

**BANK OF CHINA TURKEY A.Ş.**

**UNCONSOLIDATED FINANCIAL STATEMENTS AND RELATED  
DISCLOSURES AT DECEMBER 31, 2025  
TOGETHER WITH INDEPENDENT AUDITOR'S REPORT**

**(Convenience translation of publicly announced unconsolidated  
financial statements, related disclosures and auditor's report  
originally issued in Turkish)**



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**(Convenience Translation of the Auditor's Audit Report Originally Issued in Turkish)**

**Independent Auditors' Report on Audit of Financial Statements**

**To the General Assembly of Bank of China Turkey Anonim Şirketi;**

**Opinion**

We have audited the financial position of Bank of China Turkey A.Ş. ("the Bank") as of December 31, 2025, and the related financial statement of profit or loss, financial statement of profit or loss and other comprehensive income, financial statement of changes in shareholders' equity, financial statement of cash flows and a summary of significant accounting policies and other explanatory notes to the financial statements.

In our opinion the accompanying financial statements present fairly, in all material respects, the financial position of the Bank of China Turkey A.Ş. as of December 31, 2025 and financial performance and cash flows for the year then ended in accordance with the Banking Regulation and Supervision Agency ("BRSA") Accounting and Financial Reporting Legislation which includes "Regulation on Accounting Applications for Banks and Safeguarding of Documents" published in the Official Gazette no.26333 dated November 1, 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by BRSA and Turkish Financial Reporting Standards ("TFRS") for those matters not regulated by the aforementioned regulations.

**Basis for Opinion**

Our audit was conducted in accordance with "Regulation on independent audit of the Banks" published in the Official Gazette no.29314 dated April 2, 2015, by BRSA (BRSA Independent Audit Regulation) and Independent Auditing Standards ("ISA") which are the part of Turkish Auditing Standards issued by the Public Oversight Accounting and Auditing Standards Authority ("POA"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Bank in accordance with the Code of Ethics for Independent Auditors (including Independence Standards) (Code of Ethics) issued by the POA, as applicable to audits of financial statements of public interest entities, together with the ethical requirements included in other regulations that are relevant to the audits of the financial statements of public interest entities. We have also fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other matter**

The financial statements of the Bank as at December 31, 2024 were audited by another audit firm, which expressed an unqualified opinion in their reports issued on February 24, 2025, respectively.

**Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. Key audit matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



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



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

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

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

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

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

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

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

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

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



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

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

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

#### **Report on Other Legal and Regulatory Requirements**

- 1) In accordance with Article 402 paragraph 4 of the Turkish Commercial Code ("TCC") no 6102; no significant matter has come to our attention that causes us to believe that the Bank's bookkeeping activities and financial statements for the period January 1 – December 31, 2025 are not in compliance with the TCC and provisions of the Bank's articles of association in relation to financial reporting.
- 2) In accordance with Article 402 paragraph 4 of TCC; the Board of Directors submitted to us the necessary explanations and provided required documents within the context of audit.

The engagement partner who supervised and concluded this independent auditor's report is Fatih Polat.

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

Fatih Polat, SMMM  
Partner

February 26, 2026  
İstanbul, Türkiye

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH  
SEE NOTE I. OF SECTION THREE)

THE UNCONSOLIDATED FINANCIAL REPORT OF  
BANK OF CHINA TURKEY A.Ş. FOR THE YEAR ENDED DECEMBER 31, 2025

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The unconsolidated yearend financial report includes the following sections in accordance with the “Communiqué on Financial Statements and Related Explanation and Notes that will be Publicly Announced” as sanctioned by the Banking Regulation Supervision Agency

- GENERAL INFORMATION ABOUT THE BANK
- UNCONSOLIDATED YEAR END FINANCIAL STATEMENTS OF THE BANK
- EXPLANATIONS ON ACCOUNTING POLICIES
- INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE BANK
- EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
- OTHER EXPLANATIONS
- INDEPENDENT AUDIT REPORT

The accompanying unconsolidated financial statements and notes to these financial statements which are expressed, unless otherwise stated, in thousands of Turkish Lira have been prepared and presented based on the accounting books of the Bank in accordance with the Regulation on the Principles and Procedures Regarding Banks’ Accounting and Keeping of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards, and related appendices and interpretations of these, and have been independently audited.

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**Xiaoqing ZHANG**  
Chairman of the  
Board of Directors

**Xiaoming GAO**  
Member of the  
Board of Directors and  
General Manager

**Lixin GUO**  
Deputy Chairman of the Board of  
Directors and Chairman of the  
Audit Committee

**Yan HAISI**  
Member of the Board of  
Directors

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**Özgür DALGIÇ**  
Member of the  
Board of Directors and  
Member of the Audit  
Committee

**Dalei DING**  
Assistant General  
Manager

**Kun ZHAO**  
Head of Financial and  
Operational Control  
Department

**Sevda DİKİCİ**  
Financial Reporting,  
Budgeting and A&L  
Management Manager

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

Name-Surname/Title : **Sevda Dikici** / Financial Reporting, Budgeting and A&L Management Manager  
Telephone Number : (0212) 386 01 32

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# BANK OF CHINA TURKEY A.Ş.

## NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### SECTION ONE

#### GENERAL INFORMATION

#### I. History of the Bank including its corporation date, initial status and amendments to the initial status

Bank of China Limited (“the Parent Company”) began its activities in Turkey through Bank of China Limited Turkey Representative Office opened in 2011. Banking Regulation and Supervisory Agency (BRSA) authorized the Bank to establish a deposit bank in Turkey with the decision numbered 6880 dated May 2, 2016. As BRSA’s establishment permission, as per the decision numbered 7612 dated December 1, 2017 and published on the Official Gazette no 30263 dated December 7, 2017, the Bank got the official operational license, with 99.99% of shareholding of the Parent Company; the Bank has been announced in the Trade Registry Gazette dated January 17, 2017, numbered 9243 along with the Articles of Association dated January 10, 2017.

The Bank started its banking activities on May 9, 2018.

#### II. Capital structure, shareholders controlling the management and supervision of the Bank directly or indirectly, and if exists, changes on these issues and the Group that the Bank belongs to

Besides being one of the biggest public banks in the People’s Republic of China, the Parent Company, Bank of China Limited, who holds 99.99% of the Bank’s shares is also one of the biggest banks in the world and has a respectable reputation for over a hundred years. Since the establishment of the London Branch in 1929, which was the first overseas branch, Bank of China, who represents the People’s Republic of China best in the international arena, established its representative office in 2011, in Istanbul, Turkey. There have not been any changes in the Bank’s partnership structure in 2025.

#### III. Information on the Board of Directors, Members of the Audit Committee, president and executive vice presidents, changes in these matters (if any) and shares of the Bank they possess

Members of the Bank's Board of Directors, Audit Committee Members, General Manager and Deputies as of December 31, 2025 are stated below. None of the members of the Board of Directors (including General Manager) has shareholding interest in the Bank.

##### The Chairman and the Members of the Board of the Directors:

Name	Title	Assigned Date	Education
Xiaoqing ZHANG	Chairman of the Board of Directors	16 November 2023	PHD Degree
Xiaoming GAO	Member of the Board of Directors and General Manager	10 September 2021	PHD Degree
Yan HAI SI	Member of the Board of Directors	05 December 2024	Master Degree
Lixin GUO	Deputy Chairman of the Board of Directors	3 November 2025	Master Degree
Özgür DALGIÇ	Member of the Board of Directors	10 January 2017	Master Degree

##### Members of the Audit Committee:

Name	Title	Assigned Date	Education
Lixin GUO	Deputy Chairman of the Board of Directors and Chairman of the Audit Committee	3 November 2025	Master Degree
Xiaoqing ZHANG	Member of the Board of Directors	5 December 2023	PHD Degree
Özgür DALGIÇ	Member of the Audit Committee Responsible for Internal Systems	4 May 2017	Master Degree

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### GENERAL INFORMATION (Continued)

#### III. Information on the Board of Directors, Members of the Audit Committee, president and executive vice presidents, changes in these matters (if any) and shares of the Bank they possess (Continued)

##### Assistant General Manager (s):

Name	Title	Assigned Date	Education
Dalei DING (*)	Assistant General Manager / Acting General Manager Responsible for Financial Management and Control, Information Technologies, Credit Allocation.	June, 3 2019	Bachelor Degree
Onur Sekizyeralı	Assistant General Manager / Acting General Manager Responsible for Corporate Banking and Banking Services Department	December, 23 2024	Bachelor Degree
Jin Xin	Assistant General Manager / Acting General Manager Responsible for Financial Management and Control, Information Technologies, Credit Allocation	January 3, 2026	PHD Degree

(\*) Mr. Dalei Ding resigned from his positions as Assistant General Manager and Acting General Manager and left his post on February 4, 2026.

#### IV. Information on the Banks' Qualified Shareholders

In accordance with the definition of qualified share in the Banking Law numbered 5411 and Article 13 of the Regulation on the Bank's Transactions Subject to Permission and Indirect Shareholding, qualified shareholders are given below;

Name Surname/Company	Shares	Ownership	Paid-in Capital	Unpaid Capital
Bank of China Limited	1,051,230	99.99%	1,051,230	-

#### V. Summary Information on the Bank's Functions and Business Lines

As it is stated in Article 3 of the Articles of Association, the objective and purpose of the Bank whose General Directorate is located in Istanbul, is that the main field of activity is corporate banking. As of December 31, 2025, the Bank serves with 54 employees (December 31, 2024: 46 employees).

#### VI. Differences between the communique on preparation of consolidated financial statements of banks and Turkish accounting standards and short explanation about the entities subject to full consolidation or proportional consolidation and entities which are deducted from equity or entities which are not included in these three methods

None.

#### VII. Existing or potential, actual or legal obstacles to immediate transfer of capital between Bank and its subsidiaries and repayment of debts

None.

# BANK OF CHINA TURKEY A.Ş.

## UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS OF DECEMBER 31, 2025

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

### SECTION TWO

#### Balance Sheet (Statement of Financial Position)

#### I. ASSETS

	Note (Section Five)	Audited Current Period 31.12.2025			Audited Prior Period 31.12.2024		
		TL	FC	Total	TL	FC	Total
<b>I. ASSETS</b>		<b>2.446.806</b>	<b>6.206.051</b>	<b>8.652.857</b>	<b>1.623.897</b>	<b>2.642.647</b>	<b>4.266.544</b>
1.1 Cash and cash equivalents		660.669	6.206.051	6.866.720	1.623.897	2.642.647	4.266.544
1.1.1 Cash and balances at central bank	(5.I.1)	659.798	5.063.387	5.723.185	51.807	2.362.527	2.414.334
1.1.2 Banks	(5.I.2)	883	1.142.859	1.143.742	1.573.048	280.170	1.853.218
1.1.3 Money Market Placements		-	-	-	-	-	-
1.1.4 Expected Credit Losses (-)	(5.I.3)	12	195	207	958	50	1.008
<b>1.2 Financial assets at fair value through profit or loss</b>	<b>(5.I.4)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
1.2.1 Government Debt Securities		-	-	-	-	-	-
1.2.2 Equity securities		-	-	-	-	-	-
1.2.3 Other financial assets		-	-	-	-	-	-
<b>1.3 Financial assets at fair value through other comprehensive income</b>	<b>(5.I.5)</b>	<b>1.786.137</b>	<b>-</b>	<b>1.786.137</b>	<b>-</b>	<b>-</b>	<b>-</b>
1.3.1 Government debt securities		1.786.137	-	1.786.137	-	-	-
1.3.2 Equity securities		-	-	-	-	-	-
1.3.3 Other financial assets		-	-	-	-	-	-
<b>1.4 Derivative financial assets</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
1.4.1 Derivative financial assets at fair value through profit and loss		-	-	-	-	-	-
1.4.2 Derivative financial assets at fair value through other comprehensive income		-	-	-	-	-	-
<b>II. FINANCIAL ASSETS MEASURED AT AMORTISED COST (Net)</b>		<b>1.165.511</b>	<b>-</b>	<b>1.165.511</b>	<b>1.961.959</b>	<b>-</b>	<b>1.961.959</b>
2.1 Loans	(5.I.6)	265.687	-	265.687	500.428	-	500.428
2.2 Lease receivables	(5.I.12)	-	-	-	-	-	-
2.3 Factoring receivables		-	-	-	-	-	-
<b>2.4 Other financial assets measured at amortised cost</b>	<b>(5.I.7)</b>	<b>900.157</b>	<b>-</b>	<b>900.157</b>	<b>1.462.107</b>	<b>-</b>	<b>1.462.107</b>
2.4.1 Government debt securities		900.157	-	900.157	1.462.107	-	1.462.107
2.4.2 Other financial assets		-	-	-	-	-	-
2.5 Expected credit losses (-)	(5.I.6.7)	333	-	333	576	-	576
<b>III. ASSETS HELD FOR RESALE AND RELATED TO DISCONTINUED OPERATIONS(NET)</b>	<b>(5.I.8)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
3.1 Held for sale		-	-	-	-	-	-
3.2 Discontinued operations		-	-	-	-	-	-
<b>IV. EQUITY INVESTMENTS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>4.1 Investments in associates (net)</b>	<b>(5.I.9)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
4.1.1 Associates accounted by using equity method		-	-	-	-	-	-
4.1.2 Unconsolidated associates		-	-	-	-	-	-
<b>4.2 Subsidiaries (net)</b>	<b>(5.I.10)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
4.2.1 Unconsolidated financial subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated non-financial subsidiaries		-	-	-	-	-	-
<b>4.3 Joint Ventures (net)</b>	<b>(5.I.11)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
4.3.1 Joint ventures valued based on equity method		-	-	-	-	-	-
4.3.2 Unconsolidated jointly ventures		-	-	-	-	-	-
<b>V. TANGIBLE ASSETS (Net)</b>	<b>(5.I.13)</b>	<b>153.795</b>	<b>-</b>	<b>153.795</b>	<b>57.222</b>	<b>-</b>	<b>57.222</b>
<b>VI. INTANGIBLE ASSETS (Net)</b>	<b>(5.I.14)</b>	<b>35.431</b>	<b>-</b>	<b>35.431</b>	<b>12.569</b>	<b>-</b>	<b>12.569</b>
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		35.431	-	35.431	12.569	-	12.569
<b>VII. INVESTMENT PROPERTY (Net)</b>	<b>(5.I.15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VIII. CURRENT TAX ASSET</b>	<b>(5.I.16)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>IX. DEFERRED TAX ASSET</b>	<b>(5.I.17)</b>	<b>66.164</b>	<b>-</b>	<b>66.164</b>	<b>62.746</b>	<b>-</b>	<b>62.746</b>
<b>X. OTHER ASSETS</b>	<b>(5.I.18)</b>	<b>50.636</b>	<b>121.572</b>	<b>172.208</b>	<b>18.875</b>	<b>54.107</b>	<b>72.982</b>
<b>Total Assets</b>		<b>3.918.343</b>	<b>6.327.623</b>	<b>10.245.966</b>	<b>3.737.268</b>	<b>2.696.754</b>	<b>6.434.022</b>

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

# BANK OF CHINA TURKEY A.Ş.

## UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS OF DECEMBER 31, 2025

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

### Balance Sheet (Statement of Financial Position) (Continued)

#### I. LIABILITIES

	Note (Section Five)	Audited Current Period 31.12.2025			Audited Prior Period 31.12.2024		
		TL	FC	Total	TL	FC	Total
<b>I. DEPOSITS</b>	<b>(5.II.1)</b>	<b>3,564</b>	<b>5,965,940</b>	<b>5,969,504</b>	<b>672,293</b>	<b>1,447,432</b>	<b>2,119,725</b>
<b>II. LOAN RECEIVED</b>	<b>(5.II.3)</b>	-	-	-	-	<b>882,577</b>	<b>882,577</b>
<b>III. MONEY MARKET FUNDS</b>		-	-	-	-	-	-
<b>IV. MARKETABLE SECURITIES (Net)</b>		-	-	-	-	-	-
4.1 Bills		-	-	-	-	-	-
4.2 Asset backed securities		-	-	-	-	-	-
4.3 Bonds		-	-	-	-	-	-
<b>V. FUNDS</b>		-	-	-	-	-	-
5.1 Borrower funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
<b>VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		-	-	-	-	-	-
<b>VII. DERIVATIVE FINANCIAL LIABILITIES</b>	<b>(5.II.2)</b>	-	-	-	-	-	-
7.1 Derivative financial liabilities at fair value through profit or loss		-	-	-	-	-	-
7.2 Derivative financial liabilities at fair value through other comprehensive income		-	-	-	-	-	-
<b>VIII. FACTORING PAYABLES</b>		-	-	-	-	-	-
<b>IX. LEASE LIABILITIES</b>	<b>(5.II.4)</b>	<b>46,221</b>	<b>18,007</b>	<b>64,228</b>	<b>1,107</b>	<b>32,216</b>	<b>33,323</b>
<b>X. PROVISIONS</b>	<b>(5.II.5)</b>	<b>593</b>	<b>104,147</b>	<b>104,740</b>	<b>331</b>	<b>142,614</b>	<b>142,945</b>
10.1 Provisions for restructuring		-	-	-	-	-	-
10.2 Reserve for employee benefits		593	60,191	60,784	331	117,009	117,340
10.3 Insurance technical reserves (Net)		-	-	-	-	-	-
10.4 Other provisions		-	43,956	43,956	-	25,605	25,605
<b>XI. CURRENT TAX LIABILITIES</b>	<b>(5.II.6)</b>	<b>104,356</b>	-	<b>104,356</b>	<b>102,155</b>	-	<b>102,155</b>
<b>XII. DEFERRED TAX LIABILITIES</b>		-	-	-	-	-	-
<b>XIII. LIABILITIES FOR ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)</b>	<b>(5.II.7)</b>	-	-	-	-	-	-
13.1 Held for sale		-	-	-	-	-	-
13.2 Related to discontinued operations		-	-	-	-	-	-
<b>XIV. SUBORDINATED DEBTS</b>	<b>(5.II.8)</b>	-	-	-	-	-	-
14.1 Loans		-	-	-	-	-	-
14.2 Other debt instruments		-	-	-	-	-	-
<b>XV. OTHER LIABILITIES</b>		<b>116,381</b>	<b>10,561</b>	<b>126,942</b>	<b>46,346</b>	<b>14,279</b>	<b>60,625</b>
<b>XVI. SHAREHOLDERS' EQUITY</b>	<b>(5.II.9)</b>	<b>3,876,196</b>	-	<b>3,876,196</b>	<b>3,092,672</b>	-	<b>3,092,672</b>
16.1 Paid-in capital		1,051,230	-	1,051,230	1,051,230	-	1,051,230
16.2 Capital reserves		-	-	-	-	-	-
16.2.1 Equity share premium		-	-	-	-	-	-
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Other capital reserves		-	-	-	-	-	-
16.3 Other accumulated comprehensive income that will not be reclassified in profit or loss		8	-	8	1	-	1
16.4 Other accumulated comprehensive income that will be reclassified in profit or loss		11,940	-	11,940	-	-	-
16.5 Profit reserves		1,902,704	-	1,902,704	1,207,928	-	1,207,928
16.5.1 Legal reserves		150,312	-	150,312	87,083	-	87,083
16.5.2 Statutory reserves		-	-	-	-	-	-
16.5.3 Extraordinary reserves		1,752,392	-	1,752,392	1,120,845	-	1,120,845
16.5.4 Other profit reserves		-	-	-	-	-	-
16.6 Profit or loss		910,314	-	910,314	833,513	-	833,513
16.6.1 Prior years' profits or losses		26,229	-	26,229	26,229	-	26,229
16.6.2 Current Period net profit or loss		884,085	-	884,085	807,284	-	807,284
16.7 Minority Shares		-	-	-	-	-	-
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>4,147,311</b>	<b>6,098,655</b>	<b>10,245,966</b>	<b>3,914,904</b>	<b>2,519,118</b>	<b>6,434,022</b>

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

# BANK OF CHINA TURKEY A.Ş.

## UNCONSOLIDATED OFF-BALANCE SHEET COMMITMENTS AS OF DECEMBER 31, 2025

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

### II. Off Balance Sheet Commitments

	Note (Section Five)	Audited Current Period 31.12.2025			Audited Prior Period 31.12.2024		
		TL	FC	Total	TL	FC	Total
<b>A.</b>	<b>OFF-BALANCE SHEET COMMITMENTS (I+II+III)</b>						
<b>I.</b>	<b>GUARANTEES AND WARRANTIES</b>						
1.1	Letters of Guarantee	-	12,773,571	12,773,571	-	8,579,135	8,579,135
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	-	576,972	576,972	-	524,653	524,653
1.2	Bank Acceptances	-	-	-	-	-	-
1.2.1	Import Letter of Acceptance	-	-	-	-	-	-
1.2.2	Other Bank Acceptances	-	-	-	-	-	-
1.3	Letters of Credit	-	-	-	-	-	-
1.3.1	Documentary Letters of Credit	-	-	-	-	-	-
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	-	12,196,599	12,196,599	-	8,054,482	8,054,482
1.9	Other Collaterals	-	-	-	-	-	-
<b>II.</b>	<b>COMMITMENTS</b>						
2.1	Irrevocable Commitments	-	-	-	-	-	-
2.1.1	Asset Purchase Commitments	-	-	-	-	-	-
2.1.2	Deposit Purchase and Sales Commitments	-	-	-	-	-	-
2.1.3	Share Capital Commitments to Associates and Subsidiaries	-	-	-	-	-	-
2.1.4	Loan Granting Commitments	-	-	-	-	-	-
2.1.5	Securities Issue Brokerage Commitments	-	-	-	-	-	-
2.1.6	Commitments for Reserve Requirements	-	-	-	-	-	-
2.1.7	Commitments for Cheque Payments	-	-	-	-	-	-
2.1.8	Tax and Fund Liabilities from Export Commitments	-	-	-	-	-	-
2.1.9	Commitments for Credit Card Limits	-	-	-	-	-	-
2.1.10	Commitments for Credit Cards and Banking Services Promotions	-	-	-	-	-	-
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	-	-	-	-	-	-
2.2	Revocable Commitments	-	-	-	-	-	-
2.2.1	Revocable Loan Granting Commitments	-	-	-	-	-	-
2.2.2	Other Revocable Commitments	-	-	-	-	-	-
<b>III.</b>	<b>DERIVATIVE FINANCIAL INSTRUMENTS</b>						
3.1	Hedging Derivative Financial Instruments	(5.III.2)	-	-	-	-	-
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	-	-	-	-	-	-
3.2.1	Forward Foreign Currency Buy/Sell Transactions	-	-	-	-	-	-
3.2.1.1	Forward Foreign Currency Transactions-Buy	-	-	-	-	-	-
3.2.1.2	Forward Foreign Currency Transactions-Sell	-	-	-	-	-	-
3.2.2	Swap Transactions Related to Foreign Currency and Interest Rates	-	-	-	-	-	-
3.2.2.1	Foreign Currency Swap-Buy	-	-	-	-	-	-
3.2.2.2	Foreign Currency Swap-Sell	-	-	-	-	-	-
3.2.2.3	Interest Rate Swap-Buy	-	-	-	-	-	-
3.2.2.4	Interest Rate Swap-Sell	-	-	-	-	-	-
3.2.3	Foreign Currency, Interest Rate and Securities Options	-	-	-	-	-	-
3.2.3.1	Foreign Currency Options-Buy	-	-	-	-	-	-
3.2.3.2	Foreign Currency Options-Sell	-	-	-	-	-	-
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	-	-	-	-	-	-
3.2.4.1	Foreign Currency Futures-Buy	-	-	-	-	-	-
3.2.4.2	Foreign Currency Futures-Sell	-	-	-	-	-	-
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	-	-	-	-	-	-
<b>B.</b>	<b>CUSTODY AND PLEDGES RECEIVED (IV+V+VI)</b>						
<b>IV.</b>	<b>ITEMS HELD IN CUSTODY</b>						
4.1	Customer Fund and Portfolio Balances	-	-	-	-	-	-
4.2	Investment Securities Held in Custody	-	-	-	-	-	-
4.3	Cheques Received for Collection	-	-	-	-	-	-
4.4	Commercial Notes Received for Collection	-	-	-	-	-	-
4.5	Other Assets Received for Collection	-	-	-	-	-	-
4.6	Assets Received for Public Offering	-	-	-	-	-	-
4.7	Other Items Under Custody	-	-	-	-	-	-
4.8	Custodians	-	-	-	-	-	-
<b>V.</b>	<b>PLEDGES RECEIVED</b>						
5.1	Marketable Securities	-	-	-	-	-	-
5.2	Guarantee Notes	-	-	-	-	-	-
5.3	Commodity	-	-	-	-	-	-
5.4	Warranty	-	-	-	-	-	-
5.5	Immovables	-	-	-	-	-	-
5.6	Other Pledged Items	-	-	-	-	-	-
5.7	Pledged Items-Depository	-	-	-	-	-	-
<b>VI.</b>	<b>ACCEPTED BILL, GUARANTEES AND WARRANTIES</b>						
	<b>TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)</b>		12,773,571	12,773,571	10,060,908	10,060,908	10,060,908

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

# BANK OF CHINA TURKEY A.Ş.

## UNCONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED DECEMBER 31, 2025

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

### III. Statements of Profit or Loss

INCOME AND EXPENSE ITEMS		Note (Section five)	Audited Current Period 01.01.2025- 31.12.2025	Audited Prior Period 01.01.2024- 31.12.2024
<b>I.</b>	<b>INTEREST INCOME</b>		<b>1,476,839</b>	<b>1,419,374</b>
1.1	Interest from Loans	(5.IV.1)	185,387	94,441
1.2	Interest from Reserve Deposits		-	-
1.3	Interest from Banks		542,943	1,078,940
1.4	Interest from Money Market Transactions		-	-
1.5	Interest from Marketable Securities Portfolio		748,509	245,993
1.5.1	Financial Assets at Fair Value Through Profit or Loss		-	-
1.5.2	Financial Assets at Fair Value Through Other Comprehensive Income	(5.IV.1.3)	191,329	-
1.5.3	Financial Assets Measured at Amortized Cost	(5.IV.1.3)	557,180	245,993
1.6	Interest from Financial Leases		-	-
1.7	Other Interest Income		-	-
<b>II.</b>	<b>INTEREST EXPENSE (-)</b>	<b>(5.IV.2)</b>	<b>136,093</b>	<b>187,595</b>
2.1	Interest on Deposits		133,040	178,905
2.2	Interest on Funds Borrowed		411	6,514
2.3	Interest Expense on Money Market Transactions		-	-
2.4	Interest on Securities Issued		-	-
2.5	Lease Interest Expenses		2,642	2,176
2.6	Other Interest Expenses		-	-
<b>III.</b>	<b>NET INTEREST INCOME (I - II)</b>		<b>1,340,746</b>	<b>1,231,779</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME / LOSSES</b>		<b>308,116</b>	<b>249,772</b>
4.1	Fees and Commissions Received		309,561	250,547
4.1.1	Non-cash Loans		300,954	245,430
4.1.2	Other		8,607	5,117
4.2	Fees and Commissions Paid (-)		1,445	775
4.2.1	Non-cash Loans		-	-
4.2.2	Other		1,445	775
<b>V.</b>	<b>DIVIDEND INCOME</b>	<b>(5.IV.3)</b>	<b>-</b>	<b>-</b>
<b>VI.</b>	<b>TRADING INCOME/LOSS (Net)</b>	<b>(5.IV.4)</b>	<b>63,753</b>	<b>37,685</b>
6.1	Profit / Loss on Securities Trading		-	-
6.2	Profit / Loss on Derivative Financial Transactions		-	-
6.3	Foreign Exchange Gains / Losses		63,753	37,685
<b>VII.</b>	<b>OTHER OPERATING INCOME</b>	<b>(5.IV.5)</b>	<b>52,711</b>	<b>38,698</b>
<b>VIII.</b>	<b>TOTAL OPERATING INCOME (III+IV+V+VI+VII)</b>		<b>1,765,326</b>	<b>1,557,934</b>
<b>IX.</b>	<b>EXPECTED CREDIT LOSSES (-)</b>	<b>(5.IV.6)</b>	<b>18,632</b>	<b>576</b>
<b>X.</b>	<b>OTHER PROVISIONS (-)</b>		<b>-</b>	<b>-</b>
<b>XI.</b>	<b>PERSONEL EXPENSES (-)</b>		<b>250,800</b>	<b>172,694</b>
<b>XII.</b>	<b>OTHER OPERATING EXPENSES</b>	<b>(5.IV.7)</b>	<b>260,364</b>	<b>239,980</b>
<b>XIII.</b>	<b>NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)</b>		<b>1,235,530</b>	<b>1,144,684</b>
<b>XIV.</b>	<b>INCOME RESULTED FROM MERGERS</b>		<b>-</b>	<b>-</b>
<b>XV.</b>	<b>INCOME/LOSS FROM INVESTMENTS UNDER EQUITY ACCOUNTING</b>		<b>-</b>	<b>-</b>
<b>XVI.</b>	<b>GAIN / LOSS ON NET MONETARY POSITION</b>		<b>-</b>	<b>-</b>
<b>XVII.</b>	<b>OPERATING PROFIT/LOSS BEFORE TAXES (XIII+XIV+XV+XVI)</b>	<b>(5.IV.8)</b>	<b>1,235,530</b>	<b>1,144,684</b>
<b>XVIII.</b>	<b>TAX PROVISION FOR CONTINUING OPERATIONS (±)</b>	<b>(5.IV.9)</b>	<b>(351,445)</b>	<b>(337,400)</b>
18.1	Current Tax Provision		(354,866)	(347,882)
18.2	Expense Effect of Deferred Tax (+)		(38,436)	39,503
18.3	Income Effect of Deferred Tax (-)		41,857	(29,021)
<b>XIX.</b>	<b>NET OPERATING PROFIT/LOSS AFTER TAXES (XVII±XVIII)</b>	<b>(5.IV.10)</b>	<b>884,085</b>	<b>807,284</b>
<b>XX.</b>	<b>PROFIT FROM DISCONTINUED OPERATIONS</b>		<b>-</b>	<b>-</b>
20.1	Income From Assets Held for Sale		-	-
20.2	Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	-
20.3	Other Income From Discontinued Operations		-	-
<b>XXI.</b>	<b>LOSS FROM DISCONTINUED OPERATIONS (-)</b>		<b>-</b>	<b>-</b>
21.1	Expenses on Assets Held for Sale		-	-
21.2	Losses from Sales of Associates, Subsidiaries and Joint Ventures		-	-
21.3	Other Expenses From Discontinued Operations		-	-
<b>XXII.</b>	<b>P/L BEFORE TAXES FROM DISCONTINUED OPERATIONS (XIX-XX)</b>		<b>-</b>	<b>-</b>
<b>XXIII.</b>	<b>TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</b>		<b>-</b>	<b>-</b>
23.1	Current Tax Provision		-	-
23.2	Expense Effect of Deferred Tax		-	-
23.3	Income Effect of Deferred Tax		-	-
<b>XXIV.</b>	<b>NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XXI±XXII)</b>		<b>-</b>	<b>-</b>
<b>XXV.</b>	<b>NET PROFIT / LOSS (XVIII+XXIII)</b>	<b>(5.IV.11)</b>	<b>884,085</b>	<b>807,284</b>
	Profit/Loss per share		0.84100	0.76794

