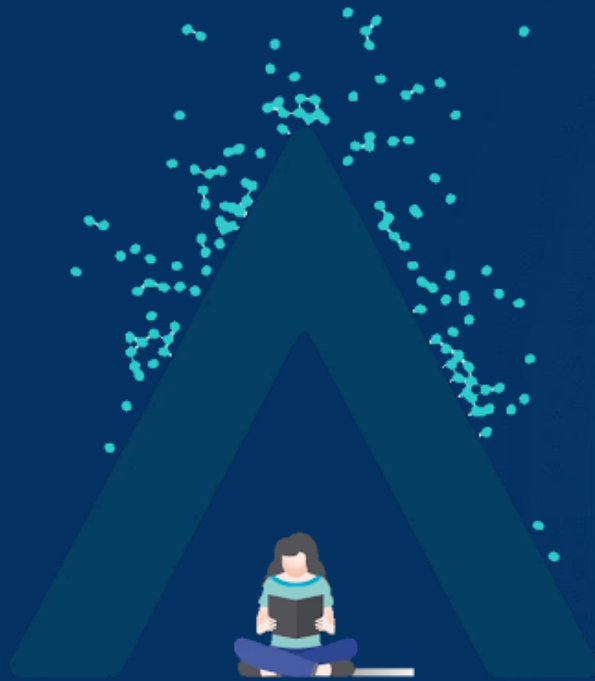


Garanti BBVA's Sustainability Approach





01.

Sustainability as a Business
Opportunity

Sustainability is the challenge of the century



At the top of world leaders agendas

Under clear worldwide roadmaps:

- The Paris Agreement
- The 2030 Agenda for Sustainable Development with the 17 SDGs⁽¹⁾ at heart



Sense of climate urgency

+2.7°C* Current climate trend⁽⁴⁾

+1.5°C* Global warming target for 2100

**Versus pre-industrial levels*



Society calling for action

72%²

of companies mention SDGs⁽¹⁾ in their reporting

4 trillion³
USD

Financing gap for SDG ⁽¹⁾ investments in developing countries in 2023



Private and public sector on board

Sustainable finance policies are widespread and the pace is increasing

Recent Policy Developments in Türkiye to set a ground for Sustainable Growth



Climate Change Problems Observed in Türkiye

The year with the most extreme weather events of all time in Turkey was 2024, with **1257 extreme weather events** recorded.*

Turkey's average temperature in 2024 was 15.6°C, **1.7°C above** the 1991-2020 average of 13.9°C.*

In 2024, a total of 3,800 forest fires occurred, a total of **27,000 hectares** burned down, or approximately the **size of 4,500 football fields**.**

Turkey's first Climate Law passed

Mandatory Turkish Sustainability Reporting Standards (TSRS) introduced

Draft ETS Regulation opened for consultation

Ongoing work on Green Taxonomy and Green Asset Ratio

CBAM for imports to Turkey will be designed by the Ministry of Trade

Garanti BBVA Actions



As part of the "Türkiye's Life: Fire Management Grant Program carried out by WWF-Turkey with the financial support of Garanti BBVA, financial support was provided to 10 projects, thus completing the program.



Within the scope of the **Blue Breath** project carried out by **Garanti BBVA** with TURMEPA, more than 200 thousand tons of waste from different coasts of Turkey were recycled.

Green Deal Action Plan

32 objectives
81 actions
9 categories



CBAM

Green & Circular Economy

Green Financing

*<https://www.bloomberght.com/turkiye-de-asiri-hava-olaylari-2023-te-rekor-kirdi-2346873?page=2>

