

*(Convenience Translation of Unconsolidated Financial Statements and Related Disclosures and Footnotes Originally Issued in Turkish, See Note I in Section Three)*

## **Odea Bank Anonim Şirketi**

**Unconsolidated Interim Financial Statements  
As at and For the Nine-Month Period Ended  
30 September 2021**

With Independent Auditors' Review Report Thereon

*(Convenience Translation of Unconsolidated Interim Financial Statements  
and Related Disclosures and Footnotes Originally Issued in Turkish)*

5 November 2021

*This report includes "Auditors' Review Report" comprising 2 pages and; "Unconsolidated Financial Statements and Related Disclosures and Footnotes" comprising 81 pages.*

**Convenience Translation of the Auditors' Review Report Originally Prepared and Issued in Turkish to English (See Note I in Section Three)**

**REVIEW REPORT ON INTERIM UNCONSOLIDATED FINANCIAL INFORMATION**

To the Board of Directors of Odea Bank Anonim Şirketi;

*Introduction*

We have reviewed the accompanying unconsolidated statement of financial position of Odea Bank A.Ş. (the "Bank") as at 30 September 2021 and the related unconsolidated statements of profit or loss, profit or loss and other comprehensive income, changes in shareholders' equity, cash flows for the nine month period then ended and notes, comprising a summary of significant accounting policies and other explanatory information. The Bank Management is responsible for the preparation and fair presentation of these unconsolidated interim financial information in accordance with the "Banking Regulation and Supervision Agency ("BRSA") Accounting and Reporting Legislation" which includes the "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 Board and circulars and interpretations published by BRSA and the requirements of Turkish Accounting Standard 34 "Interim Financial Reporting" principles for those matters not regulated by the aforementioned legislations. Our responsibility is to express a conclusion on these unconsolidated 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 audit opinion.

*Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated financial information does not present fairly the financial position of Odea Bank A.Ş. as at 30 September 2021 and its financial performance and its cash flows for the nine-month period then ended in all aspects in accordance with the BRSA Accounting and Reporting Legislation.

**Report on Other Legal and Regulatory Requirements**

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 VII, is not consistent with the unconsolidated financial statements and disclosures in all material respects.

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

Erdal Tıkmak, SMMM

Partner

5 November 2021

Istanbul, Turkey

**Translated into English from the original Turkish report and financial statements**

**ODEA BANK A.Ş.  
UNCONSOLIDATED FINANCIAL REPORT  
AS OF SEPTEMBER 30, 2021**

Address : Esentepe Mahallesi Büyükdere Cad. Levent 199 Apt. No: 199/119  
ŞİŞLİ/İSTANBUL

Telephone : +90 (212) 304 84 44, +90 (212) 304 84 45

Web Site : <http://www.odeabank.com.tr>

Contact E-mail Address : <https://www.odeabank.com.tr/en-us/contact-us/sayfalar/contact-form.aspx>

The unconsolidated financial report as at and for the nine-month prepared in accordance with the communiqué of “Financial Statements and Related Disclosures and Footnotes to be announced to Public by Banks” as regulated by Banking Regulation and Supervision Agency, is comprised of the following sections:

- GENERAL INFORMATION ABOUT THE BANK
- UNCONSOLIDATED FINANCIAL STATEMENTS OF THE BANK
- ACCOUNTING POLICIES
- INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE BANK
- DISCLOSURES AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
- LIMITED REVIEW REPORT
- INTERIM ACTIVITY REPORT

The accompanying unconsolidated financial statements for the nine-month period and notes to these financial statements are prepared based on the financial records of the Bank and in accordance with the Regulation on the Principles and Procedures Regarding Banks’ Accounting Applications and Safeguarding of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards and related appendices and interpretations of these, have been subject to limited review and presented in **thousands of Turkish Lira** unless otherwise stated.

Imad ITANI	Mert ÖNCÜ	Mehmet Gökmen UÇAR	Öcal PERÇİN
Chair of the Board of Directors	Member of the Board of Directors and General Manager	Assistant General Manager in charge of Finance, Financial Control and Strategy	Financial Reporting Director
Oya AYDINLIK	Mouayed MAKHLOUF	Farid LAHOUD	
Member of Board of Directors and Chair of the Audit Committee	Member of Board of Directors and Audit Committee Member	Member of Board of Directors and Audit Committee Member	

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

Name-Surname / Title : Senem Sarohan / Financial Reporting Manager  
Telephone Number : +90 (212) 304 86 50  
Fax Number : +90 (212) 304 84 45

**Convenience translation of unconsolidated financial statements and independent auditor’s review report originally issued in  
Turkish,  
See Note I of Section Three**

**INDEX**

**SECTION ONE**  
General Information About the Bank

		<b><u>Page</u></b>
I.	Bank’s Incorporation Date, Beginning Statute, Changes in the Existing Statute .....	1
II.	Explanations Regarding Bank’s Shareholding Structure, Shareholders Holding Directly or Indirectly, Collectively or Individually, the Managing and Controlling Power and Changes in Current Year, if any and Explanations on the Controlling Group of the Bank.....	1
III.	Explanations Regarding the Chairman and the Members of Board of Directors, Audit Committee, General Manager and Assistants and Their Shares and Areas of Responsibility in the Bank .....	2
IV.	Information about the Persons and Institutions that have Qualified Shares .....	3
V.	Summary on the Bank’s Functions and Areas of Activity .....	3
VI.	Differences between the communiqué on preparation of consolidated financial statements of Banks and Turkish Accounting Standards and short explanation about the institutions subject to full consolidation method or proportional consolidation and institutions which are deducted from equity or not included in these three methods.....	3
VII.	The existing or potential, actual or legal obstacles on the transfer of shareholder’s equity between the Bank and its subsidiaries or reimbursement of liabilities .....	3

**SECTION TWO**

Unconsolidated Financial Statements of the Bank

I.	Balance Sheet (Statement of Financial Position) .....	4
II.	Statement of Off-Balance Sheet Items .....	6
III.	Statement of Profit or Loss .....	7
IV.	Statement of Profit or Loss and Other Comprehensive Income .....	8
V.	Statement of Changes in Shareholders’ Equity.....	9
VI.	Statement of Cash Flows .....	11

**SECTION THREE**

Accounting Policies

I.	Basis of Presentation .....	12
II.	Explanations on Usage Strategy of Financial Assets and Foreign Currency Transactions .....	13
III.	Explanations on Futures and Options Markets (VIOP) and Derivative Instruments .....	13
IV.	Explanations on Interest Income and Expenses .....	14
V.	Explanations on Fees and Commission Income and Expenses.....	14
VI.	Explanations on Financial Assets .....	15
VII.	Explanations on Expected Credit Losses.....	18
VIII.	Explanations on Offsetting of Financial Assets and Liabilities.....	20
IX.	Explanations on Sales and Repurchase Agreements and Lending of Securities .....	20
X.	Explanations on Assets Held for Sale and Discontinued Operations .....	20
XI.	Explanations on Goodwill and Other Intangible Assets.....	20
XII.	Explanations on Tangible Fixed Assets.....	21
XIII.	Explanations on Leasing Transactions .....	21
XIV.	Explanations on Provisions and Contingent Liabilities.....	24
XV.	Explanations on Liabilities Regarding Employee Benefits .....	24
XVI.	Explanations on Taxation .....	24
XVII.	Additional Explanations on Borrowings .....	25
XVIII.	Explanations on Issued Share Certificates.....	25
XIX.	Explanations on Avalized Drafts and Acceptances.....	25
XX.	Explanations on Government Grants.....	25
XXI.	Explanations on Segment Reporting .....	25
XXII.	Explanations on Reclassifications .....	25
XXIII.	Explanations on Other Disclosures .....	26

**SECTION FOUR**

Information Related to Financial Position and Risk Management of the Bank

I.	Explanations on Equity.....	27
II.	Explanations on Currency Risk .....	35
III.	Explanations on Interest Rate Risk.....	38
IV.	Explanations on Share Certificates Position Risk .....	40
V.	Explanations on Liquidity Risk Management and Liquidity Coverage Ratio .....	41
VI.	Explanations on Leverage Ratio .....	45
VII.	Explanations on Risk Management .....	46
VIII.	Explanations on Segment Reporting .....	47

**SECTION FIVE**

Explanations and Disclosures on Financial Statements

I.	Explanations and Disclosures Related to the Assets .....	48
II.	Explanations and Disclosures Related to the Liabilities.....	60
III.	Explanations and Disclosures Related to the Off-Balance Sheet Contingencies and Commitments .....	67
IV.	Explanations and Disclosures Related to Statement of Profit or Loss .....	69
V.	Explanations on the Risk Group of the Bank.....	73
VI.	Domestic, Foreign and Off-Shore Branches or Equity Investments, and Foreign Representative Offices of Bank .....	74
VII.	Explanations and Disclosures Related to Subsequent Event .....	74

**SECTION SIX**

Explanations on Independent Auditor’s Review Report

I.	Explanations on Review Report.....	75
II.	Explanations and Notes Prepared by Independent Auditor .....	75

**SECTION SEVEN**

Interim Activity Report

I.	Interim Activity Report Included Chair of the Board of Directors and Ceo’s Assessments for the Interim Activities .....	75
----	---	----

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**SECTION ONE**

**GENERAL INFORMATION ABOUT THE BANK**

**I. Bank's Incorporation Date, Beginning Statue, Changes in the Existing Statue**

Odea Bank A.Ş. ("the Bank") was established as a deposit bank with USD 300 Million capital with the permission of BRSA numbered 4432 dated October 27, 2011, which was published in the Official Gazette on October 28, 2011, numbered 28098. The Bank started its operations in the "foreign deposit banks founded in Turkey" group, by taking operating permission from BRSA numbered 4963 on September 28, 2012, which was published in Official Gazette dated October 2, 2012 numbered 28429.

**II. Explanations Regarding Bank's Shareholding Structure, Shareholders Holding Directly or Indirectly, Collectively or Individually, the Managing and Controlling Power and Changes in Current Year, if any and Explanations on the Controlling Group of the Bank**

As of 30 September 2021 and 31 December 2020, the shareholders' structure and their ownerships are summarized as follows:

Name and Surname / Commercial Title	Current Period		Prior Period	
	Share Amount	Share Ratios	Share Amount	Share Ratios
Bank Audi sal	2.513.293	76,419%	2.513.293	76,419%
European Bank for Reconstruction and Development	263.394	8,009%	263.394	8,009%
International Finance Corporation	209.252	6,362%	209.252	6,362%
H.H Sheikh Dheyab Binzayed Binsultan Al-Nahyan	131.697	4,004%	131.697	4,004%
IFC FIG Investment Company S.a.r.l	112.674	3,426%	112.674	3,426%
Mr. Mohammad Hassan Zeidan	58.532	1,780%	58.532	1,780%
	<b>3.288.842</b>	<b>100,00%</b>	<b>3.288.842</b>	<b>100,00%</b>

**Bank Audi sal**

Bank Audi Group is a leading Lebanese based banking group with a universal banking profile. Based on a diversified universal service model, it operates principally in Lebanon in the Middle East and North Africa (MENA) region, in Europe and in Turkey. The Group offers universal financial products and services including Corporate, Commercial, Retail and Private Banking services in addition to capital market activities and factoring.

Bank Audi Group boasts one of the largest branch networks in Lebanon, covering the Greater Beirut area and other strategic regions in Lebanon. The Group has also two principal subsidiaries in the MENA region outside Lebanon, two principal subsidiaries in Europe and one in Turkey.

The Group ranks among the top banks in Lebanon in terms of asset size, shareholders' equity, customer deposits, loans and net income. Having one of the largest branch networks in Lebanon, the Group has 115 branches as of 30 September 2021.

The Bank Audi Group, established in 1830, has become a private joint stock company (Société Anonyme Libanaise), limited to 99 years in 1962. The Group's shareholder base has been expanding since 1983, with the first shareholders being the members of the Audi family along with Kuwaiti investors. Today, the Group's shareholder base covers 1.500 shares and/or Global Depository Receipt (GDR) holders representing the shares. The parent bank of the Group, Bank Audi's shares are listed on the Beirut Stock Exchange, while its Global Depository Receipt (GDR) are quoted on the Beirut Stock Exchange.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**III. Explanations Regarding the Chair and the Members of Board of Directors, Audit Committee, General Manager and Assistants and Their Shares and Areas of Responsibility in the Bank**

<b><u>Title</u></b>	<b><u>Name-Surname</u></b>	<b><u>Responsibility</u></b>	<b><u>Education</u></b>
<b>Chair of the Board of Directors</b>	Imad ITANI	Chair of the Board of Directors	Ph.D. Degree
<b>Vice Chair of the Board of Directors</b>	Tamer GHAZALEH	Vice Chair of the Board of Directors	Bachelor's Degree
<b>Members of the Board of Directors</b>	Khalil El DEBS	Member of the Board of Directors	Master's Degree
	Dragica PILIPOVIC- CHAFFEY	Member of the Board of Directors	Master's Degree
	Mouayed MAKHLOUF	Member of the Board of Directors and Member of the Audit Committee	Master's Degree
	Antoine NAJM	Member of the Board of Directors	Bachelor's Degree
	Ayşe Botan BERKER	Member of the Board of Directors	Ph.D. Degree
	Farid LAHOUD	Member of the Board of Directors and Member of the Audit Committee	Ph.D. Degree
	Chahdan JEBEYLI	Member of the Board of Directors	Master's Degree
	Oya AYDINLIK	Member of the Board of Directors and Chair of the Audit Committee	Bachelor's Degree
	Ebru OĞAN KNOTTNERUS	Member of the Board of Directors	Bachelor's Degree
<b>Member of the Board of Directors and General Manager</b>	Mert ÖNCÜ	Member of the Board of Directors and General Manager	Ph.D. Degree
<b>Deputy General Manager</b>	Yalçın AVCI	Commercial Banking	Master's Degree
<b>Assistant General Managers</b>	Cem MURATOĞLU	Retail Banking	Master's Degree
	Emir Kadir ALPAY	Treasury and Capital Markets	Master's Degree
	Mehmet Gökmen UÇAR	Finance, Financial Control and Strategy	Bachelor's Degree
	Sinan Erdem ÖZER	Technology and Operations	Master's Degree
	Hüseyin GÖNÜL	Internal Systems	Bachelor's Degree
	Cenk DEMİRÖZ	Credit Allocation	Master's Degree

Individuals mentioned above do not own any shares of the Bank.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**IV. Information About The Persons and Institutions That Have Qualified Shares**

Information about the persons and institutions that have qualified shares as of 30 September 2021:

Name and Surname / Commercial Title	Share Amount	Share Ratios	Paid up Shares	Unpaid Shares
Bank Audi sal	2.513.293	76,419%	2.513.293	-

**V. Summary on the Bank's Functions and Areas of Activity**

The headquarters of the Bank is located in Istanbul and as of 30 September 2021. The Bank has 48 domestic branches with 1.112 employees. The Bank is organized to operate in all operational aspects of commercial and retail banking under the scope of 4th Article of the Banking Law. The Bank has no subsidiaries in the financial sector (31 December 2020: 48 domestic branches, 1.109 employees).

**VI. Differences between the communiqué on preparation of consolidated financial statements of Banks and Turkish Accounting Standards and short explanation about the institutions subject to full consolidation method or proportional consolidation and institutions which are deducted from equity or not included in these three methods**

The Bank has no consolidated subsidiaries.

**VII. The existing or potential, actual or legal obstacles on the transfer of shareholder's equity between the Bank and its subsidiaries or reimbursement of liabilities**

None.



**Convenience translation of unconsolidated financial statements and independent auditor's review report originally issued in Turkish, See Note I of Section Three**

## **SECTION TWO**

### **UNCONSOLIDATED FINANCIAL STATEMENTS**

- I. Balance Sheet Assets - Liabilities and Shareholder's Equity
- II. Statement of Off-Balance Sheet Items
- III. Statement of Profit or Loss
- IV. Statement of Profit or Loss and Other Comprehensive Income
- V. Statement of Changes in Shareholders' Equity
- VI. Statement of Cash Flows

Convenience translation of unconsolidated financial statements and independent auditor's review report originally issued in Turkish, See Note I. of Section three

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)**  
**AS OF 30 SEPTEMBER 2021**

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

**I. BALANCE SHEET – ASSETS**

	Note Ref (Section Five)	Reviewed Current Period 30 September 2021			Audited Prior Period 31 December 2020		
		TL	FC	Total	TL	FC	Total
<b>I. FINANCIAL ASSETS (Net)</b>		<b>6.953.525</b>	<b>12.141.145</b>	<b>19.094.670</b>	<b>6.326.607</b>	<b>11.202.414</b>	<b>17.529.021</b>
<b>1.1 Cash and cash equivalents</b>		<b>856.526</b>	<b>8.030.989</b>	<b>8.887.515</b>	<b>739.014</b>	<b>7.261.076</b>	<b>8.000.090</b>
1.1.1 Cash and balances at Central Bank	I-1	576.435	4.817.282	5.393.717	278.774	4.597.321	4.876.095
1.1.2 Banks	I-3	240.286	3.215.274	3.455.560	150.215	2.665.257	2.815.472
1.1.3 Receivables from Money Markets		40.021	-	40.021	310.151	-	310.151
1.1.4 Allowance for expected credit losses (-)		216	1.567	1.783	126	1.502	1.628
<b>1.2 Financial assets at fair value through profit or loss</b>	<b>I-2</b>	<b>587</b>	<b>14.221</b>	<b>14.808</b>	<b>167.166</b>	<b>31.047</b>	<b>198.213</b>
1.2.1 Public debt securities		587	1.381	1.968	679	20.246	20.925
1.2.2 Equity instruments		-	12.840	12.840	-	10.801	10.801
1.2.3 Other financial assets		-	-	-	166.487	-	166.487
<b>1.3 Financial assets at fair value through other comprehensive income</b>	<b>I-4</b>	<b>5.603.637</b>	<b>2.936.800</b>	<b>8.540.437</b>	<b>4.589.660</b>	<b>2.491.578</b>	<b>7.081.238</b>
1.3.1 Public debt securities		3.433.018	2.496.929	5.929.947	3.153.523	2.012.359	5.165.882
1.3.2 Equity instruments		4.897	241	5.138	4.897	213	5.110
1.3.3 Other financial assets		2.165.722	439.630	2.605.352	1.431.240	479.006	1.910.246
<b>1.4 Derivative financial assets</b>	<b>I-2</b>	<b>492.775</b>	<b>1.159.135</b>	<b>1.651.910</b>	<b>830.767</b>	<b>1.418.713</b>	<b>2.249.480</b>
1.4.1 Derivative financial assets at fair value through profit or loss		460.163	1.159.135	1.619.298	830.767	1.418.713	2.249.480
1.4.2 Derivative financial assets at fair value through other comprehensive income	I-11	32.612	-	32.612	-	-	-
<b>II. FINANCIAL ASSET MEASURED AT AMORTISED COST (Net)</b>		<b>12.141.209</b>	<b>10.603.328</b>	<b>22.744.537</b>	<b>10.828.423</b>	<b>9.626.143</b>	<b>20.454.566</b>
<b>2.1 Loans</b>	<b>I-5</b>	<b>13.246.134</b>	<b>10.303.686</b>	<b>23.549.820</b>	<b>11.916.386</b>	<b>9.343.578</b>	<b>21.259.964</b>
<b>2.2 Receivables from leasing transactions</b>	<b>I-10</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>2.3 Factoring receivables</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>2.4 Other financial assets measured at amortized cost</b>	<b>I-6</b>	<b>193.640</b>	<b>961.592</b>	<b>1.155.232</b>	<b>196.335</b>	<b>862.528</b>	<b>1.058.863</b>
2.4.1 Public debt securities		193.640	961.592	1.155.232	196.335	862.528	1.058.863
2.4.2 Other financial assets		-	-	-	-	-	-
<b>2.5 Allowance for expected credit losses (-)</b>		<b>1.298.565</b>	<b>661.950</b>	<b>1.960.515</b>	<b>1.284.298</b>	<b>579.963</b>	<b>1.864.261</b>
<b>III. NON-CURRENTS ASSETS OR DISPOSAL GROUPS "HELD FOR SALE" AND "FROM DISCONTINUED OPERATIONS" (Net)</b>	<b>I-16</b>	<b>342.689</b>	<b>-</b>	<b>342.689</b>	<b>672.505</b>	<b>-</b>	<b>672.505</b>
3.1 Held for sale		342.689	-	342.689	672.505	-	672.505
3.2 Held from discontinued operations		-	-	-	-	-	-
<b>IV. INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>4.1 Investments in associates (Net)</b>	<b>I-7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
4.1.1 Associates accounted by using equity method		-	-	-	-	-	-
4.1.2 Non-consolidated associates		-	-	-	-	-	-
<b>4.2 Investments in subsidiaries (Net)</b>	<b>I-8</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
4.2.1 Non-consolidated financial subsidiaries		-	-	-	-	-	-
4.2.2 Non-consolidated non-financial subsidiaries		-	-	-	-	-	-
<b>4.3 Jointly Controlled Partnerships (Joint Ventures) (Net)</b>	<b>I-9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
4.3.1 Jointly controlled partnerships accounted by using equity method		-	-	-	-	-	-
4.3.2 Non-consolidated jointly controlled partnerships		-	-	-	-	-	-
<b>V. TANGIBLE ASSETS (Net)</b>	<b>I-12</b>	<b>178.869</b>	<b>-</b>	<b>178.869</b>	<b>189.036</b>	<b>-</b>	<b>189.036</b>
<b>VI. INTANGIBLE ASSETS AND GOODWILL (Net)</b>	<b>I-13</b>	<b>107.020</b>	<b>-</b>	<b>107.020</b>	<b>97.369</b>	<b>-</b>	<b>97.369</b>
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		107.020	-	107.020	97.369	-	97.369
<b>VII. INVESTMENT PROPERTIES (Net)</b>	<b>I-14</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VIII. CURRENT TAX ASSETS</b>		<b>617</b>	<b>-</b>	<b>617</b>	<b>27.428</b>	<b>-</b>	<b>27.428</b>
<b>IX. DEFERRED TAX ASSETS</b>	<b>I-15</b>	<b>264.625</b>	<b>-</b>	<b>264.625</b>	<b>227.363</b>	<b>-</b>	<b>227.363</b>
<b>X. OTHER ASSETS</b>	<b>I-17</b>	<b>722.987</b>	<b>244.601</b>	<b>967.588</b>	<b>643.970</b>	<b>194.571</b>	<b>838.541</b>
<b>TOTAL ASSETS</b>		<b>20.711.541</b>	<b>22.989.074</b>	<b>43.700.615</b>	<b>19.012.701</b>	<b>21.023.128</b>	<b>40.035.829</b>

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

Convenience translation of unconsolidated financial statements and independent auditor's review report originally issued in Turkish, See Note I. of Section three

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)**  
**AS OF 30 SEPTEMBER 2021**

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

**I. BALANCE SHEET – LIABILITIES AND SHAREHOLDERS' EQUITY**

	Note Ref. (Section Five)	Reviewed Current Period 30 September 2021			Audited Prior Period 31 December 2020		
		TL	FC	Total	TL	FC	Total
<b>I. DEPOSITS</b>	<b>II-1</b>	<b>12.568.752</b>	<b>17.871.264</b>	<b>30.440.016</b>	<b>7.914.614</b>	<b>17.724.580</b>	<b>25.639.194</b>
<b>II. LOANS RECEIVED</b>	<b>II-3</b>	<b>-</b>	<b>1.386.328</b>	<b>1.386.328</b>	<b>1.040</b>	<b>1.406.131</b>	<b>1.407.171</b>
<b>III. MONEY MARKET FUNDS</b>	<b>II-4</b>	<b>1.591.005</b>	<b>543.258</b>	<b>2.134.263</b>	<b>2.868.068</b>	<b>677.925</b>	<b>3.545.993</b>
<b>IV. MARKETABLE SECURITIES (Net)</b>	<b>II-5</b>	<b>111.537</b>	<b>-</b>	<b>111.537</b>	<b>563.046</b>	<b>-</b>	<b>563.046</b>
4.1 Bills		111.537	-	111.537	499.471	-	499.471
4.2 Asset backed securities		-	-	-	-	-	-
4.3 Bonds		-	-	-	63.575	-	63.575
<b>V. FUNDS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
5.1 Borrower funds		-	-	-	-	-	-
5.2 Other		-	-	-	-	-	-
<b>VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VII. DERIVATIVE FINANCIAL LIABILITIES</b>	<b>II-2</b>	<b>480.126</b>	<b>1.122.035</b>	<b>1.602.161</b>	<b>762.984</b>	<b>1.423.732</b>	<b>2.186.716</b>
7.1 Derivative financial liabilities at fair value through profit or loss		480.126	1.122.035	1.602.161	762.984	1.423.732	2.186.716
7.2 Derivative financial liabilities at fair value through other comprehensive income	II-8	-	-	-	-	-	-
<b>VIII. FACTORING PAYABLES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>IX. LEASE PAYABLES</b>	<b>II-7</b>	<b>133.533</b>	<b>-</b>	<b>133.533</b>	<b>120.954</b>	<b>-</b>	<b>120.954</b>
<b>X. PROVISIONS</b>	<b>II-9</b>	<b>137.248</b>	<b>48.863</b>	<b>186.111</b>	<b>138.985</b>	<b>33.566</b>	<b>172.551</b>
10.1 Provision for restructuring		-	-	-	-	-	-
10.2 Reserves for employee benefits		28.949	-	28.949	24.506	-	24.506
10.3 Insurance technical reserves (Net)		-	-	-	-	-	-
10.4 Other provisions		108.299	48.863	157.162	114.479	33.566	148.045
<b>XI. CURRENT TAX LIABILITIES</b>	<b>II-10</b>	<b>97.011</b>	<b>-</b>	<b>97.011</b>	<b>67.042</b>	<b>-</b>	<b>67.042</b>
<b>XII. DEFERRED TAX LIABILITIES</b>	<b>II-10</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XIII. LIABILITIES RELATED TO ASSETS "HELD FOR SALE" AND "DISCONTINUED OPERATIONS" (Net)</b>	<b>II-11</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
13.1 Held for sale		-	-	-	-	-	-
13.2 Related to discontinued operations		-	-	-	-	-	-
<b>XIV. SUBORDINATED DEBT</b>	<b>II-12</b>	<b>-</b>	<b>2.476.121</b>	<b>2.476.121</b>	<b>-</b>	<b>2.109.077</b>	<b>2.109.077</b>
14.1 Loans		-	-	-	-	-	-
14.2 Other debt instruments		-	2.476.121	2.476.121	-	2.109.077	2.109.077
<b>XV. OTHER LIABILITIES</b>	<b>II-6</b>	<b>411.550</b>	<b>1.238.056</b>	<b>1.649.606</b>	<b>420.103</b>	<b>348.152</b>	<b>768.255</b>
<b>XVI. SHAREHOLDERS' EQUITY</b>		<b>3.496.928</b>	<b>(13.000)</b>	<b>3.483.928</b>	<b>3.388.122</b>	<b>67.708</b>	<b>3.455.830</b>
16.1 Paid-in capital	II-13	3.288.842	-	3.288.842	3.288.842	-	3.288.842
16.2 Capital reserves		(2.198)	-	(2.198)	(2.198)	-	(2.198)
16.2.1 Equity share premiums		-	-	-	-	-	-
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Other capital reserves		(2.198)	-	(2.198)	(2.198)	-	(2.198)
16.3 Other accumulated comprehensive income that will not be reclassified in profit or loss		(265)	-	(265)	(3.931)	-	(3.931)
16.4 Other accumulated comprehensive income that will be reclassified in profit or loss		(78.195)	(13.000)	(91.195)	(46.298)	67.708	21.410
16.5 Profit reserves		148.041	-	148.041	17.498	-	17.498
16.5.1 Legal reserves	II-13	36.415	-	36.415	29.705	-	29.705
16.5.2 Statutory reserves		-	-	-	-	-	-
16.5.3 Extraordinary reserves		111.626	-	111.626	(12.207)	-	(12.207)
16.5.4 Other profit reserves		-	-	-	-	-	-
16.6 Profit or loss		140.703	-	140.703	134.209	-	134.209
16.6.1 Prior periods profits or losses		-	-	-	-	-	-
16.6.2 Current period net profit or loss		140.703	-	140.703	134.209	-	134.209
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>19.027.690</b>	<b>24.672.925</b>	<b>43.700.615</b>	<b>16.244.958</b>	<b>23.790.871</b>	<b>40.035.829</b>