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

**BANK OF CHINA TURKEY A.Ş.****UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED DECEMBER 31, 2025**

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

**IV. Statement of Profit or Loss and Other Comprehensive Income**

		Audited Current Period	Audited Prior Period
		01.01.2025- 31.12.2025	01.01.2024-31.12.2024
<b>I</b>	<b>CURRENT PERIOD INCOME/LOSS</b>	<b>884,085</b>	<b>807,284</b>
<b>II</b>	<b>OTHER COMPREHENSIVE INCOME</b>	<b>11,947</b>	<b>(32)</b>
<b>2.1</b>	<b>Other comprehensive income that will not be reclassified to profit or loss</b>	<b>7</b>	<b>(32)</b>
2.1.1	Gains (Losses) on Revaluation of Property and Equipment	-	-
2.1.2	Gains (Losses) on Revaluation of Intangible Assets	-	-
2.1.3	Gains (Losses) on Re-measurements of Defined Benefit Plans	10	(46)
2.1.4	Other Components of Other Comprehensive Income That Will Not Be Reclassified to Profit or Loss	-	-
2.1.5	Taxes Relating to Components of Other Comprehensive Income That Will Not Be Reclassified to Profit or Loss	(3)	14
<b>2.2</b>	<b>Other Comprehensive Income That Will Be Reclassified to Profit or Loss</b>	<b>11,940</b>	<b>-</b>
2.2.1	Exchange Differences on Translation	-	-
2.2.2	Valuation and/or Reclassification Profit or Loss from Financial Assets at Fair Value Through Other Comprehensive Income	16,978	-
2.2.3	Income (Loss) Related with Cash Flow Hedges	-	-
2.2.4	Income (Loss) Related with Hedges of Net Investment Foreign Operations	-	-
2.2.5	Other Components of Other Comprehensive Income That Will Be Reclassified to Profit or Loss	-	-
2.2.6	Tax Relating to Components of Other Comprehensive Income That Will Be Reclassified to Profit or Loss	(5,038)	-
<b>III.</b>	<b>TOTAL COMPREHENSIVE INCOME (LOSS) (I+II)</b>	<b>896,032</b>	<b>807,252</b>

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

# BANK OF CHINA TURKEY A.Ş.

## STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED DECEMBER 31, 2025

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

### V. Statement of Changes in Shareholders' Equity

	Note (Section five)	Paid-in Capital	Share Premium	Share Certificate Cancellation Profits	Other Capital Reserves	Other Accumulated Comprehensive Income or Expense That Will Not Be Reclassified in Profit and Loss			Other Accumulated Comprehensive Income That Will Be Reclassified in Profit and Loss			Profit Reserves	Prior Period Net Income / (Loss)	Current Period Net Income / (Loss)	Total Equity	
						1	2	3	4	5	6					
<b>Audited Current Period (31.12.2025)</b>																
I.	Balances at beginning of the Period (*)	(5.V)	1,051,230	-	-	-	1	-	-	-	-	-	1,207,928	833,513	-	3,092,672
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)		1,051,230	-	-	-	1	-	-	-	-	-	1,207,928	833,513	-	3,092,672
IV.	Total Comprehensive Income		-	-	-	-	7	-	-	11,940	-	-	-	-	884,085	896,032
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		-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Increase/Decrease by Other Changes		-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Profit distribution	(5.V)	-	-	-	-	-	-	-	-	-	694,776	(807,284)	-	(112,508)	
11.1	Dividends		-	-	-	-	-	-	-	-	-	-	(112,508)	-	(112,508)	
11.2	Transfers to reserves		-	-	-	-	-	-	-	-	-	694,776	(694,776)	-	-	
11.3	Others		-	-	-	-	-	-	-	-	-	-	-	-	-	
	Balances at the end of the Period (III+IV+.....+X+XI)	(5.V)	1,051,230	-	-	-	8	-	-	11,940	-	1,902,704	26,229	884,085	3,876,196	

	Note (Section five)	Paid-in Capital	Share Premium	Share Certificate Cancellation Profits	Other Capital Reserves	Other Accumulated Comprehensive Income or Expense That Will Not Be Reclassified in Profit and Loss			Other Accumulated Comprehensive Income That Will Be Reclassified in Profit and Loss			Profit Reserves	Prior Period Net Income / (Loss)	Current Period Net Income / (Loss)	Total Equity	
						1	2	3	4	5	6					
<b>Audited Prior Period (31.12.2024)</b>																
I.	Balances at beginning of the Period (*)	(5.V)	1,051,230	-	-	-	33	-	-	-	-	-	908,190	374,711	-	2,334,164
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)		1,051,230	-	-	-	33	-	-	-	-	-	908,190	374,711	-	2,334,164
IV.	Total Comprehensive Income		-	-	-	-	(32)	-	-	-	-	-	-	-	807,284	807,252
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		-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Increase/Decrease by Other Changes		-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Profit distribution	(5.V)	-	-	-	-	-	-	-	-	-	299,738	(348,482)	-	(48,744)	
11.1	Dividends		-	-	-	-	-	-	-	-	-	-	(48,744)	-	(48,744)	
11.2	Transfers to reserves		-	-	-	-	-	-	-	-	-	299,738	(299,738)	-	-	
11.3	Others		-	-	-	-	-	-	-	-	-	-	-	-	-	
	Balances at the end of the Period (III+IV+.....+X+XI)	(5.V)	1,051,230	-	-	-	1	-	-	-	-	1,207,928	26,229	807,284	3,092,672	

- Tangible and Intangible Asset Revaluation Reserve
- Accumulated Gains/Losses on Remeasurement of Defined Benefit Plans
- 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)
- Exchange Differences on Translation
- Accumulated Gains (Losses) due to revolution and/or reclassification of financial assets measured at fair value through other comprehensive income
- Other (Accumulated gains or losses on Cash flow hedge, other comprehensive income of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss and other accumulated amounts of other comprehensive income that will be reclassified to profit or loss)

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

# BANK OF CHINA TURKEY A.Ş.

## UNCONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED DECEMBER 31, 2025

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

### VI. Statement of Cash Flows

	STATEMENT OF CASH FLOWS	Note	Audited Current Period 01.01.2025-31.12.2025	Audited Prior Period 01.01.2024-31.12.2024
<b>A.</b>	<b>CASH FLOWS FROM BANKING OPERATIONS</b>			
<b>1.1</b>	<b>Operating profit before changes in operating assets and liabilities</b>		<b>658,079</b>	<b>743,617</b>
1.1.1	Interest received (+)		1,516,935	1,377,413
1.1.2	Interest paid (-)		175,780	129,667
1.1.3	Dividend received (+)		-	-
1.1.4	Fees and commissions received (+)		309,561	212,295
1.1.5	Other income (+)		-	-
1.1.6	Collections from previously written off loans and other receivables (+)		-	-
1.1.7	Payments to personnel and service suppliers (-)		356,588	257,594
1.1.8	Taxes paid (-)		615,972	457,479
1.1.9	Other (+/-)		(20,077)	(1,351)
<b>1.2</b>	<b>Changes in Operating Assets and Liabilities</b>		<b>1,604,926</b>	<b>1,282,268</b>
1.2.1	Net increase (decrease) in financial assets at fair value through profit or loss (+/-)		-	-
1.2.2	Net increase (decrease) in due from banks (+/-)		(1,079,278)	(109,060)
1.2.3	Net increase (decrease) in loans (+/-)		(234,741)	(365,891)
1.2.4	Net increase (decrease) in other assets (+/-)		-	-
1.2.5	Net increase (decrease) in bank deposits (+/-)		628,510	96,453
1.2.6	Net increase (decrease) in other deposits (+/-)		3,253,039	1,214,288
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 (+/-)		(882,008)	472,134
1.2.9	Net increase (decrease) in matured payables (+/-)		-	-
1.2.10	Net increase (decrease) in other liabilities (+/-)		(80,596)	(25,656)
<b>I.</b>	<b>Net cash provided from banking operations</b>		<b>2,263,005</b>	<b>2,025,885</b>
<b>B.</b>	<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>II.</b>	<b>Net cash provided from investing activities (+/-)</b>		<b>(1,115,547)</b>	<b>(1,363,344)</b>
2.1	Cash paid for acquisition of investments, associates and subsidiaries (-)		-	-
2.2	Cash obtained for acquisition of investments, associates and subsidiaries (+)		-	-
2.3	Purchases of property and equipment (-)		64,742	42,260
2.4	Disposals of property and equipment (+)		150	92
2.5	Cash paid for purchase of financial assets available- for sale (-)		1,578,014	-
2.6	Cash obtained from sale of financial assets available- for sale (+)		-	-
2.7	Cash paid for purchase of investment securities (-)		1,183,571	22,998,264
2.8	Cash obtained from sale of investment securities (+)		1,675,199	21,664,519
2.9	Other (+/-)		35,431	12,569
<b>C.</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>III.</b>	<b>Net cash provided from financing activities (+/-)</b>		<b>(129,442)</b>	<b>(60,863)</b>
3.1	Cash obtained from funds borrowed and securities issued (+)		-	-
3.2	Cash used for repayment of funds borrowed and securities issued (-)		-	-
3.3	Issued equity instruments (+)		-	-
3.4	Dividends paid (-)		112,508	48,744
3.5	Payments for financial leases (-)		16,934	12,119
3.6	Other (+/-)		-	-
<b>IV.</b>	<b>Effect of change in foreign exchange rate on cash and cash equivalents</b>		<b>502,882</b>	<b>137,789</b>
<b>V.</b>	<b>Net increase in cash and cash equivalents (I+II+III+IV)</b>		<b>1,520,898</b>	<b>739,466</b>
<b>VI.</b>	<b>Cash and cash equivalents at beginning of Period</b>		<b>3,944,938</b>	<b>3,205,472</b>
<b>VII.</b>	<b>Cash and cash equivalents at end of Period (V+VI)</b>		<b>5,465,836</b>	<b>3,944,938</b>

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

# BANK OF CHINA TURKEY A.Ş.

## UNCONSOLIDATED STATEMENT OF PROFIT DISTRIBUTION FOR THE PERIOD ENDED DECEMBER 31, 2025

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

### VII. Profit Distribution Statement

		Audited Current period 01.01.2025-31.12.2025(*)	Audited Prior period 01.01.2024-31.12.2024
<b>I.</b>	<b>DISTRIBUTION OF CURRENT YEAR INCOME</b>		
1.1	CURRENT YEAR INCOME	1,235,530	1,144,684
1.2	TAXES AND DUTIES PAYABLE (-)	351,445	337,400
1.2.1	Corporate Tax (Income tax)	354,866	347,882
1.2.2	Income withholding tax	-	-
1.2.3	Other taxes and duties(**)	(3,421)	(10,482)
		<b>884,085</b>	<b>807,284</b>
<b>A.</b>	<b>NET INCOME FOR THE YEAR (1,1-1,2)</b>	-	-
1.3	PRIOR YEAR LOSSES (-)	-	-
1.4	LEGAL RESERVES (-)	-	63,229
1.5	OTHER STATUTORY RESERVES (-)	<b>884,085</b>	<b>744,055</b>
		-	112,508
<b>B.</b>	<b>NET INCOME AVAILABLE FOR DISTRIBUTION [(A-(1,3+1,4+1,5))]</b>	-	-
1.6	FIRST DIVIDEND TO SHAREHOLDERS (-)	-	-
1.6.1	To Owners of Ordinary Shares	-	-
1.6.2	To Owners of Privileged Shares	-	-
1.6.3	To Owners of Preferred Shares	-	-
1.6.4	To Profit Sharing Bonds	-	-
1.6.5	To Holders of Profit and Loss Sharing Certificates	-	-
1.7	DIVIDENDS TO PERSONNEL (-)	-	-
1.8	DIVIDENDS TO BOARD OF DIRECTORS (-)	-	-
1.9	SECOND DIVIDEND TO SHAREHOLDERS (-)	-	-
1.9.1	To Owners of Ordinary Shares	-	-
1.9.2	To Owners of Privileged Shares	-	-
1.9.3	To Owners of Preferred Shares	-	-
1.9.4	To Profit Sharing Bonds	-	-
1.9.5	To Holders of Profit and Loss Sharing Certificates	-	-
1.10	SECOND LEGAL RESERVES (-)	-	-
1.11	STATUTORY RESERVES (-)	-	-
1.12	EXTRAORDINARY RESERVES	-	-
1.13	OTHER RESERVES	-	-
1.14	SPECIAL FUNDS	-	-
		-	-
<b>II.</b>	<b>DISTRIBUTION OF RESERVES</b>	-	-
2.1	APPROPRIATED RESERVES	-	-
2.2	SECOND LEGAL RESERVES (-)	-	-
2.3	DIVIDENDS TO SHAREHOLDERS (-)	-	-
2.3.1	To owners of ordinary shares	-	-
2.3.2	To owners of privileged shares	-	-
2.3.3	To owners of preferred shares	-	-
2.3.4	To profit sharing bonds	-	-
2.3.5	To holders of profit and loss sharing certificates	-	-
2.4	DIVIDENDS TO PERSONNEL (-)	-	-
2.5	DIVIDENDS TO BOARD OF DIRECTORS (-)	-	-
		-	-
<b>III.</b>	<b>EARNINGS PER SHARE</b>	-	-
3.1	TO OWNERS OF ORDINARY SHARES	0,84	0,71
3.2	TO OWNERS OF ORDINARY SHARES (%)	84,1	70,8
3.3	TO OWNERS OF PRIVILEGED SHARES	-	-
3.4	TO OWNERS OF PRIVILEGED SHARES (%)	-	-
		-	-
<b>IV.</b>	<b>DIVIDEND PER SHARE</b>	-	-
4.1	TO OWNERS OF ORDINARY SHARES	-	-
4.2	TO OWNERS OF ORDINARY SHARES (%)	-	-
4.3	TO OWNERS OF PRIVILEGED SHARES	-	-
4.4	TO OWNERS OF PRIVILEGED SHARES (%)	-	-

(\*) Authorized body for profit appropriation of the current period is the General Assembly. On the preparation of these financial statements, yearly ordinary meeting of the General Assembly has not been held yet.

(\*\*) It is considered by the BRSA that the revenue amount related to deferred tax assets cannot be considered as cash or internal resources and therefore should not be subject to the distribution of the profit for the period. As of December 31, 2025, the Bank has deferred tax expense amounting to TL 3,421 (December 31, 2024: TL 10,482 deferred tax expense).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2025

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

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### SECTION THREE

#### ACCOUNTING POLICIES

##### I. BASIS OF PRESENTATION

##### a. Preparation of the financial statements and related notes and explanations in accordance with the Turkish Accounting Standards and Regulation on the Principles and Procedures on the Accounting Practice and Documentation of Banks

The unconsolidated financial statements are prepared in accordance with the “Regulation on the Principles and Procedures Regarding Banks’ Accounting Applications and Safeguarding of Documents” published in the Official Gazette No, 26333 dated November 1, 2006 by the Banking Regulation and Supervision Agency (“BRSA”) which refers to “Turkish Accounting Standards (“TAS”) 34 - Interim Financial Reporting” and “Turkish Financial Reporting Standards (“TFRS”) issued by the Public Oversight Accounting and Auditing Standards Authority (“POA”) and other decrees, notes and explanations related to the accounting and financial reporting principles published by the BRSA. The format and the details of the publicly announced financial statements and related disclosures to these statements have been prepared in accordance with the “Communiqué Related to Publicly Announced Financial Statements of Banks and Explanations and Notes Related to these Financial Statements” and changes and notes to this communiqué published in the Official Gazette No, 28337 dated June 28, 2012.

The Bank maintains its books of accounts in Turkish Lira in accordance with the Banking Act, the Turkish Commercial Code (“TCC”) and Turkish Tax Legislation.

The financial statements have been prepared in Turkish Lira (TL), based on the historical cost basis except for the financial assets, liabilities and derivatives, which are expressed with their fair values.

On November 23, 2023, POA announced that entities reporting under TFRS should begin implementing "TAS - 29 Financial Reporting in Hyperinflationary Economies" standard in their financial statements from periods ending on and after December 31, 2023. Besides, regulatory and auditing bodies that are authorized in their respective areas have flexibility to determine alternative transition dates for the application of TAS - 29. Within the scope of the decision dated December 12, 2023 and numbered 10744 by the BRSA, banks, financial leasing, factoring, financing, savings financing, and asset management companies are not subject to inflation adjustments required under TAS - 29 in their financial statements as of December 31, 2024. Based on the decision dated January 11, 2024 and numbered 10825, these entities are required to implement inflation accounting starting from January 1, 2025.

-In accordance with Board decision on 12 December 2023, financial statements of banks, financial leasing, factoring, financing, savings financing and asset management companies as of 31 December 2023 would not be subject to the inflation adjustment.

- In accordance with Board decision on 11 January 2024, banks, financial leasing, factoring, financing, savings financing and asset management companies are required to apply inflation adjustment as of 1 January 2025.

- In accordance with the Board decision numbered 11021 on 5 December 2024, banks, financial leasing, factoring, financing, savings financing and asset management companies will not apply inflation adjustment in 2025

##### **Additional paragraph for convenience translation into English of financial statements originally issued in Turkish**

The differences between accounting principles, as described in these preceding paragraphs and accounting principles generally accepted in countries in which unconsolidated financial statements are to be distributed and International Financial Reporting Standards (“IFRS”) have not been quantified in these unconsolidated financial statements. Accordingly, these unconsolidated financial statements are not intended to present the financial position, results of operations and changes in financial position and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

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### ACCOUNTING POLICIES (Continued)

#### BASIS OF PRESENTATION (Continued)

##### b. Accounting policies and valuation principles applied in preparation of financial statements

The accounting policies and valuation principles used in the preparation of the financial statements are selected and applied in accordance with the requirements set out in regulations, communiqués, statements and guidance published by the BRSA and if there is no special regulation by the BRSA, in accordance with the principles within TAS / TFRS.

The accounting policies and valuation principles applied in the preparation of the accompanying financial statements are explained in Notes II and XXII below.

In preparing the financial statements in accordance with TFRS, the Bank's management is required to make assumptions and estimates about the assets and liabilities on the balance sheet and conditional issues as of the balance sheet date. These assumptions and estimates are reviewed regularly, necessary adjustments are made, and the details of the effects of these adjustments are reflected in the income statement as described in the related footnotes.

##### c. Changes in accounting policy

The TFRS changes, effective from January 1, 2023, do not have a significant effect on the Bank's accounting policies, financial status and performance. The TFRS changes that were published but not put into effect as of the final date of the financial statements will not have a significant effect on the Bank's accounting policies, financial status and performance.

The Bank has loan and borrowing transactions within the scope of the reform mentioned in the previous paragraph. Bank transactions are indexed to EURIBOR and USD LIBOR benchmark interest rates. Necessary developments have been completed for the usage of USD LIBOR indexed transaction's overnight interest rate transition as of June 30, 2023. Besides, the Bank is using alternative interest rates for its floating interest transactions after the EURIBOR transition since June 30, 2023.

#### II. EXPLANATIONS ON THE USAGE STRATEGY OF FINANCIAL INSTRUMENTS AND ON FOREIGN CURRENCY TRANSACTIONS

The Bank operates in the fields of Corporate Banking and Treasury banking in Turkey, The Bank provides cash, non-cash loans, project financing and corporate finance services to its corporate customers under the umbrella of corporate banking.

The Bank's most important funding source is its capital. Most of the Bank's assets consist of placements to banks. While capital is evaluated in high quality financial assets, an asset-liability management strategy is followed to keep interest, liquidity and exchange rate risks within certain limits. Foreign currency, interest and liquidity risks carried in the balance sheet and off-balance sheet assets and liabilities are managed within the framework of various risk limits and legal limits adopted by the Bank. The position of the Bank as a result of its foreign currency operations is kept at a minimum level and the foreign exchange rate risk is monitored within the framework of the Banking Law.

##### Explanation on foreign currency transactions:

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 at the end of the Period and the related currency conversion differences are recognized as foreign exchange gains and losses.

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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

#### **III. EXPLANATIONS ON FORWARD TRANSACTIONS, OPTIONS AND DERIVATIVE INSTRUMENTS**

The Bank's derivative instruments 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 "IFRS 9".

In accordance with IFRS 9, forward foreign exchange contracts, swaps, options and futures transactions are classified as "Derivative Financial Assets Measured at Fair Value through Profit and Loss". Derivative transactions are recorded at their fair value at the date of the contract. In addition, liabilities and receivables arising from derivative transactions are recorded in off-balance sheet accounts at contractual amounts.

As of September 30, 2025, the Bank has no derivative financial liability which is classified as "Derivative Financial Liabilities Measured at Fair Value through Profit and Loss" (December 31, 2024: none)

#### **IV. INFORMATION ON INTEREST INCOME AND EXPENSES**

Interest income and expenses are recognized at fair value and accrued on an accrual basis using the effective interest method (the rate that equals the future cash flows of a financial asset or liability to its present net carrying amount) based on the principal amount outstanding.

#### **V. EXPLANATIONS ON FEE AND COMMISSION INCOME AND EXPENSES**

According to the nature of fees and commissions; commission income / expenses collected for any future transaction are recognized on an accrual basis and other fee and commission income / expenses are recognized in accordance with IFRS 15 in the Period in which they are incurred.

#### **VI. EXPLANATIONS ON FINANCIAL ASSETS**

Within the framework of the business plan, the Bank classifies and accounts for its financial assets as "Financial assets at fair value through profit or loss", "Financial assets at fair value through other comprehensive income" or "Financial assets at amortized cost". Such financial assets are accounted for in accordance with the "IFRS 9 Financial Instruments" standard, which is about the classification and measurement of financial instruments published in the Official Gazette dated January 15, 2019 and numbered 30656 by the Public Oversight Accounting and Auditing Standards Authority. The Bank is registered or issued in accordance with the provisions of "Inclusion in Financial Statements and Exclusion from Financial Statements" in the third part of the standard, effective from January 1, 2018.

In the first measurement of financial assets other than "Financial Assets at Fair Value Through Profit/Loss", transaction costs are added to the fair value or deducted from the fair value.

The Bank recognizes a financial asset only when it is a party to the contractual provisions of the financial instrument. The first time that a financial asset is included in the financial statements, the characteristics of the business model and the contractual cash flows of the financial asset are taken into account by the Bank Management. When the business model determined by the bank management is changed, all financial assets affected by this change are reclassified and the reclassification is applied in the future. In such cases, no adjustments are made to the earnings, losses or interests previously recognized in the financial statements.

The Bank has no financial assets at fair value through profit as of September 30, 2025. (December 31, 2024: None).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

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### **Financial assets at fair value through other comprehensive income:**

If, in addition to holding a financial asset within a business model that aims to collect contractual cash flows and sell the asset, the contractual terms of the financial asset result in cash flows that, on specific dates, consist solely of payments of principal and interest arising from the principal outstanding, the asset is classified as at fair value through other comprehensive income.

Financial assets at fair value through other comprehensive income are recognized by adding transaction costs to the acquisition costs that reflect their fair value. Financial assets at fair value through other comprehensive income are valued at their fair value upon recognition. Interest income from securities at fair value through other comprehensive income, calculated using the effective interest method, and dividend income from securities representing equity shares are recognized in the income statement. The difference between the fair value and amortized cost of financial assets at fair value through other comprehensive income, i.e., "Unrealized gains and losses," is not recognized in the income statement for the period until the corresponding value of the financial asset is collected, sold, disposed of, or impaired. It is recorded in the "Accumulated Other Comprehensive Income or Expense to be Reclassified to Profit or Loss" account under equity. When these securities are collected or disposed of, the accumulated fair value differences recognized in equity are recognized in the income statement.

The Bank has TL 1,002,339 worth of Financial Assets at Fair Value Through Other Comprehensive Income (December 31, 2024: TL 0).

### **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 their acquisition cost including the transaction costs, which reflect the fair value of those instruments and are subsequently recognized at "Amortized Cost" by using "Effective Interest (Internal Efficiency) Rate" method. Interest income obtained from financial assets measured at amortized cost is accounted in the income statement.

## **ACCOUNTING POLICIES (Continued)**

### **Loans and Receivables:**

Loans are financial assets that have fixed or determinable payments and are not quoted on an active market. Such loans are initially recognized at cost with fair value reflecting transaction costs and are measured at amortized cost using the "effective interest rate (internal rate of return) method".

## **VII. INFORMATION ON IMPAIRMENT OF FINANCIAL ASSETS**

As of January 1, 2020, the Bank started to recognize 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 June 22, 2016 numbered 29750. In this framework, as of December 31, 2019, method of provisions for impairment as set out in accordance with the related legislation of BRSA is changed by applying the expected credit loss model under TFRS 9, The expected credit loss estimates are required to be unbiased, probability-weighted and include supportable information about past events, current conditions, and forecasts of

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

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future economic conditions. The Bank sets aside the expected loss provision for its financial assets measured at amortized cost and at fair value through other comprehensive income.

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 for those which do not have a significant increase in credit risk since initial recognition. Impairment for credit risk is 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 is transferred to Stage 2. Impairment for credit risk is determined based on the instrument's lifetime expected credit losses.

### **Stage 3:**

Stage 3 includes financial assets that have objective evidence of impairment as of the reporting date. Lifetime expected credit losses are recorded for these assets.

### **Use of current conditions, past events and macroeconomic forecasts:**

After making a segment separation according to the counterparty of the receivable, the Bank takes into account the different macroeconomic scenarios created for the corporate portfolio, using past events, current conditions and economic prospects for the future. The Bank uses three macroeconomic scenarios as base, positive and negative for future projections. The macroeconomic model is applied to reflect the outlook of the parameters used in the expected credit loss calculation.

### **Expected credit loss provision calculation:**

The Bank uses the "Probability of Default x Loss in Default x Default" amount that takes into account the time value of money in the expected credit loss calculation. For the first stage receivables, 12-month expected credit loss calculation is applied, considering future information. For the second stage receivables, calculations are made for the expected life of the loan. Expected lifetime expected credit loss is calculated by discounting and collecting possible credit losses in every 12-month Period until maturity. The default probability is taken as 100% for non-performing loans and the expected loan losses are calculated in accordance with the expected life approach. Although methodological calculation methods have been determined, there are currently no loans classified in the second and third stages in the Bank's portfolio. The entire loan portfolio is at the first stage.

