

*(Convenience Translation of the Independent Auditor's Report
Originally Prepared and Issued in Turkish See Note 3.1.c)*

DENİZBANK ANONİM ŞİRKETİ AND ITS FINANCIAL SUBSIDIARIES

**INDEPENDENT AUDITOR'S REVIEW REPORT,
CONSOLIDATED FINANCIAL STATEMENTS AND NOTES
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2024**

- I. Independent Auditor's Review Report
- II. Publicly Disclosed Consolidated Financial Report

**(CONVENIENCE TRANSLATION OF INDEPENDENT AUDITOR’S REPORT
ORIGINALLY ISSUED IN TURKISH)**

**LIMITED REVIEW REPORT
FOR THE INTERIM FINANCIAL INFORMATION**

To the Board of Directors of Denizbank A.Ş.

Introduction

We have reviewed the accompanying consolidated balance sheet of Denizbank A.Ş. (“the Bank”) and its consolidated subsidiaries (together “the Group”) as at 31 March 2024, and the consolidated statement of income, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in shareholders’ equity and consolidated statement of cash flows for the three-months period then ended, and a summary of significant accounting policies and other explanatory notes. The Bank management is responsible for the preparation and fair presentation of the accompanying interim financial information in accordance with “the Banking Regulation and Supervision Agency (“BRSA”) Accounting and Reporting Regulations” including the regulation on “The Procedures and Principles Regarding Banks’ Accounting Practices and Maintaining Documents” published in the Official Gazette dated 1 November 2006 with No. 26333, and other regulations on accounting records of banks published by the Banking Regulation and Supervision Board and circulars and pronouncements published by the BRSA and Turkish Accounting Standard 34 “Interim Financial Reporting” principles for the matters not legislated by the aforementioned regulations. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the Independent Auditing Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial reporting process, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an independent audit conducted in accordance with Independent Auditing Standards and the objective of which is to express an opinion on the financial statements. Consequently, a review of the interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

The accompanying consolidated financial statements as at 31 March 2024 includes a free provision amounting to TL 6.700.000 thousand, which has been allocated in previous years in the consolidated financial statements, provided by the Group management which is not within the requirements of BRSA Accounting and Financial Reporting Legislation. If the mentioned free provision were not provided, the other provisions would decrease by TL 6.700.000 thousand and equity would increase by TL 6.700.000 thousand for the period ended 31 March 2024.

Qualified Conclusion

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information does not present fairly, in all material respects, the financial position of Denizbank A.Ş. and its consolidated subsidiaries as at 31 March 2024, and of the results of its operations and its cash flows for the three-months period then ended in accordance with the BRSA Accounting and Reporting Regulations.

Report on Other Legal and Regulatory Requirements

Based on our review, nothing has come to our attention that causes us to believe that the interim financial information provided in the Management's interim report included in section seven of the accompanying consolidated financial statements, is not presented fairly, in all material respects, and is not consistent with the reviewed interim financial statements and the explanatory notes.

Additional paragraph for English translation:

BRSA Accounting and Reporting Regulations explained in detail in Section 3 differ from International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board with respect to the application of inflation accounting. Accordingly, the accompanying consolidated financial statements are not intended to present fairly the financial position, results of operations, changes in equity and cash flows of the Bank in accordance with IFRS.

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of **DELOITTE TOUCHE TOHMATSU LIMITED**

Yaman Polat

Partner

Istanbul, 6 May 2024

DENİZBANK A.Ş.
CONSOLIDATED INTERIM FINANCIAL REPORT FOR
THE THREE MONTHS PERIOD ENDED 31 MARCH 2024

Address of the Bank's Headquarters
Büyükdere Caddesi No:141
34394 -ESENTEPE/İSTANBUL

Telephone and Fax Numbers
Tel : 0.212.348 20 00
Fax: 0.212.336 61 86

Website of the Bank
www.denizbank.com

E-mail address of the Bank
yatirimciiliskileri@denizbank.com

The consolidated financial report package prepared in accordance with the statement "Financial Statements and Related Disclosures and Footnotes to be Announced to Public" as required by the Banking Regulation and Supervision Agency (BRSA), is comprised of the following sections:

- GENERAL INFORMATION ABOUT THE PARENT BANK
- CONSOLIDATED FINANCIAL STATEMENTS OF THE PARENT BANK
- DISCLOSURES ON ACCOUNTING POLICIES IN RELATED PERIOD
- INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE CONSOLIDATED GROUP
- DISCLOSURES AND FOOTNOTES TO CONSOLIDATED FINANCIAL STATEMENTS
- INDEPENDENT AUDITOR'S REVIEW REPORT
- INTERIM ACTIVITY REPORT

Our structured entity and subsidiaries whose financial statements have been consolidated under this consolidated financial report are as follows:

Subsidiaries
1 Denizbank AG, Vienna
2 Eurodeniz International Banking Unit Ltd.
3 Deniz Yatırım Menkul Kıymetler A.Ş.
4 JSC Denizbank, Moscow
5 Deniz Portföy Yönetimi A.Ş.
6 Deniz Finansal Kiralama A.Ş.
7 Deniz Faktoring A.Ş.
8 Deniz Gayrimenkul Yatırım Ortaklığı A.Ş.
9 CR Erdberg Eins GmbH & Co KG
10 Fastpay Elektronik Para ve Ödeme Hizmetleri A.Ş.
Structured Entity
1 DFS Funding Corp.

The consolidated financial statements and related disclosures and footnotes that were subject to independent review, are prepared in accordance with the "Regulation on Accounting Principles and Documentations", Turkish Accounting Standards, Turkish Financial Reporting Standards and the related statements, and in compliance with the financial records of our Bank. Unless stated otherwise, the accompanying consolidated financial statements are presented in **Thousands of Turkish Lira**.

6 May 2024

HAKAN ELVERDİ

Senior Vice President
Financial Reporting
and Accounting

RUSLAN ABİL

Executive Vice President
Financial Affairs and Chief
Financial Officer

HAKAN ATEŞ

Member of Board of Directors
and President and Chief
Executive Officer

**HESHAM ABDULLA
QASSIM AL QASSIM**
Chairman of Board of
Directors

BJORN LENZMANN

Member of Board of Directors
and Chairman of Audit and
Risk Committee

**AHMED MOHAMMED AQIL
QASSIM AL QASSIM**

Member of Board of Directors
and Audit and Risk Committee

Contact information for questions on this financial report:

Name/Title: İmge İhtiyar / Department Head, International Reporting and Consolidation Department

Tel No: 0 212 348 5997

Fax No: 0 212 336 6186

	PAGE
SECTION ONE	
General Information	
I.	1
II.	1
III.	2
IV.	3
V.	3
VI.	3
VII.	3
SECTION TWO	
Consolidated Financial Statements	
I.	5
II.	7
III.	8
IV.	9
V.	10
VI.	11
SECTION THREE	
Accounting Policies	
I.	12
II.	13
III.	14
IV.	15
V.	15
VI.	15
VII.	15
VIII.	16
IX.	20
X.	20
XI.	21
XII.	22
XIII.	22
XIV.	22
XV.	23
XVI.	23
XVII.	23
XVIII.	23
XIX.	25
XX.	25
XXI.	25
XXII.	26
XXIII.	26
XXIV.	26
XXV.	26
SECTION FOUR	
Information on Consolidated Financial Structure and Risk Management	
I.	27
II.	31
III.	33
IV.	35
V.	35
VI.	41
VII.	42
VIII.	43
IX.	43
SECTION FIVE	
Disclosures and Footnotes to Consolidated Financial Statements	
I.	45
II.	57
III.	63
IV.	64
V.	68
VI.	69
SECTION SIX	
Independent Auditor's Review Report	
I.	70
II.	70
SECTION SEVEN	
Interim Activity Report	
I.	71

SECTION ONE

GENERAL INFORMATION

I. History of the Parent Bank including its incorporation date, initial status, amendments to legal status

Denizbank A.Ş. (“the Bank”) following the resolution of the High Council of Privatization numbered 97/5 and dated 20 March 1997 to privatize 100% of shares of Denizbank A.Ş., share sale agreement between Zorlu Holding A.Ş. and the Privatization Administration was signed on 29 May 1997 and the Bank started its activities on 25 August 1997 upon the receipt of its official authorisation. Bank’s shares have been quoted on Borsa Istanbul (“BIST”) on 1 October 2004.

Dexia Participation Belgique SA, owned 100% directly and indirectly by Dexia SA/NV, acquired 75% of the outstanding shares of the Bank from Zorlu Holding A.Ş. on 17 October 2006, and Dexia Participation Belgique SA’s partnership share has reached 99,85% with subsequent acquisitions following the share transfer.

On 27 December 2012, 99,85% of the Bank’s shares were transferred from Dexia Group to Sberbank of Russia (“Sberbank”) with a total purchase price of TL 6,90 billion (Euro 2,98 billion).

On 22 May 2018, Emirates NBD Bank PJSC (Emirates NBD) and Sberbank of Russia (Sberbank) signed a definite contract regarding the sales of 99,85% share of the Bank held by Sberbank and with the “Renewed Contract” signed on 2 April 2019, the parties have reached an agreement to the amount of TL 15,48 billion within the rearranged framework regarding the total amount of the relevant shares based on the consolidated equity of the Bank amounting to TL 15,51 billion. Upon obtaining the approvals of the regulatory authorities of Turkey, Russia, United Arab Emirates and the other countries where the Bank operates, the share transfer was completed on 31 July 2019.

As of 31 July 2019, as a result of ENBD’s acquisition of 99,85% of DenizBank’s shares, obligations arose for ENBD to make mandatory tender offer (MTO) for the Bank as per the provisions of the Capital Markets Board’s (CMB) Communiqué on Takeover Bids (II-26.1); and sell-out right; the Bank’s shareholders other than ENBD got the right to sell their shares to ENBD as per the provisions of the CMB’s Communiqué on Squeeze Out and Selling Rights (II-27.2).

Within the scope of the Communiqué on Squeeze Out and Selling Rights, the rights to sell were used by other shareholders within the three-month sell-out right-ending period between 1 August 2019 and 31 October 2019. Upon completion of the three-month sell-out right-ending period on 31 October 2019, ENBD applied to the Bank on 3 November 2019, requesting the exclusion of other shareholders, who did not use their right to sell. In this context, in the process of ENBD’s exercising its right to squeeze out and removing it from the BIST; regarding the amendment of Article 6 of the Bank’s articles of association and the capital decrease by canceling 1.426.214,154 public shares of other shareholders who do not use the Bank’s right to sell, and making capital allocation to the ENBD simultaneously with the shares issued against these shares. Necessary regulatory approvals were obtained and were approved at the Extraordinary General Assembly Meeting held on 12 December 2019. The “Issuance Document” approved by the CMB with the decisions of the mentioned General Assembly Meeting was registered in the trade registry on 13 December 2019.

Within the scope of Central Registry Agency application, the shares of the shareholders other than the controlling shareholder were canceled, the newly issued shares were transferred to the controlling shareholder account and TL 21,2, which is the price determined in accordance with the CMB regulations, was paid to the shareholders on 13 December 2019. At the end of this transaction, the share of ENBD in the Bank has reached to 100%. Following the completion of the process, the Bank’s shares were removed from the stock market as of 16 December 2019.

At the Board of Directors’ meeting dated 9 January 2020, it has been decided to be submitted to the approval of the General Assembly for the increase of the full TL 3.316.100.000 paid-in capital of the Bank by full TL 2.380.000.000 in cash, and amending the Article 6 titled “Capital of the Bank” of the Articles of Association of the Bank. The amendment was approved in the Extraordinary General Assembly Meeting held on 3 February 2020. The total capital increase amounting to full TL 2.380.000.000 was paid in cash by ENBD before the registration of the capital increase.

II. Capital structure of the Parent Bank, shareholders holding directly or indirectly, individually or collectively, the management and supervision of the Parent Bank changes in these matters during the year, if any and the explanation regarding the Group that the Bank is involved

Name of the Shareholder	Current Period (*)		Prior Period (*)	
	Amount (Full TL)	Share (%)	Amount (Full TL)	Share (%)
Emirates NBD Bank PJSC	5.696.099.996	100,00	5.696.099.996	100,00
Other	4	--	4	--
Total	5.696.100.000	100,00	5.696.100.000	100,00

(*) Explanation is given in Section One, note I.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

III. Explanations regarding the chairman and the members of board of directors, members of audit committee, general manager and executive vice presidents, if any, their shareholdings and areas of responsibility in the Parent Bank

Name	Title	Shares owned (%)
Chairman of the Board of Directors		
Hesham Abdulla Qassim Alqassim	Chairman	--
Board of Directors ⁽¹⁾		
Hakan Ateş	Member and CEO	--
Ahmed Mohammed Aqil Qassim Alqassim	Member	0,00000002
Derya Kumru	Member	--
Shayne Keith Nelson	Member	--
Tanju Kaya	Member	--
Burcu Çalıklı	Member	--
Bjorn Lenzmann	Member	--
Aazar Ali Khwaja	Member	--
Audit and Risk Committee		
Bjorn Lenzmann	Chairman of the Audit and Risk Committee	--
Ahmed Mohammed Aqil Qassim Alqassim	Member	--
Executive Vice Presidents⁽²⁾		
Bora Böcügöz	Treasury, Financial Institutions and Investment	--
Ruslan Abil	Financial Affairs	--
Mustafa Özel	Branch and Central Operations	--
Mehmet Aydoğdu	Wholesale Banking	--
Cem Demirağ	Head of Internal Control Unit and Compliance	--
Ali Murat Dizdar	Chief Legal Advisor	--
Ayşenur Hıçkırın	Retail Banking	--
Selim Efe Teoman	Credits	--
Ramazan Işık	Head of Internal Audit	--
Engin Eskiduman	SME Banking, Agricultural Banking and Public Financing	--
Necip Yavuz Elkin	Human Resources and Deniz Academy	--
Oğuzhan Özark	Individual and Private Banking	--
Sinan Yılmaz	Head of Risk Management Group	--
Verda Beril Yüzer Oğuz	Financial Institutions and Sustainability Coordination	--
Umut Özdoğan	Information Systems	--
Savaş Çıtak	Project Finance, Financial Restructuring and Credits International Coordination	--
Kishore Swayamberdud Bhat	Credit Allocation	--
Mustafa Okan Çetinkaya	Analytics, Data and Customer Value Management Policies	--
Halit Cihan Tunçbilek	Payment Systems	--
Ali Rıza Aydın	Information Security and Information Technologies Risk Management	--
Okan Aksu	Treasury Group	--
Serkan Boran	Bad Debt Resolution	--
Rasim Orman	Secretariat General and Litigations	--
Hacı Mehmet Ofraz	Corporate and Commercial Banking	--

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

IV. Explanations regarding the persons and institutions that have qualified shares in the Parent Bank

Commercial Title	Share Amounts	Share Percentages %	Paid-in Capital	Unpaid Capital
Emirates NBD Bank PJSC	5.696.100	100	5.696.100	--

ENBD is the controlling party of the Parent Bank's capital having both direct and indirect qualified shares.

As of 31 March 2024 the capital structure of ENBD is as follows:

Shareholders	Curent Period Share Percentages %	Prior Period Share Percentages %
Investment Corporation of Dubai	40,92	40,92
DH 7 LLC	14,84	14,84
Capital Assets LLC	5,33	5,33
Publicly traded	38,91	38,91
Total	100,00	100,00

V. Type of services of the Parent Bank and summary information including the areas of activity

The Parent Bank is a private sector deposit bank which provides banking services to its customers through 641 domestic branches and 2 foreign branch as of 31 March 2024.

Activities of the Parent Bank as stated in the 3rd clause of the Articles of Association are as follows:

In accordance with the Banking Law and regulations;

- Performing all kinds of banking activities,
- Dealing with transactions on all kinds of capital market instruments within the limits set by the related regulations and Capital Market Law regulations,
- Participating, undertaking the management and performing control activities in domestic and foreign entities and banks, financial institutions and all kinds of investment partnerships by obtaining the permission of the Banking Regulation and Supervision Agency in accordance with the Banking Law, by purchasing its shares or share certificates,
- Conducting all kinds of insurance agency transactions in domestic and abroad and signing insurance agency agreements with insurance companies for this purpose.

Apart from the above-mentioned activities, in case different activities deemed advantageous and necessary for the Parent Bank are to be undertaken in the future, they will be submitted to approval of the General Assembly based on Board of Director's decision and the Parent Bank will be able to implement activities after the relevant decision is made by General Assembly.

VI. A short explanation on application differences between consolidation practices as per the Regulation on Preparation of Consolidated Financial Statements of Banks and as per the Turkish Accounting Standards, and entities subject to full or proportional consolidation or deducted from equity or not subject to any of these three methods.

Pursuant to "Communiqué on Preparation of Consolidated Financial Statements of Banks", Banks are obliged to prepare consolidated financial statements with their associates and subsidiaries qualifying as credit institution and financial institution by applying Turkish Accounting Standards. There is no difference between the consolidated financial statements based on the related Communiqué and those prepared in accordance with Turkish Accounting Standards except the scope difference regarding non-financial associates and subsidiaries. Information in regards to consolidated subsidiaries and consolidation methods are given in Section Three, note III.

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

None.

SECTION TWO

CONSOLIDATED FINANCIAL STATEMENTS

- I. Consolidated Statement of Financial Position (Balance Sheet)
- II. Consolidated Statement of Off-Balance Sheet Items
- III. Consolidated Statement of Profit or Loss
- IV. Consolidated Statement of Profit or Loss and Other
Comprehensive Income
- V. Consolidated Statement of Changes in Shareholders' Equity
- VI. Consolidated Statement of Cash Flows

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT
OF FINANCIAL POSITION (BALANCE SHEET)
AS OF 31 MARCH 2024

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.c

(Currency: Thousands of TL - Turkish Lira)

ASSETS	Note	Reviewed CURRENT PERIOD (31/03/2024)			Audited PRIOR PERIOD (31/12/2023)		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		155.178.203	372.197.171	527.375.374	197.618.109	287.246.045	484.864.154
1.1 Cash and Cash Equivalents		109.338.156	259.144.188	368.482.344	158.841.321	206.531.247	365.372.568
1.1.1 Cash and Balances with Central Bank	(5.1.a)	47.093.774	201.279.915	248.373.689	100.400.926	138.404.781	238.805.707
1.1.2 Banks	(5.1.a)	4.696.989	57.943.116	62.640.105	6.298.065	68.184.979	74.483.044
1.1.3 Due From Money Markets		57.547.626	-	57.547.626	52.142.787	-	52.142.787
1.1.4 Expected Credit Loss (-)		233	78.843	79.076	457	58.513	58.970
1.2 Financial Assets at Fair Value Through Profit or Loss	(5.1.b)	8.337.694	5.355.033	13.692.727	3.220.764	4.741.661	7.962.425
1.2.1 Government Debt Securities		778.233	3.755.836	4.534.069	193.341	2.234.830	2.428.171
1.2.2 Equity Instruments		150	1.053.730	1.053.880	151	896.060	896.211
1.2.3 Other Financial Assets		7.559.311	545.467	8.104.778	3.027.272	1.610.771	4.638.043
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	(5.1.c)	36.024.898	99.148.709	135.173.607	34.299.022	68.681.677	102.980.699
1.3.1 Government Debt Securities		36.023.938	95.057.330	131.081.268	34.298.062	65.536.625	99.834.687
1.3.2 Equity Instruments		960	1.188	2.148	960	1.112	2.072
1.3.3 Other Financial Assets		-	4.090.191	4.090.191	-	3.143.940	3.143.940
1.4 Derivative Financial Assets		1.477.455	8.549.241	10.026.696	1.257.002	7.291.460	8.548.462
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss	(5.1.b)	1.477.455	8.549.241	10.026.696	1.257.002	7.291.460	8.548.462
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income	(5.1.j)	-	-	-	-	-	-
II. FINANCIAL ASSETS MEASURED AT AMORTISED COST (Net)		401.174.428	291.122.585	692.297.013	352.934.719	268.335.321	621.270.040
2.1 Loans	(5.1.d)	354.442.950	287.154.934	641.597.884	311.512.588	267.157.838	578.670.426
2.2 Lease Receivables	(5.1.i)	6.226.032	9.304.020	15.530.052	5.433.739	8.307.847	13.741.586
2.3 Factoring Receivables		15.907.338	3.201.084	19.108.422	13.300.694	2.450.309	15.751.003
2.4 Other Financial Assets Measured at Amortised Cost	(5.1.e)	45.840.770	7.206.048	53.046.818	42.882.876	8.354.208	51.237.084
2.4.1 Government Debt Securities		45.840.770	7.206.048	53.046.818	42.882.876	8.354.208	51.237.084
2.4.2 Other Financial Assets		-	-	-	-	-	-
2.5 Expected Credit Loss (-)		21.242.662	15.743.501	36.986.163	20.195.178	17.934.881	38.130.059
III. NON CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (NET)	(5.1.m)	-	-	-	-	-	-
3.1 Held for Sale		-	-	-	-	-	-
3.2 Discontinued Operations		-	-	-	-	-	-
IV. EQUITY INVESTMENTS		8.313.795	1.948	8.315.743	8.313.795	1.825	8.315.620
4.1 Investments in Associates (Net)	(5.1.f)	23.763	-	23.763	23.763	-	23.763
4.1.1 Associates Valued Based on Equity Method		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		23.763	-	23.763	23.763	-	23.763
4.2 Subsidiaries (Net)	(5.1.g)	8.287.232	1.948	8.289.180	8.287.232	1.825	8.289.057
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-	-	1	1
4.2.2 Unconsolidated Non-Financial Subsidiaries		8.287.232	1.948	8.289.180	8.287.232	1.824	8.289.056
4.3 Joint Ventures (Net)	(5.1.h)	2.800	-	2.800	2.800	-	2.800
4.3.1 Joint Ventures Valued Based on Equity Method		-	-	-	-	-	-
4.3.2 Unconsolidated Joint Ventures		2.800	-	2.800	2.800	-	2.800
V. PROPERTY AND EQUIPMENT (Net)		9.090.035	1.091.247	10.181.282	7.757.446	1.037.734	8.795.180
VI. INTANGIBLE ASSETS (Net)		3.154.554	544.764	3.699.318	2.402.868	530.755	2.933.623
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		3.154.554	544.764	3.699.318	2.402.868	530.755	2.933.623
VII. INVESTMENT PROPERTIES (Net)	(5.1.k)	1.803.313	-	1.803.313	1.591.527	-	1.591.527
VIII. CURRENT TAX ASSET		-	-	-	1.877.045	7.151	1.884.196
IX. DEFERRED TAX ASSET	(5.1.l)	6.493.518	-	6.493.518	4.441.916	-	4.441.916
X. OTHER ASSETS (Net)	(5.1.n)	40.165.481	9.328.123	49.493.604	31.803.864	7.007.016	38.810.880
TOTAL ASSETS		625.373.327	674.285.838	1.299.659.165	608.741.289	564.165.847	1.172.907.136

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT
OF FINANCIAL POSITION (BALANCE SHEET)
AS OF 31 MARCH 2024

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.c

(Currency: Thousands of TL - Turkish Lira)

LIABILITIES	Note	Reviewed CURRENT PERIOD (31/03/2024)			Audited PRIOR PERIOD (31/12/2023)		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	(5.II.a)	397.558.375	395.226.763	792.785.138	398.748.528	348.557.052	747.305.580
II. FUNDS BORROWED	(5.II.c)	10.465.320	119.069.983	129.535.303	11.211.239	115.192.209	126.403.448
III. DUE TO MONEY MARKETS		3.369.417	81.240.350	84.609.767	4.145.451	51.874.091	56.019.542
IV. SECURITIES ISSUED (Net)	(5.II.d)	5.991.759	66.633.209	72.624.968	5.157.897	41.336.785	46.494.682
4.1 Bills		5.991.759	2.137.285	8.129.044	5.157.897	1.516.251	6.674.148
4.2 Assets Backed Securities		-	-	-	-	-	-
4.3 Bonds		-	64.495.924	64.495.924	-	39.820.534	39.820.534
V. FUNDS		-	-	-	-	-	-
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES		625.203	2.737.227	3.362.430	409.820	2.426.032	2.835.852
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss	(5.II.b)	625.203	2.737.227	3.362.430	409.820	2.426.032	2.835.852
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income	(5.II.g)	-	-	-	-	-	-
VIII. FACTORING LIABILITIES		-	-	-	-	-	-
IX. LEASE LIABILITIES	(5.II.f)	1.259.510	73.075	1.332.585	825.635	75.676	901.311
X. PROVISIONS	(5.II.h)	13.070.378	3.491.246	16.561.624	12.808.438	3.433.858	16.242.296
10.1 Restructuring Provisions		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		1.503.627	235.174	1.738.801	1.685.939	237.918	1.923.857
10.3 Insurance for Technical Provision (Net)		-	-	-	-	-	-
10.4 Other Provisions		11.566.751	3.256.072	14.822.823	11.122.499	3.195.940	14.318.439
XI. CURRENT TAX LIABILITY	(5.II.i)	3.887.643	983.131	4.870.774	2.455.834	746.522	3.202.356
XII. DEFERRED TAX LIABILITIES	(5.II.i)	332.489	752.566	1.085.055	863.018	573.414	1.436.432
XIII. NON CURRENT LIABILITIES HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	(5.II.j)	-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT INSTRUMENTS		-	25.241.397	25.241.397	-	23.066.679	23.066.679
14.1 Loans		-	25.241.397	25.241.397	-	23.066.679	23.066.679
14.2 Other Debt Instruments		-	-	-	-	-	-
XV. OTHER LIABILITIES	(5.II.e)	37.134.339	30.246.321	67.380.660	33.170.157	25.415.193	58.585.350
XVI. SHAREHOLDERS' EQUITY	(5.II.k)	60.340.071	39.929.393	100.269.464	43.456.659	46.956.949	90.413.608
16.1 Paid-in Capital		5.696.100	-	5.696.100	5.696.100	-	5.696.100
16.2 Capital Reserves		12.412	-	12.412	(6.567)	-	(6.567)
16.2.1 Share Premium		15	-	15	15	-	15
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		12.397	-	12.397	(6.582)	-	(6.582)
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		7.948.787	327.585	8.276.372	7.951.537	306.577	8.258.114
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		(23.164.532)	34.210.573	11.046.041	(25.346.766)	38.221.858	12.875.092
16.5 Profit Reserves		58.727.588	1.562.572	60.290.160	30.868.782	1.562.572	32.431.354
16.5.1 Legal Reserves		1.140.226	5.019	1.145.245	1.140.226	5.019	1.145.245
16.5.2 Status Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		57.587.362	1.557.553	59.144.915	29.728.556	1.557.553	31.286.109
16.5.4 Other Profit Reserves		-	-	-	-	-	-
16.6 Income or (Loss)		10.596.010	3.827.629	14.423.639	23.797.222	6.864.935	30.662.157
16.6.1 Prior Periods' Income or (Loss)		463.025	2.321.347	2.784.372	466.577	2.321.394	2.787.971
16.6.2 Current Period Income or (Loss)		10.132.985	1.506.282	11.639.267	23.330.645	4.543.541	27.874.186
16.7 Minority Shares		523.706	1.034	524.740	496.351	1.007	497.358
TOTAL LIABILITIES		534.034.504	765.624.661	1.299.659.165	513.252.676	659.654.460	1.172.907.136

The accompanying notes are an integral part of these consolidated financial statements.