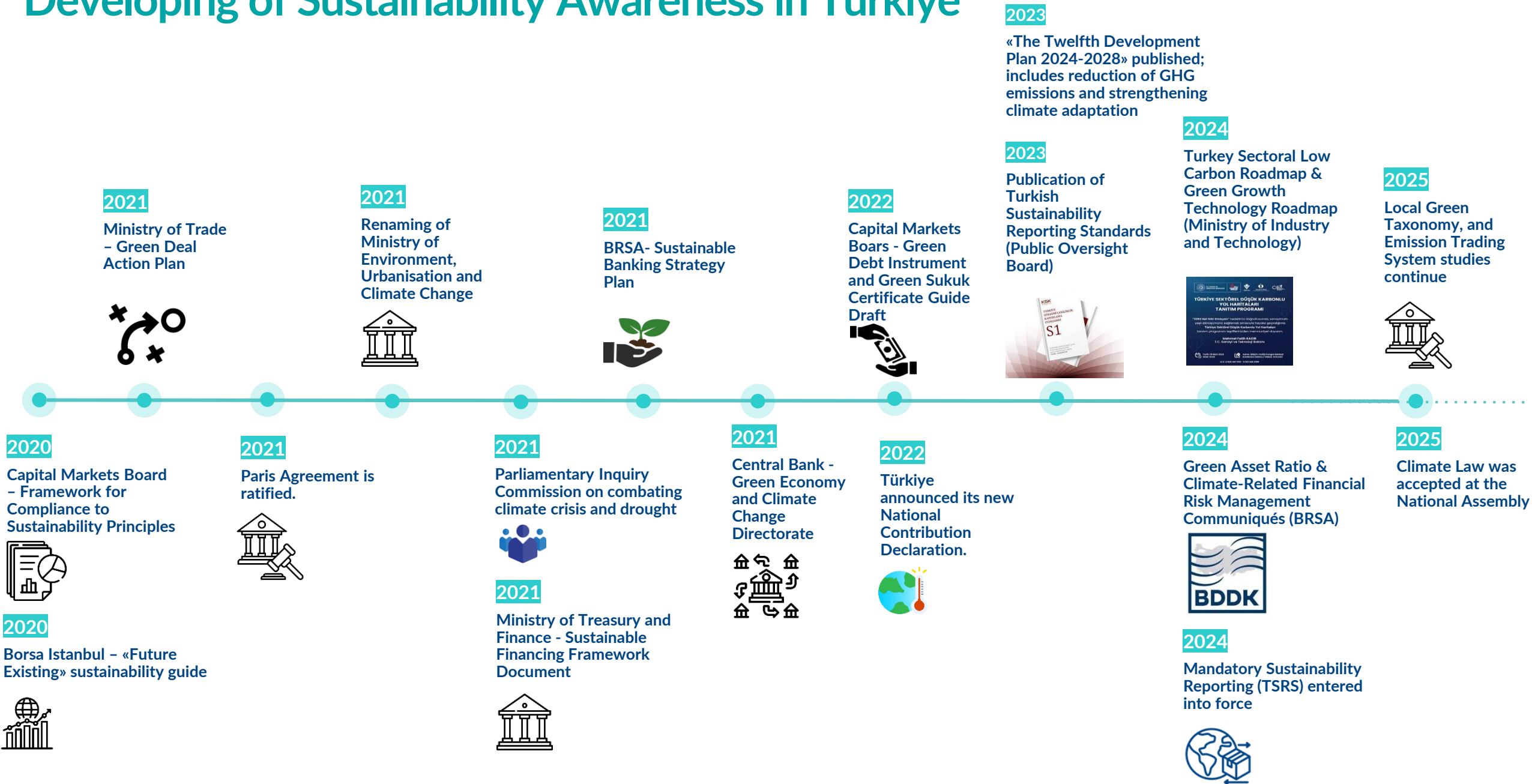
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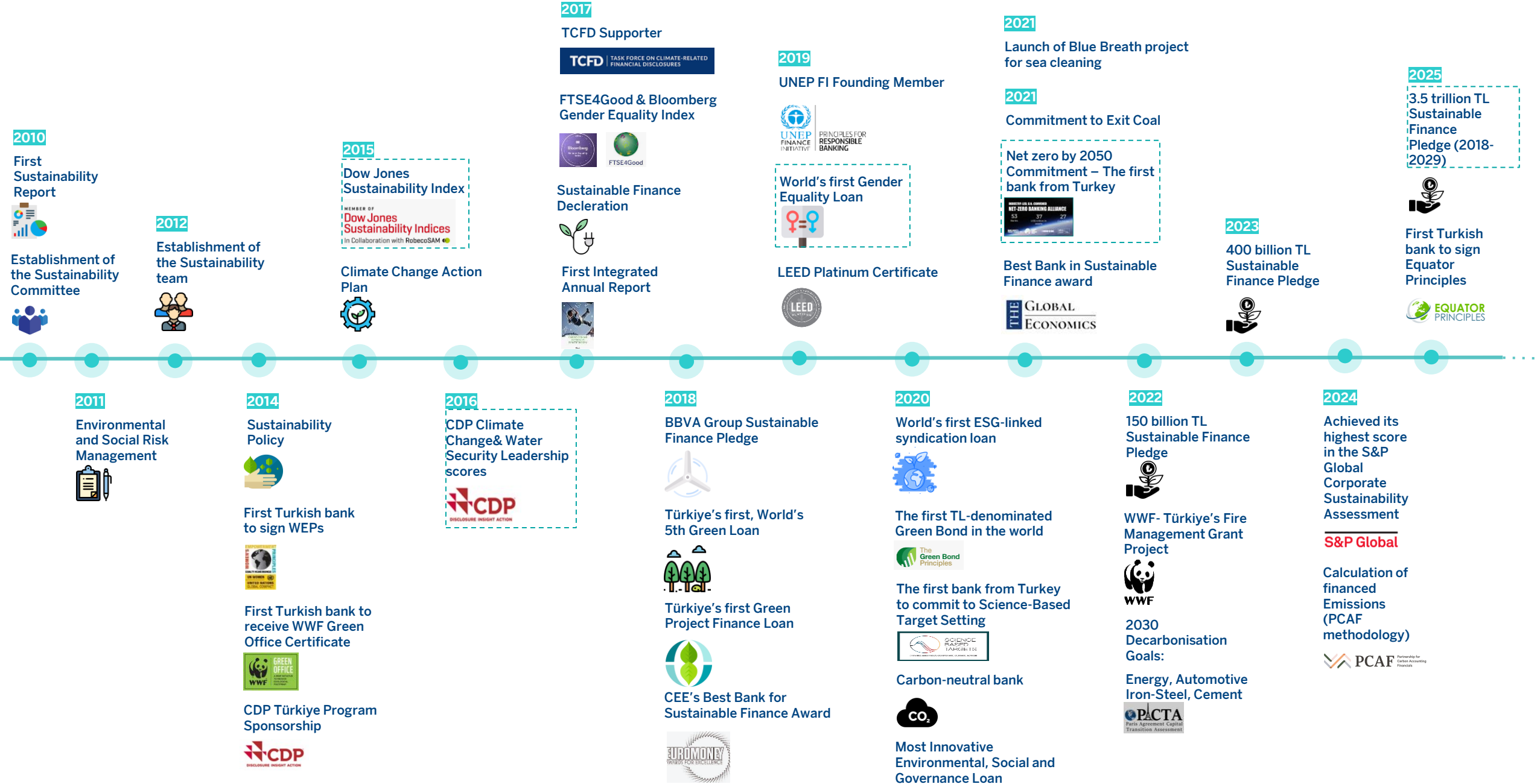
02.

