100.000	266.355
Nominal value of debt instrument (Thousand TL)	2.663.550	100.000	266.355
Related account of debt instrument	Subordinated Debt Instruments	Shareholders' Equity	Subordinated Debt Instruments
Issuing date of debt instrument	24/03/16-10/05/17	20/03/19	31/12/19
Maturity structure of debt instrument (Demand/Time)	Time	Demand	Demand
Initial term of debt instrument	11 years	--	--
Issuer call subject to prior BRSA approval	Has pre-payment right	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	31/12/2024; USD 30 million
Subsequent call date, if any	None	At the end of every 5th year following	On each interest payments date after first 5 years



# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

Interest/Dividend Payments			
Fixed or floating interest/dividend payments	Floating interest	Floating interest	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%	8% additional return on TRLibor	10% additional return on Libor
Interest rate or index value of interest rate			
Whether there are any restriction to stop dividend payments or not	None	None	None
Feature of being fully optional, partially optional or obligatory	Obligatory	Optional	Optional
Whether there are any stimulant to repayment like interest rate hike or not	None	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	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 reduction	--		
If there are a feature of value reduction, feature of full or partially reduction of value	--	Partially and totally	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	After depositors, other borrowers and Tier II capital	After depositors, other borrowers and Tier II capital
	Meets the conditions defined by 8th article, does not meet the conditions defined by 7th article.	Meets the conditions defined by 7th article, does not meet the conditions defined by 8th article.	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		Cannot be converted to stock.	Cannot be converted to stock.
The conditions not met which were defined by 7th or 8th of the 7th or 8th articles of Shareholders' Equity of Banks Regulation	--		

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

### Explanations on Provisional Article 5 of the Regulation on Banks' Own Funds

	2021	2022
<b>EQUITY ITEMS</b>		
Common Equity	1.886.905	1.808.895
Common Equity if transition process not implemented <sup>a</sup>	1.808.895	1.808.895
Tier 1 Capital	2.253.260	2.175.250
Tier 1 Capital if transition process not implemented <sup>b</sup>	2.175.250	2.175.250
Total Capital	4.756.237	4.678.227
Equity if transition process not implemented <sup>c</sup>	4.678.227	4.678.227
<b>TOTAL RISK WEIGHTED AMOUNTS</b>		
Total Risk Weighted Amounts (*)	24.469.159	24.469.159
<b>CAPITAL ADEQUACY RATIO</b>		
Common Equity Adequacy Ratio (%)	7,71	7,39
Common Equity Ratio if transition process not implemented <sup>d</sup> (%)	7,39	7,39
Tier 1 Capital Adequacy Ratio (%)	9,21	8,89
Tier 1 Capital Adequacy Ratio if transition process not implemented <sup>d</sup> (%)	8,89	8,89
Capital Adequacy Ratio (%)	19,44	19,12
Capital Adequacy Ratio if transition process not implemented <sup>d</sup> (%)	19,12	19,12
<b>LEVERAGE</b>		
Leverage Ratio Total Risk Amount	38.536.176	38.536.176
Leverage (%)	5,81	5,81
Leverage Ratio if transition process not implemented <sup>e</sup> (%)	5,81	5,81

<sup>a</sup> Common Equity if "Provisional Article 5 of the Regulation on Banks' Own Funds" not implemented

<sup>b</sup> Tier 1 Capital if "Provisional Article 5 of the Regulation on Banks' Own Funds" not implemented

<sup>c</sup> Equity if "Provisional Article 5 of the Regulation on Banks' Own Funds" not implemented

<sup>d</sup> Capital Adequacy Ratio calculated with Equity Items if "Provisional Article 5 of the Regulation on Banks' Own Funds" not implemented

<sup>e</sup> Leverage Ratio calculated with Equity Items if "Provisional Article 5 of the Regulation on Banks' Own Funds" not implemented

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

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 2021:

- 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)	20.841.502	18.541.156	1.667.320
2 Of which standardised approach (SA)	20.841.502	18.541.156	1.667.320
3 Of which internal rating-based (IRB) approach	--	--	--
4 Counterparty credit risk	459.265	432.266	36.741
5 Of which standardised approach for counterparty credit risk (SA-CCR)	459.265	432.266	36.741
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	341.683	103.531	27.335
9 Equity investments in funds - mandate-based approach	--	--	--
10 Equity investments in funds - 1250% risk weighting approach	--	--	--
11 Settlement risk	--	--	--
12 Securitisation exposures in banking book	--	--	--
13 Of which IRB ratings-based approach (RBA)	--	--	--
14 Of which IRB supervisory formula approach (SFA)	--	--	--
15 Of which SA/simplified supervisory formula approach (SSFA)	--	--	--
16 Market risk	640.288	596.750	51.223
17 Of which standardised approach (SA)	640.288	596.750	51.223
18 Of which internal model approaches (IMM)	--	--	--
19 Operational risk	2.186.422	1.819.842	174.914
20 Of which basic indicator approach	2.186.422	1.819.842	174.914
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)	24.469.160	21.493.545	1.957.533

\*As of 30 September 2021, it is used simple arithmetic mean of Central Bank's foreign currency buying rates belonging to the last 252 business days from the calculation date.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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### 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 2021, the Group's net long position is TL 354.277 (31 December 2020: TL 260.338 net long position) resulting from short position on the balance sheet amounting to TL 1.537.639 (31 December 2020: TL 1.652.982 short position) and long position on the off-balance amounting to TL 1.891.916 (31 December 2019: TL 1.913.370 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 8,8785
Euro purchase rate as at the balance sheet date	TL 10,2933

Date	USD	EURO
24 September 2021	8,6584	10,1456
27 September 2021	8,8240	10,3526
28 September 2021	8,8355	10,3364
29 September 2021	8,8585	10,3486
30 September 2021	8,8785	10,2933

The US Dollar buying rate is TL 8,5135 and EUR buying rate is TL 10,0277 (in full TL amounts) respectively, according to simple arithmetic average on September 2021.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

Current Period	EUR	USD	Other	Total
<b>Assets</b>				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metal) and Balances with the CBRT	1.675.095	2.169.903	200.665	4.045.663
Due From Banks	146.461	58.921	54.586	259.968
Financial Assets at Fair Value through Profit/Loss (*)	6.462	30.394	--	36.856
Money Market Placements	713.326	--	--	713.326
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	22.319	974.436	--	996.755
Loans and Receivables(**)	4.537.861	516.428	2.289	5.056.578
Investments in Assoc., Subsidiaries and Entities under Common Control (Note 14)	--	--	--	--
Intangible Assets Measured at Amortized Cost	695.761	1.304.440	--	2.000.201
Derivative Financial Assets Hedging Purposes	--	--	--	--
Tangible Assets	--	--	--	--
Intangible Assets	--	--	--	--
Other Assets (***)	1.649	1.757	434	3.840
<b>Total Assets</b>	<b>7.798.934</b>	<b>5.056.279</b>	<b>257.974</b>	<b>13.113.187</b>
<b>Liabilities</b>				
Bank Deposits	23.818	74.002	18.167	115.987
Foreign Currency Deposits	1.395.771	6.263.470	1.657.044	9.316.285
Money Market Borrowings	8.424	281.379	--	289.803
Funds Provided from Other Financial Institutions	296.905	136.656	--	433.561
Securities Issued(****)	--	4.268.527	--	4.268.527
Sundry Creditors	12.091	178.029	170	190.290
Derivative Fin. Liabilities for Hedging Purposes	--	--	--	--
Other Liabilities(*****)	17.990	18.373	10	36.373
<b>Total Liabilities</b>	<b>1.754.999</b>	<b>11.220.436</b>	<b>1.675.391</b>	<b>14.650.826</b>
<b>Net Balance Sheet Position</b>	<b>6.043.935</b>	<b>(6.164.157)</b>	<b>(1.417.417)</b>	<b>(1.537.639)</b>
<b>Net Off-Balance Sheet Position</b>	<b>(5.996.720)</b>	<b>6.465.499</b>	<b>1.423.137</b>	<b>1.891.916</b>
Financial Derivative Assets (*****)	2.658.734	14.467.139	4.132.387	21.258.260
Financial Derivative Liabilities (*****)	8.655.454	8.001.640	2.709.250	19.366.344
Non-Cash Loans (*****)	369.156	279.284	8.938	657.378
<b>Prior Period</b>				
Total Assets	8.106.764	3.975.142	178.526	12.260.432
Total Liabilities	1.436.966	11.518.474	957.974	13.913.414
<b>Net Balance Sheet Position</b>	<b>6.669.798</b>	<b>(7.543.332)</b>	<b>(779.448)</b>	<b>(1.652.982)</b>
<b>Net Off-Balance Sheet Position</b>	<b>(6.521.053)</b>	<b>7.601.889</b>	<b>832.534</b>	<b>1.913.370</b>
Financial Derivative Assets (*****)	2.804.595	10.922.254	1.209.021	14.935.870
Financial Derivative Liabilities (*****)	9.325.648	3.320.365	376.487	13.022.500
<b>Non-Cash Loans</b>	<b>298.514</b>	<b>358.375</b>	<b>3.082</b>	<b>659.971</b>

(\*) Accruals of trading derivative financial assets amounting to TL 14.205 are not included.

