

AKBANK T.A.Ş.

**PUBLICLY ANNOUNCED CONSOLIDATED FINANCIAL
STATEMENTS AND RELATED DISCLOSURES
AT 31 MARCH 2022 TOGETHER WITH
AUDITOR'S REVIEW REPORT**

**(Convenience translation of publicly announced consolidated
financial statements, related disclosures and auditor's review report
originally issued in Turkish, See Note. I.b of Section three)**

AUDITOR'S REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

(Convenience translation of the independent auditor's review report originally issued in Turkish, See Note I of Section Three)

To the General Assembly of Akbank T.A.Ş.;

Introduction

We have reviewed the consolidated balance sheet of Akbank T.A.Ş. ("the Bank") and its consolidated subsidiaries (collectively referred to as "the Group") at 31 March 2022 and the related consolidated statement of profit or loss, consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in shareholders' equity, consolidated statement of cash flows and a summary of significant accounting policies and other explanatory notes to the consolidated financial statements for the three-month-period then ended. The Bank Management is responsible for the preparation and fair presentation of interim financial information in accordance with the Banking Regulation and Supervision Agency ("BRSA") Accounting and Financial Reporting Legislation which includes "Regulation on Accounting Applications for Banks and Safeguarding of Documents" published in the Official Gazette no.26333 dated 1 November 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by BRSA and Turkish Accounting Standard 34 "Interim Financial Reporting" for those matters not regulated 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 Standard on Review Engagements (SRE) 2410, "Limited 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 performed in accordance with the 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 opinion.

Basis for the Qualified Conclusion

As mentioned in Section Five Part II h.4 (i) of Explanations and Notes to the Consolidated Financial Statements; the accompanying consolidated financial statements as of 31 March 2022 include a free provision amounting to TL 1.400.000 thousand provided in prior years by the Bank management which is not within the requirements of BRSA Accounting and Financial Reporting Legislation.

Qualified Conclusion

Based on our review, except for the effects of the matter on the consolidated financial statements described in the basis for the qualified conclusion paragraph above, nothing has come to our attention that causes us to believe that the accompanying consolidated financial information do not present fairly in all material respects the financial position of Akbank T.A.Ş. and its consolidated subsidiaries at 31 March 2022 and the results of its operations and its cash flows for the three-month period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.

Report on other regulatory requirements arising from legislation

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

Additional Paragraph for Convenience Translation:

The effects of differences between accounting principles and standards explained in detail in Section Three and 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.

PwC Bağımsız Denetim ve
Serbest Muhasebeci Mali Müşavirlik A.Ş.

Zeynep Uras, SMMM
Partner

Istanbul, 27 April 2022

**CONVENIENCE TRANSLATION
OF PUBLICLY ANNOUNCED CONSOLIDATED FINANCIAL STATEMENTS, RELATED DISCLOSURES
ORIGINALLY ISSUED IN TURKISH,
SEE NOTE I.b OF SECTION THREE**

**THE CONSOLIDATED FINANCIAL REPORT OF
AKBANK T.A.Ş. AS OF 31 MARCH 2022**

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The consolidated financial report for the three-month-period, prepared in accordance with "Communiqué on the Financial Statements and the Related Policies and Disclosures to be Publicly Announced" as regulated by the Banking Regulation and Supervision Agency, is consist of the sections listed below.

- **Section One** - GENERAL INFORMATION ABOUT THE PARENT BANK
- **Section Two** - CONSOLIDATED FINANCIAL STATEMENTS OF THE PARENT BANK
- **Section Three** - EXPLANATIONS ON ACCOUNTING POLICIES
- **Section Four** - INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE GROUP
- **Section Five** - INFORMATION AND DISCLOSURES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS
- **Section Six** - INTERIM REVIEW REPORT
- **Section Seven** - INTERIM ACTIVITY REPORT

Investments in associates, joint ventures and subsidiaries whose financial statements have been consolidated in this reporting package are as follows:

	Subsidiaries	Investments in Associates	Joint Ventures
1.	Ak Finansal Kiralama A.Ş.	-	-
2.	Ak Yatırım Menkul Değerler A.Ş.	-	-
3.	Ak Portföy Yönetimi A.Ş.	-	-
4.	Akbank AG	-	-
5.	AkÖde Elektronik Para ve Ödeme Hizmetleri A.Ş.	-	-

A.R.T.S. Ltd., which is not subsidiary of the Bank has been included in the consolidation due to the reason that this company is "Structured Entity"

The accompanying consolidated financial statements and notes to these financial statements for three-month period which are expressed, unless otherwise stated, in thousands of Turkish Lira (TL), have been prepared based on the accounting books of the Bank in accordance with the Regulation on Accounting Applications for Banks and Safeguarding of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards, and the related appendices and interpretations on these, and have been independently reviewed.

27 April 2022

Suzan SABANCI DİNÇER	Eyüp ENGİN	Levent DEMİRAĞ	S. Hakan BİNBAŞGİL	Türker TUNALI	Gökhan KAZCILAR
Chairman of the Board of Directors	Head of the Audit Committee	Member of the Audit Committee	CEO	Executive Vice President	Senior Vice President

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

Name-Surname / Title : Gökhan KAZCILAR / Senior Vice President
Phone No : (0 212) 385 55 55
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AKBANK T.A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

SECTION ONE GENERAL INFORMATION ABOUT THE BANK

I. PARENT BANK'S FOUNDATION DATE, START-UP STATUS, HISTORY REGARDING THE CHANGES IN THIS STATUS:

Akbank T.A.Ş. ("the Bank", "the Parent Bank" or "Akbank") was established on 30 January 1948 as a private commercial bank, in accordance with the decision of the Council of Ministers, No.3/6710 and is authorized to perform all economic, financial and commercial activities, which are allowed by the laws of the Turkish Republic ("T.C."). The status of the Bank has not changed since its foundation.

II. EXPLANATION ABOUT THE PARENT BANK'S CAPITAL STRUCTURE, SHAREHOLDERS OF THE BANK WHO ARE IN CHARGE OF THE MANAGEMENT AND/OR AUDITING OF THE BANK DIRECTLY OR INDIRECTLY, CHANGES IN THESE MATTERS (IF ANY) AND THE GROUP THAT THE PARENT BANK BELONGS TO:

The Bank's shares have been quoted on the Borsa Istanbul ("BIST") since 1990. In 1998, 4,03% of the outstanding share capital of the Bank was offered and sold in an international offering outside of Turkey in the form of Ordinary Shares and American Depository Receipts ("ADRs"). As of 31 March 2022, approximately 51% of the shares are publicly traded, including the ADRs (31 December 2021: 51%).

The major shareholder of the Parent Bank, directly or indirectly, is Sabancı Group.

III. EXPLANATION ON THE BOARD OF DIRECTORS, MEMBERS OF THE AUDIT COMMITTEE, PRESIDENT AND EXECUTIVE VICE PRESIDENTS, IF AVAILABLE, SHARES OF THE PARENT BANK THEY POSSESS AND THEIR AREAS OF RESPONSIBILITY:

<u>Title</u>	<u>Name</u>	<u>Responsibility</u>	<u>Education</u>
Chairman:	Suzan SABANCI DİNÇER	Chairman of the Board of Directors	Graduate
Board of Directors:	Eyüp ENGİN	Vice Chairman and Executive Board Member	Undergraduate
	A. Fuat AYLA	Executive Board Member	Undergraduate
	Ş. Yaman TÖRÜNER	Board Member	Undergraduate
	I. Aydın GÜNTER	Board Member	Undergraduate
	Emre DERMAN	Board Member	Graduate
	N. Orhun KÖSTEM*	Board Member	Graduate
	K. Özgür DEMİRTAŞ	Board Member	PhD
	Mehmet Tuğrul BELLİ	Board Member	Graduate
	Levent DEMİRAĞ*	Board Member	Undergraduate
	S. Hakan BİNBAŞGİL	Board Member and CEO	Graduate
CEO:	S. Hakan BİNBAŞGİL	CEO	Graduate
Head of Internal Audit:	Savaş KÜLCÜ	Head of Internal Audit	Graduate
Executive Vice Presidents:	Bülent OĞUZ	SME Banking	Graduate
	H. Burcu CİVELEK YÜCE	Consumer Banking and Digital Solutions	Graduate
	Ege GÜLTEKİN	Credit Monitoring and Follow-up	Graduate
	Levent ÇELEBİOĞLU	Corporate and Investment Banking	Undergraduate
	N. İlker ALTINTAŞ	Technology and Operation	PhD
	Mehmet Hakan TUGAL	Commercial Banking	Graduate
	Türker TUNALI	Financial Management	Undergraduate
	Şahin Alp KELER	Private Banking and Wealth Management	PhD
	Yunus Emre ÖZBEN	Credit Allocation	Graduate
	Zeynep ÖZTÜRK ŞARSEL	Special Credits	Graduate
	Gamze Şebnem MURATOĞLU	Treasury	Graduate
	Pınar ANAPA	People and Culture	Graduate
Internal Audit Committee:	Eyüp ENGİN	Head of the Audit Committee	Undergraduate
	Levent DEMİRAĞ*	Member of the Audit Committee	Undergraduate

(*)The Board Membership of N. Orhun Köstem and Levent Demirağ started as of 6 April 2022.

The shares of individuals above are insignificant in the Parent Bank.

AKBANK T.A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

IV. INFORMATION ON THE INDIVIDUAL AND CORPORATE SHAREHOLDERS HAVING CONTROL SHARES OF THE PARENT BANK:

Name/Commercial Title	Share Amounts (Nominal)	Share Percentages	Paid-in Capital (Nominal)	Unpaid Portion
Hacı Ömer Sabancı Holding A.Ş.	2.119.027	40,75%	2.119.027	-

V. INFORMATION ON THE PARENT BANK'S SERVICE TYPES AND FIELDS OF OPERATION:

The Bank's core business activities consist of consumer banking, SME banking, commercial banking, corporate-investment banking and private banking and wealth management, foreign exchange, money markets, securities transactions (treasury transactions) and international banking services. In addition to regular banking operations, the Bank also provides insurance intermediary services as an agency of Aksigorta A.Ş. and AgeSA Hayat ve Emeklilik A.Ş. via its branch network. As of 31 March 2022, the Bank has 710 branches dispersed throughout the country and 1 branch operating abroad (31 December 2021: 710 branches and 1 branch operating abroad). As of 31 March 2022, the Bank has 12.195 employees (31 December 2021: 12.184).

The Parent Bank and its subsidiaries, Ak Finansal Kiralama A.Ş., Ak Yatırım Menkul Değerler A.Ş., AK Portföy Yönetimi A.Ş., Akbank AG, AkÖde Elektronik Para ve Ödeme Hizmetleri A.Ş. and together with A.R.T.S. Ltd., which is not subsidiary of the Bank, this company is a "Structured Entity", has been included in the scope of consolidation. The Parent Bank together with its consolidated subsidiaries are referred to as the "Group".

As at 31 March 2022, the Group employed 12.653 people (31 December 2021: 12.606).

VI. A SHORT EXPLANATION ON THE DIFFERENCES BETWEEN THE COMMUNIQUE ON CONSOLIDATED FINANCIAL STATEMENT REPORTING AND THE CONSOLIDATION PROCEDURES REQUIRED BY TURKISH ACCOUNTING STANDARDS AND ABOUT INSTITUTIONS THAT ARE SUBJECT TO FULL CONSOLIDATION, PROPORTIONAL CONSOLIDATION, BY WAY OF DEDUCTION FROM CAPITAL OR THOSE THAT ARE SUBJECT TO NONE:

The Bank sees no difference between the Communiqué on Consolidated Financial Reporting and the consolidation procedures required by Turkish Accounting Standards. Information in regards to consolidated subsidiaries and consolidation methods are given in Section III. Note III.

VII. EXISTING OR POTENTIAL, ACTUAL OR LEGAL OBSTACLES TO IMMEDIATE TRANSFER OF CAPITAL BETWEEN PARENT BANK AND ITS SUBSIDIARIES AND REPAYMENT OF DEBTS:

None.

SECTION TWO
CONSOLIDATED FINANCIAL STATEMENTS

AKBANK T.A.S.

I. CONSOLIDATED BALANCE SHEET AS OF 31 MARCH 2022 (STATEMENT OF FINANCIAL POSITION)

(Amounts are expressed in thousands of Turkish Lira (TL).)

ASSETS	Note (Section Five)	CURRENT PERIOD (31/03/2022)			PRIOR PERIOD (31/12/2021)		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		91.842.297	220.688.607	312.530.904	93.693.309	215.419.445	309.112.754
1.1 Cash and Cash Equivalents		12.075.836	134.239.578	146.315.414	14.832.928	133.372.157	148.205.085
1.1.1 Cash and Balances with Central Bank	(I-a)	10.636.852	85.483.390	96.120.242	11.895.572	79.991.200	91.886.772
1.1.2 Banks	(I-d)	47.664	48.756.905	48.804.569	88.953	53.381.733	53.470.686
1.1.3 Money Markets		1.391.379	-	1.391.379	2.848.612	-	2.848.612
1.1.4 Expected Loss Provision [-]		59	717	776	209	776	985
1.2 Financial Assets at Fair Value Through Profit or Loss	(I-b)	2.547.065	930.081	3.477.146	2.449.329	8.360.046	10.809.375
1.2.1 Government Debt Securities		191.733	199.394	391.127	241.562	337.168	578.730
1.2.2 Equity Instruments		919.495	317.466	1.236.961	791.398	282.498	1.073.896
1.2.3 Other Financial Assets		1.435.837	413.221	1.849.058	1.416.369	7.740.380	9.156.749
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	(I-e)	41.985.347	74.024.977	116.010.324	35.882.021	64.429.401	100.311.422
1.3.1 Government Debt Securities		40.795.013	51.989.415	92.784.428	34.746.069	43.909.234	78.655.303
1.3.2 Equity Instruments		15.770	109	15.879	15.770	109	15.879
1.3.3 Other Financial Assets		1.174.564	22.035.453	23.210.017	1.120.182	20.520.058	21.640.240
1.4 Derivative Financial Assets	(I-c, I-I)	35.234.049	11.493.971	46.728.020	40.529.031	9.257.841	49.786.872
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss		19.749.229	10.658.452	30.407.681	27.285.795	9.068.516	36.354.311
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		15.484.820	835.519	16.320.339	13.243.236	189.325	13.432.561
II. FINANCIAL ASSETS MEASURED AT AMORTISED COST (Net)		317.597.485	195.703.529	513.301.014	265.854.861	172.485.499	438.340.360
2.1 Loans	(I-f)	279.560.898	182.804.924	462.365.822	236.628.155	160.122.040	396.750.195
2.2 Lease Receivables	(I-k)	2.185.527	6.761.066	8.946.593	1.921.249	6.116.852	8.038.101
2.3 Factoring Receivables		-	-	-	-	-	-
2.4 Other Financial Assets Measured at Amortised Cost	(I-g)	51.695.949	10.483.716	62.179.665	42.169.862	10.415.698	52.585.560
2.4.1 Government Debt Securities		51.695.949	9.421.581	61.117.530	42.169.862	9.446.135	51.615.997
2.4.2 Other Financial Assets		-	1.062.135	1.062.135	-	969.563	969.563
2.5 Expected Credit Loss [-]		15.844.889	4.346.177	20.191.066	14.864.405	4.169.091	19.033.496
III. ASSETS HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)	(I-o)	210.300	-	210.300	232.296	-	232.296
3.1 Held for Sale Purpose		210.300	-	210.300	232.296	-	232.296
3.2 Related to Discontinued Operations		-	-	-	-	-	-
IV. EQUITY INVESTMENTS		18.129	-	18.129	18.129	-	18.129
4.1 Investments in Associates (Net)	(I-h)	18.129	-	18.129	18.129	-	18.129
4.1.1 Associates Valued Based on Equity Method		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		18.129	-	18.129	18.129	-	18.129
4.2 Subsidiaries (Net)	(I-i)	-	-	-	-	-	-
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non-Financial Subsidiaries		-	-	-	-	-	-
4.3 Joint Ventures (Net)	(I-j)	-	-	-	-	-	-
4.3.1 Joint Ventures Valued Based on Equity Method		-	-	-	-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-	-	-	-
V. PROPERTY AND EQUIPMENT (Net)		6.077.942	77.449	6.155.391	5.821.035	73.801	5.894.836
VI. INTANGIBLE ASSETS (Net)		1.592.279	13.637	1.605.916	1.485.784	13.818	1.499.602
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		1.592.279	13.637	1.605.916	1.485.784	13.818	1.499.602
VII. INVESTMENT PROPERTY (Net)	(I-m)	-	-	-	-	-	-
VIII. CURRENT TAX ASSET		-	162.141	162.141	-	124.001	124.001
IX. DEFERRED TAX ASSET	(I-n)	6.399.946	-	6.399.946	78.560	73.610	152.170
X. OTHER ASSETS (Net)	(I-p)	8.172.273	1.927.234	10.099.507	6.225.787	1.198.395	7.424.182
TOTAL ASSETS		431.910.651	418.572.597	850.483.248	373.409.761	389.388.569	762.798.330

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

SECTION TWO
CONSOLIDATED FINANCIAL STATEMENTS

AKBANK T.A.Ş.

I. CONSOLIDATED BALANCE SHEET AS OF 31 MARCH 2022 (STATEMENT OF FINANCIAL POSITION)

(Amounts are expressed in thousands of Turkish Lira (TL).)

LIABILITIES	Note (Section Five)	CURRENT PERIOD (31/03/2022)			PRIOR PERIOD (31/12/2021)		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	(II-a)	197.767.379	317.213.334	514.980.713	151.449.396	302.101.183	453.550.579
II. FUNDS BORROWED	(II-c)	854.509	64.516.995	65.371.504	676.304	59.296.736	59.973.040
III. MONEY MARKETS		36.450.762	31.497.776	67.948.538	35.756.717	28.880.744	64.637.461
IV. SECURITIES ISSUED (Net)	(II-d)	5.746.016	22.673.869	28.419.885	9.452.458	20.830.603	30.283.061
4.1 Bills		3.108.251	-	3.108.251	7.058.313	-	7.058.313
4.2 Asset Backed Securities		-	-	-	-	-	-
4.3 Bonds		2.637.765	22.673.869	25.311.634	2.394.145	20.830.603	23.224.748
V. FUNDS		-	-	-	-	-	-
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	(II-b, II-g)	16.025.673	2.990.895	19.016.568	22.005.962	3.676.720	25.682.682
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		15.832.281	2.990.884	18.823.165	21.729.706	3.463.705	25.193.411
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		193.392	1	193.393	276.256	213.015	489.271
VIII. FACTORING LIABILITIES		-	-	-	-	-	-
IX. LEASE LIABILITIES (Net)	(II-f)	565.122	56.665	621.787	537.500	52.860	590.360
X. PROVISIONS	(II-h)	3.430.163	393.252	3.823.415	3.183.878	173.415	3.357.293
10.1 Restructuring Provisions		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		874.095	3.821	877.916	773.481	3.268	776.749
10.3 Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4 Other Provisions		2.556.068	389.431	2.945.499	2.410.397	170.147	2.580.544
XI. CURRENT TAX LIABILITY	(II-i)	11.321.787	113.577	11.435.364	2.143.416	261.075	2.404.491
XII. DEFERRED TAX LIABILITY	(II-i)	195	380.305	380.460	171.474	282.831	454.305
XIII. LIABILITIES FOR ASSETS HELD FOR SALE AND RELATED TO THE DISCONTINUED OPERATIONS (Net)		-	-	-	-	-	-
13.1 Held for Sale Purpose		-	-	-	-	-	-
13.2 Related to Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT INSTRUMENTS	(II-j)	-	13.380.820	13.380.820	-	18.725.534	18.725.534
14.1 Loans		-	-	-	-	-	-
14.2 Other Debt Instruments		-	13.380.820	13.380.820	-	18.725.534	18.725.534
XV. OTHER LIABILITIES	(II-e)	15.689.774	18.743.025	34.432.799	12.692.318	14.487.893	27.180.211
XVI. SHAREHOLDERS' EQUITY	(II-k)	99.620.568	(8.949.163)	90.671.405	84.846.514	(8.887.201)	75.959.313
16.1 Paid-in capital		5.200.000	-	5.200.000	5.200.000	-	5.200.000
16.2 Capital Reserves		5.320.613	-	5.320.613	5.320.613	-	5.320.613
16.2.1 Share Premium		3.505.742	-	3.505.742	3.505.742	-	3.505.742
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		1.814.871	-	1.814.871	1.814.871	-	1.814.871
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		2.626.076	16.699	2.642.775	2.627.256	16.699	2.643.955
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		21.136.701	(8.965.862)	12.170.839	13.199.125	(8.903.900)	4.295.225
16.5 Profit Reserves		57.107.451	-	57.107.451	45.953.298	-	45.953.298
16.5.1 Legal Reserves		2.058.326	-	2.058.326	1.933.583	-	1.933.583
16.5.2 Status Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		54.898.246	-	54.898.246	43.869.490	-	43.869.490
16.5.4 Other Profit Reserves		150.879	-	150.879	150.225	-	150.225
16.6 Income or (Loss)		8.229.727	-	8.229.727	12.546.222	-	12.546.222
16.6.1 Prior Periods' Income or (Loss)		180.469	-	180.469	419.031	-	419.031
16.6.2 Current Period Income or (Loss)		8.049.258	-	8.049.258	12.127.191	-	12.127.191
16.7 Minority Interest		-	-	-	-	-	-
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		387.471.908	463.011.340	850.483.248	322.915.937	439.882.393	762.798.330

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

AKBANK T.A.Ş.
II. CONSOLIDATED OFF-BALANCE SHEET COMMITMENTS AS OF 31 MARCH 2022

(Amounts are expressed in thousands of Turkish Lira (TL).)

	Note (Section Five)	CURRENT PERIOD (31/03/2022)			PRIOR PERIOD (31/12/2021)		
		TL	FC	Total	TL	FC	Total
A. OFF-BALANCE SHEET COMMITMENTS (I+II+III)		381.289.619	983.408.631	1.364.898.250	335.848.174	890.327.041	1.224.175.237
I. GUARANTEES AND WARRANTIES	(III-a-2, 3)	40.237.524	65.565.495	105.803.019	32.763.085	55.573.031	88.336.116
1,1 Letters of Guarantee		31.560.929	38.389.513	69.950.442	26.591.294	31.957.346	58.548.640
1.1.1 Guarantees Subject to State Tender Law		1.210.588	4.399.497	5.610.085	1.155.719	3.175.131	4.330.850
1.1.2 Guarantees Given for Foreign Trade Operations		-	2.572.799	2.572.799	-	2.607.611	2.607.611
1.1.3 Other Letters of Guarantee		30.350.341	31.417.217	61.767.558	25.435.575	26.174.604	51.610.179
1.2 Bank Acceptances		-	265.566	265.566	-	159.525	159.525
1.2.1 Import Letter of Acceptance		-	265.566	265.566	-	159.525	159.525
1.2.2 Other Bank Acceptances		-	-	-	-	-	-
1.3 Letters of Credit		41.838	17.422.541	17.464.379	49.289	15.121.137	15.170.426
1.3.1 Documentary Letters of Credit		41.838	16.042.175	16.084.013	49.289	13.538.638	13.587.927
1.3.2 Other Letters of Credit		-	1.380.366	1.380.366	-	1.582.499	1.582.499
1.4 Prefinancing Given as Guarantee		-	-	-	-	-	-
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
1.5.2 Other Endorsements		-	-	-	-	-	-
1.6 Purchase Guarantees for Securities Issued		-	-	-	-	-	-
1.7 Factoring Guarantees		-	20.990	20.990	-	23.003	23.003
1.8 Other Guarantees		1.354.342	9.450.887	10.805.229	100.457	8.295.370	8.395.827
1.9 Other Collaterals		7.280.415	15.998	7.296.413	6.022.045	16.650	6.038.695
II. COMMITMENTS	(III-a-1)	72.425.561	28.763.677	101.189.238	68.584.861	21.771.973	90.356.834
2.1 Irrevocable Commitments		70.800.290	27.225.079	98.025.369	66.901.506	20.434.428	87.335.934
2.1.1 Asset Purchase Commitments		2.321.248	18.750.674	21.071.922	7.164.528	14.387.946	21.552.474
2.1.2 Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3 Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4 Loan Granting Commitments		15.217.154	8.468.985	23.686.139	13.266.649	6.041.228	19.307.877
2.1.5 Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6 Commitments for Reserve Requirements		-	-	-	-	-	-
2.1.7 Commitments for Cheque Payments		4.415.370	-	4.415.370	3.394.242	-	3.394.242
2.1.8 Tax and Fund Liabilities from Export Commitments		5.799	-	5.799	5.934	-	5.934
2.1.9 Commitments for Credit Card Limits		39.271.478	-	39.271.478	34.314.098	-	34.314.098
2.1.10 Commitments for Credit Cards and Banking Services Promotions		128.126	-	128.126	130.112	-	130.112
2.1.11 Receivables from Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.12 Payables for Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.13 Other Irrevocable Commitments		9.441.115	5.420	9.446.535	8.625.943	5.254	8.631.197
2.2 Revocable Commitments		1.625.271	1.538.598	3.163.869	1.683.355	1.337.545	3.020.900
2.2.1 Revocable Loan Granting Commitments		1.277.794	-	1.277.794	1.364.856	-	1.364.856
2.2.2 Other Revocable Commitments		347.477	1.538.598	1.886.075	318.499	1.337.545	1.656.044
III. DERIVATIVE FINANCIAL INSTRUMENTS	(III-b)	268.626.534	889.279.459	1.157.905.993	234.500.230	812.982.057	1.047.482.287
3.1 Hedging Derivative Financial Instruments		41.554.719	135.193.291	176.748.010	38.163.770	122.991.616	161.155.386
3.1.1 Fair Value Hedges		2.127.901	64.104.608	66.232.509	2.471.040	56.739.869	59.210.909
3.1.2 Cash Flow Hedges		39.426.818	71.088.683	110.515.501	35.692.730	66.251.747	101.944.477
3.1.3 Foreign Net Investment Hedges		-	-	-	-	-	-
3.2 Trading Derivative Financial Instruments		227.071.815	754.086.168	981.157.983	196.336.460	689.990.441	886.326.901
3.2.1 Forward Foreign Currency Buy/Sell Transactions		18.134.487	39.648.584	57.783.071	15.801.559	38.750.364	54.551.923
3.2.1.1 Forward Foreign Currency Transactions-Buy		18.006.426	10.772.586	28.779.012	15.557.894	10.535.813	26.093.707
3.2.1.2 Forward Foreign Currency Transactions-Sell		128.061	28.875.998	29.004.059	243.665	28.214.551	28.458.216
3.2.2 Swap Transactions Related to Foreign Currency and Interest Rates		179.177.015	573.403.795	752.580.810	161.801.483	543.959.385	705.760.868
3.2.2.1 Foreign Currency Swap-Buy		18.529.153	201.230.728	219.759.881	15.706.203	196.139.083	211.845.286
3.2.2.2 Foreign Currency Swap-Sell		89.731.610	156.398.455	246.130.065	87.850.694	138.975.680	226.826.374
3.2.2.3 Interest Rate Swap-Buy		35.458.126	107.887.306	143.345.432	29.122.293	104.422.311	133.544.604
3.2.2.4 Interest Rate Swap-Sell		35.458.126	107.887.306	143.345.432	29.122.293	104.422.311	133.544.604
3.2.3 Foreign Currency, Interest Rate and Securities Options		16.203.235	54.541.666	70.744.901	10.342.841	43.949.193	54.292.034
3.2.3.1 Foreign Currency Options-Buy		6.158.856	11.558.575	17.717.431	6.157.981	6.456.188	12.614.169
3.2.3.2 Foreign Currency Options-Sell		3.830.039	14.400.691	18.230.730	3.577.964	10.137.361	13.715.325
3.2.3.3 Interest Rate Options-Buy		-	14.291.200	14.291.200	-	13.677.822	13.677.822
3.2.3.4 Interest Rate Options-Sell		-	14.291.200	14.291.200	-	13.677.822	13.677.822
3.2.3.5 Securities Options-Buy		8.142	-	8.142	19.962	-	19.962
3.2.3.6 Securities Options-Sell		6.206.198	-	6.206.198	586.934	-	586.934
3.2.4 Foreign Currency Futures		13.365.406	13.017.915	26.383.321	8.206.775	8.114.789	16.321.564
3.2.4.1 Foreign Currency Futures-Buy		12.577.121	690.813	13.267.934	8.206.775	-	8.206.775
3.2.4.2 Foreign Currency Futures-Sell		788.285	12.327.102	13.115.387	-	8.114.789	8.114.789
3.2.5 Interest Rate Futures		-	-	-	-	-	-
3.2.5.1 Interest Rate Futures-Buy		-	-	-	-	-	-
3.2.5.2 Interest Rate Futures-Sell		-	-	-	-	-	-
3.2.6 Other		191.672	73.474.208	73.665.880	183.802	55.216.710	55.400.512
B. CUSTODY AND PLEDGES RECEIVED (IV+V+VI)		1.236.817.344	860.989.822	2.097.807.166	1.097.960.080	807.574.292	1.905.534.372
IV. ITEMS HELD IN CUSTODY		93.172.146	103.562.644	196.734.790	91.801.403	87.054.819	178.856.222
4.1 Customer Fund and Portfolio Balances		18.285.695	9.235.054	27.520.749	17.288.136	6.693.055	23.981.191
4.2 Investment Securities Held in Custody		22.783.825	20.936.567	43.720.392	24.979.275	19.165.189	44.144.464
4.3 Cheques Received for Collection		43.704.357	10.251.212	53.955.569	41.556.021	8.993.088	50.549.109
4.4 Commercial Notes Received for Collection		8.016.042	10.154.887	18.170.929	7.595.783	10.212.171	17.807.954
4.5 Other Assets Received for Collection		-	-	-	-	-	-
4.6 Assets Received for Public Offering		-	-	-	-	-	-
4.7 Other Items Under Custody		382.227	52.984.924	53.367.151	382.188	41.991.316	42.373.504
4.8 Custodians		-	-	-	-	-	-
V. PLEDGES RECEIVED		315.071.289	233.257.720	548.329.009	262.975.066	227.759.703	490.734.769
5.1 Marketable Securities		819.228	5.272.312	6.091.540	449.676	4.510.927	4.960.603
5.2 Guarantee Notes		857.775	1.607.713	2.465.488	797.853	1.391.005	2.188.858
5.3 Commodity		360.008	480.621	840.629	347.908	305.712	653.620
5.4 Warranty		-	-	-	-	-	-
5.5 Immovables		203.714.193	170.779.500	374.493.693	182.144.809	170.646.985	352.791.794
5.6 Other Pledged Items		109.320.085	55.117.574	164.437.659	79.234.820	50.905.074	130.139.894
5.7 Pledged Items-Depository		-	-	-	-	-	-
VI. ACCEPTED BILL, GUARANTEES AND WARRANTIES		828.573.909	524.169.458	1.352.743.367	743.183.611	492.759.770	1.235.943.381
TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)		1.618.106.963	1.844.598.453	3.462.705.416	1.433.808.256	1.697.901.353	3.131.709.609

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

SECTION TWO
CONSOLIDATED FINANCIAL STATEMENTS

AKBANK T.A.Ş.

III. CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 31 MARCH 2022

(Amounts are expressed in thousands of Turkish Lira (TL).)

INCOME AND EXPENSE ITEMS	Note (Section Five)	CURRENT PERIOD (01/01-31/03/2022)	PRIOR PERIOD (01/01-31/03/2021)
I. INTEREST INCOME	(IV-a)	20.609.134	9.762.643
1.1 Interest on Loans	(IV-a-1)	12.629.012	7.075.320
1.2 Interest on Reserve Requirements		241.176	129.025
1.3 Interest on Banks	(IV-a-2)	20.015	48.191
1.4 Interest on Money Market Transactions		82.179	68.051
1.5 Interest on Marketable Securities Portfolio	(IV-a-3)	7.372.387	2.283.777
1.5.1 Fair Value Through Profit or Loss		24.276	4.962
1.5.2 Fair Value Through Other Comprehensive Income		3.263.268	1.203.625
1.5.3 Measured at Amortised Cost		4.084.843	1.075.190
1.6 Financial Lease Interest Income		209.705	120.020
1.7 Other Interest Income		54.660	38.259
II. INTEREST EXPENSE (-)	(IV-b)	9.050.339	5.569.920
2.1 Interest on Deposits	(IV-b-4)	6.170.102	3.732.097
2.2 Interest on Funds Borrowed	(IV-b-1)	437.301	260.369
2.3 Interest Expense on Money Market Transactions		1.219.969	1.016.564
2.4 Interest on Securities Issued	(IV-b-3)	959.995	533.954
2.5 Interest on Leases		23.716	21.468
2.6 Other Interest Expenses		239.256	5.468
III. NET INTEREST INCOME (I - II)		11.558.795	4.192.723
IV. NET FEES AND COMMISSIONS INCOME		2.047.984	1.461.662
4.1 Fees and Commissions Received		2.655.774	1.764.602
4.1.1 Non-cash Loans		207.489	144.022
4.1.2 Other		2.448.285	1.620.580
4.2 Fees and Commissions Paid (-)		607.790	302.940
4.2.1 Non-cash Loans		1.290	1.018
4.2.2 Other		606.500	301.922
V. DIVIDEND INCOME		28.902	5.394
VI. TRADING INCOME / (LOSS) (Net)	(IV-c)	3.564.078	620.353
6.1 Trading Gains / (Losses) on Securities		355.093	167.342
6.2 Gains / (Losses) on Derivative Financial Transactions		(4.579.993)	5.811.492
6.3 Foreign Exchange Gains / (Losses)		7.788.978	(5.358.481)
VII. OTHER OPERATING INCOME	(IV-d)	908.141	762.526
VIII. GROSS OPERATING INCOME (III+IV+V+VI+VII)		18.107.900	7.042.658
IX. EXPECTED CREDIT LOSS (-)	(IV-e)	1.910.915	1.195.058
X. OTHER PROVISION EXPENSES (-)		1.932.327	1.203.665
XI. PERSONNEL EXPENSE (-)		1.372.077	809.877
XII. OTHER OPERATING EXPENSES (-)	(IV-f)	2.228.286	1.277.195
XIII. NET OPERATING INCOME/(LOSS) (VIII-IX-X-XI-XII)		10.664.295	2.556.863
XIV. EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER		-	-
XV. INCOME/(LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD		-	-
XVI. INCOME/(LOSS) ON NET MONETARY POSITION		-	-
XVII. PROFIT/LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XIII+...+XVI)		10.664.295	2.556.863
XVIII. TAX PROVISION FOR CONTINUED OPERATIONS (±)	(IV-h)	2.615.037	528.714
18.1 Current Tax Provision		10.656.105	99.093
18.2 Deferred Tax Expense Effect (+)		506.995	851.533
18.3 Deferred Tax Income Effect (-)		8.548.063	421.912
XIX. CURRENT PERIOD PROFIT/LOSS FROM CONTINUED OPERATIONS (XVII±XVIII)	(IV-i)	8.049.258	2.028.149
XX. INCOME FROM DISCONTINUED OPERATIONS		-	-
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		-	-
XXI. EXPENSES FOR DISCONTINUED OPERATIONS (-)		-	-
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		-	-
XXII. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XX-XXI)		-	-
XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-
23.1 Current Tax Provision		-	-
23.2 Deferred Tax Expense Effect (+)		-	-
23.3 Deferred Tax Income Effect (-)		-	-
XXIV. CURRENT PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)		-	-
XXV. NET INCOME/(LOSS) (XIX+XXIV)	(IV-i)	8.049.258	2.028.149
25.1 Income/(Loss) from the Group		8.049.258	2.028.142
25.2 Income/(Loss) from Minority Interest	(IV-g)	-	7
Earning/(Loss) per share (in TL full)		0,01548	0,00390

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

AKBANK T.A.Ş.**IV. CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2022**

(Amounts are expressed in thousands of Turkish Lira (TL).)

	CURRENT PERIOD (31/03/2022)	PRIOR PERIOD (31/03/2021)
I. CURRENT PERIOD INCOME/LOSS	8.049.258	2.028.149
II. OTHER COMPREHENSIVE INCOME	7.874.434	(1.290.481)
2.1 Not Reclassified Through Profit or Loss	(1.180)	26
2.1.1 Property and Equipment Revaluation Increase/Decrease	(3.535)	-
2.1.2 Intangible Assets Revaluation Increase/Decrease	-	-
2.1.3 Defined Benefit Plan Remeasurement Gain/Loss	488	33
2.1.4 Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	-
2.1.5 Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss	1.867	(7)
2.2 Reclassified Through Profit or Loss	7.875.614	(1.290.507)
2.2.1 Foreign Currency Translation Differences	1.068.970	541.111
2.2.2 Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	7.612.325	(2.446.905)
2.2.3 Cash Flow Hedge Income/Loss	1.846.877	659.664
2.2.4 Foreign Net Investment Hedge Income/Loss	(943.442)	(513.431)
2.2.5 Other Comprehensive Income Items Reclassified Through Profit or Loss	-	-
2.2.6 Tax Related Other Comprehensive Income Items Reclassified Through Profit or Loss	(1.709.116)	469.054
III. TOTAL COMPREHENSIVE INCOME (I+II)	15.923.692	737.668

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

**SECTION TWO
CONSOLIDATED FINANCIAL STATEMENTS**

AKBANK T.A.Ş.

V. CONSOLIDATED STATEMENT OF CHANGES IN THE SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 31 MARCH 2022

(Amounts are expressed in thousands of Turkish Lira (TL)).

	Note (Section Five)	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 Except from Minority Interest	Total Shareholders' Equity
		Paid-in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Accumulated Revaluation Increase/Decrease of Property and Equipment	Accumulated Remeasurement Gain/Loss of Defined Benefit Plan	Other (Investments Valued by Equity Method in Other Comprehensive Income Not Classified Through Profit or Loss 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, 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)	Minority Interest		
CURRENT PERIOD (31/03/2022)																	
I. Prior Period End Balance		5.200.000	3.505.742	-	1.814.871	2.997.829	(363.456)	9.582	9.878.486	(1.803.369)	(3.779.892)	45.953.298	419.031	12.127.191	75.959.313	-	75.959.313
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 (I-II)		5.200.000	3.505.742	-	1.814.871	2.997.829	(363.456)	9.582	9.878.486	(1.803.369)	(3.779.892)	45.953.298	419.031	12.127.191	75.959.313	-	75.959.313
IV. Total Comprehensive Income		-	-	-	-	(1.570)	390	-	1.068.970	6.093.590	713.054	-	-	8.049.258	15.923.692	-	15.923.692
V. Capital Increase by Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase by Internal Sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Paid-in capital inflation adjustment difference		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds to Shares		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase/Decrease by Other Changes		-	-	-	-	-	-	-	-	-	-	223.933	(223.933)	-	-	-	-
XI. Profit Distribution		-	-	-	-	-	-	-	-	-	-	10.930.220	(14.629)	(12.127.191)	(1.211.600)	-	(1.211.600)
11.1 Dividends paid	(V-a)	-	-	-	-	-	-	-	-	-	-	-	-	(1.211.600)	(1.211.600)	-	(1.211.600)
11.2 Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	10.930.220	(14.629)	(10.915.591)	-	-	-
11.3 Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period-End Balance (I+II+III+...+XI)		6.200.000	3.505.742	-	1.814.871	2.996.259	(363.066)	9.582	10.947.456	4.290.221	(3.066.838)	57.107.451	180.469	8.049.258	90.671.405	-	90.671.405

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

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V. CONSOLIDATED STATEMENT OF CHANGES IN THE SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 31 MARCH 2021

(Amounts are expressed in thousands of Turkish Lira (TL)).

	Note (Section Five)	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss					Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss					Profit Reserves	Prior Period Profit or (Loss)	Current Period Profit or (Loss)	Total Equity		Total Shareholders' Equity			
		Paid-in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Accumulated Revaluation Increase/Decrease of Property and Equipment	Accumulated Remeasurement Gain/Loss of Defined Benefit Plan	Other (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, 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)	Minority Interest	Minority Interest
PRIOR PERIOD																				
(31/03/2021)																				
I. Prior Period End Balance		5.200.000	3.505.742	-	1.814.871	3.016.534	(236.474)	9.582	4.740.828	467.159	(2.563.528)	40.117.963	591.573	6.259.625	62.923.875	182	62.924.057			
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 (I-II)		5.200.000	3.505.742	-	1.814.871	3.016.534	(236.474)	9.582	4.740.828	467.159	(2.563.528)	40.117.963	591.573	6.259.625	62.923.875	182	62.924.057			
IV. Total Comprehensive Income		-	-	-	-	26	-	541.111	(1.948.603)	116.985	-	-	-	2.028.142	737.661	7	737.668			
V. Capital Increase by Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
VI. Capital Increase by Internal Sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
VII. Paid-in capital inflation adjustment difference		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
VIII. Convertible Bonds to Shares		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
IX. Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
X. Increase/Decrease by Other Changes		-	-	-	-	1.901	-	-	-	-	-	-	-	-	-	1.901	1.901			
XI. Profit Distribution		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
11.1 Dividends paid		-	-	-	-	-	-	-	-	-	-	-	5.806.087	(172.542)	(6.259.625)	(626.080)	(626.080)			
11.2 Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	(626.080)	-	(626.080)			
11.3 Other		-	-	-	-	-	-	-	-	-	-	-	5.806.087	(172.542)	(5.633.545)	-	-			
Period-End Balance (I+II+III+...+XI)		5.200.000	3.505.742	-	1.814.871	3.018.435	(236.448)	9.582	5.281.939	(1.481.444)	(2.446.543)	45.924.050	419.031	2.028.142	63.037.357	189	63.037.546			

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

SECTION TWO
CONSOLIDATED FINANCIAL STATEMENTS

AKBANK T.A.Ş.

VI. CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 MARCH 2022

(Amounts are expressed in thousands of Turkish Lira (TL)).

	Note (Section Five)	CURRENT PERIOD (31/03/2022)	PRIOR PERIOD (31/03/2021)
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1		5.653.357	2.909.696
1.1.1	Interest received	17.456.325	8.964.507
1.1.2	Interest paid	(8.140.515)	(5.341.362)
1.1.3	Dividend received	28.902	5.394
1.1.4	Fees and commissions received	2.666.375	1.762.435
1.1.5	Other income	(4.294.393)	(577.386)
1.1.6	Collections from previously written-off loans and other receivables	915.988	788.367
1.1.7	Cash Payments to personnel and service suppliers	(1.486.846)	(865.043)
1.1.8	Taxes paid	(316.935)	(1.024.471)
1.1.9	Other	(1.175.544)	(802.745)
1.2	Changes in operating assets and liabilities	2.263.300	12.651.100
1.2.1	Net Increase/Decrease in Financial Assets at Fair Value Through Profit or Loss	6.055.535	(1.147.486)
1.2.2	Net (increase) / decrease in due from banks and other financial institutions	2.982.525	(2.489.614)
1.2.3	Net (increase) / decrease in loans	(64.470.644)	(19.413.347)
1.2.4	Net (increase) / decrease in other assets	(25.590.297)	1.062.492
1.2.5	Net increase / (decrease) in bank deposits	799.308	(1.762.799)
1.2.6	Net increase / (decrease) in other deposits	59.860.053	19.141.027
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	5.509.545	3.613.256
1.2.9	Net increase / (decrease) in payables	-	-
1.2.10	Net increase / (decrease) in other liabilities	17.117.275	13.647.571
I.	Net cash provided from banking operations	7.916.657	15.560.796
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II.	Net cash provided from investing activities	(9.251.633)	(6.064.447)
2.1	Cash paid for acquisition of investments, associates and subsidiaries	-	-
2.2	Cash obtained from disposal of investments, associates and subsidiaries	-	-
2.3	Purchases of property and equipment	(568.194)	(88.242)
2.4	Disposals of property and equipment	16.337	36.420
2.5	Purchase of Financial Assets at Fair Value Through Other Comprehensive Income	(21.097.841)	(9.080.724)
2.6	Sale of Financial Assets at Fair Value Through Other Comprehensive Income	11.594.110	5.093.013
2.7	Purchase of Financial Assets Measured at Amortised Cost	(8.306.658)	(3.695.965)
2.8	Sale of Financial Assets Measured at Amortised Cost	2.445.910	3.596.755
2.9	Other	6.664.703	(1.925.704)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III.	Net cash provided from financing activities	(7.762.584)	259.968
3.1	Cash obtained from funds borrowed and securities issued	4.637.259	9.016.203
3.2	Cash used for repayment of funds borrowed and securities issued	(11.801.176)	(8.055.130)
3.3	Issued equity instruments	-	-
3.4	Dividends paid	(514.768)	(626.080)
3.5	Payments for finance leases	(83.899)	(75.025)
3.6	Other	-	-
IV.	Effect of change in foreign exchange rate on cash and cash equivalents	4.383.283	1.007.748
V.	Net increase in cash and cash equivalents (I+II+III+IV)	(4.714.277)	10.764.065
VI.	Cash and cash equivalents at beginning of the period	48.616.116	13.495.306
VII.	Cash and cash equivalents at end of the period	43.901.839	24.259.371

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

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

**SECTION THREE
EXPLANATIONS ON ACCOUNTING POLICIES**

I. EXPLANATIONS ON BASIS OF PRESENTATION:

a. The preparation of the consolidated financial statements and related notes and explanations in accordance with the Turkish Accounting Standards and Regulation on Accounting Applications for Banks and Safeguarding of Documents:

The consolidated financial statements are prepared within the scope of the "Regulation on Accounting Applications for Banks and Safeguarding of Documents" related with Banking Law numbered 5411 published in the Official Gazette no.26333 dated 1 November 2006 and in accordance with the regulations, communiqués, interpretations and legislations related to accounting and financial reporting principles published by the Banking Regulation and Supervision Agency ("BRSA"), and in case where a specific regulation is not made by BRSA, Turkish Accounting Standard 34 ("TAS 34") Interim Financial Reporting Standard and "Turkish Financial Reporting Standards" ("TFRS") and related appendices and interpretations put into effect by Public Oversight Accounting and Auditing Standards Authority ("POA"). The format and content of the publicly announced consolidated financial statements and notes to these statements have been prepared in accordance with the "Communiqué on Publicly Announced Financial Statements, Explanations and Notes to These Financial Statements" and "Communiqué On Disclosures About Risk Management To Be Announced To Public By Banks" and amendments to this Communiqué. The Bank maintains its books in Turkish Lira in accordance with the Banking Law, Turkish Commercial Code and Turkish Tax Legislation.

The consolidated financial statements have been prepared in TL, under the historical cost convention except for the financial assets and liabilities carried at fair value. Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.

The preparation of consolidated financial statements in conformity with TFRS requires the use of certain critical accounting estimates by the Bank management to exercise its judgment on the assets and liabilities of the balance sheet and contingent issues as of the balance sheet date. These estimates, which include the fair value calculations of financial instruments and impairments of financial assets are being reviewed regularly and, when necessary, suitable corrections are made and the effects of these corrections are reflected to the income statement. Assumptions and estimates that are used in the preparation of the accompanying financial statements are explained in the following related disclosures.

Explanation for convenience translation to English:

The differences between accounting principles, as described in these preceding paragraphs and accounting principles generally accepted in countries in which consolidated financial statements are to be distributed and International Financial Reporting Standards ("IFRS") have not been quantified in these consolidated financial statements. Accordingly, these 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.

b. Accounting policies and valuation principles used in the preparation of the financial statements:

Accounting policies and valuation principles adopted when preparing financial statements are in line with the legislation, communiqué, explanation and circular released by BRSA concerning accounting and financial reporting, and, for matters which are not regulated by the foregoing, with the provisions of TAS/TFRS (together "BRSA Accounting and Financial Reporting Legislation) put into force by Public Oversight, Accounting and Auditing Standards Authority (POA).

On 20 January 2022, the Public Oversight Authority made a statement on the Implementation of Financial Reporting in High Inflation Economies within the Scope of Turkish Financial Reporting Standards, Financial Reporting Standard for Large and Medium Sized Enterprises. Accordingly, it has been stated that businesses applying TFRS do not need to make any adjustments in their financial statements for 2021 within the scope of TAS 29 Financial Reporting in High Inflation Economies.

As of the preparation date of the financial statements, no new announcement has been made by the Public Oversight Authority in this context, and no inflation adjustment has been made within the scope of TAS 29 Financial Reporting Standard in Hyperinflationary Economies in the financial statements dated 31 March 2022.

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The tension between Russia and Ukraine since the beginning of 2022 has turned into a crisis and continues as of the date of the report. The Group does not operate in either country, and the crisis is not expected to have a direct impact on the Group's operations. The developments are followed and their estimated effects are evaluated within the scope of the relevant accounting standards and reflected in the financial statements.

c. Items Subject to different accounting policies in the preparation of consolidated financial statements:

There are no items subject to different accounting policies in the preparation of these consolidated financial statements.

II. EXPLANATIONS ON STRATEGY OF USING FINANCIAL INSTRUMENTS AND EXPLANATIONS ON FOREIGN CURRENCY TRANSACTIONS:

The Group's core business activities include consumer banking, SME banking, commercial banking, and corporate-investment banking and private banking and wealth management, foreign exchange, money markets, securities transactions (Treasury transactions) and international banking services. The Group performs financial leasing transactions through Ak Finansal Kiralama A.Ş. By nature, the Group's activities are principally related to the use of financial instruments. As the main funding source, the Group accepts deposits from customers for various periods and invests these funds in high quality assets with high interest margins. Other than deposits, the Group's most important funding sources are equity, marketable securities issued, money market borrowings and mostly borrowings from foreign financial institutions. The Group follows an asset-liability management strategy that mitigates risk and increases earnings by balancing the funds borrowed and the investments in various financial assets. The main objective of asset-liability management is to limit the Group's exposure to liquidity risk, interest rate risk, currency risk and credit risk while increasing profitability and strengthening the Group's equity. The Asset-Liability Committee ("ALCO") manages the assets and liabilities within the trading limits on the level of exposure placed by the Executive Risk Committee ("ERC").

Foreign currency denominated monetary assets and liabilities have been evaluated by buying exchange rates of last period for the Parent Bank and by the exchange rates of the Central Bank of the Republic of Turkey for domestic subsidiaries. Gains and losses arising from such transactions are recognized in the income statement under the account of "Net foreign exchange income/expense". Assets and liabilities of foreign subsidiaries are translated into Turkish lira using the foreign exchange rates prevailing at the balance sheet date, income and expenses of foreign subsidiaries are translated into Turkish Lira at the average exchange rates and all resulting exchange differences are accounted in the shareholders' equity under "Other profit reserves".

As of 31 March 2022, for the Parent Bank foreign currency denominated balances are translated into TL using the exchange rates of TL 14,6371 and TL 16,2855 for USD and EURO respectively.

III. EXPLANATIONS ON EQUITY INVESTMENTS:

Consolidated financial statements are prepared in accordance with the "Turkish Financial Reporting Standard for Consolidated Financial Statements" ("TFRS 10") and "Communiqué on Preparation of Consolidated Financial Statements of Banks" published in the Official Gazette no.26340 dated 8 November 2006.

Consolidation principles for subsidiaries:

Subsidiaries are the entities controlled directly or indirectly by the Bank.

Subsidiaries are consolidated using the full consolidation method. Financial statements of related subsidiaries are consolidated from the date when the control is transferred to the Bank.

Control is defined as the power over the investee, exposure or rights to variable returns from its involvement with the investee and the ability to use its power over the investee to affect the amount of the Bank's returns.

In the full consolidation method, 100% of subsidiaries' assets, liabilities, income, expense and off-balance sheet items are combined with the Parent Bank's assets, liabilities, income, expense and off-balance sheet items.

The carrying amount of the Group's investment in each subsidiary and the Group's portion of the cost value of the capital of each subsidiary are eliminated. Intragroup balances and intragroup transactions and resulting unrealized profits and losses are

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eliminated. Minority interests in the net income of consolidated subsidiaries are identified and adjusted against the income of the Group in order to arrive at the net income attributable to the Group and presented separately in the Group's income. Minority interests are presented in the consolidated balance sheet, in the shareholders' equity.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

The Parent Bank and its subsidiaries has been included in the scope of consolidation. The Parent Bank together with its consolidated subsidiaries are referred to as the "Group" in these consolidated financial statements.

Ak Yatırım Menkul Değerler A.Ş. was established on 11 December 1996 to trade in capital markets in accordance with Capital Market Law. This company is delivering intermediary services in capital markets, discretionary portfolio management, derivative transactions, repurchase and reverse repurchase agreements with authorizations given by the Capital Markets Board for each transaction.

Ak Finansal Kiralama A.Ş. was established in 1988 for leasing operations and all kinds of agreements and transactions related to these operations.

Ak Portföy Yönetimi A.Ş. was established on 28 June 2000 and manages its own investment (mutual) funds and AgeSA Hayat ve Emeklilik A.Ş. and some of the pension funds established by Axa Hayat Emeklilik A.Ş., Allianz Hayat Emeklilik A.Ş. and Allianz Yaşam Emeklilik A.Ş., The company also is managing both individual and institutional customers' portfolios, it continues investing in the Fund SICAV 2 Turkey on the international market and founder of 1 Sompo Japan in money market funds management activities.

Akbank AG operates in Germany, providing corporate, consumer and private banking services.

Aköde Elektronik Para ve Ödeme Hizmetleri A.Ş., 100% owned by the Bank, has been established on 19 February 2018 to provide payment services and electronic money issuance under the Law No. 6493 on Payment and Securities Settlement Systems, Payment Services and Electronic Money Institutions registered in the trade registry.

A.R.T.S. Ltd. is a "Structured Entity" which was established in November 1999 for the purpose of supplying long-term financing.

IV. EXPLANATIONS ON FORWARD TRANSACTIONS, OPTIONS AND DERIVATIVE INSTRUMENTS:

The Group's major derivative instruments consists of foreign currency and interest rate swaps, cross currency swaps, currency options and currency forwards.

The Bank classifies its derivative instruments as "Derivative Financial Assets Measured at Fair Value Through Profit and Loss" in accordance with "IFRS 9 Financial Instruments" (IFRS 9).

Liabilities and receivables arising from the derivative instruments are followed in the off-balance sheet accounts at their contractual values.

Derivative instruments are remeasured at fair value after initial recognition. In accordance with the classification of the derivative instrument, if the fair value of a derivative financial instrument is positive, it is recorded to the account "Derivative Financial Assets Measured at Fair Value Through Profit and Loss" or "Derivative Financial Assets Measured at Fair Value Through Other Comprehensive Income"; if the fair value difference is negative, it is disclosed in "Derivative Financial Liabilities Measured at Fair Value Through Profit and Loss" or "Derivative Financial Liabilities Measured at Fair Value Through Other Comprehensive Income". Differences in the fair value of trading derivative instruments are accounted as income/loss from derivative financial transactions under "trading income/loss" item in the income statement. The basis on accounting of derivative instruments for hedging purposes are explained in Note VIII of Section Four. The fair values of the derivative financial instruments are calculated using quoted market prices or by using discounted cash flow models.

As of 31 March 2022, the Group has no embedded derivative instruments (31 December 2021: None).

V. EXPLANATIONS ON INTEREST INCOME AND EXPENSE:

Interest income and expenses are recognized in the income statement by using the "Effective interest rate method". Starting from 1 January 2018, Group has started to calculate interest accrual on non-performing loans. Net book value of the non-performing loans (Gross Book Value – Expected Credit Loss) are rediscounted with effective interest rate and recognized with the gross book

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value of the non-performing loan. Non-performing loans discounts are evaluated on customer basis and are discontinued if there is in case of low collectibility.

VI. EXPLANATIONS ON FEE AND COMMISSION INCOME AND EXPENSES:

Fees and commission income/expenses are primarily recognized on an accrual basis or "Effective interest rate method" and TFRS 15 "Revenue from Contracts with Customers" according to the nature of the fee and commission, except for certain commission income and fees for various banking services which are recorded as income at the time of collection. Contract based fees or fees received for services such as the purchase and sale of assets on behalf of a third party or legal person are recognized as income at the time of collection.

VII. EXPLANATIONS ON FINANCIAL ASSETS:

The Group categorizes its financial assets as "Fair Value Through Profit/Loss", "Fair Value Through Other Comprehensive Income" or "Measured at Amortized Cost". Such financial assets are recognized or derecognized according to TFRS 9 Financial Instruments Part 3 Issued for classification and measurement of the financial instruments published in the Official Gazette No. 29953 dated 19 January 2017 by the Public Oversight Accounting and Auditing Standards Authority ("POA"). Financial assets are measured at fair value at initial recognition in the financial statements. During the initial recognition of financial assets other than "Financial Assets at Fair Value Through Profit or Loss", transaction costs are added to fair value or deducted from fair value.

Classification and measurement of financial assets

According to TFRS 9 requirements, classification and measurement of financial assets will depend on the business model within which financial assets are managed and their contractual cash flow characteristics whether the cash flows represent solely payments of principal and interest.

Assessment whether contractual cash flows are solely payments of principal and interest:

For the purposes of this assessment, "principal" is defined as the fair value of the financial asset on initial recognition. "Interest" is defined as consideration for the time value of money, for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Group will consider the contractual terms of the instrument. This will include assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the assessment, the Group consider:

- Contingent events that would change the amount and timing of cash flows;
- Leverage features;
- Prepayment and extension terms;
- Terms that limit the Bank's claim to cash flows from specified assets
- Features that modify consideration for the time value of money – e.g. periodic reset of interest rates.