Our Sustainability Journey
Milestones

Developing of Sustainability Awareness in Türkiye



Garanti BBVA's Sustainability Journey





03.

Our Sustainability Strategy

Sustainability, at the core of Garanti BBVA's strategy

OUR PURPOSE

“To bring the age of opportunity to everyone”

OUR LEAD STRATEGIC AREAS

- Helping our clients' transition towards a sustainable future with our advisory role
- Increase the diversity and the use of our sustainable products
- Observe and manage climate-change related risks of our portfolio and our direct impact
- Increase public awareness and responsibility on sustainability and inclusive growth



Our transition to low-carbon economy



Climate Change
Action Plan



E&S Risk
Management



Sustainable
Finance



Prioritizing Renewable Energy &
Putting a Shadow Price on Carbon



Reducing Deforestation



Environmental & Social
Loan Policies



Environmental & Social Impact
Assessment System



Innovative financing
mechanisms such as Green
Loan, Sustainability Loan, etc.



Decarbonizing our portfolio



Establishing Green Office
Standards



Managing Water-related
Risks



Sector Norms



Updated Policies & PACTA



Fellowship to our
customers with
sustainability consultancy



Transforming the sector

**Not financing
New Coal Investments
from 2021**

**Decarbonization targets for
Carbon-Intensive Sectors
announced for 2030**

**Coal Risk Phase Out
Plan by 2040**

**Net Zero Emission
Target by 2050**

Our Sustainability Accomplishments



The bank reduced its emissions from operations by 75% by the end of 2020. For the remaining emissions, the bank offset its greenhouse gas emissions by investing* in projects within voluntary carbon markets recognized by international organizations.



