

*(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 Three-Month Period Ended  
31 March 2022**

With Auditors' Review Report Thereon

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

10 May 2022

*This report includes "Auditors' Review Report" comprising 2 pages and; "Unconsolidated Financial Statements and Related Disclosures and Footnotes" comprising 82 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 statement of financial position of Odea Bank A.Ş. (the "Bank") as at 31 March 2022 and the related statement of profit or loss, profit or loss and other comprehensive income, changes in shareholders' equity, cash flows for the three 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 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 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.

*Basis for Qualified Conclusion*

As stated in Note 2.9. of Section Five, the accompanying unconsolidated financial statements as at 31 March 2022 include a general provision of total of TRL 300,000 thousands which TRL 170,000 thousands was recognized as expense in the current period and TRL 130,000 thousands had been recognized as expense in the prior periods; with a deferred tax asset on this general provision amounting to TRL 69,000 thousands of which TRL 36,500 thousands was recognized in the current period and TRL 32,500 thousands had been recognized in prior periods which does not meet the requirements of BRSA Accounting and Reporting Legislation. This general provision is provided by the Bank management for the possible effects of the negative circumstances which may arise in economy or market conditions.

*Qualified Conclusion*

Based on our review, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial information do not present fairly, in all material respects, the unconsolidated financial position of Odea Bank A.Ş. as at 31 March 2022, and its unconsolidated financial performance and its unconsolidated cash flows for the three month period then ended 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 interim financial information provided in the interim activity report included in section seven of the accompanying unconsolidated interim financial information is not consistent, in all material respects, with the reviewed unconsolidated interim financial information and explanatory notes.

KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

Erdal Tıkmak, SMMM

Partner

10 May 2022

Istanbul, Turkey

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

**ODEA BANK A.Ş.  
UNCONSOLIDATED FINANCIAL REPORT  
AS OF MARCH 31, 2022**

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 three-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
- AUDITOR’S REVIEW REPORT
- INTERIM ACTIVITY REPORT

The accompanying unconsolidated financial statements for the three-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	Deputy General Manager and 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 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 .....	21
IX.	Explanations on Sales and Repurchase Agreements and Lending of Securities .....	21
X.	Explanations on Assets Held for Sale and Discontinued Operations .....	21
XI.	Explanations on Goodwill and Other Intangible Assets .....	21
XII.	Explanations on Tangible Fixed Assets .....	22
XIII.	Explanations on Leasing Transactions .....	22
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 .....	26
XIX.	Explanations on Avalized Drafts and Acceptances .....	26
XX.	Explanations on Government Grants .....	26
XXI.	Explanations on Segment Reporting .....	26
XXII.	Explanations on Reclassifications .....	26
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 .....	61
III.	Explanations and Disclosures Related to the Off-Balance Sheet Contingencies and Commitments .....	68
IV.	Explanations and Disclosures Related to Statement of Profit or Loss .....	70
V.	Explanations on the Risk Group of the Bank .....	74
VI.	Domestic, Foreign and Off-Shore Branches or Equity Investments, and Foreign Representative Offices of Bank .....	75
VII.	Explanations and Disclosures Related to Subsequent Event .....	75

**SECTION SIX**

Explanations on Independent Auditor's Review Report

I.	Explanations on Review Report .....	76
II.	Explanations and Notes Prepared by Independent Auditor .....	76

**SECTION SEVEN**

Interim Activity Report

I.	Interim Activity Report Included Chairman of the Board of Directors and Ceo's Assessments for the Interim Activities .....	76
----	--	----

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 31 March 2022 and 31 December 2021, 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 114 branches as of 31 March 2022.

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 31 MARCH 2022**

(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
	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
	Hilmi GÜVENAL *	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
	Mehmet Gökmen UÇAR	Finance, Financial Control and Strategy	Bachelor's Degree
<b>Assistant General Managers</b>	Cem MURATOĞLU	Retail Banking	Master's Degree
	Emir Kadir ALPAY	Treasury and Capital Markets	Master's Degree
	Sinan Erdem ÖZER	Technology and Operations	Master's Degree
	Hüseyin GÖNÜL	Risk Management and Internal Control	Bachelor's Degree
	Cenk DEMİRÖZ	Credit Allocation	Master's Degree
	Hüseyin Cem Taner **	Credit Monitoring and Remedial	Bachelor's Degree
	Ebru Vardar ***	Human Resources	Bachelor's Degree

(\*) The term of Mrs. Dragica Pilipovic-Chaffey as member of the Board of Directors has ended as of March 29, 2022. Mr. Hilmi Guvenal has been appointed as member of the Board in replacement of Mrs. Dragica Pilipovic Chaffey during the Ordinary General Assembly. Mr. Hilmi Guvenal took his oath on 7 April 2022 and officially started his duty.

(\*\*) Mr. Hüseyin Cem Taner has been appointed as Assistant General Manager in charge of Credit Monitoring and Remedial on February 22, 2022.

(\*\*\*) Ms. Ebru Vardar has been appointed as Assistant General Manager in charge of Human Resources on February 22, 2022.

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

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 31 March 2022:

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 31 March 2022. The Bank has 48 domestic branches with 1.115 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 2021: 48 domestic branches, 1.111 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 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

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)**  
**AS OF 31 MARCH 2022**

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

**I. BALANCE SHEET – ASSETS**

	Note Ref (Section Five)	Reviewed Current Period 31 March 2022			Audited Prior Period 31 December 2021		
		TL	FC	Total	TL	FC	Total
<b>I. FINANCIAL ASSETS (Net)</b>		<b>9.004.321</b>	<b>17.806.556</b>	<b>26.810.877</b>	<b>8.897.971</b>	<b>18.235.706</b>	<b>27.133.677</b>
<b>1.1 Cash and cash equivalents</b>		<b>1.178.820</b>	<b>12.758.915</b>	<b>13.937.735</b>	<b>698.155</b>	<b>12.591.571</b>	<b>13.289.726</b>
1.1.1 Cash and balances at Central Bank	I-1	993.890	8.870.685	9.864.575	698.223	8.744.186	9.442.409
1.1.2 Banks	I-3	185.313	3.891.356	4.076.669	186	3.849.928	3.850.114
1.1.3 Receivables from Money Markets		-	-	-	-	-	-
1.1.4 Allowance for expected credit losses (-)		383	3.126	3.509	254	2.543	2.797
<b>1.2 Financial assets at fair value through profit or loss</b>	<b>I-2</b>	<b>351.859</b>	<b>42.553</b>	<b>394.412</b>	<b>82.571</b>	<b>19.184</b>	<b>101.755</b>
1.2.1 Public debt securities		954	21.420	22.374	723	201	924
1.2.2 Equity instruments		-	21.133	21.133	-	18.983	18.983
1.2.3 Other financial assets		350.905	-	350.905	81.848	-	81.848
<b>1.3 Financial assets at fair value through other comprehensive income</b>	<b>I-4</b>	<b>6.133.653</b>	<b>4.460.172</b>	<b>10.593.825</b>	<b>6.015.351</b>	<b>4.024.089</b>	<b>10.039.440</b>
1.3.1 Public debt securities		4.385.327	3.867.294	8.252.621	3.839.372	3.477.533	7.316.905
1.3.2 Equity instruments		4.897	381	5.278	4.897	359	5.256
1.3.3 Other financial assets		1.743.429	592.497	2.335.926	2.171.082	546.197	2.717.279
<b>1.4 Derivative financial assets</b>	<b>I-2</b>	<b>1.339.989</b>	<b>544.916</b>	<b>1.884.905</b>	<b>2.101.894</b>	<b>1.600.862</b>	<b>3.702.756</b>
1.4.1 Derivative financial assets at fair value through profit or loss		1.255.593	544.916	1.800.509	2.009.458	1.600.862	3.610.320
1.4.2 Derivative financial assets at fair value through other comprehensive income	I-11	84.396	-	84.396	92.436	-	92.436
<b>II. FINANCIAL ASSET MEASURED AT AMORTISED COST (Net)</b>		<b>15.076.563</b>	<b>14.361.086</b>	<b>29.437.649</b>	<b>12.343.360</b>	<b>14.203.781</b>	<b>26.547.141</b>
<b>2.1 Loans</b>	<b>I-5</b>	<b>14.231.885</b>	<b>14.517.052</b>	<b>28.748.937</b>	<b>13.422.045</b>	<b>14.147.077</b>	<b>27.569.122</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>2.105.309</b>	<b>1.071.772</b>	<b>3.177.081</b>	<b>270.117</b>	<b>1.064.923</b>	<b>1.335.040</b>
2.4.1 Public debt securities		194.542	1.071.772	1.266.314	198.108	1.064.923	1.263.031
2.4.2 Other financial assets		1.910.767	-	1.910.767	72.009	-	72.009
<b>2.5 Allowance for expected credit losses (-)</b>		<b>1.260.631</b>	<b>1.227.738</b>	<b>2.488.369</b>	<b>1.348.802</b>	<b>1.008.219</b>	<b>2.357.021</b>
<b>III. NON-CURRENTS ASSETS OR DISPOSAL GROUPS "HELD FOR SALE" AND "FROM DISCONTINUED OPERATIONS" (Net)</b>	<b>I-16</b>	<b>274.767</b>	<b>-</b>	<b>274.767</b>	<b>296.839</b>	<b>-</b>	<b>296.839</b>
3.1 Held for sale		274.767	-	274.767	296.839	-	296.839
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>179.431</b>	<b>-</b>	<b>179.431</b>	<b>181.790</b>	<b>-</b>	<b>181.790</b>
<b>VI. INTANGIBLE ASSETS AND GOODWILL (Net)</b>	<b>I-13</b>	<b>159.689</b>	<b>-</b>	<b>159.689</b>	<b>147.126</b>	<b>-</b>	<b>147.126</b>
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		159.689	-	159.689	147.126	-	147.126
<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>972</b>	<b>-</b>	<b>972</b>	<b>4.739</b>	<b>-</b>	<b>4.739</b>
<b>IX. DEFERRED TAX ASSETS</b>	<b>I-15</b>	<b>547.859</b>	<b>-</b>	<b>547.859</b>	<b>256.329</b>	<b>-</b>	<b>256.329</b>
<b>X. OTHER ASSETS</b>	<b>I-17</b>	<b>709.481</b>	<b>205.411</b>	<b>914.892</b>	<b>710.991</b>	<b>187.373</b>	<b>898.364</b>
<b>TOTAL ASSETS</b>		<b>25.953.083</b>	<b>32.373.053</b>	<b>58.326.136</b>	<b>22.839.145</b>	<b>32.626.860</b>	<b>55.466.005</b>

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

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)**  
**AS OF 31 MARCH 2022**

(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 31 March 2022			Audited Prior Period 31 December 2021		
		TL	FC	Total	TL	FC	Total
<b>I. DEPOSITS</b>	<b>II-1</b>	<b>14.455.944</b>	<b>25.584.672</b>	<b>40.040.616</b>	<b>11.162.411</b>	<b>27.254.677</b>	<b>38.417.088</b>
<b>II. LOANS RECEIVED</b>	<b>II-3</b>	<b>-</b>	<b>1.691.200</b>	<b>1.691.200</b>	<b>-</b>	<b>1.708.596</b>	<b>1.708.596</b>
<b>III. MONEY MARKET FUNDS</b>	<b>II-4</b>	<b>2.529.222</b>	<b>674.437</b>	<b>3.203.659</b>	<b>1.884.402</b>	<b>340.500</b>	<b>2.224.902</b>
<b>IV. MARKETABLE SECURITIES (Net)</b>	<b>II-5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
4.1 Bills		-	-	-	-	-	-
4.2 Asset backed securities		-	-	-	-	-	-
4.3 Bonds		-	-	-	-	-	-
<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>939.775</b>	<b>675.346</b>	<b>1.615.121</b>	<b>1.155.844</b>	<b>1.572.905</b>	<b>2.728.749</b>
7.1 Derivative financial liabilities at fair value through profit or loss		939.775	675.346	1.608.922	1.155.844	1.572.905	2.728.749
7.2 Derivative financial liabilities at fair value through other comprehensive income	II-8	6.199	-	6.199	-	-	-
<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>123.161</b>	<b>-</b>	<b>123.161</b>	<b>120.180</b>	<b>-</b>	<b>120.180</b>
<b>X. PROVISIONS</b>	<b>II-9</b>	<b>447.117</b>	<b>62.294</b>	<b>509.411</b>	<b>288.862</b>	<b>62.439</b>	<b>351.301</b>
10.1 Provision for restructuring		-	-	-	-	-	-
10.2 Reserves for employee benefits		43.576	-	43.576	35.868	-	35.868
10.3 Insurance technical reserves (Net)		-	-	-	-	-	-
10.4 Other provisions		403.541	62.294	465.835	252.994	62.439	315.433
<b>XI. CURRENT TAX LIABILITIES</b>	<b>II-10</b>	<b>638.361</b>	<b>-</b>	<b>638.361</b>	<b>73.803</b>	<b>-</b>	<b>73.803</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>4.093.427</b>	<b>4.093.427</b>	<b>-</b>	<b>3.833.893</b>	<b>3.833.893</b>
14.1 Loans		-	-	-	-	-	-
14.2 Other debt instruments		-	4.093.427	4.093.427	-	3.833.893	3.833.893
<b>XV. OTHER LIABILITIES</b>	<b>II-6</b>	<b>746.577</b>	<b>1.101.114</b>	<b>1.847.691</b>	<b>564.536</b>	<b>1.876.007</b>	<b>2.440.543</b>
<b>XVI. SHAREHOLDERS' EQUITY</b>		<b>4.731.402</b>	<b>(167.913)</b>	<b>4.563.489</b>	<b>3.725.750</b>	<b>(158.800)</b>	<b>3.566.950</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		(3.564)	-	(3.564)	(5.961)	-	(5.961)
16.4 Other accumulated comprehensive income that will be reclassified in profit or loss		993.401	(167.913)	825.488	91.338	(158.800)	(67.462)
16.5 Profit reserves		351.332	-	351.332	148.041	-	148.041
16.5.1 Legal reserves	II-13	46.700	-	46.700	36.415	-	36.415
16.5.2 Statutory reserves		-	-	-	-	-	-
16.5.3 Extraordinary reserves		304.632	-	304.632	111.626	-	111.626
16.5.4 Other profit reserves		-	-	-	-	-	-
16.6 Profit or loss		103.589	-	103.589	205.688	-	205.688
16.6.1 Prior periods profits or losses		-	-	-	-	-	-
16.6.2 Current period net profit or loss		103.589	-	103.589	205.688	-	205.688
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>24.611.559</b>	<b>33.714.577</b>	<b>58.326.136</b>	<b>18.975.788</b>	<b>36.490.217</b>	<b>55.466.005</b>