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF
OFF-BALANCE SHEET ITEMS
AS OF 31 MARCH 2024

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.c

(Currency: Thousands of TL - Turkish Lira)

Note	Reviewed			Audited		
	CURRENT PERIOD			PRIOR PERIOD		
	TL	FC	Total	TL	FC	Total
A. OFF BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)	688.807.103	914.442.955	1.603.250.058	542.674.261	672.511.052	1.215.185.313
I. GUARANTEES	82.719.156	86.888.526	169.607.682	70.940.660	83.028.890	153.969.550
1. Letters of Guarantee	72.910.070	55.561.791	128.471.861	63.054.961	56.201.587	119.256.548
1.1. Guarantees Subject to State Tender Law	-	-	-	-	-	-
1.1.2. Guarantees Given for Foreign Trade Operations	79.021	495.595	574.616	79.021	458.580	537.601
1.1.3. Other Letters of Guarantee	72.831.049	55.066.196	127.897.245	62.975.940	55.743.007	118.718.947
1.2. Bank Acceptances	-	1.629.063	1.629.063	-	717.588	717.588
1.2.1. Import Letter of Acceptance	-	1.629.063	1.629.063	-	717.588	717.588
1.2.2. Other Bank Acceptances	-	-	-	-	-	-
1.3. Letters of Credit	39.157	28.075.283	28.114.440	20.096	23.928.765	23.948.861
1.3.1. Documentary Letters of Credit	-	18.684.741	18.684.741	-	17.007.220	17.007.220
1.3.2. Other Letters of Credit	39.157	9.390.542	9.429.699	20.096	6.921.545	6.941.641
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 Related Guarantees	-	-	-	-	-	-
1.8. Other Collaterals	9.769.929	1.622.389	11.392.318	7.865.603	2.180.950	10.046.553
1.9. Other Sureties	-	-	-	-	-	-
II. COMMITMENTS	403.363.598	51.026.395	454.389.993	360.709.491	27.648.615	388.358.106
2.1. Irrevocable Commitments	400.519.716	50.953.827	451.473.543	357.794.731	27.557.227	385.351.958
2.1.1. Asset Purchase and Sale Commitments	1.184.844	36.065.298	37.250.142	1.180.407	16.719.728	17.900.135
2.1.2. Deposit Purchase and Sales Commitments	-	-	-	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries	-	-	-	-	-	-
2.1.4. Loan Granting Commitments	49.410.277	-	49.410.277	48.403.121	-	48.403.121
2.1.5. Securities Issuance Brokerage Commitments	-	-	-	-	-	-
2.1.6. Commitments for Reserve Deposit Requirements	-	-	-	-	-	-
2.1.7. Commitments for Cheque Payments	19.666.391	-	19.666.391	12.311.768	-	12.311.768
2.1.8. Tax and Fund Obligations from Export Commitments	-	1.671	1.671	-	1.643	1.643
2.1.9. Commitments for Credit Card Limits	327.968.174	-	327.968.174	293.746.486	-	293.746.486
2.1.10. Commitments for Promotional Operations Re-Credit Cards and Banking Services	25.691	-	25.691	33.541	-	33.541
2.1.11. Receivables from "Short" Sale Commitments On Securities	-	-	-	-	-	-
2.1.12. Payables for "Short" Sale Commitments On Securities	-	-	-	-	-	-
2.1.13. Other Irrevocable Commitments	2.262.668	14.888.529	17.151.197	2.117.765	10.837.499	12.955.264
2.2. Revocable Commitments	2.843.882	72.568	2.916.450	2.914.760	91.388	3.006.148
2.2.1. Revocable Loan Granting Commitments	2.843.323	72.568	2.915.891	2.914.201	91.388	3.005.589
2.2.2. Other Revocable Commitments	559	-	559	559	-	559
III. DERIVATIVE FINANCIAL INSTRUMENTS	202.724.349	776.528.034	979.252.383	111.024.110	561.833.547	672.857.657
3.1. Hedging Purpose Derivatives	-	-	-	-	-	-
3.1.1. Fair Value Hedge	-	-	-	-	-	-
3.1.2. Cash Flow Hedge	-	-	-	-	-	-
3.1.3. Hedging of a Net Investment in Foreign Subsidiaries	-	-	-	-	-	-
3.2. Trading Purpose Derivatives	202.724.349	776.528.034	979.252.383	111.024.110	561.833.547	672.857.657
3.2.1. Forward Foreign Currency Purchases/Sales	97.526.782	148.311.844	245.838.626	25.450.026	52.435.531	77.885.557
3.2.1.1. Forward Foreign Currency Purchases	54.299.440	69.473.348	123.772.788	24.643.324	16.181.693	40.825.017
3.2.1.2. Forward Foreign Currency Sales	43.227.342	78.838.496	122.065.838	806.702	36.253.838	37.060.540
3.2.2. Currency and Interest Rate Swaps	84.614.301	540.424.823	625.039.124	74.509.770	448.712.024	523.221.794
3.2.2.1. Currency Swaps-Purchases	2.962.770	214.150.936	217.113.706	408.019	175.722.124	176.130.143
3.2.2.2. Currency Swaps-Sales	74.691.531	155.674.269	230.365.800	67.141.751	124.468.018	191.609.769
3.2.2.3. Interest Rate Swaps-Purchases	3.480.000	85.299.809	88.779.809	3.480.000	74.260.943	77.740.943
3.2.2.4. Interest Rate Swaps-Sales	3.480.000	85.299.809	88.779.809	3.480.000	74.260.939	77.740.939
3.2.3. Currency, Interest Rate and Security Options	18.979.732	64.681.553	83.661.285	10.894.618	37.363.926	48.258.544
3.2.3.1. Currency Options-Purchases	12.690.080	26.807.563	39.497.643	7.645.352	13.503.512	21.148.864
3.2.3.2. Currency Options-Sales	6.289.652	32.653.998	38.943.650	3.249.266	19.005.858	22.255.124
3.2.3.3. Interest Rate Options-Purchases	-	2.609.996	2.609.996	-	2.427.278	2.427.278
3.2.3.4. Interest Rate Options-Sales	-	2.609.996	2.609.996	-	2.427.278	2.427.278
3.2.3.5. Securities Options-Purchases	-	-	-	-	-	-
3.2.3.6. Securities Options-Sales	-	-	-	-	-	-
3.2.4. Currency Futures	1.603.534	1.494.847	3.098.381	169.696	121.020	290.716
3.2.4.1. Currency Futures-Purchases	180.123	1.354.050	1.534.173	169.696	-	169.696
3.2.4.2. Currency Futures-Sales	1.423.411	140.797	1.564.208	-	121.020	121.020
3.2.5. Interest Rate Futures	-	-	-	-	-	-
3.2.5.1. Interest Rate Futures-Purchases	-	-	-	-	-	-
3.2.5.2. Interest Rate Futures-Sales	-	-	-	-	-	-
3.2.6. Others	-	21.614.967	21.614.967	-	23.201.046	23.201.046
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)	4.291.179.603	2.167.485.362	6.458.664.965	2.527.897.365	1.806.134.342	4.334.031.707
IV. ITEMS HELD IN CUSTODY	1.501.865.532	316.101.682	1.817.967.214	138.507.394	158.705.674	297.213.068
4.1. Customers' Securities and Portfolios Held	139.984	-	139.984	139.984	-	139.984
4.2. Securities Held in Custody	1.486.379.857	300.030.307	1.786.410.164	124.773.913	149.180.256	273.954.169
4.3. Checks Received for Collection	12.717.604	8.303.043	21.020.647	11.167.094	3.369.625	14.536.719
4.4. Commercial Notes Received for Collection	2.626.839	1.027.967	3.654.806	2.425.155	808.057	3.233.212
4.5. Other Assets Received for Collection	-	-	-	-	-	-
4.6. Assets Received for Public Offering	-	-	-	-	-	-
4.7. Other Items under Custody	1.248	6.740.365	6.741.613	1.248	5.347.736	5.348.984
4.8. Custodians	-	-	-	-	-	-
V. PLEDGED ITEMS	2.783.420.636	1.845.074.256	4.628.494.892	2.386.050.953	1.642.304.784	4.028.355.737
5.1. Securities	26.986.923	10.007.783	36.994.706	16.975.329	5.401.288	22.376.617
5.2. Guarantee Notes	1.853.981.585	550.212.474	2.404.194.059	1.559.666.872	484.942.734	2.044.609.606
5.3. Commodities	53.675.070	75.168.746	128.843.816	46.639.573	66.824.496	113.464.069
5.4. Warrants	-	-	-	-	-	-
5.5. Immovables	689.668.140	785.470.334	1.475.138.474	619.682.069	689.102.358	1.308.784.427
5.6. Other Pledged Items	159.108.918	424.214.919	583.323.837	143.087.110	396.033.908	539.121.018
5.7. Pledged Items-Depository	-	-	-	-	-	-
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES	5.893.435	6.309.424	12.202.859	3.339.018	5.123.884	8.462.902
TOTAL OFF BALANCE SHEET ITEMS (A+B)	4.979.986.706	3.081.928.317	8.061.915.023	3.070.571.626	2.478.645.394	5.549.217.020

The accompanying notes are an integral part of these consolidated financial statements.

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD ENDED 31 MARCH 2024
(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.c

INCOME AND EXPENSES		Note	Reviewed	Reviewed
			CURRENT PERIOD (01/01-31/03/2024)	PRIOR PERIOD (01/01-31/03/2023)
I.	INTEREST INCOME	(5.IV.a)	57.287.727	18.035.810
1.1	Interest on Loans		36.464.690	12.791.170
1.2	Interest on Reserve Requirements		1.747.950	190.972
1.3	Interest on Banks		4.480.305	369.239
1.4	Interest on Money Market Transactions		5.436.813	368.998
1.5	Interest on Marketable Securities Portfolio		7.524.303	3.930.324
1.5.1	Fair Value Through Profit or Loss		183.270	129.003
1.5.2	Fair Value Through Other Comprehensive Income		4.079.340	2.929.411
1.5.3	Measured at Amortized Cost		3.261.693	871.910
1.6	Financial Lease Interest Income		1.032.470	240.778
1.7	Other Interest Income		601.196	144.329
II.	INTEREST EXPENSE (-)	(5.IV.b)	47.633.213	11.030.474
2.1	Interest on Deposits		39.515.536	8.727.783
2.2	Interest on Funds Borrowed		4.955.597	1.518.485
2.3	Interest Expense on Money Market Transactions		1.312.959	255.875
2.4	Interest on Securities Issued		1.481.652	371.915
2.5	Interest on Leases		89.782	54.128
2.6	Other Interest Expenses		277.687	102.288
III.	NET INTEREST INCOME (I - II)		9.654.514	7.005.336
IV.	NET FEES AND COMMISSIONS INCOME		6.888.161	2.280.478
4.1	Fees and Commissions Received		11.245.960	3.553.284
4.1.1	Non-Cash Loans		377.676	245.954
4.1.2	Other		10.868.284	3.307.330
4.2	Fees and Commissions Paid (-)		4.357.799	1.272.806
4.2.1	Non-Cash Loans		28.072	8.174
4.2.2	Other		4.329.727	1.264.632
V	DIVIDEND INCOME		-	6
VI.	TRADING INCOME / LOSS (Net)	(5.IV.c)	1.699.229	2.640.571
6.1	Trading Gains / (Losses) on Securities		1.865.886	1.767.945
6.2	Gains / (Losses) on Derivate Financial Transactions		4.115.623	(309.959)
6.3	Foreign Exchange Gains / (Losses)		(4.282.280)	1.182.585
VII.	OTHER OPERATING INCOME	(5.IV.d)	1.916.592	2.015.678
VIII.	GROSS OPERATING INCOME (III+IV+V+VI+VII)		20.158.496	13.942.069
IX.	EXPECTED CREDIT LOSS (-)	(5.IV.e)	(2.386.588)	(2.167.465)
X.	OTHER PROVISION EXPENSES (-)		248.685	2.064.100
XI.	PERSONNEL EXPENSE (-)	(5.IV.f)	4.499.165	2.211.966
XII.	OTHER OPERATING EXPENSES (-)	(5.IV.f)	5.427.964	2.773.193
XIII.	NET OPERATING INCOME /LOSS (VIII-IX-X-XI-XII)		12.369.270	9.060.275
XIV.	INCOME AFTER MERGER		-	-
XV.	INCOME / (LOSS) FROM INVESTMENTS IN SUBSIDIARIES		-	-
	CONSOLIDATED BASED ON EQUITY METHOD		-	-
XVI.	INCOME / (LOSS) ON NET MONETARY POSITION		-	-
	PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS		-	-
XVII.	(XIII+...+XVI)	(5.IV.g)	12.369.270	9.060.275
XVIII.	TAX PROVISIONS FOR CONTINUED OPERATIONS (±)	(5.IV.h)	(702.621)	(2.212.285)
18.1	Current Tax Provision		(4.235.538)	(2.294.713)
18.2	Deferred Tax Income Effect (+)		(2.334.623)	(4.403.757)
18.3	Deferred Tax Expense Effect (-)		5.867.540	4.486.185
XIX.	CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS		11.666.649	6.847.990
	(XVII±XVIII)		11.666.649	6.847.990
XX.	INCOME FROM DISCONTINUED OPERATIONS		-	23.504
20.1	Income from Non-Current Assets Held for Sale		-	-
20.2	Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	-
20.3	Income from Other Discontinued Operations		-	23.504
XXI.	EXPENSES FOR DISCONTINUED OPERATIONS (-)		-	18.853
21.1	Expenses for Non-current Assets Held for Sale		-	-
21.2	Loss from Sales of Associates, Subsidiaries and Joint Ventures		-	-
21.3	Expenses for Other Discontinued Operations		-	18.853
	PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XX-XXI)		-	4.651
XXII.	TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	(851)
23.1	Current Tax Provision		-	22
23.2	Deferred Tax Expense Effect (+)		-	(873)
23.3	Deferred Tax Income Effect (-)		-	-
XXIV.	NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)		-	3.800
XXV.	NET PROFIT/(LOSS) (XIX+XXIV)	(5.IV.i)	11.666.649	6.851.790
25.1	Profit / (Loss) of Group		11.639.267	6.824.427
25.2	Profit / (Loss) of Minority Shares (-)		27.382	27.363
	Profit / (Loss) Per Share (full TRY)		2,05	1,20

The accompanying notes are an integral part of these consolidated financial statements.

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2024

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.c

(Currency: Thousands of TL - Turkish Lira)

	Reviewed CURRENT PERIOD (01/01-31/03/2024)	Reviewed PRIOR PERIOD (01/01-31/03/2023)
I. CURRENT PERIOD INCOME/LOSS	11.666.649	6.851.790
II. OTHER COMPREHENSIVE INCOME	(1.810.793)	(2.613.577)
2.1 Not Reclassified Through Profit or Loss	18.258	7.021
2.1.1 Property and Equipment Revaluation Increase/Decrease	24.050	9.361
2.1.2 Intangible Assets Revaluation Increase/Decrease	-	-
2.1.3 Defined Benefit Pension Plan Remeasurement Gain/Loss	-	-
2.1.4 Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	-
2.1.5 Tax on Other Comprehensive Income Items Not Reclassified Through Profit or Loss	(5.792)	(2.340)
2.2 Reclassified Through Profit or Loss	(1.829.051)	(2.620.598)
2.2.1 Foreign Currency Translation Differences	(3.233.554)	(2.290.309)
2.2.2 Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	(1.393.702)	(2.616.019)
2.2.3 Cash Flow Hedge Income/Loss	-	3.831
2.2.4 Foreign Net Investment Hedge Income/Loss	3.387.875	2.170.302
2.2.5 Other Comprehensive Income Items Reclassified Through Profit or Loss	-	-
2.2.6 Tax on Other Comprehensive Income Items Reclassified Through Profit or Loss	(589.670)	111.597
III. TOTAL COMPREHENSIVE INCOME (I+II)	9.855.856	4.238.213

The accompanying notes are an integral part of these consolidated financial statements.

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIOD ENDED 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
 Consolidated Financial Report
 Originally Issued in Turkish
 See Note 3.1.c*

Reviewed CHANGES IN SHAREHOLDERS' EQUITY ITEMS	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss						Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss						Total Equity Expect Minority Shares	Minority Shares	Total Equity	
	Paid in Capital	Share Premiums	Share Cancellation Profits	Other capital reserves	Accumulated Revaluation Increase/Decrease of Fixed Assets	Accumulated Remeasurement Gain/Loss of Defined Benefit Pension Plan	Other (Shares of Investments Valued by Equity Method in Other Comprehensive Income Not Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Not Reclassified Through Other Profit or Loss)	Foreign Currency Translation Differences	Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income	Other (Cash Flow Hedge Gain/Loss, Shares of Investments Valued by Equity Method in Other Comprehensive Income Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Reclassified Through Other Profit or Loss)	Profit reserves	Prior Period Profit or (Loss)				Current Period Profit or (Loss)
PRIOR PERIOD																
01/01-31/03/2023																
I. Prior Period End Balance	5.696.100	15	--	(8.500)	350.307	(437.694)	2.305.678	24.818.038	3.338.873	(16.732.033)	15.258.340	2.786.960	17.174.025	54.559.209	303.767	54.862.976
II. Corrections and Accounting Policy Changes Made According to TAS 8	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
2.1 Effects of Corrections	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
2.2 Effects of the Changes in Accounting Policies	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
III. Adjusted Beginning Balance (H1)	5.696.100	15	--	(8.500)	350.307	(437.694)	2.305.678	24.818.038	3.338.873	(16.732.033)	15.258.340	2.786.960	17.174.025	54.559.209	303.767	54.862.976
IV. Total Comprehensive Income	--	--	--	--	7.021	--	--	(2.280.309)	(1.982.729)	1.632.439	--	--	6.824.427	4.210.850	27.363	4.238.213
V. Capital Increase by Cash	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
VI. Capital Increase by Internal Sources	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
VII. Paid in Capital Inflation Adjustment Difference	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
VIII. Convertible Bonds to Share	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
IX. Subordinated Debt Instruments	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
X. Increase / Decrease by Other Changes	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
XI. Profit Distribution	--	--	--	--	--	--	--	--	--	--	--	17.173.014	1.011	(17.174.025)	--	--
11.1 Dividends Paid	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
11.2 Transfers to Reserves	--	--	--	--	--	--	--	--	--	--	--	17.173.014	1.011	(17.174.025)	--	--
11.3 Other	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Period End Balance (III+IV+...+X+XI)	5.696.100	15	--	(8.500)	366.328	(437.694)	2.305.678	22.527.729	1.376.145	(15.099.594)	32.431.354	2.787.971	6.824.427	58.770.059	331.130	59.101.189
CURRENT PERIOD																
01/01-31/03/2024																
I. Prior Period End Balance	5.696.100	15	--	(6.582)	722.311	(362.987)	7.898.790	38.328.701	(1.340.194)	(24.113.415)	32.431.354	2.787.971	27.874.186	89.916.250	497.358	90.413.608
II. Corrections and Accounting Policy Changes Made According to TAS 8	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
2.1 Effects of Corrections	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
2.2 Effects of the Changes in Accounting Policies	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
III. Adjusted Beginning Balance (H1)	5.696.100	15	--	(6.582)	722.311	(362.987)	7.898.790	38.328.701	(1.340.194)	(24.113.415)	32.431.354	2.787.971	27.874.186	89.916.250	497.358	90.413.608
IV. Total Comprehensive Income	--	--	--	--	18.258	--	--	(3.233.554)	(967.010)	2.371.513	--	--	11.639.267	9.828.474	27.382	9.855.856
V. Capital Increase by Cash	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
VI. Capital Increase by Internal Sources	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
VII. Paid in Capital Inflation Adjustment Difference	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
VIII. Convertible Bonds to Share	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
IX. Subordinated Debt Instruments	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
X. Increase / Decrease by Other Changes	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
XI. Profit Distribution	--	--	--	--	18.979	--	--	--	--	--	--	27.858.806	(3.599)	(27.874.186)	--	--
11.1 Dividends Paid	--	--	--	--	18.979	--	--	--	--	--	--	27.858.806	(3.599)	(27.874.186)	--	--
11.2 Transfers to Reserves	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
11.3 Other	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Period End Balance (III+IV+...+X+XI)	5.696.100	15	--	12.397	740.569	(362.987)	7.898.790	35.095.147	(2.307.204)	(21.741.902)	60.290.160	2.784.372	11.639.267	99.744.724	524.740	100.269.464

The accompanying notes are an integral part of these consolidated financial statements.

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish*

See Note 3.1.c

	Reviewed CURRENT PERIOD (01/01-31/03/2024)	Reviewed PRIOR PERIOD (01/01-31/03/2023)
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating profit before changes in operating assets and liabilities (+)	14.563.513	2.306.466
1.1.1 Interest received (+)	48.233.840	16.455.119
1.1.2 Interest paid (-)	36.851.954	8.744.113
1.1.3 Dividends received (+)	-	6
1.1.4 Fees and commissions received (+)	11.245.959	3.553.284
1.1.5 Other income (+)	3.629.059	3.438.317
1.1.6 Collections from previously written off loans and other receivables (+)	5.755.845	934.532
1.1.7 Cash payments to personnel and service suppliers (-)	4.684.221	2.691.526
1.1.8 Taxes paid (-)	2.291.070	608.245
1.1.9 Other (+/-)	(10.473.945)	(10.030.908)
1.2 Changes in operating assets and liabilities subject to banking operations	(43.345.908)	27.950.925
1.2.1 Net (Increase) Decrease in Financial Assets at Fair Value through Profit or Loss (+/-)	(1.889.721)	(543.395)
1.2.2 Net (increase) decrease in due from banks (+/-)	(2.169.187)	(1.435.641)
1.2.3 Net (increase) decrease in loans	(61.686.031)	(33.441.224)
1.2.4 Net (increase) decrease in other assets (+/-)	(31.124.806)	5.924.941
1.2.5 Net increase (decrease) in bank deposits (+/-)	(450.297)	(14.961.525)
1.2.6 Net increase (decrease) in other deposits (+/-)	18.423.511	48.250.895
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 (+/-)	(2.702.023)	14.058.238
1.2.9 Net increase (decrease) in matured payables (+/-)	-	-
1.2.10 Net increase (decrease) in other liabilities (+/-)	38.252.646	10.098.636
I. Net cash provided from banking operations(+/-)	(28.782.395)	30.257.391
B. CASH FLOWS FROM INVESTING ACTIVITIES		
II. Net cash provided from / used in investing activities(+/-)	(21.771.581)	(6.430.608)
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures (-)	-	-
2.2 Cash obtained from the sale of associates, subsidiaries and joint ventures (+)	-	-
2.3 Cash paid for the purchase of tangible and intangible asset (-)	1.187.108	442.889
2.4 Cash obtained from the sale of tangible and intangible asset (+)	434.793	1.327.289
2.5 Cash paid for the purchase of financial assets at fair value through other comprehensive income (-)	42.101.975	17.780.448
2.6 Cash obtained from the sale of financial assets at fair value through other comprehensive income (+)	19.360.768	10.557.217
2.7 Cash paid for the purchase of financial assets at amortised cost (-)	-	1.041.404
2.8 Cash obtained from sale of financial assets at amortised cost (+)	1.721.941	949.627
2.9 Other (+/-)	-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net cash flows from financing activities (+/-)	22.020.601	1.926.080
3.1 Cash obtained from funds borrowed and securities issued (+)	26.360.586	9.039.823
3.2 Cash outflow from funds borrowed and securities issued (-)	4.170.217	6.929.716
3.3 Equity instruments issued (+)	-	-
3.4 Dividends paid (-)	-	-
3.5 Payments for lease liabilities (-)	169.768	184.027
3.6 Other (+/-)	-	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents(+/-)	13.344.018	3.919.979
V. Net increase in cash and cash equivalents	(15.189.357)	29.672.842
VI. Cash and cash equivalents at the beginning of the period (+)	279.046.542	100.751.067
VII. Cash and Cash Equivalents at the End of the Period	263.857.185	130.423.909

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

SECTION THREE

ACCOUNTING POLICIES

I. Explanations on the presentation principles

a. Preparation of the consolidated financial statements and the accompanying footnotes in accordance with Turkish Accounting Standards and Regulation on the Procedures and Principles for Accounting Practices and Retention of Documents by Banks

Consolidated financial statements have been prepared in accordance with the regulations, communiqués, explanations and circulars published with respect to accounting and financial reporting principles by the Banking Regulation and Supervision Agency (“BRSA”) within the framework of the provisions of the Regulation on the Procedures and Principles for Accounting Practices and Retention of Documents by Banks published in the Official Gazette no. 26333 dated 1 November 2006 in relation with the Banking Law no. 5411, as well as the Turkish Accounting Standards (“TAS”) and Turkish Financial Reporting Standards (“TFRS”) enforced by the Public Oversight Accounting and Auditing Standards Authority (“POA”) (hereinafter collectively referred to as “BRSA Accounting and Financial Reporting Legislation”). The form and contents of the consolidated financial statements which have been prepared and which will be disclosed to public have been prepared in accordance with the “Communiqué on the Financial Statements and Related Explanations and Footnotes to be Announced to Public by the Banks” and “Communiqué On Disclosures About Risk Management To Be Announced To Public By the Banks” as well as the communiqués that introduce amendments and additions to these. Parent Bank keeps its accounting records in Turkish Lira, in accordance with the Banking Law, Turkish Code of Commerce and Turkish Tax legislation.

Consolidated financial statements have been prepared based on historical cost principle, except for the financial assets and liabilities measured at their fair values.

The amounts in the consolidated financial statements and explanations and footnotes relating to these statements have been expressed in Thousands of Turkish Lira unless otherwise stated.

In the preparation of consolidated financial statements according to TAS, the management of the Parent Bank should make assumptions and estimations regarding the assets and liabilities in the balance sheet and the contingent issues as of the balance sheet date. These assumptions and estimations include the fair value calculations and impairment of financial assets and are reviewed regularly, necessary corrections are made and the effects of these corrections are reflected in the statement of profit or loss. The assumptions and estimations used are explained in the related footnotes.

The Parent Bank and its consolidated subsidiaries are referred to as "DFS Group" in the footnotes related to the consolidated financial statements.

b. Accounting policies and changes in the presentation of financial statements

Accounting policies and valuation principles used in the preparation of the consolidated financial statements are determined in accordance with the regulations, communiqués, interpretations and legislations related to accounting and financial reporting principles published by BRSA, and in cases where a specific regulation is not made, TAS/TFRS (hereinafter collectively referred to as “BRSA Accounting and Financial Reporting Legislation”) put into effect by POA shall be valid.

On 23 November 2023, POA announced that the financial statements of businesses that apply Turkish Financial Reporting Standards and the Financial Reporting Standard for Large and Medium-Sized Enterprises (FRS for LMEs) for the annual reporting period ending on or after 31 December 2023 will be included in the “Turkish Accounting Standard 29 Financial Reporting Standards in High Inflation Economies”. Reporting” and “FRS for LMEs Chapter 25 Financial Reporting in High-Inflation Economies” should be presented in accordance with the relevant accounting principles, adjusted for the effect of inflation; However, institutions or organizations authorized to regulate and supervise their own fields have published an announcement stating that they may determine different transition dates than those foreseen above for the implementation of the provisions in TAS 29 or FRS for LMEs. Based on this announcement, BRSA, in accordance with its decision dated 12 December 2023 and numbered 10744, has decided that the financial statements of banks and financial leasing, factoring, financing, savings financing and asset management companies dated 31 December 2023 will not be subject to the inflation adjustment required within the scope of TAS 29. With the decision numbered 11 January 2024 and 10825, BRSA determined the transition date for banks, financial leasing, factoring, financing, savings financing and asset management companies to TAS 29 application as 1 January 2025. In this context, no inflation adjustment was made in accordance with TAS 29 while preparing the financial statements dated 31 March 2024.

Within the scope of the Benchmark Rate Interest Reform process, which continues on a global basis, the Bank has transactions in loans, securities, borrowing and derivative instruments. Necessary infrastructure developments have been completed and started to be used in our bank for each product. EURIBOR is not subject to transition and will continue to be used. Transformation of transactions indexed to USD LIBOR rates is followed on a transaction basis, and conversions are made by the relevant units on the first repricing date of each transaction after 30 June 2023.

c. Additional paragraph for convenience translation:

The differences between the standards set out by BRSA Accounting and Financial Reporting Legislation and the accounting principles generally accepted in countries in which the accompanying consolidated financial statements are to be distributed and International Financial Reporting Standards (IFRS) have not been quantified in the accompanying consolidated financial statements. Accordingly, the accompanying consolidated 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.

II. Explanation on the strategy for the use of financial instruments and transactions denominated in foreign currencies

a. Strategy for the use of financial instruments

DFS Group's external sources of funds are comprised of deposits with various maturity periods, and external borrowings. Funds provided are generally fixed rate and are interested in high yield financial assets. The majority of the funds are allocated to high yield, fixed or floating interest instruments, such as Turkish Lira and foreign currency Government debt securities and Eurobonds in order to diversify the assets and support liquidity as well as being allocated to loans with a selective approach. The liquidity structure that ensures meeting all liabilities falling due, is formed by keeping sufficient levels of cash and cash equivalents by diversifying the sources of funds. The Bank assesses the maturity structure of the sources, and the maturity structure and yield of assets at market conditions and adopts a high yield policy in long-term assets.

DFS Group carries risks within pre-determined risk limits in short-term currency, interest and price movements in money and capital markets and due to changes in market conditions. These positions are closely monitored by the Risk Management System of the Parent Bank and the necessary precautions are taken if the limits are exceeded or should there be a change in the market environment. In order to avoid interest rate risk, assets and liabilities with fixed and floating interests are monitored, taking the maturity structure into consideration. The asset-liability balance is monitored on a daily basis in accordance with the maturity structure and foreign currency type. The risks associated with short-term positions are hedged through derivatives such as forwards, swaps and options.

The net foreign currency position of DFS Group in foreign enterprises is evaluated together with the Parent Bank's net foreign currency position and all positions are evaluated within the framework of risk limits.

b. Transactions denominated in foreign currencies

Foreign currency exchange rates used in converting transactions denominated in foreign currencies and their presentation in the financial statements

The DFS Group recognises the transactions denominated in foreign currencies in accordance with TAS 21 "The Effects of Changes in Foreign Exchange Rates" and the foreign exchange gains and losses arising from transactions that are completed as of the end of the period are converted to TL by using historical foreign currency exchange rates. As at the end of the reporting dates, balances of the foreign currency denominated assets and liabilities are converted into TL by using foreign currency exchange rates of the Parent Bank and the resulting exchange differences are recorded as foreign exchange gains and losses. The Parent Bank's foreign currency exchange rates used in valuations as of the period ends are as follows:

	31 March 2024	31 December 2023	31 March 2023
US Dollar	TL 32,2854	TL 29,4382	TL 19,1532
Euro	TL 34,8023	TL 32,5739	TL 20,8450

Foreign exchange gains and losses included in the net profit and loss

As of 31 March 2024, net foreign exchange gain included in the statement of profit or loss amounts to TL 4.282.280 (1 January - 31 March 2023: TL 1.182.585 net foreign exchange profit).

Total amount of valuation fund arising from foreign currency exchange rate differences

Parent Bank has translated the assets and liabilities of its FC subsidiaries within the scope of consolidation from the period-end closure exchange rate and has converted the income and expense items to Turkish Lira using annual average Parent Bank rates. Translation difference profit/loss amounts arising from the conversion of statements of profit or loss of the consolidated subsidiaries to Turkish Lira and the Turkish Lira equivalent of their equities as well as the “Subsidiaries” amounts accounted for at the Parent Bank are accounted in the consolidated financial statements under “Other Accumulated Comprehensive Income That Will Be Reclassified in Profit or Loss”.

Total of the relevant conversion differences are TL 34.654.425 as of 31 March 2024 (31 December 2023: TL 37.841.426).

The foreign exchange difference of TL 440.722 (31 December 2023: TL 487.275) arising from the translation of the financial statements of Bahrain branch of the Parent Bank to Turkish Lira in accordance with TAS 21 has been recorded under “Other Accumulated Comprehensive Income That Will Be Reclassified in Profit or Loss”.

In order to hedge the foreign exchange rate risk arising from the foreign currency subsidiaries of the DFS Group, a net investment hedging strategy is applied. The same amounts of foreign currency deposits are designated as hedging instruments and the effective portion of the change caused by the change in exchange rate of these financial liabilities is recognised in hedge funds account under equity.

III. Information regarding the consolidated subsidiaries

Consolidated financial statements have been prepared in accordance with TFRS 10, the “Turkish Accounting Standard for Consolidated Financial Statements”.

Deniz Yatırım Menkul Değerler A.Ş. (Deniz Yatırım), Eurodeniz International Banking Unit Ltd. (Eurodeniz), Deniz Portföy Yönetimi A.Ş. (Deniz Portföy), Denizbank AG, JSC Denizbank, Deniz Finansal Kiralama A.Ş. (Deniz Leasing), Deniz Faktoring A.Ş. (Deniz Faktoring), Deniz Gayrimenkul Yatırım Ortaklığı A.Ş. (Deniz GYO) CR Erdberg Eins GmbH & Co KG (CR Erdberg) and Fastpay Elektronik Para ve Ödeme Hizmetleri A.Ş. (“Fastpay”) shares of which are owned directly or indirectly by the Parent Bank are the subsidiaries included to the full scope consolidation.

DFS Funding Co. is the structured entity established for the Parent Bank’s securitization transactions, and consolidated in the accompanying consolidated financial statements. The Parent Bank or any of its subsidiaries do not have any shareholding interests in this company.