First Turkish signatory of UN Net Zero Banking Alliance (NZBA)



100% Renewable Energy in new Project Finance Loans since 2014



First Bank in Türkiye to sign Equator Principles

Carbon credits are purchased for Scope 1 and Scope 3.5, 3.6, and 3.7 categories, while I-REC certificates are purchased for Scope 2.



Limiting direct impact of the Bank..

The bank invests in projects in voluntary carbon markets recognized by international organizations to offset its greenhouse gas emissions.

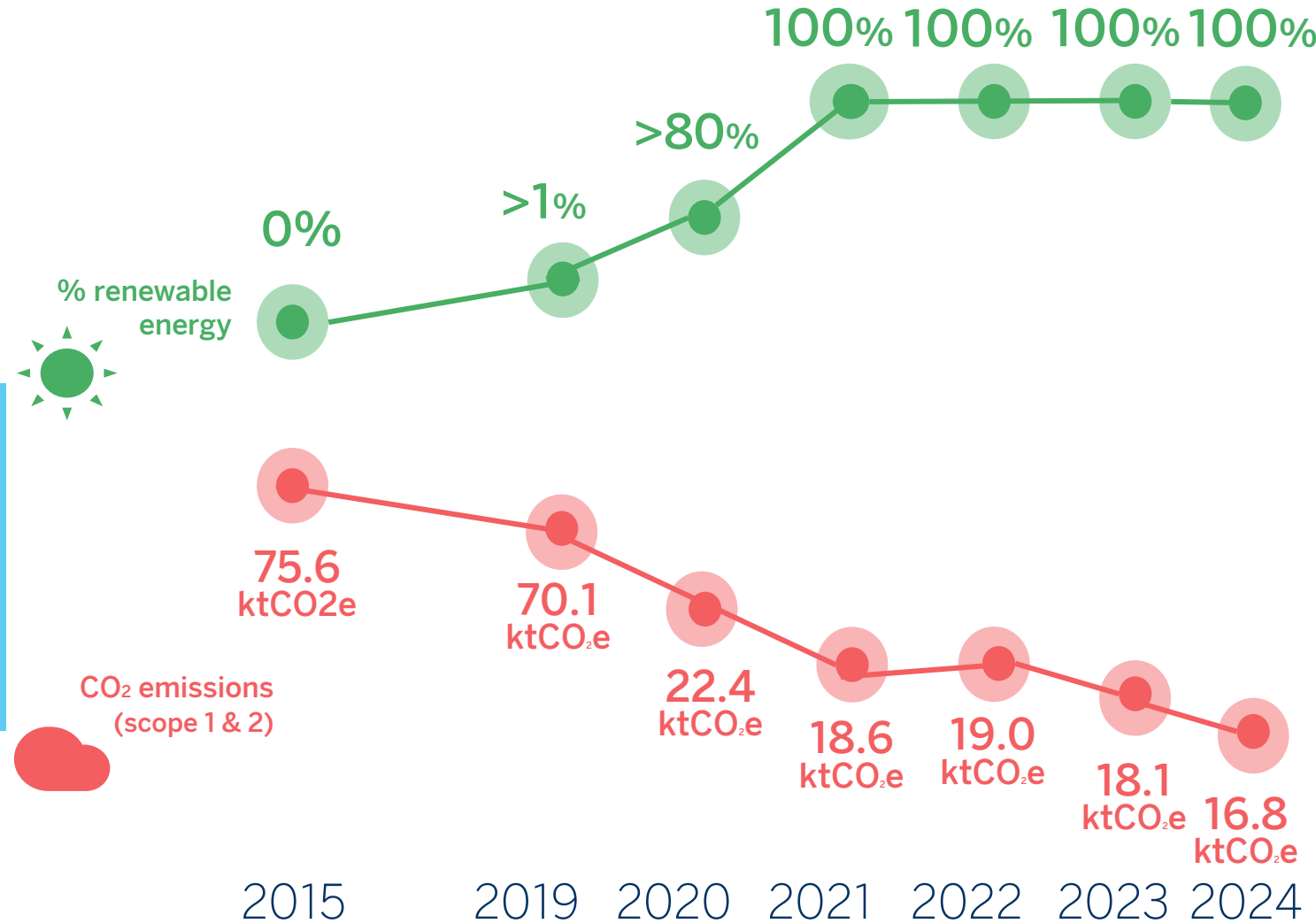
100% **renewable energy** has been used for electricity consumption (certified by IREC).