## **ACCOUNTING POLICIES (Continued)**

### **VIII. DISCLOSURES ABOUT NETTING AND DERECOGNITION OF FINANCIAL INSTRUMENTS**

#### **Explanations on netting of 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.

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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### **IX. INFORMATION ON SALES AND REPURCHASE AGREEMENTS AND LENDING OF SECURITIES**

Funds provided by the Bank for securities sold under agreements for repurchase agreements ("Repo") are followed in the legal records in the "Funds Provided under Repurchase Agreements" and "Funds Provided under Repurchase Agreements-FC" Accounts.

Securities subject to repo (repurchase agreements) are classified as "Financial assets at fair value through profit or loss" or "Financial assets at fair value through other comprehensive income" according to their purposes to be held in the Bank's portfolio. Revenues from securities subject to repo are accounted for in interest income and expenses paid under repurchase agreements are accounted in interest expense accounts.

Funds given against securities purchased under agreements to resell ("Reverse repos") are accounted under "Receivables from money market" in the balance sheet. Interest income accruals are calculated according to the "effective interest (internal rate of return) method" for the portion of the difference between repurchase agreements and purchase and resale prices. Difference between the purchase and resale prices determined by reverse repurchase agreements, the interest income accrual is calculated according to the "Effective interest rate method".

As of December 31, 2025, the Bank has no repo, reverse repo and foreclosed marketable securities (December 31, 2024: None)

### **X. EXPLANATIONS ON ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS AND THE RELATED LIABILITIES**

Assets held for sale, consist of tangible assets due to non-performing loans are accounted for in accordance with "TFRS 5 related to Held for Sale Fixed Assets and Discontinued Operations Turkey Financial Reporting Standards" in the financial statements.

A discontinued operation is part of a bank's business classified as disposed or held-for-sale. It refers to a separate main business line or the geographical area of its activities. It is a part of the sale of a separate main line of business or geographical area of operations alone in a coordinated plan, or is a subsidiary acquired solely for resale.

As of December 31, 2025, the Bank has no assets held for sale and discontinued operations (December 31, 2024: None).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### ACCOUNTING POLICIES (Continued)

#### XI. EXPLANATIONS ON GOODWILL AND OTHER INTANGIBLE ASSETS

Goodwill represents the difference between the cost of goods sold and the fair value of the identifiable assets, liabilities and contingent liabilities of the acquiree's entity / operation, and represents the payment made by the acquirer to the entity for future benefit recognition. Not included in the financial statements of the business acquired in business combinations; however, assets that are separable from goodwill, intangible assets (such as credit card brand value and customer portfolio) and / or contingent liabilities are recognized in the financial statements at fair value.

Goodwill calculated in accordance with TFRS 3 - Business Combinations Standard is not subject to amortization but instead is tested for impairment in accordance with TAS 36 - Impairment of Assets, more frequently, annually or in cases where the conditional changes in circumstances indicate it may be impaired.

Intangible assets are amortized using the straight-line method over their estimated useful lives. The determination of the useful life of the asset is made by assessing the expected duration of use of the asset, the technical, technological or other type of obsolescence and the maintenance costs required obtaining the expected economic benefit from the asset.

The main assets that the Bank classifies as intangible assets are the license and development fees paid by the Bank for the systems it uses. Intangible assets are depreciated using the straight-line method over their useful lives. The depreciation method and period are reviewed periodically at the end of each year.

As of December 31, 2025, there is no goodwill in the accompanying financial statements (December 31, 2024: None).

#### XII. EXPLANATIONS ON TANGIBLE ASSETS

In accordance with the "Accounting Standard for Tangible Fixed Assets" ("TAS 16"), the cost of the tangible assets is determined by adding the initial amounts of the tangible assets and other direct expenses required to make the asset available. Property, plant and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses.

For assets that are less than an active accounting Period, depreciation is provided for the amount of the depreciation for the full year, as measured by the proportion of the asset over the life of the asset.

If the carrying amount of an item of property, plant and equipment is greater than its market value, an impairment loss is recognized for the excess amount and the amount is recognized in the financial statements. Gains or losses arising from the disposal of tangible fixed assets are transferred to profit and loss accounts of the related Period.

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

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

Tangible Assets	Estimated Useful Life (Year)	Amortization Rate (%)
Operating Leases	1-9	11.11-100
Furniture	5-10	10-20
Office equipment	3-10	10-33.33
Safe	50	2
Vehicles	5	20

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

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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

#### **XIII. EXPLANATIONS ON LEASING TRANSACTIONS**

The Bank is a lessee in the offices used for the marketing of operational area services and operations, and there are no financial leasing transactions.

##### **Explanations on TAS 16 Leases Standard:**

TAS 16 Leases Standard was published in the Official Gazette dated April 16, 2019 and numbered 29826, effective from January 1, 2019. This Standard specifies the principles for the leasing, presentation, presentation and disclosure of leases. The purpose of the standard is to provide tenants and lessees with appropriate information. This information is the basis for evaluating the impact of the leases on the entity's financial position, financial performance and cash flows by users of financial statements. The Bank has started to apply the related standard on January 1, 2019.

##### **Measurement, Presentation and Reflection of Financial Leasing into Financial Statement**

The amount of the lease obligation is shown in the balance sheet as gross in proportion to the total of all cash payments under the contract and netted off with the interest expense arising from the contract. The usage right arising from the leasing transactions is capitalized at the date of the rental at the beginning of the lease by measuring the present value of the lease payments that have not been paid at that date. In this measurement, if the interest can be easily determined, the implied interest rate in the lease is used. If this ratio cannot be easily determined, the Bank's alternative borrowing interest rate announced by the Treasury Unit is used.

#### **XIV. EXPLANATIONS ON PROVISIONS AND CONTINGENT ASSETS/LIABILITIES**

Provisions and contingent liabilities except for the financial instruments within the scope of the TFRS 9 or the provisions recognized in accordance with other standards such as TAS 12 and TAS 19 are accounted in accordance with the "Turkish Accounting Standard for Provisions, Contingent Liabilities and Contingent Assets" (TAS 37).

Provision is made in the financial statements if there is an existing obligation resulting from past events, it is probable that the obligation will be met and the obligation can be reliably measured. Provisions are calculated based on the Bank Management's best estimates of the expenditure required to settle the obligation at the balance sheet date and are discounted to the present value where the effect is material.

For liabilities that arise because of past events, provision is made if the probability of occurrence is high and the amount can be reliably estimated at the time when those liabilities are incurred.

Contingent assets usually consist of unplanned or other unexpected events that give rise to the possibility of entry into the business of economic benefits. The presentation of contingent assets in the financial statements is not included in the financial statements, as it may result in the recognition of an income that can never be obtained. Contingent assets are disclosed in the footnotes of financial statements if it is probable that the economic benefits will flow to the enterprise. Contingent assets are assessed on an ongoing basis to ensure that their development is accurately reflected in the financial statements. If it becomes almost certain that the economic benefit will enter the Bank, the related asset and related income are reflected in the financial statements of the Period in which the change occurs.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

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### ACCOUNTING POLICIES (Continued)

#### XV. EXPLANATION ON LIABILITIES RELATED TO EMPLOYEE RIGHTS

In accordance with the existing social legislation in Turkey, the Bank is required to make lump-sum termination indemnities including retirement and notice payments to each employee whose employment is terminated due to resignation or for reasons other than misconduct. In accordance with the revised TAS 19 employee benefits standard ("TAS 19"), such payments are recognized as defined benefit plans.

The retirement pay liability recognized in the balance sheet is calculated according to the present value of the amount of the liability expected to arise in the future due to retirement of all employees and reflected to the financial statements. Amendments to TAS 19 change the accounting for defined benefit plans and termination benefits. Changes require that all actuarial losses and gains be accounted for as other comprehensive income immediately in order to reflect the full value of the net retirement asset or liability in the balance sheet. Changes to TAS 19 should be applied retrospectively.

##### a. Defined benefit plans:

According to the laws and collective agreements existing in Turkey, retirement pay is paid in case of retirement or dismissal. The Bank recognizes the provision for the rights of its employees by estimating the present value of its future probable obligation in the event of retirement or dismissal.

There are no foundations, pension funds or similar associations of which the employees are members.

##### b. Defined contribution plans:

The Bank, on behalf of its employees, must pay contributions to the Social Security Institution (SSI) in the amount determined by law. Apart from the contribution paid by the Bank, there is no other obligation to pay to its employees or the SSI. These premiums are reflected to the personnel expenses in the Period when they are accrued.

##### c. Short-term benefits to employees:

The liabilities arising from the vacation pay defined as "short-term benefits to employees" within the scope of TAS 19 are accrued and are not discounted at the Periods when they are earned.

#### XVI. EXPLANATIONS ON TAXATION

##### a. Corporate tax:

Effective January 1, 2023, corporate income tax for banks in Turkey is subject to a 30% corporate tax.

With the Law No. 7456 published in the Official Gazette dated 15 July 2023 and numbered 32249, corporate tax rate for banks has been increased to 30% from 25%, and has been applied to the corporate earnings of the accounting periods starting from January 1, 2023.

Advanced taxes are paid based on the quarterly earnings of the relevant accounting period, at the corporate income tax rate applicable to that year's earnings. Provisional taxes paid during the year are offset against the corporate income tax calculated on that year's corporate income tax return. Corporate income tax returns must be filed between the first day of the fourth month following the closing of the relevant accounting period and paid in a single installment by the end of that month.

Provisions for corporate and income taxes calculated on the profit for the period are recorded as "Current Tax Liability" in the liabilities section and as expenses in the "Current Tax Provision" account in the income statement.

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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

#### **EXPLANATIONS ON TAXATION (Continued)**

##### **a. Corporate Tax (Continued)**

According to the Corporate Tax Law, financial losses shown on a tax return can be deducted from the corporate tax base for a period not exceeding five years. Declarations and related accounting entries can be examined within five years by tax office.

If profits are not distributed for the period, no additional tax is applied. No withholding tax is applied to dividends paid to corporations' resident in Turkey. Pursuant to the Council of Ministers Decree numbered 2009/14593 and the Council of Ministers Decree numbered 2009/14594, published in the Official Gazette dated February 3, 2009 and numbered 27130, and Articles 15 and 30 of the Corporate Tax Law numbered 5520, profit distributions to full-fledged taxpayer individuals, those not liable to corporate tax and income tax, those exempt from corporate tax and income tax, limited taxpayer corporations (excluding those receiving dividends through a workplace or permanent representative in Turkey), and limited taxpayer individual individuals were subject to a withholding tax of 15%. However, with the Presidential Decree published in the Official Gazette dated December 22, 2021 and numbered 31697, this rate was changed to 10%. However, with the Presidential Decree numbered 9286, dated December 21, 2024, the dividend withholding tax rate was increased from 10% to 15%. When applying withholding tax rates for profit distributions to limited-taxpayer corporations and individuals, the practices in the relevant Double Taxation Agreements are also considered. Additions of profits to capital are not considered profit distributions, and withholding tax is not applicable.

Article 298 of the Tax Procedure Law stipulates that financial statements will be subject to inflation adjustment if the increase in the producer price index exceeds 100% in the last three accounting periods, including the current one, and exceeds 10% in the current accounting period. As of December 31, 2021, these conditions were met. However, with the "Law on Amendments to the Tax Procedure Law and the Corporate Tax Law" numbered 7352, published in the Official Gazette dated 29 January 2022 and numbered 31734, temporary article 33 was added to the Tax Procedure Law numbered 213 and it has been enacted that the financial statements will not be subject to inflation adjustment regardless of whether the conditions for inflation adjustment within the scope of Article 298 are met in the 2021 and 2022 accounting periods including temporary tax periods (as of the accounting periods ending in 2022 and 2023 for those to which a special accounting period is assigned) and in the 2023 accounting period, including temporary tax periods, financial statements will not be subject to inflation adjustment and that the financial statements dated 31 December 2023 will be subject to inflation adjustment regardless of whether the conditions for inflation adjustment are met and the profit/loss differences arising from the inflation adjustment will be shown in the prior years' profit/loss account.

According to Article 17 of Law No, 7491 on Amendments to Certain Laws and Decree Laws, published in the Official Gazette No. 32413 dated December 28, 2023, banks, companies covered by Law No. 6361 on Financial Leasing, Factoring, Financing, and Savings and Finance Companies dated November 21, 2012, payment and electronic money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies, and pension companies will not take profit/loss differences resulting from inflation adjustments made in the 2024 and 2025 accounting periods, including provisional tax periods, into account in determining income. The President has been authorized to extend the periods specified under this paragraph by one accounting period, including provisional tax periods.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

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### ACCOUNTING POLICIES (Continued)

#### EXPLANATIONS ON TAXATION (Continued)

##### a. Corporate Tax (Continued)

According to Temporary Article 37 of Tax Procedural Law which was added by the Law No, 7571 on Amendments to Certain Laws and Decree Laws, published in the Official Gazette No. 33118 dated December 25, 2025, inflation adjustment will not be applied to financial statements in the 2025, 2026 and 2027 accounting periods including provisional tax periods without considering the conditions of inflation adjustment on article 298/ç. The President has been authorized to extend the periods specified under this paragraph by three accounting period, including provisional tax periods.

For the accounting periods including extended periods covered by authorization, in which inflation adjustment is not applied, Tax Procedural Law allows to revaluation of economic assets. Accordingly, the Bank has subjected its economic assets to depreciation in its balance sheet, provided that the conditions stipulated in the provisions of bis Article 298/ç of the Tax Procedure Law. Corporate tax is calculated by considering the depreciation allocated on the revalued values of economic assets subject to depreciation.

##### b. Deferred tax:

The Bank calculates and accounts for deferred taxes in accordance with IAS 12 "Income Taxes" for temporary differences between the tax base determined in accordance with the accounting policies and valuation principles applied and the tax legislation.

The Bank's deferred tax assets and liabilities are presented on a net basis in the unconsolidated balance sheet, as a result, a net deferred tax asset of TRY 66,164 (December 31, 2024: TRY 62,746 net deferred tax asset) has been recognized in the financial statements.

Deferred tax calculation includes tax effects of the revalued economic assets according to bis Article 298/ç of the Tax Procedure Law.

In calculating deferred tax, the tax rates in effect as of the balance sheet date are used in accordance with current tax legislation, estimating when temporary differences will become taxable/deductible.

With the Law No. 7456 published in the Official Gazette dated 15 July 2023 and numbered 32249, corporate tax rate for banks has been increased to 30% from 25%, and has been applied to the corporate earnings of the accounting periods starting from January 1, 2023; therefore, tax rate is 30% on the calculation of deferred assets and liabilities as of December 31, 2025.

Deferred tax liabilities are calculated for all taxable temporary differences, while deferred tax assets arising from deductible temporary differences are calculated on the condition that it is highly probable that these differences will be utilized through future taxable profits. Effective January 1, 2020, with the provisions of IFRS 9, deferred tax assets are calculated based on expected loss provisions constituting temporary differences. Deferred taxes related to assets directly attributable to equity are associated with the equity account group and netted with the relevant accounts within this group.

##### c. Local and Global Minimum Supplementary Corporate Tax:

###### Domestic Minimum Top Up Corporate Tax

In September 2023, the POA published amendments to IAS 12 that introduce a mandatory exception for the recognition and disclosure of deferred tax assets and liabilities related to Second Pillar income taxes, these amendments clarify that IAS 12 will apply to income data arising from tax laws that have entered into force or are close to entering into force for the purpose of applying the Second Pillar Model Rules published by the Organization for Economic Co-operation and Development (OECD). These

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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amendments also introduce specific disclosure requirements for entities affected by such tax laws, the exception stipulating that information about deferred taxes within this scope will not be recognized or disclosed, as well as the disclosure requirement that the exemption has been applied, will be implemented upon publication of the amendment. The Pillar 2 regulations agreed upon by OECD member countries entered into force in Turkey with Law No, 7524 on Amendments to Tax Laws and Certain Laws and Legislative Decree No, 375, published in the Official Gazette on August 2, 2024. These regulations does not have impact on financial status and performance.

### ACCOUNTING POLICIES (Continued)

#### c. Local and Global Minimum Supplementary Corporate Tax (Continued)

##### Domestic Minimum Corporate Tax

Turkey has put into effect the Domestic Minimum Corporate Tax with the laws published in the Official Gazette dated August 2, 2024. This tax will be applied starting from the 2025 accounting period. The regulation of the Minimum Corporate Tax was introduced with Law No. 7524, regarding the corporate tax calculated within this scope is not being less than 10% of the corporate income before deductions and exemptions. The regulation will enter into force on the date of publication to be applied to the corporate income of the 2025 taxation period. In addition, the Corporate Tax General Communiqué No. 23 has been published on the subject.

#### d. Transfer pricing:

The "disguised profit" principle, which was included in Corporate Tax Law No, 5422, was redefined under the title "Disguised profit distribution through transfer pricing" by Article 13 of Corporate Tax Law No. 5520. Explanations regarding this article, which entered into force on January 1, 2007, and the amendments made to Article 41 of the Income Tax Law by Law No. 5615 are set out in the General Communiqué on Disguised Profit Distribution through Transfer Pricing, published in the Official Gazette dated November 18, 2007, and numbered 26704.

The "arm's length principle," which forms the basis of the transfer pricing regulation, means that the price or price applied in the purchase or sale of goods or services with related parties should be consistent with the price or price that would have been incurred if no such relationship existed between them. According to the relevant communiqué, if taxpayers engage in purchase and sale transactions with related entities (individuals) of products, services, or goods whose pricing is not conducted in accordance with the arm's length principle, the relevant profits will be deemed to have been distributed disguisedly through transfer pricing. Disguised profit distributions through such transfer pricing will not be deductible from the tax base for corporate tax purposes.

The "Transfer Pricing, Controlled Foreign Institution, and Disguised Capital Form" regarding transactions conducted with related parties during the accounting period is submitted to the relevant tax office as an appendix to the Corporate Tax Return for the relevant period.

### XVII. ADDITIONAL EXPLANATIONS ON BORROWINGS

The Bank's fund resources consist of borrowing from foreign financial institutions. Instrument regarding borrowing are valued with their fair values and other financial liabilities are carried at "amortised cost" using the effective interest method. As of December 31, 2025, the Bank hasn't obtained funds from foreign institutions through borrowings. (December 31, 2024: TL 882,577).

### XVIII. EXPLANATIONS ON SHARE CERTIFICATES ISSUED

None (December 31, 2024: None).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### ACCOUNTING POLICIES (Continued)

#### XIX. 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. As of the balance sheet date, there are no bank acceptances and bills of guarantee recognized as liability against an asset (December 31, 2024: None).

#### XX. EXPLANATIONS ON GOVERNMENT INCENTIVES

As of the balance sheet date, the Bank does not have any government incentives (December 31, 2024: None).

#### XXI. EXPLANATIONS ON PROFIT RESERVES AND PROFIT DISTRIBUTION

At the Ordinary General Assembly meeting held on March 26, 2025, in accordance with the profit distribution proposal of the Bank's Board of Directors, it was decided that TL 63,229 of the 2024 net profit of TL 807,284 would be set aside as reserves, TL 631,548 would be transferred to undistributed profits, and TL 112,508 would be distributed as dividends to partners. The transfer of TL 807,284 to reserves and dividend payable accounts was completed on March 27, 2025. All dividends were paid to shareholders on May 28, 2025.

Other than legal reserves in statutory financial statements, retained earnings and reserves set aside by the resolution of the general assembly are available for distribution, subject to the legal reserve requirement set out below. Legal reserves consist of first and second reserves as stipulated in the Turkish Commercial Code ("TCC"). The TCC stipulates that the first legal reserve should be separated from profits at a rate of 5% until it reaches 20% of the total reserve paid-in capital. The second legal reserve is reserved at the rate of 10% on all cash dividend distributions exceeding 5% of the paid-in capital.

#### XXII. EXPLANATIONS ON EARNINGS PER SHARE

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

In Turkey, companies can increase their share capital by making a pro-rata distribution of shares ("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 to 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. Where the number of outstanding shares increase due to distribution of bonus shares after the balance sheet date but before the release of the financial statements, earnings per share computations are performed based on the revised average number of shares.

	Current Period	Prior Period
Current Period Profit / (Loss)	884,085	807,284
Number of Shares	1,051,230	1,051,230
<b>Profit/ (Loss) per share (*)</b>	<b>0.84100</b>	<b>0.76794</b>

(\*) Expressed in full Turkish Lira.

#### XXIII. EXPLANATIONS ON RELATED PARTIES

Parties defined in Article 49 of the Banking Law No.5411, Bank's senior management and Board Members are deemed as related parties. Transactions regarding related parties are presented in Section Five.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### ACCOUNTING POLICIES (Continued)

#### XXIV. EXPLANATIONS ON CASH and CASH EQUIVALENTS

For the purposes of the preparation of statement of cash flows, “Cash” includes cash, effectives, and cash in transit, purchased cheques and demand deposits including balances with the Central Bank; and “Cash equivalents” include interbank money market placements and time deposits at banks with original maturity Periods of less than three months.

#### XXV. EXPLANATIONS ON SEGMENT REPORTING

The main segment of banking operations is Corporate Banking, As of December 31, 2025, the financial information per banking segments is presented below:

<b>Current Period 31.12.2025</b>	<b>Corporate Banking</b>	<b>Fund Management</b>	<b>Unallocated</b>	<b>Total</b>
Operating income	360,657	1,352,152	52,517	1,765,326
Operating expense	(18,826)	-	(510,970)	(529,796)
Pre-tax income / (loss)	341,831	1,352,152	(458,453)	1,235,530
Tax provision (-)	-	-	(351,445)	(351,445)
<b>Net Profit / (Loss)</b>	<b>341,831</b>	<b>1,352,152</b>	<b>(809,898)</b>	<b>884,085</b>
Segment assets	265,424	9,552,944	427,598	10,245,966
Segment liabilities	6,013,460	-	356,310	6,369,770
Equity	-	3,876,196	-	3,876,196
<b>Prior Period 31.12.2024</b>	<b>Corporate Banking</b>	<b>Fund Management</b>	<b>Unallocated</b>	<b>Total</b>
Operating income	165,599	1,353,928	38,407	1,557,934
Operating expense	(867)	-	(412,383)	(413,250)
Pre-tax income / (loss)	164,732	1,353,928	(373,976)	1,144,684
Tax provision (-)	-	-	(337,400)	(337,400)
<b>Net Profit / (Loss)</b>	<b>164,732</b>	<b>1,353,928</b>	<b>(711,376)</b>	<b>807,284</b>
Segment assets	499,971	5,728,532	205,519	6,434,022
Segment liabilities	2,145,330	882,577	313,443	3,341,350
Equity	-	3,092,672	-	3,092,672

#### XXVI. RECLASSIFICATIONS

In order to be consistent with the presentation of current Period financial statements, there can be certain reclassifications in case needed.

The Bank has made an adjustment in the 2024 cash flow statement by excluding the reserve requirement balances held at the Central Bank of the Republic of Türkiye (CBRT) from cash and cash equivalents. The related amount for the year 2024 is TRY 321,606 thousand.

#### XXVII. EXPLANATIONS ON OTHER MATTERS

None. (December 31, 2024: None).

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2025**

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

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### **SECTION FOUR**

#### **INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT**

##### **I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS' EQUITY**

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".

Accordance with the decision of the Banking Regulation and Supervision Agency dated 31 January 2023 and numbered 10496, the amount subject to credit risk is calculated with the Central Bank foreign exchange buying rates as of 30 December 2022 and the fair value difference is calculated according to the net valuation differences of the securities in the securities portfolio reflected in other comprehensive income. In case the valuation differences are negative, these differences are not taken into account in the equity amount to be used for the capital adequacy ratio.

The bank uses the current exchange rate in calculating the amount subject to credit risk and the exception in question is not used. Since there is no securities portfolio whose fair value difference is reflected in other comprehensive income, the exception in question has no effect. Pursuant to the decision of the Banking Regulation and Supervision Agency dated 23 June 2022 and numbered 10247, the banks in Turkey from Central Government of the Republic of Turkey. In the capital adequacy ratio calculation for the receivables held in foreign currency and in accordance with the Regulation on Regulation on Measurement and Evaluation of Capital Adequacy of Banks published in the Official Gazette dated 23 October 2015 and numbered 29511; It was decided to apply a zero percent risk weight when calculating the amount subject to credit risk. When the said BRSA decision is adopted by the Bank, 0% risk weight is applied to FX receivables from the CBRT.

As of December 31, 2025, the Bank's total capital has been calculated as TL 3,798,512 (December 31, 2024: TL 3,044,109) and the capital adequacy ratio is 25.15% (December 31, 2024: 29.44%). This ratio is well above the minimum ratio required by the legislation.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

### EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS' EQUITY (Continued)

#### Information on Equity Accounts:

	Current Period 31.12.2025	Prior Period 31.12.2024
<b>COMMON EQUITY TIER I CAPITAL</b>	<b>3,754,015</b>	<b>3,016,920</b>
Paid-in capital to be entitled for compensation after all creditors	1,051,230	1,051,230
Share Premium	-	-
Reserves	1,902,704	1,207,928
Gains recognized in equity as per TAS	11,940	-
Profit	910,314	833,513
Current Period profit	884,085	807,284
Prior Period profit	26,229	26,229
Bonus shares from associates, subsidiaries and joint ventures not accounted in current Period's profit	-	-
<b>Common Equity Tier I Capital Before Deductions</b>	<b>3,876,188</b>	<b>3,092,671</b>
<b>Deductions from Common Equity 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	-	1
Improvement costs for operating leasing (-)	20,578	436
Goodwill and other intangible assets and related deferred taxes (-)	-	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	32,362	10,643
Excess amount arising from deferred tax assets from temporary differences	69,233	64,671
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	-	-
Unrealized gains and losses arising from the differences in the credit value of the Bank's liabilities at fair value,	-	-
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>122,173</b>	<b>75,751</b>
<b>Total Common Equity Tier I Capital</b>	<b>3,754,015</b>	<b>3,016,920</b>

(\*) In this section, the accounts that are liable to the temporary articles of "Regulation on Equities of Banks" which will be considered at the end of the Transition Period are shown.

