

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED BALANCE SHEET AS OF 31 DECEMBER 2021

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

ASSETS	Note	Audited			Audited		
		Current Period			Prior Period		
		TRY	FC	TOTAL	TRY	FC	TOTAL
		31 December 2021			31 December 2020		
I. FINANCIAL ASSETS (NET)		87.010.685	146.698.865	233.709.550	62.791.771	84.132.043	146.923.814
1.1 Cash and Cash Equivalents		19.878.637	110.657.200	130.535.837	8.916.830	59.391.599	68.308.429
1.1.1 Cash and Balances with Central Bank	(1)	19.514.354	106.515.213	126.029.567	8.396.106	56.588.336	64.984.442
1.1.2 Banks	(3)	397.656	4.142.797	4.540.453	287.479	2.803.592	3.091.071
1.1.3 Money Markets		1.001	-	1.001	252.997	-	252.997
1.1.4 Expected Loss Provision (-)		34.374	810	35.184	19.752	329	20.081
1.2 Financial Assets at Fair Value Through Profit or Loss	(2)	25.218.576	29.518	25.248.094	15.704.422	19.241	15.723.663
1.2.1 Government Debt Securities		24.928.717	725	24.929.442	15.529.875	1.349	15.531.224
1.2.2 Equity Instruments		167.148	28.793	195.941	145.757	17.892	163.649
1.2.3 Other Financial Assets		122.711	-	122.711	28.790	-	28.790
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	(4)	39.174.606	29.762.118	68.936.724	38.164.766	22.379.674	60.544.440
1.3.1 Government Debt Securities		38.593.800	29.416.308	68.010.108	37.529.538	22.192.136	59.720.674
1.3.2 Equity Instruments		56.023	345.810	401.833	44.745	187.538	232.283
1.3.3 Other Financial Assets		524.783	-	524.783	591.483	-	591.483
1.4 Derivative Financial Assets	(2)(11)	2.738.866	6.250.029	8.988.895	5.753	2.341.529	2.347.282
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss		2.738.866	6.250.029	8.988.895	5.753	2.341.529	2.347.282
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
II. FINANCIAL ASSETS MEASURED AT AMORTISED COST(Net)		460.538.565	213.642.571	674.181.136	401.555.604	129.174.012	530.729.616
2.1 Loans	(5)	389.086.149	168.534.070	557.620.219	353.822.723	103.387.503	457.210.226
2.2 Lease Receivables	(10)	2.337.332	2.566.281	4.903.613	1.882.644	2.339.714	4.222.358
2.3 Factoring Receivables		1.570.484	184.114	1.754.598	1.810.629	44.496	1.855.125
2.4 Other Financial Assets Measured at Amortised Cost	(6)	90.130.549	43.048.115	133.178.664	60.843.380	23.961.309	84.804.689
2.4.1 Government Debt Securities		90.080.026	43.048.115	133.128.141	60.792.861	23.961.309	84.754.170
2.4.2 Other Financial Assets		50.523	-	50.523	50.519	-	50.519
2.5 Expected Credit Loss (-)		22.585.949	690.009	23.275.958	16.803.772	559.010	17.362.782
III. DISCONTINUED OPERATIONS (NET)	(16)	2.481	-	2.481	1.441	-	1.441
3.1 Held for Sale		2.481	-	2.481	1.441	-	1.441
3.2 Discontinued Operations		-	-	-	-	-	-
IV. EQUITY INVESTMENTS		87.462	1.108.396	1.195.858	83.121	681.339	764.460
4.1 Investments in Associates (Net)	(7)	87.462	1.108.396	1.195.858	83.121	681.339	764.460
4.1.1 Associates Valued Based on Equity Method		20.907	1.108.396	1.129.303	16.566	681.339	697.905
4.1.2 Unconsolidated Associates		66.555	-	66.555	66.555	-	66.555
4.2 Subsidiaries (Net)	(8)	-	-	-	-	-	-
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non- Financial Subsidiaries		-	-	-	-	-	-
4.3 Joint Ventures (Net)	(9)	-	-	-	-	-	-
4.3.1 Joint Ventures Valued Based on Equity Method		-	-	-	-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-	-	-	-
V. PROPERTY AND EQUIPMENT (Net)	(12)	10.813.557	859.307	11.672.864	9.775.477	503.411	10.278.888
VI. INTANGIBLE ASSETS (Net)	(13)	525.246	154.870	680.116	579.463	59.245	638.708
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		525.246	154.870	680.116	579.463	59.245	638.708
VII. INVESTMENT PROPERTIES (Net)	(14)	1.357.537	16.280	1.373.817	1.197.116	10.145	1.207.261
VIII. CURRENT TAX ASSET		-	2.013	2.013	339.626	2.897	342.523
IX. DEFERRED TAX ASSET	(15)	223.025	8.018	231.043	37.353	4.748	42.101
X. OTHER ASSETS (Net)	(17)	7.768.396	868.944	8.637.340	4.738.592	547.246	5.285.838
TOTAL ASSETS		568.326.954	363.359.264	931.686.218	481.099.564	215.115.086	696.214.650