With the solar power plant (GES) installed in its buildings, with a total capacity of approximately 400 kW, it increases the share of renewable energy in its self-consumption while also contributing to the reduction of its carbon footprint.

In May 2021, Garanti BBVA implemented the Remote Eye System, which monitors infrastructure and controls electricity consumption to ensure energy savings. As of 2024, the system has been installed in 313 locations.

The Zincirlikuyu Headquarters and Pendik Campus buildings have been awarded the Basic Level Zero Waste Certificate.

Since the implementation of the Bank's Environmental Management System in 2012, the Bank's carbon intensity has been reduced by 99%.










2030 Decarbonization Target

We are Gradually Aligning Our Portfolio with the Goals of the Paris Agreement*

PACTA

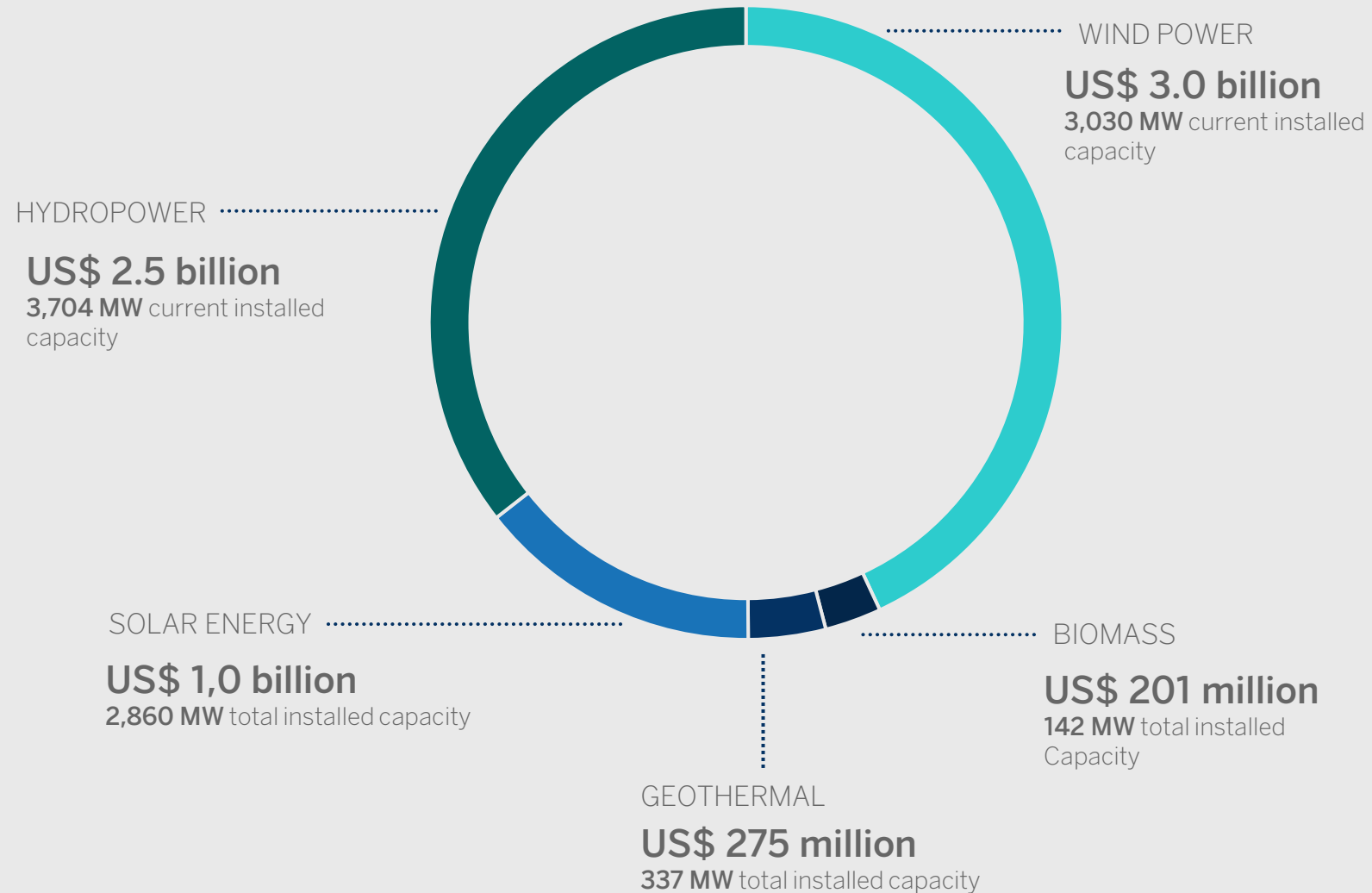
Scenerio	Sector	Metric	Emission Scope	Garanti BBVA Baseline **	Garanti BBVA Progress (2023)	Garanti BBVA Progress (2024)	Reduction Target by 2030	Difference	
IEA Net Zero 2050		Energy	kgCo2e/MWh	1+2	371***	339	371	(-72%)	+%0
		Automotive	gCo2e/km	3	182	179	171	(-40%)	<div><div></div></div> +%15
		Iron & Steel	kg Co2e/Tiron&steel	1+2	1131****	1.306****	1.414	(-10%)	%0
		Cement	kg Co2e/Tcement	1+2	726	726	726	(-20%)	%0
		Coal	Phase-out plan was announced in March 2021. <input type="checkbox"/> The Bank will reduce the coal exposure of our portfolio to zero by 2040 or sooner.						
				*Garanti BBVA has a negligible risk in Oil & Gas. **The starting point for Energy, Automotive, Iron & Steel, and Cement is 2022. ***Starting data for Energy has been updated. ****The emission factor per ton of production in the iron and steel sector has been updated, taking into account grid electricity emissions					