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

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

**ODEA BANK ANONİM ŞİRKETİ**  
**UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS**  
**AS OF 31 MARCH 2022**

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

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

		Reviewed Current Period 31 March 2022			Audited Prior Period 31 December 2021		
		TL	FC	Total	TL	FC	Total
<b>A.</b>	<b>OFF BALANCE SHEET CONTINGENCIES AND COMMITMENTS (I+II+III)</b>	<b>41.556.581</b>	<b>160.490.653</b>	<b>202.047.234</b>	<b>36.143.655</b>	<b>148.048.781</b>	<b>184.192.436</b>
<b>I.</b>	<b>GUARANTEES</b>	<b>6.384.473</b>	<b>5.072.220</b>	<b>11.456.693</b>	<b>3.412.776</b>	<b>5.270.535</b>	<b>8.683.311</b>
1.1	Letters of guarantee	4.194.241	1.387.078	5.581.319	3.061.521	1.333.953	4.395.474
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	4.194.241	1.387.078	5.581.319	3.061.521	1.333.953	4.395.474
1.2	Bank acceptances	-	-	-	-	4.976	4.976
1.2.1	Import letter of acceptance	-	-	-	-	4.976	4.976
1.2.2	Other bank acceptances	-	-	-	-	-	-
1.3	Letters of credit	6.538	2.369.868	2.376.406	4.211	2.211.783	2.215.994
1.3.1	Documentary letters of credit	6.538	2.369.868	2.376.406	4.211	2.211.783	2.215.994
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	2.183.694	1.315.274	3.498.968	347.044	1.719.823	2.066.867
1.9	Other collaterals	-	-	-	-	-	-
<b>II.</b>	<b>COMMITMENTS</b>	<b>13.849.888</b>	<b>5.657.438</b>	<b>19.507.326</b>	<b>13.618.283</b>	<b>2.521.407</b>	<b>16.139.690</b>
2.1	Irrevocable commitments	1.755.702	5.657.438	7.413.140	1.680.493	2.521.407	4.201.900
2.1.1	Forward asset purchase and sales commitments	538.885	5.631.575	6.170.460	595.909	2.497.633	3.093.542
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	735.796	-	735.796	620.130	-	620.130
2.1.5	Securities underwriting commitments	-	-	-	-	-	-
2.1.6	Commitments for reserve deposit requirements	-	-	-	-	-	-
2.1.7	Payment commitment for checks	83.156	-	83.156	62.333	-	62.333
2.1.8	Tax and fund liabilities from export commitments	-	-	-	-	-	-
2.1.9	Commitments for credit card expenditure limits	392.490	-	392.490	396.015	-	396.015
2.1.10	Commitments for promotions related with credit cards and banking activities	1.682	-	1.682	2.413	-	2.413
2.1.11	Receivables from short sale commitments	-	-	-	-	-	-
2.1.12	Payables for short sale commitments	-	-	-	-	-	-
2.1.13	Other irrevocable commitments	3.693	25.863	29.556	3.693	23.774	27.467
2.2	Revocable commitments	12.094.186	-	12.094.186	11.937.790	-	11.937.790
2.2.1	Revocable loan granting commitments	12.094.186	-	12.094.186	11.937.790	-	11.937.790
2.2.2	Other revocable commitments	-	-	-	-	-	-
<b>III.</b>	<b>DERIVATIVE FINANCIAL INSTRUMENTS</b>	<b>21.322.220</b>	<b>149.760.995</b>	<b>171.083.215</b>	<b>19.112.596</b>	<b>140.256.839</b>	<b>159.369.435</b>
3.1	Derivative financial instruments for hedging purposes	2.850.000	-	2.850.000	2.250.000	-	2.250.000
3.1.1	Fair value hedge	-	-	-	-	-	-
3.1.2	Cash flow hedge	2.850.000	-	2.850.000	2.250.000	-	2.250.000
3.1.3	Hedge of net investment in foreign operations	-	-	-	-	-	-
3.2	Trading derivatives	18.472.220	149.760.995	168.233.215	16.862.596	140.256.839	157.119.435
3.2.1	Forward foreign currency buy/sell transactions	1.654.547	9.945.266	11.599.813	2.078.511	7.235.331	9.313.842
3.2.1.1	Forward foreign currency transactions-buy	1.472.692	4.309.224	5.781.916	1.693.029	2.925.800	4.618.829
3.2.1.2	Forward foreign currency transactions-sell	181.855	5.636.042	5.817.897	385.482	4.309.531	4.695.013
3.2.2	Swap transactions related to foreign currency. and interest rates	8.268.798	93.886.502	102.155.300	10.142.298	93.932.934	104.075.232
3.2.2.1	Foreign currency swaps-buy	658.394	16.678.577	17.336.971	789.765	17.710.189	18.499.954
3.2.2.2	Foreign currency swaps-sell	1.780.404	15.544.023	17.324.427	4.552.533	13.292.433	17.844.966
3.2.2.3	Interest rate swaps-buy	2.915.000	30.831.951	33.746.951	2.400.000	31.465.156	33.865.156
3.2.2.4	Interest rate swaps-sell	2.915.000	30.831.951	33.746.951	2.400.000	31.465.156	33.865.156
3.2.3	Foreign currency, interest rate and securities options	8.548.875	45.929.227	54.478.102	4.641.787	39.088.574	43.730.361
3.2.3.1	Foreign currency options-buy	5.061.899	8.010.533	13.072.432	3.320.031	4.963.669	8.283.700
3.2.3.2	Foreign currency options-sell	3.486.976	11.503.148	14.990.124	1.321.756	7.144.617	8.466.373
3.2.3.3	Interest rate options-buy	-	13.207.773	13.207.773	-	13.490.144	13.490.144
3.2.3.4	Interest rate options-sell	-	13.207.773	13.207.773	-	13.490.144	13.490.144
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	-	-	-	-	-	-
<b>B.</b>	<b>CUSTODY AND PLEDGED ITEMS (IV+V+VI)</b>	<b>74.911.868</b>	<b>123.695.782</b>	<b>198.607.650</b>	<b>74.646.303</b>	<b>113.840.341</b>	<b>188.486.644</b>
<b>IV.</b>	<b>ITEMS HELD IN CUSTODY</b>	<b>5.704.783</b>	<b>4.438.827</b>	<b>10.143.610</b>	<b>5.471.688</b>	<b>3.692.871</b>	<b>9.164.559</b>
4.1	Assets under management	5.675.712	1.365.314	7.041.026	5.426.545	1.142.809	6.569.354
4.2	Investment securities held in custody	6.570	1.843.401	1.849.971	5.989	1.363.782	1.369.771
4.3	Checks received for collection	5.005	1.229.949	1.234.954	4.244	1.185.098	1.189.342
4.4	Commercial notes received for collection	11.284	163	11.447	11.401	1.182	12.583
4.5	Other assets received for collection	-	-	-	-	-	-
4.6	Assets received for public offering	-	-	-	-	-	-
4.7	Other items under custody	6.212	-	6.212	23.509	-	23.509
4.8	Custodians	-	-	-	-	-	-
<b>V.</b>	<b>PLEDGED ITEMS</b>	<b>69.177.075</b>	<b>119.167.656</b>	<b>188.344.731</b>	<b>69.144.605</b>	<b>110.065.382</b>	<b>179.209.987</b>
5.1	Marketable securities	2.016.538	3.326.028	5.342.566	2.123.355	3.062.952	5.186.307
5.2	Guarantee notes	29.306.090	15.329.668	44.635.758	29.307.079	14.140.699	43.447.778
5.3	Commodities	10.685.963	5.342.981	16.028.944	10.522.916	5.677.350	16.200.266
5.4	Warrants	-	-	-	-	-	-
5.5	Properties	17.414.916	61.708.853	79.123.769	17.054.937	55.367.793	72.422.730
5.6	Other pledged items	9.753.568	33.460.126	43.213.694	10.136.318	31.816.588	41.952.906
5.7	Pledged items-depository	-	-	-	-	-	-
<b>VI.</b>	<b>ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES</b>	<b>30.010</b>	<b>89.299</b>	<b>119.309</b>	<b>30.010</b>	<b>82.088</b>	<b>112.098</b>
<b>TOTAL OFF - BALANCE SHEET ITEMS (A+B)</b>		<b>116.468.449</b>	<b>284.186.435</b>	<b>400.654.884</b>	<b>110.789.958</b>	<b>261.889.122</b>	<b>372.679.080</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 31 MARCH 2022**

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

**III. INCOME AND EXPENSE ITEMS**

	Note (Section Five)	Reviewed Current Period 1 January- 31 March 2022	Reviewed Prior Period 1 January- 31 March 2021
<b>I. INTEREST INCOME</b>	<b>IV-1</b>	<b>1.293.087</b>	<b>839.749</b>
1.1 Interest on loans		786.809	607.851
1.2 Interest received from reserve deposits		13.320	6.029
1.3 Interest received from banks		4.069	6.828
1.4 Interest received from money market transactions		1.938	3.485
1.5 Interest received from marketable securities portfolio		484.938	203.865
1.5.1 Financial assets at fair value through profit or loss		20.382	4.793
1.5.2 Financial assets at fair value through other comprehensive income		377.823	183.603
1.5.3 Financial assets measured at amortized cost		86.733	15.469
1.6 Finance lease income		-	-
1.7 Other interest income		2.013	11.691
<b>II. INTEREST EXPENSE</b>	<b>IV-2</b>	<b>1.017.798</b>	<b>561.871</b>
2.1 Interest on deposits		820.040	372.867
2.2 Interest on funds borrowed		10.843	9.057
2.3 Interest on money market transactions		63.419	103.765
2.4 Interest on securities issued		74.424	70.640
2.5 Finance lease interest expenses		4.429	4.926
2.6 Other interest expenses		44.643	616
<b>III. NET INTEREST INCOME (I - II)</b>		<b>275.289</b>	<b>277.878</b>
<b>IV. NET FEES AND COMMISSIONS INCOME</b>		<b>39.868</b>	<b>25.181</b>
4.1 Fees and commissions received		47.196	30.888
4.1.1 Non-cash loans		19.365	16.446
4.1.2 Other		27.831	14.442
4.2 Fees and commissions paid (-)		7.328	5.707
4.2.1 Non-cash loans		-	1
4.2.2 Other		7.328	5.706
<b>V. DIVIDEND INCOME</b>	<b>IV-3</b>	<b>-</b>	<b>-</b>
<b>VI. TRADING PROFIT/LOSS (Net)</b>	<b>IV-4</b>	<b>302.391</b>	<b>113.918</b>
6.1 Profit/losses from capital market transactions		280.551	7.839
6.2 Profit/losses from derivative financial transactions		(188.519)	589.865
6.3 Foreign exchange profit/losses		210.359	(483.786)
<b>VII. OTHER OPERATING INCOME</b>	<b>IV-5</b>	<b>271.733</b>	<b>208.839</b>
<b>VIII. GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII)</b>		<b>889.281</b>	<b>625.816</b>
<b>IX. EXPECTED CREDIT LOSSES (-)</b>	<b>IV-6</b>	<b>299.444</b>	<b>313.376</b>
<b>X. OTHER PROVISION EXPENSES (-)</b>	<b>IV-6</b>	<b>171.000</b>	<b>79.000</b>
<b>XI. PERSONNEL EXPENSES (-)</b>		<b>133.759</b>	<b>82.158</b>
<b>XII. OTHER OPERATING EXPENSES (-)</b>	<b>IV-7</b>	<b>136.239</b>	<b>98.260</b>
<b>XIII. NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)</b>		<b>148.839</b>	<b>53.022</b>
<b>XIV. EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER</b>		<b>-</b>	<b>-</b>
<b>XV. PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES</b>		<b>-</b>	<b>-</b>
<b>XVI. NET MONETARY POSITION GAIN/LOSS</b>		<b>-</b>	<b>-</b>
<b>XVII. PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVD)</b>	<b>IV-8</b>	<b>148.839</b>	<b>53.022</b>
<b>XVIII. PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)</b>	<b>IV-9</b>	<b>(45.250)</b>	<b>(10.757)</b>
18.1 Current tax provision		(559.573)	-
18.2 Expense effect of deferred tax (+)		(289.318)	(172.219)
18.3 Income effect of deferred tax (-)		803.641	161.462
<b>XIX. NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)</b>	<b>IV-10</b>	<b>103.589</b>	<b>42.265</b>
<b>XX. INCOME FROM DISCONTINUED OPERATIONS</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>
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>XXII. PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (±) (XX-XXI)</b>		<b>-</b>	<b>-</b>
<b>XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</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>XXIV. NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)</b>		<b>-</b>	<b>-</b>
<b>XXV. NET PROFIT/LOSSES (XIX+XXIV)</b>	<b>IV-11</b>	<b>103.589</b>	<b>42.265</b>
<b>Profit / Loss per Share (*)</b>		<b>0,031</b>	<b>0,013</b>

(\*) 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 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 31 MARCH 2022**  
(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- 31 March 2022	Reviewed Prior Period 1 January- 31 March 2021
<b>I. CURRENT PERIOD PROFIT / (LOSS)</b>	<b>103.589</b>	<b>42.265</b>
<b>II. OTHER COMPREHENSIVE INCOME</b>	<b>892.950</b>	<b>(183.323)</b>
<b>2.1 Other comprehensive income that will not be reclassified to profit or loss</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	-	-
2.1.5 Taxes relating to components of other comprehensive income that will not be reclassified to profit or loss	-	-
<b>2.2 Other comprehensive income that will be reclassified to profit or loss</b>	<b>892.950</b>	<b>(183.323)</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	1.132.376	(221.037)
2.2.3 Income (loss) related with cash flow hedges	(16.633)	(8.117)
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	(222.793)	45.831
<b>III. TOTAL COMPREHENSIVE INCOME (I+II)</b>	<b>996.539</b>	<b>(141.058)</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 31 MARCH 2022**

(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 31/03/2022																
<b>I.</b>	<b>Balance at the beginning of the period</b>		3.288.842	-	-	(2.198)	-	(12.878)	6.917	-	(43.524)	(23.938)	148.041	-	205.688	3.566.950
<b>II.</b>	<b>Adjustment in accordance with TAS 8</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Effect of adjustment		-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effect of changes in accounting policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>III.</b>	<b>New Balance (I-II)</b>		3.288.842	-	-	(2.198)	-	(12.878)	6.917	-	(43.524)	(23.938)	148.041	-	205.688	3.566.950
<b>IV.</b>	<b>Total comprehensive income (loss)</b>		-	-	-	-	-	-	-	-	905.872	(12.922)	-	-	103.589	996.539
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		-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XI.</b>	<b>Profit distribution</b>		-	-	-	-	-	-	2.397	-	-	-	203.291	-	(205.688)	-
11.1	Dividends distributed		-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to reserves (**)		-	-	-	-	-	-	-	-	-	-	205.688	-	(205.688)	-
11.3	Others		-	-	-	-	-	-	2.397	-	-	-	(2.397)	-	-	-
	<b>End Balance (III+IV+.....+X+XI)</b>		3.288.842	-	-	(2.198)	-	(12.878)	9.314	-	862.348	(36.860)	351.332	-	103.589	4.563.489

(\*) TL 2.397 presented under extraordinary reserves includes the real estate sales gain benefited from corporate tax exemption and transferred to the Revaluation Surplus on Tangible and Intangible Assets account.