Among the subsidiaries of the Parent Bank, Intertech Bilgi İşlem ve Pazarlama Ticaret A.Ş. (“Intertech”) and Deniz Kültür Sanat Yayıncılık Ticaret ve Sanayi A.Ş. (“Deniz Kültür”) and its affiliate controlled together, Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş. (“Bantaş”); Intertech’s subsidiary Açık Deniz Radyo ve Televizyon İletişim Yayıncılık Ticaret ve Sanayi A.Ş. and Neohub Teknoloji Yazılım Pazarlama ve Danışmanlık A.Ş.; Deniz Yatırım’s subsidiary Ekspres Gayrimenkul Turizm Yatırım İşletme ve Ticaret A.Ş. (“Ekspres Gayrimenkul”); Denizbank AG’s subsidiary Deniz Immobilien Service GmbH (“Deniz Immobilien”) have not been included to the consolidation since they are non-financial subsidiaries.

Important changes in consolidated subsidiaries during the period

None.

Consolidation principles of the subsidiaries

Subsidiaries are the entities whose capital or management is controlled directly or indirectly by the Parent Bank. Subsidiaries are consolidated through the full consolidation method.

Control is considered as possessing power of the Bank over an investment in a legal entity, being exposed to variable returns due to its relationship with the legal entity invested, or having the right to use in these returns, and having the ability to use its power over the investee to influence the amount of returns.

This method aims to combine hundred percent of the assets, liabilities, income, expenses and off-balance sheet items of the subsidiaries included in the consolidated financial statements with the assets, liabilities, income, expenses and off-balance sheet items of the Parent Bank and to present minority rights as separate items in the balance sheet and the statement of profit or loss.

The carrying amount of the Parent Bank’s investment in each subsidiary has been settled with the portion of the Parent Bank in the equity of the subsidiaries.

All intercompany transactions and intercompany balances between the consolidated subsidiaries and the Parent Bank are eliminated.

Financial statements used in the consolidation are prepared as of 31 March 2024 and in order to ensure the application of the identical accounting policies for similar transactions and events in similar circumstances, necessary adjustments were made on these financial statements of the subsidiaries considering the materiality level.

IV. Explanations on forward and option contracts and derivative instruments

DFS Group's derivative transactions mainly consist of foreign currency and interest rate swaps, foreign currency options and foreign currency forward contracts.

In accordance with TFRS 9, forward foreign currency purchase/sale contracts, swaps, options and futures are classified as "Derivative Financial Assets/Liabilities at Fair Value Through Profit or Loss". Derivative transactions are recorded with their fair values at contract date. Also, the notional amounts of liabilities and assets arising from the derivative transactions are recorded in off-balance sheet items at their contractual amounts.

Derivative transactions are valued at fair value subsequent to initial recognition and are presented in the "Derivative Financial Assets/Liabilities at Fair Value Through Profit or Loss" items of the consolidated balance sheet depending on the positive or negative fair value amounts. Gains and losses arising from the change in the fair value are recognised in the statement of profit or loss. Fair value of derivatives are calculated either by marking the fair values in the market or by using the discounted cash flow model.

V. Explanations on interest income and expenses

Interest income and expenses are recognised by applying the effective interest method. DFH Group tracks the accruals and rediscounts of non-performing receivable balances until the moment they are transferred to the follow-up accounts in the loan accrual/rediscount accounts in accordance with the Uniform Chart of Accounts ("UCA"). After loans are classified as non-performing loans, no rediscount calculation is made.

VI. Explanations on fee and commission income and expenses

Fee and commission income and expenses are recognised on an accrual basis or via effective interest method and in accordance with TFRS 15 "Revenue from Customer Contracts Standard" and with their nature, other than the fee and commission incomes in respect of certain banking transactions which are recognized as income as they are collected. Incomes gained through contracts or through services related to transactions such as the purchase or sale of assets for a third real or legal person are recognised as income at the time of collection.

VII. Explanations on financial assets

DFS Group classifies and recognises its financial assets as "Financial Assets at Fair Value through Profit / Loss", "Financial Assets at Fair Value through Other Comprehensive Income" or "Financial Assets measured at amortised cost". These financial assets are recognised or derecognised in accordance with the "Recognition and Derecognition from Financial Statements" under the third section of TFRS 9 regarding the classification and measurement of financial instruments, published in the Official Gazette dated 19 January 2017 and numbered 29953 by POA. Financial assets are measured at their fair values at initial recognition in the financial statements. In the initial 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.

DFS Group includes a financial asset in the statement of financial position only when it becomes a party to the contractual terms of the financial instrument. During the initial recognition of a financial asset the business model determined by the Parent Bank management and the nature of the contractual cash flows of the financial asset are taken into consideration. When the business model determined by the Parent Bank management is changed, all affected financial assets are reclassified and reclassification is applied prospectively. In such cases, no adjustments are made to the gain, loss or interest previously recognised in the financial statements.

a. Financial assets at fair value through profit or loss

"Financial assets at fair value through profit or loss" are financial assets other than those are managed with business model that aims to hold to collect contractual cash flows or business model that aims to collect both the contractual cash flows and cash flows arising from the sale of the assets; and if the contractual terms of the financial asset do not lead to cash flows representing solely payments of principal and interest at certain date; that are either acquired for generating a profit from short term fluctuations in prices or are financial assets included in a portfolio aiming to short-term profit making. Financial assets the fair value through profit or loss are initially recognised at fair value and remeasured at their fair value after initial recognition. All gain and loss arising from these valuations are reflected in the statement of profit or loss.

b. Financial assets at fair value through other comprehensive income

In addition to Financial assets within a business model that aims to hold to collect contractual cash flows and aims to hold to sell, financial asset with contractual terms that lead to cash flows those are solely payments of principal and interest at certain dates are classified as fair value through other comprehensive income.

Financial assets at fair value through other comprehensive income are recognised by adding transaction cost to acquisition cost reflecting the fair value of the financial asset.

After the recognition, financial assets at fair value through other comprehensive income are remeasured at fair value. Interest income calculated with effective interest rate method arising from financial assets at fair value through other comprehensive income and dividend income from equity securities are recorded to statement of profit or loss. "Unrealised gains and losses" arising from the difference between the amortised cost and the fair value of financial assets at fair value through other comprehensive income are not reflected in the statement of profit or loss of the period until the acquisition of the asset, sale of the asset, the disposal of the asset, and impairment of the asset and they are accounted under the "Other Accumulated Comprehensive Income or Expense to be Reclassified through Profit or Loss" under shareholders' equity. When these securities are collected or disposed, the accumulated fair value differences reflected in the equity are reflected to the statement of profit or loss.

Equity securities, which are classified as financial assets at fair value through other comprehensive income, that have a quoted market price in an active market and whose fair values can be reliably measured are carried at fair value. Equity securities that do not have a quoted market price in an active market and whose fair values cannot be reliably measured are carried at cost, less provision for impairment.

During initial recognition, the entity may make an irrevocable decision to present subsequent changes in the fair value of the investment in an equity instrument that is not held for trading purposes under the other comprehensive income. If this decision is made, dividends received from such investment are recognised under profit or loss in the financial statements.

c. Financial assets measured at amortised cost

When the financial assets are held under business model aimed to collect contractual cash flows and contractual terms of the financial assets include solely payments of principal and interest in certain dates, the financial asset is classified as financial assets measured at amortised cost.

Financial assets measured at amortised cost are initially recognised at acquisition cost including the transaction costs which reflect the fair value of those instruments and subsequently recognised at amortised cost by using "effective interest rate (internal rate of return) method" following their recognition. Interest income obtained from financial assets measured at amortised cost is accounted in the statement of profit or loss.

Parent Bank's portfolio of financial assets at fair value through other comprehensive income and the financial assets measured at amortised cost includes CPI indexed government bonds with a maturity of 5 - 10 years and which the real coupon rates of 6 months are fixed throughout the maturity. As stated by the undersecretariat of Treasury in CPI indexed investor guide, the reference indexes used in the calculation of the actual coupon payment amounts of these securities are formed according to the CPI indexes of two months prior to the coupon payment date. The Parent Bank predicts the estimated inflation rate in parallel to those. The estimated inflation rate used is updated when necessary during the year. In this context, as of 31 March 2024, the valuation of these securities was made according to the annual forecast of 45% inflation.

VIII. Explanations on expected credit loss

As of 1 January 2018, the Bank allocates provision for expected credit loss on financial assets measured at amortised cost and measured at fair value through other comprehensive income, also loan commitments and non-cash loans that are not carried at fair value through profit or loss in accordance with TFRS 9 'Financial Instruments' standard requirements according to the "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" published in the Official Gazette dated 22 June 2016 numbered 29750.

The provision for expected credit loss is weighted according to the probabilities determined by taking into consideration possible results and reflects the time value of money as an unbiased amount, past events, current conditions and forecasts of future economic conditions as reasonable and supportable information that can be obtained without incurring excessive cost or effort at the reporting date.

According to TFRS 9, it is evaluated whether there is a significant increase in credit risk at each reporting date after the initial recognition of each financial instrument for which impairment is required to be evaluated.

The provision for expected credit loss calculation is performed to estimate the loss that the financial instrument will incur in the case of default.

Financial instruments are allocated to one of the following stages due to the deterioration in loan quality at initial recognition:

Stage 1: Financial instruments for which a 12-month provision for expected credit loss is calculated and no significant increase in credit risk is detected;

Stage 2: Financial instruments with a significant increase in credit risk and the provision for expected credit loss calculated for lifetime;

Stage 3: Impaired, non-performing (defaulted) loans.

Significant increase in credit risk

Qualitative and quantitative evaluations are made in determining the significant increase in credit risk.

Qualitative evaluation:

If any of the following conditions are met as a result of qualitative evaluation, the relevant financial asset is classified as Stage 2 (significant increase in credit risk).

As of the reporting date,

- Lifetime expected credit losses are applied on an account basis for customers whose delay reaches 30 days. The Bank does not enforce this estimate only when it has positive, reasonable and supportable information about the customer repayment.
- In case a loan is restructured, it is monitored in Stage 2 during the monitoring period specified in the relevant regulations starting from the date of structuring. At the end of the monitoring period, if there is no significant deterioration in the loan, the transaction can be moved back to Stage 1.
- Existence of indemnified non-cash loans are considered as a significant risk increase.

Quantitative evaluation:

The significant increase in credit risk is quantitatively based on comparing the probability of default calculated at the opening of the loan with the probability of default on the same reporting date.

The financial instruments in Stage 1 are financial instruments that has been recognised for the first time in the financial statements or do not have a significant increase in the credit risk after the initial recognition in the financial statements. For these instruments, credit risk impairment provision is calculated as the provision for expected credit loss for 12-month default risk from the reporting date.

After the initial recognition, if a significant increase is observed in the credit risk and result of the provision for credit risk impairment for the financial instruments mentioned in Stage 2 is calculated as the provision for expected credit loss over the default risk through the remaining life from the reporting date.

Financial instruments in Stage 3 are assumed to be defaulted and therefore impaired. For such financial instruments, provision is calculated based on the expected lifetime credit loss.

Loans belonging to customers included in the scope of the “Financial Restructuring Framework Agreement” are classified regardless of the past due days criterion.

The provision for expected credit loss is calculated either as collectively or individually.

Financial instruments bearing common credit risk characteristics are grouped for provision for expected credit loss calculated collectively.

In the Parent Bank, grouping of credit risks according to common characteristics was made according to their ‘risk segments’. The standards for the classification of credit risks by risk segments have been prepared in accordance with the Basel II recommendations for the assessment of capital adequacy based on credit risk in the context of the standard internal rating-based approach (“IRB”). The purpose of classifying credit risks according to risk segments is to determine the approach for analyzing and evaluating credit risk for the relevant risk segment.

The credit risk classification is as follows:

- Segment classification for non-retail loans are made based on all risks of the counterparty and the loan products requested by the counterparty, at the counterparty level and it is ensured that a counterparty is classified in a single risk segment;
- Segment classification for retail loans is based on both product level and counterparty characteristics. This means that counterparty’s credit risks can be classified into different risk segments.

The main groupings on the basis of risk segment for the calculation of provision for expected credit loss are as follows:

- Corporate / Commercial loans
- Medium enterprises (ME) loans
- Small enterprises (SE) loans
- Agricultural loans
- Consumer loans
- Mortgage loans
- Vehicle loans
- Overdraft
- Credit cards
- Loans granted to local governments
- Project financing loans
- Central administrations
- Banks

The provision for expected credit loss assessed collectively are calculated by using the components such as exposure at default (EAD), probability of default (PD), loss given default (LGD) and effective interest rate of the loan.

Exposure at default

The amount of default is the expected economic receivable amount at the time of default.

In order to calculate the provision for expected credit loss, the EAD value of each loan is calculated by discounting the expected principal and interest payments from the future dates to the reporting date using the effective interest rate. The loan conversion rate is also applied to the EAD value.

Probability of default

Probability of default indicates the probability of default of the borrower within a certain period of time.

There are two types of PD values calculated in accordance with TFRS 9 requirements:

- 12-month PD: Estimation of the probability of default within 12 months after the reporting date of the financial instrument.
- Lifetime default probability: Estimation of the probability of default over the remaining life of the financial instrument.

The credit ratings, which are the outputs of the internal rating systems used by the Parent Bank in the loan allocation processes are used to classify customers in the calculation of provision for expected credit loss.

Internal rating systems used for non-retail customers are mainly divided into Corporate/Commercial, ME, SE and Agriculture model groups. Internal ratings in the Corporate/Commercial and ME model groups take into account the qualitative evaluation elements along with the quantitative characteristics of the customer such as indebtedness, liquidity and size. Internal ratings in the SE and Agriculture model groups reflect behavioural information, such as the trend of the customer's total limit utilisation rate within the banking sector, overdraft product life at the Parent Bank, or the recent frequency of delays in loan payments.

Internal rating systems for individual customers also differ at the level of Consumer, Mortgage, Vehicle Loans, Overdraft and Credit Card product groups. In order to generate these scores, behavioural data such as customer's trend in limit utilisation rate in the Bank and sector, frequency of current delays, cross-product ownership and payment routine of other products are used.

In the first step, the outputs of internal rating systems for PD calculations in accordance with TFRS 9 are grouped on the basis of risk segments according to common characteristics of credit risks. Retrospective historical default data of these groups have been prepared.

In order to generate reasonable and valid accumulated default rates, a bucket generation analysis has been performed for the default data obtained from the model.

PD curves have been generated by regression method using the suitable statistical distribution from the data obtained for the buckets generated. The resulting PD values have been converted into 'point-in-time' PD values in accordance with TFRS 9 since they represent PD values 'throughout the life cycle'. In the last step, prospective macroeconomic expectations have been reflected in the PD.

For credit risk groups those do not have sufficient historical default data, external default statistics or minimum PD rates in Basel documentation are used.

Internal validation of the process described above is carried out at the end of each year.

Loss given default

Loss given default define the economic loss to be incurred by the debtor in case of default, proportionally.

For the purpose of calculating the provision for expected credit loss, two types of LGD rate are calculated: LGD ratio for the unsecured credit risk and LGD ratio for the secured credit risk.

LGD ratio for unsecured credit risk is calculated by using the Parent Bank's collection data in the previous periods and is grouped on the basis of risk segments according to the common characteristics of credit risks.

The following TFRS 9 requirements have been taken into consideration for the LGD ratio calculation for unsecured credit risk:

- Long-term LGD is used (excluding regression effect is excluded)
- Conservative approach is excluded, if any
- Indirect costs are excluded, if any
- The figures obtained are discounted by the effective interest rate

The LGD ratio for secured loan risk is calculated by considering the collateral structure for each loan. To calculate this ratio, the consideration rates and liquidation periods for each type of collateral and effective interest rates of the loan to which the collateral belongs are used are determined by the Parent Bank for each type of collateral. Historical data have been used to determine the relevant consideration rates and liquidation periods; if these data are not available, the best estimates are used.

For unsecured credit risk groups that do not have sufficient historical collection data, the standard rate in Basel documentation is used.

Internal validation of the process described above is carried out at the end of each year.

Effective interest rate

The effective interest rate is the discount rate that equals the future expected cash payments and collections those are expected to occur over the expected life of the financial asset or liability to the gross carrying amount of the financial asset or the amortised cost of the financial liability.

Discrete (individual) assessment

In addition to the provision for expected credit loss collectively calculated, a provision for expected credit loss based on the individual evaluation of the financial instruments exceeding a certain risk or within the scope determined by the Bank management are calculated. The calculation has been performed using at least two scenarios for each financial instrument in accordance with the discounted cash flow method in accordance with the "Guidelines on the Calculation of Provision for Expected Credit Loss under TFRS 9" announced by BRSA to banks on 26 February 2018 and the internal policies. The final provision for expected credit loss of the financial instrument is calculated by weighing the provision for expected credit loss calculated for the related scenarios with the probability of occurrence of these scenarios.

Apart from the expected loan loss provisions, the affected portfolios are determined and additional expected loan loss provisions are calculated in order not to ignore the extraordinary situations that did not occur during the consideration periods of the Bank's model.

Low credit risk

In accordance with TFRS 9, the financial instrument's credit risk is considered to be low given the fact that the default risk of the financial instrument is low, the borrower has a strong structure to meet the contractual cash flow obligations in the short term, and the negative changes in the economic conditions and operating conditions in the longer term reduce the borrower's ability to fulfil the contractual cash flow obligations, but this is not considered to be happening in a large context.

It has not been concluded that financial instruments have a low credit risk only if the risk of loss of the financial instruments is considered low because of the value of the collateral and if the credit risk of the related financial instrument is not considered low without this collateral.

Furthermore, it is not considered that the financial instruments have low credit risk just because the establishment has less risk than other financial instruments or the credit risk of the region in which it operates.

In the case of low risk determination of any financial instrument and also assuming that the loan risk does not increase significantly after the first recognition in the financial statements, the relevant financial instrument is evaluated in Stage 1.

Financial instruments considered as having low credit risk under TFRS 9 are as below:

- Receivables from CBRT.
- Risks where the counterparty is the Republic of Turkey’s Treasury
- Loans granted to subsidiaries of the main shareholder
- Transactions with banks with AAA rating

Forward macroeconomic information

The Parent Bank uses models to reflect macroeconomic expectations in the assessment of significant increase in credit risk and expected credit loss calculation. These models differ according to risk segments and products. In forward-looking expectations, three different scenarios as base, pessimistic and optimistic are taken into account in proportion to their assigned realization probabilities. For periods beyond the macroeconomic forecast length, the long-term average of default is included in the calculation.

Macroeconomic variables considered in the models used; Gross Domestic Product (GDP) growth rate, unemployment rate, 3-month Treasury bill yield rate, 5-year CDS Premium, USDTRY and EURTRY parities. Models are reviewed annually, renewed for segments deemed necessary and subjected to validation process.

The Parent Bank has reflected its future expectations to the expected credit loss calculation in the financial statements, with the current economic conditions taking into account possible different scenarios and management evaluation. The work carried out will be reviewed periodically in the future and updated according to expectations.

Participation of senior management in TFRS 9 processes

Within the scope of the internal systems, risk management, corporate governance and regulations on the classification of loans and reliable loan risk applications issued in accordance with Banking Law No. 5411 and pursuant to the Article 20 of the “Regulation on Procedures and Principles Regarding Classification of Loans and Provisions to be Reserved” published in the Official Gazette dated 22 June 2016 and No. 29750, ‘TFRS 9 Management Committee’ has been established in accordance with the “Guidelines on the the Calculation of Provision for Expected Credit Loss under TFRS 9“ (‘Good Practice Guide’) prepared by BRSA.

In accordance with TFRS 9, the Committee is responsible for the control of the classification and measurement of financial instruments, the approval of business models, and the control of an adequate calculation of the provision for expected credit loss. Committee is also responsible for controlling the establishment and maintenance of the Parent Bank’s current policies and processes in accordance with TFRS 9 and related good practice guidelines.

The Committee is responsible for ensuring that the provision for expected credit loss are based on reliable and robust methods, that these methods are documented, developed, timely updated and are properly accounted.

The members of the Committee are Executive Board Member responsible for Loans, Assistant General Manager responsible for Financial Affairs, Assistant General Managers responsible for the duties of the Board Member responsible for loans and Assistant General Manager responsible for Risk.

IX. Explanations on offsetting financial instruments

Financial assets and liabilities are presented on a net basis on the balance sheet when the Group has a legally enforceable right to offset the recognised amounts and there is an intention to collect/pay the related financial assets and liabilities on a net basis, or to realise the asset and settle the liability simultaneously.

X. Explanations on sale and repurchase agreements and transactions related to the lending of securities

Government bonds and treasury bills sold to customers under repurchase agreements are classified under “Financial Assets at Fair Value through Profit or Loss”, “Financial Assets at Fair Value through Other Comprehensive Income” and “Financial Assets Measured at Amortised Cost” according to the purpose of retaining the asset in the accompanying consolidated balance sheet and are subjected to valuation as per the valuation principles of the relevant portfolio. Funds obtained from repurchase agreements are presented in the liabilities of the consolidated balance sheet in “Receivables from money market” line. The accrual amounts corresponding to the period is calculated for the part of the difference between the sales and repurchase prices determined by the relevant repo agreements. Accrued interest expenses calculated for funds obtained from repurchase agreements are presented in “Due to money markets” account in liability part of the consolidated balance sheet.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.c*

Securities purchased with resale commitments are presented under “Due from money markets” line in the balance sheet. The accrual amounts for the corresponding part to the period of the resale and repurchase price difference determined in reverse repurchase agreements are calculated using the effective interest method. The Parent Bank has no securities which are subject to borrowing activities.

XI. Explanations on non-current assets held for sale and from discontinued operations and liabilities related to these assets

Non-current asset held-for-sale consist of tangible assets acquired with respect to non-performing loans, and are recognised in the financial statements in accordance with “TFRS 5 Turkish Financial Reporting Standard for Assets Held for Sale and Discontinued Operations”.

A discontinued operation is a part of a bank that is either disposed of or classified as held for sale. It refers to a separate main line of business or geographical region of activities. It is part of the sale of a separate main line of business or geographical area of activities under a coordinated plan alone or a subsidiary acquired exclusively with a view to resale.

Eurodeniz International Banking Unit Ltd., one of the Bank's subsidiaries, has entered into the liquidation process. Until the liquidation process is completed, it is classified under the discontinued operations lines in the financial statements.

	Current Period	Prior Period
Assets/Liabilities Related to Discontinued Operations		
Loans (Net)	--	--
Other	--	--
Assets Related to Discontinued Operations	--	--
Deposits		
Liabilities Related to Discontinued Operations	--	--
	Current Period	Prior Period
Income and Expenses from Discontinued Operations		
Net interest income	--	1.300
Net fees and commission income	--	(1)
Trading profit/loss net	--	4.258
Other operating income	--	963
Expected credit loss (-)	--	167
Other operational expenses	--	1.702
Profit/loss before tax from discontinued operations	--	4.651
Deferred tax expense from discontinued operations	--	851
Discontinued Operations Net Profit/Loss for the Period	--	3.800

XII. Explanations on goodwill and other intangible assets

a. Goodwill

Goodwill represents the excess of the total acquisition costs over the shares owned in the net assets of the acquired company at the date of acquisition. The “net goodwill” resulted from the acquisition of the investment and to be included in the consolidated balance sheet, is calculated based on the financial statements of the investee company as adjusted according to the required accounting principles. Assets of the acquired company which are not presented on financial statements but separated from goodwill at fair values of tangible assets (credit card brand value, customer portfolio etc.) and/or contingent liabilities to financial statements in process of acquisition.

In accordance with “TFRS 3 - Business Combinations”, the goodwill is not amortised, instead it is annually tested for impairment or more frequently when changes in circumstances indicate impairment according to “Turkish Accounting Standard 36 (TAS 36) - Impairment of Assets”.

b. Other intangible assets

Intangible assets are initially recognised in accordance with TAS 38 “Intangible Fixed Assets” at the cost value including acquisition costs and other direct expenses necessary to make the asset usable. Intangible assets are valued at amounts remaining after deducting accumulated depreciation and any accumulated impairment losses from the cost value in the period following their recognition.

Intangible fixed assets consist of software programs, license rights, data/telephone lines and the customer portfolio values of credit cards and individual loans.

Intangible fixed assets acquired before 1 January 2003 and after 31 December 2006 are amortised according to straight-line method, whereas those received between these dates are amortised according to declining balance method. The useful life of the assets is determined by assessing the expected useful life of the asset, technical, technological or other types of obsolescence and maintenance costs necessary to obtain the expected economic benefit from the asset.

Maintenance costs related to the computer software currently in use are expensed in the period in which they occur.

XIII. Explanations on tangible assets

DFS Group has passed to revaluation model from cost model in the framework of TAS 16 “Tangible Fixed Assets” in valuation of properties in use as of 31 December 2016, while it tracks all of its remaining tangible fixed assets by cost model in accordance with TAS 16. Positive differences between property value in expertise reports prepared by licensed valuation firms and net carrying amount of the related property are recorded under equity accounts while negative differences are posted to the statement of profit or loss.

	Estimated Economic Life (Year)	Depreciation Rate %
Movables		
- Office machinery	4	10 - 50
- Furniture and fixtures	5	10 - 50
- Motor vehicles	5	20 - 50
- Other equipment	10	2,50 - 50
Real estate	50	2 - 3,03

Maintenance and repair costs incurred for a tangible asset are recognised as expense. The capital expenditures which expand the capacity of the tangible asset or increase the future benefit of the asset are capitalized on the cost of the tangible asset.

There are no pledges, mortgages and other measures or commitments given for the purchase of tangible fixed assets.

XIV. Explanations on investment property

Property, and land and buildings held for the purpose of earning rent or appreciation or for both, rather than being used in the production of goods and services or sold for administrative purposes or during the normal course of business are classified as “investment property” and they are valued with fair value method. Any gains or losses arising from changes in the fair value of investment property are recognised in profit or loss in the period in which they are incurred.

Investment property is derecognised through disposal or withdrawal from use and when no future economic benefit is expected from its disposal. Gains or losses arising from the disposal of investment property are recognised in profit or loss in the period in which they occur.

XV. Explanations on leasing transactions

Fixed assets acquired through financial leasing are classified as tangible assets and depreciated in line with the related fixed assets group. The obligations arising from the lease contracts are presented under "Lease Liabilities" under liabilities. Interest expenses and foreign exchange differences related to leasing activities are reflected to the statement of profit or loss.

DFS Group has finance lease transactions as "Lessor" via its subsidiary, Deniz Leasing. The lease receivables related to leased assets are recorded as finance lease receivables. The asset subject to the financial leasing is presented in the balance sheet as receivable equal to the net leasing amount. Interest income is recognised over the term of the lease using the net investment method which reflects a constant periodic rate of return and the unrecognised portion is followed under unearned interest income account.

With the "IFRS 16 Leases" standard effective from 1 January 2019, the difference between operating leases and financial leases has been eliminated and the leasing transactions have been presented under "Liabilities from Leasing Operations".

XVI. Explanations on provisions and contingent liabilities

Specific and general provisions for loans and other receivables as well as the provisions and contingent liabilities other than the provisions for possible risks are recognised in accordance with TAS 37 "Provisions, Contingent Liabilities and Contingent Assets" standard; provisions are recognised immediately when they arise as a result of past events and DFS Group estimates the amount of the liability and reflects this amount in the consolidated financial statements. It is considered "Contingent" in cases where the amount of the obligation cannot be estimated. For contingent liabilities; if the probability of the realisation of the condition is higher than the probability of non-realisation and can be measured reliably, a provision is recognised; and where they are not able to be measured reliably or there is no probability of realisation of the condition or less than the probability of non-realisation, such liabilities are disclosed in the footnotes.

XVII. Explanations on obligations for employee benefits

The Parent Bank recognises employee benefits in accordance with TAS 19 "Employee Benefits" standard.

The Parent Bank in accordance with existing legislation in Turkey, is liable to pay retirement and notice payments to each employee whose employment is terminated due to reasons other than resignation or misconduct. Except to this extent, the Parent Bank is liable to pay severance payment to each employee whose employment is terminated due to retirement, death, military service and to female employees following their marriage within one year leave the job of their own accord pursuant to Article 14 of the Labour Law.

In accordance with TAS 19, DFS Group recognises provision by estimating the present value of the probable future obligation of severance pay. Actuarial gains and losses arising after 1 January 2013 are accounted for under equity in accordance with revised TAS 19.

DFS Group has recognised vacation pay liability amount which is calculated from unused vacation to financial statement as a provision.

XVIII. Explanations on tax applications

a. Current tax

In accordance with the "Law No. 7456 on the Creation of Additional Motor Vehicle Tax for the Compensation of Economic Losses Caused by the Earthquakes Occurring on 6/2/2023 and Amending Certain Laws and the Decree Law No. 375" published in the Official Gazette dated 15 July 2023; the 25% corporate tax rate applicable to banks, financial leasing, factoring, financing and savings finance companies, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies is 30%. The 20% corporate tax rate applicable to other companies has been increased to 25%. The tax rate change in question will be valid for the profits of companies in 2023 and subsequent taxation periods, starting from the returns that must be submitted as of 01/10/2023.

With Tax Procedure Law Circular/115, the deadlines for some tax returns to be submitted as of 1 April 2019 have been extended until a new determination is made. With the said circular, the corporation tax declaration can be declared from the first day of the fourth month to the evening of the last day following the month in which the relevant accounting period is closed.

The provision for corporate tax for the period is reflected as the "Current Tax Liability" in the liabilities and "Current Tax Provision" in the statement of profit or loss.

In accordance with the Corporate Tax Law, carry forward tax losses shown on the declaration can be deducted from the corporate tax base for up to five years. The tax authorities can inspect tax returns and the related accounting records for a retrospective maximum period of five years.

Besides institutions reside in Turkey, dividends paid to the offices or the institutions earning through their permanent representatives in Turkey are not subject to withholding tax. According to the decision no. 4936 of the Presidential Decision published in the Official Gazette no. 31697 dated 22 December 2021, article 94 of the Income Tax Law No. 193 and certain duty rates included in the articles no.15 and 30 of the new Corporate Tax Law no.5520 are revised. In this respect, the withholding tax rate applied to the dividend payments made to non-resident companies, tax-exempt narrow and full taxpayer institutions/real persons, limited and full taxpayer real persons, excluding non-residents who earn income through a workplace or their permanent representative in Turkey is 10%. While applying the withholding tax rates on dividend payments to the foreign based institutions and the real persons, the withholding tax rates covered in the related Avoidance of Double Taxation Treaty are taken into account. Addition of profit to capital is not considered as profit distribution and therefore is not subject to withholding tax.