(\*\*) Includes foreign currency indexed loans and accruals amounting to TL 25.552.

(\*\*\*) TL 15.230 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 14.228 of accruals of derivative financial liabilities are not included.

(\*\*\*\*\* In the current period, foreign currency purchase commitments within the financial derivative assets amounted to TL 2.026.030 (31 December 2020: TL 316.665), foreign currency sale commitments within the derivative financial liabilities amounted to TL 2.627.075 (31 December 2020: TL 294.748).

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

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 Central Bank of Turkey	2.433.718	--	--	--	--	1.919.476	4.353.194
Banks	117.220	(1)	--	--	--	217.497	334.716
Financial Assets at Fair Value Through Profit or Loss(*)	256.430	68.839	200.771	259.605	--	6.462	792.107
Interbank Money Market Placements	713.326	--	--	--	--	--	713.326
Financial Assets Measured at Fair Value through Other Comprehensive Income	488.616	140	245.259	552.194	42.894	4.897	1.334.000
Loans(**)	4.145.594	5.416.640	5.027.820	5.100.216	413.948	44.104	20.148.322
Financial Assets Measured at Amortized Cost	50.989	--	95.323	2.038.772	--	--	2.185.084
Other Assets(***)	--	--	--	--	--	1.496.861	1.496.861
<b>Total Assets</b>	<b>8.205.893</b>	<b>5.485.618</b>	<b>5.569.173</b>	<b>7.950.787</b>	<b>456.842</b>	<b>3.689.297</b>	<b>31.357.610</b>
<b>Liabilities</b>							
Bank Deposits	581.227	5.047	--	--	--	56.037	642.311
Other Deposits	15.095.069	2.572.515	260.838	26.691	78.159	3.646.042	21.679.314
Interbank Money Market Received	289.803	--	--	--	--	--	289.803
Sundry Creditors(****)	--	--	--	--	--	587.626	587.626
Marketable Securities Issued(****)	--	6.808	22.191	3.973.173	266.355	--	4.268.527
Funds Borrowed From Other Institutions	83.149	9.244	361.204	1.076	--	--	454.673
Other Liabilities(*****)	181.130	26.047	114.997	225.628	--	2.887.554	3.435.356
<b>Total Liabilities</b>	<b>16.230.378</b>	<b>2.619.661</b>	<b>759.230</b>	<b>4.226.568</b>	<b>344.514</b>	<b>7.177.259</b>	<b>31.357.610</b>
Balance Sheet Long Position	--	2.865.957	4.809.943	3.724.219	112.328	--	11.512.447
Balance Sheet Short Position	(8.024.485)	--	--	--	--	(3.487.962)	(11.512.447)
Off-Balance Sheet Long Position	--	298.353	375.620	735.028	--	24.152.685	25.561.686
Off-Balance Sheet Short Position	--	(298.353)	(375.620)	(735.028)	--	(24.036.534)	(25.445.535)
<b>Total Position</b>	<b>(8.024.485)</b>	<b>2.865.957</b>	<b>4.809.943</b>	<b>3.724.219</b>	<b>112.328</b>	<b>(3.371.811)</b>	<b>116.151</b>

(\*) Includes derivative financial assets.

(\*\*) Non-performing loans TL 944.127 net-off related stage 3 loans expected credit losses TL 444.845 and expected losses for stage 1 TL 218.789 and for stage 2 TL 236.389 are presented in "non-interest bearing" column (Includes factoring receivables amounting to TL 75.731).

(\*\*\*) Non-interest bearing column includes TL 112.500 investments in subsidiaries, TL 377.225 tangible assets, TL 90.625 intangible assets, TL 168.847 tax asset, TL 209.616 assets held for sale, TL 538.541 other assets and TL 640 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 2.111.689 shareholders' equity, TL 1.226.712 other liabilities, TL 484.681 provisions and TL 52.098 tax liabilities.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 Central Bank of Turkey	1.866.495	--	--	--	--	1.055.197	2.921.692
Banks	436.226	--	--	--	--	452.319	888.545
Financial Assets at Fair Value Through Profit or Loss(*)	301.624	24.185	102.834	416.930	--	--	845.573
Interbank Money Market Placements	412.231	--	--	--	--	--	412.231
Financial Assets Measured at Fair Value through Other Comprehensive Income	192.033	22.533	356.369	411.077	35.151	10.363	1.027.526
Loans(**)	2.561.382	4.601.714	4.968.879	5.456.936	1.417.999	(210.691)	18.796.219
Financial Assets Measured at Amortized Cost	21.376	52.051	231.707	406.955	495.407	--	1.207.496
Other Assets(***)	--	--	--	--	--	1.138.349	1.138.349
<b>Total Assets</b>	<b>5.791.367</b>	<b>4.700.483</b>	<b>5.659.789</b>	<b>6.691.898</b>	<b>1.948.557</b>	<b>2.445.537</b>	<b>27.237.631</b>
<b>Liabilities</b>							
Bank Deposits	576.032	373.840	--	--	--	50.624	1.000.496
Other Deposits	11.963.450	2.574.787	90.603	3.136	86.968	1.947.968	16.666.912
Interbank Money Market Received	362.845	247.315	--	--	--	--	610.160
Sundry Creditors	--	--	--	--	--	454.477	454.477
Marketable Securities Issued(****)	37.310	38.843	61	3.312.070	220.215	--	3.608.499
Funds Borrowed From Other Institutions	519	591.837	560.968	1.818	--	--	1.155.142
Other Liabilities(*****)	384.959	263.522	129.222	383.419	--	2.580.823	3.741.945
<b>Total Liabilities</b>	<b>13.325.115</b>	<b>4.090.144</b>	<b>780.854</b>	<b>3.700.443</b>	<b>307.183</b>	<b>5.033.892</b>	<b>27.237.631</b>
Balance Sheet Long Position	--	610.339	4.878.935	2.991.455	1.641.374	--	10.122.103
Balance Sheet Short Position	(7.533.748)	--	--	--	--	(2.588.355)	(10.122.103)
Off-Balance Sheet Long Position	10.000	215.000	524.130	700.641	--	17.256.366	18.706.137
Off-Balance Sheet Short Position	(10.000)	(215.000)	(524.130)	(700.641)	--	(17.687.677)	(19.137.448)
<b>Total Position</b>	<b>(7.533.748)</b>	<b>610.339</b>	<b>4.878.935</b>	<b>2.991.455</b>	<b>1.641.374</b>	<b>(3.019.666)</b>	<b>(431.311)</b>

(\*) Includes derivative financial assets.

(\*\*) Non-performing loans TL 619.425 net-off related provision for expected loss of stage 3 loans TL 388.750 and expected losses for stage 1 TL 155.743 and for stage 2 TL 285.623 are presented in "non-interest bearing" column. (Includes factoring receivables amounting to TL 105.951)

(\*\*\*) Non-interest bearing column includes TL 112.500 investments in subsidiaries, TL 360.135 tangible assets, TL 91.027 intangible assets, TL 193.104 tax asset, TL 102.748 assets held for sale, TL 280.775 other assets and TL 1.941 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 1.884.412 shareholders' equity, TL 757.140 other liabilities, TL 205.971 provisions and TL 187.777 tax liabilities.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 Central Bank of Turkey	--	--	--	--
Banks	0,01	--	--	18,21
Financial Assets at Fair Value Through Profit/ Loss	--	4,40	--	22,52
Interbank Money Market Placements	0,01	--	--	--
Financial Assets Measured at Fair Value through Other Comprehensive Income	5,39	5,52	--	4,71
Loans	5,67	6,08	--	19,52
Financial Assets Measured at Amortized Cost	4,89	5,58	--	8,98
<b>Liabilities</b>				
Bank Deposits	--	0,10	--	17,83
Other Deposits	0,54	0,65	--	18,66
Interbank Money Market Received	1,18	1,50	--	--
Sundry Creditors	--	--	--	--
Marketable Securities Issued(*)	--	7,18	--	--
Funds Borrowed from Other Financial Institutions	2,26	0,84	--	15,76

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

Prior Period	EUR %	USD %	JPY %	TL %
<b>Assets</b>				
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	--	--	--	--
Banks	--	--	--	17,50
Financial Assets at Fair Value Through Profit/ Loss	--	3,15	--	11,74
Interbank Money Market Placements	0,01	--	--	18,08
Financial Assets Measured at Fair Value through Other Comprehensive Income	3,12	5,65	--	13,81
Loans	5,91	4,76	--	18,13
Financial Assets Measured at Amortized Cost	4,52	6,70	--	9,04
<b>Liabilities</b>				
Bank Deposits	--	1,17	--	16,87
Other Deposits	0,85	1,85	--	16,52
Interbank Money Market Received	1,47	2,17	--	--
Sundry Creditors	--	--	--	--
Marketable Securities Issued(*)	--	7,19	--	--
Funds Borrowed from Other Financial Institutions	2,38	1,27	--	10,66

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



# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 10.912 as of 30 September 2021 (31 December 2020: TL 9.764).