**BANK OF CHINA TURKEY A.Ş.****NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS  
AS OF DECEMBER 31, 2025**

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

**INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)****I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS' EQUITY (Continued)**

	Current Period 31.12.2025	Prior Period 31.12.2024
<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	-	-
Debt instruments and the related issuance premiums defined by the BRSA (Covered by Temporary Article 4)	-	-
Shares of third parties in Additional Tier I Capital	-	-
Shares of third parties in Additional Tier I Capital (Temporary Article 3)	-	-
<b>Additional Core Capital before Deductions</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 (-)	-	-
The total of net long position of the direct or indirect investments in Additional Tier I Capital of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital (-)	-	-
Other items to be defined by the BRSA (-)	-	-
<b>Items to be Deducted from Tier I Capital during the Transition Period</b>	-	-
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier I capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-	-
Net deferred tax asset/liability not deducted from Tier I Capital as per the Temporary Article 2, Clause 1 of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks (-)	-	-
Deduction from Additional Tier I Capital when there is not enough Tier II Capital (-)	-	-
<b>Total Deductions from Additional Tier I Capital</b>	-	-
<b>Total Additional Tier I Capital</b>	-	-
<b>Total Tier I Capital (Tier I Capital=Common Equity Additional Tier I Capital)</b>	<b>3,754,015</b>	<b>3,016,920</b>
<b>TIER II CAPITAL</b>		
Debt instruments and share issue premiums deemed suitable by the BRSA	-	-
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	44,497	27,189
<b>Tier II Capital before Deductions</b>	<b>44,497</b>	<b>27,189</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 (-)	-	-
Net long-term position of investments in capital assets of banks and financial institutions that have 10% or more of their shareholding interests and have not been consolidated	-	-
Other items to be defined by the BRSA (-)	-	-
<b>Total Deductions from Tier II Capital</b>	-	-
<b>Total Tier II Capital</b>	<b>44,497</b>	<b>27,189</b>
<b>Total Equity (Total Tier I and Tier II Capital)</b>	<b>3,798,512</b>	<b>3,044,109</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS' EQUITY (Continued)

	Current Period 31.12.2025	Prior Period 31.12.2024
<b>Total Tier I Capital and Tier II Capital (Total Equity)</b>	<b>3,798,512</b>	<b>3,044,109</b>
Loans granted against the Articles 50 and 51 of the Banking Law (-)	-	-
Net book values of movables and immovable exceeding the limit defined in the Article 57.Clause 1 of the Banking Law and the assets acquired against overdue receivables and held for sale but retained more than five years (-)	-	-
Other items to be defined by the BRSA (-)	-	-
<b>Items to be Deducted from the Sum of Tier I and Tier II Capital (Capital) During the Transition Period</b>	<b>-</b>	<b>-</b>
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Tier I Capital, Additional Tier I Capital or Tier II Capital as per the Temporary Article 2. Clause 1 of the Regulation (-)	-	-
The portion of total of net long positions of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns more than 10% of the issued share capital exceeding the 10% threshold of above Tier I Capital not deducted from Additional Tier I Capital or Tier II Capital as per the Temporary Article 2. Clause 1 of the Regulation (-)	-	-
The portion of net long position of the investments in equity items of unconsolidated banks and financial institutions where the Bank owns 10% or more of the issued share capital, of the net deferred tax assets arising from temporary differences and of the mortgage servicing rights not deducted from Tier I Capital as per the Temporary Article 2. Clause 2. Paragraph (1) and (2) and Temporary Article 2. Clause 1 of the Regulation (-)	-	-
<b>EQUITY</b>	<b>3,798,512</b>	<b>3,044,109</b>
Total Capital (Total of Tier I Capital and Tier II Capital)	3,798,512	3,044,109
Total Risk Weighted Assets	15,104,541	10,338,960
<b>CAPITAL ADEQUACY RATIOS</b>		
Core Capital Adequacy Ratio (%)	24.85	29.18
Tier I Capital Adequacy Ratio (%)	24.85	29.18
Capital Adequacy Ratio (%)	25.15	29.44
<b>BUFFERS</b>		
Bank-specific total Core Capital Ratio	2.66	2.62
Capital Conservation Buffer Ratio (%)	2.50	2.50
Bank-specific Counter-Cyclical Capital Buffer Ratio (%) (*)	0.16	0.12
Systemically Important Bank's Buffer Ratio (%)	-	-
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	20,35	24.68
<b>Amounts lower than Excesses as per Deduction Rules</b>	<b>-</b>	<b>-</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>	<b>-</b>	<b>-</b>
General provisions for standard based receivables (before ten thousand twenty-five limitation)	44,497	27,189
Up to 1,25% of total risk-weighted amount of general reserves for receivables where the standard approach used	164,375	114,915
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	-	-
Debt Instruments Covered by Temporary Article 4 (effective between 1.1.2018-1.1.2022)	-	-
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	-	-

(\*) To be filled by systemically important banks which are not obliged to prepare consolidated financial statements under Paragraph 4 of Article 4 of the Regulation on Systemic Banks, will be reported as zero by other banks.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS' EQUITY (Continued)

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

The difference between "Equity" in equity table and "Shareholder's Equity" in the unconsolidated balance sheet mainly arises from TFRS 9 transition effect of Stage 1 provisions. In the calculation of Total Capital, TFRS 9 Stage 1 expected credit losses 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 operating leases followed under tangible assets in the balance sheet, and related deferred tax liabilities, other items defined by the regulator are taken into consideration as amounts deducted from Total Capital.

	<b>Current Period</b> <b>31.12.2025</b>	<b>Prior Period</b> <b>31.12.2024</b>
<b>Paid in Capital</b>	<b>1,051,230</b>	<b>1,051,230</b>
Capital Reserves	1,902,704	1,207,928
Profit	910,314	833,513
Gains reflected in equity in accordance with TAS	11,940	-
<b>Total Equity before Deductions</b>	<b>3,876,188</b>	<b>3,092,671</b>
Deduction made within the scope of the Regulation	122,173	75,751
Common Equity Tier 1 Capital	3,754,015	3,016,920
Tier 1 Capital	3,754,015	3,016,920
General Provisions (Up to 1.25%)	44,497	27,189
<b>Total Equity</b>	<b>3,798,512</b>	<b>3,044,109</b>

#### II. EXPLANATIONS ON CREDIT RISK

Credit risk refers to the risks and losses that may arise from the failure of the counterparty to fulfill its obligations partially or completely in a timely manner by not complying with the Bank's contractual requirements. The credit allocation is made within the limits set for each debtor and the group of debtors and is updated periodically according to the market conditions. During the credit allocation process, many financial and non-financial criteria are taken into account within the framework of the internal rating process of the Bank. To establish a credit risk management framework to manage credit risks; to help maintain a high level of credit portfolio quality; Bank's Credit Policy has been established and approved by the Board of Directors in order to ensure early identification and realization of real and potential credit issues in order to minimize financial losses and to ensure compliance with local legislation and general partnership regulations on general and special loan provisions. With Follow-up Procedure, Credit Allocation Procedure and Collateral Procedure, The Bank's credit risk management framework is formed.

The main principle of the credit risk policy is the risk return structure arising from the credit risk of the bank; the policies set out to monitor, control and, if necessary, correct the nature and level of activities; to identify, measure, report, monitor and control the risks to which the Bank is exposed while determining the procedure and limit and the risks arising from the transactions with the risk group of the Bank is included. Loans marketing, approval, disbursement and monitoring duties; in order to reduce all risks related to errors, deficiencies, irregularities and abuses, and to prevent conflicts of interest, it is ensured that the authorities from different units carry them out. The Bank has a robust credit approval procedure that shares the credit functions of the Bank between the front office and the mid-office functions in order to prevent possible conflicts of interest and to obtain a fair and objective view of the risks faced by new loan disbursements. The Bank's Credit and Risk analysis function is separated from the Corporate Banking Department in order to perform it independently.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### II. EXPLANATIONS ON CREDIT RISK (Continued)

Credit limits are determined in line with the risk appetite of the Bank by taking into consideration the activity area of the companies, sector seasonality, risk profile, loss history, collateral structure and maturity of the loan. Credit limits are checked at both the individual debtor level and the total debt group level.

Evaluation and examination of credits in the Bank; discovery of early warning signals of deteriorated risks to allow for special monitoring of loans; A system of ratings is used to effectively manage problematic loans and to produce on-site and effective risk-based pricing mechanisms.

In the management of credit risk, the risk and control structure is based on the triple line of defense model. The lines of activity are defined as first stage, independent risk management, legal compliance and internal control activities, second stage and independent internal audit activity are defined as third stage responsibility. Top Management, Risk Committee and Board of Directors are regularly informed about developments in credit portfolio quality, stress test and scenario analysis, the limits and risk appetite.

**Total amount of exposures after offsetting transactions before applying credit risk mitigations and the average exposure amounts that are classified under different risk groups and types for the relevant period:**

	Current Period		Prior period	
	Current Period Risk Amount (*)	Average Risk Amount (**)	Current Period Risk Amount (*)	Average Risk Amount (**)
<b>Risk Types</b>				
Contingent and Non-Contingent Receivables from central governments or central banks	10,713,829	7,474,405	5,593,574	5,560,761
Contingent and Non-Contingent Receivables from regional or local governments	-	-	-	-
Contingent and Non-Contingent Receivables from Administrative Units and Non-commercial Enterprises	-	-	-	-
Contingent and Non-Contingent Receivables from Multilateral Development Banks	-	-	-	-
Contingent and Non-Contingent Receivables from International Organizations	-	-	-	-
Contingent and Non-Contingent Receivables from banks and brokerage houses	4,380,481	3,662,393	2,944,036	2,378,711
Contingent and Non-Contingent Corporates	7,394,295	6,591,885	6,124,597	5,071,714
Contingent and Non-Contingent Retail Receivables	-	-	-	-
Contingent and Non-Contingent Receivables Secured by Mortgages	-	-	-	-
Past Due Receivables	-	-	-	-
Receivables defined in high risk category by Regulator	-	-	-	-
Secured by mortgages	-	-	-	-
Securitization positions	-	-	-	-
Short-Term Receivables from Banks, brokerage houses and corporates	-	-	-	-
Investments similar to collective investment funds	-	-	-	-
Other Receivables	186,977	150,916	77,203	60,418
<b>Total</b>	<b>22,675,582</b>	<b>17,879,599</b>	<b>14,739,410</b>	<b>13,071,604</b>

(\*) It refers to the total risk amount after credit risk mitigation and credit conversion.

(\*\*) The average risk amount is determined by taking the arithmetic average of the values in the report prepared at the end of the month.

**BANK OF CHINA TURKEY A.Ş.**

**NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS  
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**INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)**

**II. EXPLANATIONS ON CREDIT RISK (Continued)**

**Profile of significant exposures in major regions:**

**Risk Categories (\*)**

	Due from Central Governments or Central Banks	Regional Governments or Local Government Receivables	Administrati ve Units and Non- commercial Enterprises	Receivables on Multilateral Development Banks	Receivables on International Organizations	Receivables on Banksand Brokerage Houses	Contingent and Non- Contingent Corporates	Continge nt and Non- Contingent Retail Receivables	Continge nt and Non- Contingent Receivables Secured by Mortgages	Past Due Receivables	Receivab les defined in high risk category by Regulator	Collate ralized Mortgage Marketable Securities	Securitization Positions	Short- Term Receivables from Banks, brokerage houses and Corporates	Investme nt similar to collective investment funds	Other Receivables	Total
<b>Current period</b>																	
Domestic	4,989,300	-	-	-	-	2,968,484	7,268,580	-	-	-	-	-	-	-	-	186,977	15,413,341
European Union Countries	-	-	-	-	-	251,093	125,715	-	-	-	-	-	-	-	-	-	376,808
OECD Countries**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Off-shore Banking Regions	-	-	-	-	-	42,141	-	-	-	-	-	-	-	-	-	-	42,141
USA, Canada	-	-	-	-	-	64,676	-	-	-	-	-	-	-	-	-	-	64,676
Other Countries	5,724,529	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,724,529
Associates, Subsidiaries and Jointly Controlled Entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unallocated Assets/ Liabilities ***	-	-	-	-	-	1,342,574	-	-	-	-	-	-	-	-	-	-	1,342,574
<b>Total</b>	<b>10,713,829</b>					<b>4,668,967</b>	<b>7,394,295</b>									<b>186,977</b>	<b>22,964,068</b>

	Due from Central Governments or Central Banks	Regional Governments or Local Government Receivables	Administrati ve Units and Non- commercial Enterprises	Receivables on Multilateral Development Banks	Receivables on International Organizations	Receivables on Banksand Brokerage Houses	Contingent and Non- Contingent Corporates	Continge nt and Non- Contingent Retail Receivables	Continge nt and Non- Contingent Receivables Secured by Mortgages	Past Due Receivables	Receivab les defined in high risk category by Regulator	Collate ralized Mortgage Marketable Securities	Securitization Positions	Short- Term Receivables from Banks, brokerage houses and Corporates	Investme nt similar to collective investment funds	Other Receivables	Total
<b>Prior period</b>																	
Domestic	3,179,773	-	-	-	-	2,412,423	6,032,757	-	-	-	-	-	-	-	-	77,202	11,702,155
European Union Countries	-	-	-	-	-	49,557	91,841	-	-	-	-	-	-	-	-	-	141,398
OECD Countries**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Off-shore Banking Regions	-	-	-	-	-	115,182	-	-	-	-	-	-	-	-	-	-	115,182
USA, Canada	-	-	-	-	-	30,203	-	-	-	-	-	-	-	-	-	-	30,203
Other Countries	2,413,801	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,413,801
Associates, Subsidiaries and Jointly Controlled Entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unallocated Assets/ Liabilities ***	-	-	-	-	-	598,996	-	-	-	-	-	-	-	-	-	-	598,996
<b>Total</b>	<b>5,593,574</b>					<b>3,206,362</b>	<b>6,124,597</b>									<b>77,202</b>	<b>15,001,735</b>

(\*) Stands for the risk categories listed in “Regulations on Measurement and Assessment of Capital Adequacy Ratios of Banks,”

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

(\*\*\*) Assets and liabilities that are not distributed according to a consistent principle.

**INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)**

**BANK OF CHINA TURKEY A.Ş.**

**NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS  
AS OF DECEMBER 31, 2025**

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

**II. EXPLANATIONS ON CREDIT RISK (Continued)  
Risk profile by sectors or counterparties:**

	Due from Central Governments or Central Banks	Regional Governments or Local Government Receivables	Receivables on Administrativ e Units and Non- commercial Enterprises	Receivables on Multilateral Development Banks	Receivables on International Organizations	Receivables on Banks and Brokerage Houses	Contingent and Non- Contingent Corporates	Contingent and Non- Contingent Retail Receivables	Contingent and Non- Contingent Receivables Secured by Mortgages	Past Due Receivables	Receivables defined in high risk category by Regulator	Collateralized Mortgage Marketable Securities	Securitization Positions	Short-Term Receivables from Banks, brokerage houses and Corporates	Investment similar to collective investment funds	Other Receivables	TL	FC	TOTAL
<b>Current period</b>																			
<b>Agriculture</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Farming and Raising Livestock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fores TL, Wood and Paper	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fishery	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Manufacturing</b>	1,438,950	-	-	-	-	-	2,468,030	-	-	-	-	-	-	-	-	-	265,687	3,641,293	3,906,980
Mining and Quarry	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Production	-	-	-	-	-	-	274,287	-	-	-	-	-	-	-	-	-	-	274,287	274,287
Electricity, Gas and Water	1,438,950	-	-	-	-	-	2,193,743	-	-	-	-	-	-	-	-	-	265,687	3,367,006	3,632,693
<b>Construction</b>	7,488,742	-	-	-	-	-	1,510,861	-	-	-	-	-	-	-	-	-	-	1,510,861	1,510,861
<b>Services</b>	7,488,742	-	-	-	-	4,668,967	3,415,404	-	-	-	-	-	-	-	-	186,977	1,810,854	13,949,236	15,760,090
Wholesale and Retail Trade	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Hotel, Tourism, Food and Beverage Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transportation and Communication	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Financial Institutions	7,488,742	-	-	-	-	4,668,967	3,415,404	-	-	-	-	-	-	-	-	186,977	1,810,854	13,949,236	15,760,089
Real Estate and Renting Services,	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Self-Employment Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Education Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health and Social Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Other</b>	1,786,137	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,786,137	-	1,786,137
<b>Total</b>	10,713,829	-	-	-	-	4,668,967	7,394,295	-	-	-	-	-	-	-	-	186,977	3,862,678	19,101,390	22,964,068

	Due from Central Governments or Central Banks	Regional Governments or Local Government Receivables	Receivables on Administrativ e Units and Non- commercial Enterprises	Receivables on Multilateral Development Banks	Receivables on International Organizations	Receivables on Banks and Brokerage Houses	Contingent and Non- Contingent Corporates	Contingent and Non- Contingent Retail Receivables	Contingent and Non- Contingent Receivables Secured by Mortgages	Past Due Receivables	Receivables defined in high risk category by Regulator	Collateralized Mortgage Marketable Securities	Securitization Positions	Short-Term Receivables from Banks, brokerage houses and Corporates	Investment similar to collective investment funds	Other Receivables	TL	FC	TOTAL
<b>Prior period</b>																			
<b>Agriculture</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Farming and Raising Livestock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fores TL, Wood and Paper	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fishery	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Manufacturing</b>	-	-	-	-	-	-	2,176,131	-	-	-	-	-	-	-	-	-	272,041	1,904,090	2,176,131
Mining and Quarry	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Production	-	-	-	-	-	-	302,175	-	-	-	-	-	-	-	-	-	-	302,175	302,175
Electricity, Gas and Water	-	-	-	-	-	-	1,873,956	-	-	-	-	-	-	-	-	-	272,041	1,601,915	1,873,956
<b>Construction</b>	657	-	-	-	-	5	2,481,802	-	-	-	-	-	-	-	-	-	-	2,482,464	2,482,464
<b>Services</b>	2,100,550	-	-	-	-	2,239,586	584,995	-	-	-	-	-	-	-	-	-	983,024	3,942,107	4,925,131
Wholesale and Retail Trade	-	-	-	-	-	-	228,387	-	-	-	-	-	-	-	-	-	228,387	-	228,387
Hotel, Tourism, Food and Beverage Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transportation and Communication	-	-	-	-	-	-	356,608	-	-	-	-	-	-	-	-	-	-	356,608	356,608
Financial Institutions	2,100,550	-	-	-	-	2,239,586	-	-	-	-	-	-	-	-	-	-	754,637	3,585,499	4,340,136
Real Estate and Renting Services,	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Self-Employment Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Education Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Health and Social Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Other</b>	3,492,367	-	-	-	-	966,771	881,669	-	-	-	-	-	-	-	-	77,202	2,470,731	2,947,278	5,418,009
<b>Total</b>	5,593,574	-	-	-	-	3,206,362	6,124,597	-	-	-	-	-	-	-	-	77,202	3,725,796	11,275,939	15,001,735

(\*) Stands for the risk categories listed in "Regulations on Measurement and Assessment of Capital Adequacy Ratios of Banks."

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### II. EXPLANATIONS ON CREDIT RISK (Continued)

##### Analysis of maturity-bearing exposures according to remaining maturities:

Risk Types, Current period	Time to Maturity					Total
	1 Month	1-3 Months	3-6 Months	6-12 Months	Over 1 Year	
Due from central governments or central banks	6,925,642	669,053	-	683,264	2,435,870	10,713,829
Regional or Local Government Receivables	-	-	-	-	-	-
Receivables on Administrative Units and Non-commercial Enterprises	-	-	-	-	-	-
Receivables on Multilateral Development Banks	-	-	-	-	-	-
Receivables on International Organizations	1,362,860	-	158,403	25,287	3,122,417	4,668,967
Receivables on Banks and Brokerage Houses	71,228	-	-	265,687	7,057,380	7,394,295
Receivables from Corporates	-	-	-	-	-	-
Retail Receivables	-	-	-	-	-	-
Receivables Secured by Mortgages	-	-	-	-	-	-
Past Due Receivables	-	-	-	-	-	-
Receivables defined in high risk category by Regulators	-	-	-	-	-	-
Secured by mortgages	-	-	-	-	-	-
Short-Term Receivables from Banks, brokerage houses and corporates	-	-	-	-	-	-
Investment similar to collective investment funds	-	-	-	-	-	-
Other Receivables	186,977	-	-	-	-	186,977
<b>Total</b>	<b>8,546,707</b>	<b>669,053</b>	<b>158,403</b>	<b>974,238</b>	<b>12,615,667</b>	<b>22,964,068</b>

Risk Types, Prior period	Time to Maturity					Total
	1 Month	1-3 Months	3-6 Months	6-12 Months	Over 1 Year	
Due from central governments or central banks	3,958,814	-	-	-	1,634,761	5,593,575
Regional or Local Government Receivables	-	-	-	-	-	-
Receivables on Administrative Units and Non-commercial Enterprises	-	-	-	-	-	-
Receivables on Multilateral Development Banks	-	-	-	-	-	-
Receivables on International Organizations	-	-	-	-	-	-
Receivables on Banks and Brokerage Houses	2,107,874	-	-	213,749	884,739	3,206,362
Receivables from Corporates	257,792	-	-	-	5,866,805	6,124,597
Retail Receivables	-	-	-	-	-	-
Receivables Secured by Mortgages	-	-	-	-	-	-
Past Due Receivables	-	-	-	-	-	-
Receivables defined in high risk category by Regulators	-	-	-	-	-	-
Secured by mortgages	-	-	-	-	-	-
Short-Term Receivables from Banks, brokerage houses and corporates	-	-	-	-	-	-
Investment similar to collective investment funds	-	-	-	-	-	-
Other Receivables	77,203	-	-	-	-	77,203
<b>Total</b>	<b>6,401,683</b>	<b>-</b>	<b>-</b>	<b>213,749</b>	<b>8,386,305</b>	<b>15,001,737</b>

##### Exposures by risk weights:

Risk Types, Current period	0%	10%	20%	35%	50%	75%	100%	150%	200%	Others	Deductions
											from the shareholders' equity
Amount before the credit risk mitigation											
Amount after the credit risk mitigation	8,476,999		1,137,759		276,703		12,784,121				56,009

Risk Types, Prior period	0%	10%	20%	35%	50%	75%	100%	150%	200%	Others	Deductions
											from the shareholders' equity
Amount before the credit risk mitigation											
Amount after the credit risk mitigation	3,939,978		1,843,840		262,326		8,693,266				13,005

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### II. EXPLANATIONS ON CREDIT RISK (Continued)

##### Movements in value adjustments and provisions:

Current Period	Opening Balance	The amount of provision in the period	Reversal of Provision	Other Provisions(*)	Closing Balance
Stage 3 Provisions	-	-	-	-	-
Stage 1 and Stage 2 Provisions	27,189	25,167	(12,124)	4,450	44,682

Prior Period	Opening Balance	The amount of provision in the period	Reversal of Provision	Other Provisions	Closing Balance
Stage 3 Provisions	-	-	-	-	-
Stage 1 and Stage 2 Provisions	40,186	6,846	(21,542)	1,699	27,189

(\*) Includes foreign exchange differences.

##### Exposures subject to countercyclical capital buffer:

The geographical distribution of receivables from the private sector, which is taken into account in the calculation of the bank specific circular capital buffer within the scope of the "Regulation on Capital Protection and Cyclic Capital Buffers" and its sub-regulations published in the Official Gazette dated 5 November 2013 and numbered 28812 is explained in the table below:

Since January 1, 2016 as per BRSA decision dated December 24, 2015 cyclical capital buffers for banks, including the current positions of Turkey is considered as 0%.

##### Current Period

Country of ultimate risk	Private sector credit exposures in banking book	Risk Weighted Equivalent trading book	Total
Turkey	18,841,083	-	18,841,083
China	1,342,470	-	1,342,470
Hong Kong	42,140	-	42,140
US	64,676	-	64,676
England	214,229	-	214,229
Germany	36,821	-	36,821

##### Prior Period

Country of ultimate risk	Private sector credit exposures in banking book	Risk Weighted Equivalent trading book	Total
Turkey	13,184,227	-	13,184,227
China	694,996	-	694,996
Hong Kong	19,056	-	19,056
US	30,203	-	30,203
Germany	49,557	-	49,557

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### III. EXPLANATIONS ON CURRENCY RISK

The difference between the Bank's foreign currency denominated on-balance sheet and off-balance sheet assets and the foreign currency denominated on-balance sheet and off-balance sheet liabilities are defined as "FC Net General Position" and form the basis for exchange rate risk. An important dimension of the exchange rate risk is the risk (cross-currency risk) caused by the exchange of values of the foreign currencies against each other in the FX net general position.

Measurable and manageable risks are taken within legal limits. The Bank applies stress tests against the fluctuations in foreign currency within the year.

The Bank uses the "standard method" which is also used in legal reporting to measure the foreign exchange risk.

There is no significant foreign currency position in relation to the balance sheet size of the Bank and if any exchange rate risk occurs, it is taken counter position and exchange rate risk is not transferred.

The Bank's current foreign exchange buying rates announced on December 31, 2025 and December 31, 2024 as well as the last five days financial statement valuation rates are as follows: (All rates presented as full TL)

<b>31.12.2025</b>	<b>USD</b>	<b>EUR</b>	<b>GBP</b>	<b>CNY</b>
<b>Rates:</b>	42.8457	50.2859	57.5123	6.0940
<b>1. Day Foreign Exchange Buying Rate</b>	42.7641	50.3896	57.7322	6.0693
<b>2. Day Foreign Exchange Buying Rate</b>	42.7656	50.3547	57.5898	6.0685
<b>3. Day Foreign Exchange Buying Rate</b>	42.8542	50.4519	57.7163	6.0815
<b>4. Day Foreign Exchange Buying Rate</b>	42.8623	50.4532	57.8159	6.0977
<b>5. Day Foreign Exchange Buying Rate</b>	42.8457	50.2859	57.5123	6.0940
<b>Arithmetic mean of last 30 days</b>	42.6000	49.9015	56.9410	6.0156
<b>31.12.2024</b>	<b>USD</b>	<b>EUR</b>	<b>GBP</b>	<b>CNY</b>
<b>Rates:</b>	35.2233	36.7429	44.2458	4.7985
<b>1, Day Foreign Exchange Buying Rate</b>	35.1814	36.5693	44.0230	4.7936
<b>2, Day Foreign Exchange Buying Rate</b>	35.2162	36.6592	44.1238	4.7980
<b>3, Day Foreign Exchange Buying Rate</b>	35.2033	36.6076	44.0423	4.7960
<b>4, Day Foreign Exchange Buying Rate</b>	35.1368	36.6134	43.9486	4.7867
<b>5, Day Foreign Exchange Buying Rate</b>	35.1368	36.6134	43.9486	4.7867
<b>Arithmetic mean of last 30 days</b>	34.9136	36.5744	44.0569	4.7681

#### Sensitivity analysis on currency risk:

The table below demonstrates prospective increase and decrease in equity and profit/loss as of December 31, 2025 and December 31, 2024 (excluding tax effect) on condition that 10 percent revaluation/devaluation of the foreign currencies below against TL. This analysis has been prepared assuming that other variables, particularly interest rates, remain constant.

<b>Current Period 31.12.2025</b>	<b>Change in Foreign Currency</b>	<b>Impact on Profit / Loss (*)</b>	<b>Impact on Equity</b>
EUR	% 10 Increase	8,634	8,634
	% 10 Decrease	(8,634)	(8,634)
	% 10 Increase	9,689	9,689
USD	% 10 Decrease	(9,689)	(9,689)
<b>Prior Period 31.12.2024</b>	<b>Change in foreign currency</b>	<b>Impact on Profit / Loss (*)</b>	<b>Impact on Equity</b>
EUR	% 10 Increase	25,901	25,901
	% 10 Decrease	(25,901)	(25,901)
	% 10 Increase	(3,819)	(3,819)
USD	% 10 Decrease	3,819	3,819

(\*) Pre-tax figures.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### III. EXPLANATIONS ON CURRENCY RISK (Continued)

##### Explanations on currency risk:

	EUR	USD	Other FC	Total
<b>Current Period 31.12.2025</b>				
<b>Assets</b>				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metal) and Balances with the CBRT	27,928	5,035,459	-	5,063,387
Due from Banks (*)	36,819	304,573	801,272	1,142,664
Financial Assets at Fair Value through Profit/Loss	-	-	-	-
Money Market Placements	-	-	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	-	-	-	-
Loans and Receivables	-	-	-	-
Investments in Assoc. Subsidiaries and Entities under Common Control (Joint Vent.)	-	-	-	-
Financial Assets Measured at Amortized Cost	-	-	-	-
Derivative Financial Assets Hedging Purposes	-	-	-	-
Tangible Assets	-	-	-	-
Intangible Assets	-	-	-	-
Other Assets	55,629	54,526	11,417	121,572
<b>Total Assets</b>	<b>120,376</b>	<b>5,394,558</b>	<b>812,689</b>	<b>6,327,623</b>
<b>Liabilities</b>				
Bank Deposits	-	-	724,094	724,094
Foreign Currency Deposits	6,853	5,225,726	9,267	5,241,846
Money Market Borrowings	-	-	-	-
Funds Provided from Other Financial Institutions	-	-	-	-
Securities Issued	-	-	-	-
Sundry Creditors	-	-	-	-
Derivative Fin, Liabilities for Hedging Purposes	-	-	-	-
Other Liabilities	27,184	71,940	33,591	132,715
<b>Total Liabilities</b>	<b>34,037</b>	<b>5,297,666</b>	<b>766,952</b>	<b>6,098,655</b>
<b>Net Balance Sheet Position</b>	<b>86,339</b>	<b>96,892</b>	<b>45,737</b>	<b>228,968</b>
<b>Net Off-Balance Sheet Position</b>				
Financial Derivative Assets	-	-	-	-
Financial Derivative Liabilities	-	-	-	-
Non-Cash Loans (**)	6,267,828	5,302,787	1,202,956	12,773,571
<b>Prior Period 31.12.2024</b>				
Total Assets	638,917	1,877,554	180,283	2,696,754
Total Liabilities	379,910	1,915,746	223,462	2,519,118
Net Balance Sheet Position	259,007	(38,192)	(43,179)	177,636
Net Off-Balance Sheet Position	-	-	-	-
Financial Derivative Assets	-	-	-	-
Financial Derivative Liabilities	-	-	-	-
Non-Cash Loans (**)	4,605,684	3,793,215	180,236	8,579,135

(\*) Banks include balance of expected loss provisions amounting to TL 195.

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

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IV. EXPLANATIONS ON INTEREST RATE RISK

Interest rate risk is the probability of loss due to changes in interest rates depending on the Bank's position regarding the interest-bearing financial instruments. Interest rate risk arises because of timing differences on the re-pricing of assets and liabilities, changes in correlation of interest rates between different financial instruments and, unexpected changes in the shape and slope of yield curves.

Exposure to interest rate movements arises when there is a mismatch between rate sensitive assets and liabilities. Interest rate risk is a key component of the Bank's market risk and asset and liability management. As part of asset and liability management, sensitivity analysis are used to measure the effects of changes in yield curves on the balance sheet.