PCAF

As of 31 December 2024

Sector	Financed Emissions (MtCO ₂ e)			Emission Intensity (tCO ₂ e/M€)		Score
	Total	Scope 1&2	Scope 3	Scope 1&2	Scope 1&2&3	
Manufacturing	19,3	5,3	13,3	782	2.851	4,3
Electricity, gas, steam and air conditioning supply	8,0	4,7	3,2	1.947	3.287	4,0
Wholesale and retail trade	6,5	2,0	4,6	528	1.747	4,2
Mining and quarrying	0,6	0,3	0,3	495	894	4,4
Transportation and storage	1,2	0,8	0,3	418	589	4,4
Agriculture, forestry and fishing	0,9	0,6	0,4	1.837	7,6	4,4
Other Sectors	2,1	0,3	1,8	68	6,6	4,1
Mortgages	0,3	0,3	-	389	389	4,0
Other Retail Portfolios	0,6	0,1	0,4	78	298	4,2
Total	39,34	14,40		632		4,2

Renewable Energy Financing



100% Renewable Energy
in new Project Finance Loans since 2014



US\$7 billion
financing to renewable energy to date



23.6%
market share in wind PP financing



14.82 million tCO2e
avoided in 2024



Sustainable Finance



Garanti BBVA sets **TRY 3.5 trillion Sustainable Finance target** for 2018-2029.



In 2024 only, the bank provided TRY 171.4 bn in sustainable finance.