### 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.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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)		5.383.887	4.509.557	
<b>CASH OUTFLOWS</b>					
2	Deposits from natural persons and retail deposits	16.013.081	7.451.266	1.670.105	785.044
3	Stable deposits	2.256.462	0	118.341	--
4	Less stable deposits	13.756.619	7.451.266	1.551.764	785.044
5	Unsecured funding except for retail deposits and deposits from natural persons, of which	3.727.254	1.812.424	2.594.774	979.876
6	Operational deposits	--	--	--	--
7	Non-Operational deposits	2.165.062	1.295.171	876.638	470.608
8	Other unsecured funding	1.562.191	517.252	1.718.136	509.268
9	Secured funding	--	--	332.878	333.159
10	Other cash outflows	2.763.631	953.422	455.654	282.366
11	Outflows related to derivative exposures and other collateral requirements	301.892	290.433	237.830	195.936
12	Outflows related to restructured financial instruments	--	--	--	--
13	Payment commitments granted for debts to financial markets and other off-	2.461.738	662.989	217.824	86.430
14	balance sheet commitments and other contractual obligations	--	--	--	--
15	Other irrevocable or conditionally revocable off-balance sheet obligations	7.808	146	7.237	21
16	<b>TOTAL CASH OUTFLOWS</b>			<b>5.060.648</b>	<b>2.380.466</b>
<b>CASH INFLOWS</b>					
17	Secured receivables	26.110	26.110	27.273	28.863
18	Unsecured receivables	2.548.006	1.178.853	1.957.061	1.156.024
19	Other cash inflows	154.566	148.320	165.400	144.231
20	<b>TOTAL CASH INFLOWS</b>	<b>2.728.681</b>	<b>1.353.283</b>	<b>2.149.734</b>	<b>1.329.118</b>
21	<b>TOTAL HQLA</b>			<b>5.383.887</b>	<b>4.509.557</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>			<b>2.911.321</b>	<b>1.059.960</b>
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>			<b>184,93</b>	<b>425,45</b>

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

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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)		3.853.952	3.432.561
<b>CASH OUTFLOWS</b>				
2	Deposits from natural persons and retail deposits		13.443.587	7.787.753
3	Stable deposits		1.878.584	--
4	Less stable deposits		11.565.003	7.787.753
5	Unsecured funding except for retail deposits and deposits from natural persons, of which:		3.698.768	1.781.162
6	Operational deposits		--	--
7	Non-Operational deposits		2.615.663	1.136.152
8	Other unsecured funding		1.083.105	645.010
9	Secured funding		--	--
10	Other cash outflows		3.143.418	1.033.621
11	Outflows related to derivative exposures and other collateral requirements		488.506	467.146
12	Outflows related to restructured financial instruments		--	--
13	Payment commitments granted for debts to financial markets and other off-balance sheet commitments		2.654.912	566.475
14	Other irrevocable or conditionally revocable off-balance sheet commitments and other contractual obligations		--	--
15	Other irrevocable or conditionally revocable off-balance sheet obligations		9.329	56
16	<b>TOTAL CASH OUTFLOWS</b>		<b>4.427.201</b>	<b>2.673.748</b>
<b>CASH INFLOWS</b>				
17	Secured receivables		30.623	25.205
18	Unsecured receivables		2.242.825	868.534
19	Other cash inflows		246.404	230.374
20	<b>TOTAL CASH INFLOWS</b>		<b>2.519.852</b>	<b>1.124.114</b>
21	<b>TOTAL HQLA</b>		<b>3.853.952</b>	<b>3.432.561</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>		<b>2.518.513</b>	<b>1.653.838</b>
23	<b>LIQUIDITY COVERAGE RATIO (%)</b>		<b>153,02</b>	<b>207,55</b>

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

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 2021 period.

Current Period	Highest	Date	Lowest	Date	Average
TL+FC	233,71%	28/09/2021	147,78%	11/08/2021	186,84%
FC	756,72%	19/07/2021	203,99%	11/08/2021	455,38%

  

Prior Period	Highest	Date	Lowest	Date	Average
TL+FC	205,80%	06/10/2020	108,83%	21/10/2020	155,01%
FC	517,79%	14/10/2020	163,22%	23/10/2020	222,85%

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 2021

(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 Central Bank of Turkey	2.157.174	2.196.020	--	--	--	--	--	4.353.194
Banks	217.496	117.220	--	--	--	--	--	334.716
Financial Assets at Fair Value Through Profit or Loss(*)	6.462	256.442	68.838	201.083	259.278	4	--	792.107
Interbank Money Market Placements	--	713.326	--	--	--	--	--	713.326
Financial Assets Available-for-Sale	4.897	475.817	140	191.709	618.543	42.894	--	1.334.000
Loans (**)	--	3.730.080	4.508.339	6.334.196	4.990.865	540.738	44.104	20.148.322
Investment Securities Held-to-Maturity	--	--	--	22.266	2.141.017	21.801	--	2.185.084
Other Assets(***)	--	--	--	--	--	--	1.496.861	1.496.861
<b>Total Assets</b>	<b>2.386.029</b>	<b>7.488.905</b>	<b>4.577.317</b>	<b>6.749.254</b>	<b>8.009.703</b>	<b>605.437</b>	<b>1.540.965</b>	<b>31.357.610</b>
<b>Liabilities</b>								
Bank Deposits	56.039	581.225	5.047	--	--	--	--	642.311
Other Deposits	3.646.042	15.095.069	2.572.515	260.838	26.691	78.159	--	21.679.314
Funds Borrowed from Other Financial Institutions	--	86.541	10.836	297.116	60.180	--	--	454.673
Interbank Money Market Received	--	289.803	--	--	--	--	--	289.803
Marketable Securities Issued(****)	--	--	6.808	22.190	1.740.728	2.498.801	--	4.268.527
Sundry Creditors	--	587.626	--	--	--	--	--	587.626
Other Liabilities(*****)	--	746.535	46.908	128.514	238.902	1.483	2.273.014	3.435.356
<b>Total Liabilities</b>	<b>3.702.081</b>	<b>17.386.799</b>	<b>2.642.114</b>	<b>708.658</b>	<b>2.066.501</b>	<b>2.578.443</b>	<b>2.273.014</b>	<b>31.357.610</b>
<b>Net Liquidity Surplus / (Gap)</b>	<b>(1.316.052)</b>	<b>(9.897.894)</b>	<b>1.935.203</b>	<b>6.040.596</b>	<b>5.943.202</b>	<b>(1.973.006)</b>	<b>(732.049)</b>	<b>--</b>
<b>Net Off-Balance Sheet Position</b>								
Derivative Financial Assets	--	23.503	(32.368)	72.353	47.419	--	--	110.907
Derivative Financial Liabilities	--	8.810.433	6.637.844	5.779.840	1.498.872	--	--	22.726.989
Non-Cash Loans	--	74.229	315.171	361.764	54.058	286.853	--	1.092.075
<b>Prior Period</b>								
<b>Total Assets</b>	<b>1.988.929</b>	<b>4.859.833</b>	<b>3.830.556</b>	<b>7.352.604</b>	<b>6.951.400</b>	<b>1.326.651</b>	<b>927.658</b>	<b>27.237.631</b>
<b>Total Liabilities</b>	<b>1.998.594</b>	<b>13.868.671</b>	<b>3.842.737</b>	<b>959.412</b>	<b>2.102.337</b>	<b>2.178.265</b>	<b>2.287.615</b>	<b>27.237.631</b>
<b>Net Liquidity Gap</b>	<b>(9.665)</b>	<b>(9.008.838)</b>	<b>(12.181)</b>	<b>6.393.192</b>	<b>4.849.063</b>	<b>(851.614)</b>	<b>(1.359.957)</b>	<b>--</b>
<b>Net Off-Balance Sheet Position</b>	<b>--</b>	<b>(132.550)</b>	<b>(248.246)</b>	<b>(87.296)</b>	<b>37.180</b>	<b>--</b>	<b>--</b>	<b>(430.912)</b>
Derivative Financial Assets	--	6.895.549	5.241.626	3.619.924	2.056.419	--	--	17.813.518
Derivative Financial Liabilities	--	7.028.099	5.489.872	3.707.220	2.019.239	--	--	18.244.430
Non-Cash Loans	--	70.868	169.508	520.054	96.829	409.303	--	1.266.562

(\*) Includes derivatives financial assets.

(\*\*) Non-performing loans net-off related provision for expected loss of stage 3 loans an expected losses for stage 1 and stage 2 are presented in "unallocated" column.

(\*\*\*) Certain assets on the balance sheet that are necessary for the banking operations but not convertible into cash in the short term such as tangible assets, stationary supplies and prepaid expenses are included in this column.