The Group fulfills the on-balance sheet classification and measurement criteria by applying the procedures described above for all financial assets.

Upon initial recognition, each financial asset will be classified as either fair value through profit or loss, amortised cost or fair value through other comprehensive income.

The Group recognize a financial asset into financial statements when it becomes a party to the contractual terms of a financial instrument. During the first recognition of a financial asset into the financial statements, business model determined by Bank management and the nature of contractual cash flows of the financial asset are taken into consideration.

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When the business model determined by the Group management is changed, all financial assets affected by this change are reclassified and the reclassification is applied in the future. In this case, no adjustment is made for the gain, loss or interest rates previously recognized in the financial statements.

a. Financial assets at the fair value through profit or loss:

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

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 are solely payments of principal and interest at certain dates, they are classified as fair value through other comprehensive income.

Financial assets at fair value through other comprehensive income are recognized 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 income statement.

"Unrealized gains and losses" arising from the difference between the amortized cost and the fair value of financial assets at fair value through other comprehensive income are not reflected in the income statement of the period until the acquisition of the asset, sale of the asset, the disposal of the asset, and impairment of the asset and they are accounted under the "Accumulated other comprehensive income or expense to be reclassified through profit or loss" under shareholders' equity. When these securities are collected or disposed of, the related fair value differences accumulated in the shareholders' equity are transferred to the income statement.

Equity instruments classified as financial assets at fair value through other comprehensive income are accounted at their fair values. Exceptionally, cost can be an appropriate estimation method in determining fair value. This is only possible if there is insufficient recent information on the measurement of fair value or if fair value can be measured by more than one method and the cost reflects the fair value estimate in the best way. In the case of using this method, the accumulated fair value differences will not be reflected in the income statement.

During initial recognition the Bank can choose in an irrevocable was to record the changes of the fair value of the investment in an equity instrument that is not held for trading purposes in the other comprehensive income. In the case of this preference, the dividend from the investment is taken into the financial statements as profit or loss.

c. Financial assets measured at amortized cost:

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

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

"Fair value through other comprehensive income" and "measured at amortized cost" securities portfolio of the Group include Consumer Price Indexed (CPI) Bonds. These securities are valued and accounted using the effective interest rate method based on the real coupon rates and the reference inflation index at the issue date and the estimated inflation rate. The reference indices used in calculating the actual coupon payment amounts of these assets are based on the Consumer Price Index (CPI) of prior two months. The Bank also sets the estimated inflation rate accordingly. The estimated inflation rate used is updated as needed within the year.

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In this context, the valuation of these securities was made according to an annual inflation forecast of 35,00% as of 31 March 2022. At the end of the year, the real inflation rate is used.

d. Derivative Financial Assets:

The major derivative instruments utilized by the Group are foreign currency and interest rate swaps, cross currency swaps, currency options and currency forwards.

Derivative financial instruments of the Group are classified under "IFRS 9 Financial Instruments" ("IFRS 9"), "Derivative Financial Assets Designated at Fair Value through Profit or Loss".

Payables and receivables arising from the derivative instruments are recorded in the off-balance sheet accounts at their contractual values.

Derivative transactions are valued at their fair values subsequent to their acquisition. In accordance with the classification of derivative financial instruments, if the fair value is positive, the amount is classified as "Derivative Financial Assets Designated at Fair Value Through Profit or Loss" or "Derivative Financial Assets Designated at Fair Value Through Other Comprehensive Income", if the fair value is negative, the amount is classified as "Derivative Financial Liabilities Designated at Fair Value Through Profit or Loss" or "Derivative Financial Liabilities Designated at Fair Value Through Other Comprehensive Income". The fair value differences of derivative financial instruments are recognized in the income statement under trading profit/loss line in profit/loss from derivative financial transactions. The principles for the recognition of derivative transactions intended for hedging purposes are disclosed in the note numbered VIII of Section Four. The fair value of derivative instruments is calculated by taking into account the market value of the derivatives or by using the discounted cash flow model. When inactive market conditions exist, observable inputs used in the determination of fair values are adjusted using appropriate assumptions and considering the volume and level of activity in the markets.

e. Loans

Loans are financial assets that have fixed or determinable payments terms and are not quoted in an active market. Loans are initially recognized at acquisition cost plus transaction costs presenting their fair value and thereafter measured at amortized cost using the "Effective Interest Rate (internal rate of return) Method".

1. Loans measured at amortized cost:

These financial assets are divided into three categories depending on the gradual increase in credit risk observed since their initial recognition:

Stage 1:

For the financial assets at initial recognition or that, do not have a significant increase in credit risk since initial recognition. Impairment for credit risk is recorded in the amount of 12-month expected credit losses.

Stage 2:

In the event of a significant increase in credit risk since initial recognition, the financial asset is transferred to Stage 2. Impairment for credit risk is determined based on the instrument's lifetime expected credit losses.

Stage 3:

Stage 3 includes financial assets that have objective evidence of impairment at the reporting date. For these assets, lifetime expected credit losses are recognized.

2. Loans measured at fair value through profit or loss:

Loans at fair value through profit and loss, terms of the contract for loans, if at certain dates it does not result in cash flows involving interest payments arising from the principal and principal balances, it is recorded at fair value and is subject to fair value assessment following the recognition. Gains and losses resulting from the valuation are included in profit/loss accounts.

In certain circumstances, restructuring or altering the contractual cash flows of a financial instrument may result in the disposal of the existing financial asset in accordance with IFRS 9. A revised financial asset is considered as a new financial asset when the

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change in the financial asset is once excluded from the financial statement and the revised financial asset is recognized in accordance with TFRS 9.

The Bank assesses whether the new financial asset contains solely payments of principal and interest when the new conditions for the instrument have determined that there are significant changes compared to the initial conditions in the relevant contracts.

In the event that the contractual conditions for the financial asset do not result in cash flows that include solely payments of principal and interest on certain dates, the related financial asset is recognized with its fair value and is subject to valuation.

Significant increase in credit risk:

If the credit risk of financial assets determined to be significantly increasing, afore-mentioned assets are transferred to the stage II. For stage I loans, expected loss (provision) amounts are calculated for 1-year and for stage II loans expected loss (provision) is calculated for the remaining life of the loan.

In addition, the key considerations in determining whether a significant increase in the credit risk of financial asset and transferring it to stage 2, but are not limited with these, the following;

- Past due date is 30 or more
- Restructuring of loans
- If the loan classified as under follow-up
- Assessment of significant increase in the probability of impairment based on rating notes.

Definition of increase in the probability of default is the comparison between the probability of default on loan's opening date, obtained from bank's internal rating-based credit rating models and probability of default on reporting date. If the loan's estimated probability of default on reporting date exceeds the threshold values determined, it is considered to be worsening of the probability of default.

Definition of Default:

The Bank considers that there is a default on the relevant debt in the following two cases:

1. Objective Default Definition: It means that the debt is overdue by more than 90 days. The definition of default, which is applicable to the Bank and its consolidated financial institutions, is based on the criteria that the debt is overdue by more than 90 days.
2. Subjective Default Definition: It means the determination that the debt will not be paid. If it is determined that the borrower cannot fulfill its debts related to the loan, regardless of whether there is a balance in delay or the number of days of delay, the debtor is considered in default.

Write-off Policy:

Within the framework of the provisions of the "Regulation Amending the Regulation on the Procedures and Principles Regarding the Classification of Loans and Provisions for These" published in the Official Gazette dated 6 July 2021 and numbered 31533 the portion of the loans that are classified under "Fifth Group-Loans with a Loss Qualification" and for which a lifetime expected loan loss provision or special provision is made due to the default of the borrower, for which there are no reasonable expectations for the recovery of the loans, within the scope of TFRS 9, as of the first reporting period (interim or year-end reporting period) following their classification in this Group, deducted from the records within the period deemed appropriate by the bank, taking into account the situation of the debtor. In determining the cluster within this scope, the following indicators are used;

- In the corporate, commercial, SME and consumer segment follow-up portfolio, with very low or no collection expectation
- Monitored in the 5th group as of the last reporting period,
- Having a provision rate of 90% or more,
- No active payment plans
- No Credit Guarantee Fund (CGF) secured loan

Loans and provision ratio of 100% all abusive and fraudulent tracking accounts are included in the deletion of the active account.

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The process of write-off the loans is an accounting practice and does not result in waiving the right to receivable regarding the related loans. Existing administrative and legal follow-up processes regarding the loans deducted from the record are continued. Partial write-off transactions mean that the financial asset will be repaid at a certain rate by the debtor, and the remaining amount after the payment or the part within the Bank that is classified under group 5 and has no reasonable expectations for its recovery will be removed from the financial statements. Regarding the write-off (asset disposal) process; the effect of the amount written off during the period and the amount written off on the NPL ratio is disclosed in the footnotes of the financial statements.

VIII. EXPLANATIONS ON EXPECTED CREDIT LOSSES:

The Group allocates impairment for expected loss on financial assets measured at amortised cost and measured at fair value through other comprehensive income.

As of 1 January 2018, the Group recognize provisions for impairment in accordance with TFRS 9 requirements according to the "Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside" published in the Official Gazette dated 22 June 2016 numbered 29750. The expected credit loss estimates are required to be unbiased, probability-weighted and include supportable information about past events, current conditions, and forecasts of future economic conditions.

Expected Credit Loss (ECL) Calculation – Input and Forecasting Methodologies

Expected Credit Loss (ECL) is calculated as 12 months or lifetime, depending on whether there is a significant increase in credit risk after initial recognition or whether an asset is considered as a credit loss. Expected Credit Loss is calculated by using the Probability of Default (PD), Loss Given Default (LGD) and Exposure at Default (EAD) components.

- Exposure at Default: Specifies the amount of risk that the borrower should pay in case of default. It is kept in the system by constantly calculated until the maturity of the borrower. The amount of extra risk that can be incurred in the event of default is included in the calculations by using the credit conversion rate (CCR) calculated for the irrevocable commitment products.

- Probability of Default (PD): PD indicates the probability of default due to inability of the borrower to meet its debt obligations. It has been calculated for 12 months or lifetime depends on increase on borrower's credit risk. Calculation of the lifetime default rate is carried out by drawing the actual default rate figures to the long term using various functions, based on historical data.

- Loss Given Default (LGD): In case of default of the borrower, Loss Given Default has been calculated as dividing Expected Credit Loss to Exposure at Default (EAD). LGD models includes data such as product type, customer segment, collateral structure, customer repayment performance.

Expected Credit Loss is calculated over the remaining maturity using the PD, LGD and EAD components. Calculated values are discounted on a monthly basis using the original effective interest rate or an approximate value of the discount rate. The expected credit loss value is calculated for all customers over the maturity period. However, for those who do not have a significant increase in credit risk, the 12-month ECL is taken into account, and for those with a significant increase in credit risk, the ECL value calculated over the remaining period is taken into account.

Within the scope of TFRS 9, models of Probability of default (PD), Lost given default (LGD) and Exposure at default (EAD) have been developed. The models used by the IRB "[Internal Rating Based Approach]" are taken into account when creating these models. The models developed under TFRS 9 have a detailed segment structure. Loans that have similar characteristics are segmented in order to reflect the expected credit losses collectively in financial reports. When creating the segmentation structure, the following information of the loans is taken into consideration.

1. Customer type (retail or corporate / commercial)
 2. Product type
 3. IRB rating notes /scores
 4. Customer credit performance
 5. Collateral type
 6. Collection Period
 7. Exposure at default
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In addition, in the calculation of Expected Credit Loss in accordance with TFRS 9, certain part of commercial and corporate loans are subject to individual assessment on a customer basis due to internal policies. This calculation is made by discounting the expected cash flows from the customer or the collateral sales to their present value with the effective interest rate.

The Parent Bank reflected the possible effects of COVID-19 on its cash flow estimates in the calculation of the Expected Credit Loss provision for the loans it is subject to individual assessment, taking into account the reasonable and relevant information available. Within the scope of individual evaluations, regional developments are also taken into account as well as sectoral risks.

Macro-economic indicators are taken into account in determining the PD component in the expected credit loss calculation. Macro-economic indicators vary on a product-by-product basis for individual products and on a segment basis for commercial products. Future macroeconomic forecasts are reflected in the ECLs using more than one scenario.

The risk parameters used in the TFRS 9 calculations include prospective macroeconomic information. While macroeconomic information is included, models and estimates reflecting the relationships between model risk parameters and macroeconomic variables are taken into consideration. The main macroeconomic indicator of these estimation models are the Gross Domestic Product (GDP) growth rate. Macroeconomic estimation models include more than one scenario and the related scenarios are taken into account in the expected credit loss calculations.

Expected Credit Loss (ECL) calculations are reviewed at least once a year, and there has been no change in the macroeconomic model used in the process during the reporting period.

Within the scope of the effects of COVID-19's Expected Credit Loss (ECL) calculations, the macroeconomic model data and scenario weights used in the process are also reviewed at the end of the interim period and updates are made if deemed necessary. No revisions were made to the scenario weights after the review. Expected Credit Loss (ECL) calculations are reviewed at least once a year, and there has been no change in the macroeconomic model used in the process during the reporting period.

- The expected credit loss calculation is made by considering 3 different scenarios the best, the worst, and the base.

Within the scope TFRS 9, macroeconomic expectations directly affect provisions (Expected Credit Loss-ECL). Related impact is realized when the default ratio of the Bank moves the default rate calculated for each maturity up or down. The main parameters of default ratio model are macroeconomic variables and the provision figures change when prospective estimations are revised.

The PD values subject to the ECL calculation have been obtained for the following portfolios.

Consumer/Commercial	Portfolio
Retail	Consumer
Retail	Automotive
Retail	Mortgage
Retail	Credit Card
Retail	Overdraft Account
Commercial	Micro
Commercial	Company
Commercial	Commercial
Commercial	Corporate

In prospective expectations, 3 scenarios are being used as the base, the worst and the best. Final provisions are calculated by weighting on the possibilities given to the scenarios.

IX. EXPLANATIONS ON OFFSETTING FINANCIAL INSTRUMENTS:

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

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X. EXPLANATIONS ON SALES AND REPURCHASE AGREEMENTS AND SECURITIES LENDING TRANSACTIONS:

Securities subject to repurchase agreements ("Repos") are classified as "Financial assets at fair value difference through profit or loss", "Financial assets at fair value difference through other comprehensive income" and "Measured at amortised cost" in the balance sheet according to the investment purposes and measured according to the portfolio of the Bank to which they belong. Funds obtained under repurchase agreements are accounted under "Funds provided under repurchase agreements" in liability accounts and differences between the sale and repurchase prices determined by these repurchase agreements are accrued evenly over the life of the repurchase agreement using the "Effective interest (internal return) method".

Funds given against securities purchased under agreements to resell ("Reverse repos") are accounted under "Receivables from money market" in the balance sheet. The difference between the purchase and resell price determined by these repurchase agreements is accrued evenly over the life of repurchase agreements using the "Effective interest rate method".

The Group has securities lending transactions amounting TL 1.174.420 as of 31 March 2022 (31 December 2021: TL 1.024.696).

XI. EXPLANATIONS ON ASSETS HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (NET):

Assets held-for-sale consist of tangible assets that were acquired due to non-performing receivables, and are accounted in the financial statements in accordance with the regulations of "Turkish Financial Reporting Standard for Assets Held for Sale and Discontinued Operations (TFRS 5)".

The Group has no discontinued operations.

XII. EXPLANATIONS ON GOODWILL AND OTHER INTANGIBLE ASSETS:

The Group does not have any goodwill items that should be reflected in the consolidated financial statements.

Intangible assets are measured at cost on initial recognition and any directly attributable costs of setting the asset to work for its intended use are included in the initial measurement. Subsequently, intangible assets are carried at historical costs after the deduction of accumulated depreciation and the provision for value decreases.

Intangibles are amortised over three to fifteen years (their estimated useful lives) using the straight-line method. The useful life of the asset is determined by assessing the expected useful time of the asset, technical, technological and other kinds of wear and tear and all required maintenance expenses necessary to utilize the economic benefit from the asset.

XIII. EXPLANATIONS ON PROPERTY AND EQUIPMENT:

Property and equipment is measured at its cost when initially recognized and any directly attributable costs of setting the asset in working order for its intended use are included in the initial measurement. Subsequently, property and equipment is carried at cost less accumulated depreciation and provision for value decrease.

The Group has started to account properties under the tangible assets with their revalued amount instead of cost values in accordance with "TAS 16 Plant and Equipment". The revaluation difference arising from the valuations made by the appraisal firms authorized by Capital Markets Board ("CMB") and BRSA is accounted in Investment Properties Revaluation Differences line under the Shareholders' Equity.

As of each reporting date, the Bank evaluates whether there is any indication that its assets may be impaired; If such indication exists, it estimates the recoverable amount of the related asset in accordance with TAS 36 - Impairment in Assets and if the recoverable amount is below the book value of the related asset, it reserves provision for impairment.

Depreciation is calculated over the cost of property and equipment using the straight-line method over estimated useful lives. The estimated useful lives are stated below:

Buildings	50 years
Vault	5-50 years
Transportation Vehicles	5 years
Other property and equipments	3-15 years

Gains and losses on the disposal of property and equipment are determined by deducting the net book value of the property and equipment from its sales revenue.

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Expenditures for the repair and renewal of property and equipment are recognized as expense. The capital expenditures incurred in order to increase the capacity of the tangible asset or to increase the future benefit of the asset are capitalized on the cost of the tangible asset. Capital expenditures include the cost components that increase the useful life, or the capacity of the asset, increase the quality of the product or decrease its costs.

XIV. EXPLANATIONS ON LEASING TRANSACTIONS:

With the "IFRS 16 Leases" standard, which became effective as of 1 January 2019, the difference between the operating lease and financial lease was removed and the lease transactions were started to be recognised under "Tangible Fixed Assets" as an asset (tenure) and under "Liabilities from Leasing" as a liability.

The Group performs financial leasing operations as a "Lessor" through Ak Finansal Kiralama A.Ş. which is a consolidated subsidiary. The asset subject to the financial leasing is presented in the balance sheet as receivable equal to the net leasing amount. Interest income is recognized over the term of the lease using the net investment method that reflects a constant periodic rate of return and the unearned portion is followed under unearned interest income account.

XV. EXPLANATIONS ON PROVISIONS AND CONTINGENT LIABILITIES:

Provisions and contingent liabilities are accounted in accordance with the "Turkish Accounting Standard for Provisions, Contingent Liabilities and Contingent Assets" ("TAS 37").

Provisions are recognized when the Group has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made. A provision for contingent liabilities arising from past events should be recognized in the same period of occurrence in accordance with the periodicity principle.

A liability is recognized as a contingent liability where a possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of more than one events not wholly within the control of the Group; or a present obligation that arises from past events but it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability and disclosed in the footnotes.

XVI. EXPLANATIONS ON CONTINGENT ASSETS:

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the entity. Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. Contingent assets are disclosed where an inflow of economic benefits is probable. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits will arise in the Group, the asset and the related income are recognized in the financial statements in which the change occurs.

XVII. EXPLANATIONS ON OBLIGATIONS RELATED TO EMPLOYEE RIGHTS:

a. Employment termination benefits and vacation rights:

Obligations related to employment termination and vacation rights are accounted in accordance with "Turkish Accounting Standard for Employee Rights" ("TAS 19").

Under the Turkish Labor Law, the Bank and its subsidiaries operating in Turkey are required to pay a specific amount to the employees who have retired or whose employment is terminated other than the reasons specified in the Turkish Labor Law. According to the related regulation, the Bank is obliged to pay termination benefits for employees who retire, quit for their military service obligations, who have been dismissed as defined in the related regulation or who have completed at least one year of service. The reserve for employment termination benefits represents the present value of the estimated total reserve for the future probable obligation of the Group arising from this liability. In accordance with TAS 19, actuarial gains and losses are recognized in equity.

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b. Retirement Rights:

The Bank's personnel are members of the "Akbank T.A.Ş. Personnel Pension Fund Foundation" ("Pension Fund") established in accordance with the Social Security Law numbered 506, temporary article No.20. The financial statements of the Pension Fund have been audited as of year-ends by an independent actuary in accordance with the 38th article of the Insurance Supervisory Law and the "Actuarial Regulation" based on the same article.

Temporary 23rd article paragraph ("the paragraph") 1 of the Banking Law No 5411 published in the Official Gazette no 25983 dated 1 November 2005 envisaged that Banks would transfer their pension funds to the Social Security Institution ("SSI") within three years following the publication date of the Banking Law, and regulated the principles of this transfer. The first paragraph of the related article was rescinded as from the 30 June 2007, the publication date of the decision of the Constitutional Court dated 22 March 2007. The reasoned decree regarding the rescission of the mentioned paragraph was published in the Official Gazette numbered 26731, dated 15 December 2007.

Following the publication of the reasoned decree of the Constitutional Court, Turkish Grand National Assembly commenced to work on a new law regarding the transfer of the members of funds to the Social Security Institution; the related articles of the Social Security Law ("New Law") numbered 5754 regarding the transfer of the funds, were ratified by the TGNA General Meeting on 17 April 2008 and came into effect following the publication on the Official Gazette numbered 26870, dated 8 May 2008.

The main opposition party had appealed to the Constitutional Court for the cancellation of some of the articles of the New Law including transfer of the Funds to the SSI on 19 June 2008. The Constitution Court has dismissed the appeal with the decision taken in the meeting dated 30 March 2011. The reasoned decision has been published on the Official Gazette numbered 28156 dated 28 December 2011.

The New Law was requiring that present value of post-employment benefits at the transfer date shall be calculated by a commission consisting of the representatives of SSI, Ministry of Finance, Undersecretariat of Treasury, Undersecretariat of State Planning Organization, BRSA, SDIF and banks and funds, by using a technical discount rate of 9,8 percent taking into consideration the transferrable contributions and payments of the funds including any monthly payment differences paid by the funds above the limits within the framework of SSI regulations. Accordingly, the transfer required by the New Law was to be completed until 8 May 2011. According to the decision of the Council of Ministers published on the Official Gazette dated 9 April 2011 no. 27900, the time frame for related transfer has been extended for two years. Within the postponement right granted to the Council of Ministers through the change in the first clause of the 20th provisional article of the "Social Insurance and General Health Insurance Law no. 5510" published on the Official Gazette no. 28227 dated 8 March 2012, the transfer process has been postponed for one more year with the decision of the Council of Ministers published on the Official Gazette no. 28987 dated 30 April 2014. The Council of Ministers has been lastly authorized to determine the transfer date in accordance with the last amendment in the first paragraph of the 20th provisional article of Law No.5510 implemented by the Law No. 6645 on Amendment of the Occupational Health and Safety Law and Other Laws and Decree Laws published in the Official Gazette dated 23 April 2015 and numbered 29335. According to paragraph (I) of Article 203 of Law no. 703 which published on the Official Gazette no. 30473 dated 9 July 2018, the phrase, placed in 20th provisional article of Social Insurance and General Health Insurance Law no.5510, "Council of Ministers" is authorized to determine the date of transfer to the Social Security Institution has been replaced with "President".

According to the New Law, following the transfer of the members of the fund to the SSI, the funds and institutions will continue to provide the non-transferrable social benefits and payments which are included in the articles of association of the fund.

As of 31 December 2021, the Group has made a provision in the financial statements for the all technical deficit amounted TL 294.503 determined by the report prepared by an actuary registered in the actuaries register. This amount has been classified as other provision item. This amount has been classified as other provision item.

The consolidated affiliates do not have the above mentioned retirement benefit plans for their employees. The retirement related benefits of the employees of the consolidated affiliates are subject to the Social Security Institution and other defined contribution plans.

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XVIII. EXPLANATIONS ON TAXATION:

a. Current Tax:

As of 31 March 2022, the current corporate tax rate is 23%. In accordance with the Law No. 7316 published in the Official Gazette dated April 22, 2021, starting from the declarations that must be submitted as of 1/7/2021 and to be valid for the taxation period starting from 1/1/2021, the corporate tax rate is 25% for the taxation period of 2021, this rate was determined as 23% for the taxation period of 2022. However, with the publication of the Law No. 7394 in the Official Gazette dated 15 April 2022, banks, consumer finance companies, factoring and financial leasing companies, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies the corporate tax rate for pension companies has been permanently increased to 25%, and this change will be valid for returns to be submitted after 1 July 2022. Therefore, as of the first quarter of 2022, the tax rate to be taken into account in the calculation of corporate tax is 23%, and the tax rate to be applied to the cumulative earnings of 2022 in the second quarter and following periods of 2022 will be taken into account as 25%.

The corporate tax rate is applied to tax base which is calculated by adding certain non deductible expenses for tax purposes and deducting certain exemptions (like dividend income) and exclusion of deductions on accounting income. If there is no dividend distribution, no further tax charges are made.

Dividends paid to non-resident corporations, which have a place of business in Turkey or are resident corporations, are not subject to withholding tax. Otherwise, dividends paid are subject to withholding tax at the rate of 10%. An increase in capital via issuing bonus shares is not considered as profit distribution and thus does not incur withholding tax.

Corporations calculate advance tax with their current rate on quarterly profits and pay until the evening of the same day by declaring until the 17th day of the second month following that period. Advance tax paid by corporations which is for the current period is credited against the annual corporation tax calculated on their annual corporate income in the following year. Despite the offset, if there is temporary prepaid tax remaining, this balance can be refunded or used to offset any other financial liabilities to the government.

A 75% portion of the capital gains derived from the sale of equity investments and a 50% portion of the capital gains derived from the sale of immovable properties held for at least two years is tax exempt, if such gains are added to paid-in capital or held in a special fund account under liability for five years.

Under the Turkish Corporate Tax Law, losses can be carried forward to offset against future taxable income for up to five years. Tax losses cannot be carried back to offset profits from previous periods.

In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns until the last day of the following fourth month after the closing of the accounting year to which they relate. Tax returns are open for five years from the beginning of the year following the date of filing during this period the tax authorities have the right to audit tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

Current tax, related to items recognized directly in equity is also credited or charged directly to equity.

As of the end of the 2021 calendar year, the conditions sought for inflation adjustment in the calculation of corporate tax have been fulfilled, within the framework of the repeated provision of Article 298/A of the Tax Procedure Law. However, with the regulation made with the Law No. 7352 dated 20 January 2022, the application of inflation adjustment in the calculation of corporate tax was postponed to 2023. According to this; TPL financial statements for the 2021 and 2022 accounting periods, including the provisional tax periods, will not be subject to inflation adjustment, and for the 2023 accounting period; will not be subject to inflation adjustment as of the provisional tax periods, and the TPL financial statements dated 31 December 2023 will be subject to inflation adjustment regardless of whether the inflation adjustment conditions are met or not. Profit/loss difference arising from inflation adjustment in VUK financial statements will be shown in previous years' profit/loss accounts and will not affect the corporate tax base.

Information on taxation in foreign subsidiaries are given below:

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German-resident corporations (i.e. corporations with legal or business centers located in Germany) are subject to corporate taxation in Germany over their total income. Regardless of any profit distribution corporate tax is levied at 15% over total income. Effective corporate tax rate is 15,825% since an additional solidarity tax of 5,5% is applied over the calculated corporate tax. In addition to that, trade income tax is applied on the basis of local governments. Akbank AG moved its headquarters from Frankfurt am Main to Eschborn as of June 2020, and the commercial income tax rate, which was applied at the level of 16% until 1 July 2020, decreased to 11.5% as of 1 July 2020. Accordingly, as of July 1, 2020, when all tax types (corporate tax, solidarity tax and commercial income tax) of Akbank AG are considered, the tax burden is at the level of 27.4%.

b. Deferred Tax:

The Group calculates and accounts for deferred income taxes for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in these financial statements in accordance with "Turkish Accounting Standard for Income Taxes" ("TAS 12") and the related decrees of the BRSA concerning income taxes. In accordance with the Law No. 7316 published in the Official Gazette dated 22 April 2021, starting from the declarations that must be submitted as of 7 January 2021 and to be valid for the taxation period starting from 1 January 2021, the corporate tax rate is 25% for the taxation period of 2021, and this rate will be applied as 23% for the taxation period of 2022, this rate was applied as 20% for the taxation periods of 2023. However, with the publication of the Law No. 7394 in the Official Gazette dated 15 April 2022, the corporate tax rate has been permanently increased to 25% for banks, consumer finance companies, factoring and financial leasing companies, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies, and pension companies. In this context, as of the first quarter of 2022, the tax rate to be taken into account in the calculation of corporate tax is 23%, and the tax rate to be applied to the cumulative earnings of 2022 in the second quarter and following periods of 2022 will be considered as 25%. As of 31 March 2022 and 31 December 2021, for the items subject to deferred tax calculation, enacted tax rates, which are valid in accordance with the tax legislation in effect, are used as of the reporting dates, in accordance with their lives.