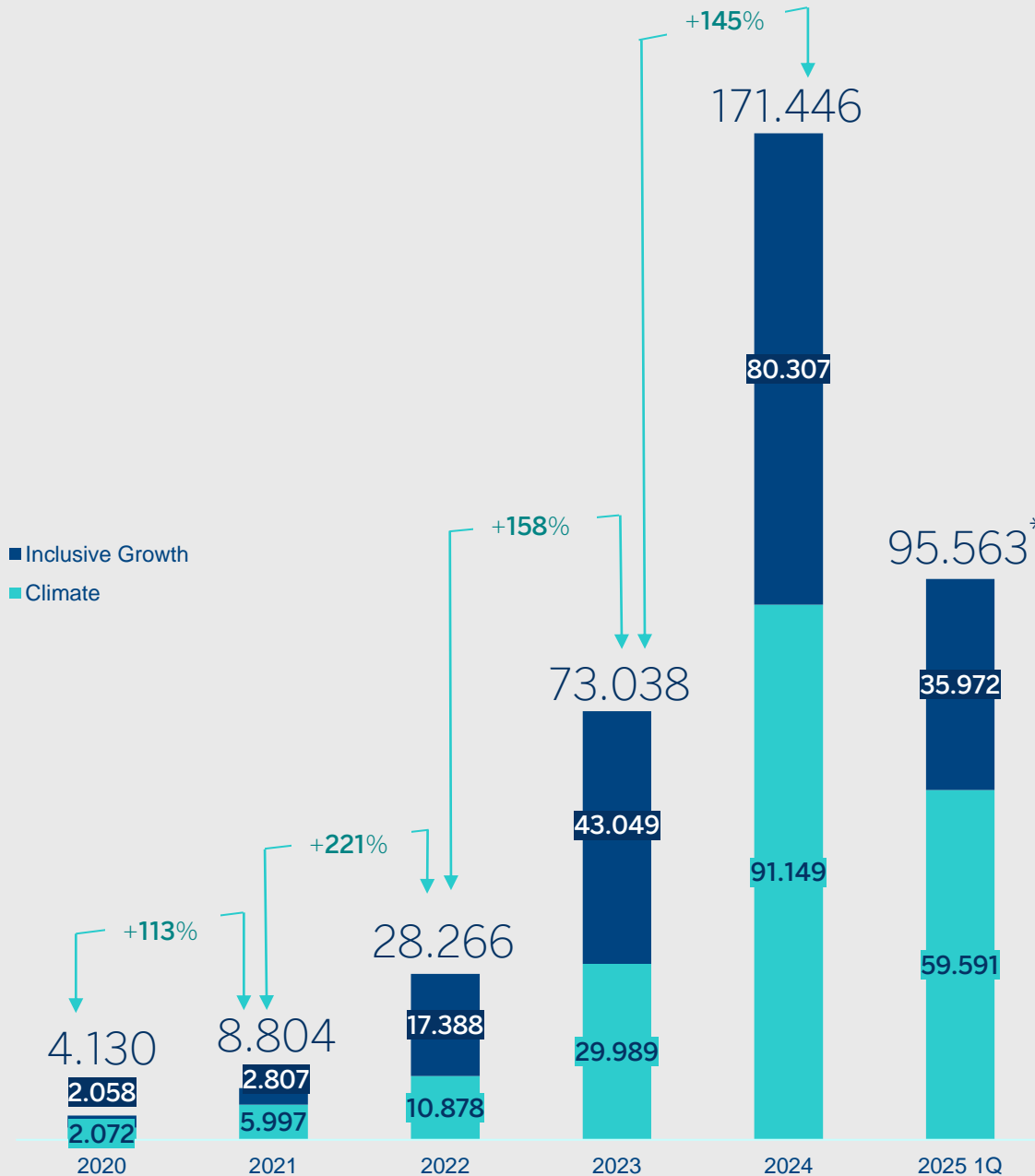


By Q1 2025, total sustainable finance mobilization since 2018 reached TRY 386 bn.*

* Q1 2025 data is unaudited.



Sustainable Finance Channeling (TL mn)



Garanti BBVA sets **TRY 3.5 trillion Sustainable Finance target** for 2018-2029.