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

(\*\*\*\*\*) Shareholders' equity and provisions are classified in other liabilities in unallocated column.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 (*)	57.521.013	44.928.955
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	(20.493.964)	(17.141.341)
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	37.027.049	27.787.614

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

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

(\*\*\*) As of 30 September 2021, It is used simple arithmetic mean of Central Bank's foreign currency buying rates belonging to the last 252 business days from the calculation date.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 2021, bank's consolidated leverage ratio calculated in accordance with the "Regulation on Assessment and Calculation of Banks' Leverage Level" is 6,02%. 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)	29.222.337	23.578.237
2	(Assets deducted in determining Tier 1 capital)	(241.934)	(242.604)
3	Total balance sheet risks (sum of lines 1 and 2)	28.980.403	23.335.633
<b>Derivative financial instruments and credit derivatives</b>			
4	Replacement cost associated with all derivative financial instruments and credit derivatives	308.234	343.256
5	Potential credit risk associated with all derivative financial instruments and credit derivatives	215.580	188.771
6	Total risks of derivative financial instruments and credit derivatives (sum of lines 4 to 5)	523.814	532.027
<b>Securities or commodity financing transactions (SCFT)</b>			
7	Risks from SCFT assets (except for on-balance sheet)	202.517	363.552
8	Risks from brokerage activities related exposures	--	--
9	Total risks related with securities or commodity financing transactions (sum of lines 7 to 8)	202.517	363.552
<b>Off-balance sheet transactions</b>			
10	Gross notional amounts of off-balance sheet transactions	7.320.315	3.556.402
11	(Adjustments for conversion to credit equivalent amounts)	--	--
12	Total risks of off-balance sheet items (sum of lines 10 and 11)	7.320.315	3.556.402
<b>Capital and total risks</b>			
13	Tier 1 capital	2.228.851	2.052.914
14	Total risks (sum of lines 3, 6, 9 and 12)	37.027.049	27.787.614
<b>Leverage ratio</b>			
15	Leverage ratio	6,02	7,40

(\*) Represents three-month average amounts.

(\*\*) As of 30 September 2021, it is used simple arithmetic mean of Central Bank's foreign currency buying rates belonging to the last 252 business days from

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	64.127	991.917	54.967	281.636
Balances with the Central Bank of Turkey	243.404	3.053.746	411.057	2.174.032
Other	--	--	--	--
<b>Total</b>	<b>307.531</b>	<b>4.045.663</b>	<b>466.024</b>	<b>2.455.668</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	221.563	879.567	407.561	782.078
Unrestricted Time Deposits	21.841	514.665	3.496	--
Restricted Time Deposits	--	1.659.514	--	1.391.954
<b>Total</b>	<b>243.404</b>	<b>3.053.746</b>	<b>411.057</b>	<b>2.174.032</b>

According to the communiqué No: 2005/1 on "Reserve Deposits" of CBRT, banks operating in Turkey are required to keep reserve deposit at the rates varying from 3%-8% (31 December 2020: 1%-6%) for TL liabilities and at the rates varying from 5%-23% (31 December 2020: 5%-21%) for FC liabilities, especially USD and EUR, depending on maturities of liabilities.

#### 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	92	--	2.796	--
<b>Total</b>	<b>92</b>	<b>--</b>	<b>2.796</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 2021, the amount of financial assets at fair value through profit or loss not given as collateral or not blocked is TL 100.319 (31 December 2020: TL 135.412).

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

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

As of 30 September 2021, there are no loans recognized at fair value through profit or loss (31 December 2020: TL None).

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

None.



# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

- I. 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	109.440	--	97.046	--
Swap Transactions	444.848	--	368.124	--
Futures Transactions	--	--	--	--
Options	123.203	14.205	231.789	10.406
Other	--	--	--	--
<b>Total</b>	<b>677.491</b>	<b>14.205</b>	<b>696.959</b>	<b>10.406</b>

### 3. Information on Banks

#### 3.1 *Information on banks*

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic	74.195	112.096	465.117	39.805
Foreign	553	147.872	461	383.162
Foreign head-offices and branches	--	--	--	--
<b>Total</b>	<b>74.748</b>	<b>259.968</b>	<b>465.578</b>	<b>422.967</b>

### 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	44.470	378.800	2.929	717.544
Other	--	--	--	--
<b>Total</b>	<b>44.470</b>	<b>378.800</b>	<b>2.929</b>	<b>717.544</b>

As of 30 September 2021 the amount of financial assets valued at fair value through other comprehensive income not given as collateral or not blocked is TL 910.730 (31 December 2020: TL 307.053).

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

	Current Period	Prior Period
Debt instruments	1.333.623	1.017.163
Quoted on Stock Exchange	1.333.623	1.017.163
Unquoted on Stock Exchange	--	--
Share certificates	4.897	10.363
Quoted on Stock Exchange	4.897	10.363
Unquoted on Stock Exchange	--	--
Impairment provision (-)	4.520	--
<b>Total</b>	<b>1.334.000</b>	<b>1.027.526</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

#### 5. Information on Loans

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Direct Loans to Shareholders	--	20	--	20
Corporate Shareholders	--	--	--	--
Individual Shareholders	--	20	--	20
Indirect Loans to Shareholders	--	--	--	--
Loans to Employees	6.772	--	6.497	--
<b>Total</b>	<b>6.772</b>	<b>20</b>	<b>6.497</b>	<b>20</b>

##### 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	17.342.541	1.280.788	1.480.890	--
Working Capital Loans	5.677.491	825.743	788.937	--
Export Loans	--	--	--	--
Import Loans	--	--	--	--
Loans to Financial Sector	94.017	--	--	--
Consumer Loans	4.752.834	89.613	34.037	--
Credit Cards	11.517	1.016	--	--
Others	6.806.682	364.416	657.916	--
Specialization Loans	--	--	--	--
Other Receivables	--	--	--	--
<b>Total (*) (**)</b>	<b>17.342.541</b>	<b>1.280.788</b>	<b>1.480.890</b>	<b>--</b>

(\*) Amounting to TL 75.731 factoring receivables are also included.

(\*\*) As of 30 September 2021, based on the BRSA's Decision numbered 9795 and dated 16 September 2021, effective from 17 March 2020 until 01 October 2021, the total of loans with a number of days past due between 90 and 180 days and continue to be classified as Stage 2 is TL 72.828.

	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
12-months Expected Credit Losses	218.789	--	155.743	--
Significant Increase in Credit Risk	--	236.389	--	285.623
<b>Total</b>	<b>218.789</b>	<b>236.389</b>	<b>155.743</b>	<b>285.623</b>

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	10.418	10.415	20.833
31-60 days	6.594	8.677	15.271
61-90 days (*)	28.476	53.762	82.238
<b>Total</b>	<b>45.488</b>	<b>72.854</b>	<b>118.342</b>

(\*) According to BRSA's announcement numbered 9624 and dated 16 September 2021, stage 2 loans past due up to 180 days are also included.

(\*\*) As of 30 September 2021, based on the BRSA's Decision numbered 9795 and dated 16 September 2021, effective from 17 March 2020 until 01 October 2021, the total of loans with a number of days past due between 30 and 90 days and continue to be classified as Stage 1 is TL 79.785.

Prior Period	Commercial Loans	Consumer Loans	Total
1-30 days	44.642	6.244	50.886
31-60 days	16.355	6.219	22.574
61-90 days	127.971	24.885	152.856
<b>Total</b>	<b>188.968</b>	<b>37.348</b>	<b>226.316</b>

##### *Maturity analysis of cash loans*

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

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

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

	Short-Term	Medium or Long Term	Total
<b>Consumer Loans-TL</b>	<b>1.249.967</b>	<b>3.515.051</b>	<b>4.765.018</b>
Mortgage Loans	--	219.424	219.424
Vehicle Loans	--	2.414	2.414
General Purpose Loans	1.249.967	3.293.213	4.543.180
Other	--	--	--
<b>Consumer Loans-Indexed to FC</b>	<b>--</b>	<b>2.170</b>	<b>2.170</b>
Mortgage Loans	--	1.981	1.981
Vehicle Loans	--	--	--
General Purpose Loans	--	189	189
Other	--	--	--
<b>Consumer Loans-FC</b>	<b>--</b>	<b>278</b>	<b>278</b>
Mortgage Loans	--	278	278
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
<b>Individual Credit Cards-TL</b>	<b>6.853</b>	<b>--</b>	<b>6.853</b>
With Installment	1.323	--	1.323
Without Installment	5.530	--	5.530
<b>Individual Credit Cards-FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
With Installment	--	--	--
Without Installment	--	--	--
<b>Loans Given to Employees-TL</b>	<b>789</b>	<b>5.235</b>	<b>6.024</b>
Mortgage Loans	--	417	417
Vehicle Loans	--	--	--
General Purpose Loans	789	4.818	5.607
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>748</b>	<b>--</b>	<b>748</b>
With Installment	117	--	117
Without Installment	631	--	631
<b>Personnel Credit Cards - FC</b>	<b>--</b>	<b>--</b>	<b>--</b>
With Installment	--	--	--
Without Installment	--	--	--
<b>Overdraft Loans-TL (Real Persons)</b>	<b>102.994</b>	<b>--</b>	<b>102.994</b>
<b>Overdraft Loans-FC (Real Persons)</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Total</b>	<b>1.361.351</b>	<b>3.522.734</b>	<b>4.884.085</b>

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	491.343	2.251.346	2.742.689
Real Estate Loans	--	17	17
Vehicle Loans	2.627	56.933	59.560
General Purpose Loans	488.716	2.194.396	2.683.112
Other	--	--	--
Installment Commercial Loans - Indexed to FC	--	23.373	23.373
Real Estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	23.373	23.373
Other	--	--	--
Installment Commercial Loans - FC	--	--	--
Real Estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
Corporate Credit Cards - TL	4.932	--	4.932
With Installment	998	--	998
Without Installment	3.934	--	3.934
Corporate Credit Cards - FC	--	--	--
With Installment	--	--	--
Without Installment	--	--	--
Overdraft Loans-TL (Legal Entities)	134.846	--	134.846
Overdraft Loans-FC (Legal Entities)	--	--	--
<b>Total</b>	<b>631.121</b>	<b>2.274.719</b>	<b>2.905.840</b>

#### 5.5 Allocations of loans by customers

	Current Period	Prior Period
Public Sector	--	--
Private Sector	20.104.219	19.006.911
<b>Total (*)</b>	<b>20.104.219</b>	<b>19.006.911</b>

(\*) Factoring receivables amounting to TL 75.731 (31 December 2020: TL 105.851) are included. There are no financial loans at fair value through profit or loss (31 December 2020: there are no financial loans at fair value through profit or loss).