The foreign subsidiaries of DFS Group that operate in Austria and the Russian Federation are subject to corporate tax rates of 23% and 20%, respectively.

Current tax effects related to transactions recognised directly in equity are also recognised in equity.

According to the TRNC Corporate Tax Law No. 41/1976, as amended, corporate earnings (including foreign corporations) are subject to 10% corporate tax and 15% income tax according to the Income Tax Law. Corporate tax is calculated based on the income earned by taxpayers within an accounting period. The tax base is determined by adding the expenses that are not allowed to be deducted by law to the commercial income of the institutions and by applying the exemptions and deductions in the tax laws. The right of deduction of losses stipulated in the Corporate Tax Law, the right to investment allowances stipulated in the income tax legislation and the depreciation prescribed in the tax legislation are granted to corporations that certify the balance sheet, profit and loss statement and business accounts for the calculation of corporate tax without having them prepared and certified by an accountant and auditor authorized by the Ministry of Finance, and that corporations' rights are not recognized. Tax may be requested to any taxable institution within seven years following the taxation period, in cases where tax has not been assessed in previous years or if it is revealed that tax has been assessed less than the amount required to be paid. Corporate tax returns are declared to the tax office in the April following the closing date of the accounting period. Corporate tax is paid in two equal installments, one in May and the other in October. According to the decision of the TRNC Council of Ministers dated 25 March 2020, provisional taxes are calculated and paid quarterly at a tax rate of 15% on the financial earnings of that year. Provisional taxes paid during the year can be offset against the taxes calculated on that year's annual corporate tax return.

According to the temporary article 33 added to the Tax Procedure Law by Law No. 7352 published in the Official Gazette dated 29 January 2022; It has been considered that the financial statements dated 31 December 2023 will be subject to inflation adjustment regardless of whether the inflation adjustment conditions are met or not. The profit/loss difference resulting from the inflation adjustment will be shown in the previous years' profit/loss account; It has been determined that the previous year's profit determined in this way will not be subject to tax, and the previous year's loss will not be accepted as loss. Although the Banks will apply inflation accounting together with the financial leasing, factoring, savings finance companies, payment and electronic money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance - reinsurance companies, pension companies and other taxpayers within the scope, there will be no tax consequences as a result of the correction in these institutions.

b. Deferred tax

The Group calculates and recognises deferred tax in accordance with TAS 12 "Income Taxes" for the temporary differences between the accounting policies and valuation principles applied and the tax basis determined in accordance with the tax legislation.

The deferred tax assets and liabilities of the entities included in the consolidation have been netted within themselves and have not been netted in the consolidated balance sheet. As a result of this, deferred tax asset amounting to TL 6.493.518 as of 31 March 2024 (31 December 2023: TL 4.441.916) and deferred tax liabilities amounting to TL 1.085.055 (31 December 2023: TL 1.436.432) have been recognised in the accompanying financial statements.

The deferred tax liability is calculated for all taxable temporary differences whereas deferred tax assets arising from deductible temporary differences are calculated provided that it is highly likely to benefit from these differences in the future by generating taxable profit.

Deferred taxes directly related to equity items are recognised and offset in related equity accounts.

In deferred tax calculations, 30% rate is used for corporations in Turkey (31 December 2023: 30%).

c. Transfer pricing

In the framework of the provisions on “Disguised Profit Distribution Through Transfer Pricing” regulated under article 13 of Corporate Tax Law no. 5520, pursuant to the Corporate Tax Law General Communiqué no. 1, which became effective upon its promulgation in the Official Gazette dated 3 April 2007 and numbered 26482, Corporate Tax Law General Communiqué no. 3, which became effective upon its promulgation in the Official Gazette dated 20 November 2008 and numbered 27060, Council of Ministers Decree no. 2007/12888, which became effective upon its promulgation in the Official Gazette dated 6 December 2007 and numbered 26722, Council of Minister Decree no. 2008/13490, which became effective upon its promulgation in the Official Gazette dated 13 April 2008 and numbered 26846, “General Communiqué No. 1 on Disguised Profit Distribution Through Transfer Pricing”, which became effective upon its promulgation in the Official Gazette dated 18 November 2007 and numbered 26704 and “General Communiqué No. 2 on Disguised Profit Distribution Through Transfer Pricing”, which became effective upon its promulgation in the Official Gazette dated 22 April 2008 and numbered 26855, “General Communiqué No. 3 on Disguised Profit Distribution Through Transfer Pricing”, which became effective upon its promulgation in the Official Gazette dated 7 December 2017 and numbered 30263 and the Communiqué on the Amendment of the "General Communiqué on Disguised Profit Distribution through Transfer Pricing" no. 1, which became effective after being published in the Official Gazette dated 01 September 2020 and numbered 31231, profits shall be deemed to have been wholly or partially distributed in a disguised manner through transfer pricing if companies engage in the sales or purchases of goods or services with related parties at prices or amounts defined contrary to the arm’s length principle. Buying, selling, manufacturing and construction operations and services, renting and leasing transactions, borrowing or lending money, bonuses, wages and similar payments are deemed as purchase of goods and services in any case and under any condition.

Corporate taxpayers are obliged to fill in the “The Form on Transfer Pricing, Controlled Foreign Corporation and Thin Capital” regarding the purchases or sales of goods or services they perform with related parties during a fiscal period and submit it to their tax office in the attachment of the corporate tax return.

The taxpayers registered in the Large Taxpayers Tax Administration (Büyük Mükellefler Vergi Dairesi Başkanlığı) must prepare the “Annual Transfer Pricing Report” in line with the designated format for their domestic and cross-border transactions performed with related parties during a fiscal period until the filing deadline of the corporate tax return, and if requested after the expiration of this period, they must submit the report to the Administration or those authorized to conduct tax inspection.

The organizational structure of corporate taxpayers, who are affiliated to the multinational business group and whose asset size in the balance sheet and net sales amount in the income statement are both TL 500 million and above, which are attached to the corporate tax declaration for the previous accounting period, the definition of the business activities, the intangible rights they have, it is obligatory to prepare the general report containing the financial transactions of the group and the financial and tax status of the group for the previous year until the end of the current year and submit it to the Administration or those authorized to conduct tax inspections, if requested. According to the consolidated financial statements of the previous accounting period from the reported accounting period, total consolidated group income of EUR 750 million and over multinational enterprises resident group in Turkey ultimate parent company or proxy business, the reported accounting period's income until the end of twelfth month, before tax it prepares a country-based report including profit / loss, accrued and paid corporate tax, capital, previous year profits, number of employees and tangible assets other than cash and cash equivalents, and submits it to the Administration electronically.

XIX. Additional explanations on borrowings

Borrowings are initially recognised at cost representing their fair value and remeasured at amortised cost based on the internal rate of return at next periods. Foreign currency borrowings have been translated using the foreign currency buying rates of the Parent Bank at the balance sheet date. Interest expense incurred for the period has been recognised in the accompanying financial statements.

General hedging techniques are used for borrowings against liquidity and currency risks. The Parent Bank, if required, borrows funds from domestic and foreign institutions. The Parent Bank also borrows funds in the forms of syndication loans and securitization loans from foreign institutions.

XX. Explanations on issuance of share certificates

In 2024 and 2023, the Parent Bank does not have issuance of share certificates.

XXI. Explanations on bill of guarantee and acceptances

Bill of guarantee and acceptances are followed-up as off-balance sheet liabilities as possible debts and commitments. Cash transactions regarding guarantee and acceptances are realised simultaneously with the customer payments.

As of the balance sheet date, there are no bill of guarantee and acceptances shown as liability against assets.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.c*

XXII. Explanations on government incentives

As of the balance sheet date, DFS Group does not have any government incentives used.

XXIII. Explanations on segment reporting

Segment reporting is presented in Section Four, note XII.

XXIV. Explanations on other matters

None.

XXV. Classifications

Explanation is given in Section Three, note XI.

SECTION FOUR

INFORMATION ON CONSOLIDATED FINANCIAL STRUCTURE AND RISK MANAGEMENT

I. Explanations related to the consolidated shareholders' equity

Capital and capital adequacy ratio are calculated in accordance with the "Regulation on Equities of Banks" and "Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks".

With the decision of BRSA numbered 10747 dated 12 December 2023, to be implemented as of 1 January 2024;

If the net valuation differences of the securities owned by banks in the " Financial Assets at Fair Value Through Other Comprehensive Income" portfolio are negative as of 1 January 2024, these differences will be calculated in accordance with the Regulation on Banks' Equity published in the Official Gazette dated 5 September 2013 and numbered 28756 and to be taken into account in the equity amount to be used for the capital adequacy ratio, to continue to apply the existing provisions of the said Regulation for " Financial Assets at Fair Value Through Other Comprehensive Income" acquired after 1 January 2024,

In the calculation of the amount subject to credit risk in accordance with the Regulation on Measurement and Evaluation of Capital Adequacy of Banks, published in the Official Gazette dated 23 October 2015 and numbered 29511, specified in the Board Decision No. 10496 dated 31 January 2023; the application for using the foreign exchange buying rate of the Central Bank of the Republic of Turkey (Central Bank) as of 30 December 2022, calculating the valued amounts of monetary assets and non-monetary assets, other than items in foreign currency measured in historical cost, in accordance with Turkish Accounting Standards and the relevant special provision amounts implemented as of 1 January 2024, it was decided to continue using the Central Bank foreign exchange buying rate of 26 June 2023 until a Board Decision to the contrary is taken.

As of 31 March 2024 the equity of the Group amounts to TL 132.114.739 (31 December 2023: TL 118.000.985) while its capital adequacy standard ratio is 14,66% (31 December 2023: 16,47%).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.c

a. Components of consolidated equity items

	Current Period 31 March 2024	Prior Period 31 December 2023
COMMON EQUITY TIER I CAPITAL		
Paid-in capital following all debts in terms of claim in liquidation of the Bank	5.696.100	5.696.100
Share issue premiums	15	15
Reserves	60.290.160	32.431.354
Gains recognised in equity as per TAS	26.369.844	24.179.897
Profit	14.423.639	30.662.157
Current Period Profit	11.639.267	27.874.186
Prior Period Profit	2.784.372	2.787.971
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled partnerships and cannot be recognised within profit for the period	2.910	2.910
Minorities' Share	524.740	497.358
Common Equity Tier I Capital Before Deductions	107.307.408	93.469.791
Deductions from Common Equity Tier I Capital		
Common Equity as per the 1st clause of Provisional Article 9 of the Regulation on the Equity of Banks	--	--
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	3.080.980	2.076.232
Improvement costs for operating leasing	217.472	216.019
Goodwill (net of related tax liability)	--	--
Other intangibles other than mortgage-servicing rights (net of related tax liability)	3.699.318	2.933.623
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	--	--
Differences are not recognised at the fair value of assets and liabilities subject to hedge of cash flow risk	--	--
Communiqué Related to Principles of the amount credit risk calculated with the Internal Ratings Based Approach, total expected loss amount exceeds the total provision	--	--
Gains arising from securitization transactions	--	--
Unrealised gains and losses due to changes in own credit risk on fair valued liabilities	--	--
Defined-benefit pension fund net assets	--	--
Direct and indirect investments of the Bank in its own Common Equity	--	--
Shares obtained contrary to the 4th clause of the 56th Article of the Law	--	--
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank	--	--
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	--	--
Portion of mortgage servicing rights exceeding 10% of the Common Equity	--	--
Portion of deferred tax assets based on temporary differences exceeding 10% of the Common Equity	--	--
Amount exceeding 15% of the common equity as per the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks	--	--
Excess amount arising from the net long positions of investments in common equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital	--	--
Excess amount arising from mortgage servicing rights	--	--
Excess amount arising from deferred tax assets based on temporary differences	--	--
Other items to be defined by the BRSA	--	--
Deductions to be made from common equity due to insufficient Additional Tier I Capital or Tier II Capital	--	--
Total Deductions From Common Equity Tier I Capital	6.997.770	5.225.874
Total Common Equity Tier I Capital	100.309.638	88.243.917
ADDITIONAL TIER I CAPITAL		
Preferred Stock not Included in Common Equity and the Related Share Premiums	--	--
Debt instruments and premiums approved by BRSA	--	--
Debt instruments and premiums approved by BRSA (Temporary Article 4)	--	--
Third parties' share in the Additional Tier I capital	--	--
Third parties' share in the Additional Tier I capital (Temporary Article 3)	--	--
Additional Tier I Capital before Deductions	--	--
Deductions from Additional Tier I Capital		
Direct and indirect investments of the Bank in its own Additional Tier I Capital	--	--
Investments of Bank to Banks that invest in Bank's additional equity and components of equity issued by financial institutions with compatible with Article 7. -	--	--
Total of Net Long Positions of the Investments in Equity Items of Consolidated 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 -	--	--
The Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital of Consolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital -	--	--
Other items to be defined by the BRSA	--	--
Transition from the Core Capital to Continue to deduce Components		
Goodwill and other intangible assets and related deferred tax liabilities which will not be deducted from Common Equity Tier I capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	--	--
Net deferred tax asset/liability which is not deducted from Common Equity Tier I capital for the purposes of the sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	--	--
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	--	--
Total Deductions From Additional Tier I Capital	--	--
Total Additional Tier I Capital	--	--
Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)	100.309.638	88.243.917

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.c

TIER II CAPITAL		
Debt instruments and share issue premiums deemed suitable by the BRSA	21.759.235	21.703.301
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	--	--
Third parties' share in the Tier II Capital	--	--
Third parties' share in the Tier II Capital (Temporary Article 3)	--	--
Provisions (Article 8 of the Regulation on the Equity of Banks)	10.066.307	8.082.534
Tier II Capital Before Deduction	31.825.542	29.785.835
Deductions From Tier II Capital		
Direct and indirect investments of the Bank on its own Tier II Capital (-)	--	--
Investments of Bank to Banks that invest on Bank's Tier II and components of equity issued by financial institutions with the conditions declared in Article 8.	--	--
Portion of the total of net long positions of investments made in Additional Tier I Capital item of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	--	--
Portion of the total of net long positions of investments made in Additional Tier I Capital item of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	--	--
Other items to be defined by the BRSA (-)	--	--
Total Deductions from Tier II Capital	--	--
Total Tier II Capital	31.825.542	29.785.835
Total Capital (The sum of Tier I Capital and Tier II Capital)	132.135.180	118.029.752
Deductions from Total Capital		
Deductions from Capital Loans granted contrary to the 50th and 51th Article of the Law	--	--
Net Book Values of Movables and Immovables 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	20.441	28.767
In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Download Components		
The Sum of net long positions of investments (the portion which exceeds the 10% of Banks Common Equity) in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity which will not be deducted from Common Equity Tier I capital, Additional Tier I of the issued common share capital of the entity which will not be deducted from Common Equity Tier I capital, Additional Tier I capital, Tier II capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	--	--
The Sum of net long positions of investments in the Additional Tier I capital and Tier II capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity which will not be deducted from Common Equity Tier I capital, Additional Tier I capital, Tier II capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	--	--
The Sum of net long positions of investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity, mortgage servicing rights, deferred tax assets arising from temporary differences which will not be deducted from Common Equity Tier I capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	--	--
TOTAL CAPITAL		
Total Capital ((The sum of Tier I Capital and Tier II Capital)	132.114.739	118.000.985
Total risk weighted amounts	901.013.598	716.464.034
CAPITAL ADEQUACY RATIOS		
Core Capital Adequacy Ratio (%)	11,13	12,32
Tier I Capital Adequacy Ratio (%)	11,13	12,32
Capital Adequacy Ratio (%)	14,66	16,47
BUFFERS		
Total additional Common Equity Tier I Capital requirement ratio	2,720	2,720
Bank specific total common equity tier I capital ratio (%)	2,500	2,500
Capital conservation buffer requirement (%)	0,220	0,220
Systemic significant bank 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 (%)	1,152	1,587
Amounts below the Excess Limits as per the Deduction Principles		
Portion of the total of net long positions of investments in equity items of Consolidated 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	--	--
Portion of the total of investments in equity items of Consolidated 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	--	--
Amount arising from mortgage-servicing rights	--	--
Amount arising from deferred tax assets based on temporary differences	--	--
Limits related to provisions considered in Tier II calculation		
General provisions for standard based receivables (before one hundred twenty five in ten thousand limitation)	24.405.180	24.043.169
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	10.066.308	8.082.534
Excess amount of total provision amount to credit risk Amount of the Internal Ratings Based Approach in accordance with the Communiqué on the Calculation	--	--
Excess amount of total provision amount to 0,6% of risk weighted receivables of credit risk Amount of the Internal Ratings Based Approach in accordance with the Communiqué on the Calculation	--	--
Debt instruments subjected to Article 4 (to be implemented between 1 January 2018 and 1 January 2022)		
Upper limit for Additional Tier I Capital subjected to temporary Article 4	--	--
Amounts Excess the Limits of Additional Tier I Capital subjected to temporary Article 4	--	--
Upper limit for Additional Tier II Capital subjected to temporary Article 4 ⁽¹⁾	--	--
Amounts Excess the Limits of Additional Tier II Capital subjected to temporary Article 4	--	--

(1) There are no loans included in Tier II capital related to "Temporary Article 4".

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

b. Information on debt instruments included in the calculation of equity

Issuer	ENBD PJSC	ENBD PJSC	ENBD PJSC	ENBD PJSC
Unique identifier (eg CUSIP, ISIN)	Subordinated Loans	Subordinated Loans	Subordinated Loans	Subordinated Loans
Governing law(s) of the instrument	"Regulations on Banks' Equity" dated 5 September 2013.	"Regulations on Banks' Equity" dated 5 September 2013.	"Regulations on Banks' Equity" dated 5 September 2013.	"Regulations on Banks' Equity" dated 1 November 2006.
Regulatory treatment				
Subject to 10% deduction as of 1/1/2015	Not Deducted	Not Deducted	Not Deducted	Not Deducted
Eligible at solo/group/group&solo	Eligible	Eligible	Eligible	Eligible
Instrument type	Loan	Loan	Loan	Loan
Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	4002	4843	7748	5166
Par value of instrument (Currency in mil)	4002	4843	9686	6457
Accounting classification	3470102	3470102	3470102	3470102
Original date of issuance	30.09.2014	30.04.2014	31.01.2014	30.09.2013
Perpetual or dated	Dated	Dated	Dated	Dated
Original maturity date	15 years	15 years	15 years	15 years
Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes
Optional call date, contingent call dates and redemption amount	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full on condition that it is at fifth years of the loan is given.	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full on condition that it is at fifth years of the loan is given.	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full or partially at any time before the planned repayment date, on condition that it is at least 5 years after the loan is given.	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full or partially at any time before the planned repayment date, on condition that it is at least 5 years after the loan is given.
Subsequent call dates, if applicable	None.	None.	None.	None.
Coupons/Dividends				
Fixed or floating dividend/coupon	Fixed	Fixed	Fixed	Fixed
Coupon rate and any related index	First five year 6.2%, after IRS +5,64	First five year 7.93%, after IRS +6,12	7.50%	7.49%
Existence of a dividend stopper	None.	None.	None.	None.
Fully discretionary, partially discretionary or mandatory	--	--	--	--
Existence of step up or other incentive to redeem	None.	None.	None.	None.
Noncumulative or cumulative	--	--	--	--
Convertible or non-convertible				
If convertible, conversion trigger (s)	May be fully or partially extinguished principal amount and interest payment liabilities of loan or converted into capital in accordance with the related regulations in the case that the operation authorization of the Bank is revoked or in the event of an occurring possibility that the Bank may be transferred to the Fund.	May be fully or partially extinguished principal amount and interest payment liabilities of loan or converted into capital in accordance with the related regulations in the case that the operation authorization of the Bank is revoked or in the event of an occurring possibility that the Bank may be transferred to the Fund.	May be permanently or temporarily derecognised or converted into capital in accordance with the related regulations in the case that the operation authorization of the Bank is revoked or in the event of an occurring possibility that the Bank may be transferred to the Fund.	May be permanently or temporarily derecognised or converted into capital in accordance with the related regulations in the case that the operation authorization of the Bank is revoked or in the event of an occurring possibility that the Bank may be transferred to the Fund.
If convertible, fully or partially	Convertible fully.	Convertible fully.	Convertible fully.	Convertible fully.
If convertible, conversion rate	--	--	--	--
If convertible, mandatory or optional conversion	--	--	--	--
If convertible, specify instrument type convertible into	--	--	--	--
If convertible, specify issuer of instrument it converts into	--	--	--	--
Write-down feature				
If write-down, write-down trigger(s)	None.	None.	None.	None.
If write-down, full or partial	--	--	--	--
If write-down, permanent or temporary	--	--	--	--
If temporary write-down, description of write-up mechanism	--	--	--	--
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	In the event of the litigation of the Bank, gives the owner the authority to collect the claim after the borrowing instruments to be included in the additional principal capital and after deposit holders and all other claimants.	In the event of the litigation of the Bank, gives the owner the authority to collect the claim after the borrowing instruments to be included in the additional principal capital and after deposit holders and all other claimants.	In the event of the litigation of the Bank, gives the owner the authority to collect the claim after the borrowing instruments to be included in the additional principal capital and after deposit holders and all other claimants.	Gives the owner the right to collect the claim before share certificates and primary subordinated debts and after all other debts.
Whether conditions which stands in article of 7 and 8 of Banks' shareholder equity law are possessed or not	Possessed for Article 8.	Possessed for Article 8.	Possessed for Article 8.	Possessed for Article 8.
According to article 7 and 8 of Banks' shareholders equity law that are not possessed	--	--	--	--

- c. Main differences between "Equity" amount mentioned in the prior tables' equity statements and "Equity" amount in consolidated balance sheet arise from stage 1 and stage 2 loss provisions. The portion of main amount to credit risk of stage 1 and stage 2 loss provisions up to 1,25% considered as supplementary capital in the calculation of "Equity" amount included in equity statement as result of deductions mentioned in scope of Regulation on Equity of Banks. Additionally, Losses reflected to equity are determined through excluding losses sourcing from cash flow hedge reflected in equity in accordance with TAS which are subjects of discount from Core Capital. On the other hand, leasehold improvement costs monitored under Plant, Property and Equipment in balance sheet, intangible assets and deferred tax liabilities related to intangible assets and certain other accounts determined by the Board are taken into consideration in the calculation as assets deducted from capital.**

II. Explanations related to the consolidated foreign currency exchange rate risk

a. Foreign exchange rate risk the Group is exposed to, related impact estimations, and the limits set by the Board of Directors of the Parent Bank for positions which are monitored daily

Foreign currency risk arises from the DFS Group's net foreign exchange position arising from foreign currency in balance sheet and off-balance sheet assets and liabilities. Against foreign currency risk, the Bank performs foreign currency transactions, as well as foreign currency transactions. Foreign currency indexed transactions are also accepted in foreign currency in the management of exchange rate risk.

The management and follow-up of currency risk has been handled through separate processes for trading and banking accounts. In the management of the position arising from trading accounts, risk-based value-at-risk limit, position limits, option sensitivity limits and stop loss limits are defined and monitored daily. The limit system was formed in two levels by the Board of Directors and the Asset-Liability Committee.

The ultimate responsibility for the management of currency risk arising from banking accounts lies in the Asset-Liability Committee ("ALCO"). Positions are constantly monitored and transactions are carried out in line with the strategy determined by ALCO. In addition to the legal limits, the limits determined by the Board of Directors on the basis of total and foreign currency are taken into account in managing the exchange rate risk.

b. The magnitude of hedging foreign currency debt instruments and net foreign currency investments by using derivatives

In accordance with TFRS 9, DFS Group applies net investment hedge accounting to avoid foreign currency exchange rate risk arising from translation of its foreign investments in its consolidated financial statements.

Information relating to investment hedge to avoid foreign currency exchange rate risk arising from retranslation of its foreign investments are explained in Section Four, note XI-a.

c. Foreign currency risk management policy

The procedures and principles regarding the management of currency risk have been written down in the Currency Risk Policy. The limit system, which is the most important element of the Bank's risk management policy, is reviewed once a year and approved by the Board of Directors, considering the general economic situation and developments in the markets.

d. The Parent Bank's current foreign exchange buying rates announced to the public as of the financial statement date and for the last five working days before that date

US Dollar purchase rate at the balance sheet date	TL 32,2854
Euro purchase rate at the balance sheet date	TL 34,8023

<u>Date</u>	<u>US Dollar</u>	<u>Euro</u>
25 March 2024	32,0592	34,6819
26 March 2024	32,1005	34,8336
27 March 2024	32,1650	34,8285
28 March 2024	32,2596	34,8189
29 March 2024	32,2854	34,8023

e. The simple arithmetic average of the Parent Bank's current foreign exchange buying rate for the last thirty days from the date of the financial statements

The arithmetical average US Dollar and Euro purchase rates for March 2024 are TL 31,9545 and TL 34,7098 respectively.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

f. Information on currency risk

Current Period	EURO	USD	Other FC ⁽⁵⁾	Total
Assets				
Cash Equivalents and Central Bank	116.687.844	72.105.740	12.486.331	201.279.915
Banks	19.006.915	36.660.781	2.196.577	57.864.273
Financial Assets at Fair Value through Profit or Loss (Net) ⁽¹⁾	1.010.252	4.825.895	3.450.672	9.286.819
Due from Money Markets	--	--	--	--
Financial Assets at Fair Value through Other Comprehensive Income	20.374.334	78.665.166	109.209	99.148.709
Loans ⁽²⁾	196.577.934	82.436.949	5.435.501	284.450.384
Investments in Associates, Subsidiaries and Joint Ventures	1.948	--	--	1.948
Financial Assets Measured at Amortised Cost	--	7.205.236	--	7.205.236
Hedging Derivative Financial Assets	--	--	--	--
Tangible Fixed Assets	1.056.427	99	34.721	1.091.247
Intangible Fixed Assets ⁽³⁾	--	--	--	--
Other Assets ⁽⁴⁾	1.521.493	5.831.754	1.528.564	8.881.811
Total Assets	356.237.147	287.731.620	25.241.575	669.210.342
Liabilities				
Bank Deposits	4.616.284	1.528.225	811.684	6.956.193
Foreign Currency Deposits	181.908.464	169.903.201	36.458.905	388.270.570
Due to Money Markets	15.753.164	65.487.186	--	81.240.350
Funds Borrowed	66.063.829	75.840.483	2.407.068	144.311.380
Securities Issued	6.985.133	58.180.518	1.467.558	66.633.209
Miscellaneous Payables	--	--	--	--
Hedging Derivative Financial Liabilities	--	--	--	--
Other Liabilities ⁽⁶⁾	18.377.868	17.942.490	520.274	36.840.632
Total Liabilities	293.704.742	388.882.103	41.665.489	724.252.334
Net on Balance Sheet Position	62.532.405	(101.150.483)	(16.423.914)	(55.041.992)
Net off-Balance Sheet Position ⁽⁷⁾	(59.333.614)	103.339.999	17.083.290	61.089.675
Financial Derivative Assets	60.363.940	244.907.418	33.699.030	338.970.388
Financial Derivative Liabilities	(119.697.554)	(141.567.419)	(16.615.740)	(277.880.713)
Net Positions	3.198.791	2.189.516	659.376	6.047.683
Non Cash Loans	34.806.024	46.696.262	5.386.240	86.888.526
Prior Period				
Total Assets	290.680.789	250.805.005	17.898.364	559.384.158
Total Liabilities	248.386.442	323.040.602	39.673.766	611.100.810
Net on Balance Sheet Position	42.294.347	(72.235.597)	(21.775.402)	(51.716.652)
Net off-Balance Sheet Position	(48.470.256)	68.791.797	23.901.285	44.222.826
Financial Derivative Assets	36.577.670	155.113.211	34.436.800	226.127.681
Financial Derivative Liabilities	(85.047.926)	(86.321.414)	(10.535.515)	(181.904.855)
Net Positions	(6.175.909)	(3.443.800)	2.125.883	(7.493.826)
Non Cash Loans	36.364.413	43.109.605	3.554.872	83.028.890

(1) : Foreign currency differences of derivative financial assets amounting to TL 4.617.455 are excluded.

(2) : Foreign currency indexed loans amounting to TL 533.035 are included.

(3) : Intangible assets amounting to TL 544.764 are not included.

(4) : Prepaid expenses amounting to TL 446.312 are not included.

(5) : There are gold balances amounting to TL 17.034.943 under total assets and TL 22.114.381 in total liabilities.

(6) : FX equity amounting to TL 39.929.393 and foreign exchange rate differences related to derivative financial liabilities amounting to TL 1.442.934 are not included.

(7) : Net amount of receivables and liabilities from financial derivatives is shown on the table. Spot foreign exchange buy/sale transactions that are reported under the "Asset Purchase Commitments" are included in "Net Off-Balance Sheet Position".

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

III. Explanations related to the consolidated interest rate risk

Interest rate risk arises from mismatch between the repricing dates of the assets, liabilities and off-balance sheet items (for floating-rate products) or maturities (for fixed-rate products). Although this mismatch is a structural situation in the banking system, it may affect the bank's interest income and expense and the economic value of the balance sheet if there are unexpected changes in interest rates.