Deferred tax liabilities are recognized for all resulting temporary differences whereas deferred tax assets resulting from temporary differences are recognized to the extent that it is probable that future taxable profit will be available against which the deferred tax assets can be utilized.

Deferred tax asset had not been provided over provisions for possible risks and general loan loss provisions according to the circular of BRSA numbered BRSA.DZM.2/13/1-a-3 and dated 8 December 2004. Deferred tax rate calculation has started to be measured over temporary expected provision losses differences according to TFRS 9 articles from 1 January 2018. Deferred tax calculation is not made for free provisions.

Calculated deferred tax receivables and deferred tax liabilities have shown in net balances in the financial statements separately for domestic and international branches and for different subsidiaries subject to consolidation. Net balances of deferred tax assets and liabilities from companies are shown separately in assets and liabilities.

Deferred tax, related to items recognized directly in equity is also credited or charged directly to equity.

XIX. EXPLANATIONS ON BORROWINGS:

Debt instruments with different characteristics such as syndicated and securitized borrowings and post-financing obtained from foreign financial institutions, marketable securities issued in domestic and foreign markets and money market borrowings are major funding source of the Group. Mentioned borrowings are carried initially at acquisition cost and subsequently recognized at the discounted value calculated using by "Effective interest rate method".

XX. EXPLANATIONS ON ISSUANCE OF SHARE CERTIFICATES:

There is no share certificate issuance in 2022.

XXI. EXPLANATIONS ON AVALIZED DRAFTS AND ACCEPTANCES:

Avalized drafts and acceptances shown as liabilities against assets are included in the off-balance sheet commitments.

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XXII. EXPLANATIONS ON GOVERNMENT GRANTS:

As of 31 March 2022 and 31 December 2021, there is no government grant for the Bank.

XXIII. EXPLANATIONS ON SEGMENT REPORTING:

An operating segment is a component of an entity;

- that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity),
- whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and
- for which discrete financial information is available.

Reporting according to the operational segments is presented in Note IX of Section Four.

XXIV. PROFIT RESERVES AND PROFIT DISTRIBUTION:

Retained earnings as per the statutory financial statements other than legal reserves are available for distribution, subject to the legal reserve requirement referred to below.

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

The Ordinary General Assembly Meeting of the Bank was held on 28 March 2022. In the Ordinary General Assembly, it was decided to distribute TL 1.211.600 cash dividend over the TL 12.125.908 net income from 2021 operations to the Bank's shareholders. It was also resolved in the General Assembly to transfer TL 654 to special funds account under other capital reserves, to allocate TL 95.160 as legal and TL 10.818.494 as extraordinary reserves.

XXV. EARNINGS PER SHARE:

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

	Current Period 31 March 2022	Prior Period 31 March 2021
Net Profit for the Period of the Group	8.049.258	2.028.142
Average Number of Issued Common Shares (Thousand)	520.000.000	520.000.000
Earnings Per Share (Amounts presented as full TL)	0,01548	0,00390

In Turkey, companies can increase their share capital by making a pro-rata distribution of shares ("Bonus shares") to existing shareholders from retained earnings. For the purpose of earnings per share computations, the weighted average number of shares outstanding during the year has been adjusted in respect of bonus shares issued without a corresponding change in resources by giving them a retroactive effect for the year in which they were issued and for each earlier period. In case bonus shares are distributed after the balance sheet date but before the preparation of the financial statements, earnings per share is calculated considering the new number of shares.

The number of rights issued in 2022: None (2021: None).

XXVI. RELATED PARTIES:

Parties defined in Article 49 of the Banking Law No.5411 are deemed as related parties. Transactions with related parties are presented in Note VI of Section Five.

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XXVII. CASH AND CASH EQUIVALENT ASSETS:

For the purposes of the cash flow statement, cash includes cash effectives, cash in transit, purchased cheques and demand deposits including balances with the Central Bank; and cash equivalents include interbank money market placements, time deposits at banks with original maturity periods of less than three months and investments on marketable securities other than common stocks.

XXVIII. RECLASSIFICATIONS:

None.

XXIX. DISCLOSURES OF TFRS 16 LEASES:

TFRS 16 "Leases" Standard

Group – lessee :

The Group assesses whether the contract has the quality of a lease or whether the lease includes the transaction at the beginning of a contract. In case the contract is transferred for a certain period of time to control the use of the asset defined for a price, it is either leased or includes a lease. The Group reflects the existence of a right of use and a lease liability to the financial statements at the effective date of the lease.

Right of use assets:

The right to use asset is first recognized by cost method and includes:

- a) The initial measurement amount of the lease obligation,
- b) the amount obtained by deducting all the rental incentives received from all lease payments made at or before the beginning of the lease;
- c) all initial direct costs incurred by the Group

When Group applying the cost method, the existence of the right to use:

- a) accumulated depreciation and accumulated impairment losses are deducted and
- b) Measures the restatement of the lease obligation at the restated cost.

The Group applies the provisions of depreciation regulated under the TAS 16 Tangible Assets Standards, while depreciating the rights of use assets.

The Lease Obligations:

At the effective date of the lease, the Group measures its leasing liability at the present value of the lease payments not paid at that time. Lease payments are discounted using the Group's average borrowing interest rates.

The lease payments included in the measurement of the lease liability consist of the payments to be made for the right of use during the lease term of the underlying asset and the unpaid payments at the effective date of the lease.

After the effective date of the lease, the Group measures the leasing liability as follows:

- a) Increase the book value to reflect the interest on the lease obligation
- b) Reduces the book value to reflect the lease payments made and
- c) The book value is measured to reflect reassessments and restructuring, or reflect to fixed lease payments as of revised nature.

The interest on the lease liability for each period in the lease period is the amount calculated by applying a fixed periodic interest rate to the remaining balance of the lease liability.

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Details based on the asset with regard to the recognised right of use is as follows:

	31 March 2022	31 December 2021
Real estate	881.465	840.297
Total right of use asset	881.465	840.297

Details of depreciation expense based on the asset with regard to the recognised right of use is as follows:

	31 March 2022	31 December 2021
Real estate	376.143	369.603
Total right of use asset depreciation expense	376.143	369.603

Lease agreements for vehicles and ATMs, which are determined as low value by the Bank with short-term lease agreements with a duration of 12 months or less, have been evaluated within the scope of the exemption granted by the standard. Within this scope, TL 36.665 has been paid in the relevant period.

The right and obligation of the lessee to use assets classified as finance leases has been measured at the carrying amount of such assets before the transition period.

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SECTION FOUR
INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE GROUP

I. EXPLANATIONS ON EQUITY:

Total capital amount and Capital adequacy ratio have been calculated in accordance with the "Regulation on Equity of Banks" and "Regulation on Measurement and Assessment of Capital Adequacy of Banks". Additionally, calculated according to BRSA regulations dated 21 December 2021, numbered 9996. As of 31 March 2022 based on recent regulation changes;

- 1) In the calculation of the amount subject to credit risk, the method of calculating the valued amounts in foreign currency by using the simple arithmetic average of the CBRT's foreign exchange purchase rates for the 252 weekdays before 31 December 2021, may be used,
- 2) In case the net valuation differences of the securities owned by banks and acquired before 21 December 2021 in the "Securities at Fair Value through Other Comprehensive Income" portfolio are negative, these differences may not be taken into account in the equity amount.

As of 31 March 2022, taking into consideration the above-mentioned regulations, the current period equity of the Group has been calculated as TL 107.677.220 (31 December 2021: TL 100.459.590), and the capital adequacy ratio is 22,04% (31 December 2021: 21,14%). This ratio is above the minimum ratio required by the legislation.

a. Information about total consolidated capital items:

	Current Period 31 March 2022	Amounts related to treatment before 1/1/2014(*)
COMMON EQUITY TIER 1 CAPITAL		
Paid-in capital following all debts in terms of claim in liquidation of the Bank	7.014.871	
Share issue premiums	3.505.742	
Reserves	57.107.451	
Gains recognized in equity as per TAS	21.965.696	
Profit	8.229.727	
Current Period Profit	8.049.258	
Prior Period Profit	180.469	
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled partnerships and cannot be recognized within profit for the period	9.581	
Minorities' Share	-	
Common Equity Tier 1 Capital Before Deductions	97.833.068	
Deductions from Common Equity Tier 1 Capital		
Common Equity as per the 1st clause of Provisional Article 9 of the Regulation on the Equity of Banks	290	
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	3.182.388	
Improvement costs for operating leasing	50.050	
Goodwill (net of related tax liability)	-	
Other intangibles other than mortgage-servicing rights (net of related tax liability)	1.324.594	1.324.594
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	
Differences are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	3.731.759	
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	-	
Unrealized 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 1 Capital	8.289.081	
Total Common Equity Tier 1 Capital	89.543.987	

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	Current Period 31 March 2022	Amounts related to treatment before 1/1/2014(*)
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 1 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 1 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)	89.543.987	
TIER II CAPITAL		
Debt instruments and share issue premiums deemed suitable by the BRSA	13.075.611	-
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)	5.076.680	-
Tier II Capital Before Deductions	18.152.291	
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 2 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 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 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	18.152.291	
Total Capital (The sum of Tier I Capital and Tier II Capital)	107.696.278	
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	19.058	-
In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Deduct 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 1 capital, Additional Tier 1 capital, Tier 2 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 1 capital and Tier 2 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 1 capital, Additional Tier 1 capital, Tier 2 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 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	-

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	Current Period 31 March 2022	Amounts related to treatment before 1/1/2014 (*)
TOTAL CAPITAL		
Total Capital (Total of Tier I and Tier II Capital)	107.677.220	
Total Risk Weighted Amounts	488.583.845	
Capital Adequacy Ratios		
Core Capital Adequacy Ratio (%)	18,33%	
Tier 1 Capital Adequacy Ratio (%)	18,33%	
Capital Adequacy Ratio (%)	22,04%	
BUFFERS		
Total additional Common Equity Tier 1 Capital requirement ratio (a+b+c)	4,01%	
a) Capital conservation buffer requirement (%)	2,50%	
b) Bank specific total common equity tier 1 capital ratio (%)	0,01%	
c) Systemic significant bank buffer ratio (%)	1,50%	
The ratio of Additional Common Equity Tier 1 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 (%)	10,33%	
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	6.019.486	
Limits related to provisions considered in Tier II calculation		
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	8.272.501	
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	5.076.680	
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 January 1, 2018 and January 1, 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	-	
Amounts Excess the Limits of Additional Tier II Capital subjected to temporary Article 4	-	

(*) Amounts in this column represents the amounts of items that are subject to transition provisions in accordance with the temporary Articles of "Regulations regarding to changes on Regulation on Equity of Banks" and taken into consideration at the end of transition process.

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	Prior Period 31 December 2021	Amounts related to treatment before 1/1/2014 (*)
COMMON EQUITY TIER 1 CAPITAL		
Paid-in capital following all debts in terms of claim in liquidation of the Bank	7.014.871	
Share issue premiums	3.505.742	
Reserves	45.953.298	
Gains recognized in equity as per TAS	15.140.267	
Profit	12.546.222	
Current Period Profit	12.127.191	
Prior Period Profit	419.031	
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled partnerships and cannot be recognized within profit for the period	9.581	
Minorities' Share	-	
Common Equity Tier 1 Capital Before Deductions	84.169.981	
Deductions from Common Equity Tier 1 Capital		
Common Equity as per the 1st clause of Provisional Article 9 of the Regulation on the Equity of Banks	1.657	
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	3.788.030	
Improvement costs for operating leasing	54.376	
Goodwill (net of related tax liability)	-	
Other intangibles other than mortgage-servicing rights (net of related tax liability)	1.190.380	1.190.380
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-	
Differences are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	2.263.951	
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	-	
Unrealized 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 1 Capital	7.298.394	
Total Common Equity Tier 1 Capital	76.871.587	

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	Prior Period 31 December 2021	Amounts related to treatment before 1/1/2014 (*)
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 1 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 1 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)	76.871.587	
TIER II CAPITAL		
Debt instruments and share issue premiums deemed suitable by the BRSA	18.509.855	
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)	5.101.472	
Tier II Capital Before Deductions	23.611.327	
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 2 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 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 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	23.611.327	
Total Capital (The sum of Tier I Capital and Tier II Capital)	100.482.914	
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 (-)	23.324	
In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Deduct 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 1 capital, Additional Tier 1 capital, Tier 2 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 1 capital and Tier 2 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 1 capital, Additional Tier 1 capital, Tier 2 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 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-	

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TOTAL CAPITAL		
Total Capital (Total of Tier I and Tier II Capital)	100.459.590	
Total Risk Weighted Amounts	475.307.435	
Capital Adequacy Ratios		
Core Capital Adequacy Ratio (%)	16,17%	
Tier 1 Capital Adequacy Ratio (%)	16,17%	
Capital Adequacy Ratio (%)	21,14%	
BUFFERS		
Total additional Common Equity Tier 1 Capital requirement ratio (a+b+c)	4,02%	
a) Capital conservation buffer requirement (%)	2,50%	
b) Bank specific total common equity tier 1 capital ratio (%)	0,02%	
c) Systemic significant bank buffer ratio (%)	1,50%	
The ratio of Additional Common Equity Tier 1 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	8,17%	
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	(302.135)	
Limits related to provisions considered in Tier II calculation		
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	7.642.859	
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	5.101.472	
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 January 1, 2018 and January 1, 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	-	
Amounts Excess the Limits of Additional Tier II Capital subjected to temporary Article 4	-	

(*) Amounts in this column represents the amounts of items that are subject to transition provisions in accordance with the temporary Articles of "Regulations regarding to changes on Regulation on Equity of Banks" and taken into consideration at the end of transition process.

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b. Information about instruments that will be included in total capital calculation:

	Current Period 31 March 2022
Details on Subordinated Liabilities:	
Issuer	AKBANK T.A.Ş.
Identifier(s) (CUSIP, ISIN vb.)	XS1772360803 / US00972BAC37
Governing law (s) of the instrument	Subject to British Common Law and in terms of certain articles to Turkish Regulations. It is issued within the scope of the Debt Instruments Disclosure of the Capital Markets Board and the Regulation on Equities of Banks of the BRSA.
Regulatory treatment	
Subject to 10% deduction as of 1/1/2015	No
Eligible on unconsolidated and /or consolidated basis	Unconsolidated and Consolidated
Instrument type	Subordinated Liabilities (Securities)
Amount recognized in regulatory capital (Currency in mil, as of most recent reporting date)	5.850 million TL (in full TL amount)
Nominal value of instrument	5.850 million TL (in full TL amount)
Accounting classification of the instrument	Subordinated Loans (347011 Accounting Number)
Issuance date of instrument	27 February 2018
Maturity structure of the instrument (demand/maturity)	Maturity
Original maturity of the instrument	10 Year 60 day (Maturity date: 27 April 2028)
Issuer call subject to prior supervisory (BRSA) approval	Yes
Optional call date, contingent call dates and redemption amount	There is an early repayment option on 27.04.2023. The reimbursement amount is 5.850 million TL (in full TL amount)
Subsequent call dates, if applicable	-
Coupon/dividend payment	
Fixed or floating coupon/dividend payments	Fixed
Coupon rate and any related index	6,8%
Existence of any dividend payment restriction	None
Fully discretionary, partially discretionary or mandatory	None
Existence of step up or other incentive to redeem	None
Noncumulative or cumulative	Noncumulative
Convertible or non-convertible into equity shares	
If convertible, conversion trigger (s)	None
If convertible, fully or partially	None
If convertible, conversion rate	None
If convertible, mandatory or optional conversion	None
If convertible, type of instrument convertible into	None
If convertible, issuer of instrument to be converted into	None
Write-down feature	
If bonds can be written-down, write-down trigger(s)	Due to the losses incurred, where the Bank is at the point at which the BRSA may determine pursuant to Article 71 of the Banking Law that: (i) its operating license is to be revoked and the Bank is liquidated or (ii) the rights of all of its shareholders (except to dividends), and the management and supervision of the Bank, are to be transferred to the SDIF on the condition that losses are deducted from the capital of existing shareholders (occurrence of either condition means the issuer has become non-viable), or (iii) it is probable that the Issuer will become non-viable; then the bonds can be written-down.
If bond can be written-down, full or partial	Partially or fully
If bond can be written-down, permanent or temporary	Continuously
If temporary write-down, description of write-up mechanism	There are no any temporary write-up mechanisms.
Position in subordination hierarchy in case of liquidation (instrument type immediately senior to the instrument)	In priority of receivables, it comes after the debt instruments which are non-subordinated loans.
In compliance with article number 7 and 8 of " Own fund regulation "	The instrument is in compliance with article number 8.
Details of incompliances with article number 7 and 8 of " Own fund regulation "	The instrument is not in compliant with article numbered 7.

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**Current Period
31 March 2022**

Details on Subordinated Liabilities:	
Issuer	AKBANK T.A.Ş
Identifier(s) [CUSIP, ISIN vb.]	XS2355183091 / US00971YAJ91
Governing law (s) of the instrument	Subject to British Common Law and in terms of certain articles to Turkish Regulations. It is issued within the scope of the Debt Instruments Disclosure of the Capital Markets Board and the Regulation on Equities of Banks of the BRSA.
Regulatory treatment	
Subject to 10% deduction as of 1/1/2015	No
Eligible on unconsolidated and /or consolidated basis	Unconsolidated and Consolidated
Instrument type	Subordinated Liabilities (Securities)
Amount recognized in regulatory capital (Currency in mil, as of most recent reporting date)	7.317 million TL (in full TL amount)
Nominal value of instrument	7.317 million TL (in full TL amount)
Accounting classification of the instrument	Subordinated Loans (347011 Accounting Number)
Issuance date of instrument	22 June 2021
Maturity structure of the instrument (demand/maturity)	Maturity
Original maturity of the instrument	10 Year (Maturity date: 22 June 2031)
Issuer call subject to prior supervisory (BRSA) approval	Yes
Optional call date, contingent call dates and redemption amount	There is an early repayment option on 22.06.2026. The reimbursement amount is 7.317 million TL (in full TL amount)
Subsequent call dates, if applicable	-
Coupon/dividend payment	
Fixed or floating coupon/dividend payments	Fixed
Coupon rate and any related index	6,8%
Existence of any dividend payment restriction	None
Fully discretionary, partially discretionary or mandatory	None
Existence of step up or other incentive to redeem	None
Noncumulative or cumulative	Noncumulative
Convertible or non-convertible into equity shares	
If convertible, conversion trigger (s)	None
If convertible, fully or partially	None
If convertible, conversion rate	None
If convertible, mandatory or optional conversion	None
If convertible, type of instrument convertible into	None
If convertible, issuer of instrument to be converted into	None
Write-down feature	
If bonds can be written-down, write-down trigger(s)	Due to the losses incurred, where the Bank is at the point at which the BRSA may determine pursuant to Article 71 of the Banking Law that: (i) its operating license is to be revoked and the Bank is liquidated or (ii) the rights of all of its shareholders (except to dividends), and the management and supervision of the Bank, are to be transferred to the SDIF on the condition that losses are deducted from the capital of existing shareholders (occurrence of either condition means the issuer has become non-viable), or (iii) it is probable that the Issuer will become non-viable; then the bonds can be written-down.
If bond can be written-down, full or partial	Partially or fully
If bond can be written-down, permanent or temporary	Continuously
If temporary write-down, description of write-up mechanism	There are no any temporary write-up mechanisms.
Position in subordination hierarchy in case of liquidation (instrument type immediately senior to the instrument)	In priority of receivables, it comes after the debt instruments which are non-subordinated loans.
In compliance with article number 7 and 8 of " Own fund regulation "	The instrument is in compliance with article number 8.
Details of incompliance with article number 7 and 8 of " Own fund regulation"	The instrument is not in compliant with article numbered 7.

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- c. The difference between Total Capital and Equity in the unconsolidated balance sheet mainly arises from expected credit loss provisions arising from loans classified under stage I and stage II and subordinated loans. In the calculation of Total Capital, up to 1,25% of expected credit loss from stage 1 and stage 2 over the credit risk amount and subordinated loans with nominal amounts, by reducing 20% each year if the remaining maturity is 100% less than 5 year, are taken into consideration as Tier II Capital. Additionally, the losses reflected to equity under TAS which is subject to deduction from TIER I capital are determined by excluding the losses from cash flow hedging. On the other hand, in the calculation of the Total Capital, improvement costs for operating leases followed under tangible assets in the balance sheet, intangible assets and related deferred tax liabilities, other items defined by the regulator are taken into consideration as amounts deducted from Total Capital.

II. EXPLANATIONS ON CURRENCY RISK:

The difference between the Group's foreign currency denominated and foreign currency indexed assets and liabilities is defined as the "Net Foreign Currency Position" and is the basis of currency risk. Foreign currency denominated assets and liabilities, together with purchase and sale commitments, give rise to foreign exchange exposure. The Bank keeps the foreign exchange exposure amount within the limits set by the ERC. The ERC, taking into account the economic conditions and market developments, sets a limit for the size of a foreign exchange exposure. Those limits are individually determined and followed for both the net overall foreign currency position and for the foreign exchange exposure. Derivative financial instruments like forward foreign exchange contracts and currency swaps are used as tools for foreign exchange exposure management.

The Parent Bank's foreign exchange bid rates as of the date of the financial statements and for the last five days prior to that date are presented below:

	USD	EURO
Balance Sheet Evaluation Rate	TL 14,6371	TL 16,2855
1.Day bid rate	TL 14,6371	TL 16,2855
2.Day bid rate	TL 14,6458	TL 16,3086
3.Day bid rate	TL 14,7933	TL 16,3117
4.Day bid rate	TL 14,8221	TL 16,2620
5.Day bid rate	TL 14,8068	TL 16,3136

The simple arithmetic average of the Parent Bank's foreign exchange bid rates for the last thirty days preceding the balance sheet date for major foreign currencies are presented in the table below:

USD : TL 14,6168
EURO : TL 16,1061

As of 31 December 2021;

	USD	EURO
Balance Sheet Evaluation Rate	TL 13,3290	TL 15,0867

Information related to Group's Currency Risk:

The table below summarizes the Group's net foreign currency position, categorized by currency. Foreign currency indexed assets are classified as Turkish Lira assets according to the Uniform Chart of Accounts. In currency risk calculation, foreign currency indexed assets are considered as foreign currency items. In accordance with the "Communiqué on Calculation of Foreign Currency Net Position/Capital Standard Ratio by banks in stand-alone and consolidated basis"; prepaid expenses in assets and and shareholders' equity in liabilities are excluded in the currency risk calculation. Therefore, there are

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differences between the amounts of foreign currency denominated assets and liabilities demonstrated on the table below and the amounts on the balance sheet.

Current Period – 31 March 2022	EURO	USD	Other FC	Total
Assets				
Cash Equivalents and Central Bank (*)	31.863.751	50.909.590	2.710.049	85.483.390
Banks (*****)	16.021.535	29.395.488	3.339.882	48.756.905
Financial Assets at Fair Value through Profit or Loss	35.837	894.244	-	930.081
Interbank Money Market Placements	-	-	-	-
Financial Assets measured at other comprehensive income	7.772.110	64.213.808	2.039.059	74.024.977
Loans (**)	115.999.565	73.915.549	63.405	189.978.519
Investments in Associates, Subsidiaries and Joint Ventures	-	-	-	-
Financial assets measured at amortised cost	-	10.483.716	-	10.483.716
Hedging Derivative Financial Assets	-	1.728.648	587.915	2.316.563
Tangible Assets (Net)	59.813	17.636	-	77.449
Intangible Assets (Net)	13.637	-	-	13.637
Other Assets (***)	(169.350)	6.979.859	7.193	6.817.702
Total Assets	171.596.898	238.538.538	8.747.503	418.882.939
Liabilities				
Bank Deposits (****)	3.563.657	6.643.445	2.064.118	12.271.220
Foreign Currency Deposits (****)	100.873.992	166.788.168	37.279.954	304.942.114
Funds from Interbank Money Market	2.579.468	28.918.308	-	31.497.776
Borrowings	14.580.971	49.936.024	-	64.516.995
Marketable Securities Issued (Net) (*****)	163.088	35.891.601	-	36.054.689
Miscellaneous Payables	1.435.295	16.372.611	362.135	18.170.041
Hedging Derivative Financial Liabilities	-	151.215	-	151.215
Other Liabilities	2.335.756	1.981.005	39.692	4.356.453
Total Liabilities	125.532.227	306.682.377	39.745.899	471.960.503
Net on Balance Sheet Position	46.064.671	(68.143.839)	(30.998.396)	(53.077.564)
Net off-Balance Sheet Position (*****)	(45.192.326)	74.322.292	31.020.102	60.150.068
Financial Derivative Assets	47.270.707	197.003.607	44.947.544	289.221.858
Financial Derivative Liabilities	92.463.033	122.681.315	13.927.442	229.071.790
Non-cash Loans	29.578.423	33.461.941	2.525.131	65.565.495
Prior Period – 31 December 2021				
Total Assets	154.567.876	224.746.295	10.428.984	389.743.155
Total Liabilities	116.637.805	295.612.013	36.519.776	448.769.594
Net on-Balance Sheet Position	37.930.071	(70.865.718)	(26.090.792)	(59.026.439)
Net off-Balance Sheet Position (*****)	(37.437.819)	74.066.886	26.769.543	63.398.610
Financial Derivative Assets	48.984.350	180.257.991	33.595.547	262.837.888
Financial Derivative Liabilities	86.422.169	106.191.105	6.826.004	199.439.278
Non-cash Loans	23.411.989	30.269.443	1.891.599	55.573.031

(*) Of the Cash Equivalents and Central Bank and Other FC, TL 2.036.259 (31 December 2021: TL 2.152.617) are precious metal deposit account in demand.

(**) The foreign currency indexed loans balance in the Turkish Lira accounts is TL 412.529 (31 December 2021: TL 470.265).

(***) Derivative financial assets and expected credit losses are classified under other assets. The expected loss amount of foreign currency indexed loans balance is TL 7.957 (31 December 2021: TL 10.333). Prepaid assets amounted TL 94.230 (31 December 2021: TL 105.347) is excluded in the financial statements.

(****) Of Bank Deposits Other FC of the TL 38.780 (31 December 2021: TL 36.900) and the foreign currency deposits TL 28.782.648 (31 December 2021: TL 25.869.116) are precious metal deposit account in demand.

(*****) Securities issued as subordinated loan classified under subordinated loans in the balance sheet are included.

(*****) Presents the net balance of receivables and payables from derivative transactions. Foreign Exchange spot dealings shown under "Asset purchase commitments" in the financial statements are included in the net off-balance sheet position.

(*****) Derivative collaterals given to foreign banks are included.

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III. EXPLANATIONS ON INTEREST RATE RISK:

"Interest Rate Risk" can be defined as the impact of interest rate changes on interest-sensitive asset and liability items of both on and off-balance sheets of the Group. The ERC sets limits for the interest rate sensitivity of on and off-balance sheet items and the sensitivity is closely monitored and reported weekly. In the case of high market fluctuations, daily transaction based reporting and analyses are made.

The Group manages the interest rate risk on a portfolio basis and tries to minimize the risk effect on the profitability, financial exposure and cash flows by applying different strategies. Basic methods such as using fixed or floating interest rates for different portfolios and maturities, setting the fixed margin in floating rates, or varying the rates for the short or long-term positions are applied actively.

a. Interest rate sensitivity of assets, liabilities and off-balance sheet items (based on repricing dates)

Current Period - 31 March 2022	Up to 1 Month	1 - 3 Months	3 - 12 Months	1 - 5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash Equivalents and Central Bank	8.647.571	-	-	-	-	87.472.671	96.120.242
Banks [****]	1.805.664	2.373.229	-	-	-	44.625.676	48.804.569
Financial Assets at Fair Value Through Profit or Loss	59.019	133.782	157.353	116.458	123.334	2.887.200	3.477.146
Interbank Money Market Placements	1.390.884	-	-	-	-	495	1.391.379
Financial Assets at measured Fair Value Other Comprehensive Income	9.605.537	16.453.080	19.089.591	55.046.755	14.371.917	1.443.444	116.010.324
Loans (*)	127.301.700	63.323.856	149.391.508	94.446.676	17.869.072	18.979.603	471.312.415
Financial Assets measured at amortised cost	27.902	25.842.552	27.428.118	8.697.331	183.762	-	62.179.665
Other Assets (**)	8.620.731	25.422.937	13.890.901	2.250.778	24.983	977.178	51.187.508
Total Assets	157.459.008	133.549.436	209.957.471	160.557.998	32.573.068	156.386.267	850.483.248
Liabilities							
Bank Deposits	6.089.804	7.535.844	236.495	-	-	783.544	14.645.687
Other Deposits	196.395.251	61.753.205	51.546.814	8.081.217	1.391.333	181.167.206	500.335.026
Funds from Interbank Money Market	45.905.249	5.636.020	14.594.078	1.813.191	-	-	67.948.538
Miscellaneous Payables	3.988.674	6.546.929	5.090.361	1.019.739	10.578	12.732.610	29.388.891
Marketable Securities Issued (Net) (***)	3.266.279	843.705	8.076.650	16.343.067	13.238.465	32.539	41.800.705
Borrowings	24.171.967	30.529.736	7.431.138	3.192.599	46.064	-	65.371.504
Other Liabilities (****)	5.556.414	7.624.691	6.352.908	1.467.979	606.627	109.384.278	130.992.897
Total Liabilities	285.373.638	120.470.130	93.328.444	31.917.792	15.293.067	304.100.177	850.483.248
Balance Sheet Long Position	-	13.079.306	116.629.027	128.640.206	17.280.001	-	275.628.540
Off-balance Sheet Short Position	(127.914.630)	-	-	-	-	(147.713.910)	(275.628.540)
Off-balance Sheet Long Position	3.700.932	37.470.452	30.631	-	-	-	41.202.015
Off-balance Sheet Short Position	(6)	(6.451.100)	(18.683.962)	(399.834)	-	-	(25.534.902)
Total Position	(124.213.704)	44.098.658	97.975.696	128.240.372	17.280.001	(147.713.910)	15.667.113

(*) Included lease receivables. Non-performing loans are shown in the "non-interest bearing" column. Interest rediscount started to be calculated for non-performing loans as of 1 January 2018, said amount was indicated on "without interest" column since there is no other suitable column in the above table.