#### 5.6 Allocation of Domestic and Foreign Loans

	Current Period	Prior Period
Domestic Loans	19.663.795	18.080.629
Foreign Loans	440.424	926.282
<b>Total (*)</b>	<b>20.104.219</b>	<b>19.006.911</b>

(\*) Factoring receivables amounting to TL 75.731 (31 December 2020: TL 105.851) are included. There are no financial loans at fair value through profit or loss (31 December 2020: there are no financial loans at fair value through profit or loss).

#### 5.7 Loans granted to subsidiaries and associates

The Bank has loans granted to subsidiaries and associates amounting to TL 107.695 as of 30 September 2021 (31 December 2020: None).

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

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

	Current Period	Prior Period
Loans and Receivables with Limited Collectability	57.627	33.606
Loans and Receivables with Doubtful Collectability	154.623	56.774
Uncollectible Loans and Receivables	232.595	298.370
<b>Total</b>	<b>444.845</b>	<b>388.750</b>

#### 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 Loans and receivables with limited collectability	IV. Group Loans and receivables with doubtful collectability	V. Group Uncollectible loans and receivables
Current Period	2.872	--	3.844
Gross Amounts before Provisions	--	--	--
Restructured Loans and Other Receivables	2.872	--	3.844
Prior Period	18	1.779	2.508
Gross Amounts before Specific Provisions	--	--	--
Restructured Loans and Other Receivables	18	1.779	2.508

##### 5.9.2 Movement on non-performing loans

	III. Group Loans and receivables with limited collectability	IV. Group Loans and receivables with doubtful collectability	V. Group Uncollectible loans and receivables
Balances at the End of Prior Period (*)	64.587	82.945	471.893
Additions (+)	774.863	47.405	7.782
Transfers from Other Categories of Non-Performing Loans (+)	--	483.302	120.404
Transfers to Other Categories of Non-Performing Loans (-)	483.302	120.404	72
Collections (-)	221.963	39.204	92.661
Write-offs (-)	75	163	19
Sold (-) (*)	32.388	21.511	97.292
Corporate and Commercial Loans	32.170	20.792	74.654
Retail Loans	211	708	20.736
Credit Cards	7	11	1.902
Other	--	--	--
Balances at End of the Period	101.722	432.370	410.035
Provisions (-) (*)	57.627	154.623	232.595
Net Balance on Balance Sheet	44.095	277.747	177.440

(\*) The loan amounting to TL 147.986 has been written off from assets by transferring to asset management companies in 2021.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	80.970	378.904	75.938
Provisions (-)	45.311	122.163	42.272
<b>Net Balance on Balance Sheet</b>	<b>35.659</b>	<b>256.741</b>	<b>33.666</b>
<b>Prior Period</b>			
Balance as of Period End	39.441	16.545	42.344
Provisions (-)	17.748	14.239	29.235
<b>Net Balance on Balance Sheet</b>	<b>21.693</b>	<b>2.306</b>	<b>13.109</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>			
Loans Granted to Real Persons and Legal Entities (Gross)	101.722	432.370	410.035
Provisions (-)	57.627	154.623	232.595
Loans Granted to Real Persons and Legal Entities (Net)	44.095	277.747	177.440
Banks (Gross)	--	--	--
Provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	--	--	--
Provisions (-)	--	--	--
Other Loan and Receivables (Net)	--	--	--
<b>Prior Period (Net)</b>	<b>30.981</b>	<b>26.171</b>	<b>173.523</b>
Loans Granted to Real Persons and Legal Entities (Gross)	64.587	82.945	471.893
Provisions (-)	33.606	56.774	298.370
Loans Granted to Real Persons and Legal Entities (Net)	30.981	26.171	173.523
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 2020: 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.

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	16.193	526.952	48.344	858.607
Other	--	--	--	--
<b>Total</b>	<b>16.193</b>	<b>526.952</b>	<b>48.344</b>	<b>858.607</b>

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bond	185.433	1.984.096	187.659	1.006.930
Treasury Bill	--	--	--	--
Other Debt Securities	--	--	--	--
<b>Total</b>	<b>185.433</b>	<b>1.984.096</b>	<b>187.659</b>	<b>1.006.930</b>

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

	Current Period	Prior Period
Debt instruments	2.185.634	1.207.902
Quoted on Stock Exchange	2.185.634	1.207.902
Unquoted on Stock Exchange	--	--
Share certificates	--	--
Quoted on Stock Exchange	--	--
Unquoted on Stock Exchange	--	--
Impairment provision (-)	--	--
<b>Total</b>	<b>2.185.634</b>	<b>1.207.902</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	1.207.902	575.098
Foreign Exchange Difference in Monetary Assets	140.067	132.935
Revaluation adjustments	7.886	5.934
Purchases during the year	829.779	493.935
Disposals through Sales and Redemptions	--	--
Impairment provision (-)	--	--
<b>Total</b>	<b>2.185.634</b>	<b>1.207.902</b>

#### 7. Information on associates

The Group has no investment in an associate as of 30 September 2021 (31 December 2020: None).

#### 8. Information on consolidated subsidiaries

The Bank has TL 117.945 investment in subsidiaries as of 30 September 2021 (31 December 2020: TL 117.945).



# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 112.500 investment in a non-financial subsidiary as of 30 September 2021 (31 December 2020: TL 112.500).

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

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

##### *Financial subsidiaries*

The Bank has TL 5.445 investment in a financial subsidiary as of 30 September 2021 (31 December 2020: TL 5.445).

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

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

The financial information about Fiba Portföy Yönetimi A.Ş.as of 30 September 2021 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
21.230	19.073	337	-	--	3.119	4.668	--

(\*) 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	--	--
Dividends from the Current Year Profit	--	--
Sales/Liquidations	--	--
Reclassification of shares	--	--
Increase / (Decrease) in Market Values	--	--
Currency Differences on Foreign Subsidiaries	--	--
Reversal of Impairment Loses/ Impairment Losses (-)	--	--
Balance at the End of Period	5.445	5.445
Capital Commitments	5.445	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.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	5.445	5.445

##### *Valuation of investments in consolidated subsidiaries*

	Current Period	Prior Period
Valuation with Cost Value	5.445	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 2021.

#### 10. Information on lease receivables

The Group does not have lease receivables as of 30 September 2021.

#### 11. Information on derivative financial assets held for hedging purposes

As of 30 September 2021, The Bank has no hedging derivative financial assets (31 December 2020: 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.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 2021, the deferred tax asset amounting to TL 167.051 is calculated by netting of deductible temporary differences and taxable temporary differences (31 December 2020: TL 191.840 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)
Tax Losses (*)	338.744	84.686
Financial Assets Valuation	(157.932)	(37.674)
Unearned Commission Income/Prepaid Commission Expenses	83.560	19.438
Retirement Pay and Unused Vacation Provision	40.491	8.705
Tangible Assets Base Differences	(41.809)	(8.363)
Provisions	495.307	117.513
Other	(72.327)	(17.254)
<b>Deferred Tax Asset/(Liability)</b>	<b>686.034</b>	<b>167.051</b>

(\*) As of 30 September 2021, the bank has a financial loss of TL 362.168. The expiration date for these financial losses is December 31, 2026.

	Prior Period	
	Deferred Tax Base	Deferred Tax Asset/ (Liability)
Financial Assets Valuation	(250.240)	(51.743)
Unearned Commission Income/Prepaid Commission Expenses	38.088	7.874
Retirement Pay and Unused Vacation Provision	32.935	6.866
Tangible Assets Base Differences	(33.714)	(6.743)
Provisions	563.798	116.550
Other	14.122	2.814
<b>Deferred Tax Asset/(Liability)</b>	<b>364.989</b>	<b>75.618</b>

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

	1 January - 30 September 2021	1 January - 30 September 2020
Deferred Tax Asset, 1 January	191.840	54.503
Deferred Tax Income / (Expense)	(27.042)	18.703
Deferred Tax Recognized Directly Under Equity	2.253	2.412
<b>Deferred Tax Asset/(Liability) , Period End Balance</b>	<b>167.051</b>	<b>75.618</b>

## FİBANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 2020: 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 2021, the Group has TL 209.616 assets held for sale (31 December 2020: TL 102.748).
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 2021, total prepaid expenses are TL 39.869 (31 December 2020: TL 41.636).