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

Convenience translation of unconsolidated financial statements and independent auditor's review report originally issued in Turkish, See Note I. of Section three

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. STATEMENT OF OFF-BALANCE SHEET ITEMS**

		Reviewed Current Period 30 September 2021			Audited Prior Period 31 December 2020		
	Note Ref. (Section Five)	TL	FC	Total	TL	FC	Total
<b>A.</b>	<b>OFF BALANCE SHEET CONTINGENCIES AND COMMITMENTS (I+II+III)</b>	<b>28.045.504</b>	<b>105.649.988</b>	<b>133.695.492</b>	<b>29.013.648</b>	<b>87.556.663</b>	<b>116.570.311</b>
<b>I.</b>	<b>GUARANTEES</b>	<b>3.164.865</b>	<b>4.288.440</b>	<b>7.453.305</b>	<b>2.239.071</b>	<b>3.146.535</b>	<b>5.385.606</b>
1.1	Letters of guarantee	2.983.584	798.987	3.782.571	1.687.371	645.127	2.332.498
1.1.1	Guarantees subject to State Tender Law	-	-	-	-	-	-
1.1.2	Guarantees given for foreign trade operations	-	-	-	-	-	-
1.1.3	Other letters of guarantee	2.983.584	798.987	3.782.571	1.687.371	645.127	2.332.498
1.2	Bank acceptances	-	3.343	3.343	-	9.759	9.759
1.2.1	Import letter of acceptance	-	3.343	3.343	-	9.759	9.759
1.2.2	Other bank acceptances	-	-	-	-	-	-
1.3	Letters of credit	331	1.670.827	1.671.158	-	867.081	867.081
1.3.1	Documentary letters of credit	331	1.670.827	1.671.158	-	867.081	867.081
1.3.2	Other letters of credit	-	-	-	-	-	-
1.4	Prefinancing given as guarantee	-	-	-	-	-	-
1.5	Endorsements	-	-	-	-	-	-
1.5.1	Endorsements to the Central Bank of Turkey	-	-	-	-	-	-
1.5.2	Other endorsements	-	-	-	-	-	-
1.6	Purchase guarantees for Securities issued	-	-	-	-	-	-
1.7	Factoring guarantees	-	-	-	-	-	-
1.8	Other guarantees	180.950	1.815.283	1.996.233	551.700	1.624.568	2.176.268
1.9	Other collaterals	-	-	-	-	-	-
<b>II.</b>	<b>COMMITMENTS</b>	<b>11.732.933</b>	<b>3.710.471</b>	<b>15.443.404</b>	<b>9.567.154</b>	<b>3.063.959</b>	<b>12.631.113</b>
2.1	Irrevocable commitments	1.658.008	3.710.471	5.368.479	1.224.838	3.063.959	4.288.797
2.1.1	Forward asset purchase and sales commitments	607.395	3.694.827	4.302.222	335.537	3.050.880	3.386.417
2.1.2	Forward deposit purchase and sales commitments	-	-	-	-	-	-
2.1.3	Share capital commitment to associates and subsidiaries	-	-	-	-	-	-
2.1.4	Loan granting commitments	584.854	-	584.854	430.136	-	430.136
2.1.5	Securities underwriting commitments	-	-	-	-	-	-
2.1.6	Commitments for reserve deposit requirements	-	-	-	-	-	-
2.1.7	Payment commitment for checks	60.690	-	60.690	48.352	-	48.352
2.1.8	Tax and fund liabilities from export commitments	-	-	-	-	-	-
2.1.9	Commitments for credit card expenditure limits	397.420	-	397.420	404.739	-	404.739
2.1.10	Commitments for promotions related with credit cards and banking activities	3.940	-	3.940	6.074	-	6.074
2.1.11	Receivables from short sale commitments	-	-	-	-	-	-
2.1.12	Payables for short sale commitments	-	-	-	-	-	-
2.1.13	Other irrevocable commitments	3.709	15.644	19.353	-	13.079	13.079
2.2	Revocable commitments	10.074.925	-	10.074.925	8.342.316	-	8.342.316
2.2.1	Revocable loan granting commitments	10.074.925	-	10.074.925	8.342.316	-	8.342.316
2.2.2	Other revocable commitments	-	-	-	-	-	-
<b>III.</b>	<b>DERIVATIVE FINANCIAL INSTRUMENTS</b>	<b>13.147.706</b>	<b>97.651.077</b>	<b>110.798.783</b>	<b>17.207.423</b>	<b>81.346.169</b>	<b>98.553.592</b>
3.1	Derivative financial instruments for hedging purposes	2.050.000	-	2.050.000	-	-	-
3.1.1	Fair value hedge	-	-	-	-	-	-
3.1.2	Cash flow hedge	2.050.000	-	2.050.000	-	-	-
3.1.3	Hedge of net investment in foreign operations	-	-	-	-	-	-
3.2	Trading derivatives	11.097.706	97.651.077	108.748.783	17.207.423	81.346.169	98.553.592
3.2.1	Forward foreign currency buy/sell transactions	1.214.833	4.078.006	5.292.839	838.395	3.024.469	3.862.864
3.2.1.1	Forward foreign currency transactions-buy	847.225	1.783.402	2.630.627	704.788	1.254.165	1.958.953
3.2.1.2	Forward foreign currency transactions-sell	367.608	2.294.604	2.662.212	133.607	1.770.304	1.903.911
3.2.2	Swap transactions related to foreign currency, and interest rates	5.533.781	64.585.255	70.119.036	14.757.089	58.027.396	72.784.485
3.2.2.1	Foreign currency swaps-buy	1.055.224	11.987.785	13.043.009	833.409	12.077.136	12.910.545
3.2.2.2	Foreign currency swaps-sell	2.058.557	10.989.508	13.048.065	3.493.680	9.453.770	12.947.450
3.2.2.3	Interest rate swaps-buy	1.210.000	20.803.981	22.013.981	5.215.000	18.248.245	23.463.245
3.2.2.4	Interest rate swaps-sell	1.210.000	20.803.981	22.013.981	5.215.000	18.248.245	23.463.245
3.2.3	Foreign currency, interest rate and securities options	4.349.092	28.930.330	33.279.422	1.611.939	20.275.745	21.887.684
3.2.3.1	Foreign currency options-buy	2.488.097	4.682.208	7.170.305	984.684	1.933.212	2.917.896
3.2.3.2	Foreign currency options-sell	1.860.995	6.088.468	7.949.463	627.255	3.161.253	3.788.508
3.2.3.3	Interest rate options-buy	-	9.079.827	9.079.827	-	7.590.640	7.590.640
3.2.3.4	Interest rate options-sell	-	9.079.827	9.079.827	-	7.590.640	7.590.640
3.2.3.5	Securities options-buy	-	-	-	-	-	-
3.2.3.6	Securities options-sell	-	-	-	-	-	-
3.2.4	Foreign currency futures	-	-	-	-	-	-
3.2.4.1	Foreign currency futures-buy	-	-	-	-	-	-
3.2.4.2	Foreign currency futures-sell	-	-	-	-	-	-
3.2.5	Interest rate futures	-	-	-	-	-	-
3.2.5.1	Interest rate futures-buy	-	-	-	-	-	-
3.2.5.2	Interest rate futures-sell	-	-	-	-	-	-
3.2.6	Other	-	57.486	57.486	-	18.559	18.559
<b>B.</b>	<b>CUSTODY AND PLEDGED ITEMS (IV+V+VI)</b>	<b>74.651.400</b>	<b>75.454.088</b>	<b>150.105.488</b>	<b>71.658.526</b>	<b>56.146.034</b>	<b>127.804.560</b>
<b>IV.</b>	<b>ITEMS HELD IN CUSTODY</b>	<b>5.259.779</b>	<b>2.172.514</b>	<b>7.432.293</b>	<b>5.628.951</b>	<b>1.508.628</b>	<b>7.137.579</b>
4.1	Assets under management	5.164.338	664.524	5.828.862	5.060.521	336.073	5.396.594
4.2	Investment securities held in custody	72.628	670.832	743.460	509.349	442.778	952.127
4.3	Checks received for collection	4.420	835.338	839.758	4.124	723.459	727.583
4.4	Commercial notes received for collection	12.060	1.820	13.880	54.957	6.318	61.275
4.5	Other assets received for collection	-	-	-	-	-	-
4.6	Assets received for public offering	-	-	-	-	-	-
4.7	Other items under custody	6.333	-	6.333	-	-	-
4.8	Custodians	-	-	-	-	-	-
<b>V.</b>	<b>PLEDGED ITEMS</b>	<b>69.340.353</b>	<b>73.227.556</b>	<b>142.567.909</b>	<b>65.979.409</b>	<b>54.598.185</b>	<b>120.577.594</b>
5.1	Marketable securities	2.096.475	2.014.062	4.110.537	2.221.576	1.672.962	3.894.538
5.2	Guarantee notes	29.002.331	9.366.708	38.369.039	26.981.755	7.903.308	34.885.063
5.3	Commodities	10.526.395	3.818.101	14.344.496	8.790.103	1.705.633	10.495.736
5.4	Warrants	-	-	-	-	-	-
5.5	Properties	17.485.633	36.836.306	54.321.939	18.782.042	24.786.473	43.568.515
5.6	Other pledged items	10.229.519	21.192.379	31.421.898	9.203.933	18.529.809	27.733.742
5.7	Pledged items-depository	-	-	-	-	-	-
<b>VI.</b>	<b>ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES</b>	<b>51.268</b>	<b>54.018</b>	<b>105.286</b>	<b>50.166</b>	<b>39.221</b>	<b>89.387</b>
<b>TOTAL OFF - BALANCE SHEET ITEMS (A+B)</b>		<b>102.696.904</b>	<b>181.104.076</b>	<b>283.800.980</b>	<b>100.672.174</b>	<b>143.702.697</b>	<b>244.374.871</b>

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

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

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

**III. INCOME AND EXPENSE ITEMS**

	Note (Section Five)	Reviewed Current Period 1 January- 30 September 2021	Reviewed Prior Period 1 January- 30 September - 2020	Reviewed Current Period 1 July- 30 September 2021	Reviewed Prior Period 1 July- 30 September 2020
<b>INCOME AND EXPENSE ITEMS</b>					
<b>I. INTEREST INCOME</b>	<b>IV-1</b>	<b>2.685.564</b>	<b>2.013.705</b>	<b>955.374</b>	<b>744.654</b>
1.1 Interest on loans		1.848.728	1.483.862	639.948	534.331
1.2 Interest received from reserve deposits		31.167	-	13.801	-
1.3 Interest received from banks		14.734	49.332	4.406	14.383
1.4 Interest received from money market transactions		6.125	56.024	705	996
1.5 Interest received from marketable securities portfolio		767.354	390.924	293.239	183.797
1.5.1 Financial assets at fair value through profit or loss		20.178	7.849	79	4.736
1.5.2 Financial assets at fair value through other comprehensive income		698.821	291.950	276.550	155.502
1.5.3 Financial assets measured at amortized cost		48.355	91.125	16.610	23.559
1.6 Finance lease income		-	-	-	-
1.7 Other interest income		17.456	33.563	3.275	11.147
<b>II. INTEREST EXPENSE (-)</b>	<b>IV-2</b>	<b>1.956.841</b>	<b>1.044.512</b>	<b>698.452</b>	<b>388.036</b>
2.1 Interest on deposits		1.373.376	645.840	522.960	211.360
2.2 Interest on funds borrowed		27.119	36.818	8.566	11.306
2.3 Interest on money market transactions		342.983	86.107	108.458	58.284
2.4 Interest on securities issued		193.468	215.839	52.128	81.797
2.5 Finance lease interest expenses		16.751	20.181	5.772	6.886
2.6 Other interest expenses		3.144	39.727	568	18.403
<b>III. NET INTEREST INCOME (I - II)</b>		<b>728.723</b>	<b>969.193</b>	<b>256.922</b>	<b>356.618</b>
<b>IV. NET FEES AND COMMISSIONS INCOME</b>		<b>79.191</b>	<b>60.400</b>	<b>27.055</b>	<b>19.453</b>
4.1 Fees and commissions received		95.473	77.069	33.492	25.157
4.1.1 Non-cash loans		50.007	26.969	17.321	6.867
4.1.2 Other		45.466	50.100	16.171	18.290
4.2 Fees and commissions paid (-)		16.282	16.669	6.437	5.704
4.2.1 Non-cash loans		2	3	-	3
4.2.2 Other		16.280	16.666	6.437	5.701
<b>V. DIVIDEND INCOME</b>	<b>IV-3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>VI. TRADING PROFIT/LOSS (Net)</b>	<b>IV-4</b>	<b>(25.127)</b>	<b>12.972</b>	<b>(44.879)</b>	<b>(19.720)</b>
6.1 Profit/losses from capital market transactions		34.492	19.095	7.128	7.770
6.2 Profit/losses from derivative financial transactions		720.843	73.673	195.704	60.464
6.3 Foreign exchange profit/losses		(780.462)	(79.796)	(247.711)	(87.954)
<b>VII. OTHER OPERATING INCOME</b>	<b>IV-5</b>	<b>686.700</b>	<b>355.356</b>	<b>104.197</b>	<b>77.066</b>
<b>GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII)</b>		<b>1.469.487</b>	<b>1.397.921</b>	<b>343.295</b>	<b>433.417</b>
<b>IX. EXPECTED CREDIT LOSSES (-)</b>	<b>IV-6</b>	<b>745.591</b>	<b>779.130</b>	<b>88.116</b>	<b>227.869</b>
<b>X. OTHER PROVISION EXPENSES (-)</b>	<b>IV-6</b>	<b>23.260</b>	<b>-</b>	<b>17.760</b>	<b>-</b>
<b>XI. PERSONNEL EXPENSES (-)</b>		<b>248.364</b>	<b>210.615</b>	<b>83.482</b>	<b>71.371</b>
<b>XII. OTHER OPERATING EXPENSES (-)</b>	<b>IV-7</b>	<b>276.732</b>	<b>279.308</b>	<b>88.656</b>	<b>85.979</b>
<b>XIII. NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)</b>		<b>175.540</b>	<b>128.868</b>	<b>65.281</b>	<b>48.198</b>
<b>XIV. EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XV. NET MONETARY POSITION GAIN/LOSS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)</b>	<b>IV-8</b>	<b>175.540</b>	<b>128.868</b>	<b>65.281</b>	<b>48.198</b>
<b>XVII. PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)</b>	<b>IV-9</b>	<b>(34.837)</b>	<b>(25.837)</b>	<b>(9.176)</b>	<b>(9.668)</b>
18.1 Current tax provision		(42.776)	-	(42.776)	-
18.2 Expense effect of deferred tax (+)		(177.476)	(324.920)	(37.321)	(21.711)
18.3 Income effect of deferred tax (-)		185.415	299.083	70.921	12.043
<b>NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)</b>	<b>IV-10</b>	<b>140.703</b>	<b>103.031</b>	<b>56.105</b>	<b>38.530</b>
<b>XX. INCOME FROM DISCONTINUED OPERATIONS</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
20.1 Income from assets held for sale		-	-	-	-
20.2 Profit from sale of associates, subsidiaries and joint ventures		-	-	-	-
20.3 Other income from discontinued operations		-	-	-	-
<b>XXI. EXPENSES FROM DISCONTINUED OPERATIONS (-)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
21.1 Expenses on assets held for sale		-	-	-	-
21.2 Losses from sale of associates, subsidiaries and joint ventures		-	-	-	-
21.3 Other expenses from discontinued operations		-	-	-	-
<b>PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (±) (XX-XXI)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XXII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
23.1 Current tax provision		-	-	-	-
23.2 Expense effect of deferred tax (+)		-	-	-	-
23.3 Income effect of deferred tax (-)		-	-	-	-
<b>NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XXIV. NET PROFIT/LOSSES (XIX+XXIV)</b>	<b>IV-11</b>	<b>140.703</b>	<b>103.031</b>	<b>56.105</b>	<b>38.530</b>
Profit / Loss per Share (*)		0,043	0,031	0,017	0,012

(\*) Presented in Full TL.

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

Convenience translation of unconsolidated financial statements and independent auditor's review report originally issued in Turkish, See Note I. of Section three

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER**  
**COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2021**  
(Amounts expressed in thousands of Turkish Lira (TL) unless otherwise stated.)

**IV. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Reviewed Current Period 1 January- 30 September 2021	Reviewed Prior Period 1 January- 30 September 2020
<b>I. CURRENT PERIOD PROFIT / (LOSS)</b>	<b>140.703</b>	<b>103.031</b>
<b>II. OTHER COMPREHENSIVE INCOME</b>	<b>(112.605)</b>	<b>(59.938)</b>
<b>2.1 Other comprehensive income that will not be reclassified to profit or loss</b>	<b>-</b>	<b>1.786</b>
2.1.1 Gains (losses) on revaluation of property, plant and equipment	-	-
2.1.2 Gains (losses) on revaluation of intangible assets	-	-
2.1.3 Gains (losses) on remeasurements of defined benefit plans	-	-
2.1.4 Other Components of other comprehensive income that will not be reclassified to profit or loss	-	2.128
2.1.5 Taxes relating to components of other comprehensive income that will not be reclassified to profit or loss	-	(342)
<b>2.2 Other comprehensive income that will be reclassified to profit or loss</b>	<b>(112.605)</b>	<b>(61.724)</b>
2.2.1 Exchange differences on translation	-	-
2.2.2 Valuation and/or reclassification profit or loss from financial assets at fair value through other comprehensive income	(97.347)	(81.329)
2.2.3 Income (loss) related with cash flow hedges	(44.581)	2.932
2.2.4 Income (loss) related with hedges of net investments in foreign operations	-	-
2.2.5 Other components of other comprehensive income that will be reclassified to other profit or loss	-	-
2.2.6 Taxes relating to components of other comprehensive income that will be reclassified to profit or loss	29.323	16.673
<b>III. TOTAL COMPREHENSIVE INCOME (I+II)</b>	<b>28.098</b>	<b>43.093</b>

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

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

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

**V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

						Other Comprehensive Income/Expense Items Not To Be Recycled To Profit and Loss			Other Comprehensive Income/Expense Items To Be Recycled To Profit and Loss							
		Note (Section Five)	Paid- In Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Tangible Assets Revaluation Reserve	Accumulated Gains / Losses on Remeasurements of Defined Benefit Plans	Other (Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will not be Reclassified to Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income that will not be Recycled to Profit or Loss)	Translation Differences	Accumulated gains (losses) due to revaluation and/or reclassification of financial assets measured at fair value through other comprehensive income	Other (Accumulated Gains or Losses on Cash Flow Hedges, Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income that will be Reclassified to Profit or Loss)	Profit Reserves	Prior Period Income and Losses	Current Year Income and Losses	Total Shareholders' Equity
Current Period 30/09/2021																
I.	Balance at the beginning of the period		3.288.842	-	-	(2.198)	-	(7.182)	3.251	-	64.066	(42.656)	17.498	-	134.209	3.455.830
II.	Adjustment in accordance with TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Effect of adjustment		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effect of changes in accounting policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	New Balance (I-II)		3.288.842	-	-	(2.198)	-	(7.182)	3.251	-	64.066	(42.656)	17.498	-	134.209	3.455.830
IV.	Total comprehensive income (loss)		-	-	-	-	-	-	-	-	(77.861)	(34.744)	-	-	140.703	28.098
V.	Capital increase in cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	Capital increase through internal reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	Issued capital inflation adjustment difference		-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	Convertible bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	Subordinated debt		-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Increase (decrease) through other changes, equity		-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Profit distribution		-	-	-	-	-	-	3.666	-	-	-	130.543	-	(134.209)	-
11.1	Dividends distributed		-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to reserves (*)		-	-	-	-	-	-	-	-	-	-	134.209	-	(134.209)	-
11.3	Others		-	-	-	-	-	-	3.666	-	-	-	(3.666)	-	-	-
	<b>End Balance (III+IV+.....+X+XI)</b>		<b>3.288.842</b>	<b>-</b>	<b>-</b>	<b>(2.198)</b>	<b>-</b>	<b>(7.182)</b>	<b>6.917</b>	<b>-</b>	<b>(13.795)</b>	<b>(77.400)</b>	<b>148.041</b>	<b>-</b>	<b>140.703</b>	<b>3.483.928</b>

(\*) At the Ordinary General Assembly meeting dated March 24, 2021, TL 6.710, which is 5% of the Bank's net profit for the year 2020, TL 134.209, was reserved as 1st Arrangement Legal Reserve in accordance with Article 519 of the Turkish Commercial Code numbered 6102 and the remaining amount of TL 127. 499 has been decided to reserve as extraordinary Reserves.

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

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

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

**V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

						Other Comprehensive Income/Expense Items Not To Be Recycled To Profit and Loss			Other Comprehensive Income/Expense Items To Be Recycled To Profit and Loss						
		Paid- In Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Tangible Assets Revaluation Reserve	Accumulated Gains / Losses on Remeasurements of Defined Benefit Plans	Other (Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will not be Reclassified to Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income that will not be Recycled to Profit or Loss)	Translation Differences	Accumulated gains (losses) due to revaluation and/or reclassification of financial assets measured at fair value through other comprehensive income	Other (Accumulated Gains or Losses on Cash Flow Hedges, Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income that will be Reclassified to Profit or Loss)	Profit Reserves	Prior Period Income and Losses	Current Year Income and Losses	Total Shareholders' Equity
Prior Period 30/09/2020															
I.	Balance at the beginning of the period	3.288.842	-	-	(2.198)	-	(2.543)	6.530	-	36.052	(44.600)	(53.624)	-	71.122	3.299.581
II.	Adjustment in accordance with TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Effect of adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	New Balance (I-II)	3.288.842	-	-	(2.198)	-	(2.543)	6.530	-	36.052	(44.600)	(53.624)	-	71.122	3.299.581
IV.	Total comprehensive income (loss)	-	-	-	-	-	-	1.786	-	(64.012)	2.288	-	-	103.031	43.093
V.	Capital increase in cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	Capital increase through internal reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	Issued capital inflation adjustment difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	Convertible bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	Subordinated debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Increase (decrease) through other changes, equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Profit distribution	-	-	-	-	-	-	-	-	-	-	71.122	-	(71.122)	-
11.1	Dividends distributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to reserves (*)	-	-	-	-	-	-	-	-	-	71.122	-	-	(71.122)	-
11.3	Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>End Balance (III+IV+.....+X+XI)</b>		<b>3.288.842</b>	<b>-</b>	<b>-</b>	<b>(2.198)</b>	<b>-</b>	<b>(2.543)</b>	<b>8.316</b>	<b>-</b>	<b>(27.960)</b>	<b>(42.312)</b>	<b>17.498</b>	<b>-</b>	<b>103.031</b>	<b>3.342.674</b>

(\*) The Bank, in accordance with Article 519 of the Turkish Commercial Code No.6102, decided in the Extraordinary General Assembly on March 26, 2020 to book legal reserves of TL 3.556, which is 5% of the distributable net statutory profit of TL 71.122 and the remaining amount of TL 67.566 has been decided to be reserved as extraordinary reserves.

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



**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2021**

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

**VI. STATEMENT OF CASH FLOWS**

	Reviewed Current Period 1 January- 30 September 2021	Reviewed Prior Period 1 January- 30 September 2020
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1 Operating profit / (loss) before changes in operating assets and liabilities</b>	<b>1.946.680</b>	<b>(754.864)</b>
1.1.1 Interest received	2.685.981	1.663.206
1.1.2 Interest paid	(1.885.210)	(1.009.028)
1.1.3 Dividend received	-	-
1.1.4 Fees and commissions received	95.473	77.069
1.1.5 Other income/(expense)	83.532	49.644
1.1.6 Collections from previously written off loans	369.530	146.443
1.1.7 Payments to personnel and service suppliers	(389.957)	(377.464)
1.1.8 Taxes paid	(28.477)	(118.641)
1.1.9 Others	1.015.808	(1.186.093)
<b>1.2 Changes in operating assets and liabilities</b>	<b>603.161</b>	<b>(12.612)</b>
1.2.1 Net (increase) decrease in financial assets held for trading	177.229	(40.119)
1.2.2 Net (increase) decrease in due from banks and other financial institutions	166.798	(1.246.363)
1.2.3 Net (increase) decrease in loans	(1.181.514)	(2.774.393)
1.2.4 Net (increase) decrease in other assets	(62.214)	(960.211)
1.2.5 Net increase (decrease) in bank deposits	(524.485)	275.214
1.2.6 Net increase (decrease) in other deposits	2.466.675	2.814.585
1.2.7 Net (increase) decrease in financial liability at fair value through profit or loss	466.730	46.396
1.2.8 Net increase (decrease) in funds borrowed	(1.636.447)	2.444.870
1.2.9 Net increase (decrease) in matured payables	-	-
1.2.10 Net increase (decrease) in other liabilities	730.389	(572.591)
<b>I. Net cash used in from banking operations</b>	<b>2.549.841</b>	<b>(767.476)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>II. Net cash provided from investing activities</b>	<b>(1.593.733)</b>	<b>(4.523.208)</b>
2.1 Cash paid for purchase of jointly controlled entities, associates and subsidiaries	-	-
2.2 Cash obtained from sale of jointly controlled entities, associates and subsidiaries	-	-
2.3 Fixed assets purchases	(51.571)	(50.456)
2.4 Fixed assets sales	316.573	176.316
2.5 Cash paid for purchase of financial assets available for sale	(5.424.638)	(6.336.119)
2.6 Cash obtained from sale of financial assets available for sale	3.524.345	578.367
2.7 Cash paid for purchase of investment securities	-	(30.193)
2.8 Cash obtained from sale of investment securities	41.558	1.138.877
2.9 Others	-	-
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III. Net cash flows from financing activities</b>	<b>(614.619)</b>	<b>1.153.685</b>
3.1 Cash obtained from funds borrowed and securities issued	1.528.052	5.221.812
3.2 Cash used for repayment of funds borrowed and securities issued	(2.164.505)	(4.075.132)
3.3 Issued equity instrument	-	-
3.4 Dividends paid	-	-
3.5 Payments for finance leases	21.834	7.005
3.6 Other	-	-
<b>IV. Effect of change in foreign exchange rate on cash and cash equivalents</b>	<b>712.684</b>	<b>1.555.128</b>
<b>V. Net increase in cash and cash equivalents</b>	<b>1.054.173</b>	<b>(2.581.871)</b>
<b>VI. Cash and cash equivalents at beginning of the period</b>	<b>4.013.859</b>	<b>6.409.525</b>
<b>VII. Cash and cash equivalents at end of the period</b>	<b>5.068.032</b>	<b>3.827.654</b>

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

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**SECTION THREE**  
**ACCOUNTING PRINCIPLES**

**I. Basis of Presentation**

**a. The preparation of the unconsolidated financial statements and related notes and explanations in accordance with the Turkish Financial Reporting Standards and regulation on the Regulation on Accounting Applications for Banks and Safeguarding of Documents**

The unconsolidated financial statements have been prepared in accordance with the “Regulation on the Procedures and Principles for Accounting Practices and Retention of Documents by Banks” published in the Official Gazette no.26333 dated 1 November 2006 with regard to Banking Law No. 5411, 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 those, by those, “Turkish Accounting Standards” (“TAS”) and “Turkish Financial Reporting Standards” (“TFRS”) put into effect by Public Oversight Accounting and Auditing Standards Authority (“POA”) (all “Banking Regulation and Supervision Agency (“BRSA”) Accounting and Reporting Legislation).