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED BALANCE SHEET AS OF 31 DECEMBER 2021

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)

LIABILITIES	Note	Audited			Audited		
		Current Period			Prior Period		
		31 December 2021			31 December 2020		
		TRY	FC	TOTAL	TRY	FC	TOTAL
I. DEPOSITS	(1)	259.451.635	387.977.650	647.429.285	261.818.132	206.243.696	468.061.828
II. FUNDS BORROWED	(3)	938.425	16.660.140	17.598.565	706.399	12.548.123	13.254.522
III. MONEY MARKETS		137.390.073	2.644.672	140.034.745	103.487.981	1.114.631	104.602.612
IV. SECURITIES ISSUED (Net)	(4)	8.176.772	-	8.176.772	6.692.145	7.553.277	14.245.422
4.1 Bills		4.890.092	-	4.890.092	3.655.382	-	3.655.382
4.2 Assets Backed Securities		2.579.698	-	2.579.698	1.958.530	-	1.958.530
4.3 Bonds		706.982	-	706.982	1.078.233	7.553.277	8.631.510
V. FUNDS	(5)	138.541	-	138.541	3.617.303	-	3.617.303
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		138.541	-	138.541	3.617.303	-	3.617.303
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	(2)(8)	18.187	2.452.250	2.470.437	20.113	514.112	534.225
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		18.187	2.452.250	2.470.437	20.113	514.112	534.225
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
VIII. FACTORING LIABILITIES		771	1.346	2.117	1.002	636	1.638
IX. LEASE LIABILITIES	(7)	867.842	188.993	1.056.835	768.088	125.686	893.774
X. PROVISIONS	(9)	3.437.997	275.837	3.713.834	2.116.831	116.754	2.233.585
10.1 Restructuring Provisions		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		2.272.800	46.666	2.319.466	1.487.055	16.345	1.503.400
10.3 Insurance for Technical Provision (Net)		-	206.379	206.379	-	93.638	93.638
10.4 Other Provisions		1.165.197	22.792	1.187.989	629.776	6.771	636.547
XI. CURRENT TAX LIABILITY	(10)	948.351	673	949.024	777.424	989	778.413
XII. DEFERRED TAX LIABILITIES	(10)	-	2.152	2.152	331.752	2.152	333.904
XIII. NON CURRENT LIABILITIES HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	(11)	-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT INSTRUMENTS	(12)	6.051.459	15.591.893	21.643.352	6.036.525	8.824.063	14.860.588
14.1 Loans		-	15.591.893	15.591.893	-	8.824.063	8.824.063
14.2 Other Debt Instruments		6.051.459	-	6.051.459	6.036.525	-	6.036.525
XV. OTHER LIABILITIES	(6)	41.711.494	2.747.694	44.459.188	28.274.400	1.743.535	30.017.935
XVI. SHAREHOLDERS' EQUITY	(13)	42.439.742	1.571.629	44.011.371	41.839.276	939.625	42.778.901
16.1 Paid-in Capital		2.473.776	-	2.473.776	2.473.776	-	2.473.776
16.2 Capital Reserves		6.844.632	150.373	6.995.005	6.708.624	82.326	6.790.950
16.2.1 Share Premium		5.815.863	-	5.815.863	5.815.863	-	5.815.863
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		1.028.769	150.373	1.179.142	892.761	82.326	975.087
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		3.244.094	379	3.244.473	2.998.743	4.280	3.003.023
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		(1.817.314)	(278.853)	(2.096.167)	(220.937)	(218.119)	(439.056)
16.5 Profit Reserves		28.006.515	1.361.322	29.367.837	25.276.429	601.525	25.877.954
16.5.1 Legal Reserves		2.657.665	133.811	2.791.476	2.498.334	33.826	2.532.160
16.5.2 Status Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		25.301.669	168.943	25.470.612	22.730.914	104.574	22.835.488
16.5.4 Other Profit Reserves		47.181	1.058.568	1.105.749	47.181	463.125	510.306
16.6 Income or (Loss)		3.419.585	325.178	3.744.763	4.347.012	461.862	4.808.874
16.6.1 Prior Periods' Income or (Loss)		1.689.647	219.145	1.908.792	796.482	327.750	1.124.232
16.6.2 Current Period Income or (Loss)		1.729.938	106.033	1.835.971	3.550.530	134.112	3.684.642
16.7 Minority Shares	(14)	268.454	13.230	281.684	255.629	7.751	263.380
TOTAL LIABILITIES		501.571.289	430.114.929	931.686.218	456.487.371	239.727.279	696.214.650