(**) Derivative financial assets and expected credit losses are classified under other assets.

(***) Securities issued as subordinated loan classified under subordinated loans in the balance sheet are included.

(****) Shareholders' equity is presented under "Other liabilities" item at "Non-interest bearing" column.

(*****) Derivative collaterals given to foreign banks are included.

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Prior Period – 31 December 2021	Up to 1 Month	1 – 3 Months	3 – 12 Months	1 – 5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash Equivalents and Central Bank	9.933.401	-	-	-	-	81.953.371	91.886.772
Banks [****]	2.992.146	2.076.501	-	-	-	48.402.039	53.470.686
Financial Assets at Fair Value Through Profit or Loss	30.652	98.071	7.556.598	327.949	126.846	2.669.259	10.809.375
Interbank Money Market Placements	2.824.281	-	24.331	-	-	-	2.848.612
Financial Assets at measured Fair Value Other Comprehensive Income	9.667.116	11.104.373	17.998.624	40.291.809	20.411.046	838.454	100.311.422
Loans (*)	122.541.079	47.125.051	105.914.109	91.546.596	19.264.874	18.396.587	404.788.296
Financial Assets measured at amortised cost	16.202.199	2.776.285	24.752.525	8.685.943	168.608	-	52.585.560
Other Assets (**)	11.868.541	25.847.384	13.042.659	1.338.342	214.229	[6.213.548]	46.097.607
Total Assets	176.059.415	89.027.665	169.288.846	142.190.639	40.185.603	146.046.162	762.798.330
Liabilities							
Bank Deposits	5.629.678	5.071.644	1.358.720	-	-	1.776.500	13.836.542
Other Deposits	176.541.029	71.291.625	21.226.188	8.241.038	1.339.945	161.074.212	439.714.037
Funds from Interbank Money Market	45.919.880	8.558.647	8.365.439	1.793.495	-	-	64.637.461
Miscellaneous Payables	3.016.018	5.749.678	4.243.520	178.528	-	9.865.885	23.053.629
Marketable Securities Issued (Net) [***]	2.628.561	2.796.048	9.775.391	15.119.756	18.660.721	28.118	49.008.595
Borrowings	11.111.804	28.533.912	17.453.011	2.874.313	-	-	59.973.040
Other Liabilities [****]	6.015.255	11.211.814	8.821.026	844.408	685.224	84.997.299	112.575.026
Total Liabilities	250.862.225	133.213.368	71.243.295	29.051.538	20.685.890	257.742.014	762.798.330
Balance Sheet Long Position	-	-	98.045.551	113.139.101	19.499.713	-	230.684.365
Balance Sheet Short Position	[74.802.810]	[44.185.703]	-	-	-	[111.695.852]	(230.684.365)
Off-balance Sheet Long Position	8.894.376	31.553.850	8.400	-	144.887	-	40.601.513
Off-balance Sheet Short Position	[686.639]	[138.595]	[19.448.449]	[11.308]	-	-	(20.284.991)
Total Position	(66.595.073)	(12.770.448)	78.605.502	113.127.793	19.644.600	(111.695.852)	20.316.522

(*) Securities issued as subordinated loan classified under subordinated loans in the balance sheet are included.

(**) Shareholders' equity is presented under "Other liabilities" item at "Non-interest bearing" column.

(***) Included lease receivables. Non-performing loans are shown in the "non-interest bearing" column. Interest rediscount started to be calculated for non-performing loans as of 1 January 2018, said amount was indicated on "without interest" column since there is no other suitable column in the above table.

(****) Derivative financial assets and expected credit losses are classified under other assets.

(*****) Derivative collaterals given to foreign banks are included.

Average interest rates for monetary financial instruments (%):

Average interest rates in the above tables are the weighted average rates of the related balance sheet items.

Current Period – 31 March 2022	EURO	USD	Yen	TL
Assets				
Cash Equivalents and Central Bank	-	-	-	8,50
Banks	0,23	1,18	-	16,19
Financial Assets at Fair Value Through Profit or Loss	4,46	7,03	-	10,51
Interbank Money Market Placements	-	-	-	17,14
Financial Assets at Fair Value Other Comprehensive Income	2,91	5,11	3,09	23,26
Loans	4,15	5,51	-	17,81
Financial Assets measured at amortised cost	-	6,04	-	33,69
Liabilities				
Bank Deposits (**)	0,55	1,97	-	15,35
Other Deposits (**)	0,13	0,63	-	13,09
Funds from Interbank Money Market	0,12	1,20	-	14,11
Miscellaneous Payables	-	0,33	-	-
Marketable Securities Issued (Net) (*)	4,00	6,13	-	17,20
Borrowings	2,04	2,56	-	21,22

(*) Securities issued as subordinated loan classified under subordinated loans in the balance sheet are included.

(**) Demand deposit balances are included in average interest rate calculation.

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Prior Period – 31 December 2021	EURO	USD	Yen	TL
Assets				
Cash Equivalents and Central Bank	-	-	-	8,50
Banks	0,07	0,24	-	19,78
Financial Assets at Fair Value Through Profit or Loss	2,48	6,66	-	18,76
Interbank Money Market Placements	-	-	-	17,07
Financial Assets at Fair Value Other Comprehensive Income	2,88	5,32	3,09	18,35
Loans	3,86	4,97	-	17,62
Financial Assets measured at amortised cost	-	5,89	-	20,90
Liabilities				
Bank Deposits (**)	0,20	1,16	-	17,60
Other Deposits (**)	0,12	0,44	-	14,67
Funds from Interbank Money Market	0,12	0,82	-	14,06
Miscellaneous Payables	-	0,08	-	-
Marketable Securities Issued (Net) (*)	4,00	6,31	-	17,54
Borrowings	2,20	2,50	-	20,14

(*) Securities issued as subordinated loan classified under subordinated loans in the balance sheet are included.

(**) Demand deposit balances are included in average interest rate calculation.

IV. EXPLANATIONS ON POSITION RISK OF EQUITY SECURITIES:

The Bank doesn't have any subsidiaries and affiliates that are traded on the "BIST".

V. EXPLANATIONS ON LIQUIDITY RISK MANAGEMENT AND LIQUIDITY COVERAGE RATIO:

The liquidity risk of the Bank is the risk of being unable to fulfill its payment obligations on time due to not having enough cash sources or cash inflows to finance its cash outflows fully and on time due to cash flow instabilities. Liquidity risk arises from situations in which the Bank is unable to meet the cash outflows with its cash sources and borrowing opportunities over collateralizing marketable securities, in case of sudden fund withdrawals by the individual/institutional funders of the Bank.

a) Information on risk capacity of the Bank, responsibilities and structure of liquidity risk management, the Bank's internal liquidity risk reporting, communication between the Board of Directors and business lines on liquidity risk strategy, policy and application:

The Bank's liquidity and funding policy is to own sufficient liquidity reserve and funding opportunities to meet Bank's liabilities even in cases of stress, resulting from the market conditions or other conditions specific to the Bank.

The Bank has capacity to meet a high risk with broad and stable deposit, strong base capital structure and diversified foreign borrowing sources and is capable of providing additional liquidity with high quality liquid securities in its portfolio and available limits at both the Central Bank of Turkey and other Money markets.

Management of liquidity risk is shared by the ERC, ALCO, Treasury Department and Risk Management Department. The ERC determines the liquidity management policies and the appropriate liquidity risk level in line with the Bank's risk appetite and monitors whether the liquidity risk is managed under the framework of determined policies and within the defined limits.

The different categories of defined limits are;

- Limits related to wholesale funding sources,
- Limits related to liquid asset buffer,
- Limits related to the cash inflows coverage capacity to cash outflows,
- Limits related to cash outflow coverage capacity in the stress environment.

ALCO takes decision to use alternative funding sources, pricing of obtained funds and granted loans, and other decisions of Daily liquidity management. Treasury Department ensures that the Bank meets its short, middle and long term liabilities, with the transactions made in accordance with ALCO decisions order to utilize excess funding or close the funding gap, occurring on foreign currencies or maturity terms. Risk Management Department measures and monitors the liquidity risk, with the reports

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prepared and analyses made, and informs the top management. Liquidity risk reporting consists of periodic and special purpose reports prepared to be discussed in the ERC and ALCO meetings, stress tests, scenario analyses, risk limit compliance reports and legal liquidity reports.

b) Information on the centralization degree of liquidity management and funding strategy and the functioning between the Bank and the Bank's subsidiaries:

Each of the Bank's subsidiaries within the consolidation scope manages its own liquidity. Nevertheless, there are defined limits related to the funding amount that the Bank will provide to a subsidiary, in case of liquidity issues. Cumulative liquidity gap resulted in stress scenarios of subsidiaries, should not exceed the fund limits provided by the Bank.

c) Information on the Bank's funding strategy including the policies on funding types and variety of maturities:

The Bank targets to obtain additional funding sources besides the strong capital structure, from the most possible diversified, long term stable sources, considering cost factors. In this direction, concentration ratios such as share of retail funding sources in total funding sources, share of deposits of high amount in total deposit, share of borrowings made from the market in total market volume are monitored and limited with the applied risk limits. Treasury Unit performs necessary work to obtain long term foreign funding.

d) Information on liquidity management on the basis of currencies constituting a minimum of five percent of the Bank's total liabilities:

Almost all of the Bank's liabilities are in TL, USD or EUR currencies and TL funds comprise of mainly equity and deposits. The Bank's liquidity in TL is managed with repurchase agreements made at CBRT/BIST using high quality securities owned by the Bank. Together with keeping the main purpose as using liabilities in TL in funding assets in TL, foreign currency liabilities are used in creating assets in TL using foreign exchange swaps, when necessary. Liquidity management is performed in the scope of internal risk limits, such as short term borrowing limits from markets determined by the Bank, market concentration limits, liquidity stress scenario, and cumulative liquidity gap.

Foreign currency funds are obtained through foreign exchange deposit accounts, foreign based, foreign currency loans, securities issued and repurchase agreements. Foreign currency liquidity management is performed using internal risk limits defined for liquidity buffer kept at correspondent banks and monitored daily in the scope of the Bank's risk limits, and cumulative gap in the scope of liquidity stress scenario, and other risk limits defined for wholesale funding and concentration. The Bank has available foreign currency borrowing limits at CBRT/BIST and other banks.

e) Information on liquidity risk mitigation techniques:

Liquidity risk is mitigated by using techniques such as maintaining high quality liquid asset buffer to cover possible fund outflows, diversification of funding sources so far as possible and inclusion to the base, homogenizing the maturity distribution of repayments as far as possible, obtaining limits from funding institutions to use when necessary and ensuring that a determined portion of funding sources are comprised of deposit.

f) Information on the use of stress tests:

In cases of negative conditions such as an impairment in the securities in the Bank's portfolio, inability to replace short and long term borrowings, fast cash outflow, increase in non-performing loan ratio, high margin calls, the extent and duration of sufficient liquidity is analyzed by the stress tests made by the Risk Management Department. Risk limits determined according to analysis results exist within the Bank. It is ensured that the necessary actions are taken by sharing the analysis results and risk limit compliance status with the ALCO, ERC and related business units. The effects of cash inflows and outflows under different stress scenarios have been studied and evaluated.

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g) General information on urgent and unexpected liquidity situation plans:

Necessary strategy and procedures for the management of possible liquidity crisis are determined with the Liquidity Contingency Plan, which is approved and reviewed every year by the ERC. The actions to be taken favor the benefits of depositors, creditors of the Bank and shareholders. In case one or several emergency situations occur, Bank's Liquidity Contingency Plan is put into use. After Liquidity Contingency Plan is put into use, Liquidity Contingency Management Committee is responsible from the determination of actions to be taken.

Liquidity Coverage Ratio:

	Rate of "Percentage to be taken into account" not Implemented Total value (*)		Rate of "Percentage to be taken into account" Implemented Total value (*)		
	TL+FC	FC	TL+FC	FC	
Prior Period - 31 March 2022					
HIGH QUALITY LIQUID ASSETS (HQLA)					
1	High quality liquid assets		171.819.389	105.816.773	
CASH OUTFLOWS					
2	Retail and Customers Deposits	305.084.140	192.563.930	28.547.157	19.256.393
3	Stable deposits	39.225.267	-	1.961.270	-
4	Less stable deposits	265.858.873	192.563.930	26.585.887	19.256.393
Unsecured Funding other than Retail and Small Business					
5	Customers Deposits	164.543.448	99.964.213	88.420.528	56.997.272
6	Operational deposits	2.664	-	666	-
7	Non-Operational Deposits	140.118.442	81.918.178	66.117.492	38.951.744
8	Other Unsecured Funding	24.422.342	18.046.035	22.302.370	18.045.528
9	Secured funding			1.343.650	1.343.650
10	Other Cash Outflows	22.553.912	33.341.798	10.980.954	22.513.482
11	Liquidity needs related to derivatives and market valuation changes on derivatives transactions	9.701.299	21.328.771	9.701.299	21.328.771
12	Debts related to the structured financial products	19.700	-	19.700	-
13	Commitment related to debts to financial markets and other off balance sheet liabilities	12.832.913	12.013.027	1.259.955	1.184.711
14	Commitments that are unconditionally revocable at any time by the Bank and other contractual commitments	1.313.107	-	65.655	-
15	Other irrevocable or conditionally revocable commitments	121.208.807	47.691.213	6.060.440	2.384.561
16	TOTAL CASH OUTFLOWS			135.418.384	102.495.358
CASH INFLOWS					
17	Secured Lending Transactions	777.907	-	-	-
18	Unsecured Lending Transactions	53.594.014	30.348.696	40.867.118	27.514.368
19	Other contractual cash inflows	4.953.874	39.700.804	4.949.493	39.700.699
20	TOTAL CASH INFLOWS	59.325.795	70.049.500	45.816.611	67.215.067
			Upper limit applied amounts		
21	TOTAL HQLA STOCK			171.819.389	105.816.773
22	TOTAL NET CASH OUTFLOWS			89.601.773	35.280.291
23	Liquidity Coverage Ratio (%)			191,76	299,93

(*) Simple arithmetic average calculated for the last three months of values calculated by taking the simple arithmetic average was used for calculating the average in last days of the related last three months.

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Prior Period - 31 December 2021	Rate of "Percentage to be taken into account" not Implemented Total value (*)		Rate of "Percentage to be taken into account" Implemented Total value (*)	
	TL+FC	FC	TL+FC	FC
HIGH QUALITY LIQUID ASSETS (HQLA)				
1 High quality liquid assets			135.002.709	91.871.013
CASH OUTFLOWS				
2 Retail and Customers Deposits	266.126.330	158.886.240	24.738.322	15.888.624
3 Stable deposits	37.523.600	-	1.878.049	-
4 Less stable deposits	228.602.730	158.886.240	22.860.273	15.888.624
Unsecured Funding other than Retail and Small Business				
5 Customers Deposits	132.159.544	81.974.779	72.793.987	46.158.058
6 Operational deposits	2.804	-	701	-
7 Non-Operational Deposits	113.456.186	70.496.035	55.929.439	34.679.820
8 Other Unsecured Funding	18.700.554	11.478.744	16.863.847	11.478.238
9 Secured funding			555.152	555.152
10 Other Cash Outflows	16.760.672	24.777.364	8.013.944	16.305.718
11 Liquidity needs related to derivatives and market valuation changes on derivatives transactions	7.081.793	15.407.987	7.081.793	15.407.987
12 Debts related to the structured financial products	10.356	-	10.356	-
13 Commitment related to debts to financial markets and other off balance sheet liabilities	9.668.523	9.369.377	921.795	897.731
14 Commitments that are unconditionally revocable at any time by the Bank and other contractual commitments	1.215.000	-	60.750	-
15 Other irrevocable or conditionally revocable commitments	102.099.327	35.668.573	5.104.966	1.783.429
16 TOTAL CASH OUTFLOWS			111.267.121	80.690.981
CASH INFLOWS				
17 Secured Lending Transactions	626.658	-	-	-
18 Unsecured Lending Transactions	52.663.347	33.214.083	39.048.058	27.819.755
19 Other contractual cash inflows	5.894.295	27.638.100	5.876.880	27.637.791
20 TOTAL CASH INFLOWS	59.184.300	60.852.183	44.924.938	55.457.546
			Upper limit applied amounts	
21 TOTAL HQLA STOCK			135.002.709	91.871.013
22 TOTAL NET CASH OUTFLOWS			66.342.183	25.233.435
23 Liquidity Coverage Ratio (%)			203,49	364,08

(*) Simple arithmetic average calculated for the last three months of values calculated by taking the simple arithmetic average was used for calculating the average in last days of the related last three months.

Liquidity coverage ratio is calculated by comparing the high quality liquid assets owned by the Bank to net cash outflow in one month maturity. Balance sheet accounts that are significant on the ratio can be listed as reserve requirements maintained at CBRT, marketable securities that are not subject to repurchase agreements or not given as collateral, corporate deposits, bank deposits, foreign funds and borrowings from banks. The effect of these accounts on the liquidity coverage ratio is higher than other accounts, since these accounts have a higher share in liquid assets and net cash outflows.

Periodic increases are observed in the liquidity coverage ratio during the weeks where the foreign currency reserve option is used in reserve requirements in CBRT, high amounts are maintained in bank placements or repurchase agreement volume decreases, on the other hand, fluctuations may occur in the liquidity coverage ratio during the weeks where the share of corporate or bank funds increase, or long term foreign funds which are replaced when due, such as syndicated loans are due in one month. Despite these fluctuations, it is observed that the ratio does not decrease below 183% during the period and remain at a quite higher level than the legal lower limit.

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Although the derivative transactions create net cash flow of small amount in terms of total liquidity coverage ratio, fluctuations in foreign currency derivative transactions, especially in foreign exchange swaps cause the foreign currency liquidity coverage ratio to be affected.

The Bank's high quality liquid assets mainly comprise of CBRT accounts by 51% and securities issued by Treasury of Republic of Turkey by 38%. Funding sources are mainly distributed between individual and retail deposits by 60%, corporate deposits by 25%, borrowings from banks by 3% and collateralized borrowings such as repurchase agreements by 8%.

Cash outflow amounting to TL 3.167 million (in full TL amount) is calculated based on the change of margin call amounts of derivative transactions during the last two years.

Akbank AG, part of the consolidation group and has an effect on liquidity coverage ratio in respect of its size, is subject to legal liquidity ratio projected by regulatory authority situated in its business location. In respect of its long term deposit insurance and borrowing structure which is hard to withdraw before maturity because of legal regulations, consolidated liquidity coverage ratio is higher than unconsolidated ratio.

In accordance with the "Regulation On Calculation of Bank's Liquidity Coverage Ratio", published in Official Gazette no. 28948, dated 21 March 2014, liquidity coverage ratio is calculated for the last three months are presented below.

	Current Period - 31 March 2022	
	TL+FC	FC
January	208,57	305,61
February	190,45	289,07
March	183,25	323,35

	Prior Period - 31 December 2021	
	TL+FC	FC
October	172,77	237,55
November	203,94	342,34
December	240,93	414,82

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Breakdown of assets and liabilities according to their outstanding maturities:

Current Period – 31 March 2022	Demand	Up to 1 Month	1 – 3 Months	3 – 12 Months	1 – 5 Years	5 Years and Over	Unallocated	Total
Assets								
Cash Equivalents and Central Bank Banks (*****)	46.972.271	48.906.795	241.176	-	-	-	-	96.120.242
Financial Assets at Fair Value Through Profit or Loss	44.625.676	1.805.664	2.373.229	-	-	-	-	48.804.569
Interbank Money Market Placements	2.887.200	49.471	22.959	170.653	223.529	123.334	-	3.477.146
Financial Assets measured at other comprehensive income	-	1.390.884	-	-	-	-	495	1.391.379
Loans (*)	964.987	1.575.620	495.768	8.205.771	85.786.257	18.981.921	-	116.010.324
Financial Assets measured at amortised cost	18.185	87.533.306	65.698.148	121.690.121	126.809.455	50.601.782	18.961.418	471.312.415
Other Assets (**)	-	-	2.999.341	3.565.487	22.658.175	32.956.662	-	62.179.665
Other Assets (**)	1.902.566	4.026.066	3.505.197	9.248.154	18.033.218	15.379.262	(906.955)	51.187.508
Total Assets	97.370.885	145.287.806	75.335.818	142.880.186	253.510.634	118.042.961	18.054.958	850.483.248
Liabilities								
Bank Deposits	783.544	6.089.804	7.535.844	236.495	-	-	-	14.645.687
Borrowings	181.167.206	196.395.251	61.768.112	51.591.544	8.021.580	1.391.333	-	500.335.026
Funds from Interbank Money Market	-	11.729.212	3.067.005	22.134.014	26.641.262	1.800.011	-	65.371.504
Marketable Securities Issued (Net) (***)	-	45.905.251	4.789.822	10.290.352	5.228.558	1.734.555	-	67.948.538
Miscellaneous Payables	-	3.287.646	854.877	8.076.650	16.343.067	13.238.465	-	41.800.705
Other Liabilities (****)	1.893.397	1.010.932	1.473.458	5.418.803	7.151.597	1.547.865	10.892.839	29.388.891
Other Liabilities (****)	17.288.398	5.750.930	1.855.372	6.730.109	8.483.810	2.422.282	88.461.996	130.992.897
Total Liabilities	201.132.545	270.169.026	81.344.490	104.477.967	71.869.874	22.134.511	99.354.835	850.483.248
Net Liquidity Excess / (Gap)	(103.761.660)	(124.881.220)	(6.008.672)	38.402.219	181.640.760	95.908.450	(81.299.877)	-
Net Off-balance sheet Position								
Financial Derivative Assets	-	1.671.323	(5.591.085)	3.668.996	6.547.638	9.370.241	-	15.667.113
Financial Derivative Liabilities	-	139.943.141	106.970.913	103.298.464	160.111.983	86.841.148	-	597.165.649
Non-cash Loans (*****)	-	7.005.720	1.189.083	30.306.862	28.536.869	38.764.485	-	105.803.019
Prior Period - 31 December 2021								
Total Assets	102.086.794	135.723.436	67.345.764	127.137.314	217.427.803	102.541.315	10.535.904	762.798.330
Total Liabilities	180.019.917	237.448.571	90.501.970	83.705.905	66.057.817	30.465.077	74.599.073	762.798.330
Net Liquidity Excess/ (Gap)	(77.933.123)	(101.725.135)	(23.156.206)	43.431.409	151.369.986	72.076.238	(64.063.169)	-
Net Off-balance sheet Position								
Financial Derivative Assets	-	3.671.295	(1.045.631)	2.999.363	6.624.981	8.066.514	-	20.316.522
Financial Derivative Liabilities	-	111.889.315	104.345.394	100.094.580	145.801.006	82.455.429	-	544.585.724
Financial Derivative Liabilities	-	108.218.020	105.391.025	97.095.217	139.176.025	74.388.915	-	524.269.202
Non-cash Loans (*****)	-	4.192.156	942.840	25.186.870	23.209.406	34.804.844	-	88.336.116

(*) Included lease receivables. The non-performing loans is presented "Unallocatable" column.

(**) Assets that are necessary for banking activities and that cannot be liquidated in the short-term, such as fixed and intangible assets, derivative financial assets, investments, subsidiaries, stationery, pre-paid expenses and loans under follow-up, are shown in this column. Expected credit losses are included.

(***) Securities issued as subordinated loan classified under subordinated loans in the balance sheet are included.

(****) Shareholders' Equity is presented under "Other Liabilities" item in the "Unallocated" column.

(*****) Amounts related to Letters of Guarantee represent contractual maturity and related amounts. Amounts are demand and can be withdrawn optional.

(*****) Derivative collaterals given to foreign banks are included.

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VI. EXPLANATIONS ON LEVERAGE RATIO:

a. Information on subjects that causes difference in leverage ratio between current and prior periods:

As of 31 March 2022, the leverage ratio of the Group calculated from 3 months average amounts is 8,51% (31 December 2021: 8,39%). This ratio is above the minimum ratio which is 3%.

b. Comparison table of total assets and total risk amounts in the financial statements prepared in accordance with TAS:

	Current Period 31 March 2022 (**)	Prior Period 31 December 2021 (**)
1 Total assets in the consolidated financial statements prepared in accordance with TAS (*)	805.336.560	714.955.819
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 Communique on Preparation of Consolidated Financial Statements of the Banks	-	-
3 Differences between the balances of derivative financial instruments and the credit derivatives in the consolidated financial statements prepared in accordance with the Communique on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	5.098.347	6.262.339
4 Differences between the balances of securities financing transactions in the consolidated financial statements prepared in accordance with the Communique on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	(66.705.111)	(66.599.227)
5 Differences between off- balance sheet items in the consolidated financial statements prepared in accordance with the Communique on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	(2.816.774)	(2.595.815)
6 Other differences in the consolidated financial statements prepared in accordance with the Communique on Preparation of Consolidated Financial Statements of the Banks and their risk exposures	242.036.689	213.162.595
7 Total Risk	982.949.711	865.185.711

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

(**) Three months average values in the related periods.

c. Disclosure of Leverage ratio template:

	Current Period 31 March 2022 (*)	Prior Period 31 December 2021 (*)
Balance sheet Assets		
1 Balance sheet assets (excluding derivative financial assets and credit derivatives, including collaterals)	760.708.825	671.754.783
2 (Assets deducted from Core capital)	-	-
3 Total risk amount of balance sheet assets (sum of lines 1 and 2)	760.708.825	671.754.783
Derivative financial assets and credit derivatives		
4 Cost of replenishment for derivative financial assets and credit derivatives	22.115.577	23.941.998
5 Potential credit risk amount of derivative financial assets and credit derivatives	5.098.347	6.262.339
6 Total risk amount of derivative financial assets and credit derivatives (sum of lines 4 and 5)	27.213.924	30.204.337
Financing transactions secured by marketable security or commodity		
7 Risk amount of financing transactions secured by marketable security or commodity	4.013.363	5.125.027
8 Risk amount arising from intermediary transactions	-	-
9 Total risk amount of financing transactions secured by marketable security or commodity (sum of lines 7 and 8)	4.013.363	5.125.027
Off-balance sheet transactions		
10 Gross notional amount of off-balance sheet transactions	193.830.373	160.697.379
11 (Correction amount due to multiplication with credit conversion rates)	(2.816.774)	(2.595.815)
12 Total risk of off-balance sheet transactions (sum of lines 10 and 11)	191.013.599	158.101.564
Capital and total risk		
13 Core Capital	83.634.561	72.556.470
14 Total risk amount (sum of lines 3, 6, 9 and 12)	982.949.711	865.185.711
Leverage ratio		
15 Leverage ratio	8,51	8,39

(*) Three months average values.

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VII. EXPLANATIONS ON RISK MANAGEMENT TARGET AND POLICIES:

Notes and explanations in this section have been prepared in accordance with the Communiqué on Disclosures about Risk Management to be announced to Public by Banks that have been published in Official Gazette no. 29511 on 23 October 2015 and became effective as of 31 March 2016. Due to usage of standard approach for the calculation of capital adequacy ratio by the Bank, tables, which have to be prepared within the scope of Internal Rating-Based (IRB) approach, are not presented.

In the event of unexpected negative economic conditions, stress tests are carried out regularly considering the exchange rate and interest rate shocks and the deterioration of the loan portfolio at different stress rates.