(\*\*) At the Ordinary General Assembly meeting dated March 29, 2022, TL 10.284, which is 5% of the Bank's net profit for the year 2021, TL 205.688, 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 195.404 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 31 MARCH 2022**

(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
	Prior Period 31/03/2021															
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)		-	-	-	-	-	-	-	-	(176.829)	(6.494)	-	-	42.265	(141.058)
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)	-	-	-
	End Balance (III+IV+.....+X+XI)		3.288.842	-	-	(2.198)	-	(7.182)	6.917	-	(112.763)	(49.150)	148.041	-	42.265	3.314.772

(\*) 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 CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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

**VI. STATEMENT OF CASH FLOWS**

	Footnotes (Section Five)	Reviewed Current Period 1 January- 31 March 2022	Reviewed Prior Period 1 January- 31 March 2021
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>			
<b>1.1 Operating profit / (loss) before changes in operating assets and liabilities</b>		<b>771.833</b>	<b>1.278.677</b>
1.1.1 Interest received		1.112.251	729.204
1.1.2 Interest paid		(850.287)	(560.332)
1.1.3 Dividend received		-	-
1.1.4 Fees and commissions received		47.196	30.888
1.1.5 Other income/(expense)		308.177	28.580
1.1.6 Collections from previously written off loans		109.794	84.812
1.1.7 Payments to personnel and service suppliers		(193.837)	(131.078)
1.1.8 Taxes paid		(59.154)	(24.329)
1.1.9 Others		297.693	1.120.932
<b>1.2 Changes in operating assets and liabilities</b>		<b>(832.960)</b>	<b>(917.524)</b>
1.2.1 Net (increase) decrease in financial assets held for trading		(282.961)	(820)
1.2.2 Net (increase) decrease in due from banks and other financial institutions		(261.799)	(300.658)
1.2.3 Net (increase) decrease in loans		(92.459)	(337.547)
1.2.4 Net (increase) decrease in other assets		(15.468)	439.802
1.2.5 Net increase (decrease) in bank deposits		(241.463)	(252.207)
1.2.6 Net increase (decrease) in other deposits		(610.310)	474.099
1.2.7 Net (increase) decrease in financial liability at fair value through profit or loss		(694.449)	(634.157)
1.2.8 Net increase (decrease) in funds borrowed		844.610	(113.595)
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities		521.339	(192.441)
<b>I. Net cash used in from banking operations</b>		<b>(61.127)</b>	<b>361.153</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>II. Net cash provided from investing activities</b>		<b>(161.161)</b>	<b>(73.471)</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		(24.832)	(7.477)
2.4 Fixed assets sales		84.193	140.870
2.5 Cash paid for purchase of financial assets available for sale		(139.011)	(1.225.947)
2.6 Cash obtained from sale of financial assets available for sale		1.604.534	977.525
2.7 Cash paid for purchase of investment securities		(1.780.643)	-
2.8 Cash obtained from sale of investment securities		94.598	41.558
2.9 Others		-	-
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>III. Net cash flows from financing activities</b>		<b>(10.610)</b>	<b>(369.420)</b>
3.1 Cash obtained from funds borrowed and securities issued		-	1.171.599
3.2 Cash used for repayment of funds borrowed and securities issued		-	(1.538.044)
3.3 Issued equity instrument		-	-
3.4 Dividends paid		-	-
3.5 Payments for leases		(10.610)	(2.975)
3.6 Other		-	-
<b>IV. Effect of change in foreign exchange rate on cash and cash equivalents</b>		<b>618.982</b>	<b>329.520</b>
<b>V. Net increase in cash and cash equivalents</b>		<b>386.084</b>	<b>247.782</b>
<b>VI. Cash and cash equivalents at beginning of the period</b>		<b>6.969.578</b>	<b>4.013.859</b>
<b>VII. Cash and cash equivalents at end of the period</b>		<b>7.355.662</b>	<b>4.261.641</b>

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

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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.

Pursuant to the announcement made by the Public Oversight Accounting on January 20, 2022, it has been stated that businesses applying TFRS will not need to make any adjustments in their financial statements for 2021 within the scope of TAS 29 Financial Reporting Standard in High Inflation Economies. As of 31 March 2022, Public Oversight Accounting and Auditing Standards Authority has not made a new announcement within the scope TAS 29. Therefore, no inflation adjustment has been applied on the financial statements dated 31 March 2022 in accordance with TAS 29.

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 2022 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.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 31 MARCH 2022**

(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 31 MARCH 2022**

(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 31 MARCH 2022**

(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 31 MARCH 2022**

(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 31 MARCH 2022**

(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 31 MARCH 2022**

(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:

- 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 31 MARCH 2022**

(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 an internal rate of return.

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 December 31, 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 2021, and the Bank calculated the expected loss provision with the model updated at the end of 2021.

*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.

*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 31 MARCH 2022**

(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 31 March 2022 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 software 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 31 MARCH 2022**

(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 31 MARCH 2022**

(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 31 MARCH 2022**

(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 23% 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.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

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

As of 31 March 2022, the conditions sought for inflation adjustment in the calculation of corporate tax have been fulfilled, within the framework of the repeated provision of Article 298/A of the Tax Procedure Law. These conditions are both the exceed in the increase of Producer Price Index in the last 3 accounting period including current period by 100% and the exceed in the increase in the current period by 10%. However, temporary article 33 has been added on the Tax Procedure Law No. 213 with the regulation made with the Tax Procedure Law and the Law on Change in Corporate Tax Law No. 7352 published in the Official Gazette No.31734 dated 29 January 2022, the application of inflation adjustment in the calculation of corporate tax was postponed to 2023. According to this, the financial statements for the 2021 and 2022 accounting periods, including the provisional tax periods, will not be subject to inflation adjustment, and for the 2023 accounting period; will not be subject to inflation adjustment as of the provisional tax periods, and the financial statements dated 31 December 2023 will be subject to inflation adjustment regardless of whether the inflation adjustment conditions are met or not. Profit/loss difference arising from inflation adjustment in the financial statements will be shown in previous years' profit/loss accounts and will not affect the corporate tax base.

As of 31 March 2022, the prevailing corporate tax rate is as 23% in Turkey. However, as per the Article 26 of the Law No. 7394 on the "Law on Evaluation of Immovable Property Owned by the Treasury and Amendment to the Value Added Tax Law" and as per added first sentence to the temporary Article 13 of the Law No. 5520 on the "Corporate Tax Law" published in the Official Gazette No. 31810 dated 15 April 2022, the corporate tax rate will be applied as 25% for the corporate earnings for the taxation period of 2022. Since the tax rate change is effective as of 15 April 2022 and 23% was used as the tax rate in the current tax and deferred tax calculations in the financial statements as of 31 March 2022.

*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.

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 calculation of deferred tax, the enacted tax rates valid as of the balance sheet date are used in accordance with the current tax legislation. According to the Law approved by the Turkish Grand National Assembly on April 15, 2021 and published in the Official Gazette dated April 22, 2021, the Corporate Tax rate for 2022 has been determined as 23%. It is calculated with a tax rate of 23% for the aforementioned periods, and a tax rate of 20% for 2023 and the following periods. As of 31 March 2022, the Bank has 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.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

**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 31 March 2022. These classifications does not have any impact over Bank's asset size or financial performance.

**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 31 March 2022.

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.

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 31 MARCH 2022**

(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 31 March 2022, Bank's total capital has been calculated as TL 9.072.636 and capital adequacy ratio is 26,49%. As of 31 December 2021, Bank's total capital amounted to TL 7.936.802 and capital adequacy ratio was 25,67%. These ratios are above the minimum ratio required by the legislation.

**a. Information about Total Capital:**

	<b>Current Period 31 March 2022</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 (*)	351.332
Gains recognized in equity as per TAS	1.204.851
Profit	103.589
Current Period Profit	103.589
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>4.948.614</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	-
Improvement costs for operating leasing	30.013
Goodwill (net of related tax liability)	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	159.689
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	75.654
Differences are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	36.856
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>302.212</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	-
<b>Total Common Equity Tier 1 Capital</b>	<b>4.646.402</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

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

	<b>Current Period</b> <b>31 March 2022</b>
<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>4.646.402</b>
<b>TIER II CAPITAL</b>	
Debt instruments and share issue premiums deemed suitable by the BRSA (**)	4.402.591
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	383.702
<b>Tier II Capital Before Deductions</b>	<b>4.786.293</b>
<b>Deductions From Tier II Capital</b>	
Direct and indirect investments of the Bank on its own Tier II Capital (-)	360.059
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>360.059</b>
<b>Total Tier II Capital</b>	<b>4.426.234</b>
<b>Total Capital (The sum of Tier I Capital and Tier II Capital)</b>	<b>9.072.636</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 31 MARCH 2022**

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

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

	<b>Current Period 31 March 2022</b>
<b>TOTAL CAPITAL</b>	
Total Capital (TIER I Capital and TIER II Capital) (***)	9.072.636
Total risk weighted amounts	34.249.425
<b>CAPITAL ADEQUACY RATIOS</b>	
Core Capital Adequacy Ratio	13,57
Tier I Capital Adequacy Ratio	13,57
Capital Adequacy Ratio	26,49
<b>BUFFERS</b>	
Total buffer requirement	2,508
Capital conservation buffer requirement	2,500
Bank specific counter-cyclical buffer requirement	0,008
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	9,07
<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)	1.701.578
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	383.702
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	-

(\*) At the Ordinary General Assembly meeting dated March 29, 2022, TL 10,284, which is 5% of the Bank's net profit for the year 2021, amounting to TL 205,688, was set aside as 1st Order Legal Reserves in accordance with Article 519 of the Turkish Commercial Code No. 6102, and the remaining 195,404. It has been decided to set aside TL 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 March 2022, 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.

(\*\*\*) With reference to the Banking Regulation and Supervision Agency's elections on 21 December 2021 1 9996, it should not be taken into account that the expectation from the selection of TL 348,269, which is not included in the equity selection, is not made from the net valuations related to the "Securities Recognised" and "Securities Reflected in Different Eligible Income". The amounts included in the equity calculation are consistent with the statutory equity balances.

Based on the Banking Regulation and Supervision Agency's decision numbered 9795 dated 8 December 2020 and dated 9312 and 16.09.2021 as of March 31, 2022, in the capital adequacy calculations, the Central Bank's foreign exchange buying rates of the last 252 business days before the calculation date of the credit risk amount were calculated. calculated by taking into account the arithmetic mean. In addition, as of December 21, 2021, negative net valuation differences of securities in the "Securities at Fair Value through Other Comprehensive Income" portfolio are not taken into account in the equity calculation. Had the said regulations not been implemented, the Bank's equity amount would have been calculated as 8,781,511 TL and the capital adequacy standard ratio would have been calculated as 21.11% as of March 31, 2022.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

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

	<b>Prior Period 31 December 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	300.954
Profit	205.688
Current Period Profit	205.688
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>3.943.525</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	-
Improvement costs for operating leasing	32.393
Goodwill (net of related tax liability)	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	147.126
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	23.938
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>203.457</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>3.879.466</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

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

	Prior Period 31 December 2021
<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>3.879.466</b>
<b>TIER II CAPITAL</b>	
Debt instruments and share issue premiums deemed suitable by the BRSA(**)	4.047.043
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	341.274
<b>Tier II Capital Before Deductions</b>	<b>4.388.317</b>
<b>Deductions From Tier II Capital</b>	
Direct and indirect investments of the Bank on its own Tier II Capital (-)	330.981
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>330.981</b>
<b>Total Tier II Capital</b>	<b>4.057.336</b>
<b>Total Capital (The sum of Tier I Capital and Tier II Capital)</b>	<b>7.936.802</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>	<b>7.936.802</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

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

	<b>Prior Period 31 December 2021</b>
<b>TOTAL CAPITAL</b>	
Total Capital (TIER I Capital and TIER II Capital)	7.936.802
Total risk weighted amounts	30.920.469
<b>CAPITAL ADEQUACY RATIOS</b>	
Core Capital Adequacy Ratio	12,55
Tier I Capital Adequacy Ratio	12,55
Capital Adequacy Ratio	25,67
<b>BUFFERS</b>	
Total buffer requirement	2,515
Capital conservation buffer requirement	2,500
Bank specific counter-cyclical buffer requirement	0,015
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	8,05
<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)	1.514.119
Up to 1.25% of total risk-weighted amount of general reserves for receivables where the standard approach used	341.274
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	-

(\*) 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 set aside as 1st Order Legal Reserves in accordance with Article 519 of the Turkish Commercial Code No. 6102, and the remaining 127,499 It has been decided to set aside TL as Extraordinary Reserves.

(\*\*) On 1 August 2017, the Bank issued Basel III compliant bonds with a maturity of 10 years, a semi-annual coupon payment, an annual interest rate of 7,625%, amounting to USD 300 million, to be sold to real and legal persons residing abroad. According to the BRSA's letter of 17 July 2017, the bond has been classified as supplementary capital in accordance with the Regulation on Banks' Equity. Pursuant to the approval of the BRSA with the letter dated September 26, 2018, the Bank repurchased US\$ 24,535 thousand subordinated bonds as of December 31, 2021 and made a deduction from the contribution capital amount in the equity calculation. The shares have not been canceled by the Bank, and their re-circulation is at the disposal of the Bank.

(\*\*\*) Pursuant to the decision of the Banking Regulation and Supervision Agency dated December 21, 2021 and numbered 9996, the net valuation differences of the securities in the "Securities at Fair Value through Other Comprehensive Income" portfolio are not taken into account due to the fact that the negative ones are not taken into account in the equity calculation, except for TL 352,637, which is included in the balance sheet and is included in the legal legal framework. The amounts included in the equity calculation are consistent with the statutory equity balances.

As of December 31, 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. Additionally, negative revaluation differences of the securities classified under "Financial Assets Measured at Fair Value through Other Comprehensive Income" which acquired before 21 December 2021 has not been included in capital calculation. Had the Bank not applied these regulations, the equity amount as of 31 December 2021 would be calculated as TL 7.663.009 and the capital adequacy standard ratio would be calculated as 20,58 %.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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) (**)	4.042.532
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 4.042.532 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.

(\*\*\*) On 1 August 2017, the Bank issued Basel III compliant bonds with a maturity of 10 years, a semi-annual coupon payment, an annual interest rate of 7,625%, amounting to USD 300 million, to be sold to real and legal persons residing abroad. According to the BRSA's letter of 17 July 2017, the bond has been classified as supplementary capital in accordance with the Regulation on Banks' Equity. Pursuant to the approval of the BRSA with the letter dated September 26, 2018, the Bank repurchased US\$ 24.535 thousand subordinated bonds as of March 31, 2022 and made a deduction from the contribution capital amount in the equity calculation. The shares have not been canceled by the Bank, and their re-circulation is at the disposal of the Bank.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

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

**Basic information in the TFRS 9 transition process:** The Bank implemented 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, has been added to the core capital amount after the tax deduction. As of 31 December 2021, Provisional Article 5 of the “Regulation on Equity of Banks” is finalized.

	2018	2019	2020	2021
<b>EQUITY COMPONENTS</b>				
Core Capital	3.672.542	3.601.419	3.602.694	3.879.466
Transition Process Unapplied Core Capital	3.114.950	3.183.222	3.323.898	3.740.068
Tier I Capital	3.672.542	3.601.419	3.602.694	3.879.466
Transition Process Unapplied Main Capital	3.114.950	3.183.222	3.323.898	3.740.068
Equity	5.535.732	5.558.945	5.976.985	7.936.802
Transition Process Unapplied Equity	4.978.141	5.140.747	5.698.189	7.797.404
<b>TOTAL RISK WEIGHTED AMOUNTS</b>				
Total Risk Weighted Amounts	25.873.673	25.575.654	30.153.312	30.920.469
<b>CAPITAL ADEQUACY RATIO</b>				
Core Capital Adequacy Ratio (%)	14,19%	14,08%	11,95%	12,55%
Transition Process Unapplied Core Capital Adequacy Ratio (%)	12,04%	12,45%	11,02%	12,10%
Main Capital Adequacy Ratio (%)	14,19%	14,08%	11,95%	12,55%
Transition Period Unapplied Main Capital Adequacy Ratio (%)	12,04%	12,45%	11,02%	12,10%
Capital Adequacy Ratio (%)	21,40%	21,74%	19,82%	25,67%
Transition Process Unapplied Capital Adequacy Ratio (%)	19,24%	20,10%	18,90%	25,22%
<b>LEVERAGE RATIO</b>				
Total Leverage Ratio Risk Exposure	44.358.365	41.192.104	53.410.064	70.612.134
Leverage Ratio	8,53	8,70	6,62	5,55
Transition Process Unapplied Leverage Ratio	7,76	7,61	6,45	5,49

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 31 March 2022 and the previous five working days in full TL are as follows (Bank's FC evaluation rates):

	24 March 2022	25 March 2022	28 March 2022	29 March 2022	30 March 2022	31 March 2022
<b>USD</b>	14,8415	14,8321	14,8348	14,5928	14,6499	14,6753
<b>CHF</b>	15,9261	15,9716	15,8644	15,6802	15,8578	15,8969
<b>GBP</b>	19,5612	19,5576	19,4058	19,1667	19,3010	19,2761
<b>100 JPY</b>	12,16772	12,14059	11,98075	11,9362	12,02224	12,0751
<b>EURO</b>	16,2847	16,3307	16,2700	16,2403	16,3493	16,2770