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS AS OF
31 DECEMBER 2021

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

II. CONSOLIDATED STATEMENT OF OFF BALANCE SHEET ITEMS

	Note	Audited			Audited		
		Current Period			Prior Period		
		31 December 2021			31 December 2020		
OFF-BALANCE SHEET	TRY	FC	TOTAL	TRY	FC	TOTAL	
A. COMMITMENTS AND CONTINGENCIES (I+II+III)		177.033.710	274.567.982	451.601.692	115.245.846	128.240.627	243.486.473
I. GUARANTEES AND WARRANTIES	(1)	81.865.909	113.439.756	195.305.665	55.057.122	61.446.729	116.503.851
1.1 Letters of guarantee		71.263.082	95.656.326	166.919.408	50.051.793	52.484.618	102.536.411
1.1.1 Guarantees subject to public procurement law		4.022.784	9.819.863	13.842.647	2.868.957	6.032.807	8.901.764
1.1.2 Guarantees given for foreign trade operations		188.413	18.996.368	19.184.781	151.890	11.076.113	11.228.003
1.1.3 Other letters of guarantee		67.051.885	66.840.095	133.891.980	47.030.946	35.375.698	82.406.644
1.2 Bank loans		1.079.481	10.501.763	11.581.244	185.902	6.309.693	6.495.595
1.2.1 Import acceptances		-	272.303	272.303	-	161.040	161.040
1.2.2 Other bank acceptances		1.079.481	10.229.460	11.308.941	185.902	6.148.653	6.334.555
1.3 Letters of credit		22.275	7.111.154	7.133.429	55.249	2.554.133	2.609.382
1.3.1 Documentary letters of credit		22.275	7.111.154	7.133.429	55.249	2.554.133	2.609.382
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed refinancing		-	-	-	-	-	-
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to Central Bank of the Republic of Turkey		-	-	-	-	-	-
1.5.2 Other Endorsements		-	-	-	-	-	-
1.6 Purchase guarantees on marketable security issuance		-	-	-	-	-	-
1.7 Factoring guarantees		-	-	-	-	-	-
1.8 Other guarantees		9.501.071	170.513	9.671.584	4.764.178	98.285	4.862.463
1.9 Other sureties		-	-	-	-	-	-
II. COMMITMENTS		38.457.173	17.199.370	55.656.543	42.401.518	7.565.424	49.966.942
2.1 Irrevocable commitments	(1)	37.152.475	7.892.295	45.044.770	41.793.629	2.726.999	44.520.628
2.1.1 Forward asset purchase commitments		3.206.791	5.837.543	9.044.334	371.052	1.455.693	1.826.745
2.1.2 Forward deposit purchase and sale commitments		-	-	-	-	-	-
2.1.3 Capital commitments to subsidiaries and associates		-	-	-	-	-	-
2.1.4 Loan granting commitments		5.086.550	1.315.230	6.401.780	3.912.914	808.401	4.721.315
2.1.5 Securities underwriting commitments		-	-	-	-	-	-
2.1.6 Payment commitments for reserve deposits		-	-	-	-	-	-
2.1.7 Payment commitments for Cheques	(3)	6.146.359	-	6.146.359	4.472.298	-	4.472.298