The unconsolidated financial statements have been prepared in TL, under the historical cost convention except for the financial assets and liabilities carried at fair value. The accompanying unconsolidated financial statements and notes to these financial statements are expressed in thousands of Turkish Lira (TL), unless otherwise stated.

In preparing the unconsolidated financial statements in accordance with “BRSA Accounting and Financial Reporting Legislation”, the Bank management has to make assumptions and estimates about the assets and liabilities in the balance sheet. These estimates and assumptions include fair value calculation of financial instruments and impairment of financial assets are being reviewed regularly and, when necessary, adjustments are made and the effects of these adjustments are reflected to the statement of profit or loss. The assumptions and estimates used are explained in the related notes.

**b. Information on accounting policies and changes in financial statements**

Accounting policies and valuation principles used in the preparation of the unconsolidated financial statements are determined in accordance with the regulations, communiqués, interpretations and legislations related to accounting and financial reporting principles published by the Banking Regulation and Supervision Agency and in case where a specific regulation is not made by BRSA, TFRS.

In accordance with the Communiqué on the Amendment to the Communiqué on the Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks that published in the Official Gazette dated 1 February 2019 and numbered 30673, the financial statements of the previous year have been aligned with the new financial statements.

The accounting policies and the valuation principles applied in the preparation of the accompanying financial statements are explained in section three notes II to XXIII.

**c. Changes in accounting policies and disclosures**

New and revised Turkish Accounting Standards effective for annual periods beginning on or after 1 January 2020 have no material effect on the financial statements, financial performance and on the Bank’s accounting policies. New and revised Turkish Accounting Standards issued but not yet effective as of the finalization date of the financial statements have no material effect on the financial statements, financial performance and on the Bank’s accounting policies.

The Indicator Interest Rate Reform - 2nd Phase, which brings changes in TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16, effective from the beginning of 2021, was published in December 2020 and early implementation of the changes is allowed. With the modifications made, certain exceptions are provided for the basis used in the determination of contractual cash flows and hedge accounting implementations. The effects of the changes on the Bank’s financials are being assessed.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Basis of Presentation (continued)**

**Explanation for convenience translation into English**

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

**II. Explanations on Usage Strategy of Financial Assets and Foreign Currency Transactions**

The Bank’s main activities comprise retail, commercial and corporate banking, money market and securities market operations.

The Bank uses financial assets intensely by its nature. The Bank’s basic strategy regarding the use of financial assets is intended for ensuring the balance between the profits from and risk levels of assets.

The most important funding source of the Bank is the deposits accepted for various time periods and apart from deposits, the most important funding sources are equity, securities issued, money market transactions and borrowings obtained from foreign financial institutions, generally medium and long term. In order to use these sources in high-yield and high-quality financial assets, the Bank follows an effective asset-liability management strategy. The Bank manages interest rate risk, liquidity risk, exchange rate risk and credit risk carried on in and off balance sheet assets and liabilities within the framework of internal and legal limits.

The Bank’s asset-liability management is executed by the Asset-Liability Management Committee, within the risk limits determined by the Board of Directors, in order to keep the liquidity risk, interest rate risk, currency risk and credit risk within certain limits depending on the equity adequacy and to maximize profitability.

Translation gains and losses arising from foreign currency transactions are accounted for within the period in which the transaction occurs. Foreign currency denominated assets and liabilities are translated into TL with the prevailing buying rate of exchange of the Bank on reporting date and gains and losses arising from such transactions are recognized in the statement of profit or loss under the account of foreign exchange gains or losses.

**III. Explanations on Futures and Options Contracts and Derivative Instruments**

The derivative transactions mainly consist of options, foreign currency swaps, interest rate swaps, and foreign currency forward contracts. Derivative instruments are measured at fair value on initial recognition and subsequently remeasured at their fair values. The changes in their fair values are recorded on balance sheet under “the portion of derivative financial assets measured at fair value through profit and loss” or “the portion of derivative financial liabilities measured at fair value through profit and loss”, respectively depending on the fair values being positive or negative. Fair value changes for derivatives are recorded in the account of “income / losses” from derivative transactions under income statement.

Liabilities and receivables arising from the derivative instruments are followed in the off-balance sheet accounts as their contractual values. Embedded derivatives are separated from the host contract and accounted as derivative instruments according to “TFRS – 9 Financial Instruments” in case the related embedded derivative’s economic features and risks are not closely related to the host contract, another instrument that has the same contract conditions with the embedded derivative satisfies the definition of a derivative instrument and the hybrid instrument is not carried at fair value through profit or loss. If the underlying contract is closely related to the embedded derivative, the embedded derivative is accounted for in accordance with the standard which the underlying contract is based on without any separation from the contract.

Within the scope of TFRS 13 Fair Value Measurement standard; if there is a significant decrease in the volume or level of activity for that asset or liability in relation to normal market activity for the asset or liability (or similar assets or liabilities); when the transaction or quoted price does not represent fair value; and / or when a price for a similar asset requires significant adjustment to make it comparable to the asset being measured, or when the price is stale, the Bank makes an adjustment to the transactions or quoted prices and reflects this adjustment to the fair value measurement. In this context, the Bank determines the point within the range that is most representative of fair value under current market conditions.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**III. Explanations on Futures and Options Contracts and Derivative Instruments (continued)**

*Derivative financial instruments held for hedging purpose*

The Bank may apply cash flow hedge accounting to mitigate interest rate changes on TL deposit through interest rate swaps.

The Bank utilizes derivative instruments effectively in the process of asset and liability management. TFRS 9 permits to defer application of TFRS 9 hedge accounting and continue to apply hedge accounting in accordance with TAS 39 as a policy choice. Accordingly, the Bank continues to apply hedge accounting in accordance with TAS 39 in this context.

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.

The Bank hedges its cash flow risk arising from Turkish Lira floating interest rate liabilities by using interest rate swaps. Within the scope of cash flow hedge accounting the fair values being positive or negative and effective portions in the equity under “Other Comprehensive Income Items to be recycled to profit and loss” and ineffective portions in the income statement under “profit / loss from derivative financial transaction”.

In the periods in which the cash flows (interest expenses) of the hedged item affects the income statement, the profit/ loss of the hedging instrument is recycled to the income statement from equity.

Effectiveness tests are performed at the beginning of the hedge accounting period and at each reporting period. The effectiveness tests are carried out using the Dollar off-set model and the hedge accounting is applied as long as the test results are between the range of 80%-125% of effectiveness.

The hedge accounting is discontinued when the hedging instrument expires, is exercised, sold or no longer effective.

When discontinuing fair value hedge accounting, the cumulative fair value changes in carrying value of the hedged item arising from the hedged risk are amortized to income statement under trading account income/loss caption over the maturity of the hedged item from that date of the hedge accounting is discontinued. While expiring, sale, discontinuing cash flow hedge accounting or when no longer effective the cumulative gains/losses recognised in shareholders’ equity and presented under “accumulated other comprehensive income or expense to be reclassified to profit or loss” are continued to be kept in this account. When the cash flows of hedged item incur, the gain/losses accounted for under shareholders’ equity are recognised in income statement considering the original maturity.

**IV. Explanations on Interest Income and Expenses**

Interest income and expenses are recognized in the statement of income by using the “Effective interest method”. Starting from January 1, 2018, Bank has started accruing interest income on non-performing loans.

**V. Explanations on Fees and Commission Income and Expenses**

Fees and commissions those that are not an integral part of the effective interest rate of the financial instruments measured at amortized cost are accounted for in accordance with "TFRS 15 - Revenue from Customer Contracts". Fees and commission income/expenses are primarily recognized on an accrual basis or “Effective interest method (Internal rate of return)” according to the nature of the fee and commission. Income earned in return for services rendered contractually or due to operations like sale or purchase of assets on behalf of a third party real person or corporate body are recognized when realized.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VI. Explanations on Financial Assets**

Financial instruments comprise financial assets, financial liabilities and derivative instruments. Financial instruments affect liquidity, market, and credit risks on the Bank's balance sheet in all respects.

Basically, financial instruments create the majority of the commercial activities and operations of the Bank. These instruments expose, affect and diminish the liquidity, credit and interest risks in the financial statements.

All regular way purchases and sales of financial assets are recognized on the settlement date. The settlement date is the date that the asset is delivered to or by the Bank. Settlement date accounting requires (a) accounting of the asset when acquired by the institution and (b) disposing of the asset out of the balance sheet on the date settled by the institution; and accounting of gain or loss on disposal. Changes in fair value of assets to be received during the period between the trade date and the settlement date are accounted for in the same way as the acquired assets.

Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place.

The Bank 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.

The methods and assumptions used in the recognition and measurement of financial instruments are mentioned below.

*Cash, Banks, and Other Financial Institutions:*

Cash and cash equivalents comprise cash on hand, demand placements, and highly liquid short-term investments with maturity of 3 months or less following the purchase date, not bearing risk of significant value change, and that are readily convertible to a known amount of cash and are carried at amortized cost. The book values of these assets are at their fair values.

*Financial Assets at Fair Value Through Profit and Loss:*

"Financial assets at fair value through profit/loss" are financial assets that are either managed by a model other than the ones that are managed with a business model of hold to collect contractual cash flows or with a business model of hold to collect contractual cash flows or to sell financial assets, or being subject to mentioned business models, of which cash flows does not meet the "solely for the payments of principal and interest" criteria.

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. Transaction costs related to such assets are recorded as expense at the time of occurrence.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VI. Explanations on Financial Assets (continued)**

*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 which are solely payments of principal and interest 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 receipt of consideration against that asset, sale of the asset, the disposal of the asset, and impairment of the asset and they are accounted for under the "other comprehensive income or expense items to be recycled to profit or loss" under shareholders' equity.

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

During initial recognition an entity can choose in an irrevocable way 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.

*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 for in the income statement.

"Fair value through other comprehensive income" and "measured at amortized cost" securities portfolio of the Bank contains Consumer Price Indexed (CPI) bonds. These securities are valued and accounted for using the effective interest method based on the CPI of two months before the reporting date together with the real coupon rates and the reference index at the issuance date, with the index coefficient generated on the inflation rate is estimated by the Bank. The inflation rate estimated by the inflation expectations of Central Bank and the Bank, is updated when necessary during the year. Securities are valued at the end of the year with reference index announced by the Ministry of Treasury and Finance.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VI. Explanations on Financial Assets (continued)**

*Loans and Receivables:*

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".

Foreign currency indexed loans are converted into TL from the foreign currency rate as of the opening date and followed in TL accounts. Repayments are measured with the foreign currency rate at the payment date, the foreign currency gains and losses are reflected to the statement of income.

Foreign exchange gains and losses on the foreign currency indexed loans are presented under foreign exchange gains and losses in the statement of income.

*Derecognition of a financial asset:*

Before evaluating whether, and to what extent, derecognition is appropriate, the Bank determines whether those criteria should be applied to a part of a financial asset (or a part of a group of similar financial assets) or a financial asset (or a group of similar financial assets) in its entirety. Criteria is applied to a part of financial asset (or a part of a group of similar financial assets) if, and only if, the part being considered for derecognition meets one of the following three conditions: (i) The part comprises only specifically identified cash flows from a financial asset (or a group of similar financial assets) (ii) The part comprises only a fully proportionate (pro rata) share of the cash flows from a financial asset (or a group of similar financial assets) (iii) The part comprises only a fully proportionate (pro rata) share of specifically identified cash flows from a financial asset (or a group of similar financial assets).

A financial asset (or, a part of a financial asset or a part of group of financial assets, where appropriate) is derecognized when, and only when,

- The contractual rights to the cash flows from the financial asset expire; or
- The contractual rights to the cash flows from the financial asset are transferred; or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients in the arrangement without material delay and:
- If the entity transfers substantially all the risks and rewards of ownership of the financial asset or,
- If the entity neither transfers nor retains substantially all the risks and rewards of ownership of the financial asset, whether it has retained control of the financial asset.

If the Bank transfers the contractual rights to the cash flows from the financial asset, or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients in the arrangement without material delay and if the Bank neither transfers nor retains substantially all the risks and rewards of ownership of the financial asset, the entity shall determine whether it has retained control of the financial asset and it shall continue to recognize the financial asset to the extent of its continuing involvement in the financial asset. In this case, the entity also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the entity has retained.

The Bank has evaluated the non-performing loan portfolio of which contractual rights are transferred to the asset management companies, in the context of above statements and derecognizes the loans that are subject to agreements in which all risks and rewards are transferred to the buyer.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VII. Explanations on Expected Credit Losses**

As of 1 January 2018, a loss allowance for expected credit losses is provided by Bank for all financial assets measured at amortised cost and financial assets measured at fair value through other comprehensive income, all financial assets which are not measured at fair value through profit or loss, commitments and financial guarantee contracts in accordance with TFRS 9 International Financial Reporting Standard and "Regulation on Procedures and Principles for Classification of Loans and Provisions to be Set Aside" published in the Official Gazette No. 29750 dated 22 June 2016. Equity instruments are not subject to impairment assessment as they are measured at fair value.

The Bank has started its credit calculation method with the expected credit loss models in accordance with IFRS 9 rules as of 1 January 2018. Expected credit losses include a probability-weighted amount that is determined by evaluating a range of possible outcomes; reasonable and supportable information that are current conditions and forecasts of future economic conditions and the time value of money. The financial assets are divided into three categories depending on the gradual increase in credit risk observed since their initial recognition:

Stage 1:

They are financial assets that do not have a significant increase in credit risk at initial recognition or since initial recognition. Loss allowance for impairment of credit risk for these assets is recorded in the amount of 12-month expected credit loss.

Stage 2:

In the case of a significant increase in credit risk since initial recognition the financial asset is transferred to Stage 2. Loss allowance for impairment of credit risk is determined on the basis of the instrument's lifetime expected credit losses.

Stage 3 (Default):

Stage 3 includes financial assets that have objective evidence of impairment at the reporting date. In the calculation of expected credit losses, probability of default is considered as 100%. In determining the impairment, the Bank considers the following criteria:

- Delinquency in interest and/or principal payments by more than 90 days. On the other hand, based on the BRSA's decision numbered 8948 dated 17 March 2020 and numbered 9312 and dated 8 December 2020 and numbered 9624 and dated 17 June 2021, the default definition is that the debt is delayed more than 180 days instead of 90 days is terminated with the decision numbered 9795 and dated 16 September 2021. Again, based on the same date and numbered decision, as of 1 October 2021, it was decided to continue the application of the aforementioned default definition for loans with a delay period of more than 91 days and not exceeding 180 days. In this context, the Bank measures the expected credit loss according to risk models, while considering the temporariness of the process and the liquidity shortage experienced by the borrower due to Covid-19 outbreak in calculating the expected credit loss within the scope of IFRS 9 for loans delayed between 91-180 days.
- Having the opinion that collection of principal and /or interest will be past due more than 90 days from its maturity or due date due to reasons such as having problems in the financing operating capital or creating additional liquidity due to unfavourable developments in macroeconomic conditions or in the sectors the debtor operates or, independent from all, due to adverse developments peculiar to the debtor.

The collections made based on provision provided for loans in the current period are deducted from "Expected Credit Losses" account in income statement, and the principal collections made in respect of loans that have been provision set aside in the previous periods or write-off exposures under off-balance sheet are recognized under "Other Operating Income" account.



**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VII. Explanations on Expected Credit Losses (continued)**

*Significant Increase in Credit Risk*

The Bank performs qualitative and quantitative assessments for the determination of financial assets that will be classified as Stage 2 due to the significant increase in credit risk.

To make the quantitative assessment, the Bank compares the rating information of the financial asset at the reporting date with the rating information at the date of initial recognition. The change above the defined threshold is considered as significant increase in credit risk, meaning that the credit is classified under Stage 2 loans.

Within the scope of qualitative assessments, if any of the following criteria occurs; the related financial asset would be taken into account as Stage 2:

- Delinquency in principal and/or interest payments, which is between 30 days and 90 days. In accordance with the BRSA Decision numbered 8970 dated 27 March 2020 and numbered 9312 dated 8 December 2020 and numbered 9624 and dated 17 June 2021 loans with an overdue more than 90 days instead of 30 days are taken into consideration was terminated with the decision numbered 9795 and dated 16 september 2021. Again, based on the same date and numbered decision, as of 1 October 2021, it was decided to continue the aforementioned stage 2 limit for loans with a delay period of more than 31 days and not exceeding 90 days. In accordance with the related decisions, borrowers with a DPD between 30 and 90 days were classified as Stage 1, however lifetime ECL (S2 ECL) was calculated for them.
- Watchlist exposures,
- Forborne exposures,
- The other retail exposures which belong to an obligor who has a retail exposure that is classified as non-performing loans.

*Measurement of Expected Credit Losses*

ECL is estimated according to several macroeconomic scenarios and final ECL is an average of each scenario's ECL weighted by scenario probabilities. The parameters subject to the expected credit loss measurement are as follows:

Exposure at Default (EAD): The EAD represents the incurred amortized cost for cash obligations as of reporting date. It refers to the value calculated through credit conversion factors for non-cash loans and commitments.

Credit Conversion Factor (CCF): As of the reporting date, CCF corresponds to the rate used to convert non-cash loans and commitments to loan equivalents. Conversion rates are determined based on Circular 2016/1 published by local regulatory (BRSA) under the Basel 1 Framework.

Lost Given Default (LGD): It represents the economic loss incurred on the loan, if a loan defaults. It is represented as a percentage. The recovery rate summarizes all cash flows from the customer after default, including collections through cash, prior lien mortgages and vehicle pledges. In this context, different LGD values are calculated for the segments in the retail and non-retail portfolios using historical data.

Probability of Default (PD): PD represent the likelihood of default over a specified time period. Based on TFRS 9, the Bank uses two different PDs in order to calculate expected credit losses:

- 12-month PD: as the estimated probability of default occurring within the next 12 months following the reporting date.
- Lifetime PD: as the estimated probability of default occurring over the remaining life of the financial instrument.

The Bank uses two separate internal rating systems for non-retail portfolio in the Corporate and SME segment. The both internal rating models include the borrower's financial information and the answers to the qualitative question set. PD's used in ECL calculation consider both current conditions and historical data. For retail portfolio, the cumulative multiplication of the 12-month averages of the roll rates for each delinquency cluster on the basis of products that are sharing common characteristics is considered as PD.

When expected credit losses are estimated, it is considered that three different macroeconomic scenarios as "Base", "Upside" and "Downside". Macroeconomic scenarios should be reviewed and if necessary, updated at least on an annual basis or earlier in case of a major event necessitating a review. Each scenario has its own probability to occur.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VII. Explanations on Expected Credit Losses (continued)**

*Significant Increase in Credit Risk (continued)*

The expected credit loss amount corresponding to each scenario is discounted to the net present value by using the exposure's contractual rate of interest.

If the loan classified under Stage 1, expected credit losses is calculated by considering 12-month PDs. The Bank calculates expected 12-month credit loss on the basis of a 12-month anticipation of default following the reporting date. The marginal PDs calculated as the difference between the cumulative PDs in two consecutive periods multiplied by the total loss in default calculated on EAD amounts for each horizon. This calculation is performed for each of the three scenarios as described above, each scenario is discounted to the net present value by using the exposure's effective interest rate of interest from related date and final ECL is derived from average of each scenario ECL weighted by scenario probabilities. If the loan classified under Stage 2, expected credit losses is calculated by considering lifetime. The expected credit loss measurement, including the use of forward-looking macroeconomic scenarios is similar to that described above however the probability of default is estimate lifetime of the financial instrument.

For non-retail loans classified under Stage 3, ECL estimated based on individual assessment in accordance with internal policies and IFRS9. Expected credit loss calculation is performed by discounting the expected collections of the financial instrument to its net present value with a defined interest rate.

In addition, the Bank assesses a certain portion of Stage 2 non-retail loans individually in the calculation of the expected credit losses based on TFRS 9. As of September 30, 2021, due to the negative effects of the COVID-19 epidemic, the Bank reviewed its cash flow expectations, collection forecasts and scenario weights for its individual assessed loans, and reflected the related effects to the expected loss provisions with the best estimation approach.

For retail products sharing similar credit risk characteristics, a collective approach is used for ECL measurement. In making this calculation, the Bank takes into consideration the transition rates between the clusters in the thirty-day intervals past due of the financial assets sharing the similar credit risk characteristics as of the end of the month. The probability of loss for related cluster is calculated by multiplying the average of the 12-month transition rates corresponding to each cluster with the average of the 12-month transition rates of afterthought clusters. The outstanding balance per cluster is multiplied by the probability of loss, LGD and weighted average remaining maturity. Finally, expected credit loss is computed by applying the respective impact from the forward looking model which accounts 3 probability weighted scenarios considering the stage and the remaining maturity of the retail product.

The Bank updates TFRS 9 models at least once a year in accordance with its internal policies. The model update for the probability of default and future expectations was made in the 4th quarter of 2020, and the Bank calculated the expected loss provision with the model updated at the end of 2020.

*Approaches to Determine Forward Looking Economic Scenario*

As mentioned above, by using scenarios related to macroeconomic factors, the effect of future expectations is included in the calculation of ECL. The macro indicators that make up these macroeconomic forecasting models are Gross Domestic Product (GDP) and unemployment rate. That macroeconomic model contains more than one scenario that are considered along with their respective probability of occurrence and the weighted average of the results of these scenarios are taken into account in ECL calculations.

Due to the COVID-19 outbreak, within the scope of forward-looking indicators, the scenarios have been updated in line with the new conditions and the probability of occurrence has been changed.

*Behavioural Maturity Calculation Methodology*

The loss allowance for expected credit losses is measured for loans in Stage 1 until the end of maturity for those with less than one year of maturity and one year for loans with a remaining maturity of more than one year. For loans in Stage 2, lifetime (up to maturity) expected credit losses is measured. This calculation is based on the remaining maturity information for each loan. While using this information for products with maturity information, behavioural maturity determined in accordance with internal policies is taken into consideration for products without maturity information such as off-balance sheet items and overdrafts. Expected credit losses are measured over these maturities according to the type of loan.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VII. Explanations on Expected Credit Losses (continued)**

*Financial Assets Measured at Fair Value through Other Comprehensive Income (FVOCI)*

As of 1 January 2018, The Bank applied the impairment requirements for the recognition and measurement of a loss allowance for financial assets that are measured at fair value through other comprehensive income in accordance with TFRS 9 principles. However, the loss allowance is recognised in other comprehensive income and does not reduce the carrying amount of the financial asset in the statement of financial position.

When the related financial asset is de-recognised from the financial statement, the loss allowance for expected credit losses previously reflected to the other comprehensive income is classified under the profit-loss statement.

**VIII. Explanations on Offsetting of Financial Instruments**

Financial assets and liabilities are offset when the Bank has a legally enforceable right to set off, and the intention of collecting or paying the net amount of related assets and liabilities or the right to offset the assets and liabilities simultaneously. Otherwise, there is not any offsetting transaction about financial assets and liabilities.

**IX. Explanations on Sales and Repurchase Agreements and Lending of Securities**

The sales and purchase of government securities under repurchase agreements made with the customers are being recorded in balance sheet accounts in accordance with the Uniform Chart of Accounts. Accordingly in the financial statements, the government bonds and treasury bills sold to customers under repurchase agreements are classified under financial assets at fair value through profit or loss, financial assets at fair value through other comprehensive income and financial assets measured at amortized cost depending on the portfolio they are originally included in and are valued according to the valuation principles of the related portfolios. Funds obtained from repurchase agreements are classified as a separate sub-account under money markets borrowings account in the liabilities.

Funds given against securities purchased under agreements to resell (“reverse repo”) are accounted under “Receivables from reverse repurchase agreements” on the balance sheet. The difference between the purchase and determined re-sell price is accrued over the life of repurchase agreements.

The income and expenses from these transactions are reflected to the “Interest Income on Marketable Securities” and “Interest Expense on Money Market Borrowings” accounts in the income statement.

**X. Explanations on Assets Held for Sale and Discontinued Operations**

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

The Bank, in some portion of the foreclosed assets, provides repurchase right to the debtor.

A discontinued operation is a division of a bank that is either disposed or held for sale.

Results of discontinued operations are included in the income statement separately. As of 30 September 2021 and 31 December 2020 the Bank does not have any discontinued operations.

**XI. Explanations on Goodwill and Other Intangible Assets**

There is no goodwill regarding the investments in associates and subsidiaries.

Other intangible assets are accounted for at cost less accumulated amortization. Other intangible assets are amortized with straight-line method based on their economic lives. There have been no changes in the amortization calculation method during the current period.

As of the balance sheet date, all softwares are purchased and there are no completed or continuing software development projects by the Bank.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**XII. Explanations on Tangible Fixed Assets**

Tangible fixed assets are accounted for at acquisition cost less accumulated depreciation.

Depreciation of assets held less than one year as of the balance sheet date is accounted for proportionately. Depreciation method is not changed in the current period. The annual rates used, which approximate rates based on the estimated economic useful lives of the related assets, are as follows:

	%
Buildings	2
Safety box	2
ATM	10
Furniture, fixtures and others	6-20
Office equipment's	10-33

Gain or loss resulting from disposals of the tangible fixed assets is reflected to the income statement as the difference between the net proceeds and net book value.

Normal maintenance and repair cost of the properties are expensed.

There is no pledge, mortgage, or any other lien on tangible fixed assets.

Branches, service buildings and vehicles subject to operational lease are accounted in accordance with TFRS 16 as of 1 January 2019.

At the commencement date, the Bank measures the right-of-use asset in accordance with TFRS 16. The depreciation requirements in TAS 16 Property, Plant and Equipment is applied in depreciating real assets considered as right-of-use asset. Amortization calculation considers the length of contract as useful lifetime.

The amortization expenses related to operational leases subject to TFRS 16 are recorded in profit/loss table under amortization expenses of tangible asset.

**XIII. Explanations on Leasing Transactions**

Tangible assets acquired through financial leasing are recognized as assets and the related liabilities as lease payables in assets and liabilities, respectively. Financial costs on leasing agreements are distributed throughout the lease periods at fixed interest rates. Interest expenses and foreign exchange losses related with financial leasing are accounted in income statement. Depreciation for assets acquired through financial leases is calculated consistently with the same principle as for the tangible assets.

As of the balance sheet date, the Bank does not have authorization for any financial leasing transactions as lessor.

**a. Disclosures of TFRS 16**

**Bank- lessee:**

The Bank 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 Bank reflects the existence of a right of use and a lease liability to the financial statements at the effective date of the lease.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**XIII. Explanations on Leasing Transactions (continued)**

**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 Bank and

When Bank 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.

TAS 16 Impairment of Assets is applied to determine whether the real estates considered as right-of-use assets are impaired and to account for any impairment loss identified.

**The Lease Obligations:**

At the effective date of the lease, the Bank measures its leasing liability at the present value of the lease payments not paid at that time. Lease payments are discounted using the Bank'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 Bank 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.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**XIV. Explanations on Provisions and Contingent Liabilities**

Provisions are recognized when there is a present obligation due to a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are determined by using the Bank's best expectation of expenses in fulfilling the obligation and discounted to present value if material.

**XV. Explanations on Liabilities Regarding Employee Benefits**

In accordance with the existing labor law, the Bank is required to make lump-sum termination indemnities to each employee who has completed over one year of service and whose employment is terminated due to retirement or for reasons other than resignation and misconduct.

The Bank has calculated provision for employee severance benefits in the accompanying financial statements in accordance with TAS 19 "Employee Benefits" by using the "Projection Method" and discounted the total provision by using the current market yield at the balance sheet date on government bonds based on their past experiences in the issues of completion of personnel service period and severance pay eligibility.

The Bank has no retirement fund or foundation that the employees are the member of.