The impact of interest rate volatility to the Bank will be analysed by presenting the results to the Risk Committee and senior management regularly. In this analysis, it is planned to calculate possible losses in fair value changes on interest rate sensitive products by interest rate shocks.

In the calculation of the Bank's exposure to interest rate risk, standard method is used.

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

Current Period 31.12.2025	Up to 1 month	1-3 Mont	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	4,999,936	-	-	-	-	723,249	5,723,185
Banks	215,629	-	-	-	-	928,113	1,143,742
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-
Interbank Money Market Placements	-	-	-	-	-	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	798,780	755,344	232,013	-	-	1,786,137
Loans	-	-	265,687	-	-	-	265,687
Financial Assets Measured at Amortized Cost	-	506,599	393,558	-	-	-	900,157
Other Assets	-	-	-	-	-	427,058	427,058
<b>Total Assets</b>	<b>5,215,565</b>	<b>1,305,379</b>	<b>1,414,589</b>	<b>232,013</b>	<b>-</b>	<b>2,078,420</b>	<b>10,245,966</b>
<b>Liabilities</b>							
Bank Deposits	-	-	-	-	-	725,261	725,261
Other Deposits	428,534	4,791,282	-	-	-	24,427	5,244,243
Interbank Money Market Received	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed from Other Financial Institutions	-	-	-	-	-	-	-
Other Liabilities (*)	-	-	-	-	-	4,276,462	4,276,462
<b>Total Liabilities</b>	<b>428,534</b>	<b>4,791,282</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5,026,150</b>	<b>10,245,966</b>
Balance sheet long position	4,787,031	(3,485,903)	1,414,589	232,013	-	-	2,947,730
Balance sheet short position	-	-	-	-	-	(2,947,730)	(2,947,730)
Off-Balance sheet long position	-	-	-	-	-	-	-
Off-Balance sheet short position	-	-	-	-	-	-	-
<b>Total Position</b>	<b>4,787,031</b>	<b>(3,485,903)</b>	<b>1,414,589</b>	<b>232,013</b>	<b>-</b>	<b>(2,947,730)</b>	<b>-</b>

(\*) Including TL 3,876,196 shareholders' equity.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### EXPLANATIONS ON INTEREST RATE RISK (Continued)

Prior Period 31.12.2024	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	1,874,537	-	-	-	-	539,797	2,414,334
Banks	1,669,765	-	-	-	-	183,453	1,853,218
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-
Interbank Money Market Placements	-	-	-	-	-	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	-	-
Loans	500,428	-	-	-	-	-	500,428
Financial Assets Measured at Amortized Cost	-	-	1,462,107	-	-	-	1,462,107
Other assets	-	-	-	-	-	203,935	203,935
<b>Total Assets</b>	<b>4,044,730</b>	<b>-</b>	<b>1,462,107</b>	<b>-</b>	<b>-</b>	<b>927,185</b>	<b>6,434,022</b>
<b>Liabilities</b>							
Bank Deposits	-	-	-	-	-	96,751	96,751
Other Deposits	1,588,833	-	327,066	-	-	107,076	2,022,975
Interbank Money Market Received	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed from Other Financial Institutions	882,577	-	-	-	-	-	882,577
Other Liabilities (*)	-	-	-	-	-	3,431,719	3,431,719
<b>Total Liabilities</b>	<b>2,471,410</b>	<b>-</b>	<b>327,066</b>	<b>-</b>	<b>-</b>	<b>3,635,546</b>	<b>6,434,022</b>
Balance sheet long position	1,573,320	-	1,135,041	-	-	-	2,708,361
Balance sheet short position	-	-	-	-	-	(2,708,361)	(2,708,361)
Off-Balance sheet long position	-	-	-	-	-	-	-
Off-Balance sheet short position	-	-	-	-	-	-	-
<b>Total Position</b>	<b>1,573,320</b>	<b>-</b>	<b>1,135,041</b>	<b>-</b>	<b>-</b>	<b>(2,708,361)</b>	<b>-</b>

(\*) Including TL 3,092,672 shareholders' equity.

#### Average interest rates applied to financial instruments (%)

Current Period 31.12.2025	EUR	USD	Other FC	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	2.75	2.75	-	39.59
Banks and Receivables from Other Financial Institutions	1.85	3.77	-	-
Financial Assets at Fair Value Through Profit/Loss	-	-	-	-
Interbank Money Market Placements	-	-	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-	-	-
Loans	-	-	-	38.78
Financial Assets Measured at Amortized Cost	-	-	-	44.02
<b>Liabilities</b>				
Bank Deposits	-	-	-	41.00
Other Deposits	1.00	2.37	-	39.71
Interbank Money Market Received	-	-	-	-
Sundry Creditors	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Borrowed from Other Financial Institutions	-	3.75	-	-

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### EXPLANATIONS ON INTEREST RATE RISK (Continued)

Prior Period 31.12.2024	EUR	USD	Other FC	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	4.70	4.70	-	-
Banks and Receivables from Other Financial Institutions	-	4.68	3.57	49.76
Financial Assets at Fair Value Through Profit/Loss	-	-	-	-
Interbank Money Market Placements	-	-	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-	-	-
Loans	-	-	-	53.22
Financial Assets Measured at Amortized	-	-	-	47.89
<b>Liabilities</b>				
Bank Deposits	-	-	5.50	50.89
Other Deposits	2.08	2.05	5.50	48.70
Interbank Money Market Received	-	-	-	-
Sundry Creditors	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Borrowed from Other Financial Institutions	-	4.69	5.30	-

#### Nature of interest rate risk resulted from banking book

##### Interest rate risk arising from banking accounts

Published in the Official Gazette dated 12 May 2025 and numbered 32898, the "Regulation on the Measurement and Assessment of Interest Rate Risk Arising from Banking Accounts (BHFOR) Using the Standardised Approach" published in the Official Gazette dated 12 May 2025 and numbered 32898, the Economic Value Change (EVC) risk amount calculation has been updated to be consistent with Basel standards in order to ensure that banks' economic value sensitivity to interest rate risk is measured in a more accurate, comprehensive and comparable manner. Under this regulation, measurements based on EDD calculations will be reported monthly on a solo basis as of 1 October 2025.

##### Qualitative and quantitative information regarding BHFOR risk management objectives and policies

Explanation of how the bank defines BHFOR for risk control and measurement purposes  
Interest Rate Risk in the Banking Book (IRRBB) is used to describe the potential impact of possible changes in market interest rates on the bank's economic value and/or net interest income, due to mismatches in the repricing maturity gaps of on-balance sheet and off-balance sheet items in the banking book.

##### Explanation regarding IRRBB management and risk mitigation strategies

The management of Interest Rate Risk in the Banking Book involves processes including the regular monitoring of impacts on economic value and net interest income in line with limits set within the bank's risk appetite framework. In this context, risk indicators calculated under interest rate shock and curve scenarios are regularly analyzed; adjusting the balance sheet structure by considering hedging strategies and, when necessary, implementing risk mitigation through derivative products are evaluated by management.

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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Within the IRRBB management process, the Asset and Liability meetings holds a significant role in monitoring the risk, assessing compliance with limits, and determining necessary actions. The measurement and monitoring framework is regularly reviewed by taking into account possible changes

### **Nature of interest rate risk resulted from banking book (Continued)**

in market conditions and the expectations of regulatory authorities, thereby sustainably strengthening the effectiveness of the bank's Interest Rate Risk in the Banking Book management.

### **Explanation regarding the calculation frequency of IRRBB measurements and the measurement method used to measure sensitivity to IRRBB**

Interest Rate Risk in the Banking Book measurements are prepared and submitted and reported to the BRSA in monthly. Sensitivity measurements are conducted using economic value sensitivity and net interest income sensitivity approaches, in a manner that reflects the effects of parallel and non-parallel changes in interest rates on the bank's economic value and net interest income.

### **Explanation regarding the interest rate shock and stress scenarios used in calculating the Economic Value and the Net Interest Income amount**

In calculating the Economic Value Change, interest rate shock and stress scenarios are used in compliance with the regulatory framework and internal risk management practices. These scenarios consist of upward and downward parallel interest rate shocks as well as non-parallel scenarios including curve steepening, flattening, and short-long-term rate changes. In Net Interest Income analyses, parallel shock scenarios are applied.

### **Explanation regarding cases where significant modeling assumptions used in the ICAAP differ from the modeling assumptions stated in Template IRRBB1, what these assumptions are, their effects, and the reasons for making them**

The rates for loan prepayment, early termination of time deposits and non-maturity deposit balances to maturity buckets have been used as specified in the BRSA communiqué.

### **General explanation regarding the hedge accounting framework for IRRBB and related accounting practices**

The bank's hedge accounting framework for Interest Rate Risk arising from the Banking Book has been established by considering asset-liability management strategies that aim to keep interest rate risk at levels consistent with the balance sheet structure and risk appetite. Accordingly, in addition to natural hedging elements, hedge accounting transactions may be performed through derivative financial instruments when deemed necessary. Accounting practices related to these transactions are conducted in compliance with applicable accounting standards and regulatory requirements; the effectiveness of interest rate risk hedging is regularly monitored and reported.

### **General level explanation including the following regarding the basic modeling assumptions used in calculating the Economical Value Change and Net Interest Income amount in Template IRRBB1**

The Economical Value Change is calculated in accordance with the Regulation on Interest Rate Risk Arising from Banking Accounts published by the BRSA on May 12, 2025. For variable rate products, an additional fixed interest rate on the cash flows of the variable interest rate on the product has been considered.

In the net interest income sensitivity analysis, by assuming that positions maturing within one year are rolled over and repriced at maturity, parallel upward and downward interest rate shocks of +/- 500 basis points for Turkish Lira and +/-200 basis points for Foreign Currencies are applied. The analysis measures the impact of changes in market interest rates on expected net interest income over the next 12 months.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS ON INTEREST RATE RISK (Continued)

#### Nature of interest rate risk resulted from banking book (Continued)

Non-maturity deposit balances have been segmented into components based on sensitivity to market conditions and customer behavior, the rates for loan prepayment and early redemption of time deposits have been used as specified in the BRSA communiqué.

#### Explanation regarding all other assumptions (including instruments with excluded behavioral optionality) that have a significant effect on the Economical Value Change and Net Interest Income amount disclosed in Template IRRBB1, and why they are significant

In accordance with paragraph 5 of Article 8 of the Regulation, which explains the process regarding positions with low standardizability, time deposits with early termination risk and fixed-rate loans with prepayment risk belonging to other non-retail individual customers and non-retail corporate customers, are classified among non-standardizable positions by using the prepayment and early termination rates determined by the Banking Regulation and Supervision Agency, and their calculation has been performed within the framework of Article 7.

#### Aggregation methodologies between currencies and significant interest rate correlations between different currencies.

As specified in the communiqué on Interest Rate Risk Arising from Banking Accounts, currencies (TRY, USD, EUR, CNY) whose share exceeds 5% within all active items tracked in banking accounts (excluding assets deducted from core capital, tangible fixed assets, intangible fixed assets, and equity investments) or whose share exceeds 5% within all passive items excluding core capital, are reported. For each currency, the shock rates assigned to it as specified in the regulation have been used. Interest rate correlations between different currencies have not been included, as they would reduce the reported risk amount and would not comply with the prudence principle.

#### Quantitative information regarding IRRBB measurements

	<b>Current Period EDD</b>
Parallel Up (-)	(43,176)
Parallel Down (+)	44,693
Steeper (-)	(22,904)
Flattener (+)	30,682
Short Rate Up (-)	(42,572)
Short Rate Down (+)	43,955
<b>Maximum</b>	<b>43,483</b>
<b>Tier 1 Capital</b>	<b>3,754,015</b>
<b>IRRBB Standard Ratio</b>	<b>1.16</b>

Due to the IRRBB Regulation entering into force on October 1, 2025, comparative year-end results have not been included in the footnotes to the 2025 financial statements.

When calculating the Economical Value Change, the TLREF yield curve for TRY, SOFR for USD and CNY, and ESTRON for EUR were used.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### V. EXPLANATIONS ON POSITION RISK OF EQUITY SECURITIES

##### 1. Balance sheet values, fair value and market value comparison of equity investments

None (December 31, 2024: None).

##### 2. Information on realized gains or losses on revaluation surplus, unrealized gains or losses and their included amounts in Tier 1 and 2 capital

None (December 31, 2024: None).

#### VI. EXPLANATIONS ON LIQUIDITY RISK AND LIQUIDITY COVERAGE RATIO

The Bank established Liquidity Management Principles in order to monitor, audit and manage its liquidity position and liquidity requirement. Liquidity risk of the Bank is managed through taking potential funding sources, unexpected situation plans and legal limits into consideration within the framework of limits which are updated at least annually. It is aimed to carry out activities through ensuring a liquidity level which can provide to make payments at any time to sustain the trustable bank image of the Bank in the sector via taking risk/return balance of the Bank into consideration. Cash inflow and outflows in Turkish Lira and foreign currencies are tried to be kept under control continuously in liquidity risk management approach, long-term cash flow tables are formed and scenario analysis based on expectations and stress tests are performed to determine the resistance against the sudden crisis.

The Bank determines the liquidity risk appetite and strategy written under the Liquidity Risk Policy. In this context, the Bank controls maturity mismatch between assets and liabilities to be protected from liquidity risk and maintains liquid values in order to ensure the liquidity needs that can arise because of market fluctuations.

#### Presentation of assets and liabilities according to their remaining maturities:

Current Period 31.12.2025

Assets	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Unallocated	Total
Cash (Cash in TL, Cash in Foreign Currency, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	723,249	4,999,936	-	-	-	-	-	5,723,185
Banks	928,113	215,629	-	-	-	-	-	1,143,742
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-	-
Interbank Money Market Placements	-	-	-	-	-	-	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-	798,780	755,344	232,013	-	-	1,786,137
Loans	-	-	-	265,687	-	-	-	265,687
Financial Assets Measured at Amortized Cost	-	-	506,599	393,558	-	-	-	900,157
Other Assets (*)	-	-	-	-	-	-	427,058	427,058

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

<b>Total assets</b>	<b>1,651,362</b>	<b>5,215,565</b>	<b>1,305,379</b>	<b>1,414,589</b>	<b>232,013</b>	<b>-</b>	<b>427,058</b>	<b>10,245,966</b>
<b>Liabilities</b>								
Bank Deposits	725,261	-	-	-	-	-	-	725,261
Other Deposits	24,427	428,534	4,791,282	-	-	-	-	5,244,243
Funds	-	-	-	-	-	-	-	-
Borrowed from								
Other Financial								
Institutions								
Interbank	-	-	-	-	-	-	-	-
Money Market								
Marketable	-	-	-	-	-	-	-	-
Securities								
Issued								
Other	-	-	-	79,817	-	-	4,196,645	4,276,462
Liabilities (**)								
<b>Total</b>								
<b>Liabilities</b>	<b>749,688</b>	<b>428,534</b>	<b>4,791,282</b>	<b>79,817</b>	<b>-</b>	<b>-</b>	<b>4,196,645</b>	<b>10,245,966</b>
<b>Net Liquidity</b>								
<b>Gap</b>	<b>901,674</b>	<b>4,787,031</b>	<b>(3,485,903)</b>	<b>1,334,772</b>	<b>232,013</b>	<b>-</b>	<b>(3,769,587)</b>	<b>-</b>
<b>Net Off-Balance Sheet Position</b>								
Financial								
Derivative								
Assets	-	-	-	-	-	-	-	-
Financial								
Derivative								
Liabilities	-	-	-	-	-	-	-	-
<b>Non-Cash</b>			80,616	4,197,961	5,233,047	3,261,947		
<b>Loans</b>	-							<b>12,773,571</b>

(\*) 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 and prepaid expenses are included in this column.

(\*\*) Shareholders' equity, provisions and unallocated part of sundry creditors are classified in other liabilities in unallocated column.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### VI. EXPLANATIONS ON LIQUIDITY RISK AND LIQUIDITY COVERAGE RATIO (Continued)

##### Presentation of assets and liabilities according to their remaining maturities (Continued)

Prior Period 31.12.2024	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	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	539,797	1,874,537	-	-	-	-	-	2,414,334
Banks	183,453	1,669,765	-	-	-	-	-	1,853,218
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-	-	-	-
Interbank Money Market Placements	-	-	-	-	-	-	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income	-	-	-	-	-	-	-	-
Loans	-	500,428	-	-	-	-	-	500,428
Financial Assets Measured at Amortized Cost	-	-	-	1,462,107	-	-	-	1,462,107
Other Assets (*)	-	-	-	-	-	-	203,935	203,935
<b>Total assets</b>	<b>723,250</b>	<b>4,044,730</b>	<b>-</b>	<b>1,462,107</b>	<b>-</b>	<b>-</b>	<b>203,935</b>	<b>6,434,022</b>
<b>Liabilities</b>								
Bank Deposits	96,751	-	-	-	-	-	-	96,751
Other Deposits	107,076	1,588,833	-	327,065	-	-	-	2,022,974
Funds Borrowed from Other Financial Institutions	-	882,577	-	-	-	-	-	882,577
Interbank Money Market	-	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-	-
Other Liabilities (**)	-	-	-	84,126	-	-	3,347,594	3,431,720
<b>Total Liabilities</b>	<b>203,827</b>	<b>2,471,410</b>	<b>-</b>	<b>411,191</b>	<b>-</b>	<b>-</b>	<b>3,347,594</b>	<b>6,434,022</b>
<b>Net Liquidity Gap</b>	<b>519,423</b>	<b>1,573,320</b>	<b>-</b>	<b>1,050,916</b>	<b>-</b>	<b>-</b>	<b>(3,143,659)</b>	<b>-</b>
<b>Net Off-Balance Sheet Position</b>								
Financial Derivative Assets	-	-	-	-	-	-	-	-
Financial Derivative Liabilities	-	-	-	-	-	-	-	-
<b>Non-Cash Loans</b>	<b>-</b>	<b>367,842</b>	<b>184,966</b>	<b>1,534,644</b>	<b>3,447,439</b>	<b>3,044,244</b>	<b>-</b>	<b>8,579,135</b>

(\*) 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 and prepaid expenses are included in this column.

(\*\*) Shareholders' equity, provisions and unallocated part of sundry creditors classified in other liabilities in unallocated column.

##### Liquidity coverage ratio:

The liquidity coverage ratio is calculated by dividing the high-quality liquid assets to the Bank's net cash outflows in the next 30 days' period. Important balance sheet items that determine the ratio are required reserves held by the CBRT, corporate deposits and receivables from banks. These items have higher impact on the liquidity coverage ratio than the other items due to high share of liquid assets and net cash outflows, higher rate of consideration and variability.

Current Period 31.12.2025	Total Unweighted Value (Average)(*)		Total Weighted Value (Average)(*)	
High-Quality Liquid Assets	TL+FC	FC	TL+FC	FC
<b>1 Total high-quality liquid assets (HQLA)</b>			<b>7,727,587</b>	<b>4,423,566</b>
<b>Cash Outflows</b>				
2 Retail deposits and deposits from small business customers, of which:	-	-	-	-
3 Stable deposits	-	-	-	-
4 Less stable deposits	-	-	-	-
<b>5 Unsecured wholesale funding, of which:</b>	<b>4,005,812</b>	<b>3,970,308</b>	<b>1,608,173</b>	<b>1,593,748</b>
6 Operational deposits	-	-	-	-
7 Non-operational deposits	3,996,065	3,960,933	1,598,426	1,584,373
8 Unsecured funding	9,747	9,375	9,747	9,375
9 Secured wholesale funding	-	-	-	-
10 Other cash outflows of which:	80,130	36,478	80,130	36,478
11 Outflows related to derivative exposures and other collateral requirements	80,130	36,478	80,130	36,478
12 Outflows related to restructured financial instruments	-	-	-	-
13 Payment commitments and other off-balance sheet commitments granted for debts to financial markets	-	-	-	-
14 Other revocable off-balance sheet commitments and contractual obligations	-	-	-	-
15 Other irrevocable or conditionally revocable off-balance sheet obligations	168,836	182,906	8,442	9,144
<b>16 Total Cash Outflows</b>			<b>1,696,745</b>	<b>1,639,370</b>
<b>Cash Inflows</b>				
17 Secured receivables	-	-	-	-
18 Unsecured receivables	922,979	915,150	912,920	908,850
19 Other cash inflows	73,972	36,480	73,972	36,480
<b>20 Total Cash Inflows</b>	<b>996,951</b>	<b>951,630</b>	<b>986,892</b>	<b>945,330</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

21	Total HQLA		7,727,587	4,423,566
22	Total Net Cash Outflows		709,853	694,040
<b>23</b>	<b>Liquidity Coverage Ratio (%)</b>		<b>1,376</b>	<b>796</b>

(\*) The arithmetic average of the last three months weekly-unconsolidated Liquidity Coverage Ratios are used.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### VI. EXPLANATIONS ON LIQUIDITY RISK AND LIQUIDITY COVERAGE RATIO (Continued)

##### Liquidity coverage ratio:

<b>Prior Period 31.12.2024</b>		<b>Total Unweighted Value (Average)(*)</b>		<b>Total Weighted Value (Average)(*)</b>	
<b>High-Quality Liquid Assets</b>		<b>TL+FC</b>	<b>FC</b>	<b>TL+FC</b>	<b>FC</b>
<b>1</b>	<b>Total high-quality liquid assets (HQLA)</b>			3,617,245	1,426,524
<b>Cash Outflows</b>					
2	Retail deposits and deposits from small business customers, of which:	-	-	-	-
3	Stable deposits	-	-	-	-
4	Less stable deposits	-	-	-	-
<b>5</b>	<b>Unsecured wholesale funding, of which:</b>	<b>1,433,176</b>	<b>1,206,717</b>	<b>605,863</b>	<b>515,217</b>
6	Operational deposits	-	-	-	-
7	Non-operational deposits	1,378,855	1,152,500	551,542	461,000
8	Unsecured funding	54,321	54,217	54,321	54,217
9	Secured wholesale funding	-	-	-	-
10	Other cash outflows of which:	<b>34,365</b>	<b>18,488</b>	<b>34,365</b>	<b>18,488</b>
11	Outflows related to derivative exposures and other collateral requirements	34,365	18,488	34,365	18,488
12	Outflows related to restructured financial instruments	-	-	-	-
13	Payment commitments and other off-balance sheet commitments granted for debts to financial markets	-	-	-	-
14	Other revocable off-balance sheet commitments and contractual obligations	-	-	-	-
15	Other irrevocable or conditionally revocable off-balance sheet obligations	53,207	57,641	2,660	2,882
<b>16</b>	<b>Total Cash Outflows</b>			<b>642,888</b>	<b>536,587</b>
<b>Cash Inflows</b>					
17	Secured receivables	-	-	-	-
18	Unsecured receivables	332,867	231,293	328,641	231,293
19	Other cash inflows	17,689	9,950	17,689	9,950
<b>20</b>	<b>Total Cash Inflows</b>	<b>350,556</b>	<b>241,243</b>	<b>346,330</b>	<b>241,243</b>
21	Total HQLA			3,617,245	1,426,524
22	Total Net Cash Outflows			296,558	295,344
<b>23</b>	<b>Liquidity Coverage Ratio (%)</b>			<b>1,093</b>	<b>487</b>

(\*) The arithmetic average of the last three months weekly-unconsolidated Liquidity Coverage Ratios are used.

Liquidity coverage ratios are calculated on a weekly and monthly basis as of January 1, 2015 in accordance with the "Regulation on Calculation of the Liquidity Coverage Ratio of Banks" published in the Official Gazette No. 28948 dated March 21, 2014 and are subject to legal reporting. Liquidity coverage ratio must be at least 80% for foreign currency assets and liabilities for 2020, and at least 100% for total assets and liabilities. The dates and values of the lowest and highest foreign currency and total unconsolidated liquidity coverage ratios calculated weekly for the last three months are explained in the table below:

<b>Current Period 31.12.2025</b>						
	<b>Highest</b>	<b>Date</b>	<b>Lowest</b>	<b>Date</b>	<b>Average</b>	
<b>TL+FC</b>	4,043	05 December 2025	531	19 December 2025	1,376	
<b>FC</b>	2,409	05 December 2025	316	31 October 2025	796	
<b>Prior Period 31.12.2024</b>						
	<b>Highest</b>	<b>Date</b>	<b>Lowest</b>	<b>Date</b>	<b>Average</b>	
<b>TL+FC</b>	3,245	06 December 2024	503	25 October 2024	1,093	
<b>FC</b>	1,097	06 December 2024	221	15 November 2024	487	

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### Net Stable Funding rate table

Current Period		Unweighted Amount According to Residual Maturity				Total Weighted Amount Applied
		Demand	Residual Maturity Less than 6 Months	Residual Maturity of 6 Months and Longer But Less Than 1 Year	Residual Maturity of 1 Year and More	
<b>Available Stable Funding</b>						
1	Capital Instruments	3,876,196	-	-	-	3,798,512
2	Tier 1 and Tier 2 Capital	3,798,512	-	-	-	3,798,512
3	Other Capital Instruments	77,684	-	-	-	-
4	Real-person and Retail Customer Deposits	-	-	-	-	-
5	Stable Deposit/Participation Fund	-	-	-	-	-
6	Low Stable Deposit/Participation Fund	-	-	-	-	-
7	Obligations to Other Parties	749,689	5,209,898	-	-	2,617,163
8	Operational Deposit/Participation Fund	24,428	5,209,898	-	-	2,617,163
9	Other Obligations	725,261	-	-	-	-
10	Liabilities Equivalent to Interconnected Assets	-	-	-	-	-
11	Other Liabilities	117,826	244,628	12,884	34,845	-
12	Derivative Liabilities	-	-	-	-	-
13	All other equity not included in the above categories	117,826	244,628	12,884	34,845	-
<b>14</b>	<b>Available Stable Funding</b>					<b>6,415,675</b>
<b>Required Stable Funding</b>						
15	High Quality Liquid Assets	1,465,134	4,258,038	-	-	-
	Depository Institutions or Deposit/Participation Fund Held at	928,115	214,229	-	-	171,351
16	Financial Institutions for Operational Purposes	-	-	-	-	-
17	Performing Loans	-	1,104,990	1,284,927	225,696	319,496
	Encumbered Loans to Financial Institutions, Where The	-	1,104,990	1,284,927	225,696	106,996
18	Loan is Secured Against Level 1 Assets	-	-	-	-	-
	Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1	-	-	-	-	-
19	assets	-	-	250,000	-	212,500
	Loans to corporate customers, real persons and or retail	-	-	-	-	-
20	customers, central banks, other than credit agencies and/or financial institutions	-	-	-	-	-
21	Loans with a risk weight of less than or equal to 35%	-	-	-	-	-
22	Residential mortgages	-	-	-	-	-
23	Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	-	-
	Equity Instruments and Debt Instruments Traded on an	-	-	-	-	-
	Exchange that do not Have High-Quality Liquid Asset	-	-	-	-	-
24	Characteristics	-	-	-	-	-
25	Assets equivalent to interconnected liabilities	-	-	-	-	-
26	Other Assets	308,610	319,529	130,382	6,317	764,838
27	Physical traded commodities, including gold	-	-	-	-	-
	Initial Margin for Derivative Contracts or Guarantee Fund	-	-	-	-	-
28	Given to Central Counterparty	-	-	-	-	-
29	Derivative Assets	-	-	-	-	-
	Derivative Liabilities Before Deduction of Variation Margin	-	-	-	-	-
30	Margin	-	-	-	-	-
31	Other Assets not Included Above	308,610	319,529	130,382	6,317	764,838
32	Off-balance sheet commitments	-	2,038,840	2,239,737	8,494,994	638,679
<b>33</b>	<b>Required Stable Funding</b>					<b>1,894,364</b>
<b>34</b>	<b>Net Stable Funding Rate (%)</b>					<b>338,67</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued) Net Stable Funding rate table (Continued)

Prior Period	Unweighted Amount According to Residual Maturity					Total Weighted Amount Applied
	Demand	Residual Maturity Less than 6 Months	Residual Maturity Longer But Less Than 1 Year	Residual Maturity of 6 Months and More	Residual Maturity of 1 Year and More	
Available Stable Funding						
1 Capital Instruments	3,044,109	-	-	-	-	3,044,109
2 Tier 1 and Tier 2 Capital	3,044,109	-	-	-	-	3,044,109
3 Other Capital Instruments	-	-	-	-	-	-
4 Real-person and Retail Customer Deposits	-	-	-	-	-	-
5 Stable Deposit/Participation Fund	-	-	-	-	-	-
6 Low Stable Deposit/Participation Fund	-	-	-	-	-	-
7 Obligations to Other Parties	203,827	2,756,219	-	-	-	990,644
8 Operational Deposit/Participation Fund	107,076	1,874,211	-	-	-	990,644
9 Other Obligations	96,751	882,008	-	-	-	-
10 Liabilities Equivalent to Interconnected Assets	-	-	-	-	-	-
11 Other Liabilities	41,519	296,697	9,414	-	82,237	-
12 Derivative Liabilities	-	-	-	-	-	-
13 All other equity not included in the above categories	41,519	296,697	9,414	-	82,237	-
<b>14 Available Stable Funding</b>						<b>4,034,753</b>
Required Stable Funding						
15 High Quality Liquid Assets	811,403	1,602,333	-	-	-	-
16 Depository Institutions or Deposit/Participation Fund Held at Financial Institutions for Operational Purposes	183,453	1,661,215	-	-	-	489,206
17 Performing Loans	-	666,234	812,993	250,000	-	233,961
18 Encumbered Loans to Financial Institutions, Where The Loan is Secured Against Level 1 Assets	-	466,234	812,993	-	-	63,961
19 Unencumbered loans to financial institutions or encumbered loans that are not secured against Level 1 assets	-	-	-	-	-	-
Loans to corporate customers, real persons and or retail customers, central banks, other than credit agencies and/or financial institutions	-	200,000	-	250,000	-	170,000
20 Loans with a risk weight of less than or equal to 35%	-	-	-	-	-	-
21 Residential mortgages	-	-	-	-	-	-
22 Residential mortgages with a risk weight of less than or equal to 35%	-	-	-	-	-	-
23 Equity Instruments and Debt Instruments Traded on an Exchange that do not Have High-Quality Liquid Asset Characteristics	-	-	-	-	-	-
24 Assets equivalent to interconnected liabilities	-	-	-	-	-	-
25 Other Assets	151,369	214,823	80,199	-	-	446,391
26 Physical traded commodities, including gold	-	-	-	-	-	-
27 Initial Margin for Derivative Contracts or Guarantee Fund Given to Central Counterparty	-	-	-	-	-	-
28 Derivative Assets	-	-	-	-	-	-
29 Derivative Liabilities Before Deduction of Variation Margin	-	-	-	-	-	-
30 Other Assets not Included Above	151,369	214,823	80,199	-	-	446,391
31 Off-balance sheet commitments	-	1,377,764	709,688	6,491,683	-	428,957
<b>32 Required Stable Funding</b>						<b>1,598,515</b>
<b>34 Net Stable Funding Rate (%)</b>						<b>252,41</b>

Above tables are the three-month simple arithmetic average of the net stable funding values for the last quarter.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### VII. EXPLANATIONS ON LEVERAGE RATIO

The leverage ratio calculated by the Bank in accordance with the “Regulation on Measurement and Evaluation of Leverage Level of Banks” is 17.27% (December 31, 2024: 20.68%). This rate is above the minimum rate, and the regulation stipulated the minimum leverage rate as 3%.