Overview of RWA

	Risk Weighted Amount		Minimum capital requirement
	Current Period 31 March 2022	Prior Period 31 December 2021	Current Period 31 March 2022
1 Credit risk (excluding counterparty credit risk) (CCR)	377.987.077	377.040.902	30.238.966
2 Standardized approach (SA)	377.987.077	377.040.902	30.238.966
3 Internal rating-based (IRB) approach	-	-	-
4 Counterparty credit risk	27.260.207	30.395.595	2.180.817
5 Standardized approach for counterparty credit risk (SA-CCR)	27.260.207	30.395.595	2.180.817
6 Internal model method (IMM)	-	-	-
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	885.847	680.479	70.868
10 Investments made in collective investment companies – 1250% weighted risk approach	-	-	-
11 Settlement risk	1.273	800	102
12 Securitization positions in banking accounts	-	-	-
13 IRB ratings-based approach (RBA)	-	-	-
14 IRB Supervisory Formula Approach (SFA)	-	-	-
15 SA/simplified supervisory formula approach (SSFA)	-	-	-
16 Market risk	30.907.343	26.350.720	2.472.587
17 Standardized approach (SA)	30.907.343	26.350.720	2.472.587
18 Internal model approaches (IMM)	-	-	-
19 Operational Risk	51.542.098	40.838.939	4.123.368
20 Basic Indicator Approach	51.542.098	40.838.939	4.123.368
21 Standard Approach	-	-	-
22 Advanced measurement approach	-	-	-
23 The amount of the discount threshold under the equity (subject to a 250% risk weight)	-	-	-
24 Floor adjustment	-	-	-
25 Total (1+4+7+8+9+10+11+12+16+19+23+24)	488.583.845	475.307.435	39.086.708

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VIII. EXPLANATIONS ON HEDGE TRANSACTIONS:

The Group hedges its TL and foreign denominated fixed rate financial assets with cross currency swaps and interest rate swaps. Within the scope of fair value hedge, fair value changes of hedging instrument and hedged item are accounted in the income statement. As long as the hedge relationship is effective, fair value change of the hedged item is disclosed together with its related asset or liability in the balance sheet for TL denominated fixed rate mortgage loans. Fair value changes which have already been booked in equity, have been reclassified from equity to income statement for TL and FC denominated fixed rate financial assets measured at fair value through other comprehensive income.

The Group hedges against its cash flow risk stemming from foreign currency denominated floating rate financial liabilities with interest rate and cross currency swaps. Within the scope of cash flow hedge accounting, effective part of the fair value changes of the hedging instrument are accounted in equity under "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" whereas ineffective part is accounted in the income statement. At instances when cash flows relating to hedged item (interest expense) affect the income statement, profit/loss of the related hedging item is taken out of the equity and reflected on the income statement.

Prospective tests are performed at the inception of the hedge relationships and both prospective and retrospective tests are performed at each reporting period-end regularly by using "Dollar off-set method". In this method, changes in the fair value of the hedged item and changes in the fair value of the hedging instruments between the designation date and each reporting period-end are compared and effectiveness ratio is calculated. In the determination of the fair values of hedging instruments and hedged item, market yield curves are used. Hedge accounting principles are applied by assessing the calculated effectiveness ratio within the scope of TAS 39.

When the hedging instrument expires, is executed or sold and when the hedge relationship becomes ineffective or is discontinued as a result of the hedge relationship being revoked due to ineffectiveness of efficiency tests;

- The hedging gains and losses that were previously recognized under equity are transferred to profit or loss when the cash flows of the hedged item are realized,
- Adjustments made to the carrying amount of the hedged item are transferred to profit and loss with straight line method for portfolio hedges or with effective interest rate method for micro hedges.

In case the hedged item is derecognized, hedge accounting is discontinued and within context of fair value hedge accounting, adjustments made to the value of the hedged item are accounted in income statement.

The replacement or rollover of a hedging instrument into another hedging instrument is not an expiration or termination if such replacement or rollover is part of the entity's documented hedging strategy.

The Group also applies net investment risk hedging in order to hedge its foreign currency risk from its investments abroad. The effective part of the fair value change of the hedging instrument in the hedging transaction in question was accounted in the "Accumulated Other Comprehensive Income or Expenses to be Reclassified in Profit or Loss" account under equity.

Within the scope of the Major Indicative Interest Rates Reform in 2022, new alternative interest rates will be used instead of the current benchmark interest rates, especially Libor. In addition to floating rate assets such as securities indexed to benchmark interest rates and loans, Banks' financial statements include liabilities such as securities issued, borrowed loans and derivative transactions, and off-balance sheet instruments. With the regulations published in September 2019 and December 2020 regarding the implementation of the aforementioned reform, early implementation of the amendments was permitted, while temporary exemption was given to the applications related to the determination of cash flows of hedge accounting and the termination of transactions. A working group was established to evaluate the impact of the interest rate reform on the financial statements and to adapt to reform. Reform changes have not been implemented early and developments are followed by the working group.

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The average remaining maturity of the floating-rate USD Libor-Indexed borrowings directly affected by the interest rate reform is 3,3 years and the remaining amount is USD 951.393. Foreign currency interest swap transactions were made to hedge the cash flow risk of the aforementioned borrowing and subject to hedge accounting. There is no hedge accounting transaction terminated under the published exceptions.

As of 31 March 2022, contractual amounts of derivative financial instruments designated as hedging instruments and the net fair values carried in the balance sheet of the Bank are summarized in the following table:

	Current Period 31 March 2022			Prior Period 31 December 2021		
	Notional Amount	Assets	Liabilities	Notional Amount	Assets	Liabilities
Interest Rate and Cross Currency Swaps						
-TL	41.554.719	15.592.105	217.867	38.163.770	15.412.862	331.573
-FC	135.193.291	2.316.563	151.215	122.991.616	776.704	694.631
Total	176.748.010	17.908.668	369.082	161.155.386	16.189.566	1.026.204

1. Explanations on Accounting Net Investment Hedge:

The Group has been using hedge against fair value strategy to hedge against foreign currency risk born of EUR 787 million (31 December 2021: EUR 787 million) which represents share premiums and paid-in-capital of Akbank AG, one of its subsidiaries. EUR 787 million of syndication loans used by the Group have been classified as "hedge instruments."

2. Explanations on Fair Value Hedge:

Current Period: 31.03.2022

Hedging Instrument	Hedged Item	Risk Exposure	Fair Value Difference of Hedging Instrument	Fair Value Difference of Hedged Items (*)	Ineffective Portion (**)
Interest Rate Swap	Fixed interest rate FC Loans	Interest rate and currency risk	24.916	(25.436)	(520)
Interest Rate Swap	Fixed interest rate FC financial assets at other comprehensive income	Interest rate risk	603.549	(632.472)	(28.923)
Cross-currency swap	Fixed interest rate FC financial assets at fair value through other comprehensive income, FC borrowings	Interest rate and currency risk	1.717	(1.294)	423
Cross-currency swap	Fixed interest rate TL Commercial Loans, FC borrowings	Interest rate and currency risk	8.920	(9.874)	(954)
Interest Rate Swap	Fixed interest rate TL Securities Issued	Interest rate risk	(16.724)	18.695	1.971

(*) Includes fair value differences arising from changes in foreign exchange rates for hedges against interest rate and foreign currency from the interest rate and foreign exchange risks.

(**) Represents the cumulative amounts booked under "Gains/Losses on Derivative Financial Transactions" and "Gains/Losses on Foreign Exchange Transactions" since the beginning of hedge accounting.

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Prior Period - 31 December 2021

Hedging Instrument	Hedged Item	Risk Exposure	Fair Value Difference of Hedging Instrument	Fair Value Difference of Hedged Items (*)	Ineffective Portion (**)
Interest Rate Swap	Fixed interest rate FC financial assets at other comprehensive income	Interest rate risk	(293.557)	255.051	(38.506)
Cross-currency swap	Fixed interest rate FC financial assets at fair value through other comprehensive income, FC borrowings	Interest rate and currency risk	39.753	(39.469)	284
Cross-currency swap	Fixed interest rate TL financial assets at fair value through other comprehensive income, FC borrowings	Interest rate and currency risk	(91.345)	84.039	(7.306)
Interest Rate Swap	Fixed interest rate TL Commercial Loans	Interest rate risk	44	(187)	(143)
Cross-currency swap	Fixed interest rate TL Commercial Loans. FC borrowings	Interest rate and currency risk	8.600	(8.558)	42
Interest Rate Swap	Fixed interest rate TL Securities Issued	Interest rate risk	(46.140)	49.696	3.556

(*) Includes fair value differences arising from changes in foreign exchange rates for hedges against interest rate and foreign currency from the interest rate and foreign exchange risks.

(**) Represents the cumulative amounts booked under "Gains / (Losses) on Derivative Financial Transactions" and "Gains/ (Losses) on Foreign Exchange Transactions" since the beginning of hedge accounting.

In addition, when the hedging instrument expires, is executed or sold and when the hedge relationship becomes ineffective or is discontinued as a result of the hedge relationship being revoked due to ineffectiveness of efficiency tests with the information related discontinuous transactions are given below:

- As of 31 March 2022, related to fair value hedge transactions, the remaining net amount after amortization of the fair value change of the hedged items since the beginning of hedge accounting is TL 1.688 (31 December 2021: TL 2.779).

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3. Explanations on Cash Flow Hedge:

Hedging instrument	Hedged item	Nature of risk hedged	Hedging instrument FV		Net gain/(loss) recognized in OCI during the period	Net gain/(loss) reclassified to income statement during the year	Ineffective portion recognized in income statement (Net)
			Assets	Liabilities			
Interest Rate Swap	Floating-rate long Term FC funds borrowed	Cash Flow risk due to changes in interest rate of funds	106.845	-	240.442	(49.851)	15.553
Cross Currency Swap	Short term FC commercial deposits	Cash Flow risk due to changes in interest rate of funds	13.889.966	-	214.101	(186.508)	15.441
Interest Rate Swap	Short term TL deposits	Cash Flow risk due to changes in interest rate of funds	1.585.288	22.804	431.049	40.320	(6.648)
Interest Rate Swap	Short term FC deposits	Cash Flow risk due to changes in interest rate of funds	728.674	-	545.012	(15.672)	(379)
Interest Rate Swap	Floating-rate TL financial assets at fair value through other comprehensive income	Cash Flow risk due to changes in interest rate of funds	9.566	170.589	190.100	84.292	(5.885)

In addition, when the hedging instrument expires, is executed or sold and when the hedge relationship becomes ineffective or is discontinued as a result of the hedge relationship being revoked with the information related discontinuous transactions are given below:

- As of 31 March 2022, related to cash flow hedge transactions, there is no remaining before tax amount in equity after amortization of the fair value change of the hedging instruments, from the beginning of hedge accounting (31 December 2021: TL 34.396).

IX. EXPLANATIONS ON BUSINESS SEGMENTS:

The Group operates consumer banking, SME banking, commercial banking, and corporate-investment and private banking and wealth network providing services to customers in accordance with the Bank's organizational structure.

The profitability system generating segment information provides profitability information on the basis of account customer, customer relationship manager, branch segment and product. This information is made available to the branch and Head Office personnel through a web-based management reporting system.

Consumer banking offers a variety of retail services such as deposit accounts, retail loans, commercial installment loans, credit cards, insurance products and asset management services. The consumer banking products and services also include bank cards, investment funds trading, automatic payment services, foreign currency trading, safe deposit box rentals, cheques, money transfers, investment banking, telephone and internet banking.

Corporate banking, commercial banking and SME banking, provide financial solutions and banking services to large, medium and small size corporate and commercial customers. The products and services offered to corporate and commercial customers include TL and foreign currency denominated working capital loans financing for investments, foreign trade financing, derivative instruments for hedging purposes of foreign currency and interest risk, letters of credit, foreign currency trading, corporate finance services and deposit and cash management services. In addition, the Bank provides timely and permanent solutions for corporate customers' working capital management, delivers cash management services tailored based on customers' requests that include collection and payment services and liquidity and information management. Project finance loans are provided within the context of investment banking activities. In the scope of private banking, The Bank serves the members of the high-income customers who have expectations for upper-class service quality both in banking and investment transactions. Within the scope of international banking activities, activities are also being carried out

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in order to provide long-term funding, to provide funding under a price reflecting the country's risk, to diversify funding resources and to form an international investor base on this area.

The Treasury Unit conducts TL and FC spot and forward transactions, treasury bonds, government bonds, Eurobond and private sector bond transactions and also derivative trading activities within determined limits. These transactions are performed according to the Bank's requirements. In addition to marketing and pricing activities for the branch network of Treasury products and customers, foreign trade financing, foreign exchange and TL "clearing" services are also carried out for customers.

Other operations includes activities of Ak Finansal Kiralama A.Ş., Ak Yatırım Menkul Değerler A.Ş., Ak Portföy Yönetim A.Ş., Akbank AG and AkÖde Elektronik Para ve Ödeme Hizmetleri A.Ş as subsidiaries of the Bank in consolidation.

Information on business segments as of 31 March 2022 and 31 December 2021 presented in the following tables. Explanations on business segments are prepared on the basis of data obtained from Bank Management Reporting System.

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	Consumer Banking	Commercial Banking, SME Banking, Corporate Banking and Private Banking	Treasury	Other and Unallocated	Group's Total Activities
Current Period - 31 March 2022					
Operating Income	2.878.602	5.062.870	6.970.456	3.167.070	18.078.998
Profit from Operating Activities	131.263	3.783.100	6.767.372	(46.342)	10.635.393
Income from Subsidiaries	-	-	-	28.902	28.902
Profit before Tax	131.263	3.783.100	6.767.372	(17.440)	10.664.295
Tax Expense	-	-	-	(2.615.037)	(2.615.037)
Net Profit for the Period	131.263	3.783.100	6.767.372	(2.632.477)	8.049.258
Segment Assets					
Investments in Associates.	126.876.904	376.546.641	300.178.597	16.536.131	820.138.273
Undistributed Assets	-	-	-	18.129	18.129
Total Assets	-	-	-	30.326.846	30.326.846
Segment Liabilities					850.483.248
Undistributed Liabilities	277.263.721	230.141.866	191.157.639	16.217.350	714.780.576
Shareholders' Equity	-	-	-	45.031.267	45.031.267
Total Liabilities				90.671.405	90.671.405
Prior Period - 31 December 2021 (*)					
Operating Income	2.334.447	2.805.982	(908.360)	2.805.195	7.037.264
Profit from Operating Activities	990.824	1.837.947	(1.033.945)	756.643	2.551.469
Income from Subsidiaries	-	-	-	5.394	5.394
Profit before Tax	990.824	1.837.947	(1.033.945)	762.037	2.556.863
Tax Expense	-	-	-	(528.714)	(528.714)
Net Profit for the Period	990.824	1.837.947	(1.033.945)	233.323	2.028.149
Segment Assets			284.100.942	13.581.758	739.858.037
Investments in Associates.	121.818.120	320.357.217	-	18.129	18.129
Undistributed Assets	-	-	-	22.922.164	22.922.164
Total Assets	-	-	-	-	762.798.330
Segment Liabilities			199.440.835	13.509.258	657.493.398
Undistributed Liabilities	249.278.815	195.264.490	-	29.345.619	29.345.619
Shareholders' Equity	-	-	-	75.959.313	75.959.313
Total Liabilities					762.798.330

(*) 31 March 2021 amounts are used for income statement accounts.

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**SECTION FIVE
INFORMATION AND DISCLOSURES RELATED TO CONSOLIDATED FINANCIAL STATEMENTS**

I. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED ASSETS

a. Information related to cash equivalents and the account of the Central Bank of the Republic of Turkey (the "CBRT"):

1. Information on cash equivalents and the account of the CBRT:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Cash/Foreign Currency	1.988.783	6.536.066	1.953.656	7.989.466
The CBRT (*)	8.648.069	78.726.816	9.941.916	71.850.576
Other (**)	-	220.508	-	151.158
Total	10.636.852	85.483.390	11.895.572	79.991.200

(*) Precious metal account amounting to TL 1.815.769 are included in FC (31 December 2021: TL 2.001.693).

(**) Precious metal account amounting to TL 220.490 are included in FC (31 December 2021: TL 150.924).

2. Information related to the account of the CBRT:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Unrestricted Demand Deposits	631	-	8.574	-
Unrestricted Time Deposits	-	-	-	-
Restricted Time Deposits	-	-	-	-
Reserve Requirement	8.647.438	78.726.816	9.933.342	71.850.576
Total	8.648.069	78.726.816	9.941.916	71.850.576

3. Explanation on reserve requirements:

In accordance with the "Communiqué Regarding the Reserve Requirements no. 2013/15, the Bank is required to maintain reserves in CBRT for TL and foreign currency liabilities. The reserve requirements can be maintained as TL, USD, EUR and standard gold. According to the Communiqué on Required Reserves published in the Official Gazette dated 01.07.2021 and numbered 31528, the facility for maintain Turkish lira reserve requirements in foreign currency was terminated as of October 1, 2021.

The required reserve rates for TL liabilities vary between 3% and 8% for TL deposits and other liabilities according to their maturities as of 31 March 2022 (31 December 2021: 3% and 8% for all TL liabilities). The reserve rates for foreign currency liabilities vary between 5% and 26% for deposit and other foreign currency liabilities according to their maturities as of 31 March 2022 (31 December 2021: 5% and 26% for all foreign currency liabilities).

b. Financial Assets at Fair Value Through Profit or Loss

As of 31 March 2022, financial assets at fair value through profit or loss given as collateral/blocked (31 December 2021: None); and there are no financial assets subject to repo transactions (31 December 2021: None).

Other Financial Assets:

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In the previous period, syndication loans extended to Ojer Telekomünikasyon A.Ş. were restructured. Within this scope, a pledge was established in favor of lenders in order to establish collateral for these loans. LYY Telekomünikasyon A.Ş., which was established as a special-purpose company in which 192.500.000.000 Group A shares, which constitute 55% of Türk Telekom's issued capital, are all direct or indirect partners. The acquisition of the company (formerly Levent Yapılandırma Yönetimi A.Ş.) was completed on 21 December 2018. The Bank has participated in LYY Telekomünikasyon A.Ş. with a 35.56% share in the receivables from OTAŞ.

Later on, at the Ordinary General Assembly Meeting of LYY Telekomünikasyon A.Ş. which was held on 23 September 2019, it was decided to convert some of the loan into capital and add it to the capital of LYY Telekomünikasyon A.Ş. The nominal value of their shares in TL increased from 18 TL to 1.416.090 TL. This amount is classified in the financial statements under the line "Assets for Sale and Discontinued Operations".

As of 10 March 2022, LYY Telekomünikasyon A.Ş. signed a share transfer agreement with the Turkey Wealth Fund regarding the sale of all of its shares within Türk Telekomünikasyon A.Ş. In this context, Türk Telekomünikasyon A.Ş. the sale and transfer of 192.500.000.000 Group A registered shares, corresponding to 55% of its capital, to the Turkish Wealth Fund for a price of 1.650.000.000 USD, was realized on 31 March 2022. In addition, pursuant to the Agreement, the amount corresponding to the 55% share to which LYY transferred from the dividend amount decided to be distributed by the General Assembly based on the independently audited 2021 consolidated financial statements of Türk Telekomünikasyon A.Ş. and will be paid to LYY Telekomünikasyon A.Ş.

LYY used the remaining amount from the sales amount, excluding the part required for its liabilities, to pay off its debts to the banks. After collection, the remaining loan amount is followed under "Other Financial Assets" under "Financial Assets at Fair Value Through Profit and Loss" in the financial statements as of 31 March 2022 (31 December 2021: TL 16.495.551).

The total fair value decrease recognized for the total amount converted to loan and capital is TL 12.087.023 (31 December 2021: TL 10.568.731) and the amount accounted under "Assets Held for Sale and Discontinued Operations" is TL 1.416.090 (31 December 2021: TL 1.416.090). The amount of 10.670933 TL (31 December 2021: 9.152.641 TL) is accounted under "Financial Assets at Fair Value through Profit and Loss" under "Other Financial Assets". Provision has been made for the entire loan amount and the loan will be carried with a zero value until the write-off process is completed.

TL 1.329.831 (31 December 2021: TL 1.313.971) of other financial assets consist Fourth Real Estate Investment Fund of Ak Portföy Yönetimi A.Ş. established by Ak Portföy Yönetimi A.Ş. and the fund is followed at its fair value and the related valuation differences are recognized in profit or loss.

c. Trading derivative financial assets:

Table of positive differences related to derivative financial assets (*)

	Current Period		Prior Period	
	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Forward Transactions	1.198.302	-	754.772	6.673
Swap Transactions	18.367.225	9.008.439	24.336.484	8.202.873
Futures Transactions	-	-	-	-
Options	76.417	168.969	24.913	271.591
Other	-	-	-	-
Total	19.641.944	9.177.408	25.116.169	8.481.137

(*) Excluding hedging derivatives financial assets.

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d. Information on banks account and foreign banks:

Information on banks account:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Banks				
Domestic	47.663	928.034	87.915	166.356
Foreign (*)	1	47.828.871	1.038	53.215.377
Head Quarters and Branches Abroad	-	-	-	-
Total	47.664	48.756.905	88.953	53.381.733

(*) Includes collateral of TL 11.434.540 for derivative transactions made with foreign banks (31 December 2021: TL 11.435.331).

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

1. As of 31 March 2022, financial assets fair value through other comprehensive income subject to repurchase agreements amounting to TL 51.717.262 (31 December 2021: TL 40.231.789); and those given as collateral/blocked amounting to TL 14.108.697 (31 December 2021: TL 29.582.153).

2. Information on financial assets fair value through other comprehensive income:

	Current Period 31 March 2022	Prior Period 31 December 2021
Debt Securities	121.699.780	104.943.943
Quoted at Stock Exchange (*)	118.778.458	101.816.497
Unquoted at Stock Exchange	2.921.322	3.127.446
Share Certificates	15.879	15.879
Quoted at Stock Exchange	-	-
Unquoted at Stock Exchange	15.879	15.879
Impairment Provision (-)	5.705.335	4.648.400
Total	116.010.324	100.311.422

(*) Investment funds are included.

f. Information related to loans:

1. Information on all types of loans and advances given to shareholders and employees of the Bank:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	Cash	Non-cash	Cash	Non-cash
Direct Loans Granted to Shareholders	-	159	-	159
Corporate Shareholders	-	159	-	159
Real Person Shareholders	-	-	-	-
Indirect Loans Granted to Shareholders	10.402.125	5.021.726	9.574.170	2.829.869
Loans Granted to Employees	182.873	-	177.638	-
Total	10.584.998	5.021.885	9.751.808	2.830.028

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2. Information on the first and second group loans and other receivables including loans that have been restructured or rescheduled (*):

(i). Loans at amortised cost (*)

Current Period – 31 March 2022	Loans and other receivables under follow up			
	Standard Loans and Other Receivables	Loans and Receivables Not Subject to restructuring	Restructured Loans and Receivables	
Loans and Receivables with Revised Contract Terms			Refinance	
Cash Loans				
Non-specialized Loans				
Loans given to enterprises	62.440.451	5.066.775	483.877	2.836.039
Export Loans	41.020.241	338.077	2.158	36.785
Import Loans	1.258.685	-	-	-
Loans Given to Financial Sector	31.369.662	113	-	506
Consumer Loans	58.729.844	2.470.868	1.108.533	247.960
Credit Cards	31.375.342	928.319	1.330.463	-
Other	185.499.837	5.152.681	5.404.068	15.249.713
Specialized Loans	-	-	-	-
Other Receivables	-	-	-	-
Total	411.694.062	13.956.833	8.329.099	18.371.003

(*) The balances of loans at fair value profit or loss has not been included. Included lease receivables.

Expected Credit Loss Stage I and Stage II (*)	Standard Loans	Current Period	Standard Loans	Prior Period
		31 March 2022		31 December 2021
		Loans under Follow-up		Loans under Follow-up
12 Month Expected Credit Losses	2.007.014	-	1.635.408	-
Significant Increase in Credit Risk	-	5.839.770	-	5.579.947
Total	2.007.014	5.839.770	1.635.408	5.579.947

(*) Included expected credit losses of lease receivables.

Aging analysis for overdue receivables:

	Current Period	Prior Period
	31 March 2021	31 December 2021
30-60 days overdue	1.871.777	1.348.709
60-90 days overdue	794.919	891.877
More than 90 days overdue	5.764	7.791
Total	2.672.460	2.248.377

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3. Information on consumer loans, personal credit cards, personnel loans and personnel credit cards:

Current Period – 31 March 2022	Short-term	Medium and Long-term	Total
Consumer Loans-TL	3.454.211	56.167.930	59.622.141
Mortgage Loans	30.446	13.217.939	13.248.385
Automotive Loans	13.636	368.996	382.632
Consumer Loans	3.410.129	42.580.995	45.991.124
Other	-	-	-
Consumer Loans- Indexed to FC	-	300	300
Mortgage Loans	-	300	300
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Credit Cards-TL	26.106.265	1.169.049	27.275.314
With Installment	7.825.613	1.168.554	8.994.167
Without Installment	18.280.652	495	18.281.147
Consumer Credit Cards-FC	24.330	-	24.330
With Installment	-	-	-
Without Installment	24.330	-	24.330
Personnel Loans-TL	7.489	88.032	95.521
Mortgage Loans	-	3.572	3.572
Automotive Loans	-	114	114
Consumer Loans	7.489	84.346	91.835
Other	-	-	-
Personnel Loans- Indexed to FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Loans-FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Credit Cards-TL	86.910	43	86.953
With Installment	32.995	43	33.038
Without Installment	53.915	-	53.915
Personnel Credit Cards-FC	399	-	399
With Installment	-	-	-
Without Installment	399	-	399
Credit Deposit Account-TL (Real Person)	2.839.243	-	2.839.243
Credit Deposit Account-FC (Real Person)	-	-	-
Total Consumer Loans	32.518.847	57.425.354	89.944.201

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Prior Period – 31 December 2021	Short-term	Medium and Long-term	Total
Consumer Loans-TL	2.659.206	55.312.555	57.971.761
Mortgage Loans	13.863	13.558.860	13.572.723
Automotive Loans	12.340	311.999	324.339
Consumer Loans	2.633.003	41.441.696	44.074.699
Other	-	-	-
Consumer Loans- Indexed to FC	-	321	321
Mortgage Loans	-	321	321
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Credit Cards-TL	23.723.629	1.101.725	24.825.354
With Installment	7.522.539	1.101.003	8.623.542
Without Installment	16.201.090	722	16.201.812
Consumer Credit Cards-FC	17.283	-	17.283
With Installment	-	-	-
Without Installment	17.283	-	17.283
Personnel Loans-TL	7.277	90.425	97.702
Mortgage Loans	-	3.814	3.814
Automotive Loans	-	125	125
Consumer Loans	7.277	86.486	93.763
Other	-	-	-
Personnel Loans- Indexed to FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Loans-FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Credit Cards-TL	79.650	41	79.691
With Installment	27.030	41	27.071
Without Installment	52.620	-	52.620
Personnel Credit Cards-FC	245	-	245
With Installment	-	-	-
Without Installment	245	-	245
Credit Deposit Account-TL (Real Person)	2.639.476	-	2.639.476
Credit Deposit Account-FC (Real Person)	-	-	-
Total Consumer Loans	29.126.766	56.505.067	85.631.833

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

4. Information on commercial installment loans and corporate credit cards:

Current Period – 31 March 2022	Short-term	Medium and Long-term	Total
Commercial Installment Loans-TL	4.779.378	14.375.954	19.155.332
Mortgage Loans	6.052	5.782	11.834
Automotive Loans	405.275	229	405.504
Consumer Loans	4.368.051	14.369.943	18.737.994
Other	-	-	-
FC Indexed Commercial Installment Loans	-	10.081	10.081
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	10.081	10.081
Other	-	-	-
Commercial Installment Loans-FC	28.278	914.910	943.188
Mortgage Loans	-	-	-
Automotive Loans	568	-	568
Consumer Loans	27.710	914.910	942.620
Other	-	-	-
Corporate Credit Cards-TL	6.163.704	79.744	6.243.448
With Installment	2.786.224	79.639	2.865.863
Without Installment	3.377.480	105	3.377.585
Corporate Credit Cards-FC	3.680	-	3.680
With Installment	-	-	-
Without Installment	3.680	-	3.680
Credit Deposit Account-TL (Legal Person)	933.452	-	933.452
Credit Deposit Account-FC (Legal person)	-	-	-
Total	11.908.492	15.380.689	27.289.181
Prior Period - 31.12.2021	Short-term	Medium and Long-term	Total
Commercial Installment Loans-TL	3.083.080	13.411.389	16.494.469
Mortgage Loans	9.287	6.175	15.462
Automotive Loans	227.399	301	227.700
Consumer Loans	2.846.394	13.404.913	16.251.307
Other	-	-	-
FC Indexed Commercial Installment Loans	-	15.076	15.076
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	15.076	15.076
Other	-	-	-
Commercial Installment Loans-FC	35.587	948.327	983.914
Mortgage Loans	-	-	-
Automotive Loans	839	-	839
Consumer Loans	34.748	948.327	983.075
Other	-	-	-
Corporate Credit Cards-TL	5.167.673	66.011	5.233.684
With Installment	2.290.396	65.972	2.356.368
Without Installment	2.877.277	39	2.877.316
Corporate Credit Cards-FC	4.635	-	4.635
With Installment	-	-	-
Without Installment	4.635	-	4.635
Credit Deposit Account-TL (Legal Person)	875.173	-	875.173
Credit Deposit Account-FC (Legal person)	-	-	-
Total	9.166.148	14.440.803	23.606.951

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5. Distribution of domestic and foreign loans (*): Loans are classified according to the locations of the customers.