The ultimate responsibility for managing the interest rate risk is in the Asset and Liability Committee (ALCO). However, the Treasury and Asset Liability and Capital Management units are responsible for identifying the most appropriate strategies for interest rate risk management and recommending them to decision makers. There are limits approved by the Board of Directors for the control of interest rate risk.

a. Interest rate sensitivity of assets, liabilities and off-balance sheet items (In terms of time remaining for repricing):

End of The Current Period	Up to 1 Month	1 - 3 Month	3 - 12 Month	1 - 5 Year	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash Equivalents and Central Bank Banks ⁽¹⁾	8.442.591	874.561	--	--	--	239.056.537	248.373.689
Financial Assets at Fair Value through Profit or Loss	19.428.815	9.515.909	15.274.626	6.805.613	--	11.536.066	62.561.029
Due from Money Markets	400.044	428.499	93.058	4.359.123	131.091	18.307.608	23.719.423
Financial Assets at Fair Value through Other Comprehensive Income	57.547.626	--	--	--	--	--	57.547.626
Loans	10.468.726	14.924.118	27.987.993	36.049.698	45.740.924	2.148	135.173.607
Financial Assets Measured at Amortised Cost ⁽²⁾	253.660.204	85.909.722	166.092.555	101.884.657	23.154.556	8.555.437	639.257.131
Other Assets ⁽³⁾	6.773.694	2.586.940	33.481.763	6.105.714	4.091.771	--	53.039.882
Total Assets	356.721.700	114.239.749	242.929.995	156.456.383	73.118.342	356.192.996	1.299.659.165
Liabilities							
Bank Deposits	4.234.407	1.997.050	891.612	--	--	1.875.988	8.999.057
Other Deposits	240.091.700	111.885.966	180.575.337	28.744.932	357.033	222.131.113	783.786.081
Due to Money Markets	84.609.767	--	--	--	--	--	84.609.767
Miscellaneous Payables	--	--	--	--	--	--	--
Securities Issued	397.353	29.512.594	35.221.580	7.493.441	--	--	72.624.968
Funds Borrowed	18.723.340	62.513.130	47.964.931	16.730.224	8.845.075	--	154.776.700
Other Liabilities ⁽⁴⁾	2.767.481	2.748.252	9.813.797	1.332.585	--	178.200.477	194.862.592
Total Liabilities	350.824.048	208.656.992	274.467.257	54.301.182	9.202.108	402.207.578	1.299.659.165
Balance Sheet Long Position	5.897.652	--	--	102.155.201	63.916.234	--	171.969.087
Balance Sheet Short Position	--	(94.417.243)	(31.537.262)	--	--	(46.014.582)	(171.969.087)
Off-balance Sheet Long Position	--	--	28.298.419	--	3.514.817	--	31.813.236
Off-balance Sheet Short Position	(3.711.336)	(6.960.015)	--	(36.833.398)	--	--	(47.504.749)
Total Position	2.186.316	(101.377.258)	(3.238.843)	65.321.803	67.431.051	(46.014.582)	(15.691.513)

(1) Includes stage 1 and stage 2 provisions for expected credit loss amounting of TL (79.076).

(2) Includes stage 1 and stage 2 provisions for expected credit loss amounting of TL (6.936)

(3) Other assets / non-interest bearing column includes; tangible assets, intangible assets, investment properties, investments in associates, subsidiaries and joint ventures, tax assets, assets to be disposed, the provisions for expected credit loss of other assets and other assets with balances of TL 8.929.704, TL 3.699.318, TL 1.803.313, TL 8.315.743, TL 6.493.518, TL 17.344.196, TL (73.813) and TL 32.223.221, respectively.

(4) Other liabilities / non-interest bearing column includes; shareholders' equity, current tax liabilities, deferred tax liabilities, provisions, derivative financial liabilities and other liabilities amounting to TL 100.269.464, TL 4.870.774, TL 1.085.055, TL 16.561.624, TL 3.362.430 and TL 52.051.130, respectively.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

End of The Prior Period	Up to 1 Month	1 - 3 Month	3 - 12 Month	1 - 5 Year	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash Equivalents and Central Bank	61.849.936	1.051.192	--	--	--	175.904.579	238.805.707
Banks ⁽¹⁾	25.722.668	19.860.188	10.433.151	--	--	18.408.067	74.424.074
Financial Assets at Fair Value through Profit or Loss (Net)	218.447	246.479	59.388	1.326.663	2.426.537	12.233.373	16.510.887
Due from Money Markets	51.909.946	232.841	--	--	--	--	52.142.787
Financial Assets at Fair Value through Other Comprehensive Income	12.460.974	13.055.813	21.883.103	24.871.429	30.707.308	2.072	102.980.699
Loans	217.220.499	91.213.708	142.708.375	83.286.231	26.702.715	8.908.085	570.039.613
Financial Assets Measured at Amortised Cost ⁽²⁾	1.359.493	24.305.524	8.596.790	12.981.168	3.987.452	--	51.230.427
Other Assets ⁽³⁾	--	--	--	1.015.601	--	65.757.341	66.772.942
Total Assets	370.741.963	149.965.745	183.680.807	123.481.092	63.824.012	281.213.517	1.172.907.136
Liabilities							
Bank Deposits	2.968.936	2.297.097	2.498.479	--	--	1.656.754	9.421.266
Other Deposits	234.495.632	123.108.455	152.414.321	24.761.896	477.198	202.626.812	737.884.314
Due to Money Markets	40.128.759	2.597.039	13.293.744	--	--	--	56.019.542
Miscellaneous Payables	--	--	--	--	--	--	--
Securities Issued	400.322	23.450.390	20.907.010	1.736.960	--	--	46.494.682
Funds Borrowed	18.388.906	89.173.267	18.721.642	6.193.123	16.993.189	--	149.470.127
Other Liabilities ⁽⁴⁾	104.066	27.860	10.794.079	901.311	--	161.789.889	173.617.205
Total Liabilities	296.486.621	240.654.108	218.629.275	33.593.290	17.470.387	366.073.455	1.172.907.136
Balance Sheet Long Position	74.255.342	--	--	89.887.802	46.353.625	--	210.496.769
Balance Sheet Short Position	--	(90.688.363)	(34.948.468)	--	--	(84.859.938)	(210.496.769)
Off-balance Sheet Long Position	--	--	15.323.941	--	1.144.291	2.085	16.470.317
Off-balance Sheet Short Position	(1.958.697)	(769.475)	--	(23.726.175)	--	--	(26.454.347)
Total Position	72.296.645	(91.457.838)	(19.624.527)	66.161.627	47.497.916	(84.857.853)	(9.984.030)

(1) Includes stage 1 and stage 2 provisions for expected credit loss amounting of TL (58.970).

(2) Includes stage 1 and stage 2 provisions for expected credit loss amounting of TL (6.657).

(3) Other assets / non-interest bearing column includes; tangible assets, intangible assets, investment properties, investments in associates, subsidiaries and joint ventures, tax assets, assets to be disposed, the provisions for expected credit loss of other assets and other assets with balances of TL 7.779.579, TL 2.933.623, TL 1.591.527, TL 8.315.620, TL 6.326.112, TL 12.120.650, TL (64.896) and TL 26.755.126, respectively.

(4) Other liabilities / non-interest bearing column includes; shareholders' equity, current tax liabilities, deferred tax liabilities, provisions, derivative financial liabilities and other liabilities amounting to TL 90.413.608, TL 3.202.356, TL 1.436.432, TL 16.242.296, TL 2.835.852 and TL 47.359.345, respectively.

b. Average interest rates applied to monetary financial instruments

Current Period - 31 March 2024	EURO %	USD %	Yen %	TL %
Assets				
Cash Equivalents and Central Bank	4,75	5,50	--	--
Banks	4,10	5,94	--	52,89
Financial Assets at Fair Value through Profit or Loss	--	7,46	--	48,21
Due from Money Markets	--	--	--	52,92
Financial Assets at Fair Value through Other Comprehensive Income	--	7,09	--	43,53
Loans	7,17	7,74	6,37	48,95
Financial Assets Measured at Amortised Cost	--	5,18	--	29,78
Liabilities				
Bank Deposits	3,69	6,17	--	51,24
Other Deposits	2,24	3,10	0,01	40,49
Due to Money Markets	2,94	5,98	--	53,78
Miscellaneous Payables	--	--	--	--
Securities Issued	3,75	3,70	--	48,98
Funds Borrowed	6,05	8,46	--	52,18
Prior Period - 31 December 2023				
Assets				
Cash Equivalents and Central Bank	4,75	5,50	--	42,13
Banks	4,07	6,19	--	42,56
Financial Assets at Fair Value through Profit or Loss	4,22	7,49	--	49,04
Due from Money Markets	--	--	--	43,48
Financial Assets at Fair Value through Other Comprehensive Income	3,09	7,15	--	44,34
Loans	6,99	7,96	6,01	41,80
Financial Assets Measured at Amortised Cost	--	5,07	--	39,49
Liabilities				
Bank Deposits	3,41	6,42	--	40,55
Other Deposits	1,96	3,21	0,01	35,79
Due to Money Markets	2,50	7,46	--	42,31
Miscellaneous Payables	--	--	--	--
Securities Issued	3,75	3,70	--	43,70
Funds Borrowed	6,14	8,44	--	42,79

IV. Position risk of equity shares arising from banking accounts

a. Comparison of book value, fair value and market value of equity shares

The Group does not have consolidated associates and subsidiaries traded at BIST markets as of 31 March 2024 and 31 December 2023.

b. Information on realised gains/losses, revaluation surpluses and unrealised gains/losses on equity shares and their amounts included in the Tier I and Tier II capitals

None.

V. Explanations related to consolidated liquidity risk management, liquidity coverage ratio and net stable funding ratio

Liquidity risk can form as a result of significant changes which can happen in market liquidity or a general funding risk. Funding risk states the risk of not meeting cash outflows completely because of maturity mismatch between assets and liabilities while market liquidity risk states the risk of not liquidating assets because of a collision in market conditions or insufficient market depth.

Information on liquidity risk management, including the Parent Bank's risk capacity, responsibilities and structure of liquidity risk management, liquidity risk reporting in the Parent Bank, liquidity risk strategy, policy and practices, communication with the board of directors and business lines

The procedures and principles regarding the liquidity risk management within the Parent Bank are determined by the "Liquidity Risk Management Policy" approved by the Board of Directors. This policy includes the main duties and principles of liquidity risk management within the Parent Bank, including related methods, procedures, controls and reporting framework. Within the Liquidity Risk Management Policy, "Liquidity Emergency Action Plan" has been established and measures that can be taken against unexpected liquidity shortages have been included.

"Risk Appetite Statement" approved by the Board of Directors is reviewed annually in order to manage the risks in accordance with the Bank's strategy and financial strength. Risk Appetite Statement includes limits for liquidity risk as well as other risk limits. Risk appetite limits are reported to the senior management on a monthly basis within the scope of risk management activities. In the risk appetite statement (RAS), limits are determined based on criteria such as loan / deposit ratio, liquidity coverage ratio, life expectancy under stress conditions and deposit concentration. Other indicators followed by these metrics are; liquidity buffer, large deposits, core deposits.

The short-term liquidity management of the Parent Bank is the responsibility of the Treasury Group. The Treasury Group reports to the ALCO on a weekly basis regarding the liquidity structure. ALCO possesses the ultimate responsibility for structural liquidity and funding management. ALCO plays an active role in monitoring and decision-making processes as well as establishing systems related to liquidity and funding management. Monitoring the current liquidity status and legal and internal liquidity indicators, taking decisions regarding liquidity management by taking into consideration the Parent Bank's strategy and risk appetite framework are under the authority and responsibility of ALCO. Financial Institutions Group, Financial Affairs Group and Risk Management Group contribute to the liquidity management process of the Bank in accordance with the ALCO decisions and also provide the necessary support to the ALCO with the information, analysis and recommendations needed in the decision-making process.

Information on the degree of centralization of liquidity management and funding strategy and the functioning of the Parent Bank and the functioning between Parent Bank and its subsidiaries

Liquidity risk management is performed on unconsolidated and consolidated basis. In this context, although the liquidity monitoring and management of the affiliate is carried out by the related affiliate, they are closely monitored by the Parent Bank. Limits are allocated by the Parent Bank in order to meet the liquidity needs of affiliates in the event of emergencies.

Information on the Bank's funding strategy, including policies on the diversity of funding sources and durations

Liquidity risk management arising from funding forms the basis of the Bank's liquidity management activities. The source of deposits is the Bank's main funding source due to the more stable funding and diversification effect compared to the loans provided by the Banks and other sources. In addition, securities issuance and credit utilisation activities are carried out to extend the maturity of funding.

On the other hand, the securities portfolio of the Parent Bank carried for liquidity risk management arising from the market is structured in a way to consist of securities issued by Republic of Turkey Treasury in order to reduce liquidity risk sourcing from market to minimum level since they allow repurchase transactions carried out under CBRT/BIST. The criteria and principles regarding the securities investments to be included in this portfolio have been written and approved by the relevant committee.

Information on liquidity management in terms of currencies which constitute at least five percent of the total liabilities of the Parent Bank

Majority of the Parent Bank's liabilities consist of Turkish Lira, US Dollar, Euro and gold. The main foreign currency funding source of the Parent Bank consists of deposits and loans obtained from credit institutions. The foreign currency liquidity risk of the Parent Bank is low due to the fact that the foreign currency sources of the Parent Bank are higher level than FX loans. For this reason, Turkish Lira is generated through swap transactions by using the current foreign currency liquidity. In other words, foreign currency liabilities are used in the funding of Turkish Lira assets.

Information on liquidity risk mitigation techniques used

In order to mitigate the liquidity risk, a liquidity buffer is created and closely monitored to meet possible fund outflows. Securities required for repurchase used to manage short-term risks are kept at a certain level within the balance sheet. On the other hand, diversification of funding sources and extension of the maturity structure are aimed to reduce the structural liquidity risk. The strategy of wide spread deposit base is another important element.

Explanations related to using the stress test

In order to measure the liquidity level under stress conditions, scenario analyses are performed in which special conditions that are not experienced and likely to be experienced and which are important in terms of liquidity are included. Within the scope of the scenario analyses, the measures that can be taken are also evaluated and a sufficient level of liquidity is targeted to meet all liabilities even under stress conditions. Assumptions regarding liquidity stress tests are reviewed on an annual basis at minimum. Within the scenarios determined, the Risk Management Department regularly performs stress tests and monitors the liquidity situation, calculates the time the Bank can survive, compares the limits with the determined results and presents them to the relevant committees.

General information on the liquidity emergency and contingency plan

In order to be prepared for the liquidity crises that may be experienced and to be able to manage them in a healthy and planned way, the "Liquidity Unexpected Situation Plan Regulation" was prepared to guide the processes. In this document, early warning indicators, action plans, duties and responsibilities of the units within the Bank are used to determine the unexpected liquidity situation.

a. Liquidity coverage ratio

Liquidity coverage ratios calculated in accordance with the Regulation on Calculation of Liquidity Coverage Ratio of Banks published in the Official Gazette dated 21 March 2014 and numbered 28948 are as follows. The lowest monthly consolidated foreign currency ratio for the last three months was 205,06 in January, the highest 324,63 in February, and the total lowest liquidity coverage ratio has been calculated as 212,46 in March and 308,58 in February as the highest.

The liquidity coverage ratio calculation table is reported to the BRSA on a monthly basis and monitored on a daily basis within the Bank.

High quality liquid assets included in the ratio calculation consist of cash assets, reserves held in CBRT and free securities. Cash outflows consist of deposits, bank borrowings, non-cash loans, derivatives and other payables with no maturity date. However, some bank borrowings are presented as cash outflows regardless of their maturities due to the provision of conditional early payment. In addition, cash outflows include additional collateral requirements that may arise from changes in the fair value of derivative transactions. Cash inflows consist of loans with maturities less than 30 days with definite due dates and receivables from banks and derivative products.

LCR is considered as an important liquidity management measure for the Bank. The Bank carried out to manage its liquidity within the framework of minimum LCR limits of 80% for foreign currency and 100% in total. In the Risk Appetite Statement, internal limits above the legal minimum limits have been determined for LCR and the related ratio is reported and monitored at ALCO, senior management and the Board of Directors level.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Current Period	Total unweighted value (*)		Total weighted value (*)	
	TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS (HQLA)				
1 Total High Quality Liquid Assets			281.804.568	178.847.937
CASH OUTFLOWS				
2 Retail deposits and deposits from small business customers, of which	536.551.292	242.171.278	50.426.955	24.217.128
3 Stable deposits	64.563.496	--	3.228.175	--
4 Less stable deposits	471.987.796	242.171.278	47.198.780	24.217.128
5 Unsecured wholesale funding, of which	194.684.056	117.398.277	119.241.386	64.433.774
6 Operational deposits	7.903.623	4.217.680	1.949.608	1.050.552
7 Non-operational deposits	129.673.036	92.928.777	60.184.381	43.131.402
8 Unsecured debt	57.107.397	20.251.820	57.107.397	20.251.820
9 Secured wholesale funding			1.200.393	1.200.393
10 Other cash outflows	8.184.338	14.555.469	6.156.697	12.958.247
11 Outflows related to derivative exposures and other collateral requirements	4.804.937	11.893.433	4.804.937	11.893.433
12 Outflows related to loss of funding on debt products	--	--	--	--
13 Credit and liquidity facilities	3.379.401	2.662.036	1.351.760	1.064.814
14 Other contractual funding obligations	15.255.968	15.255.415	15.255.443	15.255.415
15 Other contingent funding obligations	553.453.496	92.567.306	37.192.737	9.074.060
16 TOTAL CASH OUTFLOWS			229.473.611	127.139.017
CASH INFLOWS				
17 Secured lending	25.342.216	--	--	--
18 Unsecured lending	140.294.928	46.723.431	113.126.337	42.084.557
19 Other cash inflows	963.305	25.700.587	963.305	25.700.587
20 TOTAL CASH INFLOWS	166.600.449	72.424.018	114.089.642	67.785.144
			<i>Üst Sınır Uygulanmış Değerler</i>	
21 TOTAL HQLA			281.804.568	178.847.937
22 TOTAL NET CASH OUTFLOWS			115.383.969	59.353.873
23 LIQUIDITY COVERAGE RATIO (%)			254,4	305,6

(*) Simple arithmetic average values of the the last three months by taking the weekly simple arithmetic average.

Prior Period	Total unweighted value (*)		Total weighted value (*)	
	TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS (HQLA)				
1 Total High Quality Liquid Assets			228.847.553	128.102.734
CASH OUTFLOWS				
2 Retail deposits and deposits from small business customers, of which	492.199.583	227.150.361	46.209.801	22.715.036
3 Stable deposits	60.203.154	--	3.010.158	--
4 Less stable deposits	431.996.429	227.150.361	43.199.643	22.715.036
5 Unsecured wholesale funding, of which	174.803.023	103.978.370	102.016.311	54.193.349
6 Operational deposits	5.872.977	3.437.643	1.443.019	855.689
7 Non-operational deposits	122.039.373	82.711.594	53.682.619	35.508.527
8 Unsecured debt	46.890.673	17.829.133	46.890.673	17.829.133
9 Secured wholesale funding			--	--
10 Other cash outflows	5.737.775	12.198.121	3.587.861	10.483.438
11 Outflows related to derivative exposures and other collateral requirements	2.154.585	9.340.316	2.154.585	9.340.316
12 Outflows related to loss of funding on debt products	--	--	--	--
13 Credit and liquidity facilities	3.583.190	2.857.805	1.433.276	1.143.122
14 Other contractual funding obligations	14.819.991	14.819.431	14.819.459	14.819.431
15 Other contingent funding obligations	456.469.618	83.471.038	31.126.669	8.180.548
16 TOTAL CASH OUTFLOWS			197.760.101	110.391.802
CASH INFLOWS				
17 Secured lending	27.848.301	--	--	--
18 Unsecured lending	141.287.617	41.612.981	119.445.433	37.311.961
19 Other cash inflows	854.298	29.359.616	854.298	29.359.616
20 TOTAL CASH INFLOWS	169.990.216	70.972.597	120.299.731	66.671.577
			<i>Üst Sınır Uygulanmış Değerler</i>	
21 TOTAL HQLA			228.847.553	128.102.734
22 TOTAL NET CASH OUTFLOWS			77.460.370	43.720.225
23 LIQUIDITY COVERAGE RATIO (%)			304,4	306,4

(*) Simple arithmetic average values of the the last three months by taking the weekly simple arithmetic average.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

b. Presentation of assets and liabilities according to their remaining maturities

End of The Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Undistributed (*)	Total
Assets								
Cash Equivalents and Central Bank Banks ⁽¹⁾	241.743.307	6.630.382	--	--	--	--	--	248.373.689
Financial Assets at Fair Value through Profit or Loss (Net)	11.536.066	19.422.940	9.515.909	15.482.160	6.603.954	--	--	62.561.029
Due from Money Markets	8.335.571	3.421.065	1.348.599	1.064.112	8.627.311	922.765	--	23.719.423
Financial Assets at Fair Value through Other Comprehensive Income	--	57.547.626	--	--	--	--	--	57.547.626
Loans	2.148	109.354	1.946.125	13.711.638	59.699.445	59.704.897	--	135.173.607
Financial Assets Measured at Amortised Cost ⁽²⁾	--	101.719.762	159.808.351	155.737.952	160.807.624	52.628.005	8.555.437	639.257.131
Other Assets	53.297.742	20.543	588	7.217.056	7.591.376	38.231.450	--	53.039.882
Total Assets	314.914.834	188.871.672	172.619.572	193.229.663	243.436.328	151.488.924	35.098.172	1.299.659.165
Liabilities								
Bank Deposits	1.875.988	4.234.407	1.997.050	891.612	--	--	--	8.999.057
Other Deposits	222.131.113	240.092.650	111.884.434	180.366.287	28.939.475	372.122	--	783.786.081
Fund Borrowed	--	10.222.405	26.433.273	87.711.206	19.523.227	10.886.589	--	154.776.700
Due to Money Markets	--	68.151.218	4.536.182	11.922.367	--	--	--	84.609.767
Securities Issued	--	201.423	2.990.466	35.417.510	34.015.569	--	--	72.624.968
Miscellaneous Payables	--	--	--	--	--	--	--	--
Other Liabilities	63.556.244	5.375.616	3.232.395	10.715.408	421.247	699.168	110.862.514	194.862.592
Total Liabilities	287.563.345	328.277.719	151.073.800	327.024.390	82.899.518	11.957.879	110.862.514	1.299.659.165
Net Liquidity Excess/ (Gap)	27.351.489	(139.406.047)	21.545.772	(133.794.727)	160.536.810	139.531.045	(75.764.342)	--
Net Off-balance sheet								
Position	--	890.706	(2.116.238)	1.104.356	(37.843)	(9.638)	--	(168.657)
Financial Derivative Assets	--	136.730.755	201.088.826	54.970.916	64.290.525	32.460.841	--	489.541.863
Financial Derivative Liabilities	--	(135.840.049)	(203.205.064)	(53.866.560)	(64.328.368)	(32.470.479)	--	(489.710.520)
Non Cash Loans	--	25.644.421	15.250.765	59.549.253	64.258.003	4.905.240	--	169.607.682
End of The Prior Period								
Total Assets	243.174.201	228.290.039	171.364.051	153.792.823	217.229.859	127.866.162	31.190.001	1.172.907.136
Total Liabilities	265.716.077	279.616.066	162.715.950	288.239.638	59.680.189	20.224.186	96.715.030	1.172.907.136
Net Liquidity Excess/ (Gap)	(22.541.876)	(51.326.027)	8.648.101	(134.446.815)	157.549.670	107.641.976	(65.525.029)	--
Net Off-balance sheet								
Position	--	(967.413)	(1.492.186)	2.616.040	72.971	(1.319)	--	228.093
Financial Derivative Assets	--	129.968.824	70.391.676	53.758.278	53.247.530	29.176.567	--	336.542.875
Financial Derivative Liabilities	--	(130.936.237)	(71.883.862)	(51.142.238)	(53.174.559)	(29.177.886)	--	(336.314.782)
Non Cash Loans	--	25.298.164	14.645.920	50.978.932	59.151.906	3.894.628	--	153.969.550

(1) Includes stage 1 and stage 2 provisions for expected credit loss amounting of TL (79.076).

(2) Includes stage 1 and stage 2 provisions for expected credit loss amounting of TL (6.936).

(*) Certain assets on the balance sheet that are necessary for the banking operations but not convertible into cash in the short run such as tangible fixed assets, investments in associates, joint ventures and subsidiaries, stationary supplies, non-performing loans (net) and prepaid expenses are included in this column.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

c. Net stable funding ratio

While the liquidity coverage ratio is used to measure the short-term liquidity level, the net stable funding ratio is used to measure the liquidity levels of the funding risk that banks may be exposed to in the long term. The net stable funding rate is calculated on a consolidated and unconsolidated basis by dividing the available stable funding amount by the required stable funding amount. The available stable fund includes the portion of banks' liabilities and equity that are expected to be permanent; the required stable funding refers to the fund requirement that banks create by considering the nature and maturity of their on-balance sheet assets and off-balance sheet liabilities. This ratio is a measure that shows whether the bank has sufficient and stable financial resources to fund its long-term assets, and in this regard, it is considered a complementary metric to the liquidity coverage ratio in terms of liquidity risk management.

The three-month simple arithmetic average of the consolidated and unconsolidated net stable funding ratio calculated monthly can not be less than one hundred percent as of March, June, September and December. In addition, depending on the Bank's risk appetite, internal limits are set to be more conservative than the legal limit and are managed within this framework.

The net stable funding rate calculated in accordance with the Regulation on the Calculation of Net Stable Funding Rates of Banks published in the Official Gazette No. 32202 dated 26 May 2023 and the items related to this rate are listed below for the current and previous period end.

End of The Current Period	Amount According to Remaining Maturity, Without Consideration Rate Applied				Total Amount with Consideration Rate Applied
	a Demand	b Up to 6 months	c 6-12 months	ç Over 1 year	
Available Stable Funding					
1 Equity Items	--	--	--	127.729.968	127.729.968
2 Tier I Capital and Tier II Capital	--	--	--	127.729.968	127.729.968
3 Other equity items	--	--	--	--	--
4 Retail deposits/participation fund	134.160.634	344.668.246	53.137.108	23.567.281	503.233.457
5 Stable deposit/participation fund	20.970.828	43.615.036	454.897	29.541	61.816.788
6 Less stable deposits/participation fund	113.189.806	301.053.210	52.682.210	23.537.739	441.416.669
7 Debts to other parties	--	339.361.074	105.788.741	41.262.286	182.605.586
8 Operational deposit/participation fund	--	164.592.082	17.234.821	--	90.913.451
9 Other liabilities	--	174.768.991	88.553.921	41.262.286	91.692.134
10 Liabilities equivalent to interconnected assets					
11 Other Liabilities	68.925.542	--	--	--	--
12 Derivative Liabilities			2.731.047		
13 Other equity elements and liabilities not listed above	66.194.495	--	--	--	--
14 Available stable funding					813.569.011
Required Stable Funding					
15 High quality liquid assets					32.946.973
16 Operational deposit/participation fund deposited in credit institutions or financial institutions	--	71.901.870	--	6.398.089	17.183.369
17 Current receivables	--	237.843.029	112.912.249	302.622.651	426.249.341
18 Receivables from credit institutions or financial institutions whose collateral is first quality liquid assets	--	14.905.367	--	--	1.490.537
19 Unsecured or secured receivables from credit institutions or financial institutions whose collateral is not first quality liquid assets	--	--	--	--	--
20 Receivables from corporate customers, organizations, natural persons and retail customers, central governments, central banks and public institutions other than credit institutions or financial institutions	--	222.876.173	112.823.164	298.053.661	421.195.280
21 Receivables subject to a risk weight of 35% or less	--	--	--	--	--
22 Receivables secured by residential real estate mortgages	--	61.489	50.598	171.049	167.225
23 Receivables subject to a risk weight of 35% or less	--	61.489	50.598	171.049	167.225
24 Shares and debt instruments traded on the stock exchange that do not qualify as high-quality liquid assets	--	--	38.488	4.397.942	3.396.299
25 Assets equivalent to interconnected liabilities					
26 Other assets	--	--	--	--	--
27 Physically secured commodities, including gold	--				1.537.232
28 Initial margin of derivative contracts or guarantee fund given to the central counterparty			--		--
29 Derivative assets			8.947.810		8.843.939
30 Amount of derivative liabilities before deducting variation margin			273.105		259.521
31 Other assets not listed above	82.745.923	--	--	--	82.745.923
32 Off-balance sheet liabilities		577.393.378	--	--	28.869.669
33 Required stable funding					595.861.697
34 Net stable funding rate					137

Three-month simple arithmetic average of the net stable funding values for the last three months.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

End of The Prior Period	Amount According to Remaining Maturity, Without Consideration Rate Applied				Total Amount with Consideration Rate Applied	
	a Demand	b Up to 6 months	c 6-12 months	ç Over 1 year		
						d
Current Stable Funding						
1	Equity Items	--	--	--	110.543.003	110.543.003
2	Tier I Capital and Tier II Capital	--	--	--	110.543.003	110.543.003
3	Other equity items	--	--	--	--	--
4	Retail deposits/participation fund	125.025.351	329.394.864	36.741.449	17.459.697	460.828.726
5	Stable deposit/participation fund	20.161.873	40.721.536	484.048	22.562	58.320.519
6	Low stable deposit/participation fund	104.863.477	288.673.327	36.257.401	17.437.135	402.508.207
7	Debts to other parties	--	285.739.992	97.305.290	37.129.673	170.622.034
8	Operational deposits/participation fund	--	158.863.213	12.319.472	--	85.591.343
9	Other liabilities	--	126.876.778	84.985.818	37.129.673	85.030.691
10	Liabilities equivalent to interconnected assets					
11	Other Liabilities	61.514.004	--	--	--	--
12	Derivative Liabilities			2.990.605		
13	Other equity elements and liabilities not listed above	58.523.399	--	--	--	--
14	Available stable funding					741.993.762
Required Stable Funding						
15	High quality liquid assets					40.841.883
16	Operational deposit/participation fund deposited in credit institutions or financial institutions	--	103.016.038	--	7.383.880	22.836.286
17	Current receivables	--	223.746.601	82.949.797	277.458.712	376.788.032
18	Receivables from credit institutions or financial institutions whose collateral is first quality liquid assets	--	30.157.078	--	--	3.015.708
19	Unsecured or secured receivables from credit institutions or financial institutions whose collateral is not first quality liquid assets	--	--	--	--	--
20	Receivables from corporate customers, organizations, natural persons and retail customers, central governments, central banks and public institutions other than credit institutions or financial institutions	--	193.515.316	82.888.784	273.703.215	370.849.783
21	Receivables subject to a risk weight of 35% or less	--	--	--	--	--
22	Receivables secured by residential real estate mortgages	--	74.207	61.012	201.234	198.412
23	Receivables subject to a risk weight of 35% or less	--	74.207	61.012	201.234	198.412
24	Shares and debt instruments traded on the stock exchange that do not qualify as high-quality liquid assets	--	--	--	3.554.263	2.724.129
25	Assets equivalent to interconnected liabilities					
26	Other assets	--	--	--	--	--
27	Physically secured commodities, including gold					1.025.447
28	Initial margin of derivative contracts or guarantee fund given to the central counterparty			--		--
29	Derivative assets			10.087.665		10.087.665
30	Amount of derivative liabilities before deducting variation margin			299.061		299.061
31	Other assets not listed above	71.564.745	--	--	--	71.564.745
32	Off-balance sheet liabilities		480.196.132	--	--	24.009.807
33	Required stable funding					539.618.786
34	Net stable funding rate					137

Three-month simple arithmetic average of the net stable funding values for the last three months.