The table of leverage ratio calculated in accordance with the Regulation on Assessment and Calculation of Banks’ Leverage ratio published in the Official Gazette numbered 28812 and dated November 5, 2013 shown below.

	<b>Current Period 31.12.2025 (*)</b>	<b>Prior Period 31.12.2024 (*)</b>
1 Balance sheet items (excluding derivative financial instruments and credit derivatives but including collaterals)	9,440,545	5,871,102
2 Assets deducted in determining Tier 1 capital	94,438	65,546
3 Total balance sheet risks (sum of lines 1 and 2)	9,346,107	5,805,556
<b>Derivative financial instruments and credit derivatives</b>		
4 Replacement cost associated with all derivative financial instruments and credit derivatives	-	-
5 Potential credit risk associated with all derivative financial instruments and credit derivatives	-	-
6 Total risks of derivative financial instruments and credit derivatives (sum of lines 4 to 5)	-	-
<b>Securities or commodity financing transactions (SCFT)</b>		
7 Risks from SCFT assets (except for on-balance sheet)	-	-
8 Risks from brokerage activities related exposures	-	-
9 Total risks related with securities or commodity financing transactions (sum of lines 7 to 8)	-	-
<b>Off-balance sheet transactions</b>		
10 Gross notional amounts of off-balance sheet transactions	12,214,060	8,643,697
11 (Adjustments for conversion to credit equivalent amounts)	-	-
12 Total risks of off-balance sheet items (sum of lines 10 and 11)	12,214,060	8,643,697
<b>Capital and total risks</b>		
13 Tier 1 capital	3,716,810	2,985,851
14 Total risks (sum of lines 3, 6, 9 and 12)	21,560,167	14,449,254
15 <b>Leverage ratio</b>	<b>17.27</b>	<b>20.68</b>

(\*) Represents yearly weighted average amounts.

### VIII. EXPLANATIONS ON SECURITIZATION POSITIONS

None.

### IX. EXPLANATIONS ON RISK MANAGEMENT

Footnotes and related explanations are given in the section prepared based on “Communiqué on Public Disclosures Regarding to Banks Risk Management” published in Official Gazette No. 29511 at October 23, 2015 and became effective as of December 31, 2016. Based on this communique, the tables, which are to be prepared according to Internal rating-based (IRB) approach must be presented, are not presented because standard approach is used in calculation of the Bank’s capital adequacy.

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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### **INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)**

#### **EXPLANATIONS ON RISK MANAGEMENT (Continued)**

#### **1. Explanations on Risk Management and Risk Weighted Assets**

##### **1.1. Bank's Risk Management Approach**

Risk management covers the processes of measuring and monitoring risks, controlling and reporting risks within certain limits. These activities are carried out by Risk Management by reporting directly to the Internal Systems Officer. The Risk Management function is independent from the executive units and fulfils its responsibilities to the Board of Directors through the Audit Committee and the Risk Committee, Risk Control Committee has been established to act as senior management level subcommittee for risk management.

Risks are measured by using methods that comply with international and local regulations, the Bank's policies and procedures and also those commensurate with the Bank's structure. Additionally, stress tests and scenario analyses are conducted and reported regularly to the senior management, Risk Committee and the Board of Directors. Results of these risk activities are being part of the Bank's decision-making processes.

Policies and procedures related to each of the quantifiable risks such as General Risk Policy, Market Risk, Liquidity Risk, Operational Risk have been formed in order to identify, measure and control the risks that the Bank may be exposed to due to its activities These internal regulations are approved by the Board of Directors before becoming effective.

In addition to these main policies; Internal Capital Adequacy Assessment Procedure for the determination of the internal capital requirements of the Bank and evaluating its adequacy, IFRS 9 procedure for calculation of expected credit loss and Stress Testing Implementation Procedure are developed and approved.

Credit and operational risk constitute the main risk factors that the Bank is exposed to. Primarily for these risks and for other quantifiable risks; limits, early warning thresholds and risk appetite indicators were set through the General Risk Appetite and Limit Policy and approved by the Board of Directors. Risk appetite and limits are reviewed regularly by the Internal Systems Officer, Risk Management Director, Risk Committee and the Bank's top management in a manner not to exceed the legal limits stated in the legislation and if deemed necessary, revised with the approval of the Board of Directors.

The risk reports prepared for assessing the risks of the Bank are regularly shared with the Board of Directors and senior management. Within the scope of the reports; information on compliance with the limits and risk appetite indicators defined on the basis of each type of risk, results related to capital adequacy and results of stress tests are given.

**BANK OF CHINA TURKEY A.Ş.**

**NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS  
AS OF DECEMBER 31, 2025**

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

**INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)**

**EXPLANATIONS ON RISK MANAGEMENT (Continued)**

**1. Explanations on Risk Management and Risk Weighted Assets (Continued)**

**1.2. Overview of Risk Weighted Amounts**

		Risk Weighted Amounts		Minimum Capital Liability	
		Current Period 31.12.2025	Prior Period 31.12.2024	Current Period 31.12.2025	Prior Period 31.12.2024
1	Credit risk (excluding counterparty credit risk) (CCR)	13,150,024	9,193,197	1,052,001	735,456
2	Standardized approach (SA)	13,150,024	9,193,197	1,052,001	735,456
3	Internal rating-based (IRB) approach	-	-	-	-
4	Counterparty credit risk	-	-	-	-
5	Standardized approach for counterparty credit risk (SACCR)	-	-	-	-
6	Internal Model method (IMM)	-	-	-	-
7	Basic risk weight approach to internal modals equity position in the banking account	-	-	-	-
8	Investments made in collective investment companies –look– through approach	-	-	-	-
9	Investments made in collective investment companies –mandate-based approach	-	-	-	-
10	Investments made in collective investment companies -%1250 weighted risk approach	-	-	-	-
11	Settlement risk	-	-	-	-
12	Securitization positions in banking accounts	-	-	-	-
13	IRB ratings-based approach (RBA)	-	-	-	-
14	IRB supervisory formula approach (SFA)	-	-	-	-
15	SA/simplified supervisory Formula Approach (SSFA)	-	-	-	-
16	Market risk	228,970	177,637	18,318	14,211
17	Standardized approach (SA)	228,970	177,637	18,318	14,211
18	Internal model approaches (IMM)	-	-	-	-
19	Operational risk	1,725,547	968,126	138,044	77,450
20	Basic indicator approach	1,725,547	968,126	138,044	77,450
21	Standard approach	-	-	-	-
22	Advanced measurement approach	-	-	-	-
23	The amount of the discount threshold under the equity (subject to a 250% risk weight)	-	-	-	-
24	Floor Adjustments	-	-	-	-
25	<b>Total (1+4+7+8+9+10+11+12+16+19+23+24)</b>	<b>15,104,541</b>	<b>10,338,960</b>	<b>1,208,363</b>	<b>827,117</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

##### 2. Linkages between financial statements and risk amounts

##### 2.1. Differences and matching between asset and liabilities' carrying values in financial statements and risk amounts in capital adequacy calculation

Current period 31.12.2025	Carrying values of items in accordance with TAS				
	Valued amount according to TAS within legal consolidation	Subject to credit risk	Subject to counterparty credit risk	Subject to market risk	Not subject to capital requirements or subject to deduction from capital
<b>Assets</b>					
Cash and balances with the Central Bank	5,723,185	-	-	-	-
Trading Financial Assets	-	-	-	-	-
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-
Banks	1,143,535	-	-	-	-
Money Market Placements	-	-	-	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	1,786,137	-	-	-	-
Loans and Receivables	265,424	-	-	-	-
Factoring Receivables	-	-	-	-	-
Held-to-maturity investments (net)	900,086	-	-	-	-
Investment in Associates (net)	-	-	-	-	-
Investment in Subsidiaries (net)	-	-	-	-	-
Investment in Joint ventures (net)	-	-	-	-	-
Lease Receivables	-	-	-	-	-
Derivative Financial Assets Held For Hedging	-	-	-	-	-
Property And Equipment (net)	153,795	-	-	-	20,578
Intangible Assets (net)	35,431	-	-	-	32,362
Investment Property (net)	-	-	-	-	-
Tax Asset	66,164	-	-	-	69,233
Assets Held For Resale And Related To Discontinued Operations (net)	-	-	-	-	-
Other Assets	172,209	-	-	-	-
<b>Total assets</b>	<b>10,245,966</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>122,173</b>
<b>Liabilities</b>					
Deposits	5,969,504	-	-	-	-
Derivative Financial Liabilities Held Trading	-	-	-	-	-
Funds Borrowed	-	-	-	-	-
Money Markets	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-
Funds	-	-	-	-	-
Miscellaneous Payables	-	-	-	-	-
Other Liabilities	126,942	-	-	-	-
Factoring Payables	-	-	-	-	-
Lease Payables	64,228	-	-	-	-
Derivative Financial Liabilities Held For Hedging	-	-	-	-	-
Provisions	104,740	-	-	-	-
Tax Liability	104,356	-	-	-	-
Liabilities For Property And Equipment Held For Sale And Related To Discontinued Operations (net)	-	-	-	-	-
Subordinated Loans	-	-	-	-	-
Shareholder's Equity	3,876,196	-	-	-	-
<b>Total liabilities</b>	<b>10,245,966</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

##### 2. Linkages between financial statements and risk amounts (Continued)

	Valued amount according to TAS within legal consolidation	Carrying values of items in accordance with TAS			
		Subject to credit risk	Valued amount according to TAS within legal consolidation	Subject to credit risk	Valued amount according to TAS within legal consolidation
<b>Prior period 31.12.2024</b>					
<b>Assets</b>					
Cash and balances with the Central Bank	2,414,334	2,414,334	-	-	-
Trading Financial Assets	-	-	-	-	-
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-	-
Banks	1,852,210	1,852,210	-	-	-
Money Market Placements	-	-	-	-	-
Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)	-	-	-	-	-
Loans and Receivables	499,971	499,971	-	-	-
Factoring Receivables	-	-	-	-	-
Held-to-maturity investments (net)	1,461,988	1,461,988	-	-	-
Investment in Associates (net)	-	-	-	-	-
Investment in Subsidiaries (net)	-	-	-	-	-
Investment in Joint ventures (net)	-	-	-	-	-
Lease Receivables	-	-	-	-	-
Derivative Financial Assets Held For Hedging	-	-	-	-	-
Property And Equipment (net)	57,222	57,222	-	-	436
Intangible Assets (net)	12,569	-	-	-	10,643
Investment Property (net)	-	-	-	-	-
Tax Asset	62,746	-	-	-	64,671
Assets Held For Resale And Related To Discontinued Operations (net)	-	-	-	-	-
Other Assets	72,982	72,982	-	-	-
<b>Total assets</b>	<b>6,434,022</b>	<b>6,358,707</b>	-	-	<b>75,750</b>
<b>Liabilities</b>					
Deposits	2,119,725	-	-	-	-
Derivative Financial Liabilities Held Trading	-	-	-	-	-
Funds Borrowed	882,577	-	-	-	-
Money Markets	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-
Funds	-	-	-	-	-
Miscellaneous Payables	-	-	-	-	-
Other Liabilities	60,625	-	-	-	-
Factoring Payables	-	-	-	-	-
Lease Payables	33,323	-	-	-	-
Derivative Financial Liabilities Held For Hedging	-	-	-	-	-
Provisions	142,945	-	-	-	-
Tax Liability	102,155	-	-	-	-
Liabilities For Property And Equipment Held For Sale And Related To Discontinued Operations (net)	-	-	-	-	-
Subordinated Loans	-	-	-	-	-
Shareholder's Equity	3,092,672	-	-	-	-
<b>Total liabilities</b>	<b>6,434,022</b>	-	-	-	-

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

##### 2. Linkages between financial statements and risk amounts (Continued)

##### 2.2. Main sources of differences between regulatory exposure amounts and carrying values in financial statements

Current period 31.12.2025		Total	Subject To CreditRisk	Subject to the Securitisation	Subject to Counterparty Credit Risk(*)	Subject To Market Risk (*)
1	Asset carrying value amount under scope of regulatory consolidation	10,190,497	10,190,497	-	-	-
2	Liabilities carrying value amount under regulatory scope of consolidation	-	-	-	-	-
3	Total net amount under regulatory scope of consolidation	10,190,497	10,190,497	-	-	-
4	Off-Balance Sheet Amounts	12,773,571	12,773,571	-	-	-
5	Differences in valuations	-	-	-	-	-
6	Differences due to different netting rules, other than those already included in row 2	-	-	-	-	-
7	Differences due to consideration of provisions	-	-	-	-	-
8	Differences Resulted from the BRSA's Applications	-	-	-	-	-
9	Differences due to risk reduction	-	-	-	-	-
10	<b>Risk Amounts</b>	<b>22,964,068</b>	<b>22,964,068</b>	-	-	-

Prior Period 31.12.2024		Total	Subject To Credit Risk	Subject to the Securitisation	Subject to Counterparty Credit Risk(*)	Subject To Market Risk (*)
1	Asset carrying value amount under scope of regulatory consolidation	6,422,600	6,422,600	-	-	-
2	Liabilities carrying value amount under regulatory scope of consolidation	-	-	-	-	-
3	Total net amount under regulatory scope of consolidation	6,422,600	6,422,600	-	-	-
4	Off-Balance Sheet Amounts	8,579,136	8,579,135	-	-	-
5	Differences in valuations	-	-	-	-	-
6	Differences due to different netting rules, other than those already included in row 2	-	-	-	-	-
7	Differences due to consideration of provisions	-	-	-	-	-
8	Differences Resulted from the BRSA's Applications	-	-	-	-	-
9	Differences due to risk reduction	-	-	-	-	-
10	<b>Risk Amounts</b>	<b>15,001,736</b>	<b>15,001,736</b>	-	-	-

(\*) Potential risk arising from derivative transactions

##### 2.3. Disclosures on Differences between Amounts valued in accordance with TAS and Risk Exposure

The differences between the risk amounts and revalued assets in the financial statements arises from tangible and intangible assets those are subject to deduction from capital and the off-balance sheet items which are subject to different credit conversion rates, and the derivative transactions followed in banking accounts.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

##### 3. Credit quality of assets

	Gross carrying values of as per TAS		Allowances/ impairments	Net values	
	Defaulted exposures	Non-defaulted exposures			
<b>Current Period 31.12.2025</b>					
1	Loans	-	265,687	263	265,424
2	Debt Securities	-	2,686,294	255	2,686,039
3	Off-balance sheet exposures	-	12,773,571	43,956	12,729,615
<b>4</b>	<b>Total</b>	<b>-</b>	<b>15,725,552</b>	<b>44,474</b>	<b>15,681,078</b>
<b>Prior Period 31.12.2024</b>					
1	Loans	-	551,231	457	550,774
2	Debt Securities	-	1,462,107	119	1,461,988
3	Off-balance sheet exposures	-	8,579,135	25,605	8,553,530
<b>4</b>	<b>Total</b>	<b>-</b>	<b>10,592,473</b>	<b>26,181</b>	<b>10,566,292</b>

##### 4. Changes in stock of defaulted loans and debt securities

The Bank does not have any default receivables or borrowing instruments.

##### 5. Additional disclosures related to credit quality of assets

###### a. Scope and descriptions of “overdue” receivables and “provisioned” receivables which are used for accounting and differences between descriptions of “overdue” and “provisioned” if available

The Bank has no overdue receivables.

###### b. Part of overdue receivables (more than 90 days) which are not evaluated as “provisioned” and reasons for this application

The Bank has no overdue receivables.

###### c. Descriptions of methods used while determining provision amounts

The general provision amount is specified in accordance with the rules stated in the “Regulation on the Principles and Procedures for the Determination of the Qualifications of Loans and Other Receivables and the Provisions to be Reserved for the Banks”.

###### d. Descriptions of restructured receivables

The Bank has no restructured receivables.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

##### 5. Additional disclosures related to credit quality of assets (Continued)

##### e. Breakdown of receivables according to geographical regions, sector and residual maturity

Separation of receivables according to geographical area (cash and non-cash loans and follow-up receivables):

<b>Current year</b>		<b>TL</b>	<b>%</b>	<b>FC</b>	<b>%</b>
1	Domestic	265,687	100	12,186,952	94.55
2	European Union Countries	-	-	125,715	0.98
3	OECD Countries *	-	-	-	-
4	Off-shore Banking Regions	-	-	-	-
5	USA, Canada	-	-	-	-
6	Other Countries	-	-	576,972	4.48
7	Associates, Subsidiaries and Jointly Controlled Entities	-	-	-	-
8	Unallocated Assets / Liabilities	-	-	-	-
<b>9</b>	<b>Total</b>	<b>265,687</b>	<b>100</b>	<b>12,889,638</b>	<b>100</b>

(\*) Including OECD countries except EU countries, USA and Canada

<b>Prior year</b>		<b>TL</b>	<b>%</b>	<b>FC</b>	<b>%</b>
		500,428	100	8,013,445	92.86
1	Domestic	-	-	91,841	1.06
2	European Union Countries	-	-	-	-
3	OECD Countries *	-	-	-	-
4	Off-shore Banking Regions	-	-	-	-
5	USA, Canada	-	-	524,653	6.08
6	Other Countries	-	-	-	-
7	Associates, Subsidiaries and Jointly Controlled Entities	-	-	-	-
8	Unallocated Assets / Liabilities	500,428	100	8,013,445	92.86
<b>9</b>	<b>Total</b>	<b>500,428</b>	<b>100</b>	<b>8,629,938</b>	<b>100</b>

(\*) Including OECD countries except EU countries, USA and Canada,

Breakdown of receivables by sector (Cash and non-cash loans and follow-up receivables):

<b>Current period</b>		<b>TL</b>	<b>%</b>	<b>FC</b>	<b>%</b>
<b>1</b>	<b>Agriculture</b>	-	-	-	-
2	Farming and Stockbreeding	-	-	-	-
3	Forestry	-	-	-	-
4	Fishery	-	-	-	-
<b>5</b>	<b>Manufacturing</b>	<b>265,687</b>	<b>100</b>	<b>3,641,294</b>	<b>28.25</b>
6	Mining and Quarrying	-	-	-	-
7	Production	-	-	274,287	2.13
8	Electricity, Gas and Water	265,687	100	3,367,007	26.12
<b>9</b>	<b>Construction</b>	-	-	<b>1,510,861</b>	<b>11.72</b>
<b>10</b>	<b>Services</b>	-	-	<b>7,737,483</b>	<b>60.03</b>
11	Wholesale and Retail Trade	-	-	-	-
12	Accommodation and Dining	-	-	-	-
13	Transportation and Telecom	-	-	-	-
14	Financial Institutions	-	-	7,737,483	60.03
15	Real Estate and Rental Services	-	-	-	-
16	Professional Services	-	-	-	-
17	Educational Services	-	-	-	-
18	Health and Social Services	-	-	-	-
19	Other	-	-	-	24
<b>20</b>	<b>Total</b>	<b>265,687</b>	<b>100</b>	<b>12,889,638</b>	<b>100</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

##### 5. Additional disclosures related to credit quality of assets (Continued)

Prior period	TL	%	FC	%
<b>1 Agriculture</b>	-	-	-	-
2 Farming and Stockbreeding	-	-	-	-
3 Forestry	-	-	-	-
4 Fishery	-	-	-	-
<b>5 Manufacturing</b>	<b>272,041</b>	<b>54</b>	<b>1,904,091</b>	<b>22.06</b>
6 Mining and Quarrying	-	-	-	-
7 Production	-	-	302,175	3.50
8 Electricity, Gas and Water	272,041	54	1,601,915	18.56
<b>9 Construction</b>	-	-	<b>2,481,802</b>	<b>28.76</b>
<b>10 Services</b>	<b>228,387</b>	<b>46</b>	<b>2,206,264</b>	<b>25.57</b>
11 Wholesale and Retail Trade	228,387	46	-	-
12 Accommodation and Dining	-	-	-	-
13 Transportation and Telecom	-	-	356,608	4.13
14 Financial Institutions	-	-	1,849,656	21.43
15 Real Estate and Rental Services	-	-	-	-
16 Professional Services	-	-	-	-
17 Educational Services	-	-	-	-
18 Health and Social Services	-	-	-	-
19 Other	-	-	2,037,781	24
<b>20 Total</b>	<b>500,428</b>	<b>100</b>	<b>8,629,938</b>	<b>100</b>

#### Breakdown of Receivables by Remaining Maturity (Cash, Non-Cash and Non-Performing Loans)

Current period	1 Month	1-3 Month	3-12 Month	1-5 Year	5 Years and Over	Undistributable	Total
Cash	315,979	-	-	-	-	-	315,979
Non-cash Loans	-	-	449,377	193,371	12,196,599	-	12,839,347
<b>Total</b>	<b>315,979</b>	-	<b>449,377</b>	<b>193,371</b>	<b>12,196,599</b>	-	<b>13,155,326</b>

  

Prior period	1 Month	1-3 Month	3-12 Month	1-5 Year	5 Years and Over	Undistributable	Total
Cash	530,312	-	-	-	-	-	530,312
Non-cash Loans	-	-	213,749	331,823	8,054,482	-	8,600,054
<b>Total</b>	<b>530,312</b>	-	<b>213,749</b>	<b>331,823</b>	<b>8,054,482</b>	-	<b>9,130,366</b>

#### f. Amounts of receivables provisioned based on geographical regions and sector and amount written-off from assets through related provisions

There is no amount written-off from assets through related provisions.

#### g. Aging analysis for overdue receivables

The Bank has no overdue receivables.

#### h. Breakdown of restructured receivables based on being provisioned or not

There is no amount written-off from assets through related provisions.

### 6. Credit Risk Mitigation

#### 6.1. Qualitative disclosure on credit risk mitigation techniques

During the lending process, the Bank considers the cash flow of the activity or investment that is subject to credit as the primary source of reimbursement.

Calculation of the collateral amount is based on margins determined by market and currency risk.

If the loan is established with a guarantee condition, the collaterals must be entered into the banking system. The credit risk that the Bank is exposed to and the credit risk mitigation techniques used to mitigate this risk are taken into account in accordance with the standards specified in the legislation in the event that there is a collateral for the loan.

There are no netting-off on-balance sheet and off-balance sheet items within the Bank.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

##### 6. Credit Risk Mitigation (Continued)

##### 6.2. Credit risk mitigation techniques

Current Period 31.12.2024	Exposures unsecured: carrying amounts per TAS	Exposures secured by collateral	Collateral ized amount of exposures secured by collateral	Exposures secured by financial guarantees	Collateraliz ed amount of exposures secured by financial guarantees	Exposure s secured by credit derivatives	Collatera lized amount of exposures secured by credit derivatives
1 Loans	265,687		-	-	-	-	-
2 Debt securities	2,686,294		-	-	-	-	-
3 <b>Total</b>	<b>2,951,981</b>		-	-	-	-	-
4 Of which defaulted	-		-	-	-	-	-

Prior Period 31.12.2024	Exposures unsecured: carrying amounts per TAS	Exposures secured by collateral	Collateral ized amount of exposures secured by collateral	Exposures secured by financial guarantees	Collateraliz ed amount of exposures secured by financial guarantees	Exposure s secured by credit derivatives	Collatera lized amount of exposures secured by credit derivatives
1 Loans	551,231		-	-	-	-	-
2 Debt securities	1,462,107		-	-	-	-	-
3 <b>Total</b>	<b>2,013,338</b>		-	-	-	-	-
4 Of which defaulted	-		-	-	-	-	-

##### 7. Credit Risk if the Standard Approach is used

Bank of China Turkey uses external ratings provided by JCR-ER Ratings when calculating the credit risk by the standard method. Within this scope, the Bank's risk weights in the Receivables from Central Governments or Central Banks risk class are determined by taking into consideration the matching table provided by JCR-ER Ratings and determined by the BRSA for the said CRA.

Credit Quality Stage	Long Term Credit Ratings	
	JCR-ER Ratings	Receivables from Central Government and Central Banks Risk Weight (%)
1	AAA / AA-	0
2	A+ / A-	20
3	BBB+ / BBB-	50
4-5	BB+ / B-	100
6	B- and below	150

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

#### 7. Credit Risk if the Standard Approach is used (Continued)

##### 7.1. Standardised Approach – Credit risk exposure and credit risk mitigation (CRM) effects

The institutions which are members of Turkey Wealth Fund (TWF) are classified under Sovereign Asset Class according to regulation as of 2024 year-end.