Climate
%49

TL ~ 291
billion
2018-2024

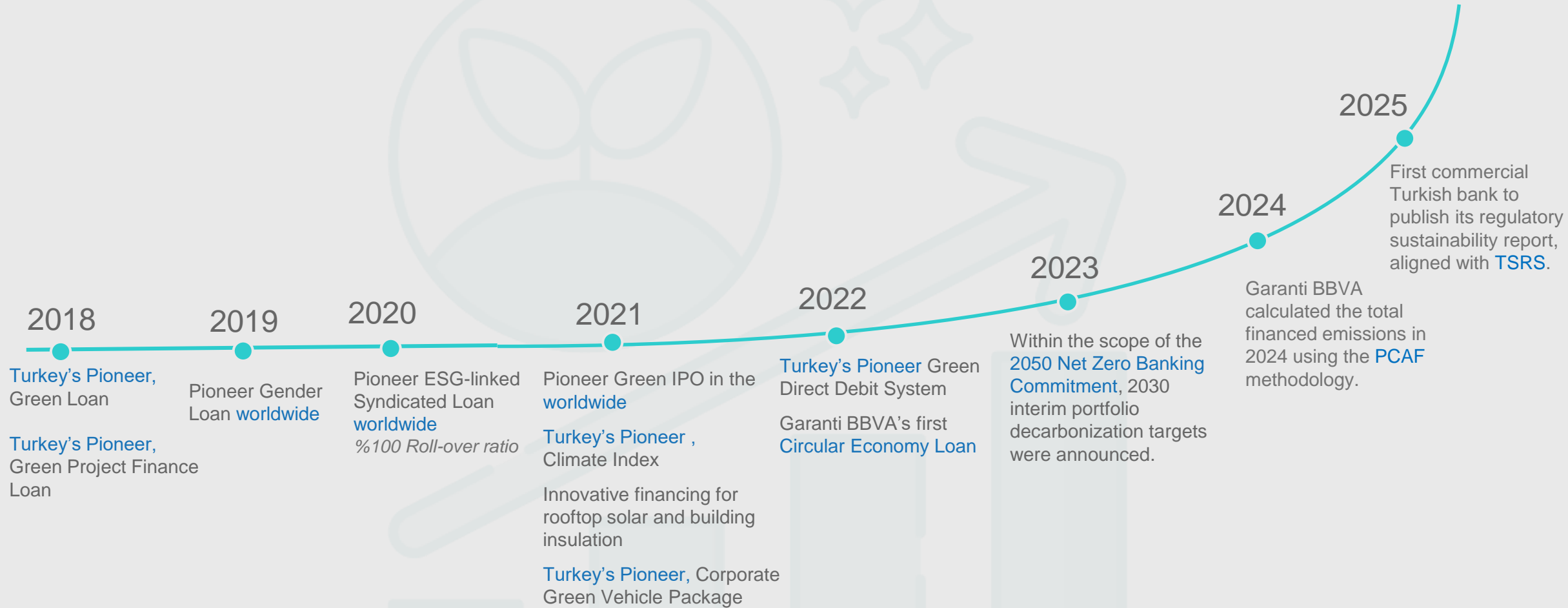
Inclusive
Growth
%51

TL ~ 3.5
trillion
until 2029



* unaudited

A pioneer in innovative sustainable products



Appendix

Pg. 18-19 Initiatives & Rewards & Indices

We are a part of major international initiatives



Member



Member

Paris Agreement Capital
Transition Assessment



Member

Net-Zero Banking Alliance
Steering Group



Member

UNEP FI Banking
Principles Core Group



Member

30% Club Türkiye



Member

IFRS Sustainability Alliance



Member

Business World and Sustainable
Development Association
(SKD Türkiye)



Signatory

Responsible Banking
Principles



Signatory

Since 2012



Signatory

Rewarded internationally for its sustainability focus



Best Sustainable Finance Bank in CEE
Best Sustainable Finance Bank in Türkiye
Best Bank for Diversity and Inclusion in CEE

S&P Global

The bank with the highest score in Türkiye in Corporate Sustainability Assessment (CSA)



Only company from Türkiye to be in place for 8 consecutive years



FTSE4Good



CORPORATE GOVERNANCE INDEX
SUSTAINABILITY INDEX
SUSTAINABILITY 25 INDEX



Turkey's Best Private Bank in Sustainable Finance (2024)



Best Bank for Sustainable Financing, (2022)



Best Sustainable Finance Bank in Central and Eastern Europe (2020)



Best Sustainable Finance Bank in Central and Eastern Europe (2020 & 2018)



ESG Deal of the Year (with ESG-linked Syndication Loan) (2021)



Most Innovative Environmental, Social and Governance Loan (2020)



UNGC Ukraine Local Network – People Category Partnership (2020)



Best Sustainable Finance Bank in Türkiye (2020)

The background is a solid teal color. Scattered across the entire surface are numerous small, green, oval-shaped leaves. Each leaf has a slight shadow, giving it a three-dimensional appearance as if it is floating or resting on the teal surface. The leaves are distributed randomly, with some appearing in small clusters and others in isolation.

Thank You

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