  

	24 December 2021	27 December 2021	28 December 2021	29 December 2021	30 December 2021	31 December 2021
<b>USD</b>	11,7985	11,3099	11,8267	12,6368	13,1524	13,4901
<b>CHF</b>	12,8422	12,3029	12,9065	13,7822	14,3558	14,8044
<b>GBP</b>	15,8168	15,1849	15,9183	17,0060	17,7423	18,2195
<b>100 JPY</b>	10,31596	9,85648	10,30868	10,99454	11,4204	11,72074
<b>EURO</b>	13,3573	12,7927	13,3932	14,3037	14,8711	15,3123

The simple arithmetic averages of foreign exchange buying rates of the Bank for major currencies the thirty days before 31 March 2022 are as follows:

	Monthly Average Foreign Exchange Rate
<b>USD</b>	14,6133
<b>CHF</b>	15,7205
<b>GBP</b>	19,2465
<b>100 JPY</b>	12,3299
<b>EURO</b>	16,0926

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

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

<b>31 March 2022</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	3.364.722	5.213.726	292.237	8.870.685
Banks	151.284	3.605.499	134.573	3.891.356
Financial Assets at Fair Value through Profit and Loss	4.692	37.861	-	42.553
Money Market Placements	-	-	-	-
Financial Assets at Fair Value through Other Comprehensive Income	824.025	3.636.147	-	4.460.172
Loans (*)	8.403.729	6.165.286	-	14.569.015
Subsidiaries, Associates and Jointly Controlled Entities	-	-	-	-
Financial Assets measured at Amortized Cost	232.604	839.168	-	1.071.772
Derivative Financial Assets for Hedging Purposes	-	-	-	-
Tangible Assets	-	-	-	-
Intangible Assets	-	-	-	-
Other Assets	1.123	204.554	9	205.686
<b>Total Assets (**)</b>	<b>12.982.179</b>	<b>19.702.241</b>	<b>426.819</b>	<b>33.111.239</b>
<b>Liabilities</b>				
Bank Deposits	68.819	48.809	-	117.628
Other Deposits	6.639.330	15.482.976	3.344.738	25.467.044
Money Market Balances	-	674.437	-	674.437
Funds Provided From Other Financial Institutions (***)	1.061.961	4.722.666	-	5.784.627
Marketable securities issued	-	-	-	-
Miscellaneous payables	469.581	381.184	781	851.546
Derivative Financial Liabilities for Hedging Purposes	-	-	-	-
Other Liabilities	30.885	252.891	-	283.776
<b>Total Liabilities (**)</b>	<b>8.270.576</b>	<b>21.562.963</b>	<b>3.345.519</b>	<b>33.179.058</b>
<b>Net Balance Sheet Position</b>	<b>4.711.603</b>	<b>(1.860.722)</b>	<b>(2.918.700)</b>	<b>(67.819)</b>
<b>Net Off-Balance Sheet Position</b>				
Derivative Financial Assets	(2.494.507)	1.102.663	2.463.946	1.072.102
Derivative Financial Liabilities	8.938.383	49.437.698	6.648.482	65.024.563
Non-Cash Loans (****)	11.432.890	48.335.035	4.184.536	63.952.461
Non-Cash Loans (****)	1.783.944	3.279.982	8.294	5.072.220
<b>Prior Period</b>				
Total Assets	12.956.933	18.761.821	369.712	32.088.466
Total Liabilities	7.993.322	23.184.835	3.867.380	35.045.537
<b>Net Balance Sheet Position</b>	<b>4.963.611</b>	<b>(4.423.014)</b>	<b>(3.497.668)</b>	<b>(2.957.071)</b>
<b>Net Off-Balance Sheet Position</b>	<b>(3.949.693)</b>	<b>1.973.525</b>	<b>3.953.282</b>	<b>1.977.114</b>
Financial Derivative Assets	4.585.116	47.164.596	7.125.937	58.875.649
Financial Derivative Liabilities	8.534.809	45.191.071	3.172.655	56.898.535
Non-Cash Loans (****)	2.041.392	3.217.423	11.720	5.270.535

(\*) Foreign currency indexed loans amounting to TL 51.964 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 31 MARCH 2022**

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

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

**Foreign currency sensitivity:**

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

As of 31 March 2022, the Bank's net foreign exchange exposure as per internal calculation is presented below:

<b>31 March 2022</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	92.495	187.824	12.368	292.687
<b>31 December 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	3.435	(57.497)	(124.889)	(178.951)

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 7.765 and TL (1.760) respectively (31 December 2021: TL 72.770 and TL (198.361)).

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(*)	
		31 March 2022	31 December 2021	31 March 2022	31 December 2021
USD	10%	18.782	(5.750)	18.782	(5.750)
USD	-10%	(18.782)	5.750	(18.782)	5.750
EUR	10%	9.250	344	9.250	344
EUR	-10%	(9.250)	(344)	(9.250)	(344)

(\*) Represents before tax amounts

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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>31 March 2022</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	1.579.834	-	-	-	-	8.284.741	9.864.575
Banks (***)	786.840	-	-	-	-	3.286.320	4.073.160
Financial Assets at Fair Value Through Profit and Loss	70.849	66.114	235.515	407	21.527	-	394.412
Money Market Placements	-	-	-	-	-	-	-
Financial assets at fair value through other comprehensive income	248.724	219.271	2.030.580	6.876.523	1.213.449	5.278	10.593.825
Loans (***)	6.974.857	2.586.774	6.039.941	5.789.717	5.476.434	(601.000)	26.266.723
Financial assets measured at amortized cost (***)	35.820	576.302	1.489.442	788.130	287.387	(6.155)	3.170.926
Other Assets (*) (***)	272.830	523.546	489.540	151.210	447.779	2.077.610	3.962.515
<b>Total Assets</b>	<b>9.969.754</b>	<b>3.972.007</b>	<b>10.285.018</b>	<b>13.605.987</b>	<b>7.446.576</b>	<b>13.046.794</b>	<b>58.326.136</b>
<b>Liabilities</b>							
Bank Deposits	31.787	58.607	16.296	-	-	69.014	175.704
Customer Deposits	22.525.689	6.852.130	2.729.638	61.214	-	7.696.241	39.864.912
Money Market Borrowings	3.203.659	-	-	-	-	-	3.203.659
Miscellaneous Payables	-	-	-	-	-	1.164.362	1.164.362
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Provided From Other Financial Institutions	-	258.724	51.020	1.381.456	-	-	1.691.200
Subordinated Loans (**)	-	-	-	-	4.093.427	-	4.093.427
Other Liabilities (***)	357.906	144.120	481.903	173.845	457.347	6.517.751	8.132.872
<b>Total Liabilities</b>	<b>26.119.041</b>	<b>7.313.581</b>	<b>3.278.857</b>	<b>1.616.515</b>	<b>4.550.774</b>	<b>15.447.368</b>	<b>58.326.136</b>
Balance Sheet Long Position	-	-	7.006.161	11.989.472	2.895.802	-	21.891.435
Balance Sheet Short Position	(16.149.287)	(3.341.574)	-	-	-	(2.400.574)	(21.891.435)
Off-Balance Sheet Long Position	23.423.695	27.708.672	20.433.758	430.081	13.207.773	-	85.203.979
Off-Balance Sheet Short Position	(23.344.735)	(10.533.629)	(8.917.577)	(2.726.209)	(40.357.084)	-	(85.879.234)
<b>Total Position</b>	<b>(16.070.327)</b>	<b>13.833.469</b>	<b>18.522.342</b>	<b>9.693.344</b>	<b>(24.253.509)</b>	<b>(2.400.574)</b>	<b>(675.255)</b>

(\*) Derivative financial assets are classified under other assets and expected loss provisions for other assets are netted off in other assets.

(\*\*) On 1 August 2017, the Bank issued Basel III compliant bonds with a maturity of 10 years, a semi-annual coupon payment, an annual interest rate of 7,625%, amounting to USD 300 million, to be sold to real and legal persons residing abroad. According to the BRSA's letter of 17 July 2017, the bond has been classified as supplementary capital in accordance with the Regulation on Banks' Equity. Pursuant to the approval of the BRSA with the letter dated September 26, 2018, the Bank repurchased US\$ 24.535 thousand subordinated bonds as of March 31, 2022 and deducted the related amount from the contribution capital amount in the equity calculation. The shares have not been canceled by the Bank, and their re-circulation is at the disposal of the Bank.

(\*\*\*) Other obligations line; It includes shareholders' equity amounting to 4,563,489 TL, tax liability of 638,361 TL, provisions of 509,411 TL, liabilities from lease transactions of 123,161 TL and other liabilities of 683,329 TL and derivative financial liabilities amounting to 1,615,121 TL.

(\*\*\*\*) 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 31 MARCH 2022**

(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 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	1.232.412	-	-	-	-	8.209.997	9.442.409
Banks (***)	148.391	-	-	-	-	3.698.926	3.847.317
Financial Assets at Fair Value Through Profit and Loss	77.378	23.562	27	364	424	-	101.755
Money Market Placements	-	-	-	-	-	-	-
Financial assets at fair value through other comprehensive income	182.104	545.348	1.918.110	5.675.018	1.713.605	5.255	10.039.440
Loans (***)	6.684.346	3.427.243	4.341.269	5.910.594	5.216.542	(361.737)	25.218.257
Financial assets measured at amortized cost (***)	-	68.129	415.299	591.965	259.647	(6.156)	1.328.884
Other Assets (*) (***)	779.871	506.809	831.303	154.385	1.430.388	1.785.187	5.487.943
<b>Total Assets</b>	<b>9.104.502</b>	<b>4.571.091</b>	<b>7.506.008</b>	<b>12.332.326</b>	<b>8.620.606</b>	<b>13.331.472</b>	<b>55.466.005</b>
<b>Liabilities</b>							
Bank Deposits	312.792	36.619	-	-	-	10.856	360.267
Customer Deposits	22.715.157	6.301.462	965.113	55.197	-	8.019.892	38.056.821
Money Market Borrowings	2.224.902	-	-	-	-	-	2.224.902
Miscellaneous Payables	-	-	-	-	-	1.968.952	1.968.952
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Provided From Other Financial Institutions	-	-	283.732	1.424.864	-	-	1.708.596
Subordinated Loans (**)	-	-	-	-	3.833.893	-	3.833.893
Other Liabilities (***)	221.301	300.219	304.678	466.656	1.435.896	4.583.824	7.312.574
<b>Total Liabilities</b>	<b>25.474.152</b>	<b>6.638.300</b>	<b>1.553.523</b>	<b>1.946.717</b>	<b>5.269.789</b>	<b>14.583.524</b>	<b>55.466.005</b>
Balance Sheet Long Position	-	-	5.952.485	10.385.609	3.350.817	-	19.688.911
Balance Sheet Short Position	(16.369.650)	(2.067.209)	-	-	-	(1.252.052)	(19.688.911)
Off-Balance Sheet Long Position	21.706.513	36.155.554	7.412.368	503.327	13.490.144	-	79.267.906
Off-Balance Sheet Short Position	(18.735.344)	(6.364.690)	(10.989.296)	(2.867.262)	(41.144.937)	-	(80.101.529)
<b>Total Position</b>	<b>(13.398.481)</b>	<b>27.723.655</b>	<b>2.375.557</b>	<b>8.021.674</b>	<b>(24.303.976)</b>	<b>(1.252.052)</b>	<b>(833.623)</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 31 March 2022, 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 3.566.950, tax liabilities amounting to TL 73.803, provisions amounting to TL 351.301, lease payables to TL 120.180 and other liabilities amounting to TL 471.591. In addition, other liabilities include derivative financial liabilities amounting to TL 2.728.749.

(\*\*\*\*) 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 31 MARCH 2022**

(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>31 March 2022</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	-	-	-	8,50
Banks	-	0,14	-	6,07
Financial Assets at Fair Value Through Profit and Loss	5,94	8,11	-	27,72
Money Market Placements	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	4,24	4,61	-	21,05
Loans	4,22	6,55	-	18,43
Financial Assets Measured at Amortized Cost	4,58	6,67	-	30,39
<b>Liabilities</b>				
Bank Deposits	-	-	-	18,34
Customer Deposits	1,17	1,54	-	15,47
Money Market Borrowings	-	2,71	-	13,93
Subordinated Loans	-	7,63	-	-
Marketable Securities Issued	-	-	-	-
Funds Provided From Other Financial Institutions	1,67	3,84	-	-

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

	EURO	USD	JPY	TL
	%	%	%	%
<b>31 December 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	-	-	-	8,50
Banks	-	0,08	-	-
Financial Assets at Fair Value Through Profit and Loss	5,64	7,42	-	23,70
Money Market Placements	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	4,23	4,49	-	24,16
Loans	4,45	6,21	-	17,80
Financial Assets Measured at Amortized Cost	4,50	6,62	-	14,16
<b>Liabilities</b>				
Bank Deposits	-	-	-	14,38
Customer Deposits	0,47	0,99	-	16,23
Money Market Borrowings	-	1,82	-	13,99
Subordinated Loans	-	7,63	-	-
Marketable Securities Issued	-	-	-	-
Funds Provided From Other Financial Institutions	1,60	4,52	-	-

**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 31 MARCH 2022**

(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 31 MARCH 2022**

(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 first quarter of 2022 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- 31 March 2022</b>					
<b>HIGH QUALITY LIQUID ASSETS</b>					
1	High quality liquid assets	22.546.543	16.303.014	17.255.193	11.562.729
<b>CASH OUTFLOWS</b>					
2	<b>Retail and Small Business Customer Deposits</b>	<b>24.069.275</b>	<b>15.116.826</b>	<b>2.277.231</b>	<b>1.511.683</b>
3	Stable deposits	2.593.927	-	129.696	-
4	Less stable deposits	21.475.348	15.116.826	2.147.535	1.511.683
5	<b>Unsecured Funding other than Retail and Small Business Customer Deposits</b>	<b>9.443.195</b>	<b>6.323.313</b>	<b>4.271.873</b>	<b>2.736.659</b>
6	Operational deposits	24.488	-	6.122	-
7	Non-Operational Deposits	8.736.660	6.095.537	3.583.704	2.508.883
8	Other Unsecured Funding	682.047	227.776	682.047	227.776
9	Secured funding	-	-	-	-
10	<b>Other Cash Outflows</b>	<b>12.574.106</b>	<b>6.428.718</b>	<b>2.343.952</b>	<b>2.000.153</b>
11	Liquidity needs related to derivatives and market	1.110.963	1.343.749	1.110.963	1.343.749
12	Debts related to the structured financial products	-	-	-	-
13	Commitment related to debts to financial markets and other off balance sheet liabilities	11.463.143	5.084.969	1.232.989	656.404
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>8.893.056</b>	<b>6.248.495</b>
<b>CASH INFLOWS</b>					
17	Secured Lending Transactions	43.556	-	-	-
18	Unsecured Lending Transactions	4.726.199	3.359.631	3.511.933	2.783.810
19	Other contractual cash inflows	566.803	926.717	566.803	926.717
20	<b>TOTAL CASH INFLOWS</b>	<b>5.336.558</b>	<b>4.286.348</b>	<b>4.078.736</b>	<b>3.710.527</b>
				<b>Upper Limit Applied Amounts</b>	
21	<b>TOTAL HQLA</b>			<b>17.255.193</b>	<b>11.562.729</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>			<b>4.814.320</b>	<b>2.698.996</b>
23	<b>Liquidity Coverage Ratio (%)</b>			<b>379,39</b>	<b>527,28</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 31 MARCH 2022**