Current Period 31.12.2025		Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
Asset classes	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density	
1	Exposures to central governments or central Banks	8,503,656	2,210,173	8,503,656	2,210,173	2,236,830	21%
2	Exposures to regional governments or local Authorities	-	-	-	-	-	-
3	Receivables from administrative units and non-commercial enterprises	-	-	-	-	-	-
4	Exposures to multilateral development banks	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-
6	Exposures to institutions	1,162,949	3,506,018	1,162,949	3,217,532	3,331,922	79%
7	Exposures to corporates	336,915	7,057,380	336,915	7,057,380	7,394,295	100%
8	Retail exposures	-	-	-	-	-	-
9	Exposures secured by residential property	-	-	-	-	-	-
10	Exposures secured by commercial real estate	-	-	-	-	-	-
11	Past-due loans	-	-	-	-	-	-
12	Higher-risk categories by the Agency Board	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-
15	Investments in the nature of collective investment enterprise	-	-	-	-	-	-
16	Other receivables	186,977	-	186,977	-	186,977	100%
17	Equity Investment	-	-	-	-	-	-
<b>18</b>	<b>Total</b>	<b>10,190,497</b>	<b>12,773,571</b>	<b>10,190,497</b>	<b>12,485,085</b>	<b>13,150,024</b>	<b>58%</b>
Previous Period 31.12.2024		Exposures before CCF and CRM		Exposures post-CCF and CRM		RWA and RWA density	
Asset classes	On-balance sheet amount	Off-balance sheet amount	On-balance sheet amount	Off-balance sheet amount	RWA	RWA density	
1	Exposures to central governments or central Banks	3,958,813	1,634,761	3,958,813	1,634,761	1,653,596	30%
2	Exposures to regional governments or local Authorities	-	-	-	-	-	-
3	Receivables from administrative units and non-commercial enterprises	-	-	-	-	-	-
4	Exposures to multilateral development banks	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-
6	Exposures to institutions	1,856,752	1,349,610	1,856,752	1,087,284	1,337,801	45%
7	Exposures to corporates	529,832	5,594,765	529,832	5,594,765	6,124,597	100%
8	Retail exposures	-	-	-	-	-	-
9	Exposures secured by residential property	-	-	-	-	-	-
10	Exposures secured by commercial real estate	-	-	-	-	-	-
11	Past-due loans	-	-	-	-	-	-
12	Higher-risk categories by the Agency Board	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-
15	Investments in the nature of collective investment enterprise	-	-	-	-	-	-
16	Other receivables	77,203	-	77,203	-	77,203	100%
17	Equity Investment	-	-	-	-	-	-
<b>18</b>	<b>Total</b>	<b>6,422,600</b>	<b>8,579,136</b>	<b>6,422,600</b>	<b>8,316,810</b>	<b>9,193,197</b>	<b>62%</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

#### 7. Credit Risk if the Standard Approach is used (Continued)

#### 7.2. Standardised approach – exposures by asset classes and risk weights

Current Period 31.12.2025		0%	10%	20%	35%	50%	75%	100%	150%	200%	Others	Total credit risk exposure amount (after CCF and CRM)
Asset classes/ Risk weight												
1	Exposures to central governments or central banks	8,476,999	-	-	-	-	-	2,236,830	-	-	-	10,713,829
2	Exposures to regional governments or local authorities	-	-	-	-	-	-	-	-	-	-	-
3	Exposures to public sector entities	-	-	-	-	-	-	-	-	-	-	-
4	Exposures to multilateral development banks	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Exposures to institutions	-	-	1,137,759	-	276,703	-	2,966,019	-	-	-	4,380,481
7	Exposures to corporates	-	-	-	-	-	-	7,394,295	-	-	-	7,394,295
8	Retail exposures	-	-	-	-	-	-	-	-	-	-	-
9	Exposures secured by residential property	-	-	-	-	-	-	-	-	-	-	-
10	Exposures secured by commercial real estate	-	-	-	-	-	-	-	-	-	-	-
11	Past-due loans	-	-	-	-	-	-	-	-	-	-	-
12	Higher-risk categories by the Agency Board	-	-	-	-	-	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-	-	-	-	-	-
15	Investments in the nature of collective investment enterprise	-	-	-	-	-	-	-	-	-	-	-
16	Investments in equities	-	-	-	-	-	-	-	-	-	-	-
17	Other receivables	-	-	-	-	-	-	186,977	-	-	-	186,977
18	<b>Total</b>	<b>8,476,999</b>	<b>-</b>	<b>1,137,759</b>	<b>-</b>	<b>276,703</b>	<b>-</b>	<b>12,784,121</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,675,582</b>
<b>Prior period 31.12.2024</b>												<b>Total credit risk exposure amount (after CCF and CRM)</b>
Asset classes/ Risk weight		0%	10%	20%	35%	50%	75%	100%	150%	200%	Others	
1	Exposures to central governments or central banks	3,939,978	-	-	-	-	-	1,653,596	-	-	-	5,593,574
2	Exposures to regional governments or local authorities	-	-	-	-	-	-	-	-	-	-	-
3	Exposures to public sector entities	-	-	-	-	-	-	-	-	-	-	-
4	Exposures to multilateral development banks	-	-	-	-	-	-	-	-	-	-	-
5	Receivables from international organizations	-	-	-	-	-	-	-	-	-	-	-
6	Exposures to institutions	-	-	1,843,840	-	262,326	-	837,870	-	-	-	2,944,036
7	Exposures to corporates	-	-	-	-	-	-	6,124,597	-	-	-	6,124,597
8	Retail exposures	-	-	-	-	-	-	-	-	-	-	-
9	Exposures secured by residential property	-	-	-	-	-	-	-	-	-	-	-
10	Exposures secured by commercial real estate	-	-	-	-	-	-	-	-	-	-	-
11	Past-due loans	-	-	-	-	-	-	-	-	-	-	-
12	Higher-risk categories by the Agency Board	-	-	-	-	-	-	-	-	-	-	-
13	Mortgage-backed securities	-	-	-	-	-	-	-	-	-	-	-
14	Short-term receivables from banks and intermediary institutions and short-term corporate receivables	-	-	-	-	-	-	-	-	-	-	-
15	Investments in the nature of collective investment enterprise	-	-	-	-	-	-	-	-	-	-	-
16	Investments in equities	-	-	-	-	-	-	-	-	-	-	-
17	Other receivables	-	-	-	-	-	-	77,203	-	-	-	77,203
18	<b>Total</b>	<b>3,939,978</b>	<b>-</b>	<b>1,843,840</b>	<b>-</b>	<b>262,326</b>	<b>-</b>	<b>8,693,266</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,739,410</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)

#### IX. EXPLANATIONS ON RISK MANAGEMENT (Continued)

##### 8. Disclosures regarding Counterparty Credit Risk

###### 8.1. Qualitative Disclosures on Counterparty Credit Risk

The management, measurement and monitoring activities of counterparty credit risk are carried out within the scope of market risk appetite approved by Risk Committee and Board of Director. Counterparty credit risk and credit value adjustments related to this risk are calculated by valuation method according to fair value in capital adequacy regulation and included in capital adequacy ratio.

###### 8.2. Analysis of counterparty credit risk (CCR) exposure by approach

The Bank has no counterparty credit risk exposure.

###### 8.3. Credit Valuation Adjustment (CVA) Capital Charge

	Current Period 31.12.2025		Prior period 31.12.2024	
	Exposure (After credit risk mitigation methods)	Risk Weighted Amounts	Exposure (After credit risk mitigation methods)	Risk Weighted Amounts
Total portfolio value with comprehensive approach CVA capital adequacy				
1 (i) Value at risk component (including 3*multiplier)		-		-
2 (ii) Stressed Value at Risk (including 3*multiplier)		-		-
3 All portfolios subject to Standardised CVA capitalobligation	-	-	235	47
4 Total amount of CVA capital adequacy	-	-	235	47

###### 8.4. Standardized approach - CCR exposures by regulatory portfolio and risk weights

The bank has no counter party exposures by standardized approach.

###### 8.5. Composition of collateral for CCR exposure

The Bank has no collaterals used for counterparty credit risk.

###### 8.6. Credit derivatives

The Bank has no credit derivative.

###### 8.7. Risks to Central Counterparty

The Bank has no risks to central counterparty.

#### 9. Securitization disclosures

The Bank has no securities.

#### X. EXPLANATIONS ON MARKET RISK

##### 1. Qualitative information which shall be disclosed to public related to market risk

Market risk; is defined as the risk of loss in the value of assets and returns in the balance sheet and off-balance sheet as a result of changes in rates and prices in financial markets. The Bank's market risk is determined, evaluated and managed within the framework of Market Risk Management Policy Bank. This policy covers the basic principles of the Bank in relation to market risk management, the duties and responsibilities of the parties involved in market risk management and the process related to the measurement, monitoring and reporting of market risk. Within the scope of market risk, the Bank has interest rate risk and currency risk. Standard method is used to measure market risk and to be the basis for capital allocation. The Bank measures market risk within the framework of legal regulations. In addition, the Bank conducts stress tests and monitors the management of the risk.

The Bank carries out the stress test by applying negative and positive shocks on the yield curve and the interest rate risk arising from the on-balance sheet and off-balance sheet positions. The Bank carries out

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

stress tests and evaluates currency risk by applying changes in foreign exchange risk on foreign currency net general position. The Bank has determined the risk appetite and limits related to market risk taking into account the activities and product structure.

### 2. Market risk under standardised approach

		Current Period 31.12.2025 Risk Weighted Asset	Prior period 31.12.2024 Risk Weighted Asset
<b>Outright products</b>			
1	Interest rate risk (general and specific)	-	-
2	Equity risk (general and specific)	-	-
3	Foreign exchange risk	228,970	177,637
4	Commodity risk	-	-
<b>Options</b>			
5	Simplified approach	-	-
6	Delta-plus method	-	-
7	Scenario approach	-	-
8	<b>Securitisation</b>	-	-
<b>9</b>	<b>Total</b>	<b>228,970</b>	<b>177,637</b>

### XI. EXPLANATIONS ON OPERATIONAL RISK

The Bank used the “Basic Indicator Method” in computation of its operational risk. The amount subject to operational risk is calculated annually in accordance with the “Regulation on Measurement and Evaluation of Capital Adequacy of Banks” published in the Official Gazette No. 29111 dated 6 September 2014. In the basic indicator method, the amount subject to operational risk is calculated by multiplying the average of 15% of the gross revenue amounts of the last three years by 12,5. Since the Bank started operations as of May 9, 2018, there is no gross income for the last three years. In current period calculated operational risk amount is TL 1,725,547 (December 31, 2024: TL 968,126).

Current Period	2 PY Amount	1 PY Amount	CY Amount	Total / Total number of years for which gross income is positive	Rate (%)	Total
Gross income	488,081	714,860	1,557,934	920,294	15	138,044
The amount subject to operational risk (Total*12,5)						1,725,547

Previous Period	2 PY Amount	1 PY Amount	CY Amount	Total / Total number of years for which gross Income is positive	Rate (%)	Total
Gross income	346,060	488,081	714,860	516,334	15	77,450
The amount subject to operational risk (Total*12,5)						968,126

### XII. EXPLANATIONS REGARDING THE PRESENTATION OF FINANCIAL ASSETS AND LIABILITIES AT THEIR FAIR VALUES

The following table summarizes the book values and fair values of some financial assets and liabilities of the Bank;

	Current period		Prior period	
	Book Value	Fair Value	Book Value	Fair Value
<b>Financial Assets</b>	<b>4,095,724</b>	<b>4,095,724</b>	<b>3,815,753</b>	<b>3,815,753</b>
Due from Money Market	-	-	-	-
Due from Banks	1,143,743	1,143,743	1,853,218	1,853,218
Financial Assets That Fair Value Difference is Reflected on Their Comprehensive Income	1,786,137	1,786,137	-	-
Financial Assets Valued at Their Amortized Cost	900,157	900,157	1,462,107	1,462,107
Loans	265,687	265,687	500,428	500,428
<b>Financial Liabilities</b>	<b>5,969,504</b>	<b>5,969,504</b>	<b>3,282,423</b>	<b>3,282,423</b>
Bank Deposits	725,261	725,261	96,751	96,751
Other Deposits	5,244,243	5,244,243	2,022,975	2,022,975
Funds borrowed from other financial institutions	-	-	882,577	882,577
Subordinated loans	-	-	-	-
Marketable Securities Issued	-	-	-	-
Miscellaneous Payables	-	-	280,120	280,120

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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### **INFORMATION ON FINANCIAL POSITION AND RISK MANAGEMENT (Continued)**

#### **XII. EXPLANATIONS REGARDING THE PRESENTATION OF FINANCIAL ASSETS AND LIABILITIES AT THEIR FAIR VALUES (Continued)**

TFRS 7 sets a hierarchy of valuation techniques according to the observability of data used in valuation techniques which establish basis for fair value calculations,

Aforesaid fair value hierarchy is determined as follows:

- a) Quoted market prices (non-adjusted) (1st level)
- b) Directly (by way of prices) or indirectly (derived from prices) data for the assets or liabilities, other than quoted prices in the 1st level (2nd level)
- c) Data not based on observable data regarding assets or liabilities (3rd level)

Fair value hierarchy of the financial assets and liabilities of the Bank carried at fair value according to the foregoing principles is none for the period.

#### **XIII. EXPLANATIONS ON THE ACTIVITIES CARRIED OUT ON BEHALF AND ACCOUNT OF OTHER PARTIES**

None.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS AT DECEMBER 31, 2025

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

### SECTION FIVE

#### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS

#### I. EXPLANATIONS AND DISCLOSURES RELATED TO ASSETS

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

###### 1.1. Information on cash and cash equivalents

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL /Foreign Currency	-	-	-	-
Balances with the Central Bank of Turkey	659,798	5,063,387	51,807	2,362,527
Other	-	-	-	-
<b>Total</b>	<b>659,798</b>	<b>5,063,387</b>	<b>51,807</b>	<b>2,362,527</b>

###### 1.2. Information related to account of Central Bank of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	798	63,465	1,807	488,588
Unrestricted Time Deposits	659,000	-	50,000	-
Restricted Time Deposits	-	4,999,922	-	1,873,939
<b>Total</b>	<b>659,798</b>	<b>5,063,387</b>	<b>51,807</b>	<b>2,362,527</b>

##### 2. Information on Banks and Foreign banks account.

###### 2.1. Information on Banks and Other Financial Institutions

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
<i>Domestic</i>	883	18,790	1,573,048	10,349
<i>Foreign</i>	-	1,124,069	-	269,821
<i>Foreign head-offices and branches</i>	-	-	-	-
<b>Total</b>	<b>883</b>	<b>1,142,859</b>	<b>1,573,048</b>	<b>280,170</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

#### 2. Information on Banks (Continued)

##### 2.2. Information on foreign bank accounts

	Unrestricted Amount		Restricted Amount	
	Current Period	Prior Period	Current Period	Prior Period
European Union Countries	251,048	145,687	-	-
USA, Canada	64,676	30,203	-	-
OECD Countries (*)	808,345	93,931	-	-
Off-shore Banking Regions	-	-	-	-
Other	-	-	-	-
<b>Total</b>	<b>1,124,069</b>	<b>269,821</b>	-	-

(\*) OECD countries other than European Union countries, USA and Canada.

#### 3. Positive differences related to derivative financial assets

None (December 31, 2024: None).

#### 4. Expected credit losses for cash and cash equivalents

Current Period	Stage 1	Stage 2	Stage 2	Total
<b>Balances at End of Prior Period</b>	<b>1,008</b>	-	-	<b>1,008</b>
Additions during the Period	182	-	-	182
Disposal	(983)	-	-	(983)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Foreign Currency Differences	-	-	-	-
<b>Balances at End of Period</b>	<b>207</b>	-	-	<b>207</b>

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

None (December 31, 2024: None).

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

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

As of December 31, 2025, there are no financial assets at fair value through other comprehensive income subject to repurchase agreement (December 31, 2024: None). As of December 31, 2025, there are no financial assets given as collateral/blocked (December 31, 2024: None).

##### 6.2. Information on Financial Assets Measured at Fair Value Through Other Comprehensive Income

	Current Period	Prior Period
Debt Securities	1.786.137	-
Listed on the Stock Exchange	1.786.137	-
Not Traded on the Stock Exchange	-	-
Impairment Provision (-)	-	-
<b>Toplam</b>	<b>1.786.137</b>	-

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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### **7. Information on Loans**

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

None (December 31, 2024: None).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

#### 7. Information on Loans (Continued)

##### 6.2. Information on the first and second group loans and other receivables including rescheduled or restructured loans

Cash Loans	Standard Loans and Other Receivables	Loans and Other Receivables Under Close Monitoring		
		Loans and Receivables Not Subject to Restructuring	Restructured Loans and Receivables	Re-finance
<b>Non-Specialized Loans</b>	265,687	-	-	-
Loans Given to Enterprises	-	-	-	-
Export Loans	265,687	-	-	-
Import Loans	-	-	-	-
Loans Given to Financial Sector	-	-	-	-
Consumer Loans	-	-	-	-
Credit Cards	-	-	-	-
Other	-	-	-	-
<b>Specialized Loans</b>	-	-	-	-
<b>Other Loans</b>	-	-	-	-
<b>Total</b>	<b>265,687</b>	<b>-</b>	<b>-</b>	<b>-</b>

Expected Credit Losses	Standard Loans	Loans Under Close Monitoring
12 Months Expected Credit Loss	263	-
Significant Increase in Credit Risk	-	-
<b>Total</b>	<b>263</b>	<b>-</b>

##### 6.3. Distribution of cash loans according to their maturities

	Standard Loans	Loans Under Close Monitoring	
		Loans without Revised Contract Terms	Restructured Loans
Short-term Loans	-	-	-
Medium and Long-term Loans	265,687	-	-
<b>Total</b>	<b>265,687</b>	<b>-</b>	<b>-</b>

##### Information on consumer loans, individual credit cards, personnel loans and personnel credit cards

None (December 31, 2024: None).

##### 6.5. Information on commercial instalment loans and corporate credit cards

None (December 31, 2024: None).

##### 6.6. Loans according to types of borrowers

	Current Period	Prior Period
Public	-	-
Private	265,687	500,428
<b>Total</b>	<b>265,687</b>	<b>500,428</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

##### 6. Information on Loans (Continued)

###### 6.7. Distribution of domestic and foreign loans

	Current Period	Prior Period
Domestic Loans	265,687	500,428
Foreign Loans	-	-
<b>Total</b>	<b>265,687</b>	<b>500,428</b>

###### 6.8. Loans given to associates and subsidiaries

None (December 31, 2024: None).

###### 6.9. Credit-Impaired Losses Stage III Provisions

None (December 31, 2024: None).

###### 6.10. Explanations on non-performing loans

None (December 31, 2024: None).

###### 6.11. Explanations on write-off policy

In order to ensure the collection and liquidation of the Bank's receivables, which are given legal follow-up instructions due to the loss of credit worthiness, the subjects such as the quality of the loan, the condition of the loan, the good will of the debtor and the urgency of the follow-up are determined, and the most appropriate action style is determined. Although the elimination of the risk is preferred through the administrative interventions and negotiations in the debtors, the liquidation method of the receivable is used by directly initiating legal follow-up procedures. However, the fact that legal proceedings have been initiated does not mean that administrative interviews have ended. An agreement can be made with the debtor regarding the liquidation of the Bank's receivables at each stage, if it is agreed.

As of December 31, 2025, the Bank does not have any written-off assets (December 31, 2024: None).

###### 6.12. Explanations on expected credit losses for loans

Current Period	Stage 1	Stage 2	Stage 3	Total
<b>Balances at End of Prior Period</b>	<b>417</b>	-	-	<b>417</b>
Additions during the Period	-	-	-	-
Disposal	(154)	-	-	(154)
Debt Sale	-	-	-	-
Write-offs	-	-	-	-
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Foreign Currency Differences	-	-	-	-
<b>Balances at End of Period</b>	<b>263</b>	-	-	<b>263</b>

###### 6.13. Information on interest accruals, rediscounts, valuation differences and their provisions calculated for non-performing loans in accordance with TFRS 9

None (December 31, 2024: None).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

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

###### 7.1. Information on financial assets that are subject to repo transactions and are given as collateral / blocked, and measured financial assets

There are no financial assets subject to repurchase agreements in the current Period (December 31, 2024: None). As of December 31, 2025, the Bank does not have securities given as collateral (December 31, 2024: None).

###### 7.2. Information on government debt securities measured at amortized cost

	Current Period	Prior Period
Government Bond	900,157	1,462,107
Treasury Bonds	-	-
Other Public Debt Securities	-	-
<b>Total</b>	<b>900,157</b>	<b>1,462,107</b>

###### 7.3. Information on investments measured at amortized cost

	Current Period	Prior Period
Debt Securities	900.157	1.462.107
<i>Quoted at Stock Exchange</i>	900.157	1.462.107
<i>Unquoted at Stock Exchange</i>	-	-
Value Increases/Impairment Losses (-)	-	-
<b>Total</b>	<b>900.157</b>	<b>1.462.107</b>

###### 7.4. Movements of investments measured at amortized cost during the year

	Current Period	Prior Period
<b>Opening balance</b>	<b>1,462,107</b>	<b>128,362</b>
Foreign exchange differences in monetary assets	-	-
Purchases during the year	1,183,571	22,998,264
Disposals through Sales and Redemptions	(1,675,199)	(21,664,519)
Value decrease equivalent	(70,322)	-
<b>Period end balance</b>	<b>900,157</b>	<b>1,462,107</b>

###### 7.5. Explanations on expected credit losses for financial assets measured at amortised cost

Current Period	Stage 1	Stage 2	Stage 2	Total
<b>Balances at End of Prior Period</b>	<b>119</b>	-	-	<b>119</b>
Additions during the Period	70	-	-	70
Disposal	(119)	-	-	(119)
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Foreign Currency Differences	-	-	-	-
<b>Balances at End of Period</b>	<b>70</b>	-	-	<b>70</b>

##### 9. Non-current Assets Held for Sale and Discontinued Operations (Net)

As at the reporting date, the Bank does not have any non-current assets classified as held for sale or any discounted operations. (December 31, 2024: None)

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

##### 10. Information on associates

The Bank has no associates as of December 31, 2025 (December 31, 2024: None).

##### 11. Information on subsidiaries (net)

The Bank has no subsidiaries as of December 31, 2025 (December 31, 2024: None).

##### 12. Information on entities under common control (Joint Ventures)

The Bank does not have investments in entities under common control as of December 31, 2025 (December 31, 2024: None).

##### 13. Information on tangible assets

	Buildings	Leased Tangible Assets	Right-of-use Assets (*)	Vehicles	Other tangible assets(**)	Securities acquired through financial leasing	Total
<b>Prior Period</b>							
Cost	-	-	22,400	150	66,429	-	88,979
Accumulated depreciation (-)	-	-	17,077	150	14,530	-	31,757
<b>Net book value</b>			<b>5,323</b>		<b>51,899</b>	-	<b>57,222</b>
<b>Current Period</b>							
<b>Net book value at beginning of the period</b>	-	-	<b>5,323</b>	-	<b>51,899</b>	-	<b>57,222</b>
Additions	-	-	63,590	2,315	64,742	-	130,647
Transfers	-	-	-	-	-	-	-
Disposals (-) (Cost)	-	-	2,629	-	150	-	2,779
Disposals (-) (depreciation)	-	-	2,629	-	150	-	2,779
Impairment (-)	-	-	-	-	-	-	-
Depreciation (-)	-	-	18,419	39	15,616	-	34,074
<b>Closing Net Book Value at Period End</b>	-	-	<b>50,494</b>	<b>2,276</b>	<b>101,025</b>	-	<b>153,795</b>
Cost at the end of current period	-	-	83,362	2,465	131,021	-	216,848
Accumulated depreciation at end of current period(-)	-	-	32,867	189	29,996	-	63,052
<b>Current Period</b>			<b>50,494</b>	<b>2,276</b>	<b>101,025</b>	-	<b>153,795</b>

(\*) Includes office and car leases accounted within scope of TFRS 16.

(\*\*) Other tangible assets consist of office machinery, furniture and furnishing and operating lease development costs.

##### 14. Information on intangible assets

Costs	Current Period	Prior Period
Opening Balance, January 1	29,879	19,248
Additions	30,824	10,631
Disposed Off(-)	-	-
<b>Closing Balance, December 31</b>	<b>60,703</b>	<b>29,879</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

##### 14. Information on intangible assets (Continued)

Accumulated Depreciation	Current Period	Prior Period
Opening Balance, January 1	17,310	13,810
Disposed Off(-)	-	-
Depreciation	7,962	3,500
<b>Closing Balance, December 31</b>	<b>25,272</b>	<b>17,310</b>
<b>Net Book Value, December 31</b>	<b>35,431</b>	<b>12,569</b>

##### 15. Information on investment properties (net)

None (December 31, 2024: None).

##### 16. Information on current tax assets

None (December 31, 2024: None).

##### 17. Information on Deferred Tax asset

For taxable temporary differences arising between the book value of an asset or liability and its tax base determined in accordance with the tax legislation. The Bank will obtain financial profit that can be deducted in the following periods according to the provisions of "TAS 12 - Income Taxes", BRSA's explanations and circulars and tax legislation, calculates deferred tax on deductible temporary differences, to the extent possible.

As of December 31, 2025, net deferred tax assets amounted to TL 72,190 (December 31, 2024: TL 69,322) has been reflected in the financial statements of the Bank after netting the deferred tax asset amounting to TL 66,164 (December 31, 2024: TL 62,746) and the tax liability amounting to TL 6,026 (December 31, 2024: TL 6,576).

Current and prior period deferred tax assets and liabilities movements are as follows:

	Accumulated Temporary Differences		Deferred Tax Assets/(Liabilities)	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
- Retirement Pay and Unused Vacation Provision	4,118	2,706	1,236	812
- Bonus Provision	56,665	114,634	17,000	34,390
- Commission charged in advance	93,749	38,075	28,125	11,423
- Expected Credit Loss According to TFRS 9	44,682	27,189	13,404	8,157
- MTM-TFRS 16 difference	13,836	29,233	4,151	8,770
- MTM-TFRS difference for interest income/expense	-	564	-	168
- MTM – SL securities interest difference	27,583	18,672	8,274	5,602
<b>Deferred Tax Assets</b>	<b>240,633</b>	<b>231,073</b>	<b>72,190</b>	<b>69,322</b>
- Tangible Assets Amortization Differences	(20,086)	(21,920)	(6,026)	(6,576)
- MTM – SL securities interest difference	(1)	-	-	-
<b>Deferred Tax Liabilities</b>	<b>(20,087)</b>	<b>(21,920)</b>	<b>(6,026)</b>	<b>(6,576)</b>
<b>Deferred Tax Assets/(Liabilities), Net</b>	<b>220,546</b>	<b>209,153</b>	<b>66,164</b>	<b>62,746</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

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

##### 18. If the other assets item of the balance sheet exceeds 10% of the total balance sheet excluding commitments in the off-balance sheet accounts, the names and amounts of the sub-accounts constituting at least 20% of the balance sheet

Other assets do not exceed 10% of total assets excluding the off-balance sheet items (December 31, 2024: None).

#### II. EXPLANATIONS AND DISCLOSURES RELATED TO LIABILITIES

##### 1. Information on deposits

###### 1.1. Information on maturity structure of deposits

Current Period	Demand	7 Days' Notice	Up to 1 Month	1-3 Months	3-6 Months	6-1 Year	1 Year and Over	Cumulative Deposit	Total
Saving Deposits	-	-	-	-	-	-	-	-	-
Foreign Currency Deposits	22,030	-	428,534	4,791,282	-	-	-	-	5,241,846
Residents in Turkey	22,030	-	428,534	4,791,282	-	-	-	-	5,241,846
Residents Abroad	-	-	-	-	-	-	-	-	-
Public Sector Deposits	-	-	-	-	-	-	-	-	-
Commercial Deposits	2,397	-	-	-	-	-	-	-	2,397
Other Ins. Deposits	-	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	-	-	-	-	-	-	-	-
Interbank Deposits	725,261	-	-	-	-	-	-	-	725,261
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	724,094	-	-	-	-	-	-	-	724,094
Foreign Banks	1,167	-	-	-	-	-	-	-	1,167
Special Finan. Inst.	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>749,688</b>	-	<b>428,534</b>	<b>4,791,282</b>	-	-	-	-	<b>5,969,504</b>

  

Prior Period	Demand	7 Days' Notice	Up to 1 Month	1-3 Months	3-6 Months	6-1 Year	1 Year and Over	Cumulative Deposit	Total
Saving Deposits	-	-	-	-	-	-	-	-	-
Foreign Currency Deposits	100,847	-	1,251,002	-	-	-	-	-	1,351,849
Residents in Turkey	100,847	-	1,251,002	-	-	-	-	-	1,351,849
Residents Abroad	-	-	-	-	-	-	-	-	-
Public Sector Deposits	-	-	-	-	-	-	-	-	-
Commercial Deposits	6,230	-	336,051	-	328,844	-	-	-	671,125
Other Ins. Deposits	-	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	-	-	-	-	-	-	-	-
Interbank Deposits	96,751	-	-	-	-	-	-	-	96,751
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	95,584	-	-	-	-	-	-	-	95,584
Foreign Banks	1,167	-	-	-	-	-	-	-	1,167
Special Finan. Inst.	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>203,828</b>	-	<b>1,587,053</b>	-	<b>328,844</b>	-	-	-	<b>2,119,725</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### 1.2. Information on saving deposits under insurance

#### 1.2.1. Amounts exceeding the insurance limit

In accordance with the “Regulation amending the Regulation on the Insurable Deposit and Participation Funds and Premiums to be Collected by the Savings Deposit Insurance Fund” published in the Official Gazette dated August 27, 2022 and numbered 31936, all deposit and participation funds at the credit institutions except the funds of the official institutions, credit institutions and financial institutions started to be insured.

Saving deposits	Under the guarantee of deposit insurance		Exceeding limit of the deposit insurance	
	Current Period	Prior Period	Current Period	Prior Period
Deposits	2.359	3,289	38	667,838
Foreign currency saving deposits	4.638	4,032	5,239,314	1,346,285
Other deposits	-	-	-	-
Foreign branches' deposits under foreign authorities' insurance	-	-	-	-
Off-shore banking regions' deposits under foreign authorities' insurance	-	-	-	-

### 1.3. Saving deposits that are not under the guarantee of deposit insurance fund

There are no saving deposits that are not under the guarantee of deposit insurance fund as of December 31, 2025 (December 31, 2024: None).

