

**Türkiye Garanti Bankası Anonim Şirketi
And Its Subsidiaries
Consolidated Financial Statements
As of and For the Year Ended
31 December 2023**

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Türkiye Garanti Bankası AŞ And Its Subsidiaries

Consolidated Statement of Financial Position For The Year-End Period Ended 31 December 2023

(Currency: Thousands of Turkish Lira (TL) in terms of the purchasing power of the Turkish Lira (TL) at 31 December 2023 unless otherwise indicated)

	31 December 2023	31 December 2022
Assets		
Cash and balances with central banks	409,279,017	281,049,849
Financial assets at fair value through profit or loss	8,591,924	9,510,652
Derivative financial assets	7,636,277	18,176,384
Loans and advances to banks	123,697,532	186,260,802
Loans and advances to customers	1,188,246,533	1,205,394,386
Investment securities	318,404,260	326,765,082
Equity investments	2,511,354	2,308,744
Assets held for sale	3,701,129	2,489,017
Investment properties	458,269	401,548
Tangible and intangible assets	56,567,572	44,752,717
Deferred tax asset	14,156,518	8,565,162
Other assets	96,908,109	83,357,544
Total Assets	2,230,158,494	2,169,031,887
Liabilities		
Deposits from banks	2,307,233	3,008,421
Deposits from customers	1,602,215,175	1,493,949,187
Loans and advances from banks and other institutions	63,451,182	78,618,623
Obligations under repurchase agreements and money market fundings	55,994,551	40,038,186
Debt securities issued	11,916,303	30,097,461
Financial liabilities at fair value through profit or loss	49,046,956	52,761,638
Derivative financial liabilities	10,364,858	18,055,171
Subordinated liabilities	23,639,405	25,121,170
Current tax liability	8,211,384	11,215,493
Deferred tax liability	2,582,691	2,230,279
Provisions	17,437,834	35,472,083
Other liabilities and accrued expenses	112,994,420	111,249,964
Total Liabilities	1,960,161,992	1,901,817,676
Equity attributable to owners of the bank		
Share capital	71,332,114	71,332,114
Share premium	142,148	142,148
Other reserves	32,651,433	33,187,985
Retained earnings	164,864,179	161,738,854
Non-controlling interests	1,006,628	813,110
Total Equity	269,996,502	267,214,211
Total Liabilities and Equity	2,230,158,494	2,169,031,887
Commitments and Contingencies	419,910,266	382,880,453

Türkiye Garanti Bankası AŞ And Its Subsidiaries
Consolidated Statement of Profit or Loss and Other Comprehensive Income
For The Year-End Period Ended 31 December 2023

(Currency: Thousands of Turkish Lira (TL) in terms of the purchasing power of the Turkish Lira (TL) at 31 December 2023 unless otherwise indicated)

	1 January 2023- 31 December 2023	1 January 2022- 31 December 2022
Statement of Profit or Loss:		
Interest income:		
Interest on loans	189,156,882	158,594,766
Interest on securities	19,764,567	15,428,563
Interest on deposits at banks	11,552,024	6,872,112
Interest on reserve deposits	631,843	668,311
Interest on lease business	5,036,990	2,945,248
Interest on factoring business	4,955,957	2,392,534
Others	1,729,753	730,275
	<u>232,828,016</u>	<u>187,631,809</u>
Interest expense:		
Interest on saving, commercial and public deposits	(154,855,793)	(64,708,088)
Interest on borrowings, obligations under repurchase agreements, money market and swap fundings	(16,613,715)	(26,917,286)
Interest on debt securities issued	(2,666,519)	(4,806,793)
Interest on subordinated liabilities	(1,243,979)	(1,242,223)
Interest on bank deposits	(261,357)	(168,849)
Interest on lease business	(360,550)	(282,790)
Others	(1,485,423)	(2,219,152)
	<u>(177,487,336)</u>	<u>(100,345,181)</u>
Net interest income before provisions for loans and other credit risks	55,340,680	87,286,628
Provisions for loans and other credit risks, net	(7,358,040)	(15,889,717)
Net interest income after provisions for loans and other credit risks	47,982,640	71,396,911
Fees and commissions income	72,402,755	47,182,284
Fees and commissions expense	(20,318,512)	(17,263,079)
Net fees and commissions income	52,084,243	29,919,205
Net trading income/(expense)	(13,813,611)	(24,383,709)
Foreign exchange gains/(losses), net	46,882,187	51,538,281
Insurance business income	2,784,187	5,678,465
Insurance business expense	(302,458)	(2,497,134)
Net insurance business income	2,481,729	3,181,331
Gain on sale of assets	2,675,394	2,566,086
Other operating income	12,766,766	6,398,953
Other operating income	15,442,160	8,965,039
Total operating Income	151,059,348	140,617,058
Salaries and wages	(16,885,171)	(13,158,902)
Credit card reward and promotion expenses	(18,060,221)	(9,720,376)
Impairment losses, net	(9,328,629)	(10,270,738)
Employee benefits	(8,874,031)	(6,236,688)
Depreciation and amortisation	(4,832,147)	(4,980,700)
Taxes and duties other than income	(2,519,606)	(1,679,430)
Communication expenses	(1,168,513)	(1,025,122)
Other operating expenses	(17,147,281)	(14,776,147)
Gain/(loss) on net monetary position, net	(11,079,267)	(13,341,304)
Total operating expenses	(89,894,866)	(75,189,407)
Profit/(loss) before tax	61,164,482	65,427,651
Taxation charge	(35,285,061)	(40,578,730)
Net profit/(loss) for the period	25,879,421	24,848,921
Other Comprehensive Income:		
(items to be recycled subsequently to profit or loss)		
Foreign currency translation, net of tax	(10,071,405)	7,039,930
Fair value change on debt instruments measured at fair value through other comprehensive income, net of tax:		
Net change in fair values	(6,146,689)	12,063,131
Net amount reclassified to profit/loss	69,591	1,143,923
Cash flow hedges, net of tax:		
Effective portion of changes in hedge reserve	(506,725)	1,528,470
Net amount reclassified to profit/loss	738,291	42,612
Net investment hedge for foreign operations, net of tax	(464,210)	(2,641,712)
	<u>(16,381,147)</u>	<u>19,176,353</u>
(items not to be recycled subsequently to profit or loss)		
Fair value change on equity investments measured at fair value through other comprehensive income, net of tax:		
Net change in fair values	111,869	241,605
Change on revaluation surplus on tangible and intangible assets, net of tax	4,142,737	374,273
Actuarial gain/(loss) related to employee benefits, net of tax	(675,572)	(1,461,816)
	<u>3,579,034</u>	<u>(845,938)</u>
Other comprehensive income for the period, net of tax	(12,802,113)	18,330,415
Total Comprehensive Income for the Period	13,077,308	43,179,338
Net profit/(loss) attributable to:		
Equity holders of the Bank	25,575,504	24,628,412
Non-controlling interests	303,917	220,511
	<u>25,879,421</u>	<u>24,848,923</u>
Total comprehensive income attributable to:		
Equity holders of the Bank	12,767,744	42,953,484
Non-controlling interests	309,564	225,854
	<u>13,077,308</u>	<u>43,179,338</u>
Weighted average number of shares with a face value of Kr 1 each	420 billions	420 billions
Basic and diluted earnings per share (full TL amount per TL 1 face value each)	6.089	5.864