(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 2021 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>Prior Period- 31 December 2021</b>					
<b>HIGH QUALITY LIQUID ASSETS</b>				<b>13.768.175</b>	<b>9.687.303</b>
1	High quality liquid assets	17.946.203	13.472.916	13.768.175	9.687.303
<b>CASH OUTFLOWS</b>					
2	<b>Retail and Small Business Customer Deposits</b>	<b>21.516.301</b>	<b>12.656.948</b>	<b>2.032.533</b>	<b>1.265.695</b>
3	Stable deposits	2.381.942	-	119.097	-
4	Less stable deposits	19.134.359	12.656.948	1.913.436	1.265.695
5	<b>Unsecured Funding other than Retail and Small Business Customer Deposits</b>	<b>8.324.719</b>	<b>5.892.910</b>	<b>3.834.792</b>	<b>2.525.159</b>
6	Operational deposits	7.004	-	1.751	-
7	Non-Operational Deposits	7.651.391	5.675.764	3.166.717	2.308.013
8	Other Unsecured Funding	666.324	217.146	666.324	217.146
9	Secured funding	-	-	-	-
10	<b>Other Cash Outflows</b>	<b>11.618.706</b>	<b>6.906.861</b>	<b>2.830.846</b>	<b>2.640.066</b>
11	Liquidity needs related to derivatives and market	1.671.075	1.925.598	1.671.075	1.925.598
12	Debts related to the structured financial products	-	-	-	-
13	Commitment related to debts to financial markets and other off balance sheet liabilities	9.947.631	4.981.263	1.159.771	714.468
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>8.698.171</b>	<b>6.430.920</b>
<b>CASH INFLOWS</b>					
17	Secured Lending Transactions	18.967	-	-	-
18	Unsecured Lending Transactions	5.099.696	3.518.441	3.676.898	2.855.557
19	Other contractual cash inflows	513.564	1.068.240	513.564	1.068.240
20	<b>TOTAL CASH INFLOWS</b>	<b>5.632.227</b>	<b>4.586.681</b>	<b>4.190.462</b>	<b>3.923.797</b>
				<b>Upper Limit Applied Amounts</b>	
21	<b>TOTAL HQLA</b>			<b>13.768.175</b>	<b>9.687.303</b>
22	<b>TOTAL NET CASH OUTFLOWS</b>			<b>4.507.708</b>	<b>2.509.061</b>
23	<b>Liquidity Coverage Ratio (%)</b>			<b>310,03</b>	<b>399,97</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 31 MARCH 2022**

(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-31 March 2022		Prior Period-31 December 2021	
	TL+FC	FC	TL+FC	FC
Lowest Week	253,18	268,47	241,65	264,16
	04.02.2022	04.02.2022	03.12.2021	31.12.2021
Highest Week	623,90	940,81	392,84	631,82
	11.03.2022	25.03.2022	19.11.2021	24.12.2021
Average	379,39	527,28	310,03	399,97

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

31 March 2022	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	2.751.499	7.113.076	-	-	-	-	-	9.864.575
Banks (****)	3.289.829	786.840	-	-	-	-	(3.509)	4.073.160
Financial Assets at Fair Value Through Profit and Loss	-	70.849	66.114	235.515	407	21.527	-	394.412
Money Market Placements	-	-	-	-	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	5.278	248.724	219.271	2.030.579	6.876.524	1.213.449	-	10.593.825
Loans (****)	-	2.306.140	2.171.222	5.166.512	9.951.752	7.272.097	(601.000)	26.266.723
Financial Assets Measured at Amortized Cost (****)	-	35.820	576.302	1.489.442	788.130	287.387	(6.155)	3.170.926
Other Assets (**)(****)	-	112.224	295.319	717.767	311.817	447.779	2.077.609	3.962.515
<b>Total Assets</b>	<b>6.046.606</b>	<b>10.673.673</b>	<b>3.328.228</b>	<b>9.639.815</b>	<b>17.928.630</b>	<b>9.242.239</b>	<b>1.466.945</b>	<b>58.326.136</b>
<b>Liabilities</b>								
Bank Deposits	69.015	31.787	58.607	16.295	-	-	-	175.704
Customer Deposits	7.696.241	22.040.721	7.144.872	2.921.864	61.214	-	-	39.864.912
Money Market Borrowings	-	3.203.659	-	-	-	-	-	3.203.659
Miscellaneous Payables	-	-	-	-	-	-	1.164.362	1.164.362
Marketable Securities Issued	-	-	-	-	-	-	-	-
Funds Provided From Other Financial Institutions	-	48.064	201.740	327.629	1.113.767	-	-	1.691.200
Subordinated Loans (***)	-	-	-	-	-	4.093.427	-	4.093.427
Other Liabilities (****)	-	357.906	144.120	481.903	173.845	457.347	6.517.751	8.132.872
<b>Total Liabilities</b>	<b>7.765.256</b>	<b>25.682.137</b>	<b>7.549.339</b>	<b>3.747.691</b>	<b>1.348.826</b>	<b>4.550.774</b>	<b>7.682.113</b>	<b>58.326.136</b>
<b>Liquidity (Gap)/ Surplus</b>	<b>(1.718.650)</b>	<b>(15.008.464)</b>	<b>(4.221.111)</b>	<b>5.892.124</b>	<b>16.579.804</b>	<b>4.691.465</b>	<b>(6.215.168)</b>	<b>-</b>
<b>Net Off-Balance Sheet Position</b>	<b>-</b>	<b>(1.428.878)</b>	<b>531.857</b>	<b>233.851</b>	<b>(12.085)</b>	<b>-</b>	<b>-</b>	<b>(675.255)</b>
Financial Derivative Assets	-	21.769.104	10.551.850	9.591.687	2.934.254	40.357.084	-	85.203.979
Financial Derivative Liabilities	-	(23.197.982)	(10.019.993)	(9.357.836)	(2.946.339)	(40.357.084)	-	(85.879.234)
<b>Non-Cash Loans</b>	<b>2.347.609</b>	<b>866.161</b>	<b>1.336.611</b>	<b>6.715.412</b>	<b>190.900</b>	<b>-</b>	<b>-</b>	<b>11.456.693</b>
<b>Prior period</b>								
Total Assets	7.168.124	10.003.986	2.544.059	7.367.521	16.643.628	10.324.189	1.414.498	55.466.005
Total Liabilities	8.030.748	24.640.078	6.833.113	2.447.466	1.692.035	5.269.789	6.552.776	55.466.005
<b>Liquidity (Gap)/ Surplus</b>	<b>(862.624)</b>	<b>(14.636.092)</b>	<b>(4.289.054)</b>	<b>4.920.055</b>	<b>14.951.593</b>	<b>5.054.400</b>	<b>(5.138.278)</b>	<b>-</b>

(\*) Active accounts such as fixed assets, other assets, securities representing shares in the capital, current tax assets and non-performing loans are recorded here from the active accounts that make up the balance sheet.

(\*\*) Other assets line includes assets other than those mentioned above.

(\*\*\*) On 1 August 2017, the Bank issued Basel III compliant bonds with a maturity of 10 years, a semi-annual coupon payment, an annual interest rate of 7,625%, amounting to USD 300 million, to be sold to real and legal persons residing abroad. According to the BRSA's letter of 17 July 2017, the bond has been classified as supplementary capital in accordance with the Regulation on Banks' Equity. Pursuant to the approval of the BRSA with the letter dated September 26, 2018, the Bank repurchased US\$ 24.535 thousand subordinated bonds as of March 31, 2022 and deducted the related amount from the contribution capital amount in the equity calculation. The shares have not been canceled by the Bank, and their re-circulation is at the disposal of the Bank.

(\*\*\*\*) Other obligations line; It includes shareholders' equity amounting to 4.563.489 TL, tax liability of 638.361 TL, provisions of 509.411 TL, liabilities from lease transactions of 123.161 TL and other liabilities of 683.329 TL and derivative financial liabilities amounting to 1.615.121 TL.

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

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 5,64 % (31 December 2021: 5,55 %). According to Regulations, minimum leverage ratio is 3%.

**Disclosure of Leverage ratio template:**

	<b>Current Period</b>	<b>Prior Period</b>
	<b>31 March</b>	<b>31 December</b>
	<b>2022(*)</b>	<b>2021 (*)</b>
<b>Balance sheet transactions</b>		
1 Balance sheet assets (excluding derivative financial assets and credit derivatives, including collaterals)	55.522.331	51.854.048
2 (Assets deducted from Core capital)	(181.229)	(161.512)
3 Total risk amount of balance sheet assets (sum of lines 1 and 2)	55.341.102	51.692.536
<b>Derivative financial assets and credit derivatives</b>		
4 Cost of replenishment for derivative financial assets and credit derivatives	1.804.419	1.938.507
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)	1.804.419	1.938.507
<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	-	-
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	25.935.691	17.221.315
11 (Correction amount due to multiplication with credit conversion rates)	(7.073.543)	(5.010.168)
12 Total risk of off-balance sheet transactions (sum of lines 10 and 11)	18.862.148	12.211.147
<b>Capital and total risk</b>		
13 Core Capital	4.283.319	3.620.357
14 Total risk amount(sum of lines 3, 6, 9 and 12)	76.007.669	65.842.190
<b>Leverage ratio</b>		
15 Leverage ratio	5,64	5,55

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

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 31 March 2022:

- 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 31 March 2022	Prior Period 31 December 2021	Current Period 31 March 2022
1 Credit risk (excluding counterparty credit risk) (CCR)	29.518.478	26.176.414	2.361.478
2 Standardised approach (SA)	29.518.478	26.176.414	2.361.478
3 Internal rating-based (IRB) approach	-	-	-
4 Counterparty credit risk	1.177.721	1.125.467	94.218
5 Standardised approach for counterparty credit risk (SA-CCR)	1.177.721	1.125.467	94.218
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	1.147.613	1.201.288	91.809
17 Standardised approach (SA)	1.147.613	1.201.288	91.809
18 Internal model approaches (IMM)	-	-	-
19 Operational Risk	2.405.613	2.417.300	192.449
20 Basic Indicator Approach	2.405.613	2.417.300	192.449
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	-	-	-
<b>25 Total (1+4+7+8+9+10+11+12+16+19+23+24)</b>	<b>34.249.425</b>	<b>30.920.469</b>	<b>2.739.954</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

**XII. 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-31 March 2022)</b>	<b>Commercial Banking</b>	<b>Retail Banking</b>	<b>Other and Unallocated (*)</b>	<b>Bank's Total Activities</b>
Net Interest Income	124.023	77.586	73.680	275.289
Net Fee and Commission Income	27.625	15.452	(3.209)	39.868
Dividend Income	-	-	-	-
Other Operating Income and Net Profit/Loss	256.177	37.958	279.989	574.124
<b>Operating Income</b>	<b>407.825</b>	<b>130.996</b>	<b>350.460</b>	<b>889.281</b>
Other Operating Expenses	(53.844)	(91.714)	(124.440)	(269.998)
Credit and Other Provisions	(285.201)	(11.245)	(173.998)	(470.444)
<b>Profit Before Tax</b>	<b>68.780</b>	<b>28.037</b>	<b>52.022</b>	<b>148.839</b>
<b>Tax Provision</b>	<b>-</b>	<b>-</b>	<b>(45.250)</b>	<b>(45.250)</b>
<b>Net Profit</b>	<b>68.780</b>	<b>28.037</b>	<b>6.772</b>	<b>103.589</b>
<b>Total Asset</b>	<b>27.206.435</b>	<b>466.657</b>	<b>30.653.044</b>	<b>58.326.136</b>
Segment Assets	27.206.435	466.657	30.653.044	58.326.136
<b>Total Liability</b>	<b>13.048.096</b>	<b>26.475.835</b>	<b>18.802.205</b>	<b>58.326.136</b>
Segment Liability	13.048.096	26.475.835	10.145.289	49.669.220
Subordinated Loan	-	-	4.093.427	4.093.427
Equity	-	-	4.563.489	4.563.489

(\*) 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-31 March 2021)</b>	<b>Commercial Banking</b>	<b>Retail Banking</b>	<b>Other and Unallocated (*)</b>	<b>Bank's Total Activities</b>
Net Interest Income	185.807	46.843	45.228	277.878
Net Fee and Commission Income	18.063	8.610	(1.492)	25.181
Dividend Income	-	-	-	-
Other Operating Income and Net Profit/Loss	253	14.460	308.044	322.757
<b>Operating Income</b>	<b>204.123</b>	<b>69.913</b>	<b>351.780</b>	<b>625.816</b>
Other Operating Expenses	-	-	(180.418)	(180.418)
Credit and Other Provisions	(48.285)	4.664	(348.755)	(392.376)
<b>Profit Before Tax</b>	<b>155.838</b>	<b>74.577</b>	<b>(177.393)</b>	<b>53.022</b>
<b>Tax Provision</b>	<b>-</b>	<b>-</b>	<b>(10.757)</b>	<b>(10.757)</b>
<b>Net Profit</b>	<b>-</b>	<b>-</b>	<b>42.265</b>	<b>42.265</b>
<b>Total Asset</b>	<b>26.222.458</b>	<b>496.712</b>	<b>28.746.835</b>	<b>55.466.005</b>
Segment Assets	26.222.458	496.712	28.746.835	55.466.005
<b>Total Liability</b>	<b>12.847.179</b>	<b>24.962.140</b>	<b>17.656.686</b>	<b>55.466.005</b>
Segment Liability	12.847.179	24.962.140	10.255.843	48.065.162
Subordinated Loan	-	-	3.833.893	3.833.893
Equity	-	-	3.566.950	3.566.950

(\*) 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.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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:**

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Cash in TL/Foreign Currency	41.692	454.467	54.693	1.083.980
Balances with the Central Bank of Turkey	952.198	8.416.218	643.530	7.660.206
Other	-	-	-	-
<b>Total</b>	<b>993.890</b>	<b>8.870.685</b>	<b>698.223</b>	<b>8.744.186</b>

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

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Unrestricted Demand Deposit	777.198	2.231.895	643.530	2.298.863
Unrestricted Time Deposit	175.000	651.080	-	612.491
Restricted Time Deposit	-	5.533.243	-	4.748.852
<b>Total</b>	<b>952.198</b>	<b>8.416.218</b>	<b>643.530</b>	<b>7.660.206</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 31 March 2022(31 December 2021: 3 % and 8% for all TL liabilities). The reserve rates for foreign currency liabilities vary between 5% and 26% for deposit and other foreign currency liabilities according to their maturities as of 31 March 2022(31 December 2021: 5% and 26% for all foreign currency liabilities).

As of April 15, 2022, the 8.5% interest rate applied by the CBRT for required reserves in Turkish Lira has been terminated. No interest is paid for required reserves in foreign currency.

Within the scope of the Communiqué No. 2021/14 on Supporting the Conversion of Turkish Lira Deposit and Participation Accounts, the Banks exceeding conversion rate of 10% as of the obligation date of 15/4/2022 and 20% as of the 2/9/2022 obligation date, from foreign currency deposit accounts and participation fund accounts in foreign currency (in US dollars, Euros and British Pounds) to time deposits and participation funds in Turkish Lira, have been granted an exception from an annual commission of 1.5%, up to the amount that should be kept for their liabilities until the end of 2022.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 2021: None).

a.2) Financial assets at fair value through profit and loss subject to repurchase agreements: None (31 December 2021: None).