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 -		Cumulative Deposit	Total
						1 Year	1 Year and Over		
Saving Deposits	437.322	--	6.450.878	3.151.955	195.739	184.619	90.910	--	10.511.423
Foreign Currency Deposits	1.966.737	--	4.814.884	957.341	15.753	4.788	141.860	--	7.901.363
Residents in Turkey	1.633.815	--	4.781.672	954.466	15.753	4.722	141.753	--	7.532.181
Residents Abroad	332.922	--	33.212	2.875	--	66	107	--	369.182
Public Sector Deposits	539	--	--	--	--	--	--	--	539
Commercial Deposits	551.257	--	474.283	737.981	919	33.800	102	--	1.798.342
Other Ins. Deposits	4.124	--	7.706	40.259	604	32	--	--	52.725
Precious Metal Deposits	686.063	--	728.859	--	--	--	--	--	1.414.922
Interbank Deposits	56.037	--	581.227	5.047	--	--	--	--	642.311
Central Bank of Turkey	--	--	--	--	--	--	--	--	--
Domestic Banks	91	--	476.356	--	--	--	--	--	476.447
Foreign Banks	43.896	--	104.871	5.047	--	--	--	--	153.814
Special Finan.Inst.	12.050	--	--	--	--	--	--	--	12.050
Other	--	--	--	--	--	--	--	--	--
<b>Total</b>	<b>3.702.079</b>	<b>--</b>	<b>13.057.837</b>	<b>4.892.583</b>	<b>213.015</b>	<b>223.239</b>	<b>232.872</b>	<b>--</b>	<b>22.321.625</b>

###### Prior period

	Demand	7 Days Notice	Up to 1 Month	Up to 3 Months	3-6 Months	6 Months -		Cumulative Deposit	Total
						1 Year	1 Year and Over		
Saving Deposits	239.170	--	3.296.030	2.162.226	82.919	40.295	19.070	--	5.839.710
Foreign Currency Deposits	1.022.955	--	3.826.483	1.841.608	143.243	12.482	124.436	--	6.971.207
Residents in Turkey	921.277	--	3.805.228	1.832.539	143.243	12.428	124.345	--	6.839.060
Residents Abroad	101.678	--	21.255	9.069	--	54	91	--	132.147
Public Sector Deposits	1.394	--	409	865	--	--	--	--	2.668
Commercial Deposits	308.622	--	469.252	2.082.225	4.362	3.572	29	--	2.868.062
Other Ins. Deposits	3.340	--	3.485	125.948	17.516	516	--	--	150.805
Precious Metal Deposits	372.485	--	461.975	--	--	--	--	--	834.460
Interbank Deposits	50.624	--	558.252	391.620	--	--	--	--	1.000.496
Central Bank of Turkey	--	--	386.108	--	--	--	--	--	386.108
Domestic Banks	79	--	146.815	379.982	--	--	--	--	526.876
Foreign Banks	45.473	--	25.329	11.638	--	--	--	--	82.440
Special Finan.Inst.	5.072	--	--	--	--	--	--	--	5.072
Other	--	--	--	--	--	--	--	--	--
<b>Total</b>	<b>1.998.590</b>	<b>--</b>	<b>8.615.886</b>	<b>6.604.492</b>	<b>248.040</b>	<b>56.865</b>	<b>143.535</b>	<b>--</b>	<b>17.667.408</b>

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	4.218.223	2.701.076	6.293.200	3.100.426
Foreign Currency Saving Deposits	1.724.115	1.554.183	5.962.680	5.118.091
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>5.942.338</b>	<b>4.255.259</b>	<b>12.255.880</b>	<b>8.218.517</b>

#### 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	12.403	11.366
Deposits of Chairman and Members of the Board of Directors and their Close Families	68.321	43.256
Deposits Obtained through Illegal Acts Defined in the 282nd Article of the 5237 Numbered Turkish Criminal Code dated 26 September 2004.	--	--
Saving Deposits in Banks Established in Turkey Exclusively for Off	--	--
Shore Banking Activities	--	--

### 2. Information on derivative financial liabilities held for trading

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	107.041	--	100.750	--
Swap Transactions	217.236	--	767.895	--
Futures Transactions	--	--	--	--
Options	157.820	14.228	228.455	10.392
Other	--	--	--	--
<b>Total</b>	<b>482.097</b>	<b>14.228</b>	<b>1.097.100</b>	<b>10.392</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	21.112	181.799	20.370	180.458
From Foreign Banks, Institutions and Funds	--	251.762	--	954.314
<b>Total</b>	<b>21.112</b>	<b>433.561</b>	<b>20.370</b>	<b>1.134.772</b>

# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	20.036	15.596	20.370	98.963
Medium and Long Term	1.076	417.965	--	1.035.809
<b>Total</b>	<b>21.112</b>	<b>433.561</b>	<b>20.370</b>	<b>1.134.772</b>

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

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

#### 4. Information related with issued instruments

Current Period	TL		FC	
	Short Term	Medium and Long Term	Short Term	Medium and Long Term
Nominal	--	--	--	1.740.728
Book Value	--	--	--	1.759.594
Prior period	TL		FC	
	Short Term	Medium and Long Term	Short Term	Medium and Long Term
Nominal	--	--	--	1.443.590
Book Value	--	--	--	1.480.900

#### 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 "IFRS 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	54.575	38.126	50.854	37.604
Between 1-4 Years	31.275	12.737	33.330	15.470
More than 4 Years	3.199	614	2.774	556
<b>Total</b>	<b>89.049</b>	<b>51.477</b>	<b>86.958</b>	<b>53.630</b>

#### 7. Information on derivative financial liabilities for hedging purposes

As of 30 September 2021, there are no derivative financial liabilities for hedging purposes (31 December 2020: TL None).

#### 8. Information on provisions

##### 8.1 Foreign exchange losses on the foreign currency indexed loans

The foreign exchange losses on foreign currency indexed loans are netted off from the loans on the balance sheet. As of 30 September 2021, there is no provision of foreign exchange loss on the foreign currency indexed loans. (31 December 2020: None).

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 2021, the specific provision provided for unindemnified non cash loans is TL 3.118 (31 December 2020: TL 4.566).

#### 8.3 Explanation on other provisions

##### 8.3.1 Provisions for possible losses

	Current Period	Prior Period
Provisions for Possible Losses	23.500	151.000

##### 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 2021, reserves for employee benefits amounting to TL 40.491 (31 December 2020: TL 37.613) comprise of TL 24.694 reserve for employee termination benefits (31 December 2020: TL 19.874), TL 6.919 unused vacation pay liability (31 December 2020: TL 6.193) and TL 8.878 personnel bonus accrual (31 December 2020: TL 11.546).

### 9. Explanations on Tax Liability

#### 9.1 Explanations on current tax liability

##### 9.1.1 Explanations on tax provision

As of 30 September 2021, the Group's current tax liability is TL 52.098 (31 December 2020: TL 187.777)

##### 9.1.2 Information on taxes payable

	Current Period	Prior Period
Corporate taxes payable	1.307	143.871
Taxation on securities	11.135	13.359
Property tax	145	173
Banking and Insurance Transaction Tax (BITT)	19.217	13.397
Taxes on foreign exchange transactions	3.094	1.433
Value added taxes payable	847	1.715
Income tax ceased from wages	7.415	6.945
Other	807	1.004
<b>Total</b>	<b>43.967</b>	<b>181.897</b>

##### 9.1.3 Information on premium

	Current Period	Prior Period
Social Security Premiums- Employee	3.443	2.494
Social Security Premiums- Employer	3.969	2.864
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	240	174
Unemployment Insurance- Employer	479	348
Other	--	--
<b>Total</b>	<b>8.131</b>	<b>5.880</b>

##### 9.2 Explanations on deferred tax liabilities

None (31 December 2020: None).



# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 2020: None).

#### 11. Explanations on subordinated loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Debt instruments subject to common equity	100.000	273.163	100.000	220.276
Subordinated loans	--	--	--	--
Subordinated debt instruments (*)	100.000	273.163	100.000	220.276
Debt instruments subject to Tier 2 equity	--	2.235.770	--	1.907.323
Subordinated loans	--	--	--	--
Subordinated debt instruments	--	2.235.770	--	1.907.323
<b>Total</b>	<b>100.000</b>	<b>2.508.933</b>	<b>100.000</b>	<b>2.127.599</b>

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

#### 12. Information on shareholders' equity

##### 12.1 *Paid-in capital*

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

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

Registered share capital system is not applied.

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

None.

##### 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.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

#### 12. Information on shareholders' equity (continued)

##### 12.8 Common stock issue premiums, shares and equity instruments

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

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

##### 12.9 Information on marketable securities value increase fund

	Current Period		Prior Period	
	TL	FC	TL	FC
From Subsidiaries, Associates, and Entities Under Common Control (Joint Ventures)	--	--	--	--
Security Valuation Difference	3.963	7.596	3.850	18.413
Exchange Difference	--	--	--	--
<b>Total</b>	<b>3.963</b>	<b>7.596</b>	<b>3.850</b>	<b>18.413</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	52.876	42.321
Special Reserves	--	--

##### 12.14 Information on extraordinary reserves

	Current Period	Prior Period
Reserves allocated by the General Assembly	654.616	454.071
Retained Earnings	--	--
Accumulated Losses	--	--
Foreign Currency Capital Exchange Differences	--	--

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

#### 13. Information on minority shares:

	Current Period	Prior Period
Opening Balance	159	87
Minority Shares in Net Profit of Subsidiaries	32	72
Dividend Payment in Prior Period	--	--
Increase /(Decrease) in Minority Shares due to Sale	--	--
Others	--	--
<b>Period-end Balance</b>	<b>191</b>	<b>159</b>

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

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

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

	Current Period	Prior Period
Asset Sale and Purchase Commitments	5.664.151	996.421
Credit Card Limit Commitments	24.861	27.643
Credit Card and Bank Trans. Promo. Guarantee	8	--
Commitments for Credit Allocation with the Guarantee of Usage	1.437.662	1.332.248
Export Commitments	13.831	8.878
Commitment for Cheques	237.995	184.090
Other Irrevocable Commitments	5.392	14.927
<b>Total</b>	<b>7.383.900</b>	<b>2.564.207</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	434.697	584.041
Letters of Guarantee FC	286.137	277.530
Letters of Credit	108.254	248.224
Bills of Exchange and Acceptances	262.987	156.767
<b>Total</b>	<b>1.092.075</b>	<b>1.266.562</b>

The Bank has set aside TL 11.147 of expected credit loss allowance for non-cash loans (31 December 2020: TL 9.788).