When the balance sheet items that significantly affect the net stable funding rate are evaluated, in the available stable funding calculation, equity items and borrowings with a maturity of more than one year are 100%, retail deposits are 95% or 90%, other deposits and borrowings with a remaining maturity less than one year are weighted with 50% or 0% depending on their counterparty. In the required stable funding calculation, cash and receivables from the central bank are 0%, high quality liquid assets that are not subject to collateral or have a collateral period of less than six months are 5%, non-cash loans are 5%, secured receivables are 10%, remaining maturities from financial institutions are less than 6 months receivables are 15%, loans with a remaining maturity of less than 1 year are 50%, housing loans with a maturity of more than one year and meeting the conditions specified in the regulation are 65%, loans with a maturity of more than one year are 85%, net derivative products reflected in the balance sheet and other receivables with a maturity of more than one year are weighted by 100%.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

VI. Explanations related to leverage ratio

Information on matters causing difference between leverage ratios of current period and previous period

As of 31 March 2024, the leverage ratio of the DFS Group is calculated as 4,98% (31 December 2023: 4,87%). This rate is above the minimum rate. The main reason for the difference between the current period and the prior period leverage ratio is the increase in the balance sheet assets.

Summary comparison table of total asset amount and total risk amount in the financial statements prepared in accordance with TAS :

	Current Period (**)	Prior Period (**)
1 Total assets in the consolidated financial statements prepared in accordance with TAS (*)	1.248.258.244	1.112.016.175
2 Differences between the total assets in the consolidated financial statements prepared in accordance with TAS and the total assets in the consolidated financial statements prepared in accordance with Communiqué on Preparation of Consolidated Financial Statements of the Banks	(3.379.307)	(7.852.263)
3 Differences between the balances of derivative financial instruments and the loan derivatives in the consolidated financial statements prepared in accordance with the Communiqué on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	6.227.604	3.180.414
4 Differences between the balances of securities financing transactions in the consolidated financial statements prepared in accordance with the Communiqué on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	--	--
5 Differences between off- balance sheet items in the consolidated financial statements prepared in accordance with the Communiqué on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	453	(503)
6 Other differences in the consolidated financial statements prepared in accordance with the Communiqué on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	626.057.112	517.898.759
7 Total Risk	1.877.164.106	1.625.242.582

(*) These consolidated financial statements are prepared in accordance with the sixth paragraph of the Article 5 of the Communiqué on Preparation of Consolidated Financial Statements of the Banks.

(**) Quarterly average amounts.

Leverage ratio public disclosure template:

	Current Period (*)	Prior Period (*)
On-balance sheet exposures		
1 On-balance sheet items (exclude derivatives and SFTs; include collateral)	1.244.878.937	1.104.163.912
2 (Assets deducted in determining Basel III Tier I capital)	(3.791.057)	(2.950.498)
3 Total on-balance sheet exposures (excluding derivatives and SFTs) (sum of lines 1 and 2)	1.241.087.880	1.101.213.414
Derivative exposures		
4 Replacement cost	8.993.805	10.123.774
5 Add-on amount	6.227.604	3.180.414
6 Total derivative exposures (sum of lines 4 and 5)	15.221.409	13.304.188
Securities or commodity collateral financing transaction exposures		
7 Gross SFT assets (with no recognition of accounting netting)	29.370.425	24.331.789
8 Agent transaction exposures		
9 Total securities financing transaction exposures (sum of lines 7 and 8)	29.370.425	24.331.789
Other off-balance sheet exposures		
10 Off-balance sheet exposures with gross nominal amount	591.483.939	486.393.694
11 (Adjustment amount off-balance sheet exposures with credit conversion factor)	453	(503)
12 Total off-balance sheet exposures (sum of lines 10 and 11)	591.484.392	486.393.191
Capital and total exposures		
13 Tier I Capital	93.400.877	79.151.986
14 Total exposures (sum of lines 3,6,9 and 12)	1.877.164.106	1.625.242.582
Leverage ratio		
15 Leverage ratio	4,98	4,87

(*) Quarterly average amounts.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

VII. Explanations related to risk management

The footnotes and explanations prepared in accordance with the “Communiqué On Disclosures About Risk Management To Be Announced To Public By the Banks” published in the Official Gazette dated 23 October 2015 and numbered 29511 and entered into force as of 31 March 2016 are given in this section. Since standard approach is used in the capital adequacy calculation of the Parent Bank, the tables to be prepared within the scope of Internal Rating Based Approach (IR) are not presented as of 31 March 2024.

Risk management explanations are prepared in accordance with the internal control process adopted by the Board of Directors.

a. Risk management approach and risk weighted assets

1. Overview of risk weighted amounts

	Risk Weighted Amount		Minimum Capital Requirement
	Current Period	Prior Period	Current Period
1 Credit risk (excluding counterparty credit risk) (CCR)	785.568.668	636.241.615	62.845.493
2 <i>Standardized approach (SA)</i>	785.568.668	636.241.615	62.845.493
3 <i>Internal rating-based (IRB) approach</i>	--	--	--
4 Counterparty credit risk (*)	14.749.655	9.761.875	1.179.972
5 <i>Standardized approach for counterparty credit risk (SA-CCR)</i>	14.749.655	9.761.875	1.179.972
6 <i>Internal model method (IMM)</i>	--	--	--
7 Basic risk weight approach to internal models 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	4.986.172	599.132	398.894
10 Investments made in collective investment companies - %1250 weighted risk approach	--	--	--
11 Settlement risk	--	--	--
12 Securitization positions in banking accounts	--	--	--
13 <i>IRB ratings-based approach (RBA)</i>	--	--	--
14 <i>IRB Supervisory Formula Approach (SFA)</i>	--	--	--
15 <i>SA/simplified supervisory formula approach (SSFA)</i>	--	--	--
16 Market risk	17.351.879	21.277.362	1.388.150
17 <i>Standardized approach (SA)</i>	17.351.879	21.277.362	1.388.150
18 <i>Internal model approaches (IMM)</i>	--	--	--
19 Operational Risk	78.357.143	48.583.935	6.268.571
20 <i>Basic Indicator Approach</i>	78.357.143	48.583.935	6.268.571
21 <i>Standard Approach</i>	--	--	--
22 <i>Advanced measurement approach</i>	--	--	--
23 The amount of the discount threshold under the equity (subject to a 250% risk weight)	--	--	--
24 Floor adjustment	--	--	--
25 Total (1+4+7+8+9+10+11+12+16+19+23+24)	901.013.517	716.463.919	72.081.080

(*) The amounts given in the table do not include TL 81, which is the amount subject to the Risk of CCP-Guarantee Fund Amounts.

VIII. Explanations related to hedging transactions

a. Net investment risk

DFS Group applies net investment hedge strategy to hedge against the currency risk arising on a consolidated basis from the net investments amounting to a total of Euro 1.180 million of one of its subsidiaries Denizbank AG. A part consisting of the same amounts of its foreign currency deposit of the Group has been defined as "hedging instrument". The effective part of the change in value of the foreign currency deposit arising from change in exchange rate has been recognised as "hedging funds" under equity.

On the other hand, as of 1 April 2014, the Parent Bank stopped applying net investment hedge accounting due to its net investment to hedge against the currency risk on the subsidiary of JSC Denizbank, and the total hedging fund which is booked under equity for that subsidiary is amounting to TL (58.164). Net investment risk calculation in Eurodeniz has been terminated due to the company's liquidation process.

Total abroad net investment hedging funds recognised under equity is amounting to TL (21.741.902) as of 31 March 2024 (31 December 2023: TL (24.113.415)).

b. Cash flow risk

None.

IX. Explanations related to the consolidated segment reporting

DFS Group operates in four main areas; wholesale banking, SME and agricultural banking, retail banking, and treasury.

Wholesale banking provides financial solutions and banking services to large-scale national and international corporate and commercial customers. Short and long term business loans, investment loans, financial and operational leasing services and factoring loan products, non-cash loans, foreign exchange purchase-sales, foreign trade financing, project financing, structured financing, corporate finance, deposits and cash management services are provided in order to meet the needs of customers for investment, working capital and projects.

Within the scope of retail banking, loan products (consumer, mortgage, vehicle, workplace, tractor, agricultural equipment and investment loans), credit cards with different features, producer cards, investment products (mutual funds, stocks, treasury bills/government bonds, repurchase), deposit products (demand, term, protected), insurance products as well as financial and operational leasing services and factoring loan products are provided to SME and agricultural customers. Alternative distribution channels allow customers to meet their banking needs without the need to physically visit the branches. Among products that meet every day needs of customers are overdraft loans, automated bill payment, chequebooks and rental safes.

Treasury covers the Group's short, medium and long-term price strategies and maturity nonconformities, as well as spot and forward TL and foreign exchange trading, treasury bills, bonds and other domestic and international securities trading and derivative products. Bank also performs activities to provide medium and long-term funding, diversification of funding sources and establishment of an international investor base in this field.

Information on business segments has been prepared in accordance with the data provided from the Parent Bank's Management Reporting System.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Information on business segments are presented in the following tables:

Current Period (01/01/2024-31/03/2024)	Corporate & Commercial	SME & Agricultural Banking	Retail Banking	Treasury	Other	Total
Net interest income	5.608.911	6.037.144	5.908.881	(7.895.868)	(4.554)	9.654.514
Net fees and commission income	548.562	2.574.103	3.807.231	75.284	(117.019)	6.888.161
Other income/loss, net	2.425.832	1.763.894	1.520.713	(823.641)	(1.270.977)	3.615.821
Total segment income	8.583.305	10.375.141	11.236.825	(8.644.225)	(1.392.550)	20.158.496
Other operational expenses (*)	(1.838.854)	(4.179.564)	(3.733.963)	(295.707)	120.959	(9.927.129)
Provisions for expected credit loss and other provisions	3.660.099	(5.983)	(1.191.835)	(263.795)	(60.583)	2.137.903
Taxation						(702.621)
Net profit from continuing operations	10.404.550	6.189.594	6.311.027	(9.203.727)	(1.332.174)	11.666.649
Net profit from discontinued operations						-
Net profit for the period	10.404.550	6.189.594	6.311.027	(9.203.727)	(1.332.174)	11.666.649
Current Period (31/03/2024)						
Segment assets	302.592.187	202.589.007	134.019.768	580.471.425	--	1.219.672.387
Subsidiaries and associates						8.315.743
Undistributed assets						71.671.035
Total assets						1.299.659.165
Segment liabilities	218.361.198	209.489.913	257.247.172	440.954.929	--	1.126.053.212
Undistributed liabilities						73.336.489
Equity						100.269.464
Total liabilities						1.299.659.165

(*) It also includes personnel expenses.

Prior Period (01/01/2023-31/03/2023)	Corporate & Commercial	SME & Agricultural Banking	Retail Banking	Treasury	Other	Total
Net interest income	2.096.681	1.436.824	2.792.162	681.727	(2.058)	7.005.336
Net fees and commission income	298.288	714.168	1.141.906	3.762	122.354	2.280.478
Other income/loss, net	1.570.791	330.728	283.477	3.295.057	(823.798)	4.656.255
Total segment income	3.965.760	2.481.720	4.217.545	3.980.546	(703.502)	13.942.069
Other operational expenses (*)	(919.234)	(1.547.735)	(1.952.483)	(196.473)	(369.234)	(4.985.159)
Provisions for expected credit loss and other provisions	3.463.602	(140.615)	(1.157.938)	(2.057.661)	(4.023)	103.365
Taxation						(2.212.285)
Net profit from continuing operations	6.510.128	793.370	1.107.124	1.726.412	(1.076.759)	6.847.990
Net profit from discontinued operations	--	--	--	--	--	3.800
Net profit for the period	6.510.128	793.370	1.107.124	1.726.412	(1.076.759)	6.851.790
Prior Period (31/12/2023)						
Segment assets	289.490.388	149.452.716	131.041.572	536.149.518	--	1.106.134.194
Subsidiaries and associates						8.315.620
Undistributed assets						58.457.322
Total assets						1.172.907.136
Segment liabilities	202.870.586	180.646.489	265.772.610	369.979.705	--	1.019.269.390
Undistributed liabilities						63.224.138
Equity						90.413.608
Total liabilities						1.172.907.136

(*) It also includes personnel expenses.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

SECTION FIVE
DISCLOSURES AND FOOTNOTES TO CONSOLIDATED FINANCIAL STATEMENTS

I. Explanations and disclosures related to consolidated assets

a. Cash and cash equivalents

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL / Foreign Currency	2.027.518	8.280.208	1.676.910	6.758.925
Central Bank of the Republic of Turkey	45.064.403	136.355.077	98.702.818	96.178.966
Other (*)	1.853	56.644.630	21.198	35.466.890
Total	47.093.774	201.279.915	100.400.926	138.404.781

(*) This includes the balances of foreign subsidiaries in foreign central banks subject to consolidation.

2. Information on balances with the Central Bank of the Republic of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	20.880.382	82.216.041	38.489.129	45.047.355
Unrestricted Time Deposits	--	5.652.534	53.502.991	7.362.923
Restricted Time Deposits	24.184.021	48.486.502	6.710.698	43.768.688
Total	45.064.403	136.355.077	98.702.818	96.178.966

3. Explanations on reserve requirements

As per the Communiqué no. 2013/15 "Reserve Deposits" of the Central Bank of the Republic of Turkey ("CBRT"), the Bank keeps reserve deposits at the CBRT for their TL and FC liabilities mentioned in the communiqué.

As of 31 March 2024, all banks operating in Turkey should provide a reserve requirements in a range of 0% to 8% (31 December 2023: between 0% and 8%), excluding accounts providing exchange rate protection support, in a range of 10% to 25% (31 December 2023: between 10% and 30%), including accounts providing exchange rate protection support, depending on the terms of the deposits for their liabilities in Turkish Lira and in a range of 5% to 30% (31 December 2023: between 5% and 30%) for their liabilities in foreign currencies with the CBRT.

The interest income received from reserve requirements of the Bank with the CBRT is amounting to TL 1.747.950 (1 January - 31 March 2023: TL 60.177). The related interest income recognised under "Interest on Reserve Requirements".

4. Information on Banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic	4.275.404	469.713	5.836.236	290.372
Foreign	421.585	57.473.403	461.829	67.894.607
Foreign head offices and branches	--	--	--	--
Total	4.696.989	57.943.116	6.298.065	68.184.979

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

1. Information on financial assets at fair value through profit or loss given as collateral or blocked

<i>Given as Collateral or Blocked</i>	Current Period		Prior Period	
	TL	FC	TL	FC
<i>Financial Assets at Fair Value Through Profit or Loss</i>				
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	--	--	67	--
Other	--	--	--	--
Total	--	--	67	--

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2. Financial assets at fair value through profit or loss subject to repurchase agreements

None.

3. Other financial assets

As of 31 March 2024, other financial assets include securities other than government debt securities and equity instruments.

4. Positive differences related to derivative financial assets held for trading

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	385.305	359.026	110.200	318.141
Swap Transactions	1.091.609	7.590.720	1.146.432	6.591.028
Futures Transactions	541	--	--	--
Options	--	599.495	370	382.291
Other	--	--	--	--
Total	1.477.455	8.549.241	1.257.002	7.291.460

c. Information on financial assets at fair value through other comprehensive income

1. Major types of financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income consist of share certificates, Government Debt Securities, Eurobonds and foreign currency bonds issued by the Turkish Treasury and foreign private sector debt securities.

2. Characteristics and book value of financial assets at fair value through other comprehensive income pledged as collateral

Financial assets at fair value through other comprehensive income which are given as collateral consist of securities issued to various financial institutions, primarily the Central Bank of the Republic of Turkey and Istanbul Takas ve Saklama Bankası A.Ş. (Settlement and Custody Bank), for interbank money market, foreign exchange market and other transactions. These financial assets include government bonds and Eurobonds, and their total book value amounts to TL 26.518.525 (31 December 2023: TL 25.386.884).

3. Information on financial assets at fair value through other comprehensive income given as collateral/blocked

<i>Given as collateral or blocked Financial assets at fair value through other comprehensive income</i>	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	--	--	--	--
Bills, Bonds and Similar Securities	22.401.412	4.117.113	21.591.575	3.795.309
Other	--	--	--	--
Total	22.401.412	4.117.113	21.591.575	3.795.309

4. Financial assets at fair value through other comprehensive income subject to repurchase agreements

<i>Subject to repurchase agreements Financial assets at fair value through other comprehensive income</i>	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bonds	7.757.411	71.372.899	4.685.417	47.972.863
Treasury Bills	--	--	--	--
Other Debt Securities	--	--	--	--
Bank Bills and Bank Guaranteed Bills	--	--	--	--
Asset Backed Securities	--	--	--	--
Other	--	--	--	--
Total	7.757.411	71.372.899	4.685.417	47.972.863

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

5. Information on financial assets at fair value through other comprehensive income

<i>Financial assets at fair value through other comprehensive income</i>	Current Period	Prior Period
Debt Securities	135.171.459	102.978.627
Quoted on Stock Exchange (*)	135.171.459	102.978.627
Unquoted on Stock Exchange	--	--
Share Certificates	2.148	2.072
Quoted on Stock Exchange	--	--
Unquoted on Stock Exchange	2.148	2.072
Impairment Provisions (-)	--	--
Total	135.173.607	102.980.699

(*) It includes bank and corporate bills.

d. Explanations on loans

1. Information on the balance of any kind of loan or advance granted to shareholders and employees of the Bank

	Current Period		Prior Period	
	Cash	Non-Cash	Cash	Non-Cash
Direct Loans Granted to Shareholders	--	136.240	--	162.491
Corporate Shareholders	--	136.240	--	162.491
Individual Shareholders	--	--	--	--
Indirect Loans Granted to Shareholders	--	--	--	--
Loans Granted to Employees	614.485	135	584.367	120
Total	614.485	136.375	584.367	162.611

2. Information on standard loans and loans under close monitoring and loans under restructuring

Cash loans (*)	Standard Loans	Loans Under Close Monitoring		
		Not included in restructured loans	Restructured Loans	
			Changes in conditions of contract	Refinancing
Non-specialized loans	529.526.570	19.563.657	12.683.927	15.377.493
Corporate loans	60.343.638	459.303	4.358.848	2.608.772
Export loans	51.463.370	144.758	--	206.101
Import loans	--	--	--	--
Financial sector loans	6.362.091	--	--	--
Consumer loans	63.382.045	5.005.873	3.045.080	12.411
Credit cards	103.536.904	4.291.941	2.955.044	1.322
Others	244.438.522	9.661.782	2.324.955	12.548.887
Specialized loans	34.357.418	1.515.528	229.202	208.732
Other receivables	38.771.455	887.003	329.649	191.805
Total	602.655.443	21.966.188	13.242.778	15.778.030

(*) It includes loans measured at amortised cost.

Stage 1 and Stage 2 Provisions for Expected Credit Loss	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
12-Month provision for expected credit loss	9.082.241	--	7.528.211	--
Significant increase in credit risk	--	13.858.504	--	14.980.845
Total	9.082.241	13.858.504	7.528.211	14.980.845

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

3. Information on consumer loans, individual credit cards and personnel credit cards

	Short Term	Medium or Long Term	Total
Consumer Loans-TL	14.814.498	43.120.940	57.935.438
Real estate Loans	--	661.716	661.716
Vehicle Loans	2.260	22.000	24.260
General Purpose Loans	14.812.238	42.437.224	57.249.462
Other	--	--	--
Consumer Loans-Indexed to FC	--	13.208	13.208
Real estate Loans	--	11.768	11.768
Vehicle Loans	--	--	--
General Purpose Loans	--	1.440	1.440
Other	--	--	--
Consumer Loans-FC	--	6.200	6.200
Real estate Loans	--	6.200	6.200
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
Individual Credit Cards-TL	93.473.392	4.503.843	97.977.235
Installment	35.721.429	4.503.843	40.225.272
Non installment	57.751.963	--	57.751.963
Individual Credit Cards-FC	63.375	--	63.375
Installment	--	--	--
Non installment	63.375	--	63.375
Loans Given to Employees-TL	112.412	240.663	353.075
Real estate Loans	--	24	24
Vehicle Loans	--	--	--
General Purpose Loans	112.412	240.639	353.051
Other	--	--	--
Loans Given to Employees - Indexed to FC	--	--	--
Real estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
Loans Given to Employees - FC	--	--	--
Real estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
Personnel Credit Cards - TL	249.067	1.222	250.289
Installment	96.201	1.222	97.423
Non installment	152.866	--	152.866
Personnel Credit Cards - FC	2.770	--	2.770
Installment	--	--	--
Non installment	2.770	--	2.770
Overdraft Loans-TL (Real Persons) (*)	13.137.488	--	13.137.488
Overdraft Loans-FC (Real Persons)	--	--	--
Total	121.853.002	47.886.076	169.739.078

(*) The overdraft account used by the personnel of the Parent Bank amounts to TL 8.351 (31 December 2023: TL 8.054).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

4. Information on commercial installment loans and corporate credit cards

	Short Term	Medium or Long Term	Total
Installment Commercial Loans - TL	7.083.553	27.220.569	34.304.122
Real estate Loans	5	78.491	78.496
Vehicle Loans	3.577	98.585	102.162
General Purpose Loans	7.079.971	25.196.275	32.276.246
Other	--	1.847.218	1.847.218
Installment Commercial Loans - Indexed to FC	--	698.593	698.593
Real estate Loans	--	1.105	1.105
Vehicle Loans	--	--	--
General Purpose Loans	--	697.488	697.488
Other	--	--	--
Installment Commercial Loans - FC	283.243	31.041.934	31.325.177
Real estate Loans	--	--	--
Vehicle Loans	--	9.545	9.545
General Purpose Loans	283.243	31.032.389	31.315.632
Other	--	--	--
Corporate Credit Cards - TL	12.286.011	204.003	12.490.014
Installment	2.386.558	204.003	2.590.561
Non installment	9.899.453	--	9.899.453
Corporate Credit Cards - FC	1.528	--	1.528
Installment	--	--	--
Non installment	1.528	--	1.528
Overdraft Loans-TL (Legal Entities)	6.678.231	--	6.678.231
Overdraft Loans-FC (Legal Entities)	--	--	--
Total	26.332.566	59.165.099	85.497.665

5. Distribution of domestic and foreign loans

	Current Period	Prior Period
Domestic Loans	608.644.705	536.123.530
Foreign Loans	44.997.734	47.517.054
Total	653.642.439	583.640.584

6. Loans granted to subsidiaries and associates

	Current Period	Prior Period
Direct loans granted to subsidiaries and associates	885.027	829.484
Indirect loans granted to subsidiaries and associates	--	--
Total	885.027	829.484

7. Specific provisions for loans or provisions for stage 3 loans

Provisions related to loans or credit impaired losses (stage 3)	Current Period	Prior Period
Loans with Limited Collectability	2.508.048	2.267.572
Loans with Doubtful Collectability	3.794.452	3.447.724
Uncollectible Loans	7.735.982	9.899.050
Total	14.038.482	15.614.346

8. Information on non-performing loans (Net)

(i) Information on non-performing loans and restructured loans by the Group

	Group III Loans with Limited Collectability	Group IV Loans with Doubtful Collectability	Group V Uncollectible Loans
Current Period	156.414	1.119.907	5.940.112
(Gross amounts before the provisions)			
Restructured loans	156.414	1.119.907	5.940.112
Prior Period	77.785	1.054.134	9.052.906
(Gross amounts before the provisions)			
Restructured loans	77.785	1.054.134	9.052.906

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

(ii) Information on movement of total non-performing loans

	Group III Loans with limited collectability	Group IV Loans with doubtful collectability	Group V Uncollectible loans
Balances at Beginning of the Period	5.231.487	6.346.005	12.944.939
Additions (+)	3.672.956	195.768	544.979
Transfers from Other Categories of Non-Performing Loans (+)	--	1.958.032	888.268
Transfers from Other Categories of Non-Performing Loans (-)	1.958.032	888.268	--
Collections (-)	1.327.696	375.031	4.312.618
Write-offs (-)	--	--	25.539
Sales (-)	--	--	628.436
Corporate and Commercial Loans	--	--	3
Retail Loans	--	--	296.579
Credit Cards	--	--	206.193
Other	--	--	125.661
FX difference	--	47.048	280.057
Balances at End of the Period	5.618.715	7.283.554	9.691.650
Specific Provisions (-)	2.508.048	3.794.452	7.735.982
Net Balance on Balance Sheet	3.110.667	3.489.102	1.955.668

(iii) Information on non-performing loans utilised in foreign currencies

	Group III Loans with limited collectability	Group IV Loans with doubtful collectability	Group V Uncollectible loans
Current Period: 31 March 2024			
Balance as of the Period End	2.268.805	738.410	1.287.680
Provisions (-)	468.861	377.151	1.103.266
Net Balance on Balance Sheet	1.799.944	361.259	184.414
Prior Period: 31 December 2023			
Balance as of the Period End	2.152.620	687.735	4.021.951
Provisions (-)	449.468	556.511	2.964.473
Net Balance on Balance Sheet	1.703.152	131.224	1.057.478

(iv) Information on gross and net amounts of non-performing loans according to beneficiary group

	Group III Loans with limited collectability	Group IV Loans with doubtful collectability	Group V Uncollectible loans
Current Period (Net): 31 March 2024	3.110.667	3.489.102	1.955.668
Loans Granted to Real Persons and Legal Entities (Gross)	5.618.715	7.283.554	9.691.650
Provisions (-)	2.508.048	3.794.452	7.735.982
Loans Granted to Real Persons and Legal Entities (Net)	3.110.667	3.489.102	1.955.668
Banks (Gross)	--	--	--
Provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan (Gross)	--	--	--
Provisions (-)	--	--	--
Other Loan (Net)	--	--	--
Prior Period (Net): 31 December 2023	2.963.914	2.898.284	3.045.887
Loans Granted to Real Persons and Legal Entities (Gross)	5.231.487	6.346.005	12.944.939
Provisions (-)	2.267.573	3.447.721	9.899.052
Loans Granted to Real Persons and Legal Entities (Net)	2.963.914	2.898.284	3.045.887
Banks (Gross)	--	--	--
Provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loans (Gross)	--	--	--
Provisions (-)	--	--	--
Other Loans (Net)	--	--	--

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

- (v) Information on interest accruals, rediscount and valuation differences for non-performing loans and their provisions

	Group III Loans with Limited Collectability	Group IV Loans with Doubtful Collectability	Group V Uncollectible Loans
Current Period (Net)	200.514	237.467	81.541
Interest accruals and rediscount and valuation differences	390.354	548.591	922.863
Amount of provision (-)	189.840	311.124	841.322
Prior Period (Net)	141.945	171.649	93.398
Interest accruals and rediscount and valuation differences	276.875	405.884	966.898
Amount of provision (-)	134.930	234.235	873.500

e. Information on financial assets measured at amortised cost

1. Information on securities subject to repurchase agreement and given as collateral or blocked

- (i) Information on securities subject to repurchase agreement

Financial assets measured at amortised cost subject to repurchase agreement amounts to TL 34.742.807 (31 December 2023: TL 22.343.684).

- (ii) Information on securities subject to given as collateral or blocked

Collateralized financial assets measured at amortised cost are government bonds, book value of which amounts to TL 8.175.659 (31 December 2023: TL 15.046.368).

2. Information on government debt securities measured at amortised cost

<i>Government debt securities measured at amortised cost</i>	Current Period	Prior Period
Government Bonds	53.046.818	51.237.084
Treasury Bills	--	--
Other Government Debt Securities	--	--
Total	53.046.818	51.237.084

3. Information on financial assets measured at amortised cost

<i>Financial assets measured at amortised cost</i>	Current Period	Prior Period
Debt Securities	53.046.818	51.237.084
Quoted on Stock Exchange	53.046.818	51.237.084
Unquoted on Stock Exchange	--	--
Impairment provisions (-)	--	--
Total	53.046.818	51.237.084

4. The movements of financial assets measured at amortised cost during the period

	Current Period	Prior Period
Balance at the beginning of the period	51.237.084	18.316.908
Foreign exchange differences in monetary assets (*)	4.051.918	17.774.456
Purchases during the year (**)	--	16.732.722
Disposals by sale and redemption	(2.242.184)	(1.587.002)
Impairment provisions (-)	--	--
Total	53.046.818	51.237.084

(*) Accruals of financial assets measured at amortised cost are included in "foreign exchange differences in monetary assets".

(**) Due to the change in the business model in May 2023, the Bank reclassified the bonds with a cost of TL 15.691.318 from the "Financial assets at fair value through other comprehensive income" category to the "Financial assets measured at amortized cost" category.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

f. Information on investments in associates

1. Investments in unconsolidated associates

Title	Address (City/Country)	Share percentage of the Parent Bank(%)	Risk Group Share Percentage of the Parent Bank(%)
1-Kredi Kayıt Bürosu A.Ş. ⁽¹⁾	Istanbul/Turkey	9,00	--
2-Kredi Garanti Fonu A.Ş. ⁽¹⁾	Ankara/Turkey	2,00	--
3-Ege Tarım Ürünleri Lisanslı Dep. A.Ş. ⁽¹⁾	İzmir/Turkey	9,00	--
4-İhracatı Geliştirme A.Ş. ⁽²⁾	Istanbul/Turkey	0,16	--

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/(Loss)	Prior Period Profit/(Loss)	Fair Value
1	1.602.206	309.183	537.789	138.747	--	204.591	(1.799)	--
2	1.814.872	1.093.002	30.886	6.009	--	326.627	244.546	--
3	76.514	35.319	46.036	994	--	14.217	2.930	--
4	4.563.113	4.532.905	1.208	429.893	--	1.154.146	--	--

⁽¹⁾ Information on the financial statements is presented as of the period ended 31 December 2023.

⁽²⁾ Information on the financial statements is presented as of the period ended 31 December 2022.

2. Investments in consolidated associates

There are no investments in consolidated associates.

g. Information on investments in subsidiaries

1. Information on shareholders' equity of major subsidiaries

The Parent Bank do not not have any capital requirement arising from its subsidiaries included in the consolidated capital adequacy standard ratio.

The amounts below are obtained from the financial data of 31 March 2024 prepared in accordance with the legislation to which Denizbank AG is subject to.