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

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Forward Transactions	65.636	12.309	128.538	4.439
Swap Transactions	896.307	495.751	1.486.029	1.567.496
Futures Transactions	-	-	-	-
Options	293.650	36.856	394.891	28.927
Other	-	-	-	-
<b>Total</b>	<b>1.255.593</b>	<b>544.916</b>	<b>2.009.458</b>	<b>1.600.862</b>

**3. Information on banks:**

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Banks				
Domestic	185.313	93.869	186	82.417
Foreign	-	3.797.487	-	3.767.511
Branches and head office abroad	-	-	-	-
<b>Total</b>	<b>185.313</b>	<b>3.891.356</b>	<b>186</b>	<b>3.849.928</b>

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

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

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Share certificates	-	-	-	-
Bond, treasury bill and similar securities	575.989	3.143.691	613.194	3.694.661
Other	-	-	-	-
<b>Total</b>	<b>575.989</b>	<b>3.143.691</b>	<b>613.194</b>	<b>3.694.661</b>

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

As of 31 March 2022, financial assets at fair value through other comprehensive income subject to repurchase agreements: TL 3.067.250 (31 December 2021: TL 1.857.808).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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>31 March 2022</b>	<b>31 December 2021</b>
Debt securities	10.890.145	10.333.261
Quoted on a stock exchange	10.890.145	10.333.261
Not quoted	-	-
Share certificates	5.278	5.256
Quoted on a stock exchange	-	-
Not quoted	5.278	5.256
Value Increase/Impairment Losses (-)	301.598	299.077
<b>Total</b>	<b>10.593.825</b>	<b>10.039.440</b>

**5. Information on loans:**

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

	<b>31 March 2022</b>		<b>31 December 2021</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	2.027	-	424	15.486
Loans granted to employees	4.393	-	5.134	-
<b>Total</b>	<b>6.420</b>	<b>-</b>	<b>5.558</b>	<b>15.486</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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:

**31 March 2022**

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	18.336.130	2.284.493	-	6.247.100
Loans given to enterprises	-	-	-	5.896.980
Export loans	1.893.538	-	-	-
Import loans	-	-	-	-
Loans given to financial sector	947.296	-	-	-
Consumer loans	165.891	14.246	-	13.730
Credit cards	138.606	2.035	-	1.448
Other	15.190.799	2.268.212	-	334.942
Specialized lending	-	-	-	-
Other receivables	-	-	-	-
<b>Total</b>	<b>18.336.130</b>	<b>2.284.493</b>	<b>-</b>	<b>6.247.100</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 3.475.

**31 December 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	16.739.788	2.493.644	-	6.346.562
Loans given to enterprises	-	-	-	5.825.501
Export loans	1.914.430	-	-	11.168
Import loans	-	-	-	-
Loans given to financial sector	1.140.498	-	-	-
Consumer loans	175.901	15.708	-	17.829
Credit cards	135.833	2.812	-	2.137
Other	13.373.126	2.475.124	-	489.927
Specialized lending	-	-	-	-
Other receivables	-	-	-	-
<b>Total</b>	<b>16.739.788</b>	<b>2.493.644</b>	<b>-</b>	<b>6.346.562</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 445.720.

First and Second Stage Expected Loss Provisions (*)	31 March 2022		31 December 2021	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
12-Month provisions for possible losses	125.388	-	119.320	-
Significant increase in credit risk	-	1.457.045	-	1.297.235
<b>Total</b>	<b>125.388</b>	<b>1.457.045</b>	<b>119.320</b>	<b>1.297.235</b>

(\*) The expected loss provision amounting to TL 6.155 related to other financial assets measured at amortized cost is not included.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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>31 March 2022</b>	<b>Commercial</b>	<b>Retail</b>	<b>Total</b>
Standard Loans	18.067.253	268.877	18.336.130
Watchlist	8.493.095	35.023	8.528.118
Significant Increase in Credit Risk	3.475	-	3.475
Non-performing Loans	1.759.104	122.110	1.881.214
Specific Provision (-)	(834.598)	(65.184)	(899.782)
<b>Total</b>	<b>27.488.329</b>	<b>360.826</b>	<b>27.849.155</b>

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

<b>31 December 2021</b>	<b>Commercial</b>	<b>Retail</b>	<b>Total</b>
Standard Loans	16.447.515	292.273	16.739.788
Watchlist	8.350.732	43.754	8.394.486
Significant Increase in Credit Risk	445.720	-	445.720
Non-performing Loans	1.867.157	121.971	1.989.128
Specific Provision (-)	(869.302)	(65.008)	(934.310)
<b>Total</b>	<b>26.241.822</b>	<b>392.990</b>	<b>26.634.812</b>

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

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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:

31 March 2022	Short Term	Medium and Long Term	Total
<b>Consumer Loans – TL</b>	<b>11.213</b>	<b>157.629</b>	<b>168.842</b>
Housing Loans	-	127.066	127.066
Car Loans	-	30	30
General Purpose Loans	11.213	30.533	41.746
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>111.886</b>	<b>1.172</b>	<b>113.058</b>
With Installments	13.527	1.172	14.699
Without Installments	98.359	-	98.359
<b>Individual Credit Cards-FC</b>	<b>367</b>	<b>-</b>	<b>367</b>
With Installments	-	-	-
Without Installments	367	-	367
<b>Personnel Loans - TL</b>	<b>251</b>	<b>2.934</b>	<b>3.185</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	251	2.934	3.185
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>1.206</b>	<b>2</b>	<b>1.208</b>
With Installments	215	2	217
Without Installments	991	-	991
<b>Personnel Credit Cards - FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
With Installments	-	-	-
Without Installments	-	-	-
<b>Overdraft Accounts – TL (Real Persons)</b>	<b>9.161</b>	<b>-</b>	<b>9.161</b>
<b>Overdraft Accounts – FC (Real Persons)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>134.084</b>	<b>161.737</b>	<b>295.821</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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)

<b>31 December 2021</b>	<b>Short Term</b>	<b>Medium and Long Term</b>	<b>Total</b>
<b>Consumer Loans – TL</b>	<b>6.167</b>	<b>188.371</b>	<b>194.538</b>
Housing Loans	24	141.272	141.296
Car Loans	-	36	36
General Purpose Loans	6.143	47.063	53.206
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>113.031</b>	<b>1.658</b>	<b>114.689</b>
With Installments	13.901	1.658	15.559
Without Installments	99.130	-	99.130
<b>Individual Credit Cards-FC</b>	<b>144</b>	<b>-</b>	<b>144</b>
With Installments	-	-	-
Without Installments	144	-	144
<b>Personnel Loans - TL</b>	<b>306</b>	<b>3.428</b>	<b>3.734</b>
Housing Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	306	3.428	3.734
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>1.398</b>	<b>2</b>	<b>1.400</b>
With Installments	215	2	217
Without Installments	1.183	-	1.183
<b>Personnel Credit Cards - FC</b>	<b>-</b>	<b>-</b>	<b>-</b>
With Installments	-	-	-
Without Installments	-	-	-
<b>Overdraft Accounts – TL (Real Persons)</b>	<b>11.165</b>	<b>-</b>	<b>11.165</b>
<b>Overdraft Accounts – FC (Real Persons)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>132.211</b>	<b>193.459</b>	<b>325.670</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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>31 March 2022</b>	<b>Short Term</b>	<b>Medium and Long Term</b>	<b>Total</b>
<b>Commercial loans with installment facility-TL</b>	<b>954.518</b>	<b>5.700.714</b>	<b>6.655.232</b>
Business Loans	-	808	808
Car Loans	15.292	88.931	104.223
General Purpose Loans	939.130	5.600.803	6.539.933
Other	96	10.172	10.268
<b>Commercial loans with installment facility-Indexed to FC</b>	<b>-</b>	<b>51.964</b>	<b>51.964</b>
Business Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	-	51.964	51.964
Other	-	-	-
<b>Commercial loans with installment facility -FC</b>	<b>323.827</b>	<b>11.074.064</b>	<b>11.397.891</b>
Business Loans	-	-	-
Car Loans	-	-	-
General Purpose Loans	323.827	11.074.064	11.397.891
Other	-	-	-
<b>Corporate Credit Cards-TL</b>	<b>27.444</b>	<b>-</b>	<b>27.444</b>
With Installments	135	-	135
Without Installments	27.309	-	27.309
<b>Corporate Credit Cards-FC</b>	<b>12</b>	<b>-</b>	<b>12</b>
With Installments	-	-	-
Without Installments	12	-	12
<b>Overdraft Accounts-TL (Legal Entities)</b>	<b>9.177</b>	<b>-</b>	<b>9.177</b>
<b>Overdraft Accounts-FC (Legal Entities)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>1.314.978</b>	<b>16.826.742</b>	<b>18.141.720</b>

f) Distribution of domestic and foreign loans:

	<b>31 March 2022</b>	<b>31 December 2021</b>
Domestic loans	26.776.144	25.428.269
Foreign loans	91.579	151.725
<b>Total</b>	<b>26.867.723</b>	<b>25.579.994</b>

g) Loans granted to subsidiaries and associates: None. (31 December 2021: None)

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

	<b>31 March 2022</b>	<b>31 December 2021</b>
Expected credit losses		
Loans with limited collectability	59.638	67.458
Loans with doubtful collectability	11.020	8.835
Uncollectible loans	829.124	858.017
<b>Total</b>	<b>899.782</b>	<b>934.310</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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)**

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

j.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)	-	16.005	120.871
Restructured loans and other receivables	-	16.005	120.871
<b>Prior Period</b>			
(Gross amounts before provisions)	-	2.844	128.744
Restructured loans and other receivables	-	2.844	128.744

j.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 2021 balance</b>	<b>142.814</b>	<b>21.734</b>	<b>1.824.580</b>
Additions (+)	3.981	59	6.880
Transfers from other categories of non-performing loans (+)	-	18.166	5.661
Transfers to other categories of non-performing loans (-)	18.166	5.661	-
Collections (-)	10.901	2.143	105.762
Write-offs (-)	-	-	28
Sold	-	-	-
Corporate and commercial loans	-	-	-
Retail loans	-	-	-
Credit cards	-	-	-
Other (-)	-	-	-
<b>31 March 2022 balance</b>	<b>117.728</b>	<b>32.155</b>	<b>1.731.331</b>
Specific provision (-)	59.638	11.020	829.124
<b>Net Balances on Balance Sheet</b>	<b>58.090</b>	<b>21.135</b>	<b>902.207</b>

j.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	-	-	601.257
Provision (-)	-	-	254.339
<b>Net Balances on Balance Sheet</b>	-	-	<b>346.918</b>
<b>Prior Period</b>			
Period end balance	-	-	607.290
Provision (-)	-	-	254.339
<b>Net Balances on Balance Sheet</b>	-	-	<b>352.951</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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)**

j.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>31 March 2022(Net)</b>	<b>58.090</b>	<b>21.135</b>	<b>902.207</b>
Loans to Real Persons and Legal Entities (Gross)	117.728	32.155	1.731.331
Specific provision (-)	59.638	11.020	829.124
Loans to Real Persons and Legal Entities (Net)	58.090	21.135	902.207
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	-
Specific provision (-)	-	-	-
Other Loans and Receivables (Net)	-	-	-
<b>31 December 2021 (Net)</b>	<b>75.356</b>	<b>12.899</b>	<b>966.563</b>
Loans to Real Persons and Legal Entities (Gross)	142.814	21.734	1.824.580
Specific provision (-)	67.458	8.835	858.017
Loans to Real Persons and Legal Entities (Net)	75.356	12.899	966.563
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	-
Specific provision (-)	-	-	-
Other Loans and Receivables (Net)	-	-	-

j.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>			
Interest Accruals, Rediscounts and Valuation Differences	307	1.098	379.938
Special Provision Amount (-)	307	1.098	379.938
<b>Prior Period (Net)</b>	-	-	-
Interest Accruals, Rediscounts and Valuation Differences	347	413	552.163
Special Provision Amount (-)	347	413	552.163

k) 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 31 March 2022, the net amount after provisions of the non-performing loans and receivables is TL 902.207 (31 December 2021: TL 966.563).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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)**

l) 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 31 March 2022, The Bank has written-off TL 28 of non-performing loan portfolio which has 100% provision.

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

- a) Information on financial assets given as collateral or blocked: As of 31 March 2022, financial assets measured at amortized cost given as collateral is amounting to TL 584.680 (31 December 2021: TL 616.352).
- b) Investments and legal liabilities subject to repurchase agreements: As of 31 March 2022, financial assets measured at amortized cost subject to repurchase agreements is amounting to TL 510.984 (31 December 2021: TL 644.937).
- c) The Bank has TL 2.105.309 financial assets measured at amortized cost as of 31 March 2022 (31 December 2021: TL 1.335.040).
- d.1) Government securities measured at amortised cost:

	<b>31 March 2022</b>	<b>31 December 2021</b>
Government Bonds	1.266.314	1.263.031
Treasury Bills	-	-
Other Government Securities	1.910.767	72.009
<b>Total</b>	<b>3.177.081</b>	<b>1.335.040</b>

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

	<b>31 March 2022</b>	<b>31 December 2021</b>
Beginning Balance	1.335.040	1.058.863
Foreign Currency Differences on Monetary Assets (*)	155.996	525.071
Purchases During Year	1.780.643	71.232
Disposals Through Sales and Redemptions	(94.598)	(320.126)
Impairment Provision (-)	-	-
<b>Total</b>	<b>3.177.081</b>	<b>1.335.040</b>

(\*) Represents exchange differences and accrual interest.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 2021: None).

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

The Bank has no subsidiaries in the current period (31 December 2021: None).

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

The Bank has no jointly controlled entities in the current period (31 December 2021: None).

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

The Bank has no lease receivables in the current period (31 December 2021: None).

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

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Fair Value Hedge	-	-	-	-
Cash Flow Hedge	84.396	-	92.436	-
Net Investment Hedge	-	-	-	-
<b>Total</b>	<b>84.396</b>	<b>-</b>	<b>92.436</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 2021: None).

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

- a) As of 31 March 2022, the Bank has deferred tax asset amounting to TL 547.859 arising from deductible temporary differences (31 December 2021: TL 256.329).

Timing differences constituting the basis for deferred tax	Current Period		Prior Period	
	Basis	Deferred tax asset/(liability)	Basis	Deferred tax asset/(liability)
Difference between net book value and tax value of financial assets	51.829	10.424	53.856	10.855
Provisions	2.934.667	657.347	2.760.097	571.979
Valuation differences	3.119.430	709.492	2.973.831	623.100
Deferred commissions	38.285	7.657	36.862	7.372
Tangible assets differences	4.275	855	15.922	3.184
Financial Loss	-	-	-	-
Other	66.991	14.375	76.809	17.753
<b>Deferred Tax Asset</b>	<b>6.215.477</b>	<b>1.400.150</b>	<b>5.917.377</b>	<b>1.234.243</b>
Valuation differences	3.230.216	704.866	3.702.756	777.579
Provisions	655.212	131.042	855.124	171.025
Other	83.883	16.383	147.876	29.310
<b>Deferred Tax Liability (-)</b>	<b>3.969.311</b>	<b>852.291</b>	<b>4.705.756</b>	<b>977.914</b>
<b>Total deferred tax assets, net</b>		<b>547.859</b>		<b>256.329</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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:**

- b) Temporary differences over which deferred tax asset is not computed and recorded in the balance sheet in prior periods: None (31 December 2021: None).
- c) Allowance for deferred tax and deferred tax assets from reversal of allowance: None (31 December 2021: None).

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

As of 31 March 2022, the Bank has assets held for sale and discontinued operations amounting to TL 274.767 (31 December 2021: TL 296.839).

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

As of 31 March 2022, the right of repurchase value of assets of the Bank is TL 82.140 (31 December 2021: TL 119.669).