*Defined Contribution Plans:*

The Bank pays contributions to the Social Security Institution of Turkey on a mandatory basis. The Bank has no further payment obligations once the contributions have been paid. The contributions are recognized as employee benefit expense when they are due.

*Short-term Employee Benefits:*

In accordance with TAS 19 "Turkish Accounting Standard on Employee Benefits"; defined liabilities that arise from unused leave payments are accrued in the related period and are not discounted.

**XVI. Explanations on Taxation**

*Corporate Tax:*

According to the Article 32 of the Corporate Tax Law No 5520, accepted in the meeting of Grand National Assembly of Turkey (TBMM) on June 13, 2006 and announced in the Official Gazette dated June 21, 2006, the corporate tax rate has been decreased from 30% to 20%, effective from January 1, 2006 as per the Article 37 of the Corporate Tax Law.

According to Provisional Article 13 added to the Corporate Tax Law, Corporate Tax at 20% shall be applied as 25% for corporate earnings for the 2021 taxation period and 23% for corporate earnings for the 2022 taxation period.

In accordance with tax legislation, temporary tax is paid at the rate in force in the relevant period on earnings generated as of quarterly periods, and the amounts paid are deducted from the calculated tax on annual earnings.

Tax returns are required to be filed between the first and twenty-fifth day of the fourth month following the balance sheet date and paid in one installment until the end of the related month.

According to the Corporate Tax Law, tax losses can be carried forward for a maximum period of five years following the year in which the losses are incurred. Tax authorities can inspect tax returns and the related accounting records for a retrospective maximum period of five years.

The Bank makes necessary provisions over results of current period operations related with Income Tax and Corporate Tax liabilities.

The balance resulting from netting off prepaid taxes and the corporate tax provision is shown in the current tax asset or liability as being positive or negative, respectively.

*Deferred Tax Liability / Asset:*

The Bank calculates and reflects deferred tax asset or liability on timing differences which will result in taxable or deductible amounts in determining taxable profit of future periods.

In accordance with TAS 12 "Turkish Accounting Standard on Income Taxes" the Bank calculates deferred tax asset on carry forward tax losses and all deductible temporary differences, if sufficient taxable profit within five-year period to recover such amounts is probable; as well as deferred tax liability on all taxable temporary differences.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**XVI. Explanations on Taxation (continued)**

*Deferred Tax Liability / Asset (continued)*

The book value of the deferred tax asset is reviewed at the end of each reporting period. The book value of a deferred tax asset is reduced to the extent that it is no longer probable that sufficient financial profit will be available to allow the benefit of part or all of the deferred tax asset to be obtained.

If the deferred tax transactions and other issues are recognized (accounted) in profit and loss, related tax effects are recognized in profit and loss. On the other hand, if the deferred tax transactions and other issues are recognized (accounted) in equity accounts, related tax effects are also recognized (accounted) in equity accounts.

Deferred tax assets and liabilities are reflected in the accompanying financial statements on a net basis.

The net deferred tax asset is included in deferred tax asset and the net deferred tax liability is reflected under deferred tax liability on the balance sheet.

In the deferred tax calculation, the enacted tax rate, in accordance with the tax legislation, is used as of the balance sheet date. The Law regarding amendments on Certain Tax Laws was approved in The Grand National Assembly of Turkey on 15 April 2021 and the Law was published in the Official Gazette on 22 April 2021. Accordingly, the corporate income tax rate will be determined as 25% and 23% for the years 2021 and 2022. According to the Law that have been enacted, deferred tax asset and liabilities shall be measured at the tax rate 25% that are expected to apply to these periods when the assets is realised or the liability is settled. For the periods 2022 and after deferred tax assets and liabilities were measured by 23% and 20% tax rate. As of 30 September 2021, the Bank calculated deferred tax on its assets and liabilities according to the rates corresponding to the relevant periods.

**XVII. Additional Explanations on Borrowings**

The borrowing costs related to purchase, production, or construction of qualifying assets that require significant time to be prepared for use and sale are included in the cost of assets until the relevant assets become ready to be used or to be sold. Financial investment income obtained by temporary placement of undisbursed investment loan in financial investments is offset against borrowing costs qualified for capitalization.

All other borrowing costs are recorded to the income statement in the period they are incurred.

The Bank has not issued convertible bonds.

**XVIII. Explanations on Issued Share Certificates**

Direct transaction costs related to issuance of stock certificates are recognized as discount from equity.

**XIX. Explanations on Avalized Drafts and Acceptances**

Avalized draft and acceptances are realized simultaneously with the payment dates of the customers and they are presented as probable commitments in off-balance sheet accounts.

**XX. Explanations on Government Incentives**

There are no government incentives utilized by the Bank.

**XXI. Explanations on Segment Reporting**

Reporting according to the operational segment is presented in Note VIII of Section Four.

**XXII. Explanations on Reclassifications**

The Bank has made some classifications on the financial statements in order to comply with the presentation of the financial statements dated 30 September 2021. These classifications does not have any impact over Bank's asset size or financial performance.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**XXIII. Explanations on Other Disclosures**

The new type of virus, COVID-19, and precautions regarding it, cause malfunctions in operations in countries exposed to it. Moreover, it affects economic conditions negatively both in our country and globally.

The process is monitored and managed by the Bank's Executive Committee with an integrated approach by giving priority to employee and customer safety, business continuity and including the assessment of its financial impacts.

The Bank has reflected possible effects of the COVID-19 outbreak on the estimates and judgments used in preparation of the financial statements as of 30 September 2021.

The Bank's detailed assessments in terms of financial impacts are ongoing, and which may have a significant impact on the financial statements are identified and addressed as follows:

- TFRS 9 – Within Financial Instruments Standard, the adequacy of the Expected Credit Losses has been evaluated taking into account the effects of outbreak and accounting estimates and assumptions has been reviewed and the necessary updates have been reflected.
- TFRS 16 - The effects within Leasing standard has been reviewed and deemed that no change is required.
- TAS 12 – The effects of recoverable amounts within Income Taxes Standard has been reviewed and deemed that no change is required.
- The effects of TFRS 15 - Revenue from Contracts with Customers and TAS 37 - Provisions, Contingent Liabilities and Contingent Assets Standard on the contracts with customers and suppliers have been reviewed and deemed that no change is required.

Additionally, the Bank's capital adequacy standard ratios and liquidity coverage ratios remain above from minimum limits stated on the legislation.

The Bank's management continues to monitor and evaluate the possible impacts as of the reporting date.

The Bank's management analyses the permanent depreciation on assets monitored with their Fair Value and it is decided that there is no such indication.



**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**SECTION FOUR**

**INFORMATION RELATED TO FINANCIAL POSITION AND RISK MANAGEMENT OF THE BANK**

**I. Explanations on Equity**

As of 30 September 2021, Bank's total capital has been calculated as TL 6.271.461 and capital adequacy ratio is 19,66%. As of 31 December 2020, Bank's total capital amounted to TL 5.976.985 and capital adequacy ratio was 19,82%. These ratios are above the minimum ratio required by the legislation.

**a. Information about Total Capital:**

	<b>Current Period 30 September 2021</b>
<b>COMMON EQUITY TIER 1 CAPITAL</b>	
Paid-up Capital following all debts in terms of claim in liquidation of the Bank	3.288.842
Share issue premiums	-
Reserves (*)	148.041
Gains recognized in equity as per TAS	-
Profit	140.703
Current Period Profit	140.703
Prior Period Profit	-
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled partnerships and cannot be recognized within profit for the period	-
<b>Common Equity Tier 1 Capital Before Deductions</b>	<b>3.577.586</b>
<b>Deductions from Common Equity Tier 1 Capital</b>	
Common Equity as per the 1st clause of Provisional Article 9 of the Regulation on the Equity of Banks	-
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	16.258
Improvement costs for operating leasing	33.886
Goodwill (net of related tax liability)	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	107.020
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	77.400
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	-
<b>Total Deductions From Common Equity Tier 1 Capital</b>	<b>234.564</b>
The positive difference between the expected loan loss provisions under TFRS 9 and the total provision amount calculated before the application of TFRS 9	139.398
<b>Total Common Equity Tier 1 Capital</b>	<b>3.482.420</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations on Equity (continued)**

	Current Period 30 September 2021
<b>ADDITIONAL TIER I CAPITAL</b>	
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)	-
<b>Additional Tier I Capital before Deductions</b>	-
<b>Deductions from Additional Tier I Capital</b>	-
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 Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital	-
The Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital	-
Other items to be defined by the BRSA	-
<b>Transition from the Core Capital to Continue to deduce Components</b>	-
Goodwill and other intangible assets and related deferred tax liabilities which will not 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 (-)	-
<b>Total Deductions From Additional Tier I Capital</b>	-
<b>Total Additional Tier I Capital</b>	-
<b>Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)</b>	<b>3.482.420</b>
<b>TIER II CAPITAL</b>	
Debt instruments and share issue premiums deemed suitable by the BRSA (**)	2.663.161
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	343.682
<b>Tier II Capital Before Deductions</b>	<b>3.006.843</b>
<b>Deductions From Tier II Capital</b>	-
Direct and indirect investments of the Bank on its own Tier II Capital (-)	217.802
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 when 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 (-)	-
<b>Total Deductions from Tier II Capital</b>	<b>217.802</b>
<b>Total Tier II Capital</b>	<b>2.789.041</b>
<b>Total Capital (The sum of Tier I Capital and Tier II Capital)</b>	<b>6.271.461</b>
<b>Deductions from Total Capital</b>	-
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 (-)	-
<b>In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Download Components</b>	-
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 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 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 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 (-)	-
<b>Total Capital (The sum of Tier I Capital and Tier II Capital and After The Deductions from Total Capital)</b>	-

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations on Equity (continued)**

	<b>Current Period 30 September 2021</b>
<b>TOTAL CAPITAL</b>	
Total Capital (TIER I Capital and TIER II Capital)	6.271.461
Total risk weighted amounts	31.893.563
<b>CAPITAL ADEQUACY RATIOS</b>	
Core Capital Adequacy Ratio	10,92
Tier I Capital Adequacy Ratio	10,92
Capital Adequacy Ratio	19,66
<b>BUFFERS</b>	
Total buffer requirement	2,521
Capital conservation buffer requirement	2,500
Bank specific counter-cyclical buffer requirement	0,021
Systemic important bank buffer ratio	
The ratio of Additional Common Equity Tier I capital which will be calculated by the first paragraph of the Article 4 of Regulation on Capital Conservation and Countercyclical Capital buffers to Risk Weighted Assets	6,42
<b>Amounts Lower Than Excesses as per Deduction Rules</b>	
Portion of the total of net long positions of investments in equity items of unconsolidated banks and financial institutions where the bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I capital	
Portion of the total of investments in equity items of unconsolidated banks and financial institutions where the bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I capital	
Amount arising from deferred tax assets based on temporary differences	-
Limits related to provisions considered in Tier II calculation	-
<b>Limits related to provisions considered in Tier II calculation</b>	
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	-
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	
Excess amount of total provision amount to credit risk Amount of the Internal Ratings Based Approach in accordance with the Communiqué on the Calculation	1.104.067
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	343.682
<b>Debt instruments subjected to Article 4 (to be implemented between January 1, 2018 and January 1, 2022)</b>	-
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	-

(\*) The Bank, in accordance with Article 519 of the Turkish Commercial Code No.6102, decided in the Extraordinary General Assembly on March 24, 2021 to book legal reserves of TL 6.710, which is 5% of the distributable net statutory profit of TL 134.209 and the remaining amount of TL 127.499 has been decided to be reserved as extraordinary reserves.

(\*\*) The Bank, on August 1, 2017 issued the Basel III compliant, 10 year, semi-annual fixed 7,625% coupon paying bond of USD 300 million to foreign domicile investors. The bond, with the permission of BRSA dated July 17, 2017 was classified as Tier II sub-loan. The Bank, pursuant to the approval of the BRSA on 26 September 2018, bought back USD 24.535 thousands of Tier II sub-loan as of 30 September 2021, and the relevant amount has been deducted from the capital amount in the equity calculation. The Bank has not redeemed or cancelled the shares in circulation, thus selling back any portion of such amount at any time is completely at the Bank management's discretion.

As of September 30, 2021 in accordance with BRSA's decision dated December 8, 2020 and numbered 9312 and dated September 16 2021 and numbered 9795, the amount subject to credit risk in capital adequacy calculations calculated by taking into account the simple arithmetic average of the Central Bank foreign exchange buying rates for the last 252 business days before the calculation date. Had the Bank not applied these regulations, the equity amount as of 30 September 2021 would be calculated as TL 6.286.235 and the capital adequacy standard ratio would be calculated as 19,01 %.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations on Equity (continued)**

	<b>Prior Period</b>
	<b>31 December 2020</b>
<b>COMMON EQUITY TIER 1 CAPITAL</b>	
Paid-up Capital following all debts in terms of claim in liquidation of the Bank	3.288.842
Share issue premiums	-
Reserves (*)	17.498
Gains recognized in equity as per TAS	67.708
Profit	134.209
Current Period Profit	134.209
Prior Period Profit	-
Shares acquired free of charge from subsidiaries, affiliates and jointly controlled partnerships and cannot be recognised within profit for the period	-
<b>Common Equity Tier 1 Capital Before Deductions</b>	<b>3.508.257</b>
<b>Deductions from Common Equity Tier 1 Capital</b>	<b>-</b>
Common Equity as per the 1st clause of Provisional Article 9 of the Regulation on the Equity of Banks	-
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	7.043
Improvement costs for operating leasing	37.291
Goodwill (net of related tax liability)	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	97.369
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	42.656
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 1 Capital or Tier II Capital	-
<b>Total Deductions From Common Equity Tier 1 Capital</b>	<b>184.359</b>
The positive difference between the expected loan loss provisions under TFRS 9 and the total provision amount calculated before the application of TFRS 9	278.796
<b>Total Common Equity Tier 1 Capital</b>	<b>3.602.694</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations on Equity (continued)**

	Prior Period 31 December 2020
<b>ADDITIONAL TIER 1 CAPITAL</b>	
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)	-
<b>Additional Tier I Capital before Deductions</b>	-
<b>Deductions from Additional Tier I Capital</b>	-
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 Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital	-
The Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital	-
Other items to be defined by the BRSA	-
<b>Transition from the Core Capital to Continue to deduce Components</b>	-
Goodwill and other intangible assets and related deferred tax liabilities which will not 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 (-)	-
<b>Total Deductions From Additional Tier I Capital</b>	-
<b>Total Additional Tier I Capital</b>	-
<b>Total Tier I Capital (Tier I Capital=Common Equity+Additional Tier I Capital)</b>	<b>3.602.694</b>
<b>TIER II CAPITAL</b>	
Debt instruments and share issue premiums deemed suitable by the BRSA(**)	2.226.375
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	329.996
<b>Tier II Capital Before Deductions</b>	<b>2.556.371</b>
<b>Deductions From Tier II Capital</b>	
Direct and indirect investments of the Bank on its own Tier II Capital (-)	182.080
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 (-)	-
<b>Total Deductions from Tier II Capital</b>	<b>182.080</b>
<b>Total Tier II Capital</b>	<b>2.374.291</b>
<b>Total Capital (The sum of Tier I Capital and Tier II Capital)</b>	<b>5.976.985</b>
<b>Deductions from Total Capital</b>	
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 (-)	-
<b>In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Download Components</b>	-
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 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 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 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 (-)	-
<b>Total Capital (The sum of Tier I Capital and Tier II Capital and After The Deductions from Total Capital)</b>	-

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations on Equity (continued)**

	<b>Prior Period 31 December 2020</b>
<b>TOTAL CAPITAL</b>	
Total Capital (TIER I Capital and TIER II Capital)	5.976.985
Total risk weighted amounts	30.153.312
<b>CAPITAL ADEQUACY RATIOS</b>	
Core Capital Adequacy Ratio	11,95
Tier I Capital Adequacy Ratio	11,95
Capital Adequacy Ratio	19,82
<b>BUFFERS</b>	
Total buffer requirement	2,530
Capital conservation buffer requirement	2,500
Bank specific counter-cyclical buffer requirement	0,030
Systemic important bank buffer ratio	-
The ratio of Additional Common Equity Tier I capital which will be calculated by the first paragraph of the Article 4 of Regulation on Capital Conservation and Countercyclical Capital buffers to Risk Weighted Assets	7,45
<b>Amounts Lower Than Excesses as per Deduction Rules</b>	
Portion of the total of net long positions of investments in equity items of unconsolidated banks and financial institutions where the bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I capital	-
Portion of the total of investments in equity items of unconsolidated banks and financial institutions where the bank owns 10% or less of the issued share capital exceeding the 10% threshold of above Tier I capital	-
Amount arising from deferred tax assets based on temporary differences	-
Limits related to provisions considered in Tier II calculation	-
<b>Limits related to provisions considered in Tier II calculation</b>	
General provisions for standard based receivables (before tenthousandtwentyfive limitation)	1.025.495
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	329.996
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	-
<b>Debt instruments subjected to Article 4 (to be implemented between January 1, 2018 and January 1, 2022)</b>	
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	-

(\*) The Bank, in accordance with Article 519 of the Turkish Commercial Code No.6102, decided in the Extraordinary General Assembly on March 26, 2020 to book legal reserves of TL 3.556, which is 5% of the distributable net statutory profit of TL 71.122 and the remaining amount of TL 67.566 has been decided to be reserved as extraordinary reserves.

(\*\*) The Bank, on August 1, 2017 issued the Basel III compliant, 10 year, semi-annual fixed 7,625% coupon paying bond of USD 300 million to foreign domicile investors. The bond, with the permission of BRSA dated July 17, 2017 was classified as Tier II sub-loan. The Bank, pursuant to the approval of the BRSA on 26 September 2018, bought back USD 24.535 thousands of Tier II sub-loan as of 31 December 2020, and the relevant amount has been deducted from the capital amount in the equity calculation. The Bank has not redeemed or cancelled the shares in circulation, thus selling back any portion of such amount at any time is completely at the Bank management's discretion.

As of December 31, 2020 in accordance with BRSA's decision dated December 8, 2020 and numbered 9312, the Bank, the amount subject to credit risk in capital adequacy calculations calculated by taking into account the simple arithmetic average of the Central Bank foreign exchange buying rates for the last 252 business days before the calculation date. Additionally, negative revaluation differences of the securities classified under "Financial Assets Measured at Fair Value through Other Comprehensive Income" which acquired before 23 March 2020 has not been included in capital calculation. Had the Bank not applied these regulations, the equity amount as of 31 December 2020 would be calculated as TL 5.989.862 and the capital adequacy standard ratio would be calculated as 19,07%.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations on Equity (continued)**

**Details on Subordinated Liabilities:**

Lender	Odea Bank A.Ş
Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	XS1655085485/ US67576MAA27
Governing law(s) of the instrument	It is subject to English law additionally certain articles are subject to Turkish law. It has been issued under the "Communiqué on Borrowing Instruments" of the CMB and the "Regulation on Equities of Banks" of the BRSA.
Regulatory treatment	Tier II Capital
Subject to 10% deduction as of 1/1/2015	No
Eligible at stand-alone / consolidated (*)	Stand Alone
Instrument type (types to be specified by each jurisdiction)	Subordinated Loan
Amount recognised in regulatory capital (Currency in thousand, as of most recent reporting date) (**)	2.445.359
Per value of instrument ( Thousand USD ) (***)	275.465
Accounting classification	Liability-Subordinated Loans
Original date of issuance	01/08/2017
Perpetual or dated	10 Years Dated
Original maturity date	-
Issuer call subject to prior supervisory approval	Yes
Optional call date, contingent call dates and redemption amount	On 1 August 2022, there is an early repayment option. Amount to pay back: TL 2.445.359 thousand
Subsequent call dates, if applicable	-
Coupons / dividends	-
Fixed or floating dividend/coupon	Fixed
Coupon rate and any related index	7,625%
Existence of a dividend stopper	-
Fully discretionary, partially discretionary or mandatory	-
Existence of step up or other incentive to redeem	-
Noncumulative or cumulative	Noncumulative
Convertible or non-convertible	None
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, specify instrument type convertible into	None
If convertible, specify issuer of instrument it converts into	None
Write-down feature	Yes
If write-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: (1) its operating license is to be revoked and the Bank is liquidated or (2) 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 (3) it is probable that the Issuer will become non-viable; then the bonds can be written-down
If write-down, full or partial	Fully or partially
If write-down, permanent or temporary	Permanent
If temporary write-down, description of write-up mechanism	There are no any temporary write-up mechanisms.
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	In priority of receivables, it comes after the debt instruments which are nonsubordinated loans.
Whether the sub-loan agreement contains all the items stated within the article number 7 and 8 of "Own fund regulation" or not	The instrument is in compliance with article number 8.
Details of above mentioned items within article number 7 and 8 of "Own fund regulation"	The instrument is not in compliant with article numbered 7.

(\*) As of most recent reporting date, the bank does not have participation or subsidiary company.

(\*\*) Does not include accrued interests.

(\*\*\*) The Bank, on August 1, 2017 issued the Basel III compliant, 10 year, semi-annual fixed 7.625% coupon paying bond of USD 300 million to foreign domicile investors. The bond, with the permission of BRSA dated July 17, 2017 was classified as Tier II sub-loan. The Bank, pursuant to the approval of the BRSA on 26 September 2018, bought back USD 24.535 thousands of Tier II sub-loan as of 30 September 2021, and the relevant amount has been deducted from the capital amount in the equity calculation. The Bank has not redeemed or cancelled the shares in circulation, thus selling back any portion of such amount at any time is completely at the Bank management's discretion.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations on Equity (continued)**

**Basic information in the TFRS 9 transition process:** As of 30 September 2021, the Bank implements Provisional Article 5 of the “Regulation on Equity of Banks” published in the Official Gazette dated September 5, 2015 and numbered 29756. Therefore, in accordance with the Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside, eighty percent for the first year, sixty percent for the second year, forty percent for the third year, and twenty percent for the fourth year of the positive difference between the total expected loan loss provision calculated as of the date when the expected loan loss provisions are started to be recognized under TFRS 9 and the total provision amount calculated before starting the application of TFRS 9, can be added to the core capital amount after the tax deduction.

	2018	2019	2020	2021	2022
<b>EQUITY COMPONENTS</b>					
Core Capital	3.672.542	3.601.419	3.602.694	3.482.420	3.343.022
Transition Process Unapplied Core Capital	3.114.950	3.183.222	3.323.898	3.343.022	3.343.022
Tier I Capital	3.672.542	3.601.419	3.602.694	3.482.420	3.343.022
Transition Process Unapplied Main Capital	3.114.950	3.183.222	3.323.898	3.343.022	3.343.022
Equity	5.535.732	5.558.945	5.976.985	6.271.461	6.132.063
Transition Process Unapplied Equity	4.978.141	5.140.747	5.698.189	6.132.063	6.132.063
<b>TOTAL RISK WEIGHTED AMOUNTS</b>					
Total Risk Weighted Amounts	25.873.673	25.575.654	30.153.312	31.893.563	31.893.563
<b>CAPITAL ADEQUACY RATIO</b>					
Core Capital Adequacy Ratio (%)	14,19%	14,08%	11,95%	10,92%	10,48%
Transition Process Unapplied Core Capital Adequacy Ratio (%)	12,04%	12,45%	11,02%	10,48%	10,48%
Main Capital Adequacy Ratio (%)	14,19%	14,08%	11,95%	10,92%	10,48%
Transition Period Unapplied Main Capital Adequacy Ratio (%)	12,04%	12,45%	11,02%	10,48%	10,48%
Capital Adequacy Ratio (%)	21,40%	21,74%	19,82%	19,66%	19,23%
Transition Process Unapplied Capital Adequacy Ratio (%)	19,24%	20,10%	18,90%	19,23%	19,23%
<b>LEVERAGE RATIO</b>					
Total Leverage Ratio Risk Exposure	44.358.365	41.192.104	53.410.064	57.507.161	57.507.161
Leverage Ratio	8,53	8,70	6,62	6,29	6,21
Transition Process Unapplied Leverage Ratio	7,76	7,61	6,45	6,21	6,21



**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. Explanations on Currency Risk**

Foreign currency risk indicates the probability of loss that banks are subject to due to the exchange rate movements in the market. While calculating the share capital requirement, all foreign currency assets, liabilities and forward transactions of the Bank are taken into consideration and value at risk is calculated by using the standard method.

The Board of Directors sets limits for the positions and stop losses which are followed up daily and weekly. Any possible changes in the foreign currency transactions in the Bank's positions are also monitored.

The announced foreign exchange buying rates of the Bank at 30 September 2021 and the previous five working days in full TL are as follows (Bank's FC evaluation rates):

	23 September 2021	24 September 2021	27 September 2021	28 September 2021	29 September 2021	30 September 2021
<b>USD</b>	8,7313	8,8416	8,8294	8,8759	8,8655	8,8772
<b>CHF</b>	9,4624	9,5592	9,5279	9,5528	9,5277	9,4919
<b>GBP</b>	11,9937	12,1042	12,1082	12,0229	11,9272	11,9687
<b>100 JPY</b>	7,93187	7,98941	7,96513	7,95713	7,94461	7,94112
<b>EURO</b>	10,2485	10,3551	10,3314	10,3670	10,3195	10,2849

  

	24 December 2020	25 December 2020	28 December 2020	29 December 2020	30 December 2020	31 December 2020
<b>USD</b>	7,5601	7,5620	7,4478	7,3507	7,3636	7,4212
<b>CHF</b>	8,4919	8,4937	8,3743	8,3002	8,3366	8,4323
<b>GBP</b>	10,2750	10,2781	10,0633	9,9244	10,0140	10,1276
<b>100 JPY</b>	7,2935	7,2935	7,1878	7,0873	7,1454	7,1999
<b>EURO</b>	9,2159	9,2178	9,0967	9,0052	9,0483	9,1141

The simple arithmetic averages of foreign exchange buying rates of the Bank for major currencies the thirty days before 30 September 2021 are as follows:

	Monthly Average Foreign Exchange Rate
<b>USD</b>	8,5475
<b>CHF</b>	9,2675
<b>GBP</b>	11,7553
<b>100 JPY</b>	7,7610
<b>EURO</b>	10,0655

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. Explanations on Currency Risk (continued)**

<b>30 September 2021</b>	<b>EUR</b>	<b>USD</b>	<b>OTHER FC</b>	<b>TOTAL</b>
<b>Assets</b>				
Cash (Cash in Vault, Foreign tax Cash, Money in Transit, Cheques Purchased, Precious Metals) and Balances with the Central Bank of Turkey	1.973.721	2.543.072	300.489	4.817.282
Banks	394.915	2.799.504	20.855	3.215.274
Financial Assets at Fair Value through Profit and Loss	806	13.415	-	14.221
Money Market Placements	-	-	-	-
Financial Assets at Fair Value through Other Comprehensive Income	564.646	2.372.154	-	2.936.800
Loans (*)	5.903.330	4.438.791	-	10.342.121
Subsidiaries, Associates and Jointly Controlled Entities	-	-	-	-
Financial Assets measured at Amortized Cost	410.269	551.323	-	961.592
Derivative Financial Assets for Hedging Purposes	-	-	-	-
Tangible Assets	-	-	-	-
Intangible Assets	-	-	-	-
Other Assets	11.302	230.333	3.133	244.768
<b>Total Assets (**)</b>	<b>9.258.989</b>	<b>12.948.592</b>	<b>324.477</b>	<b>22.532.058</b>
<b>Liabilities</b>				
Bank Deposits	-	7.146	-	7.146
Other Deposits	4.951.258	10.357.497	2.555.363	17.864.118
Money Market Balances	-	543.258	-	543.258
Funds Provided From Other Financial Institutions (***)	884.106	2.978.343	-	3.862.449
Marketable securities issued	-	-	-	-
Miscellaneous payables	126.381	978.510	555	1.105.446
Derivative Financial Liabilities for Hedging Purposes	-	-	-	-
Other Liabilities	12.558	139.214	-	151.772
<b>Total Liabilities (**)</b>	<b>5.974.303</b>	<b>15.003.968</b>	<b>2.555.918</b>	<b>23.534.189</b>
<b>Net Balance Sheet Position</b>	<b>3.284.686</b>	<b>(2.055.376)</b>	<b>(2.231.441)</b>	<b>(1.002.131)</b>
<b>Net Off-Balance Sheet Position</b>	<b>(2.489.217)</b>	<b>1.235.624</b>	<b>2.232.683</b>	<b>979.090</b>
Derivative Financial Assets	5.181.464	32.539.473	4.361.733	42.082.670
Derivative Financial Liabilities	7.670.681	31.303.849	2.129.050	41.103.580
Non-Cash Loans (****)	1.934.541	2.353.899	-	4.288.440
<b>Prior Period</b>				
Total Assets	8.214.743	11.703.594	350.925	20.269.262
Total Liabilities	5.721.652	14.686.962	1.857.251	22.265.865
<b>Net Balance Sheet Position</b>	<b>2.493.091</b>	<b>(2.983.368)</b>	<b>(1.506.326)</b>	<b>(1.996.603)</b>
<b>Net Off-Balance Sheet Position</b>	<b>(2.322.666)</b>	<b>3.587.527</b>	<b>1.470.316</b>	<b>2.735.177</b>
Financial Derivative Assets	4.154.328	28.056.560	3.764.585	35.975.473
Financial Derivative Liabilities	6.476.994	24.469.033	2.294.269	33.240.296
Non-Cash Loans (****)	1.581.902	1.559.890	4.743	3.146.535

(\*) Foreign currency indexed loans amounting to TL 38.435 are included in the loan portfolio. Expected loss provisions are not considered.