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

	Current Period	Prior Period
Revocable Letters of Guarantee	35.802	18.446
Irrevocable Letters of Guarantee	576.856	728.239
Letters of Guarantee Given in Advance	54.771	66.645
Letters of Guarantee Given to Customs	37.698	14.100
Other Letters of Guarantee	15.707	34.141
<b>Total</b>	<b>720.834</b>	<b>861.571</b>

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

	Current Period	Prior Period
Non-Cash Loans Given against Cash Loans	3.440	--
With Original Maturity of 1 Year or Less Than 1 Year	--	--
With Original Maturity of More Than 1 Year	3.440	--
Other Non-Cash Loans	1.088.635	1.266.562
<b>Total</b>	<b>1.092.075</b>	<b>1.266.562</b>

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

### **NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021**

(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 6.260 for the legal cases pending against the Group where the cash outflows are probable (31 December 2020: TL 6.198).
8. **Custodian and intermediary services**  
The Group provides trading and safe keeping services in the name and account of third parties. Such transactions are presented in off-balance statements.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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(*)	1.910.699	266.863	1.068.200	388.189
Short Term Loans	1.096.062	34.635	457.094	52.400
Medium and Long Term Loans	814.637	232.228	611.106	335.789
Interest on Non-Performing Loans	6.901	--	13.079	--
Premiums received from Resource Utilization Support Fund	--	--	--	--
<b>Total</b>	<b>1.917.600</b>	<b>266.863</b>	<b>1.081.279</b>	<b>388.189</b>

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

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

	Current Period		Prior Period	
	TL	FC	TP	YP
The Central Bank of Turkey	702	--	--	--
Domestic Banks	16.566	105	14.325	46
Foreign Banks	--	93	--	182
Branches and Head Office Abroad	--	--	--	--
<b>Total</b>	<b>17.268</b>	<b>198</b>	<b>14.325</b>	<b>228</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	2.632	78	5.696	25
Financial Assets at Fair Value Through Other Comprehensive Income	1.105	34.993	394	35.467
Financial Assets Measured at Amortized Cost	14.730	57.504	12.296	26.334
<b>Total</b>	<b>18.467</b>	<b>92.575</b>	<b>18.386</b>	<b>61.826</b>

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

Total interest income received from subsidiaries is TL 10.071 (30 September 2020: None).

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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>2.318</b>	<b>10.813</b>	<b>1.136</b>	<b>31.123</b>
The Central Bank of Turkey	--	--	--	--
Domestic Banks	2.318	2.940	1.136	16.658
Foreign Banks	--	7.873	--	14.465
Branches and Head Office Abroad	--	--	--	--
<b>Other Institutions</b>	<b>--</b>	<b>131.810</b>	<b>--</b>	<b>126.382</b>
<b>Total</b>	<b>2.318</b>	<b>142.623</b>	<b>1.136</b>	<b>157.505</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 2.403 (1 January - 30 September 2020: TL 497).

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Paid to Marketable Securities	--	95.546	28.309	83.950

##### 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		
<i>Turkish Lira</i>								
Bank Deposits	--	51.576	--	--	--	--	--	51.576
Saving Deposits	--	684.397	364.884	27.011	15.020	12.360	--	1.103.672
Public Sector Deposits	--	98	257	--	--	--	--	355
Commercial Deposits	--	41.635	144.449	907	2.239	4	--	189.234
Other	--	632	8.373	561	46	--	--	9.612
7 Days Notice	--	--	--	--	--	--	--	--
<b>Total</b>	<b>--</b>	<b>778.338</b>	<b>517.963</b>	<b>28.479</b>	<b>17.305</b>	<b>12.364</b>	<b>--</b>	<b>1.354.449</b>
<i>Foreign Currency</i>								
Foreign Currency Deposits	--	38.609	18.078	1.104	94	2.959	--	60.844
Bank Deposits	--	3.840	--	--	--	--	--	3.840
7 Days Notice	--	--	--	--	--	--	--	--
Precious Metal Deposits	--	2.798	--	--	--	--	--	2.798
<b>Total</b>	<b>--</b>	<b>45.247</b>	<b>18.078</b>	<b>1.104</b>	<b>94</b>	<b>2.959</b>	<b>--</b>	<b>67.482</b>
<b>Grand Total</b>	<b>--</b>	<b>823.585</b>	<b>536.041</b>	<b>29.583</b>	<b>17.399</b>	<b>15.323</b>	<b>--</b>	<b>1.421.931</b>

#### 3. Information on dividend income

None (30 September 2020: None).

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

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

	Current Period	Prior Period
<b>Income</b>	<b>2.530.020</b>	<b>2.009.222</b>
Gains on Capital Market Operations	40.517	51.276
Gains on Derivative Financial Instruments	646.261	897.732
Foreign Exchange Gains	1.843.242	1.060.214
<b>Loss (-)</b>	<b>2.549.641</b>	<b>1.888.123</b>
Losses on Capital Market Operations	4.489	18.419
Losses on Derivative Financial Instruments	796.753	824.699
Foreign Exchange Losses	1.748.399	1.045.005
<b>Net Trading Income / ( Loss )</b>	<b>(19.621)</b>	<b>121.099</b>

#### 5. Information on other operating income

Other operating income mainly consists of provision reversals (TL 127.500 free provision reversal income for possible risks (30 September 2020: None)), profit from sale of assets, commissions on cheques and notes and costs recharged.

#### 6. Provisions for Expected Losses

	Current Period	Prior Period
<b>Expected Credit Losses</b>	<b>391.640</b>	<b>193.770</b>
12 Months Expected Credit Losses (Stage 1)	62.587	32.443
Significant Increase In Credit Risk (Stage 2)	24.954	74.434
Impaired Credits (Stage 3)	304.099	86.893
<b>Impairment Losses on Marketable Securities</b>	<b>--</b>	<b>--</b>
Financial Assets Valued at Fair Value Through Profit or Loss	--	--
Financial Assets Valued at Fair Value Through Other Comprehensive Income	--	--
<b>Impairment Losses on Associates, Subsidiaries and Joint Ventures</b>	<b>--</b>	<b>--</b>
Associates	--	--
Subsidiaries	--	--
Joint-Ventures	--	--
<b>Other (*)</b>	<b>1.767</b>	<b>128.530</b>
<b>Total</b>	<b>393.407</b>	<b>322.300</b>

(\*) For the period ended 30 September 2021, there is no additional expense for expected losses. (30 September 2020: TL 125.500 TL).



# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	4.820	3.951
Provision for Bank's Social Aid Fund Deficit	--	--
Impairment Losses on Tangible Assets	--	--
Depreciation Charges of Tangible Assets	14.109	12.556
Impairment Losses on Intangible Assets	--	--
Depreciation Charges of Intangible Assets	26.640	16.197
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	16.758	21.531
Impairment of Assets Held for Sale	--	--
Other Operating Expenses	125.552	97.949
Operational leases expenses related with TFRS 16 exceptions	1.096	514
Repair and Maintenance Expenses	1.681	2.091
Advertisement Expenses	9.843	10.524
Other Expenses	112.932	84.820
Losses on Sale of Assets	1.218	4.038
Other	93.464	77.781
<b>Total</b>	<b>282.561</b>	<b>234.003</b> <del>164.147</del>

#### 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 2021, the Group provided current tax expense of TL 5.253 in the statement of profit or loss for the nine months period (1 January - 30 September 2020: TL 72.626 expense).

For the period ended 30 September 2021, the Group provided the deferred tax expense of TL 27.042 in the statement of profit or loss for nine months period (1 January - 30 September 2020: TL 18.703 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.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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- IV. Explanations and disclosures related to the statement of profit or loss (continued)
- 11.2 *Changes in estimations made by the Group with respect to the financial statement items do not have a material effect on profit/loss.*
- 11.3 *Consolidated profit in current period from minority shares*  
Consolidated profit in current period from minority shares is TL 31 (1 January - 30 September 2020: TL 47).
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 credit limit allocation commissions, valuation commissions, insurance commissions, contracted merchant commissions, credit card commissions and account maintenance fees.  
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.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	--	--	--	20	417.492	61.077
Balance at the End of the Period	107.695	--	--	20	342.150	106.118
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.