	Current Period 31 March 2022	Prior Period 31 December 2021
Domestic Loans	463.948.390	397.413.785
Foreign Loans	7.364.025	7.374.511
Total	471.312.415	404.788.296

(*) Included leasing receivables.

6. Loans granted to investments in associates and subsidiaries: None.

7. Credit-Impaired Losses (Stage III / Special Provision) (*):

	Current Period 31 March 2022	Prior Period 31 December 2021
Loans and Other Receivables with Limited Collectibility	830.444	1.157.104
Loans and Other Receivables with Doubtful Collectibility	1.612.088	723.136
Uncollectible Loans and Receivables	9.879.874	9.918.909
Total	12.322.406	11.799.149

(*) Included leasing receivables.

8. Information on non-performing loans (Net):

8. (i) Information on non-performing loans restructured or rescheduled and other receivables:

	III. Group Loans and Other Receivables with Limited Collectibility	IV. Group Loans and Other Receivables with Doubtful Collectibility	V. Group Uncollectible Loans and Other Receivables
Current Period: 31 March 2022			
(Gross Amounts Before Specific Provisions)	60.701	174.583	1.774.951
Rescheduled Loans and Other Receivables	60.701	174.583	1.774.951
Prior Period: 31 December 2021			
(Gross Amounts Before Specific Provisions)	50.000	66.001	1.720.918
Rescheduled Loans and Other Receivables	50.000	66.001	1.720.918

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8. (ii) Information on the movement of total non-performing loans (*):

	III. Group	IV. Group	V. Group
	Loans and Other	Loans and Other	Uncollectible Loans
	Receivables with	Receivables with	and Other
	Limited Collectibility	Doubtful Collectibility	Receivables
Prior Period End Balance: 31 December 2021	1.780.068	1.068.687	15.379.062
Additions (+)	1.268.263	47.635	277.714
Transfers from Other Categories of Non-Performing Loans (+)	-	1.771.442	327.354
Transfers to Other Categories of Non-Performing Loans (-)	1.771.442	327.354	-
Collections (-)	171.327	139.623	484.784
Write-offs (-) (**)	1.933	2.931	59.413
Sold Portfolio	-	-	-
Corporate and Commercial Loans	-	-	-
Consumer Loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Balance at the End of the Period	1.103.629	2.417.856	15.439.933
Specific Provisions (-)	830.444	1.612.088	9.879.874
Net Balance at Balance Sheet	273.185	805.768	5.560.059

(*): Included leasing receivables.

(**): In the current period, based on the amendment made in the "Regulation on the Procedures and Principles Regarding the Classification of Loans and Provisions for These" published in the Official Gazette dated 6 July 2021 and numbered 31533, there is no write-off process. (31 December 2021: TL 1.450.497 and its effect on the NPL ratio is 39 basis points).

8. (iii) Information on non-performing loans granted as foreign currency loans:

	III. Group	IV. Group	V. Group
	Loans and Other	Loans and Other	Uncollectible Loans
	Receivables with	Receivables with	and Other
	Limited	Doubtful	Receivables
	Collectibility	Collectibility	Receivables
Current Period: 31 March 2022			
Balance at the End of the Period	288.524	1.301.959	5.812.500
Specific Provision (-)	219.096	815.725	3.070.068
Net Balance on Balance Sheet	69.428	486.234	2.742.432
Prior Period: 31 December 2021			
Balance at the End of the Period	1.086.945	212.374	5.756.000
Specific Provision (-)	675.570	127.818	3.155.195
Net Balance at Balance Sheet	411.375	84.556	2.600.805

In Parent Bank, non-performing loans granted as foreign currency are followed under TL accounts of balance sheet.

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

8. (iv) Breakdown of non-performing loans according to their gross and net values (*):

	III. Group	IV. Group	V. Group
	Loans and Other Receivables with Limited Collectibility	Loans and Other Receivables with Doubtful Collectibility	Uncollectible Loans and Other Receivables
Current Period (Net): 31 March 2022			
Loans granted to corporate entities and real persons (Gross)	1.103.629	2.417.856	15.439.933
Specific Provision Amount (-)	830.444	1.612.088	9.879.874
Loans granted to corporate entities and real persons (Net)	273.185	805.768	5.560.059
Banks (Gross)	-	-	-
Specific Provision Amount (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Advances Receivables (Gross)	-	-	-
Specific Provision Amount (-)	-	-	-
Other Loans and Advances Receivables (Net)	-	-	-
Prior Period (Net): 31 December 2021			
Loans granted to corporate entities and real persons (Gross)	1.780.068	1.068.687	15.379.062
Specific Provision Amount (-)	1.157.104	723.136	9.918.909
Loans granted to corporate entities and real persons (Net)	622.964	345.551	5.460.153
Banks (Gross)	-	-	-
Specific Provision Amount (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Advances Receivables (Gross)	-	-	-
Specific Provision Amount (-)	-	-	-
Other Loans and Advances Receivables (Net)	-	-	-

(*) Included leasing receivables.

8. (v) Information on the collection policy of non-performing loans and other receivables (*):

	III. Group	IV. Group	V. Group
	Loans and Other Receivables with Limited Collectibility	Loans and Other Receivables with Doubtful Collectibility	Uncollectible Loans and Other Receivables
Current Period: 31 March 2022			
Interest accruals and valuation differences	78.416	162.840	3.632.186
Provision (-)	58.587	113.226	2.135.257
Prior Period: 31 December 2021			
Interest accruals and valuation differences	78.530	119.421	3.490.421
Provision (-)	55.145	82.141	2.089.348

(*) Included leasing receivables.

9. Information on the collection policy of non-performing loans and other receivables:

Non-performing loans and other receivables are collected through legal follow-up and liquidation of collaterals.

10. Information on the write-off policy: Disclosed in Note VII of Section Three.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

g. Financial assets measured at amortised cost:

1. Information on financial subject to repurchase agreements and those given as collateral/blocked:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Given as collateral/blocked	17.200.880	-	7.895.351	90.724
Subject to repurchase agreements	9.780.356	9.292.117	16.631.679	8.933.136
Total	26.981.236	9.292.117	24.527.030	9.023.860

2. Information about Government debt securities:

	Current Period 31 March 2022	Prior Period 31 December 2021
Government debt	59.685.078	50.326.448
Treasury bonds	-	-
Other government debts	1.432.452	1.289.549
Total	61.117.530	51.615.997

3. Information on financial assets measured at amortised cost:

	Current Period 31 March 2022	Prior Period 31 December 2021
Debt Securities	62.285.294	52.663.336
Quoted at stock exchange	62.285.294	52.663.336
Not quoted at stock exchange	-	-
Impairment (-)	105.629	77.776
Total	62.179.665	52.585.560

4. The movement of financial assets at amortised costs:

	Current Period 31 March 2022	Prior Period 31 December 2021
Balance at the Beginning of the Period	52.585.560	41.885.059
Foreign Currency Differences on Monetary Assets	920.976	4.555.125
Purchases During Year	8.306.658	17.887.458
Disposals Through Sales and Redemptions	(2.445.910)	(15.853.468)
Impairment Provision	(27.853)	(39.254)
Change in Amortised Cost	2.840.234	4.150.640
Balance at the End of the Period	62.179.665	52.585.560

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

h. Information on investments in associates (Net):

1. Non-consolidated associates:

1 (i). Reasons for being out of consolidation for non-consolidated associates: In accordance with the Communiqué on Preparation of Consolidated Financial Statements of Banks they have been left out of the scope of consolidation.

1 (ii). Information about non-consolidated associates:

Title	Address (City / Country)	Bank's share percentage- If different voting percentage (%)	Bank's risk group share percentage (%)
1 Bankalararası Kart Merkezi A.Ş.	Istanbul/Turkey	4,89	4,89
2 Kredi Kayıt Bürosu A.Ş.	Istanbul/Turkey	9,09	9,09
3 JCR Avrasya Derecelendirme A.Ş.	Istanbul/Turkey	2,86	2,86
4 Birleşik İpotek Finansmanı A.Ş.	Istanbul/Turkey	8,33	8,33

1 (iii). Main financial figures of associates, in the order of the above table:

The financial figures stated below have been obtained from the financial statements date 31 December 2021.

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income from Marketable Securities Portfolio	Current Period Profit/ Loss	Prior Period Profit/Loss	Fair Value
1	451.244	371.944	92.692	39.235	-	137.294	53.042	-
2	625.710	369.787	327.976	19.020	-	75.307	76.416	-
3	104.324	86.888	31.175	4.486	-	58.825	2.467	-
4	55.584	52.197	3.306	9.344	-	1.958	248	-

1 (iv). Movement schedule for non-consolidated subsidiaries:

	Current Period 31 March 2022	Prior Period 31 December 2021
Balance at the Beginning of the Period	18.129	14.795
Movements During the Period		
Purchases (*)	-	3.334
Bonus Shares and Contributions to Capital	-	-
Dividends from Current Year Income	-	-
Sales/Liquidation	-	-
Revaluation Increase	-	-
Impairment Provision (-)	-	-
Balance at the End of the Period	18.129	18.129
Capital Commitments	-	-
Share Percentage at the End of the Period (%)	-	-

(*) The mentioned amounts are due to the increase of the capital of Birleşik İpotek Finansmanı A.Ş., an 8,33% subsidiary of the Bank, by TL 40.000 for the previous period.

2. Consolidated subsidiaries within the current period: None.

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i. Information on subsidiaries (Net):

1. Information related to shareholders' equity of major subsidiaries:

The following amounts have been obtained from the financial statements as of 31 March 2022 prepared in accordance with legislation in which companies are subject to.

	Ak Finansal Kiralama A.Ş.	Ak Yatırım Menkul Değerler A.Ş.	Ak Portföy Yönetimi A.Ş.	Akbank AG	AkÖde A.Ş.
Paid in Capital	360.007	96.802	10.534	740.648	72.000
Share Premium	-	-	-	-	-
Reserves	968.183	76.251	50.028	10.967.308	(13)
Gains recognized in equity as per TAS	(764)	(4.990)	(608)	-	(14)
Profit/Loss	93.155	1.272.338	108.761	2.992.843	(60.274)
- Net Current Period Profit	93.155	213.488	65.407	341.033	(17.614)
- Prior Year Profit/Loss	-	1.058.850	43.354	2.651.810	(42.660)
Development Cost of Operating Lease (-)	42	766	-	1.661	-
Remaining other intangible assets after offset with the related deferred tax liability excluding mortgage servicing rights (-)	4.292	13.512	148	12.886	-
Total Common Equity	1.416.247	1.426.123	168.567	14.686.252	11.699
Total Additional Tier I Capital	-	-	-	-	-
Portion of Goodwill and Other Intangible Assets and Related Deferred Tax Liabilities not deducted from the Common Equity as per the 1st Clause of Provisional Article 2 of the "Regulation on the Equity of Banks" (-)	-	-	-	-	-
Total Tier I Capital	1.416.247	1.426.123	168.567	14.686.252	11.699
Tier II Capital	97.068	456	1	163.520	-
CAPITAL	1.513.315	1.426.579	168.568	14.849.772	11.699
Deductions from Capital	-	-	-	-	-
TOTAL CAPITAL	1.513.315	1.426.579	168.568	14.849.772	11.699

The Bank's subsidiaries, included in the consolidated calculation of capital requirement, do not have additional capital requirements.

2. Non-consolidated subsidiaries: None.

3. Consolidated subsidiaries:

Title	Address (City / Country)	Bank's Share Percentage-If Different Voting Percentage (%)	Bank's Risk Group Share Percentage (%)
1 Ak Finansal Kiralama A.Ş.	Istanbul/Turkey	100,00	100,00
2 Ak Yatırım Menkul Değerler A.Ş.	Istanbul/Turkey	100,00	100,00
3 Ak Portföy Yönetimi A.Ş.	Istanbul/Turkey	100,00	100,00
4 Akbank AG	Frankfurt/Germany	100,00	100,00
5 AkÖde Elektronik Para ve Ödeme Hizmetleri A.Ş.	Istanbul/Turkey	100,00	100,00

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4. Main financial figures of consolidated subsidiaries, in the order of the above table:

The following amounts have been obtained from the financial statements as of 31 March 2022 prepared in accordance with legislation in which companies are subject to.

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income from Marketable Securities Portfolio	Current Period Profit/ Loss	Prior Period Profit/Loss	Fair Value
1	12.053.320	1.420.581	63.181	224.982	-	93.155	44.775	-
2	6.080.549	1.440.401	26.905	129.639	219.608	213.488	148.507	-
3	207.078	168.715	4.607	10.902	2.592	65.407	38.370	-
4	65.414.169	14.700.799	73.449	395.403	100.008	341.033	121.742	-
5	79.436	11.699	1.052	381	-	(17.614)	(9.002)	-

Though not being the subsidiary of the Bank, A.R.T.S Ltd. which was established in November 1999 respectively in connection with rising long-term financing, is included in the full scope of consolidation as "Structured Entity"

5. Movement schedule for consolidated subsidiaries:

	Current Period 31 March 2022	Prior Period 31 December 2021
Balance at the Beginning of the Period	16.060.130	9.605.628
Movements During the Period		
Additions (*)	-	10.180
Bonus Shares and Contributions to Capital	-	-
Dividends from Current Year Income	696.281	1.557.517
Sales/Liquidation	-	-
Revaluation Increase (**)	985.783	4.886.805
Revaluation/Impairment	-	-
Balance at the End of the Period	17.742.194	16.060.130
Capital Commitments	-	-
Share Percentage at the End of the Period (%)	-	-

(*) The mentioned amounts arise from the net increase of TL 10.000 in the capital of AkÖde Elektronik Para ve Dağıtım Hizmetleri A.Ş., which is the Bank's 100% subsidiary, when the capital decrease made during the previous period is taken into account and due to the acquisition of 0.01% share of Ak Finansal Kiralama A.Ş.

(**) Amounts refer to revaluation differences arising from accounting of financial associates and subsidiaries under the equity method as explained in the Note III of the Section Three

6. Sectoral information on consolidated financial subsidiaries and the related carrying amounts:

Subsidiaries	Current Period 31 March 2022	Prior Period 31 December 2021
Banks	14.700.799	13.215.503
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	1.420.581	1.327.425
Finance Companies	-	-
Other Financial Subsidiaries	1.620.814	1.517.202

7. Subsidiaries quoted to a stock exchange: None (31 December 2021: None).

j. Information on joint ventures: None (31 December 2021: None).

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

k. Information on finance lease receivables (Net):

	Current Period 31 March 2022		Prior Period 31 December 2021	
	Gross	Net	Gross	Net
2022	2.769.158	2.408.827	-	-
2023	2.612.954	2.231.898	3.146.461	2.754.364
2024 and following years	4.174.120	3.794.086	5.393.114	4.824.465
Total	9.556.232	8.434.811	8.539.575	7.578.829

l. Information on the hedging derivative financial assets:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Fair Value Hedge	107.285	1.481.044	2.169.626	587.379
Cash Flow Hedge	15.484.820	835.519	13.243.236	189.325
Net Investment Hedge in a foreign operation	-	-	-	-
Total	15.592.105	2.316.563	15.412.862	776.704

m. Information on the investment properties: None (31 December 2021: None).

n. Information on deferred tax asset:

As of 31 March 2022, the Group has TL 6.399.946 deferred tax asset (31 December 2021: TL 152.170). Temporary differences subject to deferred tax calculation result from mainly the differences between the book values, tax values and debts of fixed assets and financial assets, and provision for employee rights.

Deferred tax assets and liabilities, which are accounted for the temporary differences arising between applicable accounting policies and valuation principles and tax legislation in the Bank and in consolidated subsidiaries, are presented as net on an individual entity level. As noted in Note XVIII of Section Three, for the purposes of consolidated financial statements deferred taxes arising from different consolidated subsidiaries are presented separately in assets and liabilities. There are no carry forward tax losses that can be used as deductions for the tax calculation. An explanation about the net deferred tax liability is given in Note II-i-2 of Section Five.

o. Information on property and equipment held for sale and related to discontinued operations:

	Current Period 31 March 2022	Prior Period 31 December 2021
Cost	210.300	232.296
Accumulated Depreciation (-)	-	-
Net Book Value	210.300	232.296

	Current Period 31 March 2022	Prior Period 31 December 2021
Opening Balance Net Book Value	232.296	250.778
Additions	22.643	200.398
Disposals (-), net	44.459	217.363
Impairment (-)	180	1.517
Depreciation (-)	-	-
Closing Net Book Value	210.300	232.296

p. Information on other assets: Other assets amounting to TL 10.099.507 (31 December 2021: TL 7.424.182) on the balance sheet and do not exceed 10% of the total assets, excluding the off-balance sheet commitments.

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II. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED LIABILITIES

a. Information on deposits:

1. Information on maturity structure of the deposits: There are no seven-day notification deposits.

1 (i). Current Period – 31 March 2022:

	Demand	Up to 1 Month	1 – 3 Months	3 – 6 Months	6 Months – 1 Year	1 Year and Over	Deposits Cumulative	Total
Saving Deposits	17.875.368	11.698.255	60.444.175	14.192.215	1.787.800	1.437.043	6.588	107.441.444
Foreign Currency Deposits	114.341.911	28.003.465	95.176.150	4.253.208	5.443.823	28.939.418	1.491	276.159.466
Residents in Turkey	99.371.182	27.664.618	88.490.273	3.760.396	2.606.509	5.102.790	1.491	226.997.259
Residents Abroad	14.970.729	338.847	6.685.877	492.812	2.837.314	23.836.628	-	49.162.207
Public Sector Deposits	2.209.324	4.666	41.211	1.034	3.222	45	-	2.259.502
Commercial Deposits	19.209.286	29.610.671	10.382.971	217.998	19.347.919	606.963	-	79.375.808
Other Institutions Deposits	460.392	1.190.011	4.169.033	11.960	327.946	156.816	-	6.316.158
Precious metals Deposits	27.070.925	20.343	239.168	-	1.289.594	162.618	-	28.782.648
Interbank Deposits	783.544	1.166.853	6.105.950	4.957.480	1.631.860	-	-	14.645.687
The CBRT	13.215	-	-	-	-	-	-	13.215
Domestic Banks	10.700	384.752	714.705	-	1.631.860	-	-	2.742.017
Foreign Banks	588.459	782.101	5.391.245	4.957.480	-	-	-	11.719.285
Participation Banks	171.170	-	-	-	-	-	-	171.170
Other	-	-	-	-	-	-	-	-
Total	181.950.750	71.694.264	176.558.658	23.633.895	29.832.164	31.302.903	8.079	514.980.713

1 (ii). Prior period - 31 December 2021:

	Demand	Up to 1 Month	1 – 3 Months	3 – 6 Months	6 Months – 1 Year	1 Year and Over	Deposits Cumulative	Total
Saving Deposits	16.220.310	17.312.806	52.488.212	290.188	819.167	1.662.919	6.767	88.800.369
Foreign Currency Deposits	105.075.415	32.031.939	90.898.217	2.873.107	6.479.328	27.459.363	1.310	264.818.679
Residents in Turkey	92.359.711	31.343.567	84.498.360	2.586.257	2.723.389	4.760.770	1.310	218.273.364
Residents Abroad	12.715.704	688.372	6.399.857	286.850	3.755.939	22.698.593	-	46.545.315
Public Sector Deposits	1.428.883	8.524	36.624	322	2.600	96	-	1.477.049
Commercial Deposits	13.742.954	22.459.071	15.814.287	194.541	349.210	204.301	-	52.764.364
Other Institutions Deposits	409.829	528.784	3.029.456	616.258	909.300	490.833	-	5.984.460
Precious metals Deposits	24.196.677	52.845	363.534	-	1.116.370	139.690	-	25.869.116
Interbank Deposits	1.776.500	984.914	7.736.003	1.980.405	1.358.720	-	-	13.836.542
The CBRT	-	-	-	-	-	-	-	-
Domestic Banks	13.266	326.586	628.901	-	1.358.720	-	-	2.327.473
Foreign Banks	373.197	658.328	7.107.102	1.980.405	-	-	-	10.119.032
Participation Banks	1.390.037	-	-	-	-	-	-	1.390.037
Other	-	-	-	-	-	-	-	-
Total	162.850.568	73.378.883	170.366.333	5.954.821	11.034.695	29.957.202	8.077	453.550.579

Foreign exchange-protected deposit instrument, 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 exchange rates, is offered to bank customers. As of 31 March 2022, TL deposit amount includes TL 53.653.488 (31 December 2021: 4.875.953 TL) thousand TL deposits within this scope.

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2. Information on saving deposits insurance:

Information on saving deposits under the guarantee of the saving deposits insurance fund and amounts exceeding the limit of the deposit insurance fund: The deposit amounts of the consolidated subsidiaries located abroad are subject to local insurance regulations and are not included in the table below.

	Under the Guarantee of Deposit Insurance		Exceeding the Limit of Deposit Insurance	
	Current Period 31 March 2022	Prior Period 31 December 2021	Current Period 31 March 2022	Prior Period 31 December 2021
Saving Deposits	49.130.786	36.088.544	58.310.494	52.711.668
Foreign Currency Saving Deposits	30.340.320	26.052.560	120.797.684	121.287.412
Other Deposits in the Form of Saving Deposits	10.917.575	8.767.847	15.221.322	14.796.515
Foreign Branches' Deposits under Foreign Authorities' Insurance	-	-	-	-
Off-shore Banking Regions' Deposits under Foreign Authorities' Insurance	-	-	-	-

3. Saving deposits of real persons which are not under the guarantee of saving deposit insurance fund:

	Current Period 31 March 2022	Prior Period 31 December 2021
Foreign Branches' Deposits and other accounts	43	40
Saving Deposits and Other Accounts of Controlling Shareholders and Deposits of their Mother, Father, Spouse, Children in care	-	-
Saving Deposits and Other Accounts of President and Members of Board of Directors, CEO and Vice Presidents and Deposits of their Mother, Father, Spouse and Children in care	2.554.139	2.457.795
Saving Deposits and Other Accounts in Scope of the Property Holdings Derived from Crime Defined in Article 282 of Turkish Criminal Law no:5237 dated 26.09.2004	-	-
Saving Deposits in Deposit Banks Established in Turkey solely to Engage in Off-shore Banking Activities	-	-

b. Information on trading derivative financial liabilities:

Table of derivative financial liabilities (*):

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Forward Transactions	2.282.941	2.388	3.902.610	-
Swap Transactions	13.524.803	2.258.776	17.767.991	2.418.025
Futures Transactions	-	-	-	-
Options	62	578.506	3.788	564.064
Other	-	-	-	-
Total	15.807.806	2.839.670	21.674.389	2.982.089

(*) Excluding hedge transactions.

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c. Information on borrowings:

1. Information on banks and other financial institutions:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Borrowings from the CBRT	42	-	-	-
From Domestic Banks and Institutions	854.467	4.253.762	676.304	4.015.282
From Foreign Banks, Institutions and Funds	-	60.263.233	-	55.281.454
Total	854.509	64.516.995	676.304	59.296.736

2. Information on maturity structure of borrowings:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Short-term	233.593	2.909.508	188.156	2.094.685
Medium and Long-term	620.916	61.607.487	488.148	57.202.051
Total	854.509	64.516.995	676.304	59.296.736

Securitized borrowings procured via A.R.T.S. Ltd. ("Structured Entity") are included in external funding sources of the Bank. Under the securitization program agreements, the Bank has sold foreign trade and customer receivables to A.R.T.S. Ltd.

3. The liabilities providing the funding sources of the Group are deposits, borrowings, marketable securities issued and money market borrowings. Deposits are the most important funding source of the Group and the diversification of these deposits by number and type of depositors with a stable structure does not create any risk concentration. The borrowings are composed of funds such as syndicated and securitized borrowings and post-financing obtained from different financial institutions with different maturity-interest structures and characteristics. There is no risk concentration in any of the funding sources of the Group.

d. Information on securities issued (Net):

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Bank bills	3.108.251	-	7.058.313	-
Bonds	2.637.765	22.673.869	2.394.145	20.830.603
Total	5.746.016	22.673.869	9.452.458	20.830.603

e. Information on other foreign liabilities:

Other foreign liabilities amounting to TL 5.043.905 under "Other Liabilities" (31 December 2021: TL 4.126.582) and do not exceed 10% of the total balance sheet.

f. Information on financial leasing agreements:

With the "IFRS 16 Leases" standard valid from 1 January 2019, the difference between operating leases and finance leases has been eliminated and the lease transactions have been expressed under the "Lease Payables" as liability by lessees.

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Liabilities incurred due to financial leasing agreements:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	Gross	Net	Gross	Net
Less Than 1 Year	156.489	71.039	149.709	67.943
Between 1-4 Years	402.508	220.130	384.315	208.890
More Than 4 Years	454.736	330.618	435.079	313.527
Total	1.013.733	621.787	969.103	590.360

g. Information on the hedging derivative financial liabilities:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Fair Value Hedge	24.475	151.214	55.317	481.616
Cash Flow Hedge	193.392	1	276.256	213.015
Net Investment Hedge in a foreign operation	-	-	-	-
Total	217.867	151.215	331.573	694.631

h. Information on provisions:

1. Information on reserves for employee rights:

According to Turkish Labor Law, the Bank is required to pay termination benefits to each employee who has completed at least one year of service and whose employment is terminated without due cause, is called up for military service, dies or who retires.

The compensation amount equals to one month's salary of an employee for each year of service, but this amount is limited up to severance limit decided by law. This liability is not subject to any funding legally and there is no funding requirement.

The reserve has been calculated by estimating the present value of the future probable obligation of the Group arising from the retirement of its employees. TAS 19 requires actuarial valuation methods to be developed to estimate the enterprise's obligation for such benefits. Accordingly, the following actuarial assumptions were used in the calculation of the total liability:

	Current Period 31 March 2022	Prior Period 31 December 2021
Discount Rate (%)	3,54	3,54
Rate for the Probability of Retirement (%)	95,35	95,35

The principal actuarial assumption is that the current maximum liability will increase in line with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the effects of future inflation.

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Movements in the reserve for employment termination benefits during the period are as follows:

	Current Period	Prior Period
	31 March 2022	31 December 2021
Prior Period Closing Balance	620.807	428.234
Recognized as an Expense During the Period	44.547	97.827
Actuarial Loss / (Gain)	(488)	158.728
Paid During the Period	(16.583)	(63.982)
Balance at the End of the Period	648.283	620.807

As of 31 March 2022, the Group has allocated vacation liability amounting to TL 229.633 (31 December 2021: TL 155.942).

2. Information on provisions related with foreign currency difference of foreign indexed loans:

As of 31 March 2022, the Bank has no provision related to foreign currency differences of foreign indexed loans (31 December 2021: None) and the related prior period amount is offset with the balance of foreign currency indexed loans.

3. Information on provisions for non-cash loans that are non-funded and non-transformed into cash: Expected loss provisions for non-cash loans that are non-funded and non-transformed into cash amounting to TL 594.838 as of 31 March 2022 (31 December 2021: TL 641.035).

4. Information on other provisions:

(i).Information on free provision for possible risks: TL 1.400.000 (31 December 2021: TL 1.400.000).

(ii). Information on provisions for banking services promotion:The Group has provision for credit cards and banking services promotion activities amounting to TL 98.821(31 December 2021: TL 85.010).

i. Explanations on tax liability:

1. Explanations on tax liability:

Tax calculations of the Group are explained in Note XVIII of Section Three. As of 31 March 2022, the remaining tax liability after the deduction of taxes paid is TL 10.826.836 (31 December 2021: TL 1.486.717).