(\*\*) The foreign currency risk calculation is presented in accordance with the "Regulation on Foreign Currency Net General Position / Equity Standard Ratio Calculation and Implementation of Banks' on Consolidated and Non-Consolidated Basis" as published in the Official Gazette dated 1 November 2006 and numbered 26333 (FCNGP Regulation) and does not include all items in the financial statements.

(\*\*\*) Subordinated loans are included.

(\*\*\*\*) Does not affect net off-balance sheet position.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. Explanations on Currency Risk (continued)**

**Foreign currency sensitivity:**

The Bank holds EUR and USD currencies as a result of foreign currency transactions and manages it by using miscellaneous financial instruments.

As of 30 September 2021, the Bank's net foreign exchange exposure as per internal calculation is presented below:

<b>30 September 2021</b>	<b>EURO</b>	<b>USD</b>	<b>OTHER FC</b>	<b>TOTAL</b>
Net currency position including on-balance sheet and off-balance sheet	780	(14.076)	29.596	16.300
<b>31 December 2020</b>	<b>EURO</b>	<b>USD</b>	<b>OTHER FC</b>	<b>TOTAL</b>
Net currency position including on-balance sheet and off-balance sheet	(25.153)	(86.450)	58.714	(52.889)

The internal currency risk calculation includes derivative financial assets / liabilities, securities valuation differences and similar positions which are not included in the FCNGP Regulation of the BRSA and options are taken into account with their delta equivalents for internal currency risk management purposes.

The maximum and minimum positions presented in Other FC column of internal foreign exchange exposure calculation are TL 161.374 and TL (134.081) respectively (31 December 2020: TL 56.937 and TL (62)).

The table below shows the sensitivity of the Bank to a 10% change in USD and EURO exchange rates. 10% is the sensitivity rate and represents possible change in foreign exchange rates. Positive/Negative number indicates a change in profit or loss and other equity where USD and EUR appreciate 10% against TL.

	Change in currency rate in %	Effect on profit or loss (*)		Effect on equity(*)	
		30 September 2021	31 December 2020	30 September 2021	31 December 2020
USD	10%	(1.408)	(8.645)	(1.408)	(8.645)
USD	-10%	1.408	8.645	1.408	8.645
EUR	10%	78	(2.515)	78	(2.515)
EUR	-10%	(78)	2.515	(78)	2.515

(\*) Represents before tax amounts

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**III. Explanations on Interest Rate Risk**

Interest rate risk shows the probability of loss related to the changes in interest rates depending on the Bank's position, and it is managed by the Asset-Liability Committee. The interest rate sensitivity of assets, liabilities and off-balance sheet items related to this risk are measured by using the standard method and included in the market risk for capital adequacy.

Risk Management Group performs duration, maturity and sensitivity analysis to protect the effect of interest rate volatility and reported to the Asset-Liability Committee.

Simulations on interest income are performed in connection with the forecasted economic indicators used in the budget of the Bank. The negative effects of the fluctuations in the market interest rates on the financial position and the cash flows are minimized by revising budgeted targets.

The Bank management follows the market interest rates daily and revises the interest rates of the Bank whenever necessary.

Since the Bank monitors maturity mismatches very closely a significant interest rate risk exposure is not expected.

**Information related to the interest rate sensitivity of assets, liabilities and off-balance sheet items (based on repricing dates):**

	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	Over 5 Years	Non-interest bearing	Total
<b>30 September 2021</b>							
<b>Assets</b>							
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metals) and Balances with the Central Bank of Turkey	825.116	-	-	-	-	4.568.601	5.393.717
Banks (***)	692.860	-	-	-	-	2.760.917	3.453.777
Financial Assets at Fair Value Through Profit and Loss	12.840	-	131	1.217	620	-	14.808
Money Market Placements	40.021	-	-	-	-	-	40.021
Financial assets at fair value through other comprehensive income	381.525	304.242	2.207.374	4.375.043	1.267.115	5.138	8.540.437
Loans (***)	5.420.369	3.382.059	3.820.707	4.593.991	4.245.318	131.733	21.594.177
Financial assets measured at amortized cost (***)	-	262.396	266.672	452.821	173.343	(4.872)	1.150.360
Other Assets (*) (***)	248.731	320.719	53.361	48.206	980.893	1.861.408	3.513.318
<b>Total Assets</b>	<b>7.621.462</b>	<b>4.269.416</b>	<b>6.348.245</b>	<b>9.471.278</b>	<b>6.667.289</b>	<b>9.322.925</b>	<b>43.700.615</b>
<b>Liabilities</b>							
Bank Deposits	257.124	34.042	-	-	-	10.369	301.535
Customer Deposits	15.878.531	6.367.853	1.734.235	51.379	-	6.106.483	30.138.481
Money Market Borrowings	2.134.263	-	-	-	-	-	2.134.263
Miscellaneous Payables	-	-	-	-	-	1.373.455	1.373.455
Marketable Securities Issued	-	111.537	-	-	-	-	111.537
Funds Provided From Other Financial Institutions	-	286.731	-	964.446	135.151	-	1.386.328
Subordinated Loans (**)	-	-	-	-	2.476.121	-	2.476.121
Other Liabilities (***)	106.661	58.734	189.092	261.565	986.110	4.176.733	5.778.895
<b>Total Liabilities</b>	<b>18.376.579</b>	<b>6.858.897</b>	<b>1.923.327</b>	<b>1.277.390</b>	<b>3.597.382</b>	<b>11.667.040</b>	<b>43.700.615</b>
Balance Sheet Long Position	-	-	4.424.918	8.193.888	3.069.907	-	15.688.713
Balance Sheet Short Position	(10.755.117)	(2.589.481)	-	-	-	(2.344.115)	(15.688.713)
Off-Balance Sheet Long Position	16.558.338	16.992.811	2.389.543	1.071.882	17.976.335	-	54.988.909
Off-Balance Sheet Short Position	(17.277.665)	(15.088.787)	(3.454.022)	(1.986.434)	(18.002.966)	-	(55.809.874)
<b>Total Position</b>	<b>(11.474.444)</b>	<b>(685.457)</b>	<b>3.360.439</b>	<b>7.279.336</b>	<b>3.043.276</b>	<b>(2.344.115)</b>	<b>(820.965)</b>

(\*) Derivative financial assets are classified under other assets and expected credit losses of other assets are netted in other assets.

(\*\*) The Bank, on August 1, 2017 issued the Basel III compliant, 10 year, semi-annual fixed 7,625% coupon paying bond of USD 300 million to foreign domicile investors. The bond, with the permission of BRSA dated July 17, 2017 was classified as Tier II sub-loan. The Bank, pursuant to the approval of the BRSA on 26 September 2018, bought back USD 24.535 thousands of Tier II sub-loan as of 30 September 2021, and the relevant amount has been deducted from the capital amount in the equity calculation. The Bank has not redeemed or cancelled the shares in circulation, thus selling back any portion of such amount at any time is completely at the Bank management's discretion.

(\*\*\*) Other liabilities consist of shareholders' equity amounting to TL 3.483.928, tax liabilities amounting to TL 97.011, provisions amounting to TL 186.111, lease payables to TL 133.533 and other liabilities amounting to TL 276.151. In addition, other liabilities include derivative financial liabilities amounting to TL 1.602.161.

(\*\*\*\*) Expected Credit losses for related items are presented in non-interest bearing column.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**III. Explanations on Interest Rate Risk (continued)**

**Prior period information related to the interest rate sensitivity of assets, liabilities and off-balance sheet items (based on repricing dates):**

	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	Over 5 Years	Non-interest bearing	Total
<b>31 December 2020</b>							
<b>Assets</b>							
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metals) and Balances with the Central Bank of Turkey	364.565	-	-	-	-	4.511.530	4.876.095
Banks	150.071	-	-	-	-	1.075.147	1.225.218
Financial Assets at Fair Value Through Profit and Loss	53.677	119.250	4.402	11.470	9.414	-	198.213
Money Market Placements	310.151	-	-	-	-	-	310.151
Financial assets at fair value through other comprehensive income	200.398	586.568	1.128.397	4.320.894	839.871	5.110	7.081.238
Loans (*)	5.866.856	3.211.796	4.516.818	3.323.891	2.060.120	2.280.483	21.259.964
Financial assets measured at amortized cost	-	37.651	229.426	573.661	218.125	-	1.058.863
Other Assets (**)	150.868	436.182	306.741	44.892	1.310.797	1.776.607	4.026.087
<b>Total Assets</b>	<b>7.096.586</b>	<b>4.391.447</b>	<b>6.185.784</b>	<b>8.274.808</b>	<b>4.438.327</b>	<b>9.648.877</b>	<b>40.035.829</b>
<b>Liabilities</b>							
Bank Deposits	183.514	-	-	-	-	641.592	825.106
Customer Deposits	15.046.780	4.817.967	998.429	4.902	-	3.946.010	24.814.088
Money Market Borrowings	3.545.993	-	-	-	-	-	3.545.993
Miscellaneous Payables	-	-	-	-	-	539.392	539.392
Marketable Securities Issued	419.622	79.583	63.841	-	-	-	563.046
Funds Provided From Other Financial Institutions	1.040	-	347.003	743.784	315.344	-	1.407.171
Subordinated Loans(**)	-	-	-	-	2.109.077	-	2.109.077
Other Liabilities (***)	221.014	150.959	198.264	304.643	1.311.626	4.045.450	6.231.956
<b>Total Liabilities</b>	<b>19.417.963</b>	<b>5.048.509</b>	<b>1.607.537</b>	<b>1.053.329</b>	<b>3.736.047</b>	<b>9.172.444</b>	<b>40.035.829</b>
Balance Sheet Long Position	-	-	4.578.247	7.221.479	702.280	476.433	12.978.439
Balance Sheet Short Position	(12.321.377)	(657.062)	-	-	-	-	(12.978.439)
Off-Balance Sheet Long Position	14.248.631	14.788.297	3.918.056	1.307.912	15.124.766	-	49.387.662
Off-Balance Sheet Short Position	(13.684.863)	(11.520.142)	(6.218.655)	(2.691.977)	(15.050.293)	-	(49.165.930)
<b>Total Position</b>	<b>(11.757.609)</b>	<b>2.611.093</b>	<b>2.277.648</b>	<b>5.837.414</b>	<b>776.753</b>	<b>476.433</b>	<b>221.732</b>

(\*) Expected credit losses for performing loans are shown in the non-interest bearing column. Derivative financial assets are classified under other assets and expected credit losses of other assets are netted in other assets.

(\*\*) The Bank, on August 1, 2017 issued the Basel III compliant, 10 year, semi-annual fixed 7,625% coupon paying bond of USD 300 million to foreign domicile investors. The bond, with the permission of BRSA dated July 17, 2017 was classified as Tier II sub-loan. The Bank, pursuant to the approval of the BRSA on 26 September 2018, bought back USD 24.535 thousands of Tier II sub-loan as of 30 September 2021, and the relevant amount has been deducted from the capital amount in the equity calculation. The Bank has not redeemed or cancelled the shares in circulation, thus selling back any portion of such amount at any time is completely at the Bank management's discretion.

(\*\*\*) Other liabilities consist of shareholders' equity amounting to TL 3.455.830, tax liabilities amounting to TL 67.042, provisions amounting to TL 172.551, lease payables to TL 120.954 and other liabilities amounting to TL 228.863. In addition, other liabilities include derivative financial liabilities amounting to TL 2.186.716.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**III. Explanations on Interest Rate Risk (continued)**

**Current period interest rates applied to monetary financial instruments:**

	EURO %	USD %	JPY %	TL %
<b>30 September 2021</b>				
<b>Assets</b>				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metals) and Balances with the Central Bank of Turkey	-	-	-	12,50
Banks	-	0,09	-	18,16
Financial Assets at Fair Value Through Profit and Loss	3,40	5,90	-	12,85
Money Market Placements	-	-	-	18,78
Financial Assets at Fair Value Through Other Comprehensive Income	4,19	4,22	-	19,29
Loans	4,59	6,12	-	16,04
Financial Assets Measured at Amortized Cost	2,78	6,65	-	9,19
<b>Liabilities</b>				
Bank Deposits	-	-	-	18,07
Customer Deposits	0,34	0,85	-	16,15
Money Market Borrowings	-	1,25	-	17,99
Subordinated Loans	-	7,63	-	-
Marketable Securities Issued	-	-	-	19,59
Funds Provided From Other Financial Institutions	1,65	3,55	-	-

**Prior Period interest rates applied to monetary financial instruments:**

	EURO %	USD %	JPY %	TL %
<b>31 December 2020</b>				
<b>Assets</b>				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metals) and Balances with the Central Bank of Turkey	-	-	-	10,64
Banks	-	1,30	-	16,98
Financial Assets at Fair Value Through Profit and Loss	2,85	5,08	-	17,38
Money Market Placements	-	-	-	17,84
Financial Assets at Fair Value Through Other Comprehensive Income	4,00	3,92	-	16,80
Loans	5,14	6,92	-	13,71
Financial Assets Measured at Amortized Cost	2,82	6,52	-	8,99
<b>Liabilities</b>				
Bank Deposits	-	-	-	16,77
Customer Deposits	1,65	2,48	-	14,83
Money Market Borrowings	-	2,84	-	16,98
Subordinated Loans	-	7,63	-	-
Marketable Securities Issued	-	-	-	9,61
Funds Provided From Other Financial Institutions	3,07	2,80	-	8,79

**IV. Explanations on Share Certificates Position Risk**

The Bank has no outstanding share certificate position.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio**

Liquidity risk is a risk that occurs as a result of, not having cash in hand or cash inflow at a level and nature to meet cash outflow as a consequence of imbalance in cash flow in time and completely. Liquidity risk consists of sum of two main risk types; funding liquidity risk and market liquidity risk.

Management of the Bank's liquidity risk is carried out in scope of responsibilities of Board of Directors, Risk Committee of the Board, Assets and Liabilities Management Committee (ALCO), Risk Management Department and other business units which are members of ALCO.

Board of Directors has the ultimate responsibility concerning the liquidity risk and its management. Board of Directors also has the responsibility to determine liquidity risk appetite as a part of holistic risk appetite, evaluate and approve proposed limits, approve liquidity risk management policy and confirm changes regarding limit and confinement.

Risk Committee evaluates and approves short, medium and long term liquidity risk management strategies. Risk Committee also provides general adaptability of the Bank to principals and management procedures included in the management of the risk. Risk Committee reviews and evaluates liquidity risk reports periodically.

Assets and Liabilities Management Committee (ALCO) establishes short, medium and long term liquidity management strategies and evaluates the liquidity risk profile of the Bank and impacts of recently developed trends on the liquidity of the Bank through periodical meetings. ALCO makes a decision regarding the qualification of liquidity buffer of the Bank in line with risk appetite and liquidity strategy of the Bank. Additionally, ALCO reviews liquidity reports and feedbacks of the Risk Management, considers Treasury's opinions and action plans and informs Risk Committee and Board of Directors about the possible adverse conditions regarding liquidity and its material impacts.

Risk Management establishes liquidity risk management policy, determines liquidity risk limits and submits these policies and limits to the approval of Board of Directors. It also provides to measure and manage liquidity risk in the framework of risk appetite and limits approved by the Board of Directors. Risk management performs reporting to ALCO, Risk Committee and members of Board of Directors regarding adherence to risk appetite and limit excess. Additionally, risk management is also responsible to form and implement liquidity stress tests and share the results with the related parties.

Liquidity risk analysis and early warning signals are reported to the senior management periodically. Furthermore, all the analysis including regulatory and internal rates with respect to liquidity risk are reported to ALCO and limit and warning levels approved by the Board of Directors are monitored periodically and reported to related parties.

Funding management of the Bank is carried out under the control of the Treasury and with the knowledge of ALCO. The Bank's funding strategy is intended to ensure sufficient liquidity and diversity of funding sources to meet actual and contingent liabilities through both normal and stress periods. A significant part of Bank's liquidity needs is met with deposits which represent the main funding source of the Bank. On the other hand, when it is deemed necessary, bond issuance and pre-financing products can be provided in addition to the aforementioned sources.

Almost all the liabilities of the Bank are denominated in TL, USD or EUR and the concentration risk in the funding sources is monitored closely. Concentration analysis related to deposits are performed and factors, which can deteriorate access to funding sources and trigger a sudden withdrawal of funds at a significant level, are analyzed.

Liquidity risk is closely monitored and managed in order to keep it at a level appropriate to risk appetite and liquidity risk management policies, by promoting diversification of funding sources, keeping high quality liquid assets and reduction or termination of activities causing limit excess.

In scope of the Liquidity Stress Test, the Bank monitors stress scenarios arising from internal and external factors and manages its high quality liquid assets, deposits, other balance sheet items generating cash outflows, loans and other cash inflows in that respect. There are designated risk limits for indicators. The compliance with the risk and the determined risk limits is shared with the Senior Management and the relevant business units and necessary actions are taken.

The Bank has established a Liquidity Emergency Action Plan to explain the actions that should be taken in possible liquidity tightness scenarios. In this context, normal market conditions and various stress levels are defined and action plans are created for each situation. In addition to the Emergency Action Plan, Basic Risk Indicators and Liquidity Early Warning Signals are defined within the scope of Liquidity Risk Management Policy and these indicators are regularly monitored.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio (continued)**

The liquidity coverage ratios are calculated in accordance with the "Regulation on Liquidity Coverage Ratio Calculation of Banks" published in Official Gazette dated 21 March 2014 and numbered 28948. Liquidity coverage ratios should be at least 80% for foreign currency assets and liabilities and 100% for total assets and liabilities.

Information regarding weekly solo liquidity coverage ratios realized in the last three months is as follows:

		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
<b>Current Period- 30 September 2021</b>					
<b>HIGH QUALITY LIQUID ASSETS</b>					
1	High quality liquid assets	12.876.525	9.101.045	10.314.009	6.825.323
<b>CASH OUTFLOWS</b>					
2	<b>Retail and Small Business Customer Deposits</b>	<b>18.993.798</b>	<b>10.202.332</b>	<b>1.775.919</b>	<b>1.020.233</b>
3	Stable deposits	2.469.204	-	123.460	-
4	Less stable deposits	16.524.594	10.202.332	1.652.459	1.020.233
5	<b>Unsecured Funding other than Retail and Small Business Customer Deposits</b>	<b>6.256.666</b>	<b>4.333.557</b>	<b>2.897.749</b>	<b>1.826.614</b>
6	Operational deposits	5.713	-	1.428	-
7	Non-Operational Deposits	5.660.428	4.189.659	2.305.798	1.682.716
8	Other Unsecured Funding	590.525	143.898	590.523	143.898
9	Secured funding	-	-	-	-
10	<b>Other Cash Outflows</b>	<b>10.663.275</b>	<b>5.978.394</b>	<b>2.497.159</b>	<b>2.308.142</b>
11	Liquidity needs related to derivatives and market	1.492.617	1.731.808	1.492.617	1.731.808
12	Debts related to the structured financial products	-	-	-	-
13	Commitment related to debts to financial markets and other off balance sheet liabilities	9.170.658	4.246.586	1.004.542	576.334
14	Commitments that are unconditionally revocable at any time by the Bank and other contractual commitments	-	-	-	-
15	Other irrevocable or conditionally revocable commitments	-	-	-	-
16	<b>TOTAL CASH OUTFLOWS</b>	<b>-</b>	<b>-</b>	<b>7.170.827</b>	<b>5.154.989</b>
<b>CASH INFLOWS</b>					
17	Secured Lending Transactions	2.272	-	-	-
18	Unsecured Lending Transactions	4.242.859	2.672.043	2.839.270	2.016.929
19	Other contractual cash inflows	237.753	828.146	237.753	828.146
20	<b>TOTAL CASH INFLOWS</b>	<b>4.482.884</b>	<b>3.500.189</b>	<b>3.077.023</b>	<b>2.845.075</b>
				<b>Upper Limit Applied Amounts</b>	
21	<b>TOTAL HQLA</b>			<b>10.314.009</b>	<b>6.825.323</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>			<b>4.093.807</b>	<b>2.309.914</b>
23	<b>Liquidity Coverage Ratio (%)</b>			<b>253,83</b>	<b>303,44</b>

(\*) Simple arithmetic average calculated for the last three months by using the amounts calculated based on weekly simple arithmetic averages.



**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio (continued)**

Information regarding weekly unconsolidated liquidity coverage ratios realized in the fourth quarter of 2020 is as follows:

Prior Period- 31 December 2020		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
<b>HIGH QUALITY LIQUID ASSETS</b>				<b>8.751.462</b>	<b>5.930.843</b>
1	High quality liquid assets	11.059.513	8.157.853	8.751.462	5.930.843
<b>CASH OUTFLOWS</b>					
2	<b>Retail and Small Business Customer Deposits</b>	<b>16.683.366</b>	<b>10.394.649</b>	<b>1.562.644</b>	<b>1.039.465</b>
3	Stable deposits	2.113.858	-	105.693	-
4	Less stable deposits	14.569.508	10.394.649	1.456.951	1.039.465
5	<b>Unsecured Funding other than Retail and Small Business Customer Deposits</b>	<b>7.936.366</b>	<b>6.263.556</b>	<b>3.931.224</b>	<b>2.826.904</b>
6	Operational deposits	637	16	159	4
7	Non-Operational Deposits	7.143.457	6.112.972	3.138.793	2.676.332
8	Other Unsecured Funding	792.272	150.568	792.272	150.568
9	Secured funding	-	-	-	-
10	<b>Other Cash Outflows</b>	<b>8.094.314</b>	<b>4.802.445</b>	<b>2.228.916</b>	<b>2.095.928</b>
11	Liquidity needs related to derivatives and market	1.533.145	1.684.132	1.533.145	1.684.133
12	Debts related to the structured financial products	-	-	-	-
13	Commitment related to debts to financial markets and other off balance sheet liabilities	6.561.169	3.118.313	695.771	411.795
14	Commitments that are unconditionally revocable at any time by the Bank and other contractual commitments	-	-	-	-
15	Other irrevocable or conditionally revocable commitments	-	-	-	-
16	<b>TOTAL CASH OUTFLOWS</b>			<b>7.722.784</b>	<b>5.962.297</b>
<b>CASH INFLOWS</b>					
17	Secured Lending Transactions	124.929	-	-	-
18	Unsecured Lending Transactions	3.355.828	2.447.939	2.570.780	2.066.230
19	Other contractual cash inflows	207.742	738.292	207.742	738.292
20	<b>TOTAL CASH INFLOWS</b>	<b>3.688.499</b>	<b>3.186.231</b>	<b>2.778.522</b>	<b>2.804.522</b>
				<b>Upper Limit Applied Amounts</b>	
21	<b>TOTAL HQLA</b>			<b>8.751.462</b>	<b>5.930.843</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>			<b>4.944.262</b>	<b>3.157.775</b>
23	<b>Liquidity Coverage Ratio (%)</b>			<b>179,06</b>	<b>194,03</b>

(\*) Simple arithmetic average calculated for the last three months by using the amounts calculated based on weekly simple arithmetic averages.

Liquidity coverage ratio is calculated by proportioning the high quality liquid assets owned by the bank to the net cash outflows in the one month maturity window. Important balance sheet items that determine the ratio can be listed as required reserves held at the CBRT, securities not subject to repo / collateral, deposits according to counterparty, securities taken as collateral with reverse repo, placements to banks and derivative transactions. Since these items have a high share in liquid assets and net cash outflows in terms of volume, their ratio of consideration is high and they may change over time, their effect on liquidity coverage ratio is higher than other items.

Although derivative transactions create a low amount of net cash flow in terms of total liquidity coverage ratio, fluctuations in foreign currency derivative transaction volumes may affect the foreign currency liquidity coverage ratio.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**V. Explanations on Liquidity Risk Management and Liquidity Coverage Ratio (continued)**

The weeks having the highest and lowest level of liquidity coverage ratios calculated for the last three months and their average values are given below:

	Current Period-30 September 2021		Prior Period-31 December 2020	
	TL+FC	FC	TL+FC	FC
Lowest Week	210,61	233,06	145,68	140,19
	03.09.2021	09.07.2021	01.01.2021	06.11.2020
Highest Week	299,70	429,91	225,51	294,45
	01.10.2021	20.08.2021	20.11.2020	27.11.2020
Average	253,83	303,44	179,06	194,03

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

30 September 2021	Demand	Up to 1 Month	1-3 Month	3-12 Months	1-5 Years	Over 5 Years	Undistributed (*)	Total
<b>Assets</b>								
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metals) and Balances with the Central Bank of Turkey	1.874.284	3.519.433	-	-	-	-	-	5.393.717
Banks (*****)	2.762.700	692.860	-	-	-	-	(1.783)	3.453.777
Financial Assets at Fair Value Through Profit and Loss	-	12.840	-	131	1.217	620	-	14.808
Money Market Placements	-	40.021	-	-	-	-	-	40.021
Financial Assets at Fair Value Through Other Comprehensive Income	5.138	198.047	304.242	2.390.852	4.375.043	1.267.115	-	8.540.437
Loans (*****)	-	2.426.712	2.056.593	3.718.679	7.830.485	5.429.975	131.733	21.594.177
Financial Assets Measured at Amortized Cost (*****)	-	-	262.396	266.672	452.821	173.343	(4.872)	1.150.360
Other Assets (**)(*****)	-	119.664	59.636	266.089	225.628	980.893	1.861.408	3.513.318
<b>Total Assets</b>	<b>4.642.122</b>	<b>7.009.577</b>	<b>2.682.867</b>	<b>6.642.423</b>	<b>12.885.194</b>	<b>7.851.946</b>	<b>1.986.486</b>	<b>43.700.615</b>
<b>Liabilities</b>								
Bank Deposits	10.369	257.124	34.042	-	-	-	-	301.535
Customer Deposits	6.106.483	15.010.080	6.384.839	2.571.148	65.931	-	-	30.138.481
Money Market Borrowings	-	2.134.263	-	-	-	-	-	2.134.263
Miscellaneous Payables	-	-	-	-	-	-	1.373.455	1.373.455
Marketable Securities Issued	-	-	111.537	-	-	-	-	111.537
Funds Provided From Other Financial Institutions	-	27.923	215.082	238.819	890.351	14.153	-	1.386.328
Subordinated Loans (***)	-	-	-	-	-	2.476.121	-	2.476.121
Other Liabilities (***)	-	106.661	58.734	189.092	261.565	986.110	4.176.733	5.778.895
<b>Total Liabilities</b>	<b>6.116.852</b>	<b>17.536.051</b>	<b>6.804.234</b>	<b>2.999.059</b>	<b>1.217.847</b>	<b>3.476.384</b>	<b>5.550.188</b>	<b>43.700.615</b>
<b>Liquidity (Gap)/ Surplus</b>	<b>(1.474.730)</b>	<b>(10.526.474)</b>	<b>(4.121.367)</b>	<b>3.643.364</b>	<b>11.667.347</b>	<b>4.375.562</b>	<b>(3.563.702)</b>	<b>-</b>
<b>Net Off-Balance Sheet Position</b>	<b>-</b>	<b>(989.104)</b>	<b>209.143</b>	<b>15.295</b>	<b>(56.299)</b>	<b>-</b>	<b>-</b>	<b>(820.965)</b>
Financial Derivative Assets	-	15.667.157	4.947.150	4.171.649	3.100.854	27.102.099	-	54.988.909
Financial Derivative Liabilities	-	(16.656.261)	(4.738.007)	(4.156.354)	(3.157.153)	(27.102.099)	-	(55.809.874)
<b>Non-Cash Loans</b>	<b>1.407.245</b>	<b>755.362</b>	<b>836.497</b>	<b>4.454.201</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7.453.305</b>
<b>Prior period</b>								
Total Assets	3.196.909	5.842.410	2.481.633	6.183.962	12.386.792	5.887.033	4.057.090	40.035.829
Total Liabilities	4.587.602	19.497.286	5.048.507	1.604.982	1.239.540	3.473.070	4.584.842	40.035.829
<b>Liquidity (Gap)/ Surplus</b>	<b>(1.390.693)</b>	<b>(13.654.876)</b>	<b>(2.566.874)</b>	<b>4.578.980</b>	<b>11.147.252</b>	<b>2.413.963</b>	<b>(527.752)</b>	<b>-</b>

(\*) The assets which are necessary to provide banking services and can not be liquidated in the short term, such as expected credit losses, tangible assets, other assets, current tax assets, equity instruments, and non-performing loans are classified under undistributed.