###### Prior period

Bank's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables	--	--	--	--	--	--
Balance at the Beginning of the Period	--	--	--	20	331.014	61.073
Balance at the End of the Period	--	--	--	20	417.492	61.077
Interest and Commission Income Received	--	--	--	--	25.440	75

(\*) 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	2.544	7.685	18.479	57.840	512.953	231.137
Balance at the End of the Period	460.476	2.544	3.292	18.479	329.345	512.953
Deposit Interest Expense	2.403	497	1.003	3.361	31.163	11.483

(\*) 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 2021, there are no funds other than deposit obtained from Bank's risk group (31 December 2020: None).

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	--	--	--	--	1.181.279	741.741
Balance at the End of the Period	--	--	--	--	295.662	1.181.279
Total Income/Loss	--	--	--	--	6.713	1.447
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 2021, the ratio of the loans and other receivables used by the entities of risk group to total loans and receivables is 1,70% (31 December 2020: 3,38%) and the ratio of the deposits of entities of risk group to total deposits is 3,55% (31 December 2020: 3,02%). There are no funds obtained from entities of risk group (31 December 2020: None).

In the current period, benefits such as salaries and bonuses; provided to the key management are TL 22.935 (1 January - 30 September 2020: TL 17.586).

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

None.

##### 2.4 Transactions accounted for under equity method

None.

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

None.

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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	48	1.768			
			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	21.230	5.500

### VII. Events after sheet date

None.

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

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

#### Fitch Ratings

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

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021 (Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated)

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### SECTION SIX

#### DISCLOSURES ON REVIEW REPORT

I. Disclosures on reviewed report

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

II. Disclosures and footnotes prepared by independent auditors

None.

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

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

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

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

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

As of 30 September 2021, the Bank's paid-in capital is TL 941.161.

#### As of 30 September 2021, The Bank's Shareholder Structure:

Commercial Title	Share Amount (Full basis TL)	Share Ratios (%)
Fiba Holding A.Ş	673.807.731,27	71,59%
Turk Finance B.V.	93.645.475,05	9,95%
International Finance Corporation	84.327.750,28	8,96%
European Bank for Reconstruction and Development	84.327.750,28	8,96%
Other	5.051.846,37	0,54%
<b>TOTAL</b>	<b>941.160.553,25</b>	<b>100,00%</b>

# FİBANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

Name	Duty	Responsibility Area	Date of Appointment	Educational Status	Professional Experience
Hüsnü Mustafa Özyeğin	Chairman of the Board of Directors		27-Dec-10	Graduate	46 years
Fevzi Bozer	Vice Chairman of the Board of Directors		27-Dec-10	Graduate	38 years
İsmet Kaya Erdem	Member of the Board of Directors		11-Feb-13	Undergraduate	70 years
Mehmet Güleşçi	Member of the Board of Directors		27-Dec-10	Graduate	37 years
Memduh Aslan Akçay	Member of the Board of Directors		13-Apr-16	Graduate	30 years
Hülya Kefeli	Member of the Board of Directors		15-May-17	Undergraduate	36 years
Faik Onur Umut	Member of the Board of Directors		23-Jan-19	Undergraduate	36 years
Seyfettin Ata Köseoğlu	Member of the Board of Directors		23-Jan-20	Graduate	32 years
Erman Kalkandelen	Member of the Board of Directors		2-Jul-21	Graduate	15 years
Omer Mert	General Manager, Member of the Board of Directors		18-Jan-17	Graduate	26 years
Elif Alev Utku Özbey	Deputy General Manager	Financial Control and Financial Reporting	7-Jan-11	Graduate	27 years
Ahu Dolu	Assistant General Manager	Financial Institutions and Project Finance	1-Dec-15	Undergraduate	24 years
Turgay Hasdiker	Assistant General Manager	Credits	1-Dec-15	Undergraduate	30 years
Kerim Lokman Kuriş	Assistant General Manager	Corporate and Commercial Banking	1-Dec-15	Undergraduate	23 years
Gerçek Önal	Assistant General Manager	Chief Legal Officer	1-Feb-16	Graduate	21 years
İbrahim Toprak	Assistant General Manager	Treasury	7-Feb-11	Graduate	19 years
Serdar Yılmaz	Assistant General Manager	Information Technologies & Banking Operations	1-Sep-20	Graduate	26 years
Gökhan Ertürk	Assistant General Manager	Ecosystem and Platform Banking	11-May-21	Graduate	25 years
Ahmet Cemil Borucu	Director	Board of Inspection	15-Mar-11	PhD	23 years
Ayşe Tulgar Ayça	Director	Risk Management	6-Apr-11	Graduate	22 years
Serdal Yıldırım	Director	Legislation and Compliance	2-Jan-17	Graduate	24 years
Kansu Pulular	Director	Internal Control & Operational Risk	2-Jan-17	Graduate	17 years



# FİBANKKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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)	30/09/2021	31-12-2020
Cash and Cash Equivalents	5.400.596	4.220.527
Financial Assets Valued at Fair Value Through Profit or Loss	100.411	138.208
Financial Assets Valued at Fair Value Through Other Comprehensive Income	1.334.000	1.027.526
Derivative Financial Assets	691.696	707.365
Financial Assets Measured at Amortized Cost (Net)	22.333.406	20.003.715
Assets Held for Sale (Net)	209.616	102.748
Investments in Associates, Subsidiaries and Joint Ventures	112.500	112.500
Tangible Assets (Net)	377.225	360.135
Intangible Assets (Net)	90.625	91.027
Current Tax Assets	2.043	1.264
Deffered Tax Assets	167.051	191.840
Other Assets	538.441	280.776
<b>Total Assets</b>	<b>31.357.610</b>	<b>27.237.631</b>
Deposits	22.321.625	17.667.408
Funds Borrowed	454.673	1.155.142
Money Market Funds	289.803	610.160
Securities Issued (Net)	1.759.594	1.480.900
Derivative Financial Liabilities	496.325	1.107.492
Lease Liabilities (Net)	51.477	53.630
Provisions	84.681	205.971
Current Tax Liabilities	52.098	187.777
Deffered Tax Liabilities	-	--
Subordinated Debts	2.508.933	2.127.599
Other Liabilities	1.226.712	757.140
Shareholders' Equity	2.111.689	1.884.412
<b>Total Liabilities</b>	<b>31.357.610</b>	<b>27.237.631</b>

Summary of Consolidated Statement of Profit or Loss		
(Thousand TL)	30/09/2021	30-09-2020
Net Interest Income	686.823	729.046
Net Fees and Commission Income	195.081	110.681
Trading Income/ Loss (Net)	(19.621)	121.099
Other Operating Revenues	379.948	55.129
<b>Total Operating Income</b>	<b>1.242.231</b>	<b>1.015.955</b>
Expected Credit Losses (-)	391.640	193.770
Other Provision Expenses (-)	1.767	128.530
Personnel Expenses (-)	280.482	222.439
Other Operating Expenses (-)	282.561	234.003
<b>Net Operating Income / Loss</b>	<b>285.781</b>	<b>237.213</b>
Profit/Loss on Continuing Operations Before Tax	285.781	237.213
Tax Provision for Continuing Operations	(32.295)	(53.923)
<b>Net Period Profit / Loss</b>	<b>253.486</b>	<b>183.290</b>

# FİBABANKA A.Ş. AND ITS SUBSIDIARY

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

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

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

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

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

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

As of September 2021, Fibabanka net loans portfolio is TL 20,1 billion.

The Bank has funded its loan portfolio mainly by customer deposits also in 2020. In this period, customer deposits amounting to TL 21,7 billion constitutes 69% of total liabilities.

In the first quarter of 2021, 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 2021 is TL 250,4 million as per unconsolidated financial statements and TL 253,5 million as per consolidated financial statement. As an indicator of Bank's strong capital structure, unconsolidated capital adequacy ratio is 19,41%, consolidated capital adequacy ratio is 19,47% as of 30 September 2021.

Besides its financial targets, the Bank, with 48 branches and 1.768 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 2021, 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 2021, our valued partners, and our valued customers who have contributed to the strength of our Bank.

Best regards,

Hüsni Mustafa Özyeğin  
Chairman of the Board of Directors

Ömer Mert  
General Manager and Member of the Board of Directors

## FİBABANKA A.Ş. AND ITS SUBSIDIARY

### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD BETWEEN 1 JANUARY- 30 SEPTEMBER 2021

(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 2021, the Bank serves with 48 domestic branches and 1.753 employees.

Total assets of Fibabanka, as of the third quarter of 2021 realised as TL 31.357.610 on consolidated basis.

According to consolidated financial statements, the loan volume, which was TL 18.796.220 at the end of 2020, has been realised as TL 20.148.323 as of the third quarter of the year. Share of the loans in total assets has been realised as 64%.

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 third quarter of 2021, NPLs have been realised as TL 944.127 and provisions related to NPLs provided in the amount of TL 444.845.

According to consolidated financial statements, financial assets measured at fair value through profit or loss have been realised as TL 100.411, financial assets measured at fair value through other comprehensive income have been realised as TL 1.334.000 and financial assets measured at amortized cost have been realised as TL 2.185.634. Ratio of total securities portfolio to total assets is 12%.

As of 30 September 2021, the consolidated deposit volume has been realised as TL 22.321.625.

According to the consolidated financial statements, net profit is TL 253.455 in the nine months period of 2021.

As of 30 September 2021, the Bank's consolidated capital adequacy ratio is 19,44%.