**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 2021: None).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

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

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

**a) 31 March 2022**

	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	264.157	-	1.851.959	3.303.107	1.840.838	199.630	1.073.401	-	8.533.092
Foreign currency deposits	3.583.617	-	4.219.578	13.084.394	1.635.274	107.931	129.209	-	22.760.003
Residents in Turkey	3.393.587	-	4.155.904	12.851.650	1.621.876	102.285	119.714	-	22.245.016
Residents abroad	190.030	-	63.674	232.744	13.398	5.646	9.495	-	514.987
Public sector deposits	118.643	-	-	-	-	-	-	-	118.643
Commercial deposits	1.037.561	-	626.615	1.583.462	122.709	1.635.864	80.208	-	5.086.419
Other institutions deposits	1.429	-	18.206	149.830	16.831	64.384	409.034	-	659.714
Precious metals deposits	2.690.833	-	260	15.948	-	-	-	-	2.707.041
Interbank deposits	69.015	-	16.280	51.542	22.571	16.296	-	-	175.704
Central Bank of Turkey	56.803	-	-	-	-	-	-	-	56.803
Domestic Banks	-	-	-	51.542	6.280	-	-	-	57.822
Foreign Banks	12.212	-	16.280	-	16.291	16.296	-	-	61.079
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>7.765.255</b>	<b>-</b>	<b>6.732.898</b>	<b>18.188.283</b>	<b>3.638.223</b>	<b>2.024.105</b>	<b>1.691.852</b>	<b>-</b>	<b>40.040.616</b>

Currency-protected deposit product, the operating rules of which are determined by the Ministry of Treasury and Finance and the CBRT, and which ensures that TL deposits are valued with interest rates and are protected against exchange rate changes in foreign currency, has started to be offered to bank customers. As of 31 March 2022, the total amount of deposits includes 4.354.486 TL (31 December 2021: 489.997 TL) deposits within this scope.

**31 December 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	369.129	-	1.866.924	3.542.895	679.912	354.960	1.228.831	-	8.042.651
Foreign currency deposits	3.866.856	-	4.629.731	14.553.988	865.197	103.264	133.750	-	24.152.786
Residents in Turkey	3.726.059	-	4.566.882	14.143.219	857.071	100.540	124.839	-	23.518.610
Residents abroad	140.797	-	62.849	410.769	8.126	2.724	8.911	-	634.176
Public sector deposits	57.891	-	-	-	-	-	-	-	57.891
Commercial deposits	774.483	-	542.485	863.288	7.933	64.852	2.900	-	2.255.941
Other institutions deposits	1.317	-	2.381	31.280	1.109	-	420.018	-	456.105
Precious metals deposits	2.950.216	-	17.222	124.009	-	-	-	-	3.091.447
Interbank deposits	10.856	-	304.480	44.931	-	-	-	-	360.267
Central Bank of Turkey	-	-	304.480	-	-	-	-	-	304.480
Domestic Banks	-	-	-	44.931	-	-	-	-	44.931
Foreign Banks	10.856	-	-	-	-	-	-	-	10.856
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>8.030.748</b>	<b>-</b>	<b>7.363.223</b>	<b>19.160.391</b>	<b>1.554.151</b>	<b>523.076</b>	<b>1.785.499</b>	<b>-</b>	<b>38.417.088</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
Saving deposits	3.272.301	2.581.661	5.260.791	5.460.990
Foreign currency saving deposits	2.495.517	1.975.430	15.852.668	15.839.206
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>5.767.818</b>	<b>4.557.091</b>	<b>21.113.459</b>	<b>21.300.196</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:

	31 March 2022	31 December 2021
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	19.232	8.413
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:

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Forward Transactions	31.898	90.715	215.654	64.838
Swap Transactions	779.696	549.140	794.406	1.488.071
Futures Transactions	-	-	-	-
Options	121.982	35.491	145.784	19.996
Other	-	-	-	-
<b>Total</b>	<b>933.576</b>	<b>675.346</b>	<b>1.155.844</b>	<b>1.572.905</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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:

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
From Domestic Banks and Institutions	-	-	-	-
From Foreign Banks, Institutions and Funds	-	1.691.200	-	1.708.596
<b>Total</b>	-	<b>1.691.200</b>	-	<b>1.708.596</b>

b) Maturity analysis of borrowings:

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Short-term	-	-	-	-
Medium and long-term	-	1.691.200	-	1.708.596
<b>Total</b>	-	<b>1.691.200</b>	-	<b>1.708.596</b>

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

Funds Provided Under Repurchase Agreements:

	31 March 2022	31 December 2021
Funds Provided Under Repurchase Agreements	3.203.659	2.224.902
<b>Total</b>	<b>3.203.659</b>	<b>2.224.902</b>

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

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Bills	-	-	-	-
Bonds	-	-	-	-
<b>Total</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 2021: None).

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

	31 March 2022		31 December 2021	
	Gross	Net	Gross	Net
Less Than 1 Year	6.780	6.336	7.820	7.290
Between 1-4 Years	113.728	88.752	99.176	78.390
More Than 4 Years	46.906	28.073	54.275	34.500
<b>Total</b>	<b>167.414</b>	<b>123.161</b>	<b>161.271</b>	<b>120.180</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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:**

	31 March 2022		31 December 2021	
	TL	FC	TL	FC
Fair Value Hedge	-	-	-	-
Cash Flow Hedge	6.199	-	-	-
Net Investment Hedge	-	-	-	-
<b>Total</b>	<b>6.199</b>	<b>-</b>	<b>-</b>	<b>-</b>

**9. Information on provisions:**

a) Foreign exchange losses on the foreign currency indexed loans and finance lease receivables: None (31 December 2021: None).

b) Information on employee termination benefits and unused vacation accrual:

b.1) Information on employee termination benefits and unused vacation accrual:

	31 March 2022	31 December 2021
Employee termination benefit provision	27.987	26.355
Unused vacation provision	15.589	9.513
<b>Total of provision for employee benefits</b>	<b>43.576</b>	<b>35.868</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:

	31 March 2022	31 December 2021
<b>Balance at the beginning of period</b>	<b>26.355</b>	<b>16.611</b>
Service Cost	1.632	3.273
Interest expense	-	2.892
Actuarial gain/loss	-	7.120
Payments during the period (*)	-	(3.541)
<b>Balance at the end of period</b>	<b>27.987</b>	<b>26.355</b>

(\*) During the period, 1,893 thousand TL severance pay was paid and expense was recorded.

c) Information on other provisions:

c.1) Provisions for possible losses: TL 300.000 (31 December 2021: TL 130.000).

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 63.456 (31 December 2021: TL 60.113), provision for credit cards promotion and banking services amounting to TL 29.946 (31 December 2021: TL 65.550) and other provisions amounting to TL 414 (31 December 2021: TL 1.048).

c.3) Expected loss provisions for non-cash loans: TL 62.729 (31 December 2021: TL 49.466 provision).

c.4) Information on provisions for non-cash loans that are non-funded and non-transformed into cash: TL 9.290 (31 December 2021: TL 9.256 provision).

d) Liabilities on pension rights: None.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 2021: None).
- d.2) Liabilities resulting from all kinds of pension funds, foundations etc, which provide post retirement benefits for the employees: None (31 December 2021: None).

**10. Explanations on taxes payable:**

- a) Information on current tax liability:

- a.1) Information on corporate tax:

As of 31 March 2022, the provision of corporate income tax: TL 555.576 (31 December 2021: None).

- a.2) Explanations on taxes payable:

	<b>31 March 2022</b>	<b>31 December 2021</b>
Corporate Taxes Payable	555.576	-
Withholding tax on deposits	21.142	27.357
BITT	17.597	23.006
Payroll Tax	25.910	6.050
Property Tax	442	407
Value Added Tax Payable	2.705	5.580
Stamp Tax	961	188
Foreign Exchange Tax	2.009	4.964
Other	1.004	729
<b>Total</b>	<b>627.346</b>	<b>68.281</b>

- a.3) Information on premiums:

	<b>31 March 2022</b>	<b>31 December 2021</b>
Social Security Premiums-Employee	4.680	2.339
Social Security Premiums-Employer	5.353	2.694
Unemployment Insurance-Employer	655	326
Unemployment Insurance-Employee	327	163
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>11.015</b>	<b>5.222</b>

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

- 11. Information on liabilities regarding assets held for sale and discounted operations:** None (31 December 2021: None).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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:**

	31 March 2022(*)		31 December 2021	
	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	-	4.093.427	-	3.833.893
Subordinated loans	-	-	-	-
Subordinated debt	-	4.093.427	-	3.833.893
<b>Total</b>	-	<b>4.093.427</b>	-	<b>3.833.893</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 31 March 2022, 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 31 March 2022, the Bank's paid in capital consists of TL 3.288.842.000 shares which nominal value is TL 1(full TL).

TL	31 March 2022	31 December 2021
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:

	31 March 2022		31 December 2021	
	TP	YP	TP	YP
From Investments in Associates, Subsidiaries, and Joint Ventures	-	-	-	-
Valuation Difference	1.030.256	(167.908)	115.272	(158.796)
Foreign Exchange Difference	-	-	-	-
<b>Toplam</b>	<b>1.030.256</b>	<b>(167.908)</b>	<b>115.272</b>	<b>(158.796)</b>

c) Information on legal reserves:

	31 March 2022	31 December 2021
Primary Legal Reserves	46.700	36.415
Secondary Legal Reserve	-	-
Other Legal Reserves Per Special Legislation	-	-
<b>Total</b>	<b>46.700</b>	<b>36.415</b>

At the Ordinary General Assembly meeting dated March 29, 2022, TL 10,284, which is 5% of the Bank's net profit for the year 2021 amounting to TL 205.688, was set aside as 1st Order Legal Reserves in accordance with Article 519 of the Turkish Commercial Code No. 6102, and the remaining TL 195,404 has been decided to set aside as Extraordinary Reserves.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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):**

In Turkey, companies can increase their share capital by making a pro-rata distribution of shares ("bonus shares") to existing shareholders from retained earnings. For the purpose of earnings per share computations, the weighted average number of shares outstanding during the year has been adjusted in respect of bonus shares issued without a corresponding change in resources by giving them a retroactive effect for the year in which they were issued and for each earlier period.

The Law No. 7244 on the Reduction of the Effects of the Coronavirus (COVID-19) Epidemic on Economic and Social Life and the Law Amending Certain Laws ("Law") was published in the Official Gazette dated 17 April 2020. In accordance with the aforementioned Law, the Turkish Commercial Code numbered 6102 was amended and restrictions and restrictions regarding the distribution of profits were foreseen. The mentioned regulation has been 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 25% of the 2021 net profit for the general assemblies they will hold until 31 March 2022, and prior-years' profits and free reserves will not be subject to profit distribution. In addition, the board of directors can not be authorized by the general assembly to distribute advance dividends. The duration of such restrictions and restrictions may be extended or shortened by a decision of the President for three months.

- 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 31 March 2022, the net amount after provisions of the non-performing loans and receivables in the fifth group (in Stage 3) is TL 902.207 (31 December 2021: TL 966.563).

**14. Information on minority shares:**

None.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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>31 March 2022</b>	<b>31 December 2021</b>
Forward asset purchase and sales commitments	6.170.460	3.093.542
Loan granting commitments	735.796	620.130
Commitments for checks	83.156	62.333
Credit card limit commitments	392.490	396.015
Other irrevocable commitments (*)	31.238	29.880
<b>Total</b>	<b>7.413.140</b>	<b>4.201.900</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>31 March 2022</b>	<b>31 December 2021</b>
Letters of guarantee	5.581.319	4.395.474
Letters of credit	2.376.406	2.215.994
Bank acceptance loans	-	4.976
Other guarantees	3.498.968	2.066.867
<b>Total</b>	<b>11.456.693</b>	<b>8.683.311</b>

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

	<b>31 March 2022</b>	<b>31 December 2021</b>
Definite letter of guarantees	3.901.788	3.134.625
Temporary letter of guarantees	106.697	111.798
Other letter of guarantees	1.572.834	1.149.051
<b>Total</b>	<b>5.581.319</b>	<b>4.395.474</b>

c) Total amount of non-cash loans:

	<b>31 March 2022</b>	<b>31 December 2021</b>
Non-cash loans given to cover cash loans	1.250.733	859.750
With maturity of 1 year or less than 1 year	637.371	236.742
With maturity of more than 1 year	613.362	623.009
Other non-cash loans	10.205.960	7.823.561
<b>Total</b>	<b>11.456.693</b>	<b>8.683.311</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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)**

**1. Information on off-balance sheet liabilities (continued):**

Forward foreign currency, swap and option transactions include mainly proprietary transactions as well as customer deals, which are entered into for hedging of foreign exchange and interest rate risk purposes regardless of them being subject to hedge accounting and measured at fair value in line with Turkish accounting Standards. Both legs of every derivative transaction are aggregated in the table.

**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 31 MARCH 2022**

(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	31 March 2022		31 March 2021	
	TL	FC	TL	FC
Short term loans	261.579	14.220	176.839	15.588
Medium and long term loans	274.046	194.065	185.806	137.753
Interest collected from non-performing loans	42.899	-	91.865	-
<b>Total</b>	<b>578.524</b>	<b>208.285</b>	<b>454.510</b>	<b>153.341</b>

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

	31 March 2022		31 March 2021	
	TL	FC	TL	FC
From The Central Bank of Republic of Turkey	290	-	-	-
From domestic banks	3.025	-	2.672	29
From foreign banks	-	754	-	4.127
From branches and offices abroad	-	-	-	-
<b>Total</b>	<b>3.315</b>	<b>754</b>	<b>2.672</b>	<b>4.156</b>

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

	31 March 2022		31 March 2021	
	TL	FC	TL	FC
Financial assets at fair value through profit or loss (Net)	20.180	202	4.609	184
Financial assets at fair value through other comprehensive income	325.851	51.972	157.183	26.420
Financial Assets Measured at Amortized Cost	68.028	18.705	4.401	11.068
<b>Total</b>	<b>414.059</b>	<b>70.879</b>	<b>166.193</b>	<b>37.672</b>

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

Interest on funds borrowed	31 March 2022		31 March 2021	
	TL	FC	TL	FC
Banks	-	10.555	2	8.841
The Central Bank of Turkey	-	-	-	-
Domestic banks	-	-	2	100
Foreign banks	-	10.555	-	8.741
Branches and offices abroad	-	-	-	-
Other institutions	288	-	214	-
<b>Total</b>	<b>288</b>	<b>10.555</b>	<b>216</b>	<b>8.841</b>

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

**c) Information on interest expense to marketable securities issued:** As of 31 March 2022, the Bank has interest expense to Tier II sub-loan issued amounting to TL 74.424 (31 March 2021: TL 70.640).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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>31 March 2022</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	-	2.830	-	-	-	-	-	2.830
Saving deposits	85	92.161	176.974	51.893	12.561	239.063	-	572.737
Public sector deposits	-	-	-	-	-	-	-	-
Commercial deposits	10	34.241	77.354	4.252	34.192	12.806	-	162.855
Other deposits	-	551	5.104	167	1.041	16.567	-	23.430
7 days call accounts	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	-	-	-	-	-	-
<b>Total</b>	<b>95</b>	<b>129.783</b>	<b>259.432</b>	<b>56.312</b>	<b>47.794</b>	<b>268.436</b>	<b>-</b>	<b>761.852</b>
<b>Foreign Currency</b>								
Foreign currency deposits	101	7.698	44.734	4.524	308	524	-	57.889
Bank deposits	-	109	-	-	-	-	-	109
7 days call accounts	-	-	-	-	-	-	-	-
Precious metal deposits	-	1	189	-	-	-	-	190
<b>Total</b>	<b>101</b>	<b>7.808</b>	<b>44.923</b>	<b>4.524</b>	<b>308</b>	<b>524</b>	<b>-</b>	<b>58.188</b>
<b>Grand Total</b>	<b>196</b>	<b>137.591</b>	<b>304.355</b>	<b>60.836</b>	<b>48.102</b>	<b>268.960</b>	<b>-</b>	<b>820.040</b>
<b>31 March 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	-	4.654	-	-	-	-	-	4.654
Saving deposits	43	61.965	132.233	28.620	2.030	36.873	-	261.764
Public sector deposits	-	-	27	-	-	-	-	27
Commercial deposits	2	8.058	16.336	1.050	622	374	-	26.442
Other deposits	-	131	1.295	753	1.328	3	-	3.510
7 days call accounts	-	-	-	-	-	-	-	-
Precious metal deposits	-	-	-	-	-	-	-	-
<b>Total</b>	<b>45</b>	<b>74.808</b>	<b>149.891</b>	<b>30.423</b>	<b>3.980</b>	<b>37.250</b>	<b>-</b>	<b>296.397</b>
<b>Foreign Currency</b>								
Foreign currency deposits	130	8.199	62.293	4.305	443	547	-	75.917
Bank deposits	-	431	-	-	-	-	-	431
7 days call accounts	-	-	-	-	-	-	-	-
Precious metal deposits	-	4	118	-	-	-	-	122
<b>Total</b>	<b>130</b>	<b>8.634</b>	<b>62.411</b>	<b>4.305</b>	<b>443</b>	<b>547</b>	<b>-</b>	<b>76.470</b>
<b>Grand Total</b>	<b>175</b>	<b>83.442</b>	<b>212.302</b>	<b>34.728</b>	<b>4.423</b>	<b>37.797</b>	<b>-</b>	<b>372.867</b>