(\*\*) Other assets includes the asset items except from the presented above.

(\*\*\*) The Bank, on August 1, 2017 issued the Basel III compliant, 10 year, semi-annual fixed 7,625% coupon paying bond of USD 300 million to foreign domicile investors. The bond, with the permission of BRSA dated July 17, 2017 was classified as Tier II sub-loan. The Bank, pursuant to the approval of the BRSA on 26 September 2018, bought back USD 24.535 thousands of Tier II sub-loan as of 30 September 2021, and the relevant amount has been deducted from the capital amount in the equity calculation. The Bank has not redeemed or cancelled the shares in circulation, thus selling back any portion of such amount at any time is completely at the Bank management's discretion.

(\*\*\*\*) Other liabilities consist of shareholders' equity amounting to TL 3.483.928, tax liabilities amounting to TL 97.011, provisions amounting to TL 186.111, lease payables to TL 133.533 and other liabilities amounting to TL 276.151. In addition, other liabilities include derivative financial liabilities amounting to TL 1.602.161.

(\*\*\*\*\*) Expected Credit losses for related items are presented in undistributed column.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VI. Explanations on Leverage Ratio**

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

“Regulation on the Measurement and Evaluation of Banks Leverage Levels” regulates the procedures and principles regarding to ensure adequate capital at the consolidated and non-consolidated basis for exposure of possible risk of Banks. Leverage ratio of the Bank calculated amounting to 6,29 % (31 December 2020: 6,62%). As of 30 September 2021, the Bank's leverage ratio is dropped to 6,62% from 6,29%. The decrease springs from the increase in risk amounts of on and off balance sheet items. According to Regulations, minimum leverage ratio is 3%.

**Disclosure of Leverage ratio template:**

	<b>Current Period</b>	<b>Prior Period</b>	
	<b>30 September</b>	<b>31 December</b>	
	<b>2021 (*)</b>	<b>2020 (*)</b>	
<b>Balance sheet transactions</b>			
1	Balance sheet assets (excluding derivative financial assets and credit derivatives, including collaterals)	42.435.378	40.748.946
2	(Assets deducted from Core capital)	(138.280)	(122.761)
3	Total risk amount of balance sheet assets (sum of lines 1 and 2)	42.297.098	40.626.185
<b>Derivative financial assets and credit derivatives</b>			
4	Cost of replenishment for derivative financial assets and credit derivatives	998.685	3.867.566
5	Potential credit risk amount of derivative financial assets and credit derivatives	-	-
6	Total risk amount of derivative financial assets and credit derivatives (sum of lines 4 and 5)	998.685	3.867.566
<b>Financing transactions secured by marketable security or commodity</b>			
7	Risk amount of financing transactions secured by marketable security or commodity (excluding Balance sheet)	-	-
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)	-	-
<b>Off-balance sheet transactions</b>			
10	Gross notional amount of off-balance sheet transactions	17.398.018	13.405.754
11	(Correction amount due to multiplication with credit conversion rates)	(5.159.811)	(3.990.858)
12	Total risk of off-balance sheet transactions (sum of lines 10 and 11)	12.238.207	9.414.896
<b>Capital and total risk</b>			
13	Core Capital	3.492.238	3.567.912
14	Total risk amount(sum of lines 3, 6, 9 and 12)	55.533.990	53.908.647
<b>Leverage ratio</b>			
15	Leverage ratio	6,29	6,62

(\*) The arithmetic average of the last 3 months in the related periods.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VII. Explanations on Risk Management**

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 30 June 2016. According to Communiqué these notes have to be presented on a quarterly basis. Due to usage of standard approach for the calculation of capital adequacy by the Bank, the following tables have not been presented as of 30 September 2021:

- RWA flow statements of credit risk exposures under IRB
- RWA flow statements of CCR exposures under the Internal Model Method (IMM)
- RWA flow statements of market risk exposures under an IMA

**a) Overview of RWA**

		Risk Weighted Amount		Minimum Capital Requirement
		Current Period 30 September 2021	Prior Period 31 December 2020	Current Period 30 September 2021
1	Credit risk (excluding counterparty credit risk) (CCR)	26.633.565	23.671.953	2.130.685
2	Standardised approach (SA)	26.633.565	23.671.953	2.130.685
3	Internal rating-based (IRB) approach	-	-	-
4	Counterparty credit risk	860.960	2.727.696	68.877
5	Standardised approach for counterparty credit risk (SA-CCR)	860.960	2.727.696	68.877
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	-	-	-
10	Investments made in collective investment companies – 1250% weighted risk approach	-	-	-
11	Settlement risk	-	-	-
12	Securitization positions in banking accounts	-	-	-
13	IRB ratings-based approach (RBA)	-	-	-
14	IRB Supervisory Formula Approach (SFA)	-	-	-
15	SA/simplified supervisory formula approach (SSFA)	-	-	-
16	Market risk	1.981.738	1.109.800	158.539
17	Standardised approach (SA)	1.981.738	1.109.800	158.539
18	Internal model approaches (IMM)	-	-	-
19	Operational Risk	2.417.300	2.643.863	193.384
20	Basic Indicator Approach	2.417.300	2.643.863	193.384
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	<b>Total (1+4+7+8+9+10+11+12+16+19+23+24)</b>	<b>31.893.563</b>	<b>30.153.312</b>	<b>2.551.485</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**VIII. Explanations on Segment Reporting**

Organized to operate in all operational aspects of banking under the scope of 4th Article of the Banking Law, the Bank is providing diversified financial solutions focused on capital financing, foreign trade, project finance, non-cash products, cash management and internet banking services to commercial (segregated as Corporate, Commercial and SME prior to unification under Commercial Banking in 2018) customers. Retail Banking, formed under three major divisions, namely, Retail Loans, Bank and Credit Cards and Wealth Management, serves to the financial needs of customers through branches, internet and mobile channels. Treasury and Capital Markets department is managing TL and FCY liquidity in healthy and sustainable manner, performing profit oriented trading activities in the market within the limits given by the Board. In addition, Treasury sales unit delivers pricing services of government bills and bonds, Eurobonds and derivatives to the Bank customers.

<b>Current Period (1 January-30 September 2021)</b>	<b>Commercial Banking</b>	<b>Retail Banking</b>	<b>Other and Unallocated (*)</b>	<b>Bank's Total Activities</b>
Net Interest Income	297.604	133.664	297.455	728.723
Net Fee and Commission Income	52.712	28.628	(2.149)	79.191
Dividend Income	-	-	-	-
Other Operating Income and Net Profit/Loss	19.185	40.873	601.515	661.573
<b>Operating Income</b>	<b>369.501</b>	<b>203.165</b>	<b>896.821</b>	<b>1.469.487</b>
Other Operating Expenses	-	-	(525.096)	(525.096)
Credit and Other Provisions	(24.348)	5.997	(750.500)	(768.851)
<b>Profit Before Tax</b>	<b>345.153</b>	<b>209.162</b>	<b>(378.775)</b>	<b>175.540</b>
<b>Tax Provision</b>	<b>-</b>	<b>-</b>	<b>(34.837)</b>	<b>(34.837)</b>
<b>Net Profit</b>	<b>345.153</b>	<b>209.162</b>	<b>(413.612)</b>	<b>140.703</b>
<b>Total Asset</b>	<b>22.285.336</b>	<b>506.640</b>	<b>20.908.639</b>	<b>43.700.615</b>
Segment Assets	22.285.336	506.640	20.908.639	43.700.615
<b>Total Liability</b>	<b>9.109.716</b>	<b>20.806.800</b>	<b>13.784.099</b>	<b>43.700.615</b>
Segment Liability	9.109.716	20.806.800	7.824.050	37.740.566
Subordinated Loan	-	-	2.476.121	2.476.121
Equity	-	-	3.483.928	3.483.928

(\*) Shows operating expenses, general provisions and equity items and also funding return on capital, that is calculated as part of bank's asset liability management strategy as well as unallocated liquidity items and their income/expense amounts.

<b>Prior Period (1 January-30 September 2020 )</b>	<b>Commercial Banking</b>	<b>Retail Banking</b>	<b>Other and Unallocated (*)</b>	<b>Bank's Total Activities</b>
Net Interest Income	313.889	140.300	515.004	969.193
Net Fee and Commission Income	44.206	20.544	(4.350)	60.400
Dividend Income	-	-	-	-
Other Operating Income and Net Profit/Loss	369.620	35.459	(36.751)	368.328
<b>Operating Income</b>	<b>727.715</b>	<b>196.303</b>	<b>473.903</b>	<b>1.397.921</b>
Other Operating Expenses	-	-	(489.923)	(489.923)
Credit and Other Provisions	(564.916)	15.317	(229.531)	(779.130)
<b>Profit Before Tax</b>	<b>162.799</b>	<b>211.620</b>	<b>(245.551)</b>	<b>128.868</b>
<b>Tax Provision</b>	<b>-</b>	<b>-</b>	<b>(25.837)</b>	<b>(25.837)</b>
<b>Net Profit</b>	<b>162.799</b>	<b>211.620</b>	<b>(271.388)</b>	<b>103.031</b>
<b>Total Asset (**)</b>	<b>20.043.472</b>	<b>604.905</b>	<b>19.387.452</b>	<b>40.035.829</b>
Segment Assets	20.043.472	604.905	19.387.452	40.035.829
<b>Total Liability (**)</b>	<b>7.018.564</b>	<b>17.705.171</b>	<b>15.312.094</b>	<b>40.035.829</b>
Segment Liability	7.018.564	17.705.171	9.747.187	34.470.922
Subordinated Loan	-	-	2.109.077	2.109.077
Equity	-	-	3.455.830	3.455.830

(\*) Shows operating expenses, general provisions and equity items and also funding return on capital, that is calculated as part of bank's asset liability management strategy as well as unallocated liquidity items and their income/expense amounts.

(\*\*) Represents 31 December 2020 balances.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**SECTION FIVE**

**INFORMATION AND DISCLOSURES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS**

**I. Explanations and Disclosures Related to the Assets**

**1. a) Information on Cash and Balances with the Central Bank of Turkey:**

	<b>30 September 2021</b>		<b>31 December 2020</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Cash in TL/Foreign Currency	35.766	235.013	31.322	252.891
Balances with the Central Bank of Turkey	540.669	4.582.269	247.452	4.344.430
Other	-	-	-	-
<b>Total</b>	<b>576.435</b>	<b>4.817.282</b>	<b>278.774</b>	<b>4.597.321</b>

**b) Information related to the account of the Central Bank of Turkey:**

	<b>30 September 2021</b>		<b>31 December 2020</b>	
	<b>TL</b>	<b>FC</b>	<b>TL</b>	<b>FC</b>
Unrestricted Demand Deposit	540.669	1.579.406	247.452	1.584.987
Unrestricted Time Deposit	-	308.546	-	364.565
Restricted Time Deposit	-	2.694.317	-	2.394.878
<b>Total</b>	<b>540.669</b>	<b>4.582.269</b>	<b>247.452</b>	<b>4.344.430</b>

**c) Explanations related to reserve deposits:**

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.

The required reserve rates for TL liabilities vary between 3 % and 8% for TL deposits and other liabilities according to their maturities as of 30 September 2021 (31 December 2020: 1 % and 6% for all TL liabilities). The reserve rates for foreign currency liabilities vary between 5% and 24% for deposit and other foreign currency liabilities according to their maturities as of 30 September 2021 (31 December 2020: 5% and 22% for all foreign currency liabilities).

With the Communiqué numbered 2019/15, and dated August 9, 2019, the application of required reserve ratios differentiated according to loan growth was abolished on 11 December 2020. 12,5% interest rate is applied by the CBRT for Required Reserves in Turkish Lira. No interest is paid for required reserves kept in USD by the CBRT since 19 September 2019. Based on the CBRT's letter dated 24 January 2020, the Bank pays an annual commission amount of 12.5 per ten thousand over the required reserve amount to be kept for deposits in foreign currencies other than US dollars.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**2. Information on financial assets at fair value through profit and loss (net):**

a.1) Information on financial assets at fair value through profit and loss given as collateral or blocked: None (31 December 2020: None).

a.2) Financial assets at fair value through profit and loss subject to repurchase agreements: None (31 December 2020: None).

b) Positive differences related to derivative financial assets held-for-trading:

	30 September 2021		31 December 2020	
	TL	FC	TL	FC
Forward Transactions	8.477	6.844	44.149	23.452
Swap Transactions	413.958	1.116.795	771.242	1.388.381
Futures Transactions	-	-	-	-
Options	37.728	35.496	15.376	6.880
Other	-	-	-	-
<b>Total</b>	<b>460.163</b>	<b>1.159.135</b>	<b>830.767</b>	<b>1.418.713</b>

**3. Information on banks:**

	30 September 2021		31 December 2020	
	TL	FC	TL	FC
Banks				
Domestic	240.286	7.669	150.215	37.815
Foreign	-	3.207.605	-	2.627.442
Branches and head office abroad	-	-	-	-
<b>Total</b>	<b>240.286</b>	<b>3.215.274</b>	<b>150.215</b>	<b>2.665.257</b>

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

a.1) Information on financial assets given as collateral or blocked:

	30 September 2021		31 December 2020	
	TL	FC	TL	FC
Share certificates	-	-	-	-
Bond, treasury bill and similar securities	403.563	2.101.199	366.663	1.894.112
Other	-	-	-	-
<b>Total</b>	<b>403.563</b>	<b>2.101.199</b>	<b>366.663</b>	<b>1.894.112</b>

a.2) Information on financial assets subject to repurchase agreements:

As of 30 September 2021, financial assets at fair value through other comprehensive income subject to repurchase agreements: TL 1.914.553 (31 December 2020: TL 3.345.438).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**4. Information on financial assets at fair value through other comprehensive income: (continued)**

b) Information on financial assets at fair value through other comprehensive income portfolio:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Debt securities	8.618.032	7.093.509
Quoted on a stock exchange	8.618.032	7.093.509
Not quoted	-	-
Share certificates	5.138	5.110
Quoted on a stock exchange	-	-
Not quoted	5.138	5.110
Value Increase/Impairment Losses (-)	82.733	17.381
<b>Total</b>	<b>8.540.437</b>	<b>7.081.238</b>

**5. Information on loans:**

a) Information on all types of loans or advances given to shareholders and employees of the Bank:

	<b>30 September 2021</b>		<b>31 December 2020</b>	
	<b>Cash</b>	<b>Non-cash</b>	<b>Cash</b>	<b>Non-cash</b>
Direct loans granted to shareholders	-	-	-	-
Corporate shareholders	-	-	-	-
Individual shareholders	-	-	-	-
Indirect loans granted to shareholders	-	35.337	-	24.198
Loans granted to employees	4.245	-	5.136	-
<b>Total</b>	<b>4.245</b>	<b>35.337</b>	<b>5.136</b>	<b>24.198</b>



**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**5. Information on loans (continued)**

b) Information on the first and second group loans including restructured or rescheduled loans:

**30 September 2021**

Cash Loans	Standard loans	Loans under close monitoring (*)		
		Not under the scope of restructuring	Loans under restructuring	
			Modifications on agreement conditions	Refinancing
Non-specialized loans	14.822.189	1.806.942	-	4.833.313
Loans given to enterprises	-	-	-	-
Export loans	1.732.702	243	-	13.916
Import loans	-	-	-	-
Loans given to financial sector	957.618	-	-	-
Consumer loans	182.380	11.442	-	23.881
Credit cards	136.426	1.229	-	3.166
Other	11.813.063	1.794.028	-	4.792.350
Specialized lending	-	-	-	-
Other receivables	-	-	-	-
<b>Total</b>	<b>14.822.189</b>	<b>1.806.942</b>	<b>-</b>	<b>4.833.313</b>

(\*) In accordance with TFRS 9 and the Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside the loans subject to significant increase in the credit risk of the borrower are included in the above table amounting to TL 331.420.

**31 December 2020**

Cash Loans	Standard loans	Loans under close monitoring (*)		
		Not under the scope of restructuring	Loans under restructuring	
			Modifications on agreement conditions	Refinancing
Non-specialized loans	12.498.959	4.309.965	-	2.170.557
Loans given to enterprises	-	-	-	-
Export loans	1.302.181	23.863	-	19.525
Import loans	-	-	-	-
Loans given to financial sector	943.701	-	-	-
Consumer loans	254.957	22.979	-	40.279
Credit cards	113.829	2.150	-	6.148
Other	9.884.291	4.260.973	-	2.104.605
Specialized lending	-	-	-	-
Other receivables	-	-	-	-
<b>Total</b>	<b>12.498.959</b>	<b>4.309.965</b>	<b>-</b>	<b>2.170.557</b>

(\*) In accordance with TFRS 9 and the Regulation on the Procedures and Principles for Classification of Loans by Banks and Provisions to be set aside the loans subject to significant increase in the credit risk of the borrower are included in the above table amounting to TL 1.339.837.

First and Second Stage Expected Loss Provisions	30 September 2021		31 December 2020	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
12-Month provisions for possible losses	103.791	-	92.773	-
Significant increase in credit risk	-	913.758	-	839.561
<b>Total</b>	<b>103.791</b>	<b>913.758</b>	<b>92.773</b>	<b>839.561</b>

(\*) The expected loss provision amounting to TL 4.872 related to other financial assets measured at amortized cost is not included.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**5. Information on loans (continued)**

c) Information on loan types and provisions: (\*)

<b>30 September 2021</b>	<b>Commercial</b>	<b>Retail</b>	<b>Total</b>
Standard Loans	14.523.417	298.772	14.822.189
Watchlist	6.260.690	48.145	6.308.835
Significant Increase in Credit Risk	331.420	-	331.420
Non-performing Loans	1.967.635	119.741	2.087.376
Specific Provision (-)	(871.935)	(66.159)	(938.094)
<b>Total</b>	<b>22.211.227</b>	<b>400.499</b>	<b>22.611.726</b>

(\*) According to the internal segmentation of the bank

<b>31 December 2020</b>	<b>Commercial</b>	<b>Retail</b>	<b>Total</b>
Standard Loans	12.121.279	377.680	12.498.959
Watchlist	5.054.517	86.168	5.140.685
Significant Increase in Credit Risk	1.339.837	-	1.339.837
Non-performing Loans	2.157.785	122.698	2.280.483
Specific Provision (-)	(857.564)	(68.904)	(926.468)
<b>Total</b>	<b>19.815.854</b>	<b>517.642</b>	<b>20.333.496</b>

(\*) According to the internal segmentation of the bank

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**5. Information on loans (continued)**

d) Information on consumer loans and credit cards given to customers and bank's personnel:

30 September 2021	Short Term	Medium and Long Term	Total
<b>Consumer Loans – TL</b>	<b>3.073</b>	<b>200.563</b>	<b>203.636</b>
Housing Loans	-	159.704	159.704
Car Loans	-	42	42
General Purpose Loans	3.073	40.817	43.890
Other	-	-	-
<b>Consumer Loans - Indexed to FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Consumer Loans - FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Individual Credit Cards - TL</b>	<b>114.776</b>	<b>2.237</b>	<b>117.013</b>
With Installments	16.738	2.237	18.975
Without Installments	98.038	-	98.038
<b>Individual Credit Cards-FC</b>	<b>90</b>	<b>-</b>	<b>90</b>
With Installments	-	-	-
Without Installments	90	-	90
<b>Personnel Loans - TL</b>	<b>95</b>	<b>2.909</b>	<b>3.004</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	95	2.909	3.004
Other	-	-	-
<b>Personnel Loans- Indexed to FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Personnel Loans - FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Personnel Credit Cards - TL</b>	<b>1.239</b>	<b>2</b>	<b>1.241</b>
With Installments	175	2	177
Without Installments	1.064	-	1.064
<b>Personnel Credit Cards - FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
With Installments	-	-	-
Without Installments	-	-	-
<b>Overdraft Accounts – TL (Real Persons)</b>	<b>11.063</b>	<b>-</b>	<b>11.063</b>
<b>Overdraft Accounts – FC (Real Persons)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>130.336</b>	<b>205.711</b>	<b>336.047</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**5. Information on loans (continued)**

d) Information on consumer loans and credit cards given to customers and bank's personnel: (continued)

31 December 2020	Short Term	Medium and Long Term	Total
<b>Consumer Loans – TL</b>	<b>4.566</b>	<b>296.147</b>	<b>300.713</b>
Housing Loans	-	221.555	221.555
Car Loans	-	211	211
General Purpose Loans	4.566	74.381	78.947
Other	-	-	-
<b>Consumer Loans - Indexed to FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Consumer Loans - FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Individual Credit Cards - TL</b>	<b>113.451</b>	<b>4.633</b>	<b>118.084</b>
With Installments	16.681	4.633	21.314
Without Installments	96.770	-	96.770
<b>Individual Credit Cards-FC</b>	<b>25</b>	<b>-</b>	<b>25</b>
With Installments	-	-	-
Without Installments	25	-	25
<b>Personnel Loans - TL</b>	<b>95</b>	<b>3.959</b>	<b>4.054</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	95	3.959	4.054
Other	-	-	-
<b>Personnel Loans- Indexed to FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Personnel Loans - FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	-	-
Other	-	-	-
<b>Personnel Credit Cards - TL</b>	<b>1.080</b>	<b>2</b>	<b>1.082</b>
With Installments	172	2	174
Without Installments	908	-	908
<b>Personnel Credit Cards - FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
With Installments	-	-	-
Without Installments	-	-	-
<b>Overdraft Accounts – TL (Real Persons)</b>	<b>13.448</b>	<b>-</b>	<b>13.448</b>
<b>Overdraft Accounts – FC (Real Persons)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>132.665</b>	<b>304.741</b>	<b>437.406</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**5. Information on loans (continued)**

e) Information on commercial loans with installments and corporate credit cards:

<b>30 September 2021</b>	<b>Short Term</b>	<b>Medium and Long Term</b>	<b>Total</b>
<b>Commercial loans with installment facility-TL</b>	<b>1.251.760</b>	<b>5.891.686</b>	<b>7.143.446</b>
Business Loans	-	1.055	1.055
Car Loans	4.700	84.888	89.588
General Purpose Loans	1.247.060	5.805.743	7.052.803
Other	-	-	-
<b>Commercial loans with installment facility-Indexed to FC</b>	<b>-</b>	<b>38.436</b>	<b>38.436</b>
Business Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	38.436	38.436
Other	-	-	-
<b>Commercial loans with installment facility -FC</b>	<b>376.597</b>	<b>7.775.587</b>	<b>8.152.184</b>
Business Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	376.597	7.775.587	8.152.184
Other	-	-	-
<b>Corporate Credit Cards-TL</b>	<b>22.477</b>	<b>-</b>	<b>22.477</b>
With Installments	41	-	41
Without Installments	22.436	-	22.436
<b>Corporate Credit Cards-FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
With Installments	-	-	-
Without Installments	-	-	-
<b>Overdraft Accounts-TL (Legal Entities)</b>	<b>4.070</b>	<b>-</b>	<b>4.070</b>
<b>Overdraft Accounts-FC (Legal Entities)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1.654.904</b>	<b>13.705.709</b>	<b>15.360.613</b>

f) Distribution of domestic and foreign loans:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Domestic loans	21.267.537	18.695.133
Foreign loans	194.907	284.348
<b>Total</b>	<b>21.462.444</b>	<b>18.979.481</b>

g) Loans granted to subsidiaries and associates: None. (31 December 2020: None)

h) Expected credit losses provided against loans (Stage 3):

	<b>30 September 2021</b>	<b>31 December 2020</b>
Expected credit losses		
Loans with limited collectability	70.082	138.865
Loans with doubtful collectability	116.372	28.591
Uncollectible loans	751.640	759.012
<b>Total</b>	<b>938.094</b>	<b>926.468</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**5. Information on loans (continued)**

i) Information on non-performing loans (Net):

i.1) Information on loans and other receivables which are restructured or rescheduled within non-performing portfolio:

	<b>III. Group</b>	<b>IV. Group</b>	<b>V. Group</b>
	<b>Loans and other receivables with limited collectability</b>	<b>Loans and other receivables with doubtful collectability</b>	<b>Uncollectible loans and other receivables</b>
<b>Current Period</b>			
(Gross amounts before provisions)	-	1.330	166.323
Restructured loans and other receivables	-	1.330	166.323
<b>Prior Period</b>			
(Gross amounts before provisions)	8.440	-	69.092
Restructured loans and other receivables	8.440	-	69.092

i.2) The movement of total non-performing loans:

	<b>III. Group</b>	<b>IV. Group</b>	<b>V. Group</b>
	<b>Loans with limited collectability</b>	<b>Loans with doubtful collectability</b>	<b>Uncollectible loans</b>
<b>31 December 2020 balance</b>	<b>200.435</b>	<b>58.878</b>	<b>2.021.170</b>
Additions (+)	70.121	22.689	84.678
Transfers from other categories of non-performing loans (+)	-	134.289	51.988
Transfers to other categories of non-performing loans (-)	134.289	51.988	-
Collections (-)	5.449	6.170	357.911
Write-offs (-)	-	-	1.065
Sold	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit cards	-	-	-
Other (-)	-	-	-
<b>30 September 2021 balance</b>	<b>130.818</b>	<b>157.698</b>	<b>1.798.860</b>
Specific provision (-)	6.246	121.975	809.873
<b>Net Balances on Balance Sheet</b>	<b>124.572</b>	<b>35.723</b>	<b>988.987</b>

i.3) Information on foreign currency non-performing loans and other receivables:

	<b>III. Group</b>	<b>IV. Group</b>	<b>V. Group</b>
	<b>Loans with limited collectability</b>	<b>Loans with doubtful collectability</b>	<b>Uncollectible loans</b>
<b>Current Period</b>			
Period end balance	-	36.949	541.296
Provision (-)	-	33.023	195.517
<b>Net Balances on Balance Sheet</b>	<b>-</b>	<b>3.926</b>	<b>345.779</b>
<b>Prior Period</b>			
Period end balance	32.889	-	591.926
Provision (-)	32.889	-	147.872
<b>Net Balances on Balance Sheet</b>	<b>-</b>	<b>-</b>	<b>444.054</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**5. Information on loans (continued)**

i.4) Information regarding gross and net amounts of non-performing loans with respect to user groups:

	<b>III. Group</b>	<b>IV. Group</b>	<b>V. Group</b>
	<b>Loans and other receivables with limited collectability</b>	<b>Loans and other receivables with doubtful collectability</b>	<b>Uncollectible loans and other receivables</b>
<b>30 September 2021 (Net)</b>	<b>124.572</b>	<b>35.723</b>	<b>988.987</b>
Loans to Real Persons and Legal Entities (Gross)	130.818	157.698	1.798.860
Specific provision (-)	6.246	121.975	809.873
Loans to Real Persons and Legal Entities (Net)	124.572	35.723	988.987
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	-
Specific provision (-)	-	-	-
Other Loans and Receivables (Net)	-	-	-
<b>31 December 2020 (Net)</b>	<b>134.362</b>	<b>36.837</b>	<b>1.182.816</b>
Loans to Real Persons and Legal Entities (Gross)	200.435	58.878	2.021.170
Specific provision (-)	66.073	22.041	838.354
Loans to Real Persons and Legal Entities (Net)	134.362	36.837	1.182.816
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	-
Specific provision (-)	-	-	-
Other Loans and Receivables (Net)	-	-	-

i.5) Information on interest accruals, rediscounts and valuation differences calculated for non-performing loans and their provisions:

	<b>III. Group</b>	<b>IV. Group</b>	<b>V. Group</b>
	<b>Loans with limited collectability</b>	<b>Loans with doubtful collectability</b>	<b>Uncollectible loans</b>
<b>Current Period (Net)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Interest Accruals, Rediscounts and Valuation Differences	85	2.913	545.244
Special Provision Amount (-)	85	2.913	545.244
<b>Prior Period (Net)</b>	<b>-</b>	<b>-</b>	<b>-</b>
Interest Accruals, Rediscounts and Valuation Differences	97	1.869	420.371
Special Provision Amount (-)	68	1.309	294.260

j) Main principles of liquidation policies of non-performing loans and receivables:

According to the "Methods and Principles for the Determination of Loans and Other Receivables to be Reserved for and Allocation of Reserves" published on Official Gazette No. 29750 dated June 22, 2016; legal action is carried on considering firms, guarantors and existing collaterals and provisions are made for non-performing loans in accordance with the relevant decree. As of 30 September 2021, the net amount after provisions of the non-performing loans and receivables is TL 988.987 (31 December 2020: TL 1.182.816).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**5. Information on loans (continued)**

k) Explanations on write-off policy:

The amendment with respect to the regulation on the Principles and Procedures Regarding the Classification of Loans and Reserves Set Aside for These Loans entered into force with its publication in the Official Gazette No.30961 on November 27, 2019. Pursuant to the regulation, the banks are enabled to write down and move off the balance sheet the portion of a loan which is classified as "Uncollectible loans" if it cannot reasonably be expected to be recovered. Loans and receivables considered as non-collectable are written-off pursuant to approval of Board of Directors (BoD) and other related departments. As of 30 September 2021, The Bank has written-off TL 1.065 of non-performing loan portfolio.