2.1.8 Tax and fund liabilities from export commitments		106.220	-	106.220	124.240	-	124.240
2.1.9 Commitments for credit card expenditure limits		17.272.727	192.393	17.465.120	27.941.932	90.210	28.032.142
2.1.10 Commitments for credit cards and banking services promotions		27.584	-	27.584	22.752	-	22.752
2.1.11 Receivables from short sale commitments		-	-	-	-	-	-
2.1.12 Payables for short sale commitments		-	-	-	-	-	-
2.1.13 Other irrevocable commitments		5.306.244	547.129	5.853.373	4.948.441	372.695	5.321.136
2.2 Revocable commitments		1.304.698	9.307.075	10.611.773	607.889	4.838.425	5.446.314
2.2.1 Revocable loan granting commitments		-	4.340.194	4.340.194	-	2.210.353	2.210.353
2.2.2 Other revocable commitments		1.304.698	4.966.881	6.271.579	607.889	2.628.072	3.235.961
III. DERIVATIVE FINANCIAL INSTRUMENTS	(2)	56.710.628	143.928.856	200.639.484	17.787.206	59.228.474	77.015.680
3.1 Derivative financial instruments held for risk management		-	-	-	-	-	-
3.1.1 Fair value risk hedging transactions		-	-	-	-	-	-
3.1.2 Cash flow risk hedging transactions		-	-	-	-	-	-
3.1.3 Net foreign investment risk hedging transactions		-	-	-	-	-	-
3.2 Transactions for trading		56.710.628	143.928.856	200.639.484	17.787.206	59.228.474	77.015.680
3.2.1 Forward foreign currency buy/sell transactions		1.524.482	14.931.282	16.455.764	203.727	2.589.660	2.793.387
3.2.1.1 Forward foreign currency transactions-buy		770.538	9.871.952	10.642.490	114.039	2.395.844	2.509.883
3.2.1.2 Forward foreign currency transactions-sell		753.944	5.059.330	5.813.274	89.688	193.816	283.504
3.2.2 Currency and interest rate swaps		54.300.111	94.460.632	148.760.743	17.149.875	47.388.846	64.538.721
3.2.2.1 Currency swap-buy		-	45.197.519	45.197.519	-	18.551.480	18.551.480
3.2.2.2 Currency swap-sell		53.790.111	5.796.883	59.586.994	15.739.875	4.681.336	20.421.211
3.2.2.3 Interest rate swap-buy		255.000	21.733.115	21.988.115	705.000	12.078.015	12.783.015
3.2.2.4 Interest rate swap-sell		255.000	21.733.115	21.988.115	705.000	12.078.015	12.783.015
3.2.3 Currency, interest rate and marketable securities options		885.958	3.591.388	4.477.346	433.604	3.440.442	3.874.046
3.2.3.1 Currency call options		442.917	1.795.760	2.238.677	216.802	1.720.219	1.937.021
3.2.3.2 Currency put options		443.041	1.795.628	2.238.669	216.802	1.720.223	1.937.025
3.2.3.3 Interest rate call options		-	-	-	-	-	-
3.2.3.4 Interest rate put options		-	-	-	-	-	-
3.2.3.5 Marketable securities call options		-	-	-	-	-	-