**3. Information on Dividend Income: None (31 March 2021: None).**

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

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

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

	31 March 2022	31 March 2021
<b>Income</b>	<b>63.396.495</b>	<b>38.021.171</b>
Gains on capital market operations	286.814	25.440
Gains on derivative financial instruments	1.716.388	1.518.403
Foreign exchange gains	61.393.293	36.477.328
<b>Losses (-)</b>	<b>63.094.104</b>	<b>37.907.253</b>
Losses on capital market operations	6.263	17.601
Losses on derivative financial instruments	1.904.907	928.538
Foreign exchange losses	61.182.934	36.961.114
<b>Net Amount</b>	<b>302.391</b>	<b>113.918</b>

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

	31 March 2022	31 March 2021
Income from Reversal of Prior Years' General and Specific Provisions	224.975	182.813
Income from Reversal of Prior Years' Other Provisions	25.035	5.404
Other Income	21.723	20.622
<b>Total</b>	<b>271.733</b>	<b>208.839</b>

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

a) Expected credit loss provisions:

	31 March 2022	31 March 2021
Expected Credit Loss Provisions	299.444	313.071
12-Month Expected Credit Losses (Stage 1)	70.153	-
Significant Increase In Credit Risk (Stage 2)	177.265	80.984
Credit-Impaired (Stage 3)	52.026	232.087
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>299.444</b>	<b>313.376</b>

b) Other Provisions:

As of 31 March 2022, other provision expenses are TL 171.000 (31 March 2021: TL 79.000).

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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>31 March 2022</b>	<b>31 March 2021</b>
Employee termination benefit provision	1.632	1.320
Bank social aid fund deficit provision	-	-
Impairment expenses of fixed assets	-	-
Amortization expenses of fixed assets	17.850	14.520
Impairment expenses of intangible assets	-	-
Impairment expense of goodwill	-	-
Amortization expenses of intangible assets	11.158	7.986
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	105.299	71.500
Leasing expenses related to TFRS 16 exemptions (*)	969	602
Maintenance expenses	1.662	1.265
Advertisement expenses	10.900	943
Other expenses (**)	91.768	68.690
Loss on sales of assets	300	2.934
Other	-	-
<b>Total</b>	<b>136.239</b>	<b>98.260</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. Fees for Services Received from Independent Auditor / Independent Audit Firm**

Not reported in accordance with Article 25 of the Communiqué on Financial Statements and Related Disclosures and Footnotes to be Announced to the Public by Banks

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

As of 31 March 2022, the Bank's profit before tax from continued operations is TL 148.839 (31 March 2021: 53.022).

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

As of 31 March 2022, The Bank has deferred tax income amounting to TL 514.323 and TL 559.573 current tax expense amounting (31 March 2021: TL 10.757 deferred tax expense).

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

As of 31 March 2022, the Bank's net profit from continued operations is TL 103.589 (31 March 2021: TL 42.265).

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

- Free provision expense amounting to TL 170.000 has been incurred in the current period due to the by the Bank's management for 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.

**13. 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 31 MARCH 2022**

(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) 31 March 2022:**

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	-	-	424	15.486	-	561
Balance at end of period	-	-	2.027	-	158	676
Interest and commission income	-	-	9	-	-	-

**31 December 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	-	-	424	15.486	-	561
Interest and commission income (*)	-	-	9	-	-	-

(\*) Prior periods are as of 31 March 2021.

**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	-	-	10.856	641.592	8.413	5.162
Balance at end of period	-	-	12.212	10.856	19.236	8.413
Interest on deposits (*)	-	-	-	89	417	186

(\*) Prior periods are as of 31 March 2021.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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
<b>Financial assets at fair value through profit and loss</b>						
Balance at beginning of period	-	-	40.470.430	22.328.683	-	-
Balance at end of period	-	-	39.623.316	40.470.430	-	-
Total loss/ profit (*)	-	-	(812.317)	(286.489)	-	-

(\*) As of 31 March 2022 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 31 March 2022 is TL 27.187 (31 March 2021: TL 16.868).

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

	Number of Branches	Number Of Employees			
<b>Domestic Branches</b>	48	1.115			
			<b>Country</b>		
<b>Foreign Representative Offices</b>	-	-	-		
				<b>Total Assets</b>	<b>Legal Capital</b>
<b>Foreign Branches</b>	-	-	-	-	-
<b>Off-shore Banking Branches</b>	-	-	-	-	-

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

None.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

(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 31 March 2022 have been reviewed by KPMG Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik AŞ. The auditor's review report dated 10 May 2022 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 Chairman 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 31 March 2022 and 31 December 2021, 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 31 March 2022 the Bank has 48 domestic branches and 1.115 personnel.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

**Information on Board Members and executive management of 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
	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
	Hilmi GÜVENAL *	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 Mehmet Gökmen UÇAR	Commercial Banking Finance, Financial Control and Strategy	Master's Degree Bachelor's Degree
<b>Assistant General Managers</b>	Cem MURATOĞLU Emir Kadir ALPAY Sinan Erdem ÖZER Hüseyin GÖNÜL Cenk DEMİRÖZ Hüseyin Cem Taner ** Ebru Vardar ***	Retail Banking Treasury and Capital Markets Technology and Operations Risk Management and Internal Systems Credit Allocation Credit Monitoring and Remedial Human Resources	Master's Degree Master's Degree Master's Degree Bachelor's Degree Master's Degree Bachelor's Degree Bachelor's Degree

(\*) The term of Mrs. Dragica Pilipovic-Chaffey as member of the board of directors has ended as of March 29, 2022. Mr. Hilmi Guvenal has been appointed as member of the board in replacement of Mrs. Dragica Pilipovic Chaffey during the Ordinary General Assembly. Mr. Hilmi Guvenal took his oath on 7 April 2022 and officially started his duty.

(\*\*) Mr. Hüseyin Cem Taner has been appointed as Assistant General Manager in charge of Credit Monitoring and Remedial on February 22, 2022.

(\*\*\*) Ms. Ebru Vardar has been appointed as Assistant General Manager in charge of Human Resources on February 22, 2022.

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

**Message from the Chairman**

Dear Stakeholders,

In the first quarter of 2022, inflationary trends, changes in global monetary policies of central banks and international conflicts continue to be the main determinants of economy and banking activities. Turkey started the year with an accelerating economic recovery within an easing of the COVID-19 pandemic globally triggering a normalization in the new world order, but also rising macro-financial volatility, having both significant impacts on households and the economy at large. Since February 2022, Russia's intervention in Ukraine presented downside risks to global growth driving a weaker economic performance for European emerging markets including Turkey. A widening in Turkey's current account deficit may be expected to arise from the events in Ukraine, and is likely to be costly as Turkey relies heavily on Russia and Ukraine in its tourism. Global inflation, which accelerated upwards in the first quarter of 2022 driven principally by greater energy prices, locally reached 61.1% on an annual basis in March 2022. In parallel, many central banks' have in turn tightened their monetary policies with the FED's interest rate hike move.

Within this atypical environment, banking activity in Turkey is proving to be resilient. Banking activity, measured by total assets, reached USD 687 billion as at end-February, while banks' total deposit volume rose up to USD 409 billion in the first quarter, mainly from local currency by 33% increase, along with total lending reached at USD 376 billion, mainly driven by TL commercial loans over the same period. At the profitability level, banks annualized return on average equity in first two months reported at ~30% boosting vs last year, mostly driven by a faster interest income, because of the decrease in cost of funds sector-wide and increased income generation from CPI linked securities. The latter totally offset the growth in general operating expenses due to inflationary developments. Going forward, this profitability hike is expected to be tempered with the issuance of new regulatory directives affecting profits generation.

On this backdrop, Odeabank reported a positive performance in the first quarter of 2022, thanks to the adopted targeted-growth strategy and customer-oriented approach. Activity growth of Odeabank was focused on sustainable profitability generation given the prevailing volatility. We favored actively supporting the financing needs of our customers by providing them promptly with targeted products and services tailored to the rapidly changing market conditions. We also continued to put a special emphasis on improving our asset quality and strong collection performance while enhancing our capital and income generation capacity, based on the sustainability principle.

On the operations side, Odeabank continue to roll out its digitalization plan and hybrid working model in line with new generation banking approaches aiming at increasing our customer reach while reinforcing the customer experience and providing a better support to the society we serve.

I would like to thank all our stakeholders, especially our business partners, customers and employees, for their support and contributions.

Sincerely yours,

**Dr. Imad Itani**

Bank Audit Board Member

Odea Bank's Chairman of the Board of Directors

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

**CEO's Message**

Dear Stakeholders,

Despite the challenges brought by the pandemic in the world and in Turkey, we continued to implement our customer-oriented strategy successfully and managed to complete 2021 with growth. In this process, by focusing on efficiency and risk management, we achieved significant growth especially in foreign trade asset management and investment products, as well as an increase in customer satisfaction.

We keep progressing in line with our goals to maintain our sustainable growth by closely monitoring the developments in domestic and foreign markets, and managing our risks. In 2022, when we will celebrate the 10th anniversary of our establishment, we continue our efforts to become the best savings and investment products bank in Turkey and the region with our sustainable growth-oriented strategy, our 'phygital' banking approach and our customer-oriented approach.

As of the first quarter of 2022, our net profit increased to TL 104 million, while our total assets reached TL 58.3 billion. Our gross loans rose to TL 28.7 billion and our deposits to TL 40billion. Our non-cash loans grew by 79% compared to the same period of the previous year, reaching TL 11.5 billion. Thanks to the well-management of the asset structure and the strong equity structure, our Tier 1 capital ratio recorded 13.6%, while the capital adequacy ratio continued to be above the sector average with 26.5%. While we increased our fund volume to TL 4.2 billion with the various mutual fund options we offer to our customers, the share of demand deposits in total customer deposits was 19.3%. The number of Non-deposit AUM rose to TL 6.2 billion.

As Odeabank, we will continue to create added value for the Turkish economy and contribute to the economic growth of our country by doing more than it seems.

Sincerely,

**Mert Öncü**  
CEO and Board Member

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

**XIII. 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 31 MARCH 2022**

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

**Brief financial information of the Bank**

**ASSETS:**

	Reviewed Current Period 31 March 2022			Audited Prior Period 31 December 2021		
	TL	FC	Total	TL	FC	Total
CASH AND CASH EQUIVALENTS	1.178.820	12.758.915	13.937.735	698.155	12.591.571	13.289.726
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	351.859	42.553	394.412	82.571	19.184	101.755
FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	6.133.653	4.460.172	10.593.825	6.015.351	4.024.089	10.039.440
DERIVATIVE FINANCIAL ASSETS	1.339.989	544.916	1.884.905	2.101.894	1.600.862	3.702.756
FINANCIAL ASSETS MEASURED AT AMORTISED COST (NET)	15.076.563	14.361.086	29.437.649	12.343.360	14.203.781	26.547.141
NON-CURRENTS ASSETS OR DISPOSAL GROUPS "HELD FOR SALE" AND "FROM INVESTMENT IN ASSOCIATES SUBSIDIARIES AND JOINT VENTURES"	274.767	-	274.767	296.839	-	296.839
TANGIBLE ASSETS (NET)	179.431	-	179.431	181.790	-	181.790
INTANGIBLE ASSETS AND GOODWILL (NET)	159.689	-	159.689	147.126	-	147.126
CURRENT TAX ASSETS	972	-	972	4.739	-	4.739
DEFERRED TAX ASSETS	547.859	-	547.859	256.329	-	256.329
OTHER ASSETS	709.481	205.411	914.892	710.991	187.373	898.364
<b>Total</b>	<b>25.953.083</b>	<b>32.373.053</b>	<b>58.326.136</b>	<b>22.839.145</b>	<b>32.626.860</b>	<b>55.466.005</b>

**LIABILITIES:**

	Reviewed Current Period 31 March 2022			Audited Prior Period 31 December 2021		
	TL	FC	Total	TL	FC	Total
DEPOSITS	14.455.944	25.584.672	40.040.616	11.162.411	27.254.677	38.417.088
LOANS RECEIVED	-	1.691.200	1.691.200	-	1.708.596	1.708.596
MONEY MARKET FUNDS	2.529.222	674.437	3.203.659	1.884.402	340.500	2.224.902
MARKETABLE SECURITIES (Net)	-	-	-	-	-	-
FUNDS	-	-	-	-	-	-
FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS	-	-	-	-	-	-
DERIVATIVE FINANCIAL LIABILITIES	939.775	675.346	1.615.121	1.155.844	1.572.905	2.728.749
FACTORING PAYABLES	-	-	-	-	-	-
LEASE PAYABLES	123.161	-	123.161	120.180	-	120.180
PROVISIONS	447.117	62.294	509.411	288.862	62.439	351.301
CURRENT TAX LIABILITIES	638.361	-	638.361	73.803	-	73.803
DEFERRED TAX LIABILITIES	-	-	-	-	-	-
LIABILITIES RELATED TO NON-CURRENT ASSETS "HELD FOR SALE" AND "DISCONTINUED OPERATIONS" (Net)	-	-	-	-	-	-
SUBORDINATED DEBT	-	4.093.427	4.093.427	-	3.833.893	3.833.893
OTHER LIABILITIES	746.577	1.101.114	1.847.691	564.536	1.876.007	2.440.543
SHAREHOLDERS' EQUITY	4.731.402	(167.913)	4.563.489	3.725.750	(158.800)	3.566.950
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>24.611.559</b>	<b>33.714.577</b>	<b>58.326.136</b>	<b>18.975.788</b>	<b>36.490.217</b>	<b>55.466.005</b>

**ODEA BANK ANONİM ŞİRKETİ**  
**NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS**  
**AS OF 31 MARCH 2022**

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

**STATEMENT OF PROFIT OR LOSS:**

	<b>Reviewed Current Period 1 January- 31 March 2022</b>	<b>Reviewed Prior Period 1 January- 31 March 2021</b>
INTEREST INCOME	1.293.087	839.749
INTEREST EXPENSE	1.017.798	561.871
NET INTEREST INCOME (I - II)	275.289	277.878
NET FEES AND COMMISSIONS INCOME	39.868	25.181
DIVIDEND INCOME	-	-
NET TRADING PROFIT/LOSS (Net)	302.391	113.918
OTHER OPERATING INCOME	271.733	208.839
GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII+VIII)	889.281	625.816
ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)	299.444	313.376
OTHER PROVISION EXPENSES	171.000	79.000
PERSONNEL EXPENSES (-)	133.759	82.158
OTHER OPERATING EXPENSES (-)	136.239	98.260
NET OPERATING PROFIT/(LOSS) (VIII-IX-X)	148.839	53.022
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)	148.839	53.022
PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	(45.250)	(10.757)
NET PROFIT/(LOSS) FROM CONTINUED OPERATIONS (XVI±XVII)	103.589	42.265
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	-	-
<b>NET PROFIT/LOSSES (XVIII+XXIII)</b>	<b>103.589</b>	<b>42.265</b>