	Denizbank AG
Paid-in capital	8.068.260
Share premium	11.854.578
Reserves	17.849.657
Deductions from capital	103.995
Total Common Equity	37.668.500
Total additional Tier I capital	--
Deductions from capital	415.979
Total Core Capital	37.252.521
Total supplementary capital	2.897.257
Capital	40.149.778
Deductions from capital	--
SHAREHOLDERS' EQUITY	40.149.778

2. Information on unconsolidated subsidiaries

Title	Address (City/Country)	Share percentage of the Parent Bank (%)	Share percentage of other shareholders (%)
1-Intertech Bilgi İşlem ve Pazarlama Ticaret A.Ş.	Istanbul/Turkey	100	--
2-Denizbank Kültür Sanat Yayıncılık Ticaret ve Sanayi A.Ş.	Istanbul/ Turkey	100	--
3-Açık Deniz Radyo ve Televizyon İletişim Yayıncılık ve Sanayi A.Ş.	Istanbul/ Turkey	--	100
4-Deniz Immobilien Service GmbH	Vienna/Austria	--	100
5-Ekspres Gayrimenkul Turizm Yatırım İşletme ve Ticaret A.Ş.	Istanbul/ Turkey	--	100
6-Neohub Teknoloji Yazılım Pazarlama ve Danışmanlık A.Ş.	Istanbul/ Turkey	--	100
7-Neo Elektronik Ticaret Bilişim Teknolojileri Yazılım ve Danışmanlık A.Ş.	Istanbul/ Turkey	--	100
8-Neohub Bulut Teknolojileri A.Ş.	Istanbul/Turkey	--	100

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

(*)	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/(Loss)	Prior Period Profit/(Loss)	Fair Value
1	3.011.537	2.125.391	1.570.529	3.124	--	89.550	294.704	--
2	817	689	--	--	--	(119)	(117)	--
3	622	620	--	--	--	(1)	-1	--
4	1.622	1.512	--	--	--	(247)	-26	--
5	68.843	16.133	7.635	9	--	(7.311)	-4.163	--
6	168.158	138.235	27.374	485	--	54.027	8.436	--
7	5.502	5.304	719	61	--	(3.616)	--	--
8	2.567	2.559	--	86	--	59	--	--

(*) TAS 29 has not been applied.

The financial statements of the above subsidiaries for the period ended on 31 March 2024 are not included in the consolidation since they are non-financial subsidiaries.

3. Information on consolidated subsidiaries

Title	Address (City/Country)	Share percentage of the Parent Bank (%)	Share percentage of other shareholders (%) (*)	Consolidation Method
1 Denizbank AG	Vienna/Austria	100	--	Full consolidation
2 Eurodeniz International Banking Unit Ltd. (**)	Nicosia / Cyprus	100	--	Full consolidation
3 Deniz Yatırım Menkul Kıymetler A.Ş.	Istanbul/Turkey	100	--	Full consolidation
4 JSC Denizbank Moskova	Moscow / Russia	100	--	Full consolidation
5 Deniz Portföy Yönetimi A.Ş.	Istanbul/Turkey	--	100	Full consolidation
6 Deniz Finansal Kiralama A.Ş.	Istanbul/Turkey	100	--	Full consolidation
7 Deniz Faktoring A.Ş.	Istanbul/Turkey	100	--	Full consolidation
8 Deniz Gayrimenkul Yatırım Ortaklığı A.Ş.	Istanbul/Turkey	--	75	Full consolidation
9 CR Erdberg Eins GmbH & Co KG	Vienna/Austria	--	100	Full consolidation
10 Fast Pay Elektronik Para ve Ödeme Hizmetleri A.Ş.	Istanbul/Turkey	100	--	Full consolidation

(*) Represents risk group share percentage of the Bank.

(**) Eurodeniz International Banking Unit Ltd. has entered into the liquidation process. Explanation is given in Section Three, note XI.

(*)	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/(Loss)	Prior Period Profit/(Loss)	Fair Value	Capital requirement
1	209.993.310	42.548.280	680.377	2.560.384	202.949	1.425.514	484.747	--	--
2	--	--	--	--	--	--	1.182	--	--
3	11.870.865	4.072.007	30.587	1.241.811	--	553.908	221.763	--	--
4	19.605.195	2.062.286	58.578	320.903	1.914	293.783	89.671	--	--
5	337.851	314.396	4.918	401	251	83.989	15.574	--	--
6	25.678.486	7.401.948	6.373.303	1.044.307	--	2.160.622	338.671	--	--
7	20.081.497	3.978.544	37.127	1.693.369	--	436.706	148.958	--	--
8	2.300.119	2.210.522	26.645	129	--	108.657	108.895	--	--
9	1.014.170	854.362	896.016	--	--	5.106	403	--	--
10	149.184	73.852	61.919	3.247	--	(29.506)	(4.309)	--	--

(*) TAS 29 has not been applied.

Includes financial statement details subject to 31 March 2024 consolidation.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

(i) Movement of consolidated subsidiaries during the period

	Current Period	Prior Period
Balance at the Beginning of the Period	11.051.834	4.761.417
Movements During the Period	12.923	6.290.417
Purchases (*)	--	4.073.000
Bonus Shares Received(**)	--	1.485.170
Dividends from Current Year Profit	--	--
Sales (***)	--	--
Revaluation Increase, Effect of Inflation and F/X Difference	12.923	732.248
Other	--	--
Provision for Impairment	--	--
Balance at the End of the Period	11.064.757	11.051.834
Capital Commitments		
Share Percentage at the end of Period (%)	--	--

(*) As of 31 December 2020, the capital commitment of TL 4.000 to "Fastpay Elektronik Para ve Dağıtım Hizmetleri A.Ş.", a 100% subsidiary of the Bank, was paid in cash as of 31 March 2021, and the capital increase was completed. With the decision of the Board of Directors of the Bank dated 31 March 2022, it has been decided to increase the capital by TL 25.000 in order to comply with the minimum equity requirement, and to participate in the entire amount increased by the Bank. The capital commitment debt was paid on 31 March 2022 before the capital increase decision was registered. As of 31 March 2023, a capital increase amounting to TL 73.000 was made.

In September 2023, the Bank increased the capital of Deniz Finansal Kiralama A.Ş. by TL 2.000.000 in cash and the capital of Deniz Faktoring A.Ş. by TL 2.000.000 in cash.

(**) Deniz Finansal Kiralama A.Ş. It increased its paid-in capital by TL 1.133.000 from its internal sources, and Deniz Faktoring A.Ş. increased its paid-in capital by TL 352.400 from its internal sources. The Bank has accounted these amounts in "Subsidiaries" accounts.

(***) Eurodeniz International Banking Unit has entered into the liquidation process and the investment amount in the bank is TL 7.118.

(ii) Sectorial information on the consolidated subsidiaries and the related carrying amounts

	Current Period	Prior Period
Banks	2.321.148	2.321.148
Insurance Companies	--	--
Factoring Companies	2.490.277	2.490.277
Leasing Companies	3.934.217	3.934.217
Finance Companies	--	--
Other Subsidiaries	2.319.115	2.313.310
Total	11.064.757	11.058.952

The balances of the consolidated subsidiaries mentioned in the above have been eliminated in the accompanying financial statements.

(iii) Quoted subsidiaries within the consolidation scope

	Current Period	Prior Period
Quoted on domestic markets	1.402.519	1.147.787
Quoted on foreign markets	--	--

(iv) Consolidated subsidiaries disposed during the current period: None.

(v) Consolidated subsidiaries acquired during the current period: None.

h. Information on jointly controlled entities (joint ventures)

1. Information on jointly controlled entities (joint ventures)

Title	Share percentage of the Parent Bank (%)	Share percentage of the Group (%)	Current Assets	Non-Current Assets	Non-Current Liabilities	Income	Expenses
Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş.	33	33	232.992	235.755	150.694	415.246	(409.472)

Information on the unaudited financial statements is presented as of the period ended 31 March 2024.

2. Reasons of being unconsolidated for unconsolidated jointly controlled entities (joint ventures) and method used in the accounting of jointly controlled entities (joint ventures) in the Parent Bank's unconsolidated financial statements

Although the Parent Bank represents Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş. ("Bantaş") with %33 of ownership rate as jointly controlled affiliate in its financial statements, it was not consolidated since it is a non-financial entity. This investment is carried at cost.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

i. Information on receivables from leasing transactions

1. Representation of investments in leasing transactions by remaining maturity

	Current Period (*)		Prior Period (*)	
	Gross	Net	Gross	Net
Less than 1 year	3.115.776	2.692.930	3.278.409	2.748.739
Between 1-4 years	11.789.719	8.768.406	8.802.052	6.874.102
Over 4 years	2.457.918	1.659.594	2.346.752	1.686.857
Total	17.363.413	13.120.930	14.427.213	11.309.698

(*) Non-performing lease receivables of TL 2.409.121 are not included (31 December 2023: TL 2.431.888).

2. Information on net investments in lease transactions

	Current Period (*)	Prior Period (*)
Gross finance lease investment	17.363.413	14.427.213
Unearned finance income from finance lease (-)	4.242.483	3.117.515
Cancelled leasing amounts (-)	--	--
Net investment on finance leases	13.120.930	11.309.698

(*) Non-performing lease receivables of TL 2.409.121 are not included (31 December 2023: TL 2.431.888).

3. Information on operating leased

Deniz Finansal Kiralama A.Ş. started the fleet rental operations in the scope of operational leasing in June 2014.

Long-term receivables arising from leased assets are not recognised in the DFS Group's balance sheet. Receivables arising from the invoiced rents amounts within the period are recognised in the Group's balance sheet.

As of 31 March 2024, the DFS Group's receivables which arise from its operational leasing agreements and will emerge in the future are distributed as follows by year:

	Current Period	Prior Period
Up to 1 year	--	34.929
Between 1-5 years	--	--
5 years and over	--	--
Total	--	34.929

j. Explanation on derivative financial instruments for hedging purpose

None.

k. Explanation on investment properties

Investment properties are properties held by Deniz GYO for the purpose of generating lease profit.

As of 31 March 2024, the DFS Group's investment properties amount to TL 1.803.313 (31 December 2023: TL 1.591.527) which are carried at fair value in the consolidated financial statements.

l. Information on deferred tax asset

Deferred tax asset calculated within the scope of applicable regulation amounts to TL 6.493.518 (31 December 2023: TL 4.441.916) and deferred tax liability amounts to TL 1.085.055 (31 December 2023: TL 1.436.432). The mentioned value has been calculated by netting off the deductible and taxable temporary differences as of the balance sheet date.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

The following table summarizes the distribution of deferred tax in terms of sources:

	Current Period	Prior Period
Miscellaneous Provisions	5.653.308	5.778.554
Valuation Differences of Tangible Assets	609.669	--
Provision for Employee Benefits	434.876	481.964
Unearned Revenue	383.582	440.300
Valuation Differences of Financial Assets	--	155.909
Other	162.010	--
Deferred Tax Assets	7.243.445	6.856.727
Valuation Differences of Derivatives	(1.734.064)	(2.156.947)
Valuation Differences of Financial Assets	(100.918)	(292.155)
Valuation Differences of Tangible Assets	--	(1.206.241)
Other	--	(195.900)
Deferred Tax Liabilities	(1.834.982)	(3.851.243)
Net Deferred Tax Assets	5.408.463	3.005.484

m. Explanation on non-current assets or disposal groups held for sale and from discontinued operations

Eurodeniz International Banking Unit Ltd. which one of the subsidiaries of the Parent Bank has entered into the liquidation process. It is classified as discontinued operation in the financial statements until the liquidation process will be completed. Explanation is given in Section Three, note XI.

n. Information on other assets

1. Information on prepaid expense, taxes and similar items

DFS Group's total prepaid expenses are TL 6.678.358 (31 December 2023: TL 6.562.102).

2. Other assets do not exceed 10% of total assets excluding the off-balance sheet commitments.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

II. Explanations and disclosures related to consolidated liabilities

a. Information on deposits

Foreign currency protected deposit product, the operating rules of which are determined by the Ministry of Treasury and Finance and the CBRT, and which ensures that TL deposits are valued with interest rates and are protected against foreign currency exchange rates, started to be offered to bank customers as of the year of 2021 accounting period reported. TL deposits include TL 178.723.855 deposits within this scope as of 31 March 2024 (31 December 2023: TL 196.906.806).

1. Information on maturity structure of deposits

Current Period: 31 March 2024	7		Up to 1 Month	1-3 Months	3-6 Months	6 Months-1 Year	1 Year and Over	Accumulated Deposit Accounts	Total
	Demand	Days Notice							
Saving Deposits	18.086.334	--	7.714.479	74.684.996	46.103.469	95.097.092	36.195.644	4.130	277.886.144
Foreign Currency Deposits (*)	158.020.633	--	54.967.614	40.620.627	20.894.778	51.075.789	35.133.818	13.676	360.726.935
Residents in Turkey	93.158.951	--	27.872.163	28.239.570	6.332.392	7.087.571	4.016.281	10.062	166.716.990
Residents Abroad	64.861.682	--	27.095.451	12.381.057	14.562.386	43.988.218	31.117.537	3.614	194.009.945
Public Sector Deposits	2.749.386	--	68.715	71.936	10.407	3.344	2.808	--	2.906.596
Commercial Deposits	20.714.338	--	7.265.342	11.325.988	9.472.091	45.325.024	16.836.084	--	110.938.867
Other Ins. Deposits	499.018	--	839.105	1.069.892	637.539	735.682	2.668	--	3.783.904
Precious Metal Deposits	22.061.404	--	192.024	3.183.404	1.241.003	761.651	99.023	5.126	27.543.635
Bank Deposits	1.875.988	--	1.650.504	2.138.185	2.442.769	600.516	291.095	--	8.999.057
Central Bank	878.785	--	--	--	--	--	--	--	878.785
Domestic Banks	170.482	--	--	1.108.811	--	592.286	--	--	1.871.579
Foreign Banks	824.606	--	1.650.504	1.029.374	2.442.769	8.230	291.095	--	6.246.578
Special Finan. Inst.	2.115	--	--	--	--	--	--	--	2.115
Other	--	--	--	--	--	--	--	--	--
Total	224.007.101	--	72.697.783	133.095.028	80.802.056	193.599.098	88.561.140	22.932	792.785.138

(*) Foreign Currency Deposit Account consists of Saving Deposit customers at the amount of TL 255.061.617 and Commercial Deposit customers at the amount of TL 135.665.318.

Prior Period: 31 December 2023	7 Days		Up to 1 Month	1-3 Months	3-6 Months	6 Months-1 Year	1 Year and Over	Accumulated Deposit Accounts	Total
	Demand	Days Notice							
Saving Deposits	17.475.114	--	14.188.887	70.367.313	90.301.008	54.698.755	27.262.350	3.688	274.297.115
Foreign Currency Deposits (*)	142.447.705	--	28.428.173	56.538.036	17.914.876	38.065.547	34.468.321	12.998	317.875.656
Residents in Turkey	80.648.591	--	17.466.268	31.470.482	5.103.438	5.124.848	3.479.866	9.924	143.303.417
Residents Abroad	61.799.114	--	10.961.905	25.067.554	12.811.438	32.940.699	30.988.455	3.074	174.572.239
Public Sector Deposits	2.047.372	--	122.638	199.027	742	3.195	2.491	--	2.375.465
Commercial Deposits	20.864.578	--	9.401.166	16.410.454	27.409.036	28.156.586	13.801.214	--	116.043.034
Other Ins. Deposits	570.491	--	520.067	1.052.585	1.196.011	336.543	7.302	--	3.682.999
Precious Metal Deposits	19.221.552	--	165.060	2.648.361	847.004	613.366	109.438	5.264	23.610.045
Bank Deposits	1.656.754	--	2.291.258	2.354.487	2.635.078	219.540	264.149	--	9.421.266
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	34.362	--	--	456.620	402.919	--	--	--	893.901
Foreign Banks	1.620.456	--	2.291.258	1.897.867	2.232.159	219.540	264.149	--	8.525.429
Special Finan. Inst.	1.936	--	--	--	--	--	--	--	1.936
Other	--	--	--	--	--	--	--	--	--
Total	204.283.566	--	55.117.249	149.570.263	140.303.755	122.093.532	75.915.265	21.950	747.305.580

(*) Foreign Currency Deposit Account consists of Saving Deposit customers at the amount of TL 200.227.653 and Commercial Deposit customers at the amount of TL 117.648.003.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2. Information on deposit insurance

(i) Information on saving deposits under the guarantee of insurance and exceeding the limit of insurance

Deposits owned by foreign subsidiaries in scope of consolidation are under insurance coverage according to legislations of countries in which they are located and are not included in following table.

	Saving Deposit Insurance Fund		Exceeding the Insurance Coverage Limit	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	89.118.520	75.257.544	185.629.862	197.318.835
Foreign Currency Saving Deposits	52.306.696	38.701.518	88.931.224	84.924.514
Other Deposits in the form of Saving Deposits	--	--	--	--
Foreign Branches' Deposits under Foreign Authorities' Insurance	--	--	--	--
Off-shore Banking Regions' Deposits under Foreign Authorities' Insurance	--	--	--	--
Total	141.425.216	113.959.062	274.561.086	282.243.349

In accordance with the "Regulation on Amending the Regulation on the Insurable Deposit and Participation Funds and Premiums to be Collected by the Savings Deposit Insurance Fund" published in the Official Gazette dated 27 August 2022 and numbered 31936, official institutions in the presence of credit institutions, credit institutions and all deposits and participation funds, except those belonging to financial institutions, have started to be insured. In this context, commercial deposits covered by the insurance amount to TL 19.326.535 and the relevant amount is not included in the footnote.

(ii) Saving deposits of real persons which are not under the guarantee of insurance

	Current Period	Prior Period
Deposits and Other Accounts in Foreign Branches	35.322	51.431
Deposits and Other Accounts belong to Major Shareholders with Their Parents, Spouse and Children under Their Wardship	--	--
Deposits and Other Accounts belong to Members of Board of Directors, CEO and Deputy CEO with Their Parents, Spouse and Children under Their Wardship	364.275	248.325
Deposits and Other Accounts linked to Crimes Mentioned in 282nd Article of 5237 Numbered Turkish Penal Code dated on 26/09/2004	--	--
Deposits belong to Off-Shore Banks which are established in Turkey	--	--
Total	399.597	299.756

(iii) Saving deposits in Turkey are not covered by any insurance in any other country since the Bank's headquarter is not located abroad.

b. Information on derivative financial liabilities held for trading

1. Negative differences table for derivative financial liabilities held for trading

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	433.131	469.716	347.356	166.535
Swap Transactions	164.820	1.624.051	61.483	2.004.107
Futures Transactions	27.252	--	981	--
Options	--	643.460	--	255.390
Other	--	--	--	--
Total	625.203	2.737.227	409.820	2.426.032

c. Information on funds borrowed

1. Information on banks and other financial institutions

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank Loans	--	--	--	--
Domestic Banks and Institutions	10.465.320	3.442.661	11.211.239	3.574.008
Foreign Banks, Institutions and Funds	--	115.627.322	--	111.618.201
Total	10.465.320	119.069.983	11.211.239	115.192.209

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2. Maturity information of funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	10.243.248	39.929.074	11.211.239	33.473.382
Medium and Long-Term	222.072	79.140.909	--	81.718.827
Total	10.465.320	119.069.983	11.211.239	115.192.209

d. Information on securities issued

	Current Period		Prior Period	
	TL	FC	TL	FC
Bonds ^(*)	--	64.495.924	--	39.820.534
Bills	5.991.759	2.137.285	5.157.897	1.516.251
Asset Backed Securities	--	--	--	--
Total	5.991.759	66.633.209	5.157.897	41.336.785

(*) DFSG provides funds through securitization transactions based on foreign remittance flows through DFS Funding Corporation, a special purpose institution established abroad within the framework of its foreign borrowing program.

As of 31 March 2024, the Parent Bank has no repurchased the securities it has issued and netted them in its financial statements (31 December 2023: TL None).

e. If other liabilities line of the balance sheet exceeds 10% of the total balance sheet excluding the off balance sheet commitments, the names and amounts of the sub-accounts constituting at least 20% of the other liabilities

Other liabilities do not exceed 10% of the balance sheet total excluding the off-balance sheet commitments.

f. Information on lease liabilities

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	887.940	670.984	703.990	521.888
Between 1-4 years	959.885	476.857	512.538	334.724
Over 4 years	632.396	184.744	68.251	44.700
Total	2.480.221	1.332.585	1.284.779	901.312

g. Information on derivative financial liabilities for hedging purpose

None.

h. Explanation on provisions

1. Provision for foreign exchange differences on foreign currency indexed loans

As of 31 March 2024, there is no provisions for foreign exchange differences on foreign currency indexed loans (31 December 2023: None). The amount of the provision for foreign exchange differences on foreign currency indexed loans are netted against loans and receivables under assets in the financial statements.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2. Liabilities of provision for employee benefits

TAS 19 requires using the actuarial valuation method for calculation of liabilities.

Accordingly, the following actuarial assumptions were used in the calculation of the total provision for employee termination benefits:

	Current Period	Prior Period
Discount rate	5,33%	5,33%
Interest rate	24,18%	24,18%
Estimated rate of increase in salary/severance pay limit	17,90%	17,90%

As of 31 March 2024, TL 748.008 of provision for employee termination benefits (31 December 2023: TL 748.009) and TL 990.793 of unused vacation provisions and other rights (31 December 2023: TL 1.175.859) were reflected to the consolidated financial statements.

Movement of the provision for employee termination benefits during the period is as follows:

	Current Period	Prior Period
Balance at the Beginning of the Period	742.596	978.935
Changes in the period	89.145	391.089
Actuarial loss/(gain)	--	(65.389)
Paid in the period	(86.535)	(573.830)
FX difference	2.802	11.791
Balance at the End of the Period	748.008	742.596

3. Information on other provisions

Information on the items and amounts causing the excess if other provisions exceed 10% of total provisions:

Current period:

TL1.304.609 of other provisions represents stage 1 and stage 2 provisions for expected credit loss for non-cash loans, TL 3.050.493 is related to stage 3 provision for expected credit loss for non-cash loans that are unindemnified and not converted into cash, TL 711.068 is the provisions for the litigations against the Bank, TL 6.700.000 includes free provision and TL 3.556.653 includes other provisions.

Prior period:

TL 1.403.590 of other provisions represents stage 1 and stage 2 provisions for expected credit loss for non-cash loans, TL 2.937.086 is related to stage 3 provision for expected credit loss for non-cash loans that are unindemnified and not converted into cash, TL 633.452 is the provisions for the litigations against the Bank, TL 6.700.000 includes free provision and TL 2.644.311 includes other provisions.

i. Explanation on tax liability

1. Information on current tax liability

(i) Information on tax provision

As of 31 March 2024, the corporate tax provision of DFS Group amounts to TL 3.632.940 (31 December 2023: TL 3.256.497), and it has been offset with advance taxes amounting to TL 1.212.161 (31 December 2023: TL 2.084.858).

(ii) Information on tax liabilities

	Current Period	Prior Period
Corporate tax payables	2.420.329	1.171.640
Taxation on securities	396.327	345.323
Taxes on real estate capital gain	10.231	7.440
Banking Insurance Transaction Tax (BITT)	1.334.237	1.129.012
Taxes on foreign exchange transactions	53.679	21.902
Value added tax payables	53.240	87.455
Other	349.486	268.337
Total	4.617.529	3.031.109

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

(iii) Information on premiums

	Current Period	Prior Period
Social security premiums- employee share	99.724	67.250
Social security premiums- employer share	128.081	85.110
Bank pension fund premium- employee share	--	--
Bank pension fund premium- employer share	--	--
Pension fund membership fees and provisions- employee share	--	--
Pension fund membership fees and provisions- employer share	--	--
Unemployment insurance- employee share	13.699	11.067
Unemployment insurance- employer share	11.741	7.820
Other	--	--
Total	253.245	171.247

2. Information on deferred tax liability

Deferred tax liability calculated within the scope of the applicable regulations amounts to TL 1.085.055 (31 December 2023: TL 1.436.432). The detail of deferred tax is disclosed in Note "n" of explanations and disclosures related to consolidated assets.

j. Information on liabilities related to non-current assets held for sale and discontinued operations

Eurodeniz International Banking Unit Ltd. which one of the subsidiaries of the Parent Bank has entered the liquidation process. It is classified as discontinued operation in the financial statements until the liquidation process will be completed. Explanation is given in Section Three, note XI.

k. Information on shareholders' equity

1. Presentation of paid-in capital

	Current Period	Prior Period
Share	5.696.100	5.696.100
Preferred Share	--	--

Paid-in capital of the Parent Bank is shown at nominal value.

2. Paid-in capital amount, explanation as to whether the registered share capital system is applied at the bank; if so the upper limit of registered share capital

The registered share capital system is not applied.

3. Information on share capital increases and their sources and other information on any increase in capital shares during the current period

None.

4. Information on share capital increases from revaluation funds during the current period

None.

5. Capital commitments in the last fiscal year and at the end of the following period, the general purpose of these commitments and projected resources required to meet these commitments

The capital is totally paid in and there are no capital commitments.

6. Prior period indicators of the Parent Bank's income, profitability and liquidity; and possible effects of the predictions on equity, considering uncertainty indicators

Balance sheets of the entities under DFS Group are managed prudently, to minimize the negative effects of interest rate, foreign currency and credit risks. This policy contributes to the progress of DFS Group's profitability with a steady increasing trend.

7. Summary information on the privileges given to stocks representing the capital

The Parent Bank does not have any preferred stocks.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

8. Share premiums, shares and equity instruments

	Current Period	Prior Period
Number of Shares (*)	50.368.526	50.368.526
Preferred Shares	--	--
Share Premium (**)	15	15
Share Cancellation Profits	--	--
Other Equity Instruments	--	--
Total Share Issued (*)	50.369	50.369

(*) Related to the Parent Bank's capital increase on 27 September 2004. The Parent Bank's capital was increased from TL 202.000 to TL 290.000; and TL 50.369 of the increased TL 88.000 was received in cash through shares issued to the public on 27 September 2004.

(**) In the related period, the number of shares with nominal value of "one thousand" Turkish Lira was sold for "two thousand eight hundred seventy-five" Turkish Lira and TL 94.441 share premium was obtained. Inflation valuation difference until December 2004 amounts to TL 3.910 and is followed under the related account in accordance with the regulation. Share premium of TL 60 through obtained from the paid-in capital increase of TL 400.000 on 28 August 2008.

Share premium at an amount of TL 94.501 and inflation adjustment differences of share premium at an amount of TL 3.910 has been added to paid-in capital with the capital increase made by the Parent Bank at the date of 14 October 2015.

Through the capital increase of TL 1.500.000 realised on 28 June 2016, an emission premium of TL 15 was generated.

9. Information on marketable securities value increase fund

	Current Period		Prior Period	
	TL	FC	TL	FC
Associates, Subsidiaries and JVs	7.898.790	--	7.898.790	--
Valuation Difference	(2.057.123)	(250.081)	(1.704.364)	364.170
FX Gain or Loss	--	--	--	--
Total	5.841.667	(250.081)	6.194.426	364.170

10. Information on hedging funds

Explanations about hedging funds are in Section Four, note VIII.

11. Explanations on minority shares

	Current Period	Prior Period
Balance at the Beginning of the Period	497.358	303.767
Minority shares in net income of consolidated subsidiaries	27.382	195.016
Increase/(decrease) in minority shares due to disposals	--	--
Other	--	(1.425)
Balance at the End of the Period	524.740	497.358

12. Explanations on revaluation differences of tangible fixed assets

As of 31 December 2016, in the valuation of the properties in use that are recognised under tangible fixed assets, the cost model has been changed as revaluation model in accordance with TAS 16 "Tangible Fixed Assets". As a result of the revaluation made, the net revaluation difference after tax amounting to TL 740.569 has been accounted for in "Other Accumulated Comprehensive Income That Will Not Be Reclassified in Profit or Loss" under equities (31 December 2023: TL 722.310).

13. Explanations on profit distribution

At the Ordinary General Assembly meeting held on 28 March 2024, since the total of the general legal reserve fund reached 20% of the paid capital in accordance with Article 519 1 of the Turkish Commercial Code No. 6102, it was decided that no general legal reserve fund would be allocated from the profit of 2023, and Ekspres Gayrimenkul Turizm Yatırım İşletme ve Ticaret A.Ş. in order to benefit from the exemption specified in Article 5 1-e of Corporate Tax, it has been decided that TL 18.979 TL of the subsidiary sales profit for 2023 will be left in the Mandatory Saving Funds account, and the remaining TL 27.858.806 will be allocated as Extraordinary Reserve Fund.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

III. Explanations and disclosures related to consolidated off-balance sheet items

a. Explanation on liabilities in off-balance sheet accounts

1. Type and amount of irrevocable loan commitments

All of DFS Group's off-balance sheet loan commitments are in the nature of irrevocable commitments. As of 31 March 2024, loan granting commitments, commitments for credit card expenditure limits and commitments for cheque payments are TL 49.410.277, TL 327.968.174 and TL 19.666.391, respectively (31 December 2023: TL 48.403.121, TL 293.746.486 and TL 12.311.768, respectively). The details of these items are followed in the off-balance sheet accounts.

2. Structure and amount of probable losses and commitments arising from off-balance sheet items

(i) Non-cash loans including guarantees, bill of guarantee and acceptances of bank and other letters of credit and commitments which can be considered as financial collateral

As of 31 March 2024, DFS Group has letters of guarantee amounting to TL 128.471.861, bill of guarantee and acceptances amounting to TL 1.629.063, and guarantees and warranties on letters of credit amounting to TL 28.114.440 and other guarantees and warranties amounting to TL 11.392.318.

As of 31 December 2023, DFS Group has letters of guarantee amounting to TL 119.256.548, bill of guarantee and acceptances amounting to TL 717.588, and guarantees and warranties on letters of credit amounting to TL 23.948.861 and other guarantees and warranties amounting to TL 10.046.553.

(ii) Final guarantees, provisional guarantees, sureties and similar transactions

	Current Period	Prior Period
Provisional Letters of Guarantee	2.290.365	2.760.789
Final Letters of Guarantee	78.189.366	71.316.334
Letters of Guarantee for Advances	17.667.945	15.360.220
Letters of Guarantee given to Customs Offices	574.616	537.601
Other Letters of Guarantee	29.749.569	29.281.604
Total	128.471.861	119.256.548

3. Information on non-cash loans

(i) Total amount of non-cash loans

	Current Period	Prior Period
Non-Cash Loans Given for Obtaining Cash Loans	41.363.798	39.541.102
With Original Maturity of 1 Year or Less	41.363.798	39.541.102
With Original Maturity of More Than 1 Year	--	--
Other Non-Cash Loans	128.243.884	114.428.448
Total	169.607.682	153.969.550

b. Explanations on contingent assets and liabilities

In accordance with the precautionary principle regarding the lawsuits filed against the Group, TL 711.068 (31 December 2023: TL 339.071) provision has been set aside and these provisions are classified under "Other provisions" on the balance sheet. Except for those provisioned, other ongoing lawsuits are unlikely to result in a negative conclusion and cash outflow is not foreseen for them.