## 2. Information on borrowings

### 2.1. Banks and other financial institution

	Current Period		Prior Period	
	TL	FC	TL	FC
CBRT Borrowings	-	-	-	-
From domestic Banks and Institutions	-	-	-	-
From Foreign Banks, Institutions and Funds	-	-	-	882,577
<b>Total</b>	-	-	-	<b>882,577</b>

### 2.2. Maturity structure of borrowings

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-term	-	-	-	882,008
Medium and Long-term	-	-	-	569
<b>Total</b>	-	-	-	<b>882,577</b>

## 3. Information on derivative financial liabilities

### 2.3. Negative differences table related to derivative financial liabilities

There are no derivative financial liabilities as at reporting period. (December 31, 2024: None)

### 3. If the foreign liabilities of the balance exceed 10% of the total balance sheet excluding the penalty and off-balance sheet commitments, the names and amounts of the sub-accounts constituting at least 20%

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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Other foreign liabilities do not exceed 10% of the balance sheet total (December 31, 2024: Not exceeding).

### **4. Information on Lease Obligations**

#### **5.1. Criteria used in the determination of lease instalments in the finance lease contracts, renewal and purchase options, restrictions, and significant burdens imposed on the bank on such contracts**

The Bank does not have any financial lease agreement (December 31, 2024: None).

#### **5.2. Detailed explanation of contract amendments and new obligations of these amendments to the Bank**

The Bank does not have any financial lease agreement (December 31, 2024: None).

#### **5.3. Information on lease liabilities**

As of December 31, 2025, total net lease liability amount of the Bank is TL 64,228 (December 31, 2024: TL 33,323).

#### **5.4. Information on “Sale -and- lease back” agreements**

The Bank does not have any sale-and-lease back transactions in the current Period (December 31, 2024: None).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### EXPLANATIONS AND DISCLOSURES RELATED TO LIABILITIES (Continued)

##### 5. Information on Provisions

###### 3.1. Information on provisions related with foreign currency difference of foreign indexed loans

As of December 31, 2025, the Bank has no provision related to foreign currency differences of foreign indexed loans (December 31, 2024: None).

###### 3.2. Information on provisions for non-cash loans that are non-funded and non-transformed into cash

	Current Period	Prior Period
Provisions for Non-cash Loans	43,956	25,605
<b>Total</b>	<b>43,956</b>	<b>25,605</b>

###### 3.2.1. Provision for probable losses

None (December 31, 2024: None),

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

Other provisions do not exceed 10% of the total provisions (December 31, 2024: Did not exceed)

###### 7.2.3. Explanations on reserves for employee benefit

The table of current and prior period retirement pay provision is as follows:

	Current Period	Prior Period
Opening Balance, January 1	331	1,433
Change during the period	271	(1,056)
Payments made	-	-
Actuarial Difference	(9)	(46)
<b>Closing Balance, December 31</b>	<b>593</b>	<b>331</b>

In accordance with the current labour law in Turkey, the Bank is required to pay termination benefits to the personnel who are dismissed from work due to retirement or who are terminated for reasons other than resignation and abuse. These compensations are the 30-day gross wage for each year of work based on the wage on the date of dismissal, As of December 31, 2025 and December 31, 2024, the ceiling of the provision for employment termination benefits is TL 64,948.77 (full TL) and TL 46,655.43 (full TL).

In the financial statements of December 31, 2025 and December 31, 2024, the Bank calculates the termination indemnity by discounting the annual inflation and interest rate usage. The inflation and interest rates used are as follows:

	Current Period	Prior Period
Inflation Rate	23.00%	18.47%
Interest Rate	28.15%	23.20%
Discount Rate	4.19%	3.99%

As of December 31, 2025, total provision for employee benefits amounting to TL 60,784 (December 31, 2024: TL 117,340) is composed of TL 3,525 unused vacation provision (December 31, 2024: TL 2,375), TL 56,665 TL bonus provision (December 31, 2024: TL 114,634), TL 593 provision for employee termination benefits (December 31, 2024: 331 TL).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### EXPLANATIONS AND DISCLOSURES RELATED TO LIABILITIES (Continued)

##### 6. Explanations on Tax Liability

As of December 31, 2025, the Bank has current tax liability of TL 104,356 (December 31, 2024: TL 102,155).

The Bank has a corporate tax amount of TL 359,904 (December 31, 2024: TL 347,943) to be paid after the deduction of the prepaid corporate tax of TL 280,087 (December 31, 2024: 263,817) from the corporate tax calculated as TL 79,817 (December 31, 2024: 84,126).

##### 8.1. Information on tax payables

	Current Period	Prior Period
Corporate taxes payable	79,817	84,126
Taxation on securities	1,176	731
Property tax	7	17
Banking and Insurance Transaction Tax (BITT)	1,329	1,637
Taxes on foreign exchange transactions	-	-
Value added taxes payable	3,493	2,615
Other	15,126	10,725
<b>Total</b>	<b>100,948</b>	<b>99,851</b>

##### 8.2. Information on premium

	Current Period	Prior Period
Social Security Premiums- Employee	1,293	902
Social Security Premiums- Employer	1,878	1,235
Unemployment Insurance- Employee	79	56
Unemployment Insurance- Employer	158	111
Other	-	-
<b>Total</b>	<b>3,408</b>	<b>2,304</b>

##### 8.3. Explanations on deferred tax liabilities

None (December 31, 2024: None).

##### 7. Information on liabilities regarding assets held for sale and discontinued operations

None (December 31, 2024: None).

##### 8. Explanations on Subordinated loans

None (December 31, 2024: None).

##### 9. Information on Shareholders' equity

##### 8.4. Paid in Capital

The Bank's paid-in capital is TL 1,051,230 as of December 31, 2025 (December 31, 2024: TL 1,051,230). The capital does not have a share certificate.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

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### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### EXPLANATIONS AND DISCLOSURES RELATED TO LIABILITIES (Continued)

**11.2. 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.

**11.3. Capital increases and sources in the current period and other information based on increased capital shares**

None (December 31, 2024: None).

**11.4. Information on share capital increases from capital reserves during the current period**

None (December 31, 2024: None).

**11.5. Information on capital commitments, the purpose and the sources until the end of the fiscal year and the subsequent interim period**

None (December 31, 2024: None),

**11.6. The effects of anticipations based on the financial figures for prior periods regarding the Bank's income, profitability and liquidity, and possible effects of these future assumptions on the Bank's equity due to uncertainties at these indicators**

Forecasts are made taking into account the prior period indicators of the Bank's income, profitability and liquidity and the uncertainties in these indicators, and their estimated effects on equity are prepared by the Finance Department and reported to the top management.

**11.7. Information on privileges given to shares representing the capital**

None (December 31, 2024: None).

**11.8. Information on marketable securities value increase fund**

None (December 31, 2024: None).

**11.9. Information on profit distribution**

The legal reserves are allocated to the first and second reserves in accordance with Turkish Commercial Code (TTK). First legal reserves are allocated as 5% of the profit until the total reserves reach 20% of the paid-in capital. Second legal reserves are allocated as 10% of excess amount on profit distribution which is more than 5% of capital.

At the Ordinary General Assembly meeting held on March 26, 2025, in accordance with the profit distribution proposal of the Bank's Board of Directors, it was decided that TL 63,229 of the 2024 net profit of TL 807,284 would be set aside as reserves, TL 631,548 would be transferred to undistributed profits, and TL 112,508 would be distributed as dividends to partners. The transfer of TL 807,284 to reserves and dividend payable accounts was completed on March 27, 2025. All dividends were paid to shareholders on May 28, 2025.

**11.10. Information on minority interest**

None (December 31, 2024: None).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### III. EXPLANATIONS AND DISCLOSURES RELATED TO OFF-BALANCE SHEET CONTINGENCIES AND COMMITMENTS

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

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

None (December 31, 2024: None).

###### 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
Guarantees	12,196,599	8,054,482
Bills of Exchange and Acceptances	-	-
Letters of Credit	-	-
<b>Total</b>	<b>12,196,599</b>	<b>8,054,482</b>

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

	Current Period	Prior Period
Temporary letter of guarantees	160,671	-
Revocable letters of guarantee	-	-
Letters of guarantee given in advance	13,778	76,966
Other letter of guarantees	402,523	447,687
<b>Total</b>	<b>576,972</b>	<b>524,653</b>

###### 1.3. Explanation on Non-cash loans

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

	Current Period	Prior Period
Non-Cash Loans Given against Cash Loans	12,196,599	8,054,482
With Original Maturity of 1 Year or Less Than 1 Year	-	180,236
With Original Maturity of More Than 1 Year	12,196,599	7,874,246
Other Non-Cash Loans	576,972	524,653
<b>Total</b>	<b>12,773,571</b>	<b>8,579,135</b>



**BANK OF CHINA TURKEY A.Ş.****NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS  
AS OF DECEMBER 31, 2025**

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

**EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)****III. EXPLANATIONS AND DISCLOSURES RELATED TO OFF-BALANCE SHEET  
CONTINGENCIES AND COMMITMENTS (Continued)****1.3.3. Information on non-cash loans classified in 1st and 2nd group**

31.12.2024 Non-cash loans	Group 1		Group 2	
	TL	FC	TL	FC
Letters of Guarantee	-	576,972	-	-
Acceptance and Acceptance Loans	-	-	-	-
Letters of Credit	-	-	-	-
Endorsements	-	-	-	-
Securities Issuance Guarantees	-	-	-	-
Factoring Guarantees	-	-	-	-
Other Commitments and Contingencies	-	12,196,599	-	-
<b>Total</b>	-	<b>12,773,571</b>	-	-

31.12.2024 Non-cash loans	Group 1		Group 2	
	TL	FC	TL	FC
Letters of Guarantee	-	524,653	-	-
Acceptance and Acceptance Loans	-	-	-	-
Letters of Credit	-	-	-	-
Endorsements	-	-	-	-
Securities Issuance Guarantees	-	-	-	-
Factoring Guarantees	-	-	-	-
Other Commitments and Contingencies	-	8,054,482	-	-
<b>Total</b>	-	<b>8,579,135</b>	-	-

**1.4. Explanation on expected losses for non-cash loans and irrevocable commitments**

Current Period	Stage 1	Stage 2	Stage 3	Total
<b>Balances at End of Prior Period</b>	<b>25,606</b>	-	-	<b>25,606</b>
Additions during the Period	24,730	-	-	24,730
Disposal	(10,829)	-	-	(10,829)
Sold Credits	-	-	-	-
Deleted from Active	-	-	-	-
Transfer to Stage 1	-	-	-	-
Transfer to Stage 2	-	-	-	-
Transfer to Stage 3	-	-	-	-
Foreign Currency Differences	4,449	-	-	4,449
<b>Balances at End of Period</b>	<b>43,956</b>	-	-	<b>43,956</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### III. EXPLANATIONS AND DISCLOSURES RELATED TO OFF-BALANCE SHEET CONTINGENCIES AND COMMITMENTS (Continued)

##### 2. Explanations on financial derivatives

None (December 31, 2024: None)

##### 3. Explanation on credit derivatives and risk exposures due to these credit derivatives

None (December 31, 2024: None).

##### 4. Explanation on contingent liabilities and assets

None (December 31, 2024: None).

##### 5. Information on services in the name and account of others

None (December 31, 2024: None).

#### IV. EXPLANATIONS AND DISCLOSURES RELATED TO THE INCOME STATEMENT

##### 1. Information on interest income

###### 1.1. Information on interest on loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Income on Loans	185,387	-	90,485	3,956
Short-term Loans	-	-	-	-
Medium/Long-term Loans	185,387	-	90,485	3,956
Interest on Loans Under Follow-up	-	-	-	-
Premiums Received from Resource Utilization Support Fund	-	-	-	-
<b>Total</b>	<b>185,387</b>	<b>-</b>	<b>90,485</b>	<b>3,956</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### IV. EXPLANATIONS AND DISCLOSURES RELATED TO THE INCOME STATEMENT (Continued)

##### 1. Information on interest income (Continued)

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

	Current Period		Prior Period	
	TL	FC	TL	FC
The Central Bank of Turkey	-	85,758	-	55,147
Domestic Banks	453,787	-	1,021,629	-
Foreign Banks	-	3,398	-	2,164
Branches and Head Office Abroad	-	-	-	-
<b>Total</b>	<b>453,787</b>	<b>89,156</b>	<b>1,021,629</b>	<b>57,311</b>

###### 1.3. Interest received from marketable securities portfolio

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	191,329	-	-	-
Financial Assets Measured at Amortized Cost	557,180	-	245,993	-
<b>Total</b>	<b>748,509</b>	<b>-</b>	<b>245,993</b>	<b>-</b>

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

None (December 31, 2024: None).

##### 2. Information on Interest Expense

###### 2.1. Information on interest on funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
<b>Banks</b>	<b>-</b>	<b>411</b>	<b>-</b>	<b>6,514</b>
TR Central Bank	-	-	-	-
Domestic Banks	-	-	-	-
Foreign Banks	-	411	-	6,514
Foreign Headquarters and Branches	-	-	-	-
Other Institutions	-	-	-	-
<b>Total</b>	<b>-</b>	<b>411</b>	<b>-</b>	<b>6,514</b>

###### 2.2. Information on interest expenses to associates and subsidiaries

None (December 31, 2024: None).

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

None (December 31, 2024: None).

**BANK OF CHINA TURKEY A.Ş.**

**NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS  
AS OF DECEMBER 31, 2025**

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

**EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)**

**IV. EXPLANATIONS AND DISCLOSURES RELATED TO THE INCOME STATEMENT (Continued)**

**2. Information on Interest Expense (Continued)**

**2.4. Information on interest expense to maturity structure of deposits**

Account Name	Current Period 31.12.2025							Total
	Demand Deposit	Up to 1 Month	Up to 3 Months	Up to 6 Month	Up to 1 Year	Over 1 Year	Accum, Deposit	
<b>Turkish Currency</b>								
Bank Deposits	-	326	-	-	-	-	-	326
Savings Deposits	-	-	-	-	-	-	-	-
Public Deposits	-	-	-	-	-	-	-	-
Commercial Deposits	-	12,051	14,630	40,659	-	-	-	67,340
Other Deposits	-	-	-	-	-	-	-	-
7 Day Notice Deposits	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>12,377</b>	<b>14,630</b>	<b>40,659</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>67,666</b>
<b>Foreign Currency</b>								
Foreign Currency Account	-	1,369	63,594	-	-	-	-	64,963
Bank Deposits	-	411	-	-	-	-	-	411
7 Day Notice Deposits	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>1,780</b>	<b>63,594</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>65,374</b>
<b>Grand Total</b>	<b>-</b>	<b>14,157</b>	<b>78,224</b>	<b>40,659</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>133,040</b>
Account Name	Prior Period 31.12.2024							Total
	Demand Deposit	Up to 1 Month	Up to 3 Months	Up to 6 Month	Up to 1 Year	Over 1 Year	Accum, Deposit	
<b>Turkish Currency</b>								
Bank Deposits	-	185	-	-	-	-	-	185
Savings Deposits	-	-	-	-	-	-	-	-
Public Deposits	-	-	-	-	-	-	-	-
Commercial Deposits	-	27,280	80,757	42,966	-	-	-	151,003
Other Deposits	-	-	-	-	-	-	-	-
7 Day Notice Deposits	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>27,465</b>	<b>80,757</b>	<b>42,966</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>151,188</b>
<b>Foreign Currency</b>								
Foreign Currency Account	-	827	26,890	-	-	-	-	27,717
Bank Deposits	-	-	-	-	-	-	-	-
7 Day Notice Deposits	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>827</b>	<b>26,890</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>27,717</b>
<b>Grand Total</b>	<b>-</b>	<b>28,292</b>	<b>107,647</b>	<b>42,966</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>178,905</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

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### 2.5. Interest expense on lease liabilities

	<b>Current Period</b>	<b>Prior Period</b>
Lease Interest Expenses	2,642	2,176
<b>Total</b>	<b>2,642</b>	<b>2,176</b>

### 3. Information on dividend income

None (December 31, 2024: None).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### IV. EXPLANATIONS AND DISCLOSURES RELATED TO THE INCOME STATEMENT (Continued)

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

	Current Period	Prior Period
<b>Income</b>	<b>3,334,105</b>	<b>2,180,344</b>
Gains on Capital Market Operations	-	-
Gains on Derivative Financial Instruments	-	-
Foreign Exchange Gains	3,334,105	2,180,344
<b>Loss (-)</b>	<b>3,270,352</b>	<b>2,142,659</b>
Losses on Capital Market Operations	-	-
Losses on Derivative Financial Instruments	-	-
Foreign Exchange Losses	3,270,352	2,142,659
<b>Total</b>	<b>63,753</b>	<b>37,685</b>

##### 5. Information on other operating income

	Current Period	Prior Period
Adjustment to previous years expenses	50,072	37,032
Other	2,639	1,666
<b>Total</b>	<b>52,711</b>	<b>38,698</b>

##### 6. Impairment provisions on loans and other receivables

	Current Period	Prior Period
<b>Expected Credit Losses</b>	<b>18,632</b>	<b>576</b>
12 Month Expected Credit Loss (Stage 1)	18,632	576
Significant increase in credit risk (Stage 2)	-	-
Non-Performing Loans (Stage 3)	-	-
<b>Marketable Securities Impairment Provision</b>	<b>-</b>	<b>-</b>
Financial Assets at Fair Value Through Profit or Loss	-	-
Financial Assets At Fair Value Through Other	-	-
Comprehensive Income	-	-
<b>Investments in Associates, Subsidiaries and Held-to-</b>		
<b>Maturity Securities Value Decrease</b>	<b>-</b>	<b>-</b>
Investments in Associates	-	-
Subsidiaries	-	-
Joint Ventures	-	-
Other	-	-
<b>Total</b>	<b>18,632</b>	<b>576</b>

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### IV. EXPLANATIONS AND DISCLOSURES RELATED TO THE INCOME STATEMENT (Continued)

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

	Current Period	Prior Period
Provision for Employee Termination Benefits	274	35
Provision for Bank's Social Aid Fund Deficit	-	-
Impairment Losses on Tangible Assets	-	-
Depreciation Charges of Tangible Assets	34,074	9,089
Impairment Losses on Intangible Assets	-	-
Impairment losses on goodwill	-	-
Amortization Charges of Intangible Assets	7,962	3,500
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	-	-
Other Operating Expenses	111,064	73,598
<i>Operational Leases Expenses</i>	-	-
<i>Repair and Maintenance Expenses</i>	1,594	447
<i>Advertisement Expenses</i>	-	-
<i>Other Expenses (*)</i>	109,470	73,151
<i>Losses on Sale of Assets</i>	-	-
Taxes	18,112	17,907
Other (**)	88,878	135,851
<b>Total</b>	<b>260,364</b>	<b>239,980</b>

(\*) The amount of TL 109,470 (December 31, 2024: TL 73,151) in the "Other Expenses" title consists of TL 59,435 (December 31, 2024: TL 40,294) IT services expenses, TL 9,337 (December 31, 2024: TL 4,424) outsource services, TL 11,317 (December 31, 2024: TL 8,562) data line service expenses, TL 29,381 (December 31, 2024: TL 19,871) other operating expenses.

(\*\*) The amount of TL 88,878 (December 31, 2024: TL 135,851) in the "Other" title consists of TL 50,336 (December 31, 2024: TL 106,006) employee benefits provisions, TL 33,152 (December 31, 2024: TL 28,323) auditing services and advisory services, TL 5,390 (December 31, 2024: TL 1,522) operational costs.

##### 8. Fees related with the services provided by independent auditors/independent audit agencies

In accordance with the decision made by Public Oversight Accounting and Auditing Standards Authority dated 26 March 2021, fees, based on the given reporting period, in relation to the services provided by independent auditors or independent audit agencies excluding value added tax costs are presented in the following table.

	Current Period	Prior Period
Independent audit fees in the reporting period	1,551	3,379
Fees for tax advisory	752	458
<b>Total</b>	<b>2,303</b>	<b>3,837</b>

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

As of December 31, 2025, Profit before tax from continued operations is TL 1,235,530 (December 31, 2024: TL 1,144,684).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

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### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### IV. EXPLANATIONS AND DISCLOSURES RELATED TO THE INCOME STATEMENT (Continued)

##### 10. Explanations on tax provision for continued and discontinued operations

The tax expense for the Period ended December 31, 2025 is TL 351,445 (December 31, 2024: TL 337,400).

##### 11. Information on profit/loss after tax from continued and discontinued operations

As of December 31, 2025, operating profit after-tax is TL 884,085 (December 31, 2024: TL 807,284).

##### 12. Information on net profit/loss for the Period

Interest income from ordinary banking transactions amounted to TL 1.476.839 (December 31, 2024: TL 1.419.374). Interest expenses arising from ordinary banking transactions are TL 136.093 (December 31, 2024: TL 187,595). As of December 31, 2024, operating profit after-tax is TL 884,085 (December 31, 2024: TL 807,284).

There is no profit or loss related to minority shares.

##### 13. Information on the components of other items in the income statement exceeding 10% of the total, or items that comprise at least 20% of the income statement

Other items in the statement of income do not exceed 10% of the statement of income.

#### V. EXPLANATIONS AND NOTES RELATED TO CHANGES IN SHAREHOLDERS' EQUITY

##### 1. Information on distribution of profit

The legal reserves are allocated to the first and second reserves in accordance with Turkish Commercial Code (TTK). First legal reserves are allocated as 5% of the profit until the total reserves reach 20% of the paid-in capital.

It was decided to distribute unconsolidated net profit of the year 2024 in the amount of TL 807,284, in accordance with the General Assembly dated March 26, 2025 as follows: TL 63,229 to be transferred to legal reserves, TL 631,548 to be transferred to undistributed profits and TL 112,508 to be distributed as cash dividend. On March 27, 2024, TL 807,284 was transferred to reserves and dividend payable accounts. 112,508 TL of dividends were paid to shareholders on 28 May 2024.

##### 2. Explanations on increase / decrease balance due to merger

None.

##### 3. Explanations on Financial Assets Measured at Fair Value through Other Comprehensive Income

Other comprehensive income and expenses "Unrealized gains/losses" arising from changes in the fair value of financial assets reflected in other comprehensive income are not recognized in the period's income statement until one of the following events occurs: collection of the value corresponding to the related financial asset, sale, disposal or impairment of the asset, and are recorded under equity in the "Securities valuation differences" account. The net amount after tax for the current period is TL 11,940 (December 31, 2024: Not available).

##### 4. Information on increases in cash flow hedges

None.

##### 5. Settlement of exchange rate differences at the beginning and end of the period

None.

# **BANK OF CHINA TURKEY A.Ş.**

## **NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025**

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

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### **6. Information on issuance of shares**

The Bank does not have any instruments representing the borrowing issued by the Bank itself. The Bank does not have any dividends related to the shares announced after the balance sheet date.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### VI. EXPLANATIONS AND NOTES RELATED TO STATEMENT OF CASH FLOWS

##### 1. Information on cash and cash equivalent assets

###### a) Components of cash and cash equivalents and the accounting policy applied in their determination

Cash, foreign currency, cash in transit and purchased bank cheques together with demand deposits at banks including the CBRT are defined as "Cash"; interbank money market and time deposits in banks with original maturities of less than three months are defined as "Cash Equivalents".

##### 2. Information on cash and cash equivalents at the beginning and end of the period

The components of cash and cash equivalents, the accounting policy used in the determination of these elements, the effect of any change in accounting policy in the current period and the amounts recorded in the balance sheet and cash flow statement of the items that make up the cash and cash equivalents:

###### a) Cash and cash equivalents at the beginning of period

	01.01.2025	01.01.2024
Cash	-	-
Cash equivalents	3,944,938	3,207,418
<i>Receivables from banks and money market</i>	<i>1,852,246</i>	<i>2,282,739</i>
<i>CBRT</i>	<i>2,092,692</i>	<i>924,679</i>
<b>Total</b>	<b>3,944,938</b>	<b>3,207,418</b>

###### b) Cash and cash equivalents at the end of the period

	31.12.2025	31.12.2024
Cash	-	-
Cash equivalents	5,465,836	3,944,938
<i>Receivables from banks and money market</i>	<i>1,143,721</i>	<i>1,853,246</i>
<i>CBRT</i>	<i>4,322,115</i>	<i>2,092,692</i>
<b>Total</b>	<b>5,465,836</b>	<b>3,944,938</b>

##### 3. Disclosures for "effect of change in foreign currency rates cash and cash equivalents" in statements of cash flows

The effect of the change in foreign exchange rate on cash and cash equivalents consists of the sum of the exchange differences resulting from the conversion of the average balances of cash and cash equivalents in foreign currencies to TL at the beginning and end of the period on a monthly basis, and as of December 31, 2025, it is calculated as TL 502,882 (December 31, 2023: TL 137,788).

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### VII. EXPLANATIONS AND DISCLOSURES ON THE RISK GROUP OF THE BANK

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

###### a) Explanations and disclosures on the risk group of the Bank

December 31, 2025:

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
<b>Current Period</b>						
Loans and Other Receivables						
Balance at the Beginning of the Period	-	-	142,830	524,653	-	-
Balance at the End of the Period	-	-	844,460	576,972	-	-
Interest and Commission Income Received	-	-	1,982	148,176	-	-

(\*) It is defined in paragraph 2 of Article 49 of the Banking Act No, 5411.

(\*\*) The information in the above table includes the receivables from banks as well as the commissions to be received in the maturity.

December 31, 2024:

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
<b>Prior Period</b>						
Loans and Other Receivables						
Balance at the Beginning of the Period	-	-	82,158	430,529	-	-
Balance at the End of the Period	-	-	142,830	524,653	-	-
Interest and Commission Income Received	-	-	1,300	195,345	-	-

(\*) It is defined in paragraph 2 of Article 49 of the Banking Act No, 5411.

(\*\*) The information in the above table includes the receivables from banks as well as the commissions to be received in the maturity.

###### b) Information on deposits of the 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
<b>Deposit (**)</b>						
Balance at the Beginning of the Period	-	-	-	-	-	-
Balance at the End of the Period	-	-	-	-	-	-
Interest Paid	-	-	-	-	-	-

(\*) It is defined in article 49, paragraph 2, of Banking Law No.

(\*\*) As of December 31, 2025, the above table consists of the borrowings, foreign banks deposits and the interest paid to them, As of December 31, 2025, there is no deposit accepted by the Bank from the risk group, the balance consists entirely of loans received.

# BANK OF CHINA TURKEY A.Ş.

## NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS AS OF DECEMBER 31, 2025

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

### EXPLANATIONS AND NOTES ON THE UNCONSOLIDATED FINANCIAL STATEMENTS (Continued)

#### VII. EXPLANATIONS AND DISCLOSURES ON THE RISK GROUP OF THE BANK (Continued)

##### 1. Information on the volume of transactions with the Bank's risk group, lending and deposits outstanding at period end and income and expenses in the current period (Continued)

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

None (December 31, 2024: None)

###### d) Information on the benefits provided to the Bank's top management

As of December 31, 2025 TL, 70,308 (December 31, 2024: TL 49,393) was paid to the top management of the Bank.

###### e) Other transactions with the Bank's risk group

As of December 31, 2025, the Bank has no other liabilities to the risk group arising from banking transactions (December 31, 2024: None).

#### VIII. EXPLANATIONS ON THE BANK'S DOMESTIC, FOREIGN, OFF-SHORE BRANCHES OR INVESTMENTS IN ASSOCIATES AND FOREIGN REPRESENTATIVE OFFICES

	Number	Number of Employees			
Domestic Branch	1	54			
			<b>Country of Incorporations</b>		
Foreign Representation Office				1-	
				2-	
					<b>Statutory Share Capital</b>
				<b>Total Assets</b>	
Foreign Branch				1-	
				2-	
Off-shore Banking Region Branches				1-	

**BANK OF CHINA TURKEY A.Ş.**

**NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS  
AS OF DECEMBER 31, 2025**

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

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**SECTION SIX**

**OTHER EXPLANATIONS**

**I. OTHER EXPLANATIONS ON THE OPERATIONS OF THE BANK**

None.

**II. EVENTS AFTER THE BALANCE SHEET DATE**

None

**BANK OF CHINA TURKEY A.Ş.**

**NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS  
AS AT DECEMBER 31, 2025**

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

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**SECTION SEVEN**

**EXPLANATIONS ON INDEPENDENT AUDIT REPORT**

**I. EXPLANATIONS ON INDEPENDENT AUDIT REPORT**

The unconsolidated financial statements and annotations of the Bank as of December 31, 2025 have been prepared by Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi and the independent audit report dated February 26, 2026 is presented before the unconsolidated financial statements.

**II. OTHER FOOTNOTES AND EXPLANATIONS PREPARED BY INDEPENDENT AUDITORS'**

None.

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