1 (i). Information on taxes payable:

	Current Period	Prior Period
	31 March 2022	31 December 2021
Corporate Taxes Payable	10.826.836	1.486.717
Taxation on Marketable Securities	200.395	206.958
Property Tax	3.437	2.502
Banking Insurance Transaction Tax (BITT)	289.923	301.097
Foreign Exchange Transaction Tax	19.570	69.469
Value Added Tax Payable	21.192	61.155
Other	63.605	267.362
Total	11.424.958	2.395.260

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1 (iii). Information on premium payables:

	Current Period 31 March 2022	Prior Period 31 December 2021
Social Security Premiums – Employee	2.863	1.908
Social Security Premiums – Employer	462	357
Bank Social Aid Pension Fund Premium- Employee	3	3
Bank Social Aid Pension Fund Premium – Employer	3	3
Pension Fund Membership Fees and Provisions - Employee	-	-
Pension Fund Membership Fees and Provisions - Employer	-	-
Unemployment Insurance – Employee	2.482	2.389
Unemployment Insurance – Employer	4.415	4.448
Other	178	123
Total	10.406	9.231

2. Information on deferred tax liability:

As of 31 March 2022, Turkish Lira deferred tax liability of the Group amounts to TL 380.460 (31 December 2021: TL 454.305). An explanation about the net deferred tax asset is given in Note I-n of Section Five.

j. Information on subordinated loan (*):

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
Debt Instruments subject to common equity	-	-	-	-
Subordinated Loans	-	-	-	-
Subordinated Debt Instruments	-	-	-	-
Debt Instruments subject to tier 2 equity	-	13.380.820	-	18.725.534
Subordinated Loans	-	-	-	-
Subordinated Debt Instruments	-	13.380.820	-	18.725.534
Total	-	13.380.820	-	18.725.534

(*). Explanation about the subordinated loans is given in Note I-b of Section Four.

k. Information on shareholders' equity:

1. Presentation of paid-in capital:

	Current Period 31 March 2022	Prior Period 31 December 2021
Common Stock	5.200.000	5.200.000
Preferred Stock	-	-

2. Amount of paid-in-capital, explanations as to whether the registered share capital system is applied, if so the amount of registered share capital ceiling:

Capital System	Paid-in capital	Ceiling
Registered Share Capital	5.200.000	10.000.000

3. Capital increases and sources in the current period and other information based on increased capital shares: None.

4. Information on share capital increases from capital reserves during the current period: None.

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5. Information on capital commitments, the purpose and the sources until the end of the fiscal year and the "subsequent interim period: None.
6. The effects of anticipations based on the financial figures for prior periods regarding the Group's income, profitability and liquidity, and possible effects of these future assumptions on the Group's equity due to uncertainties at these indicators:

The Group has been continuing its operations with high profitability and has been retaining most of its net profit in the equity, either by increasing its capital or transferring it into reserves. On the other hand, only a small part of the equity is allocated to investment such as associates and fixed assets, thus giving a chance for considerably high free capital which provides funds for liquid and interest bearing assets. Considering all these factors, the Group continues to its operations with strong shareholders' equity.

7. Information on privileges given to shares representing the capital: None.
8. Information on marketable securities value increase fund:

	Current Period 31 March 2022		Prior Period 31 December 2021	
	TL	FC	TL	FC
From Investments in Associates, Subsidiaries, and Joint Ventures	-	-	-	-
Valuation Difference	7.173.834	(3.087.725)	1.021.928	(2.968.937)
Foreign Currency Differences	-	-	-	-
Total	7.173.834	(3.087.725)	1.021.928	(2.968.937)

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III. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED OFF-BALANCE SHEET ACCOUNTS

Explanations on off-balance sheet commitments:

1. Type and amount of irrevocable commitments: 21.071.921 asset purchase commitments (31 December 2021: TL 21.552.473), TL 39.271.478 commitments for credit card limits (31 December 2021: TL 34.314.098) and TL 4.415.370 commitments for cheque books (31 December 2021: TL 3.394.242).

2. Type and amount of probable losses and obligations arising from off-balance sheet items:

The Group has no probable losses arising from off-balance sheet items. Obligations arising from the off-balance sheet are disclosed in "Off-balance sheet commitments".

2 (i). Non-cash loans including guarantees, bank acceptances, collaterals and others that are accepted as financial commitments and other letter of credits:

	Current Period	Prior Period
	31 March 2022	31 December 2021
Bank Acceptance Loans	265.566	159.525
Letters of Credit	17.464.379	15.170.426
Other Guarantees and Warranties	18.122.632	14.457.525
Total	35.852.577	29.787.476

2 (ii). Revocable, irrevocable guarantees and other similar commitments and contingencies:

	Current Period	Prior Period
	31 March 2022	31 December 2021
Revocable Letters of Guarantee	2.670.417	3.007.119
Irrevocable Letters of Guarantee	32.550.607	28.770.082
Letters of Guarantee Given in Advance	9.376.934	5.813.769
Guarantees Given to Customs	3.145.730	3.047.435
Other Letters of Guarantee	22.206.754	17.910.235
Total	69.950.442	58.548.640

3. Information on non-cash loans:

Total amount of non-cash loans:

	Current Period	Prior Period
	31 March 2022	31 December 2021
Non-cash Loans Given against Cash Loans	32.874.274	26.184.515
With Original Maturity of 1 Year or Less Than 1 Year	13.407.482	9.852.927
With Original Maturity of More Than 1 Year	19.466.792	16.331.588
Other Non-cash Loans	72.928.745	62.151.601
Total	105.803.019	88.336.116

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IV. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED INCOME STATEMENT

a. Information on interest income:

1. Information on interest income on loans (*):

	Current Period 31 March 2022		Prior Period 31 March 2021	
	TL	FC	TL	FC
Short-term Loans	5.569.923	441.943	2.689.561	217.122
Medium and Long-term Loans	4.746.132	1.582.651	3.090.128	959.330
Interest on Loans Under Follow-Up	288.363	-	119.179	-
Premiums Received from the Resource Utilization Support Fund	-	-	-	-
Total	10.604.418	2.024.594	5.898.868	1.176.452

(*) Fee and commission income from cash loans are included.

2. Information on interest income on banks:

	Current Period 31 March 2022		Prior Period 31 March 2021	
	TL	FC	TL	FC
From the CBRT	-	-	-	-
From Domestic Banks	7.413	2.937	26.025	13.230
From Foreign Banks	-	9.665	-	8.936
From Headquarters and Branches Abroad	-	-	-	-
Total	7.413	12.602	26.025	22.166

3. Information on interest income on marketable securities:

	Current Period 31 March 2022		Prior Period 31 March 2021	
	TL	FC	TL	FC
From Financial Assets at Fair Value through Profit or Loss	20.027	4.249	1.852	3.110
Financial Assets at Fair Value through Other Comprehensive Income	2.400.030	863.237	804.052	399.573
Financial Assets Measured at Amortised Cost	3.931.279	153.565	986.191	88.999
Total	6.351.336	1.021.051	1.792.095	491.682

As stated in the Note VII of Section Three, there are bonds indexed to consumer prices ("CPI") in the securities portfolios of the Bank whose fair value difference is reflected to other comprehensive income and measured with their amortized cost. The mentioned securities are valued and accounted for according to the effective interest method based on the index calculated based on the real coupon rates and the reference inflation index on the issue date and the estimated inflation rate. The reference indices used in the calculation of the actual coupon payment amounts of these securities are created according to the CPI of two months ago. The Bank determines the estimated inflation rate accordingly. The estimated inflation rate used is updated during the year when deemed necessary. In this context, as of 31 March 2022, the valuation of these securities was made according to an annual inflation forecast of 35%. As of 31 March 2022, in case of the CPI estimate increases or decreases by 1%, the profit before tax will increase by approximately TL 135 million (full amount) or decrease by the same amount.

4. Information on interest income received from associates and subsidiaries: None.

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b. Information on interest expense:

1. Information of interest expense on borrowings (*):

	Current Period 31 March 2022		Prior Period 31 March 2021	
	TL	FC	TL	FC
Banks	33.580	343.668	12.526	209.002
The CBRT	-	-	-	-
Domestic Banks	33.580	16.589	12.408	11.750
Foreign Banks	-	327.079	118	197.252
Headquarters and Branches Abroad	-	-	-	-
Other Institutions	-	60.053	-	38.841
Total	33.580	403.721	12.526	247.843

(*) Fee and commission expense from cash loans are included.

2. Information on interest expense given to associates and subsidiaries: None.

3. Information on interest expense given to securities issued:

	Current Period 31 March 2022		Prior Period 31 March 2021	
	TL	FC	TL	FC
Interest expense on securities issued	269.008	690.987	250.347	283.607

4. Maturity structure of the interest expense on deposits :

There are no seven-day notification deposits.

Current Period - 31.03.2022	Demand Deposits	Time Deposits					Total
		Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	1 Year and Over	
TL							
Bank Deposits	-	30.617	97.974	-	-	-	128.591
Saving Deposits	-	702.642	2.591.245	95.503	53.246	67.521	3.510.157
Public Sector Deposits	-	299	1.352	18	120	2	1.791
Commercial Deposits	-	938.558	585.891	13.297	419.749	13.344	1.970.839
Other Deposits	-	36.970	142.713	14.251	33.909	20.849	248.692
Total	-	1.709.086	3.419.175	123.069	507.024	101.716	5.860.070
FC							
Foreign Currency Deposits	1.188	46.368	123.482	5.796	11.684	81.254	269.772
Bank Deposits	9	1.952	13.121	19.009	4.839	-	38.930
Precious Metals Deposits	-	24	357	-	705	244	1.330
Total	1.197	48.344	136.960	24.805	17.228	81.498	310.032
Grand Total	1.197	1.757.430	3.556.135	147.874	524.252	183.214	6.170.102

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Prior Period - 31.03.2021	Demand Deposits	Time Deposits					Total
		Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	1 Year and Over	
TL							
Bank Deposits	-	52.598	57.357	-	-	-	109.955
Saving Deposits	-	454.327	1.773.033	28.979	14.970	18.967	2.290.276
Public Sector Deposits	-	377	1.139	17	12	10	1.555
Commercial Deposits	-	474.098	374.111	10.224	7.122	10.418	875.973
Other Deposits	-	12.618	87.600	1.821	3.588	1.353	106.980
Total	-	994.018	2.293.240	41.041	25.692	30.748	3.384.739
FC							
Foreign Currency Deposits	1.342	50.200	184.993	11.996	13.003	46.225	307.759
Bank Deposits	46	1.696	31.331	2.315	3.242	-	38.630
Precious Metals Deposits	-	14	220	8	579	148	969
Total	1.388	51.910	216.544	14.319	16.824	46.373	347.358
Grand Total	1.388	1.045.928	2.509.784	55.360	42.516	77.121	3.732.097

c. Information on trading profit/loss (Net):

	Current Period 31 March 2022	Prior Period 31 March 2021
Profit	775.529.363	557.469.098
Income From Capital Market Transactions	640.011	312.169
Income From Derivative Financial Transactions (*)	30.489.320	23.334.086
Foreign Exchange Gains	744.400.032	533.822.843
Loss (-)	771.965.285	556.848.745
Loss from Capital Market Transactions	284.918	144.827
Loss from Derivative Financial Transactions (*)	35.069.313	17.522.594
Foreign Exchange Loss	736.611.054	539.181.324
Total (Net)	3.564.078	620.353

(*) The net profit resulting from the foreign exchange differences related to derivative financial transactions is TL (2.266.583) [31 March 2021: TL 6.521.394].

d. Explanations on other operating income:

Other Operating Income" in the Income Statement mainly includes collections from receivables for which provision has been allocated in prior periods and provisions that have been set aside in prior periods and reversed in the current year with the sale from non-performing loans portfolio.

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e. Provision expenses related to loans and other receivables of the Group:

Expected provision expense:

	Current Period 31 March 2022	Prior Period 31 March 2021
Expected Credit Loss	1.910.915	1.195.058
12 month expected credit loss (Stage 1)	409.127	329.055
Significant increase in credit risk (Stage 2)	205.155	95.228
Non-performing loans (Stage 3)	1.296.633	770.775
Marketable Securities Impairment Expense	3.801	-
Financial Assets at Fair Value through Profit or Loss	3.801	-
Financial Assets at Fair Value through Other Comprehensive Income	-	-
Investments in Associates and Subsidiaries Securities		
Value Decrease	-	-
Investments in Associates	-	-
Subsidiaries	-	-
Joint Ventures	-	-
Other (*)	1.928.526	1.203.665
Total	3.843.242	2.398.723

(*) Includes provisions for impairment losses on assets held for sale and related to discontinued operations, impairment losses on financial assets at fair value difference through profit or loss, lawsuit provision expenses and free provision expense.

f. Information related to other operating expenses:

	Current Period 31 March 2022	Prior Period 31 March 2021
Reserve for Employee Termination Benefits	27.961	5.938
Bank Social Aid Fund Deficit Provision	-	-
Impairment Expenses of Fixed Assets	-	-
Depreciation Expenses of Fixed Assets	151.961	127.191
Impairment Expenses of Intangible Assets	-	-
Goodwill Impairment Expenses	-	-
Amortization Expenses of Intangible Assets	94.216	65.144
Impairment Expenses of Equity Participations for which Equity Method is Applied	-	-
Impairment Expenses of Assets Held for Resale	180	381
Depreciation Expenses of Assets Held for Resale	-	-
Impairment Expenses of Fixed Assets Held for Sale	-	-
Other Operating Expenses	1.434.810	769.367
Leasing Expenses on TFRS 16 Exceptions	36.665	31.675
Maintenance Expenses	19.838	10.212
Advertisement Expenses	46.315	20.541
Other Expenses	1.331.992	706.939
Loss on Sales of Assets	157	1.367
Other	519.001	307.807
Total	2.228.286	1.277.195

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

g. Information on income/loss from minority interest:

	Current Period	Prior Period
	31 March 2022	31 March 2021
Income/(loss) from minority interest	-	7

h. Information on tax provision of continued and discontinued operations:

As of 31 March 2022, the Group has a current tax expense of TL 10.656.105 (31 March 2021: TL 99.093), deferred tax expense of TL 506.995 (31 March 2021: TL 851.533) and deferred tax income of TL 8.548.063 (31 March 2021: TL 421.912). The Group's current tax expense of TL 74.344 (31 March 2021: TL 51.948) and deferred tax income of TL 56.840 (31 December 2021: TL 4.278 income) belong to Akbank AG, its subsidiary operating in Germany.

The Group has no discontinued operations.

i. Other figures on profit and loss statement:

"Other Fee and Commission Income" in the Income Statement mainly consists of commissions received from credit card, money transfer and insurance transactions.

V. EXPLANATIONS AND NOTES RELATED TO CONSOLIDATED STATEMENT OF CASH FLOWS

Disclosures are not prepared in accordance with the Article 25 of the "Communiqué on the Financial Statements and the Related Policies and Disclosures to be Publicly Announced".

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

VI. EXPLANATIONS AND NOTES RELATED TO RISK GROUP THAT THE GROUP BELONGS TO:

Information on the volume of transactions relating to the Group's risk group, outstanding loan and deposit transactions and profit and loss of the period:

1. Current Period – 31 March 2022:

Group's Risk Group	Investments in Associates, Subsidiaries and Joint Ventures (Business Partnerships)		Direct and Indirect Shareholders of the Group		Other Real and Legal Persons that have been included in the Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
	Loans					
Balance at the Beginning of the Period	-	-	9.574.170	2.830.028	77.741	94.948
Balance at the End of the Period	-	-	10.402.125	5.021.885	74.442	102.006
Interest and Commission Income Received	-	-	3.328	3.860	958	641

2. Prior Period – 31 December 2021:

Group's Risk Group	Investments in Associates, Subsidiaries and Joint Ventures (Business Partnerships)		Direct and Indirect Shareholders of the Group		Other Real and Legal Persons that have been included in the Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
	Loans and Other Receivables					
Balance at the Beginning of the Period	-	-	7.661.495	2.175.351	2.134	1.576
Balance at the End of the Period	-	-	9.574.170	2.830.028	77.741	94.948
Interest and Commission Income Received (*)	-	-	127.877	2.556	260	5

(*) 31 March 2021 balances used for income/expense accounts.

3. Information on deposits of the Group's risk group:

Bank's Risk Group	Investments in Associates, Subsidiaries and Joint Ventures (Business Partnerships)		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons that have been included in the Risk Group	
	Current		Current Period		Current Period	
	Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
	31.03.2022	31.12.2021	31.03.2022	31.12.2021	31.03.2022	31.12.2021
Balance at the Beginning of the Period	-	-	9.970.604	5.935.731	960.273	633.839
Balance at the End of the Period	-	-	18.248.412	9.970.604	979.704	960.273
Interest expense on Deposits (*)	-	-	160.333	115.382	13.866	10.344

(*) 31 March 2021 balances used for income/expense accounts.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

4. Information on forward and option agreements and other similar agreements made with the Group's risk group:

Bank's Risk Group	Investments in Associates, Subsidiaries and Joint Ventures (Business Partnerships)		Direct and Indirect Shareholders of the Bank		Other Real and Legal Persons that have been included in the Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
	31.03.2022	31.12.2021	31.03.2022	31.12.2021	31.03.2022	31.12.2021
Transactions at Fair Value Through Profit or Loss						
Beginning of the Period	-	-	23.469.742	10.166.262	-	-
Balance at the End of the Period	-	-	19.212.422	23.469.742	-	-
Total Income/Loss (*)	-	-	(91.037)	80.965	-	-
Transactions for Hedging Purposes						
Beginning of the Period	-	-	-	-	-	-
Balance at the End of the Period	-	-	-	-	-	-
Total Income/Loss (*)	-	-	-	-	-	-

(*) 31 March 2021 balances used for income/expense accounts.

Figures presented in the table above show the total of "sale" and "purchase" amounts of the related transactions. Accordingly, as a result of the nature of these transactions, the difference between the "sale" and "purchase" transactions affects the net exposure of the Group. As of 31 March 2022, the net exposure for direct and indirect shareholders of the Group is TL (734.159) [31 December 2021: TL (2.354.032)].

5. Information regarding benefits provided to the Group's key management:

In the first three months of 2022, benefits provided to the Bank's key management amounting to TL 65.123 [31 March 2021: TL 37.498].

VII. EXPLANATIONS AND NOTES RELATED TO SUBSEQUENT EVENTS

The Bank obtained a syndication loan with a maturity of 367 days, consisting of two tranches of US\$ 342.5 million (Full amount) and Euro 329.3 million (Full amount) from international markets. The total cost of the loan is Sofr+2.75% and Euribor+2.10% for USD and Euro parts, respectively.

The principal amounting TL 1.531 Million (Full amount) of the non-performing loan portfolio that the Bank had previously deducted, is sold in return for a total amount of TL 180.7 Million (Full amount) from Birikim Varlık Yönetimi A.Ş., Ortak Varlık Yönetim A.Ş., Met-Ay Varlık Yönetimi A.Ş. and Denge Varlık Yönetimi A.Ş.

According to the law numbered 7394 published in the Official Gazette on 15 April 2022, the corporate tax rate has been permanently increased to 25% for banks, consumer finance companies, factoring and financial leasing companies, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies. It is envisaged that this amendment will enter into force for the companies in question, starting with the declarations that must be submitted as of 1 July 2022 and being valid for the corporate earnings for the taxation period starting from 1 January 2022.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED CONSOLIDATED FINANCIAL STATEMENTS
ORIGINALLY ISSUED IN TURKISH, SEE NOTE I.b OF SECTION THREE

AKBANK T.A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

**SECTION SIX
EXPLANATIONS ON AUDITOR'S REVIEW REPORT**

I. EXPLANATIONS ON AUDITOR'S REVIEW REPORT

The consolidated financial statements for the interim period ended 31 March 2022 have been reviewed by PwC Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. The audit report dated 27 April 2022 is presented preceding the consolidated financial statements.

II. EXPLANATIONS AND NOTES PREPARED BY INDEPENDENT AUDITORS

None.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

**SECTION SEVEN (*)
EXPLANATIONS ON INTERIM ACTIVITY REPORT**

Message from the Chairman of the Board:

While the new variants of Covid-19 produced uncertainty on the global economic outlook in 2021, it is seen that the effects of the epidemic decreased with the vaccination developments. In the first quarter of 2022; the destruction we witnessed with the developments in Russia-Ukraine continues. The western world is implementing extensive sanctions against Russia. While geopolitical developments and the associated rising energy and commodity prices increase global inflationary pressures, they also pose downside risks on growth. As a matter of fact, the Fed and ECB revised their growth expectations downwards and their inflation forecasts upwards. It is expected that the highly volatile course of energy prices will continue in the coming months. This situation causes the central banks of developed countries to take tightening steps in their monetary policies.

To respond to these developments, the Fed increased interest rates for the first time since 2018, increasing the policy rate by 25 basis points at its March meeting. Fed members' concerns about the inflation outlook have increased. Fed members also consider that the approval of the balance sheet reduction at the meeting in May and the faster rate of balance sheet reduction compared to the one experienced in the 2017-2019 period is appropriate. Due to the high course of inflation, a faster pace of interest rate hikes seem to be possible too. With this possibility, bond yields also increase while the dollar index strengthens.

While the European Central Bank (ECB) continues to keep short-term interest rates constant, it states that net asset purchases should end in the third quarter of the year, and that interest rate hikes will only begin shortly after net asset purchases are completed. The ECB states that upside risks to inflation increased, especially in the short term. The Bank of England, on the other hand, started to increase interest rates for the first time in December, and since then, it has increased the policy rate by a total of 65 basis points to 0.75%.

Domestically, in the last quarter of 2021, the economy grew by 9.1% annually and by 11% for the whole year, with the contribution of private consumption expenditures and net exports. Leading data for the first quarter of 2022 indicate that the increase in economic activity continues with some loss of momentum. On the foreign demand side; exports continue to increase with the recovery in global demand. However, there is a considerable increase in imports due to high energy costs with the effect of geopolitical developments. As a result, an increase is observed in the foreign trade deficit. While the positive course of services revenues continues, an increase is observed in the current account deficit due to the increase in the foreign trade deficit. The high course of oil prices may put upward pressure on imports in the coming months.

Inflation and inflation expectations continue to be high due to the increase in energy prices and food prices in the domestic market as well as globally. The CBRT attributes the recent increases in inflation to increases in energy costs, temporary effects of pricing behaviors far from economic fundamentals, and strong negative supply shocks. While the CBRT keeps the policy rate constant at 14%, it continues to emphasize the liralization strategy.

In the first quarter of the year, the central government budget balance posted a surplus of TRY30.8 billion, while the primary balance gave a surplus of TRY115.6 billion. There was an annual 75% increase in budget revenues and 78% increase in budget expenditures. The increase in commercial loans in the banking sector continues. The amount included in the currency protected deposit system, which started towards the end of December, reached TRY729 billion, according to the latest data. As of February, the NPL ratio in the banking sector was 3.0% and the capital adequacy ratio was 19%.

In the rest of the year, geopolitical developments, the course of commodity prices and trends in global economic policies will continue to be followed.

(*) Amounts in section seven expressed in full Turkish Lira ("TL") amount unless otherwise stated.

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

Message from the CEO:

For the global economy, the start of 2022 has been slightly more fragile than expected. While global geopolitical risks overtook the pandemic at the top of the agenda, inflation and commodity prices have continued to be significant challenges for the world economy. The effects of raw material and supply chain problems inherited from the pandemic period were also influential during the first quarter of the year. In this period of high uncertainty, the Turkish banking sector continued to support the sustainable growth of Turkey as it always has. Believing in Turkey's future, Akbank continued to provide resources to the economy and real sector.

In the first quarter of 2022, the loan support we provided to the economy increased to a total of TL 568 billion with TL 462 billion in cash loans. Our deposits reached TL 515 billion, while our assets reached TL 850 billion. With our strong capital adequacy ratio of 22%, we continued to support the growth and development of the real sector. Akbank reported a consolidated net profit of TL 8 billion 49 million, after TL 2 billion 615 million tax provisions. I would like to extend my deep gratitude to our stakeholders, especially our employees, who contributed to our high performance in the first quarter of the year.

AKBANK T.A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

A. INTRODUCTION

1. Changes in the Articles of Association during the period:

There have been no changes in the Articles of Association during the period.

2. Important Issues and Transactions during the period

As of date 4 January 2022 Consumer Banking and Digital Solutions' and 'SME Banking' business units have been established at our Bank.

In this new organisation structure;

- Strategy, Digital Banking and Payment Systems Executive Vice President Burcu Civelek Yüce will assume the responsibility of Consumer Banking and Digital Solutions Executive Vice President position,
- Retail Banking Executive Vice President Bülent Oğuz will assume the responsibility of SME Banking Executive Vice President position.

Fitch Ratings has downgraded Turkey's Long Term Foreign and Local Currency Issuer Default Ratings (IDR) to "B+" from "BB-", and the country ceiling to "B+" from "BB-" on February 11, 2022. Following this revision, Fitch Ratings has revised Long Term Foreign Currency IDR and Long Term Senior Unsecured Notes of Akbank T.A.Ş from "B+" to "B" on February 25, 2022.

The agency also placed Bank's Viability Rating, Long Term Local Currency IDR and Subordinated Notes on "Rating Watch Negative"

As of date 28 March 2022, the dividend to be distributed from 2021 net profit of TL 12.125.907.749,04 will be as follows;

Notification Regarding Dividend Payment

- Gross TL 260.000.000 equal to 5% of Bank's paid-in capital of TL 5.200.000.000 as of December 31, 2021 will be allocated as primary cash gross dividend; and gross TL 951.600.000 will be allocated as secondary cash gross dividend. Total gross dividend of TL 1.211.600.000 equal to 23,30%of the paid in capital, will be distributed to shareholders,

- Cash dividend payment to start from 30th of March, 2022,

- In accordance with the first paragraph clause (e) of article 5 of the Corporate Tax Law, TL 653.818,83 which is exempt from corporate tax to be allocated to a "Special Fund Account" and after allocating TL 95.160.000 to Legal Reserves, the remaining profit will be retained under Extraordinary Reserves.

In reference to our public disclosure dated 10.03.2022, it was announced that LYY Telekomünikasyon A.Ş. ("LYY") and Türkiye Wealth Fund ("TVF") had signed the share transfer agreement ("Agreement") on March 10, 2022 regarding the sale of 192,500,000,000 Group A registered shares of Türk Telekomünikasyon A.Ş. ("TTKOM") which represent 55% of paid-in capital for USD 1.650.000.000.

In this context, the sale and transfer of 192,500,000,000 Group A TTKOM registered shares which represent 55% of paid-in capital for USD 1.650.000.000 to TVF was completed on March 31, 2022.

In addition, as per the Agreement, TTKOM's dividend amount corresponding to the shares which represent 55% of paid-in capital based on audited consolidated financial statements for the year end 2021, determined today at TTKOM's 2021 Shareholders' General Assembly, will be paid to LYY.

B. BANKING SECTOR FIRST QUARTER OVERVIEW

In the the first three months of 2022, loan growth in the sector was 10,8% and deposit growth on the funding side was 13,7%.

AKBANK T.A.Ş.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS AT 31 MARCH 2022

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

C. CONSOLIDATED FINANCIAL RESULTS AND FIRST QUARTER OVERVIEW

1. Main Balance Sheet Items (TL Million):

	31.03.2022	31.12.2021
	Consolidated	Consolidated
	Financial Results	Financial Results
Total Assets	850.483	762.798
Loans	462.366	396.750
Deposits	514.981	453.551
Equity	90.671	75.959
Net Income (31.03.2021)	8.049	2.028

2. Main Financial Ratios (%):

	31.03.2022	31.12.2021
	Consolidated	Consolidated
	Financial Results	Financial Results
Loan / Total Assets	54,4	52,0
Deposit / Total Assets	60,6	59,5
Return on Equity (31.03.2021)	38,6	12,9
Return on Assets(31.03.2021)	4,0	1,6
NPL Ratio (*)	4,0	4,5
Capital Adequacy Ratio	22,0	21,1
Earnings Per Share (TL) (31.03.2021)	0,01548	0,00390

(*) Excluded leasing receivables.

3. Akbank 1Q22 Results Overview:

Akbank reported a gross profit of TL 10.664 million, setting aside TL 2.615 million of tax provisions, reporting a net unconsolidated profit of TL 8.049 million in the first three months of the year.

Capital adequacy ratio of the bank has realized at 22,04% in this period.

As of 31 March 2022, Akbank's consolidated total asset realized at TL 850 billion, loans are TL 462 billion and total deposits are TL 515 billion.

Akbank's NPL ratio realized at 4,0% as of 31 March 2022.

4. Bank's Expectations for 2022:

Banks' forward-looking consolidated expectations which was announced publicly on 1 February 2022 are stated below:

2022 Guidance Outlook (%)

TL Loan Growth	~30%
FX Loan Growth (in USD)	Flattish
ROE	~ 30%
NIM (Swap ad.)	~150 bps improvement
Net fees&comm. growth	> 35%
Opex growth	Avg. CPI
Cost/income (*)	< 33%
NPL (**)	~ 4%
Net total CoC (excl. ccy impact)	~ 100 bps

(*) CIR calculation excludes FX gain from hedge position related with stage 1&2 provisions and LYY exposure.

(**) Including potential write-off & NPL sales.