**6. Information on financial assets measured at amortized cost:**

- a) Information on financial assets given as collateral or blocked: As of 30 September 2021, financial assets measured at amortized cost given as collateral is amounting to TL 562.823 (31 December 2020: TL 495.999).
- b) Investments and legal liabilities subject to repurchase agreements: As of 30 September 2021, financial assets measured at amortized cost subject to repurchase agreements is amounting to TL 422.555 (31 December 2020: TL 562.864).
- c) The Bank has TL 1.155.232 financial assets measured at amortized cost as of 30 September 2021 (31 December 2020: TL 1.058.863).
- d.1) Government securities measured at amortised cost:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Government Bonds	1.155.232	1.058.863
Treasury Bills	-	-
Other Government Securities	-	-
<b>Total</b>	<b>1.155.232</b>	<b>1.058.863</b>

  

	<b>30 September 2021</b>	<b>31 December 2020</b>
Debt securities		
Quoted on a stock exchange	1.155.232	1.058.863
Not quoted	-	-
Value Increase/Impairment Losses (-)	-	-
<b>Total</b>	<b>1.155.232</b>	<b>1.058.863</b>

d.2) Movement on financial assets measured at amortized cost:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Beginning Balance	1.058.863	2.352.629
Foreign Currency Differences on Monetary Assets (*)	137.927	(120.082)
Purchases During Year	-	30.193
Disposals Through Sales and Redemptions (**)	(41.558)	(1.203.877)
Impairment Provision (-)	-	-
<b>Total</b>	<b>1.155.232</b>	<b>1.058.863</b>

(\*) Represents exchange differences and accrual interest.

(\*\*) The Bank has sold its financial assets has nominal value of USD 138.000 and issued by Lebanese Government on 20 February 2020, before its maturity due to credit risk increase.



**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**7. Information on associates (Net):**

The Bank has no associates in the current period (31 December 2020: None).

**8. Information on subsidiaries (Net):**

The Bank has no subsidiaries in the current period (31 December 2020: None).

**9. Information on jointly controlled entities (Net):**

The Bank has no jointly controlled entities in the current period (31 December 2020: None).

**10. Information on lease receivables (Net):**

The Bank has no lease receivables in the current period (31 December 2020: None).

**11. Information on derivative financial assets for hedging purposes:**

	30 September 2021		31 December 2020	
	TL	FC	TL	FC
Fair Value Hedge	-	-	-	-
Cash Flow Hedge	32.612	-	-	-
Net Investment Hedge	-	-	-	-
<b>Total</b>	<b>32.612</b>	<b>-</b>	<b>-</b>	<b>-</b>

**12. Information on tangible assets (Net):**

Information on tangible assets is not required to be disclosed in accordance with 25<sup>th</sup> article of Communiqué on Financial Statements to be Publicly Announced and the Related Policies and Disclosures.

**13. Information on intangible assets:**

Information on tangible assets is not required to be disclosed in accordance with 25<sup>th</sup> article of Communiqué on Financial Statements to be Publicly Announced and the Related Policies and Disclosures

**14. Investment Property (Net):**

None (31 December 2020: None).

**15. Explanations on deferred tax assets:**

- a) As of 30 September 2021, the Bank has deferred tax asset amounting to TL 264.625 arising from deductible temporary differences (31 December 2020: TL 227.363).

	Current Period		Prior Period	
	Basis	Deferred tax asset/(liability)	Basis	Deferred tax asset/(liability)
<b>Timing differences constituting the basis for deferred tax</b>				
Difference between net book value and tax value of financial assets	97.899	20.514	68.587	13.717
Provisions	2.168.657	445.756	2.058.998	411.800
Valuation differences	1.670.494	349.730	2.163.483	432.697
Deferred commissions	27.574	5.515	37.550	7.510
Tangible assets differences	4.622	924	11.076	2.215
Financial Loss	-	-	-	-
Other	128.737	26.820	65.728	13.146
<b>Deferred Tax Asset</b>	<b>4.097.983</b>	<b>849.259</b>	<b>4.405.422</b>	<b>881.085</b>
Valuation differences	1.717.967	360.773	2.320.184	464.037
Provisions	1.053.671	210.734	844.233	168.847
Other	65.632	13.127	104.190	20.838
<b>Deferred Tax Liability (-)</b>	<b>2.837.270</b>	<b>584.634</b>	<b>3.268.607</b>	<b>653.722</b>
<b>Total deferred tax assets, net</b>	<b>1.260.713</b>	<b>264.625</b>	<b>1.136.815</b>	<b>227.363</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**I. Explanations and Disclosures Related to the Assets (continued)**

**15. Explanations on deferred tax assets (continued):**

- b) Temporary differences over which deferred tax asset is not computed and recorded in the balance sheet in prior periods: None (31 December 2020: None).
- c) Allowance for deferred tax and deferred tax assets from reversal of allowance: None (31 December 2020: None).

**16. Information on assets held for sale and discontinued operations:**

As of 30 September 2021, the Bank has assets held for sale and discontinued operations amounting to TL 342.689 (31 December 2020: TL 672.505).

**17. Information on other assets**

- a) Other assets do not exceed 10% of the balance sheet total (excluding off balance sheet commitments).
- b) Other assets which exceed 10% of the balance sheet total (excluding off balance sheet commitments) and breakdown of these which constitute at least 20% of grand total: None (31 December 2020: None).

**II. Explanations and Disclosures Related to the Liabilities**

**1. Information on maturity structure of deposits:**

**a) 30 September 2021**

	Demand	7 Day Call Accounts	Up to 1 month	1-3 Months	3-6 Months	6 Month-1 Year	1 Year And over	Accumulating Deposits	Total
Saving deposits	261.771	-	1.706.592	3.727.948	1.680.294	518.360	1.169.742	-	9.064.707
Foreign currency deposits	2.650.332	-	2.701.355	9.069.362	1.122.556	131.862	67.823	-	15.743.290
Residents in Turkey	2.531.785	-	2.645.939	8.803.815	1.118.159	129.339	61.316	-	15.290.353
Residents abroad	118.547	-	55.416	265.547	4.397	2.523	6.507	-	452.937
Public sector deposits	184.559	-	-	1.989	27.956	-	1	-	214.505
Commercial deposits	1.011.373	-	211.850	1.028.229	133.041	137.000	3.219	-	2.524.712
Other institutions deposits	770	-	3.171	53.145	2.123	9.889	401.341	-	470.439
Precious metals deposits	1.997.678	-	51.876	69.817	1.456	1	-	-	2.120.828
Interbank deposits	10.369	-	240.761	50.405	-	-	-	-	301.535
Central Bank of Turkey	-	-	240.761	-	-	-	-	-	240.761
Domestic Banks	-	-	-	50.405	-	-	-	-	50.405
Foreign Banks	10.369	-	-	-	-	-	-	-	10.369
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>6.116.852</b>	<b>-</b>	<b>4.915.605</b>	<b>14.000.895</b>	<b>2.967.426</b>	<b>797.112</b>	<b>1.642.126</b>	<b>-</b>	<b>30.440.016</b>

**31 December 2020**

	Demand	7 Day Call Accounts	Up to 1 month	1-3 Months	3-6 Months	6 Month-1 Year	1 Year And over	Accumulating Deposits	Total
Saving deposits	171.792	-	1.511.236	3.405.705	516.085	33.774	729.743	-	6.368.335
Foreign currency deposits	1.746.555	-	2.538.647	10.233.087	703.735	141.138	85.658	-	15.448.820
Residents in Turkey	1.659.315	-	2.511.568	10.082.244	629.463	140.532	63.046	-	15.086.168
Residents abroad	87.240	-	27.079	150.843	74.272	606	22.612	-	362.652
Public sector deposits	126.185	-	-	631	-	-	-	-	126.816
Commercial deposits	324.115	-	392.941	399.039	3.962	506	4.956	-	1.125.519
Other institutions deposits	1.321	-	2.391	55.321	20.943	30.343	88	-	110.407
Precious metals deposits	1.576.042	-	12.265	45.884	-	-	-	-	1.634.191
Interbank deposits	641.592	-	176.309	7.205	-	-	-	-	825.106
Central Bank of Turkey	-	-	168.869	-	-	-	-	-	168.869
Domestic Banks	-	-	7.440	7.205	-	-	-	-	14.645
Foreign Banks	641.592	-	-	-	-	-	-	-	641.592
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>4.587.602</b>	<b>-</b>	<b>4.633.789</b>	<b>14.146.872</b>	<b>1.244.725</b>	<b>205.761</b>	<b>820.445</b>	<b>-</b>	<b>25.639.194</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. Explanations and Disclosures Related to the Liabilities (continued)**

**1. Information on maturity structure of deposits (continued):**

b.1) Information on saving deposits under the guarantee of saving deposits insurance:

Information on saving deposits and exceeding the limit of insurance saving deposits:

Saving deposits (*)	Under the Guarantee of Insurance		Exceeding the Limit of Insurance	
	30 September 2021	31 December 2020	30 September 2021	31 December 2020
Saving deposits	3.176.357	2.629.268	5.888.350	3.739.067
Foreign currency saving deposits	1.573.270	1.659.358	10.662.425	9.829.626
Other deposits in the form of saving deposits	-	-	-	-
Foreign branches' deposits under foreign authorities' insurance	-	-	-	-
Off-shore banking regions' deposits under foreign authorities' insurance	-	-	-	-
<b>Total</b>	<b>4.749.627</b>	<b>4.288.626</b>	<b>16.550.775</b>	<b>13.568.693</b>

(\*) Accruals were included to deposits under the guarantee of insurance in accordance with BRSA declaration numbered 1584 dated February 23, 2005.

b.2) Deposit amounts not under the guarantee of saving deposit:

Deposits of real persons not under the guarantee of saving deposit insurance:

	30 September 2021	31 December 2020
Deposits and accounts in branches abroad	-	-
Deposits of ultimate shareholders and their close families	-	-
Deposits of chair, members of the Board of Directors and assistant general managers and their close families	7.519	6.487
Deposits obtained through illegal acts defined in the 282 <sup>nd</sup> Article of the 5237 numbered Turkish Criminal Code dated September 26, 2004.	-	-
Saving deposits in banks established in Turkey exclusively for off shore banking activities	-	-

**2. Information on derivative financial liabilities at fair value through profit or loss:**

Negative differences table related to derivative financial liabilities at fair value through profit or loss:

	30 September 2021		31 December 2020	
	TL	FC	TL	FC
Forward Transactions	17.289	35.454	16.799	17.695
Swap Transactions	441.598	1.061.848	716.449	1.399.463
Futures Transactions	-	-	-	-
Options	21.239	24.733	29.736	6.574
Other	-	-	-	-
<b>Total</b>	<b>480.126</b>	<b>1.122.035</b>	<b>762.984</b>	<b>1.423.732</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. Explanations and Disclosures Related to the Liabilities (continued)**

**3. Information on borrowings:**

a) Information on banks and other financial institutions:

	30 September 2021		31 December 2020	
	TL	FC	TL	FC
From Domestic Banks and Institutions	-	8.636	1.040	15.209
From Foreign Banks, Institutions and Funds	-	1.377.692	-	1.390.922
<b>Total</b>	<b>-</b>	<b>1.386.328</b>	<b>1.040</b>	<b>1.406.131</b>

b) Maturity analysis of borrowings:

	30 September 2021		31 December 2020	
	TL	FC	TL	FC
Short-term	-	8.636	1.040	15.209
Medium and long-term	-	1.377.692	-	1.390.922
<b>Total</b>	<b>-</b>	<b>1.386.328</b>	<b>1.040</b>	<b>1.406.131</b>

**4. Information on funds provided from repurchase agreement transactions:**

Funds Provided Under Repurchase Agreements:

	30 September 2021	31 December 2020
Funds Provided Under Repurchase Agreements	2.134.263	3.545.993
<b>Total</b>	<b>2.134.263</b>	<b>3.545.993</b>

**5. Marketable Securities Issued (Net):**

	30 September 2021		31 December 2020	
	TL	FC	TL	FC
Bills	111.537	-	499.200	-
Bonds	-	-	63.846	-
<b>Total</b>	<b>111.537</b>	<b>-</b>	<b>563.046</b>	<b>-</b>

**6. Other liabilities which exceed 10% of the balance sheet total (excluding off-balance sheet commitments) and the breakdown of these which constitute at least 20% of grand total:**

None (31 December 2020: None).

**7. Explanations on lease obligations (Net):**

	30 September 2021		31 December 2020	
	Gross	Net	Gross	Net
Less Than 1 Year	2.287	2.189	6.758	6.368
Between 1-4 Years	119.100	96.848	47.354	34.720
More Than 4 Years	55.444	34.496	121.683	79.866
<b>Total</b>	<b>176.831</b>	<b>133.533</b>	<b>175.795</b>	<b>120.954</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. Explanations and Disclosures Related to the Liabilities (continued)**

**8. Information on derivative financial liabilities at fair value through other comprehensive income:**

	30 September 2021		31 December 2020	
	TL	FC	TL	FC
Fair Value Hedge	-	-	-	-
Cash Flow Hedge	-	-	-	-
Net Investment Hedge	-	-	-	-
<b>Total</b>	-	-	-	-

**9. Information on provisions:**

- a) Foreign exchange losses on the foreign currency indexed loans and finance lease receivables: None (31 December 2020: None).
- b) Information on employee termination benefits and unused vacation accrual:
- b.1) Information on employee termination benefits and unused vacation accrual:

	30 September 2021	31 December 2020
Employee termination benefit provision	19.764	16.611
Unused vacation provision	9.185	7.895
<b>Total of provision for employee benefits</b>	<b>28.949</b>	<b>24.506</b>

The Bank reserved for employee severance indemnities using actuarial method in compliance with the Turkish Accounting Standard 19 (TAS 19) "Employee Benefits" for all its employees who is retired or whose employment is terminated, called up for military service or died.

- b.2) Movements in the employee termination benefit provision during the year:

	30 September 2021	31 December 2020
<b>Balance at the beginning of period</b>	<b>16.611</b>	<b>8.216</b>
Service Cost	3.961	2.439
Interest expense	-	1.879
Actuarial gain/loss (*)	-	5.717
Payments during the period (**)	(808)	(1.640)
<b>Balance at the end of period</b>	<b>19.764</b>	<b>16.611</b>

(\*) Recognized in other comprehensive income.

(\*\*)In addition to the payments during the period, a severance pay of 1.990 thousand TL was paid directly.

- c) Information on other provisions:
- c.1) Provisions for possible losses: TL 7.200 (31 December 2020: None).
- c.2) The breakdown of the sub accounts if other provisions exceed 10% of the grand total of provisions: Other provisions consist of litigation provision amounting to TL 33.110 (31 December 2020: TL 27.000), provision for credit cards promotion and banking services amounting to TL 3.333 (31 December 2020: TL 3.316) and other provisions amounting to TL 56.577 (31 December 2020: TL 55.787).
- c.3) Expected loss provisions for non-cash loans: TL 47.614 (31 December 2020: TL 52.054 provision).
- c.4) Information on provisions for non-cash loans that are non-funded and non-transformed into cash: TL 9.328 (31 December 2020: TL 9.888 provision).
- d) Liabilities on pension rights: None.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. Explanations and Disclosures Related to the Liabilities (continued)**

- d.1) Liabilities for pension funds established in accordance with "Social Security Institution": None (31 December 2020: None).
- d.2) Liabilities resulting from all kinds of pension funds, foundations etc, which provide post retirement benefits for the employees: None (31 December 2020: None).

**10. Explanations on taxes payable:**

- a) Information on current tax liability:

- a.1) Information on corporate tax:

As of 30 September 2021, the Bank has TL 42.776 provision of corporate income tax (31 December 2020: TL 17.847).

- a.2) Explanations on taxes payable:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Withholding tax on deposits	17.768	26.116
BITT	22.828	9.026
Payroll Tax	4.967	4.339
Property Tax	100	1.279
Value Added Tax Payable	1.911	2.654
Stamp Tax	172	160
Corporate Taxes Payable	42.776	17.847
Foreign Exchange Tax	591	649
Other	480	533
<b>Total</b>	<b>91.593</b>	<b>62.603</b>

- a.3) Information on premiums:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Social Security Premiums-Employee	2.300	1.895
Social Security Premiums-Employer	2.638	2.147
Unemployment Insurance-Employer	320	265
Unemployment Insurance-Employee	160	132
Bank Social Aid Pension Fund Premium-Employer	-	-
Bank Social Aid Pension Fund Premium-Employee	-	-
Pension Fund Membership Fees and Provisions-Employee	-	-
Pension Fund Membership Fees and Provisions-Employer	-	-
Other	-	-
<b>Total</b>	<b>5.418</b>	<b>4.439</b>

- a) Explanations on deferred tax liabilities, if any: None.

- 11. Information on liabilities regarding assets held for sale and discounted operations:** None (31 December 2020: None).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. Explanations and Disclosures Related to the Liabilities (continued)**

**12. Information on subordinated loans:**

	30 September 2021 (*)		31 December 2020	
	TL	FC	TL	FC
Debt instruments to be included in core capital calculation	-	-	-	-
Subordinated loans	-	-	-	-
Subordinated debt	-	-	-	-
Debt instruments to be included in contribution capital calculation	-	2.476.121	-	2.109.077
Subordinated loans	-	-	-	-
Subordinated debt	-	2.476.121	-	2.109.077
<b>Total</b>	-	<b>2.476.121</b>	-	<b>2.109.077</b>

(\*) The Bank, on August 1, 2017 issued the Basel III compliant, 10 year, semi-annual fixed 7,625% coupon paying bond of USD 300 million to foreign domicile investors. The bond, with the permission of BRSA dated July 17, 2017 was classified as Tier II sub-loan. The Bank, pursuant to the approval of the BRSA on 26 September 2018. As of 30 September 2021, the total amount of Tier II sub-loan the Bank has bought back amounts to USD 24.535 thousand. The Bank has not redeemed or cancelled the shares in circulation, thus selling back any portion of such amount at any time is completely at the Bank management's discretion.

**13. Information on Shareholders' Equity:**

a) Presentation of Paid-in capital:

As of 30 September 2021, the Bank's paid in capital consists of TL 3.288.842.000 shares which nominal value is TL 1(full TL).

TL	30 September 2021	31 December 2020
Common stock (*)	3.288.842	3.288.842
Preferred stock	-	-
<b>Total</b>	<b>3.288.842</b>	<b>3.288.842</b>

(\*) Nominal Capital

b) Information on marketable securities value increase fund:

	30 September 2021		31 December 2020	
	TP	YP	TP	YP
From Investments in Associates, Subsidiaries, and Joint Ventures	-	-	-	-
Valuation Difference	(798)	(12.997)	(3.645)	67.711
Foreign Exchange Difference	-	-	-	-
<b>Total</b>	<b>(798)</b>	<b>(12.997)</b>	<b>(3.645)</b>	<b>67.711</b>

c) Information on legal reserves:

	30 September 2021	31 December 2020
Primary Legal Reserves	36.415	29.705
Secondary Legal Reserve	-	-
Other Legal Reserves Per Special Legislation	-	-
<b>Total</b>	<b>36.415</b>	<b>29.705</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**II. Explanations and Disclosures Related to the Liabilities (continued)**

**13. Information on Shareholders’ Equity (continued):**

At the Ordinary General Assembly meeting held on March 24, 2021, TL 6.710, which is 5% of the Bank's net profit for the year 2020, TL 134.209, was reserved as 1st Arrangement Legal Reserve in accordance with Article 519 of the Turkish Commercial Code numbered 6102 and the remaining 127.499 It has been decided to reserve TL as Extraordinary Reserve Fund.

The Law No. 7244 on Reducing the Effects of the New Coronavirus (COVID-19) Epidemic on Economic and Social Life and the Law on Amendment to Certain Laws ("Law") entered into force after being published in the Official Gazette dated April 17, 2020. Pursuant to the aforementioned Law, the Turkish Commercial Code numbered 6102 was amended and restrictions and restrictions on profit distribution were envisaged. The regulation in question has started to be implemented as of the publication date of the Law.

Within the scope of this regulation, capital companies will be able to decide to distribute only up to 25% of the net profit for the year 2020 in the general assembly they will hold until March 31, 2021, and the previous years' profits and free reserves will not be subject to profit distribution. In addition, the general assembly will not be authorized to distribute advance dividends to the board of directors. The period in which the said restrictions and restrictions are valid may be extended or shortened for three months by the President's decision.

d) Main principles of liquidation policies of non-performing loans and receivables:

According to the “Methods and Principles for the Determination of Loans and Other Receivables to be Reserved for and Allocation of Reserves” published on Official Gazette No. 26333 dated November 1, 2006; legal action is carried on considering firms, guarantors and existing collaterals and provisions are made for non-performing loans in accordance with the relevant decree. As of 30 September 2021, the net amount after provisions of the non-performing loans and receivables in the fifth group (in Stage 3) is TL 988.987 (31 December 2020: TL 1.182.816).

**14. Information on minority shares:**

None.



**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**III. Explanations and Disclosures Related to the Off-Balance Sheet Contingencies and Commitments**

**1. Information on off-balance sheet liabilities:**

a) Nature and amount of irrevocable loan commitments:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Forward asset purchase and sales commitments	4.302.222	3.386.417
Loan granting commitments	584.854	430.136
Commitments for checks	60.690	48.352
Credit card limit commitments	397.420	404.739
Other irrevocable commitments (*)	23.293	19.153
<b>Total</b>	<b>5.368.479</b>	<b>4.288.797</b>

(\*) Other irrevocable commitments includes promotion practices commitment regarding credit cards and banking services

b) Possible losses and commitments related to off-balance sheet items including items listed below:

The Bank, within the context of banking activities, undertakes certain commitments, consisting of loan commitments, letters of guarantee, acceptance credits and letters of credit.

b.1) Non-cash loans including guarantees, acceptances, financial guarantees and other letters of credits:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Letters of guarantee	3.782.571	2.332.498
Letters of credit	1.671.158	867.081
Bank acceptance loans	3.343	9.759
Other guarantees	1.996.233	2.176.268
<b>Total</b>	<b>7.453.305</b>	<b>5.385.606</b>

b.2) Guarantees, suretyships, and similar transactions:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Definite letter of guarantees	2.715.984	1.522.493
Temporary letter of guarantees	206.109	88.106
Other letter of guarantees	860.478	721.899
<b>Total</b>	<b>3.782.571</b>	<b>2.332.498</b>

c) Total amount of non-cash loans:

	<b>30 September 2021</b>	<b>31 December 2020</b>
Non-cash loans given to cover cash loans	701.088	631.460
With maturity of 1 year or less than 1 year	230.360	154.491
With maturity of more than 1 year	470.728	476.969
Other non-cash loans	6.752.217	4.754.146
<b>Total</b>	<b>7.453.305</b>	<b>5.385.606</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**III. Explanations and Disclosures Related to the Off-Balance Sheet Contingencies and Commitments (continued)**

**2. Information related to credit derivatives and risk exposures:**

None.