IV. Explanations and disclosures related to consolidated statement of profit or loss

a. Interest income

1. Information on interest income received from loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Short Term Loans(*)	21.670.704	1.648.393	5.004.139	737.543
Medium and Long Term Loans(*)	9.519.961	3.085.338	4.830.701	1.942.271
Loans Under Close Monitoring	540.291	3	214.709	61.807
Premiums Received from Resource Utilisation Support Fund	--	--	--	--
Total	31.730.956	4.733.734	10.049.549	2.741.621

(*) Interest income received from loans also include fees and commissions from cash loans.

2. Information on interest income received from banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of the Republic of Turkey(*)	--	399.595	--	--
Domestic Banks	3.298.016	229.733	106.323	164.605
Foreign Banks	53.584	499.377	3.251	95.060
Foreign Head Offices and Branches	--	--	--	--
Total	3.351.600	1.128.705	109.574	259.665

(*)The interest income received from required reserves of the Parent Bank with the CBRT is TL 1.747.950 (1 January - 31 March 2023: TL 60.177).

3. Information on interest income received from securities

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets at Fair Value Through Profit or Loss	140.077	43.193	92.769	36.234
Financial Assets at Fair Value Through Other Comprehensive Income	2.803.122	1.276.218	2.310.571	618.840
Financial Assets Measured at Amortised Cost	3.261.693	--	815.984	55.926
Total	6.204.892	1.319.411	3.219.324	711.000

As stated in the chapter III footnote numbered VII, the Parent Bank has government securities in the financial assets at fair value through other comprehensive income and financial assets measured at amortised cost portfolios with a maturity of 5 to 10 years and having CPI indexed 6 months real coupon ratio fixed until maturity. As stated in the Undersecretariat of Treasury's securities indexed CPI Investors Guide, the reference indexes used in calculating the actual coupon payment amounts of these assets are based on the CPI of previous two months. The Parent Bank predicts the estimated inflation rate in parallel to those. The Parent Bank predicts the estimated inflation rate in parallel to those. The estimated inflation rate used is updated when necessary during the year. In this context, as of 31 March 2024, the valuation of these securities was made according to the annual forecast of 45% inflation. If the valuation for these securities indexed to the CPI was made according to the reference index valid for 31 March 2024, the securities valuation differences under the equity would decrease by TL 437.831 and net profit for the period would increase by TL 1.308.944 to TL 12.975.593.

4. Information on interest income received from associates and subsidiaries

	Current Period	Prior Period
Interest Received from Associates and Subsidiaries	3	--

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

b. Interest expense

1. Information on interest expense related to funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	1.035.705	3.919.892	361.607	1.156.878
Central Bank of the Republic of Turkey	--	381.710	--	146.710
Domestic Banks	1.015.824	97.864	330.361	29.345
Foreign Banks	19.881	3.440.318	31.246	980.823
Foreign Head Offices and Branches	--	--	--	--
Other Institutions	--	--	--	--
Total	1.035.705	3.919.892	361.607	1.156.878

Interest expense related to funds borrowed also includes fees and commission expenses.

2. Information on interest paid to associates and subsidiaries

	Current Period	Prior Period
Interest Paid to Associates and Subsidiaries	1.503	7.597

3. Information on interest paid to securities issued

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Paid to Securities Issued	720.894	760.758	166.065	205.850

4. Maturity structure of the interest expense on deposits

Account Name	Demand Deposits	Time Deposit					Cumulative Deposit	Total
		Up to 1 Month	Up to 3 Month	Up to 6 Month	Up to 1 Year	More than 1 Year		
TL								
Bank Deposits	9	146.942	--	--	--	--	--	146.951
Saving Deposits	23	1.276.665	8.121.803	6.870.743	8.956.560	2.213.355	269	27.439.418
Public Sector Deposits	--	7.494	16.747	566	289	219	--	25.315
Commercial Deposits	--	1.085.255	1.466.961	1.778.969	4.285.502	1.336.829	--	9.953.516
Other Deposits	--	47.195	119.655	95.022	81.040	103	--	343.015
7 Days Call Account	--	--	--	--	--	--	--	--
Total	32	2.563.551	9.725.166	8.745.300	13.323.391	3.550.506	269	37.908.215
FC								
Deposits	192.937	118.966	283.148	86.335	224.355	190.049	211.733	1.307.523
Bank Deposits	40.830	228.814	27.875	--	--	--	--	297.519
7 Days Call Account	--	--	--	--	--	--	--	--
Precious Metal Deposits	1	106	962	525	555	116	14	2.279
Total	233.768	347.886	311.985	86.860	224.910	190.165	211.747	1.607.321
Grand Total	233.800	2.911.437	10.037.151	8.832.160	13.548.301	3.740.671	212.016	39.515.536

c. Explanations on trading income/loss

	Current Period	Prior Period
Income	456.400.281	327.987.413
Capital Market Transactions	2.090.970	1.959.310
Derivative Financial Instruments	8.971.715	3.745.604
Foreign Exchange Gains	445.337.596	322.282.499
Loss (-)	454.701.052	325.346.842
Capital Market Transactions	225.084	191.365
Derivative Financial Instruments	4.856.092	4.055.563
Foreign Exchange Losses	449.619.876	321.099.914
Net Trading Income / Loss	1.699.229	2.640.571

Net gain/(loss) from foreign exchange translation differences related to derivative financial instruments amounts to TL 4.169.223 (1 January - 31 March 2023: TL 1.015.763).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

d. Information on other operating income

Other operating income consist of fee income from customers for various banking services, income from fixed asset sales and operating lease income increases.

e. Provisions for expected credit loss

	Current Period	Prior Period
Expected credit loss (*)	(2.386.588)	(2.167.465)
12 months provision for expected credit loss (Stage 1)	1.246.801	1.228.631
Significant increase in credit risk (Stage 2)	(1.777.998)	(1.001.730)
NPL (Stage 3)	(1.855.391)	(2.394.366)
Provisions for securities impairment	--	--
Financial assets at fair value through profit or loss	--	--
Financial assets at fair value through other comprehensive income	--	--
Associates, subsidiaries and provisions for financial assets measured at amortised cost impairment	--	--
Associates	--	--
Subsidiaries	--	--
Joint ventures	--	--
Others	248.685	2.064.100
Total	(2.137.903)	(103.365)

(*) DFS Group has reported the provision for expected credit loss for loans in its financial statements, by netting off the reversals and collections made from loan provisions.

f. Information on other operating expenses

	Current Period	Prior Period
Personnel Expenses (*)	4.501.405	2.548.806
Reserve for Employee Termination Benefits (*)	(2.240)	(336.840)
Reserve for Bank's Social Aid Fund Deficit	--	--
Impairment Losses on Tangible Assets	--	--
Depreciation Charges of Tangible Assets	373.072	188.992
Impairment Losses on Intangible Assets	--	--
Goodwill for impairment loss	--	--
Amortisation Charges of Intangible Assets	374.407	192.044
Impairment Losses on Investment Accounted for under Equity Method	--	--
Impairment of Assets to be Disposed	--	23.534
Depreciation of Assets to be Disposed	--	--
Impairment of Assets Held for Sale	--	--
Other Operating Expenses	2.493.124	1.118.226
Operational Lease Expenses (**)	69.839	33.750
Repair and Maintenance Expenses	603.055	267.032
Advertisement Expenses	118.307	52.616
Other Expenses (***)	1.701.923	764.828
Losses on Sale of Assets	203	355
Other (****)	2.187.158	1.250.042
Total	9.927.129	4.985.159

(*) Personnel expenses and reserve for employee termination benefits are presented in "personnel expenses" in the statement of profit or loss.

(**) Includes the rent expenses outside the scope of TFRS 16.

(***) Other expenses in other operational expenses comprise; communication expenses, IT repair and maintenance and software fees, stationary, representation, heating and lighting, credit card service fee and others amounting to TL 137.250, TL 66.441, TL 68.068, TL 5.803, TL 76.975, TL 977.523 and TL 369.863, respectively (1 January - 31 March 2023: TL 74.786, TL 32.827, TL 48.150, TL 2.332, TL 67.658, TL 326.695 and TL 212.380, respectively).

(****) Other expenses comprise; BITT expenses, SDIF expenses, financial operating fees, earthquake support packages and others amounting to TL 950.294, TL 385.539, TL 772.327, TL 3.771 and TL 75.227, respectively (1 January - 31 March 2023: TL 141.177, TL 304.840, TL 340.279, TL 350.717 and TL 113.029, respectively).

g. Information on profit / loss before tax from continued operations

As 1 January - 31 March 2024, DFS Group has a profit before tax from continued operations amounting to TL 12.369.270 (1 January - 31 March 2023: TL 9.060.275).

As 1 January - 31 March 2024, DFS Group has no before tax from discontinued operations (1 January - 31 March 2023: TL 4.651).

h. Information on tax provision for continued and discontinued operations

1. Calculated current tax income or expense and deferred tax income or expense

As of 1 January - 31 March 2024, the current tax charge on continued operations amounts to TL 4.235.538 (1 January - 31 March 2023: TL 2.294.713) while deferred tax charge amounts to TL 2.334.623 (1 January - 31 March 2023: TL 4.403.757) and deferred tax benefit amounts to TL 5.867.540 (1 January - 31 March 2023: TL 4.486.185).

There are no current tax expenses on discontinued operations. (1 January - 31 March 2023: TL (851)).

i. Explanations on net profit and loss for the period

1. If the disclosure of the characteristic, dimension and repetition rate of the income and expense items arising from ordinary banking transactions is necessary for the understanding of the Bank's performance during the period, the characteristic and amount of these items

DFS Group's income from ordinary banking transactions related to the current and previous period are interest income from loans and securities and other banking service income. The main sources of expenditure are interest expenses on deposits and similar borrowing items, which are the funding sources of loans and securities.

2. Profit/(loss) attributable to minority shares

	Current Period	Prior Period
Profit/(loss) attributable to minority shares	27.382	27.363

3. No changes have been made in the accounting estimates which may have a material effect in the current period and materially affect subsequent periods.

j. If the other lines of the statement of profit or loss exceeds 10% of the period profit/loss, information on components making up at least 20% of other items

DFS Group has accounted for fees and commissions, transfer commissions, account operation fees and insurance brokerage commissions received from credit cards under the "Other" line under the "Fees and Commissions Received" account. Fees and commissions given to credit cards are accounted under the "Other" line under the "Fees and Commissions Given" account.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

V. Explanations and disclosures related to DFS Group's risk group

a. Information on loans and other receivables of DFS Group's risk group

Current Period

DFS Group's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans						
Balance at the Beginning of the Period	829.484	193.792	98.162	162.491	12.075	--
Balance at the End of the Period	885.027	139.469	158.174	136.240	46.121	--
Interest and Commission Income	151	235	975	--	15	--

(*) As described in the Article 49 of Banking Law no.5411.

Prior Period

DFS Group's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans						
Balance at the Beginning of the Period	34.435	109.314	241.587	93.168	3.484	--
Balance at the End of the Period	829.484	193.792	98.162	162.491	12.075	--
Interest and Commission Income	8.443	7	1.533	--	--	--

(*) As described in the Article 49 of Banking Law no.5411.

b. Information on deposits and funds borrowed from DFS Group's risk group

DFS Group'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
Balance at the Beginning of the Period	1.334.708	409.442	81.932.331	33.675.803	59.886	104.612
Balance at the End of the Period	1.087.605	1.334.708	64.757.038	81.932.331	110.471	59.886
Interest and Commission Expense Paid	1.503	7.597	1.525.243	358.464	12	2.280

(*) As described in the Article 49 of Banking Law no.5411.

(**) Includes the subordinated loans of US Dollar 650 million and Euro 115 million received from ENBD.

c. Information on forward and option agreements and similar agreements made with DFS Group's risk group

DFS Group'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
Transactions for Financial Assets at Fair Value through Profit or Loss Purposes:						
Balance at the Beginning of the Period	--	--	6.897.617	161.515	--	68.852
Balance at the End of the Period	--	--	3.945.089	6.897.617	968.562	--
Total Income/(Loss)	--	--	(24.145)	(912)	--	2.283
Transactions for Hedging Purposes:						
Balance at the Beginning of the Period	--	--	--	--	--	--
Balance at the End of the Period	--	--	--	--	--	--
Total Income/(Loss)	--	--	--	--	--	--

(*) As described in the Article 49 of Banking Law no.5411.

d. Information on benefits provided to top management

As of 31 March 2024, a payment of TL 394.249 (31 March 2023: TL 220.907) has been accrued to the key management of the DFS Group.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

e. Information on transactions with DFS Group's risk group

As of 31 March 2024, cash loans and other receivables of the risk group represent 0,2% of DFS Group's total cash loans and banks; deposits and borrowings represent 6,96% of DFS Group's total deposits and borrowings. Non-cash loans granted to risk group companies represent 0,16% of the total non-cash loans balance.

The risk group that the DFS Group is involved in, conducts financial and operational leasing transactions with Deniz Leasing. The Parent Bank provides agency services for Deniz Yatırım through its branches. Amounts related to these transactions have been eliminated from the accompanying financial statements enclosed within the scope of consolidation adjustments.

VI. Subsequent events

The building currently used by the parent company Bank as the Head Office building which is , at Büyükdere Caddesi 141 Esentepe, Şişli-İstanbul, and the title deed is registered in Istanbul province, Şişli district, Mecidiyeköy neighborhood, 2011 block, plot 7 and title deed on a total of 11.099,39 m2 of land Torun Tower Office building, which has 33 floors in addition to 6 basement floors and thus a total of 39 floors and a usable area of 106.080 m2, including all registered and unregistered outbuildings, was purchased by the Parent Bank on 17 April 2024 for 11.584.751.750 TL +VAT.

The process regarding the acquisition of a total of 299.683.561 shares of "Deniz Gayrimenkul Yatırım Ortaklığı A.Ş.", consisting of 5.000 Group A shares and 299.678.561 Group B shares, by the parent Bank, which is owned by the subsidiary Deniz Yatırım Menkul Kıymetler A.Ş., was completed on 2 April 2024. The transfer of shares to DenizBank was also completed on the same date.

The decisions of the Ordinary General Assembly Meeting held on 28 March 2024, including the amendment of Article 30 titled "Issuance of Debt Instruments and Other Securities" of the Parent Bank's Articles of Association, were registered on 2 April 2024 and Article 30 was changed as follows;

FORMER TEXT	NEW TEXT
ISSUANCE OF BORROWING INSTRUMENTS AND OTHER SECURITIES Article 30 - The Bank shall issue domestically and-or internationally all kinds of bills, promissory notes, bonds, notes, commercial papers, debentures, participation dividend certificates, profit and loss sharing certificates, asset-backed securities, mortgage-backed securities and other financial instruments, with or without security, that are recognised by the CMB as the borrowing instruments, securities, and-or other debt instruments, based on the decision of the Board of Directors and in compliance with the Capital Market Law, the Banking Law and other relevant Turkish laws and regulations.	ISSUANCE OF BORROWING INSTRUMENTS AND OTHER SECURITIES Article 30 - The Bank shall issue domestically and-or internationally any type of financing bond, bond, debenture, commercial paper, unsecured bond, participation certificate, asset-backed securities, mortgage-backed securities, and other financial instruments recognized by the Capital Markets Board (CMB) as debt instruments or other debt instruments, either secured or unsecured, with the decision of the Board of Directors and in compliance with the Capital Market Law, the Banking Law and other relevant Turkish legislation.

The Board of Directors of the Parent Bank dated 1 April 2024 and 18 April 2024 decided to increase the capital of the Parent Bank from TL 5.696.100.000 to TL 19.638.600.000 and to increase the capital of the Parent Bank in cash by TL 13.942.500.000 to be covered from the amount transferred to the name and account of ENBD as 'capital advance' as a result of the early repayment of the subordinated loans ('TIER II') obtained from ENBD, the main shareholder of the Parent Bank, within the framework of the BRSA's approval, and in this context, the approval of the BRSA was received on 2 May 2024 and the approval of the Ministry of Trade is pending.

In this context, with the decision of the Board of Directors of the Parent Bank dated 6 May 2024, it has been decided to hold an Extraordinary General Assembly Meeting on 16 May 2024 in order to increase the capital of the Parent Bank from TL 5.696.100.000 to TL 19.638.600.000, provided that the necessary approvals are obtained, and to submit the issue of amending Article 6 of the Articles of Association of the Parent Bank to the approval of the General Assembly.

SECTION SIX

INDEPENDENT AUDITOR'S REVIEW REPORT

I. Matters to be disclosed related to Independent Auditor's Review Report

Consolidated financial statements and notes of the DFS Group are subject to independent auditor's review by DRT Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. (Member Firm of Deloitte Touche Tohmatsu Limited) and independent audit review report dated 6 May 2024 is presented in front of the consolidated financial statements.

II. Explanations and notes prepared by Independent Auditor

There are no explanations or notes, deemed to be required, and no significant issues which are not mentioned in the prior sections above related to the activities of the DFS Group.

SECTION SEVEN

INTERIM ACTIVITY REPORT

(*) Amounts are expressed in TL in Section Seven.

Message from the Chairman of the Board of Directors

DenizBank continues to offer a complete, leading-edge banking service, supporting its customers and the national economy with the strong backing of its shareholder.

Despite challenging conditions in 2023, such as the earthquake disaster and high inflation, the Turkish economy grew by an impressive 4,5%. In the first quarter of 2024, economic indicators point to a further expansion in economic activity. The market expects economic growth to moderate in coming quarters before accelerating again, as macroprudential measures become increasingly effective at controlling inflation. DenizBank continued with its strong support of key sectors including SMEs, Agriculture and Tourism, as the Bank delivered impressive loan growth in the first quarter of 2024.

As well as delivering a strong financial performance in the first quarter, DenizBank provided significant financing to priority sectors including green-economy projects, agriculture and women entrepreneurs with limited access to finance, aligning with the Bank's ambitious sustainability targets. The Bank has also contributed to the development of the entrepreneurship ecosystem by supporting start-ups that are sensitive to climate-related risks.

As DenizBank, we will continue to shape the future of banking in the Middle East, North Africa and Türkiye with our robust capital.

Message from the President and CEO

As the global fight against inflation and monetary tightening policies implemented in 2023 continued in 2024, global growth and trade tends to slow down compared to the past. However, we observe an increase in geopolitical concerns and protectionism.

Turkish economy, on the other hand, recorded 4,5% growth in 2023 despite the challenging circumstances caused by the devastating earthquake in addition to global uncertainties. Economic growth, which continued in Q1 2024 in the leading indicators, is expected to slow down over the year with the tight monetary policy and macro prudential measures that focus on the combat against inflation and are implemented pertinaciously.

As Denizbank, we continued our strong support for our niche sectors while offering our environmentally and socially favourable sustainable financial solutions to green economy projects and women entrepreneurs and the agricultural sector that have limited access to financing as well as individuals and entities affected by the earthquake.

We continue to grow with our responsible banking approach.

With the utmost care to the financial measures taken in assets, loans and deposits in this process, we continued to grow thanks to our active balance sheet management. In the first quarter of 2024, our assets were realised at 1.299,7 billion TL on a consolidated basis and 1.113,5 billion TL on an unconsolidated basis.

TL denominated deposits, which increased on an annual basis as savings were directed to Turkish Lira within the scope of the regulations of the economy management incentivising conversion into TL, had an impact as our total customer deposits reached 783,8 billion TL on a consolidated basis and 613,7 billion TL on an unconsolidated basis. Our network of 657 branches, including the ones operating in 81 provinces of Türkiye, our Bahrain and Girne branches and 14 subsidiary branches as well as our customer base growing by 5% in the last one year were the other determinants in such increase.

Continuing to transfer the funds secured in the first three months of 2024 into the economy, our Bank's consolidated cash loan volume reached 639,3 billion TL, unconsolidated cash loan volume reached 534,7 billion TL and total sum of consolidated cash and non-cash loan volume reached 808,9 billion TL. While our equity rose to 100,3 billion TL and 99,7 billion TL on a consolidated and unconsolidated basis, respectively, our equity including subordinated loans was marked as 125,5 billion TL on a consolidated basis and 124,9 billion TL on an unconsolidated basis. In the first three months of 2024, our net profit on a consolidated and unconsolidated basis was realised as 11,7 billion TL.

Plastic pollution is on our agenda with a focus on sustainability

Considering the environmental and social impacts of our activities in Q1 2024, we continued to work parallel to our sustainability objectives. Within such framework, we included in our agenda the plastic pollution, which is among the most important issues triggering the climate crisis with the environmental damage it causes and the threat it creates on the ecosystem, and we supported the documentary, "You Better Notice" produced and directed by Engin Altan Düzyatan, actor and climate activist, premiered in December at COP 28 climate summit held in Dubai. With our support to the project realised in collaboration with SKD Türkiye and sponsored by SOCAR Türkiye, we are delighted to contribute to raising of awareness on plastic pollution, which we consider a vitally important matter for the future of our planet.

In the first quarter of 2024, we submitted our 2023 Integrated Annual Report, which we elaborated for the first time on the important steps we have taken to make our efforts more system based and structured in the four main areas summarised under the headings of practices based on our sustainability strategy, key performance indicators for our managers, specification of the risk and opportunities arising from climate change and roadmap for decarbonisation.

We have our focal point on the subject of sustainability in our technology and innovation investments. Within this framework, our next generation subsidiary NEOHUB has collaborated with Oxford Global Consultancy Firm Oxentia for TRUK Accelerator, which is a start-up acceleration programme supporting the global expansion of sustainability-oriented start-ups. With NEOHUB Cloud Technologies, which is 100% subsidiary of NEOHUB, we have started to offer our services in the custody and management of digital assets with smart solutions.

Aiming for innovations that pave the way for our sector

As DenizBank, we continue our efforts to pioneer the transformation of payment systems with digitised and customised, contactless technologies. Within this framework, we have actualised our Biometric Card, which offers ID verification from fingerprint and thereby enhances financial security and responds to the speed and practicality needs of our customers.

At the service of rural areas with our dynamic branches

It was yet another significant development for our bank to change our Bank's presence in agricultural banking, spanning over 20 years, with a model suitable to the economic and social structure in rural areas as of February and introduce the Dynamic Branch. A first for our sector, the model allows us to change our structure as agriculture-centred in rural areas where economic and social life is entirely based on agriculture. Thanks to this new structure, we are able to offer solutions to all sectors with an organic bond with this field, be it retail or corporate, going beyond our services for agriculture only.

We support the participation of our children in culture and arts

As DenizBank, we stand by culture and arts, which we have considered as one of the most important pillars of progress since day one. With the mission to spread love for cinema to children at primary education age, we supported the Everyone to the Cinema project, realised by the Ministry of Culture and Tourism of the Republic of Türkiye, with the Ministry of Education and Movie Theatre Investors Foundation (SİSAY) as project stakeholders, and added a new initiative to our efforts in this area.

We are working hard, as the servants of our country

We, at DenizBank, have always considered banking as a mission and aimed for leaving a mark to the future with our support for niche sectors, investments in technology and innovation and presence in culture and arts. In the days to come, too, we will keep focusing on our sustainability approach with the awareness of our sector's role in combatting climate change and continue to put our heart and soul to serve the future of our country with our financing mechanisms as well as our technology and innovation investments

Changes in DFSG Companies

With the decision of the Bank's Board of Directors dated 19 September 2023, The process for the purchase of a total of 299.683.561 shares, 5.000 Group A shares and 299.678.561 Group B shares, of "Deniz Gayrimenkul Yatırım Ortaklığı A.Ş.", which is owned by the Bank's subsidiary Deniz Yatırım Menkul Kıymetler A.Ş. by the Bank was completed and the shares was transferred to the Bank on 2 April 2024.

On 24 January 2024, Neohub Bulut Teknolojileri A.Ş. was established, as a 100% subsidiary of Neohub Teknoloji Yazılım Pazarlama ve Danışmanlık A.Ş. which is an indirect subsidiary of the Bank, to provide services for storing and managing digital assets with smart solutions.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Amendments to Articles of Association

In line with the decision of the Bank's Board of Directors dated 6 February 2024, it was decided to amend Article 30 of the Bank's Articles of Association titled "Issuance of Debt Instruments and Other Securities" and with the registration of the decisions of the Ordinary General Assembly dated 28 March 2024 on 2 April 2024, Article 30 was amended as follows.

FORMER TEXT	NEW TEXT
<p>ISSUANCE OF BORROWING INSTRUMENTS AND OTHER SECURITIES</p> <p>Article 30 - The Bank shall issue domestically and-or internationally all kinds of bills, promissory notes, bonds, notes, commercial papers, debentures, participation dividend certificates, profit and loss sharing certificates, asset-backed securities, mortgage-backed securities and other financial instruments, with or without security, that are recognised by the CMB as the borrowing instruments, securities, and-or other debt instruments, based on the decision of the Board of Directors and in compliance with the Capital Market Law, the Banking Law and other relevant Turkish laws and regulations.</p>	<p>ISSUANCE OF BORROWING INSTRUMENTS AND OTHER SECURITIES</p> <p>Article 30 - The Bank shall issue domestically and-or internationally any type of financing bond, bond, debenture, commercial paper, unsecured bond, participation certificate, asset-backed securities, mortgage-backed securities, and other financial instruments recognized by the Capital Markets Board (CMB) as debt instruments or other debt instruments, either secured or unsecured, with the decision of the Board of Directors and in compliance with the Capital Market Law, the Banking Law and other relevant Turkish legislation.</p>

Amendments to Rating Notes

There were the following changes in Bank's rating notes, rated by Moody's and Fitch Ratings, in the first quarter of 2024.

Following the revision of the Outlook on Türkiye's Credit Rating to Positive from Stable and upgrade Türkiye's foreign currency country ceiling from B3 to B2 on 12 January 2024, Moody's has upgraded DenizBank's long-term foreign currency deposit rating and long-term foreign currency Counterparty Risk Rating (CRR) from B3 to B2 and revised the Outlooks to Positive from Stable on 17 January 2024. Moody's affirmed DenizBank's local currency deposit rating at B1, Adjusted Baseline Credit Assessment (Adjusted BCA) at b1 and the Baseline Credit Assessment (BCA) at caa1.

Following the revision of the upgrade on Turkey's Long-Term IDRs to B+ (Positive) from B (Stable) on 08 March 2024, International Rating Agency Fitch Ratings has upgraded DenizBank's Long-Term Foreign Currency and Long-Term Local Currency IDRs to B from B- and to B+ from B, respectively and revised the Outlooks to Positive from Stable on 15 March 2024. Fitch also upgraded Shareholder Support rating to b from b- and affirmed our Bank's Short-Term Local and Foreign Currency IDRs at B, viability rating at b- and National Long-Term rating to AA(tur) with a Stable outlook. Ratings as of 31 March 2024 are as follows:

Moody's*		Fitch Ratings**	
Outlook	Positive	Outlook	Positive
Long Term Foreign Currency Deposits	B2	Long Term Foreign Currency	B
Short Term Foreign Currency Deposits	Not Prime	Short Term Foreign Currency	B
Long Term Local Currency Deposits	B1	Long Term Local Currency	B+
Short Term Local Currency Deposits	Not Prime	Short Term Local Currency	B
Baseline Credit Assessment (BCA)	caa1	Viability	b-
Adjusted Baseline Credit Assessment (Adj. BCA)	b1	Shareholder Support	b
		National	AA (tur) (Stable)

*As of 17.01.2024

**As of 15.03.2024

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Financial Information

a. General Outlook of the Banking Sector

Evaluation of the banking sector according to the March 2024 data*:

-Loan volume (excluding financial sector loans)	TL 12.913 billion
TL Loan volume (excluding financial sector loans and FX indexed loans)	TL 8.578 billion
FX Loan volume (excluding financial sector loans, including FX indexed loans)	USD 135 billion
-Deposit Volume (excluding interbank deposits)	TL 15.461 billion
TL Deposit Volume (excluding interbank deposits)	TL 8.695 billion
FX Deposit Volume (excluding interbank deposits)	USD 210 billion

In the first three months of 2024 the total loan volume of the banking sector reached TL 12.913 billion. SME, credit card and commercial loans became the segments with priority impact on total loan increase. Total consumer loans reached TL 1.624 billion, while total credit card loans was TL 1.377 billion. SME loans reached TL 3.556 billion in the first three months. While completing the year of 2023 at level of 1,6%, the total NPL ratio realized as 1,5% as at March 2024.

Total deposits reached TL 15.461 billion as at March 2024. The sector's total equity rose TL 2.231 billion at the end of the first two months.

The net profit of the banking sector in the first two months was realized as TL 74,7 billion.

* Banking sector data are extracts from the BRSA weekly & monthly bulletin including participation bank figures.

b. Summary Financial Highlights

Summary Consolidated Financial Highlights (TL millions)

Balance Sheet	31.03.2024	31.12.2023
Securities ⁽¹⁾	201.913	162.180
Net Loans	639.257	570.040
Cash and Banks, net	368.482	365.373
Total Assets	1.299.659	1.172.907
Customer Deposits ⁽²⁾	783.786	737.884
Time	561.655	535.258
Demand	222.131	202.627
Borrowings	129.535	126.403
Securities Issued	72.625	46.495
Sub-ordinated Loans	25.241	23.067
Shareholders' Equity	100.269	90.414
Paid-in Capital	5.696	5.696
Non-cash Loans	169.608	153.970
Income Statements	31.03.2024	31.03.2023
Interest Income	57.288	18.036
Interest Expense	(47.633)	(11.030)
Net Interest Income after Provisions	12.041	9.172
Non-interest Income	14.862	8.210
Non-interest Expense	(14.534)	(8.322)
Tax Provision	(703)	(2.212)
Net Profit/Loss from Discontinued Operations	--	4
Net Income	11.667	6.852
Other Highlights	31.03.2024	31.12.2023
Number of Branches ⁽³⁾	657	655
Number of Employees	13.760	13.749
Number of ATMs	3.067	3.080
Number of POS Terminals	456.023	414.396
Number of Credit Cards	7.049.100	7.188.826

⁽¹⁾ It is the sum of financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and financial assets at amortised cost.

⁽²⁾ Excludes bank deposits

⁽³⁾ Includes subsidiaries' branches

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2024

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

c. Assessment of Financial Position and Risk Management

(TL millions)	Consolidated	
	31.03.2024	31.12.2023
Capital Adequacy Ratio (%)	14,66	16,47
Shareholders' Equity	100.269	90.414
Return on Average Equity (%)	49,08	40,82
Non-performing Loans/ Total Cash Loans Ratio (%)	3,34	4,03