**3. Explanations on contingent liabilities and assets:**

- a.1) The Bank's share in contingent liabilities arising from entities under common control (joint ventures) together with other venturer: None.
- a.2) Share of jointly controlled entity (joint venture) in its own contingent liabilities: None.
- a.3) The Bank's contingent liabilities resulting from liabilities of other venturers in jointly controlled entities (joint ventures): None.
- b) Accounting and presentation of contingent assets and liabilities in the financial statements:
  - b.1) Contingent assets are accounted for, if probability of realization is almost certain. If probability of realization is high, then it is explained in the footnotes: None.
  - b.2) A provision is made for contingent liabilities, if realization is probable and the amount can reliably be determined. If realization is remote or the amount cannot be determined reliably, then it is explained in the footnotes: None.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**IV. Explanations and Disclosures Related to the Statement of Profit or Loss**

**1. a) Information on interest on loans:**

Interest on loans	30 September 2021		30 September 2020	
	TL	FC	TL	FC
Short term loans	577.098	53.439	349.017	54.525
Medium and long term loans	667.814	409.232	359.266	444.325
Interest collected from non-performing loans	141.145	-	276.729	-
<b>Total</b>	<b>1.386.057</b>	<b>462.671</b>	<b>985.012</b>	<b>498.850</b>

**b) Information on interest received from banks:**

	30 September 2021		30 September 2020	
	TL	FC	TL	FC
From The Central Bank of Republic of Turkey	464	-	-	-
From domestic banks	8.580	32	12.247	3.258
From foreign banks	-	5.658	-	33.827
From branches and offices abroad	-	-	-	-
<b>Total</b>	<b>9.044</b>	<b>5.690</b>	<b>12.247</b>	<b>37.085</b>

**c) Interest received from marketable securities portfolio:**

	30 September 2021		30 September 2020	
	TL	FC	TL	FC
Financial assets at fair value through profit or loss (Net)	19.866	312	7.721	127
Financial assets at fair value through other comprehensive income	614.574	84.247	235.015	56.935
Financial Assets Measured at Amortized Cost	13.314	35.041	51.267	39.859
<b>Total</b>	<b>647.754</b>	<b>119.600</b>	<b>294.003</b>	<b>96.921</b>

**2. a) Information on interest on funds borrowed:**

Interest on funds borrowed	30 September 2021		30 September 2020	
	TL	FC	TL	FC
Banks	2	26.125	977	34.882
The Central Bank of Turkey	-	-	-	-
Domestic banks	2	258	977	936
Foreign banks	-	25.867	-	33.946
Branches and offices abroad	-	-	-	-
Other institutions	992	-	959	-
<b>Total</b>	<b>994</b>	<b>26.125</b>	<b>1.936</b>	<b>34.882</b>

**b) Information on interest expense to associates and subsidiaries:** None.

**c) Information on interest expense to marketable securities issued:** As of 30 September 2021, the Bank has interest expense to Tier II sub-loan issued amounting to TL 193.468 (30 September 2020: TL 215.839).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**IV. Explanations and Disclosures Related to the Statement of Profit or Loss (continued)**

**d) Distribution of interest expense on deposits based on maturity of deposits:**

<b>30 September 2021</b>								
<b>Time Deposits</b>								
<b>Account Name</b>	<b>Demand Deposits</b>	<b>Up to 1 Month</b>	<b>Up to 3 Months</b>	<b>Up to 6 Months</b>	<b>Up to 1 Year</b>	<b>More than 1 Year</b>	<b>Accumulating Deposits</b>	<b>Total</b>
<b>TL</b>								
Bank deposits	-	13.640	-	-	-	-	-	13.640
Saving deposits	105	212.848	455.594	155.112	29.181	136.121	-	988.961
Public sector deposits	-	-	111	931	-	-	-	1.042
Commercial deposits	15	37.266	103.464	7.606	11.468	4.329	-	164.148
Other deposits	-	503	5.837	2.112	3.322	22.985	-	34.759
7 days call accounts	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	-	-	-	-	-	-
<b>Total</b>	<b>120</b>	<b>264.257</b>	<b>565.006</b>	<b>165.761</b>	<b>43.971</b>	<b>163.435</b>	<b>-</b>	<b>1.202.550</b>
<b>Foreign Currency</b>								
Foreign currency deposits	44	22.484	134.405	9.386	1.735	1.442	-	169.496
Bank deposits	-	855	-	-	-	-	-	855
7 days call accounts	-	-	-	-	-	-	-	-
Precious metal deposits	-	11	463	1	-	-	-	475
<b>Total</b>	<b>44</b>	<b>23.350</b>	<b>134.868</b>	<b>9.387</b>	<b>1.735</b>	<b>1.442</b>	<b>-</b>	<b>170.826</b>
<b>Grand Total</b>	<b>164</b>	<b>287.607</b>	<b>699.874</b>	<b>175.148</b>	<b>45.706</b>	<b>164.877</b>	<b>-</b>	<b>1.373.376</b>
<b>30 September 2020</b>								
<b>Time Deposits</b>								
<b>Account Name</b>	<b>Demand Deposits</b>	<b>Up to 1 Month</b>	<b>Up to 3 Months</b>	<b>Up to 6 Months</b>	<b>Up to 1 Year</b>	<b>More than 1 Year</b>	<b>Accumulating Deposits</b>	<b>Total</b>
<b>TL</b>								
Bank deposits	-	3.685	-	-	-	-	-	3.685
Saving deposits	136	152.432	182.198	1.342	603	95.564	-	432.275
Public sector deposits	-	-	661	605	-	-	-	1.266
Commercial deposits	230	18.150	35.206	569	99	524	-	54.778
Other deposits	2	211	2.392	952	353	2	-	3.912
7 days call accounts	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	-	-	-	-	-	-
<b>Total</b>	<b>368</b>	<b>174.478</b>	<b>220.457</b>	<b>3.468</b>	<b>1.055</b>	<b>96.090</b>	<b>-</b>	<b>495.916</b>
<b>Foreign Currency</b>								
Foreign currency deposits	110	25.793	109.728	11.897	1.113	1.226	-	149.867
Bank deposits	-	41	-	-	-	-	-	41
7 days call accounts	-	-	-	-	-	-	-	-
Precious metal deposits	-	3	11	2	-	-	-	16
<b>Total</b>	<b>110</b>	<b>25.837</b>	<b>109.739</b>	<b>11.899</b>	<b>1.113</b>	<b>1.226</b>	<b>-</b>	<b>149.924</b>
<b>Grand Total</b>	<b>478</b>	<b>200.315</b>	<b>330.196</b>	<b>15.367</b>	<b>2.168</b>	<b>97.316</b>	<b>-</b>	<b>645.840</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**IV. Explanations and Disclosures Related to the Statement of Profit or Loss (continued)**

**3. Information on Dividend Income:** None (30 September 2020: None).

**4. Information on net trading income:**

	30 September 2021	30 September 2020
<b>Income</b>	<b>80.490.771</b>	<b>42.842.794</b>
Gains on capital market operations	36.501	60.369
Gains on derivative financial instruments	3.000.737	3.218.319
Foreign exchange gains	77.453.533	39.564.106
<b>Losses (-)</b>	<b>80.515.898</b>	<b>42.829.822</b>
Losses on capital market operations	2.009	41.274
Losses on derivative financial instruments	2.279.894	3.144.646
Foreign exchange losses	78.233.995	39.643.902
<b>Net Amount</b>	<b>(25.127)</b>	<b>12.972</b>

**5. Information on other operating income:**

For the period ended 30 September 2021, other operating income includes reversals from previous years' expenses and other operating income.

	30 September 2021	30 September 2020
Income from Reversal of Prior Years' General and Specific Provisions	616.834	320.907
Income from Reversal of Prior Years' Other Provisions	21.015	4.763
Other Income	48.851	29.686
<b>Total</b>	<b>686.700</b>	<b>355.356</b>

**6. Provision for impairment of loans and other receivables:**

a) Expected credit loss provisions:

	30 September 2021	30 September 2020
Expected Credit Loss Provisions	745.286	779.130
12-Month Expected Credit Losses (Stage 1)	90.381	80.331
Significant Increase In Credit Risk (Stage 2)	233.278	300.395
Credit-Impaired (Stage 3)	421.627	398.404
Impairment Provisions For Financial Assets	305	-
Financial Assets At Fair Value Through Profit Or Loss	305	-
Financial Assets At Fair Value Through Other Comprehensive Income	-	-
Impairment Provisions Related To Investments In Associates, Subsidiaries And Jointly Controlled Partnerships (Joint Ventures)	-	-
Investments in associates	-	-
Subsidiaries	-	-
Jointly controlled partnerships (joint ventures)	-	-
Other	-	-
<b>Total</b>	<b>745.591</b>	<b>779.130</b>

b) Other Provisions:

As of 30 September 2021, other provision expenses are TL 23.260 (30 September 2020: None).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**IV. Explanations and Disclosures Related to the Statement of Profit or Loss (continued)**

**7. Information on other operating expenses:**

	<b>30 September 2021</b>	<b>30 September 2020</b>
Employee termination benefit provision	3.961	2435
Bank social aid fund deficit provision	-	-
Impairment expenses of fixed assets	-	-
Amortization expenses of fixed assets	43.996	41.171
Impairment expenses of intangible assets	-	-
Impairment expense of goodwill	-	-
Amortization expenses of intangible assets	25.421	24.649
Impairment for investments accounted for under equity method	-	-
Impairment expenses of assets to be disposed	-	-
Amortization expenses of assets to be disposed	-	-
Impairment expenses of assets held for sale and discontinued operations	-	-
Other operating expenses	198.845	209.388
Leasing expenses related to TFRS 16 exemptions (*)	1.620	2.133
Maintenance expenses	4.705	4.229
Advertisement expenses	10.612	13.730
Other expenses (**)	181.908	189.296
Loss on sales of assets	4.509	1.665
Other	-	-
<b>Total</b>	<b>276.732</b>	<b>279.308</b>

(\*) Includes all operating lease expenses within the scope of the exemption.

(\*\*) Other operating expenses majorly consist of IT expenses, premiums for saving deposit insurance fund, auditing and consultancy services, credit card related expenses, support services, taxes, duties and charges and other expenses.

**8. Information on profit/(loss) from continued and discontinued operations before taxes:**

As of 30 September 2021, the Bank's profit before tax from continued operations is TL 175.540 (30 September 2020: 128.868).

**9. Information on tax provision for continued and discontinued operations:**

As of 30 September 2021, The Bank has deferred tax income amounting to TL 7.939 and TL 42.776 current tax expense amounting (30 September 2020: TL 25.837 deferred tax expense).

**10. Information on net profit/(loss) from continued and discontinued operations:**

As of 30 September 2021, the Bank's net profit from continued operations is TL 140.703 (30 September 2020: TL 103.031).

**11. The explanations on net income / loss for the period:**

- Free provision expense amounting to TL 7,200 has been incurred by the Bank's management in the current period due to the possible effects of adverse developments that may occur in the economy and in the markets.
- The effect of a change in the estimation made as painting on the financial statement items on the profit / loss, if it affects the following periods, the effect including those periods: None.

**12. If the other items in the income statement exceed 10% of the income statement total, accounts amounting to at least 20% of these items are shown below:**

The other item under the "Fees and Commissions Received" in the income statement mainly consists of banking service income and credit card transactions.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**V. Explanations on the Risk Group of the Bank**

**1. Volume of related party transactions, income and expense amounts involved and outstanding loan and deposit balances:**

**a) 30 September 2021:**

Risk Group of The Bank	Subsidiaries, associates and jointly controlled entities		Direct and indirect shareholders of the Bank		Other entities and real persons included in the risk group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Loans and other receivables	-	-	-	-	-	-
Balance at beginning of period	-	-	-	24.198	-	526
Balance at end of period	-	-	-	35.337	-	561
Interest and commission income	-	-	30	-	-	-

**31 December 2020:**

Risk Group of The Bank	Subsidiaries, associates and jointly controlled entities		Direct and indirect shareholders of the Bank		Other entities and real persons included in the risk group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Loans and other receivables	-	-	-	-	-	-
Balance at beginning of period	-	-	2.497	86.071	-	125
Balance at end of period	-	-	-	24.198	-	526
Interest and commission income (*)	-	-	52	-	-	-

(\*) Prior periods are as of 30 September 2020.

**b.1) Information on related party deposits balances:**

Risk Group of The Bank	Subsidiaries, associates and jointly controlled entities		Direct and indirect shareholders of the Bank		Other entities and real persons included in the risk group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Deposits						
Balance at beginning of period	-	-	641.592	33.814	5.162	1.686
Balance at end of period	-	-	10.369	641.592	7.519	5.162
Interest on deposits (*)	-	-	128	89	881	533

(\*) Prior periods are as of 30 September 2020.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**V. Explanations on the Risk Group of the Bank (continued)**

b.2) Information on forward and option agreements and other similar agreements made with related parties:

Risk Group of The Bank	Subsidiaries, associates and jointly controlled entities		Direct and indirect shareholders of the Bank		Other entities and real persons included in the risk group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Financial assets at fair value through profit and loss						
Balance at beginning of period	-	-	22.328.683	11.966.589	-	-
Balance at end of period	-	-	26.631.608	22.328.683	-	-
Total loss/ profit (*)	-	-	(82.659)	847.131	-	-

(\*) As of 30 September 2021 represents derivative financial assets due to outstanding IRS transactions with the Bank's parent company, Bank Audi sal and does not have any material impact on the Bank's performance as such transactions are backed-to-back with third parties almost with similar terms. Daily margining is provided in accordance with the current international derivative contracts (ISDA, CSA).

b.3) Explanation on the benefits granted to the executive management of the Bank:

Gross payment made to the executive management as of 30 September 2021 is TL 25.212 (30 September 2020: TL 21.838).

**VI. Domestic, foreign and off-shore branches or equity investments, and foreign representative offices of bank**

	Number of Branches	Number Of Employees			
Domestic Branches	48	1.112			
			Country		
Foreign Representative Offices	-	-	-		
				Total Assets	Legal Capital
Foreign Branches	-	-	-	-	-
Off-shore Banking Branches	-	-	-	-	-

**VII. Explanations and Disclosures Related To Subsequent Events**

None.



**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**SECTION SIX**

**EXPLANATIONS ON INDEPENDENT AUDITOR'S REVIEW REPORT**

**I. Explanations on Review Report**

The unconsolidated financial statements for the period ended 30 September 2021 have been reviewed by KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik AŞ. The auditor's review report dated 5 November 2021 is presented preceding the unconsolidated financial statements.

**II. Explanations and Notes Prepared By Independent Auditor**

None.

**SECTION SEVEN**

**INTERIM ACTIVITY REPORT**

**I. Interim Period Activity Report Included Chair of the Board of Directors and CEO's Assessments for the Interim Activities**

**Brief Information on Odea Bank A.Ş:**

Odea Bank A.Ş. was established as a deposit bank with USD 300 Million capital with the permission of BRSA numbered 4432 dated October 27, 2011, which was published in the Official Gazette on October 28, 2011, numbered 28098. Odea Bank A.Ş. started its operations in the "foreign banks founded in Turkey" group, by taking operating permission from BRSA numbered 4963 on September 28, 2012, which was published in Official Gazette dated October 2, 2012 numbered 28429.

**Capital and shareholders' structure:**

As of 30 September 2021 and 31 December 2020, the shareholders' structure and their ownerships are summarized as follows:

Name / Commercial Title	Current Period		Prior Period	
	Share Amount	Share Ratios %	Share Amount	Share Ratios %
Bank Audi sal	2.513.293	76,419%	2.513.293	76,419%
European Bank for Reconstruction and Development	263.394	8,009%	263.394	8,009%
International Finance Corporation	209.252	6,362%	209.252	6,362%
H.H Sheikh Dheyab Binzayed Binsultan Al-Nahyan	131.697	4,004%	131.697	4,004%
IFC FIG Investment Company S.a.r.l	112.674	3,426%	112.674	3,426%
Mr. Mohammad Hassan Zeidan	58.532	1,780%	58.532	1,780%
	<b>3.288.842</b>	<b>100,00%</b>	<b>3.288.842</b>	<b>100,00%</b>

**Changes in the articles of association:**

Changes on the articles of association are published on Odeabank's web-site.

<https://www.odeabank.com.tr/en-us/about-odeabank/corporate-governance/sayfalar/corporate-governance.aspx>

**Information on number of branches and personnel:**

As of 30 September 2021 the Bank has 48 domestic branches and 1.112 personnel.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**Information on Board Members and executive management of the Bank**

**III. Explanations Regarding the Chair and the Members of Board of Directors, Audit Committee, General Manager and Assistants and Their Shares and Areas of Responsibility in the Bank**

<b><u>Title</u></b>	<b><u>Name-Surname</u></b>	<b><u>Responsibility</u></b>	<b><u>Education</u></b>
<b>Chair of the Board of Directors</b>	Imad ITANI	Chair of the Board of Directors	Ph.D. Degree
<b>Vice Chair of the Board of Directors</b>	Tamer GHAZALEH	Vice Chair of the Board of Directors	Bachelor's Degree
<b>Members of the Board of Directors</b>	Khalil El DEBS	Member of the Board of Directors	Master's Degree
	Dragica PILIPOVIC- CHAFFEY	Member of the Board of Directors	Master's Degree
	Mouayed MAKHLOUF	Member of the Board of Directors and Member of the Audit Committee	Master's Degree
	Antoine NAJM	Member of the Board of Directors	Bachelor's Degree
	Ayşe Botan BERKER	Member of the Board of Directors	Ph.D. Degree
	Farid LAHOUD	Member of the Board of Directors and Member of the Audit Committee	Ph.D. Degree
	Chahdan JEBEYLI	Member of the Board of Directors	Master's Degree
	Oya AYDINLIK	Member of the Board of Directors and Chair of the Audit Committee	Bachelor's Degree
	Ebru OĞAN KNOTTNERUS	Member of the Board of Directors	Bachelor's Degree
<b>Member of the Board of Directors and General Manager</b>	Mert ÖNCÜ	Member of the Board of Directors and General Manager	Ph.D. Degree
<b>Deputy General Manager</b>	Yalçın AVCI	Commercial Banking	Master's Degree
<b>Assistant General Managers</b>	Cem MURATOĞLU	Retail Banking	Master's Degree
	Emir Kadir ALPAY	Treasury and Capital Markets	Master's Degree
	Mehmet Gökmen UÇAR	Finance, Financial Control and Strategy	Bachelor's Degree
	Sinan Erdem ÖZER	Technology and Operations	Master's Degree
	Hüseyin GÖNÜL	Internal Systems	Bachelor's Degree
	Cenk DEMİRÖZ	Credit Allocation	Master's Degree

Individuals mentioned above do not own any shares of the Bank.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**Message from the Chairman**

Dear Stakeholders,

Following the uncertainties of the last year and a half, the global economy has started to emerge from the worst phases of the Covid-19 pandemic and its ramifications. The rapid policy measures put forward worldwide against the economic and health crisis that occurred after the pandemic prevented possible worse consequences. Although the Covid-19 pandemic continues to spread around the world, the impact of the pandemic on markets is gradually decreasing with the roll out of vaccinations. As a matter of fact, a more optimistic outlook is foreseen in the current global growth forecasts of international organizations compared to the first periods of the pandemic.

The outlook of the Turkish economy appears to be more bullish with positive expectations for the course of the epidemic amid accelerated vaccinations, within sustained production and exports in the industry sector in spite of the difficult conditions. A review of the leading indicators confirms that, indeed, the strong outlook in economic activities was maintained in the third quarter of the year, with the Turkish economy expected to grow by 9.0 percent in 2021, above forecasts, within a balanced composition of domestic and foreign demand. At the banking sector level, the adequate capital structure of Turkish banks increases their resilience to risks.

With that in mind, we, at Odeabank, continue to gear our activity in priority toward the active support of our clients and community financing needs while closely monitoring our asset quality, capitalization and income generation capacity to weather these challenging times in the best shape possible while enhancing our corporate governance structure which continues to be in line with international best practices.

The recent appointment of three new independent Board members have indeed added value and expertise to the Board of Directors. On the operations front, Odea Bank is in the process of adopting a new vision and mission focusing on digitization in line with recent market trends in parallel with the roll-out of a new hybrid working model driven by the Covid-19 pandemic which combines together the benefits of working from the office and from home. With that in mind, we have revamped extensively our digital channels infrastructure so as to continue to provide the highest quality to our existing customers while increasing our outreach to potential customers in regions where the Bank does not have an existing physical infrastructure.

Although our activity and results continue to be stressed by the sub-optimal interest margin environment, the increasing inflation and the appreciation of the USD versus the TRY, Odea Bank have been outperforming its direct peers among private deposits banks gaining market shares. We continue to increase our foreign trade revenues with Turkey's growing export volume. Our investment products continue to grow steadily increasingly diversified. The improvement in asset quality, supported by solid collection results, and our competitive capital position reinforces the Bank's financial standing in the face of potential reversal trends in the market.

We continue to stand behind our commitment to sound banking by providing the financing needs to the Turkish economy as we believe in the fundamentals of Turkey and the opportunities its economy and banking sector has to offer.

Last but not least, I would like to once again thank our customers for their continuous faith and loyalty, our employees for their dedication and our shareholders for their permanent support.

Sincerely yours,

**Dr. Imad Itani**

Bank Audi S.A.L Board Member

Odea Bank's Chair of the Board of Directors

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**CEO's Message**

Dear Shareholders,

Despite ongoing impacts of the Covid-19 pandemic, which has been affecting the world, we achieved a significant growth also in the third quarter of 2021. Thanks to our dynamic and customer-oriented banking approach, we are managing this pandemic period, which has been progressing in a fluctuating course and which we wish to end as soon as possible, together with our highly competent colleagues in the field of banking with an extremely high performance. As our numerical data in the third quarter of the year reveal, we achieved very successful results.

As Odeabank, we continue to grow by exceeding our targets, and we continue our investments in digital banking in accordance with the conditions of the day and the current period. With the purpose of developing our customer-oriented banking approach in areas that create added value, within the framework of the reflection of technological developments; we aimed to implement sustainable, innovative solutions and digitalization in all areas of the Bank.

By combining the convenience of digitalization with the human touch, we have determined a roadmap that we call as "phygital". As Odea Bank, we aim to provide a new generation service to our customers in the most correct way, by blending our physical and digital experiences, with a phygital banking approach. Our target is to be the best "phygital" bank in Turkey and in the region with our digital experience integrated with our physical services.

In the third quarter of 2021, we increased our net profit, which was TL 103 million in the same period of 2020, to TL 140.7 million, while our total assets reached TL 43.7 billion. Our gross loans reached TL 23.5 billion and our deposits reached TL 30.4 billion. We continued our increase in commercial loans in the third quarter of 2021, increasing the Tier 1 capital ratio by 10.9%, while our capital adequacy ratio was above the sector average with 19.7%. Our non-cash loans grew by 49% compared to the same period of the previous year, reaching the level of TL 7.5 billion. With the various investment fund options offered to customers, our bank's fund volume reached TL 3 billion at the end of the third quarter, while the share of demand deposits in total customer deposits rose to 20.3% and the number of non-deposit managed assets reached TL 4 billion.

As a bank that makes life easier and contributes to sustainable and inclusive development, through our specialized expertise and our unique, streamlined and fast services, we will continue to work with all our strength to contribute to the economic development of our country.

Best Regards,

**Mert Öncü**  
CEO and Board Member

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**Information on international risk ratings**

**FITCH RATINGS (June 2021)**

Long Term FC B+ / Stable Outlook	B
Short Term FC B	B
Long Term TL BB-/ Stable Outlook	B
Short Term TL B	B
Financial Capacity b+	B
Support	5
NSR AA(tur)	BBB(tur)
Long Term National Scale Rating (NSR) Stable	Negative
Subordinated Notes B	CCC+

**MOODY'S RATINGS (August 2020)**

Outlook	Negative
Long Term FC Deposit	Caa1
Long Term TL Deposit	Ba1.tr
Short Term FC Deposit	NP
Short Term TL Deposit	TR-4
Baseline Credit Assessment	caa1
Adjusted Baseline Credit Assessment	caa1
Long Term National Scale Rating	Baa1.tr
Short Term National Scale Rating	TR-2

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**Brief financial information of the Bank**

**ASSETS:**

	Reviewed Current Period 30 September 2021			Audited Prior Period 31 December 2020		
	TL	FC	Total	TL	FC	Total
CASH AND CASH EQUIVALENTS	856.526	8.030.989	8.887.515	739.014	7.261.076	8.000.090
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	587	14.221	14.808	167.166	31.047	198.213
FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	5.603.637	2.936.800	8.540.437	4.589.660	2.491.578	7.081.238
DERIVATIVE FINANCIAL ASSETS	492.775	1.159.135	1.651.910	830.767	1.418.713	2.249.480
FINANCIAL ASSETS MEASURED AT AMORTISED COST (NET)	12.141.209	10.603.328	22.744.537	10.828.423	9.626.143	20.454.566
NON-CURRENTS ASSETS OR DISPOSAL GROUPS "HELD FOR SALE" AND "FROM INVESTMENT IN ASSOCIATES SUBSIDIARIES AND JOINT VENTURES"	342.689	-	342.689	672.505	-	672.505
TANGIBLE ASSETS (NET)	178.869	-	178.869	189.036	-	189.036
INTANGIBLE ASSETS AND GOODWILL (NET)	107.020	-	107.020	97.369	-	97.369
CURRENT TAX ASSETS	617	-	617	27.428	-	27.428
DEFERRED TAX ASSETS	264.625	-	264.625	227.363	-	227.363
OTHER ASSETS	722.987	244.601	967.588	643.970	194.571	838.541
<b>Total</b>	<b>20.711.541</b>	<b>22.989.074</b>	<b>43.700.615</b>	<b>19.012.701</b>	<b>21.023.128</b>	<b>40.035.829</b>

**LIABILITIES:**

	Reviewed Current Period 30 September 2021			Audited Prior Period 31 December 2020		
	TL	FC	Total	TL	FC	Total
DEPOSITS	12.568.752	17.871.264	30.440.016	7.914.614	17.724.580	25.639.194
LOANS RECEIVED	-	1.386.328	1.386.328	1.040	1.406.131	1.407.171
MONEY MARKET FUNDS	1.591.005	543.258	2.134.263	2.868.068	677.925	3.545.993
MARKETABLE SECURITIES (Net)	111.537	-	111.537	563.046	-	563.046
FUNDS	-	-	-	-	-	-
FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS	-	-	-	-	-	-
DERIVATIVE FINANCIAL LIABILITIES	480.126	1.122.035	1.602.161	762.984	1.423.732	2.186.716
FACTORING PAYABLES	-	-	-	-	-	-
LEASE PAYABLES	133.533	-	133.533	120.954	-	120.954
PROVISIONS	137.248	48.863	186.111	138.985	33.566	172.551
CURRENT TAX LIABILITIES	97.011	-	97.011	67.042	-	67.042
DEFERRED TAX LIABILITIES	-	-	-	-	-	-
LIABILITIES RELATED TO NON-CURRENT ASSETS "HELD FOR SALE" AND "DISCONTINUED OPERATIONS" (Net)	-	-	-	-	-	-
SUBORDINATED DEBT	-	2.476.121	2.476.121	-	2.109.077	2.109.077
OTHER LIABILITIES	411.550	1.238.056	1.649.606	420.103	348.152	768.255
SHAREHOLDERS' EQUITY	3.496.928	(13.000)	3.483.928	3.388.122	67.708	3.455.830
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>19.027.690</b>	<b>24.672.925</b>	<b>43.700.615</b>	<b>16.244.958</b>	<b>23.790.871</b>	<b>40.035.829</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 30 SEPTEMBER 2021**

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

**STATEMENT OF PROFIT OR LOSS:**

	Reviewed Current Period 1 January- 30 September 2021	Reviewed Prior Period 1 January- 30 September 2020
INTEREST INCOME	2.685.564	2.013.705
INTEREST EXPENSE	1.956.841	1.044.512
NET INTEREST INCOME (I - II)	728.723	969.193
NET FEES AND COMMISSIONS INCOME	79.191	60.400
DIVIDEND INCOME	-	-
NET TRADING PROFIT/LOSS (Net)	(25.127)	12.972
OTHER OPERATING INCOME	686.700	355.356
GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII+VIII)	1.469.487	1.397.921
ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)	745.591	779.130
OTHER PROVISION EXPENSES	23.260	-
PERSONNEL EXPENSES (-)	248.364	210.615
OTHER OPERATING EXPENSES (-)	276.732	279.308
NET OPERATING PROFIT/(LOSS) (VIII-IX-X)	175.540	128.868
SURPLUS WRITTEN AS GAIN AFTER MERGER	-	-
PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES	-	-
NET MONETARY POSITION GAIN/LOSS	-	-
PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XII+...+XV)	175.540	128.868
PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	(34.837)	(25.837)
NET PROFIT/(LOSS) FROM CONTINUED OPERATIONS (XVI±XVII)	140.703	103.031
INCOME ON DISCONTINUED OPERATIONS	-	-
EXPENSES FROM DISCONTINUED OPERATIONS (-)	-	-
PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (±) (XIX-XX)	-	-
TAX PROVISION FOR DISCONTINUED OPERATIONS (±)	-	-
NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXI±XXII)	-	-
Profit / Loss per Share	0,043	0,031
<b>NET PROFIT/LOSSES (XVIII+XXIII)</b>	<b>140.703</b>	<b>103.031</b>