3.2.3.6 Marketable securities put options		-	-	-	-	-	-
3.2.4 Currency futures		-	-	-	-	-	-
3.2.4.1 Currency futures-buy		-	-	-	-	-	-
3.2.4.2 Currency futures-sell		-	-	-	-	-	-
3.2.5 Interest rate buy/sell futures		-	-	-	-	-	-
3.2.5.1 Interest rate futures-buy		-	-	-	-	-	-
3.2.5.2 Interest rate futures-sell		-	-	-	-	-	-
3.2.6 Other		77	30.945.554	30.945.631	-	5.809.526	5.809.526
B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)		1.741.759.115	862.522.036	2.604.281.151	1.497.151.707	500.356.330	1.997.508.037
IV. CUSTODIES		715.432.584	96.026.233	811.458.817	631.841.811	61.211.567	693.053.378
4.1 Assets under management		-	-	-	-	-	-
4.2 Custody marketable securities		140.142.055	5.684.265	145.826.320	127.376.877	2.619.679	129.996.556
4.3 Cheques in collection process		35.411.665	63.657.110	99.068.775	21.031.738	44.640.396	65.672.134
4.4 Commercial notes in collection process		494.230.474	19.077.446	513.307.920	427.050.907	9.156.674	436.207.581
4.5 Other assets in collection process		-	-	-	-	-	-
4.6 Underwritten securities		-	-	-	-	-	-
4.7 Other custodies		870.991	1.702.098	2.573.089	2.319.655	1.143.741	3.463.396
4.8 Custodians		44.777.399	5.905.314	50.682.713	54.062.634	3.651.077	57.713.711
V. PLEDGED ASSETS		1.026.326.531	766.495.803	1.792.822.334	865.309.896	439.144.763	1.304.454.659
5.1 Marketable securities		9.295.804	2.381.421	11.677.225	6.996.977	1.733.141	8.730.118
5.2 Collateral notes		15.652.676	3.284.084	18.936.760	7.863.081	1.769.758	9.632.839
5.3 Commodity		25.812	-	25.812	25.813	-	25.813
5.4 Warranty		-	-	-	-	-	-
5.5 Land and buildings		778.975.982	586.021.434	1.364.997.416	650.415.346	338.008.605	988.423.951
5.6 Other pledged assets		171.863.800	112.178.647	284.042.447	169.327.906	56.874.541	226.202.447
5.7 Pledges		50.512.457	62.630.217	113.142.674	30.680.773	40.758.718	71.439.491
VI. ACCEPTED BILL GUARANTEES AND SURETIES		-	-	-	-	-	-
TOTAL OFF-BALANCE SHEET ACCOUNTS (A+B)		1.918.792.825	1.137.090.018	3.055.882.843	1.612.397.553	628.596.957	2.240.994.510

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED
31 DECEMBER 2021

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

III. CONSOLIDATED STATEMENT OF PROFIT OR LOSS

		Audited	Audited
		Current Period	Prior Period
		1 January -31 December	1 January -31 December
		2021	2020
INCOME AND EXPENSES	Note		
I. INTEREST INCOME	(1)	90.120.928	54.729.179
1.1 Interest on Loans		54.577.733	38.299.040
1.2 Interest on Reserve Requirements		3.387	1.660
1.3 Interest on Banks		1.284.000	278.677
1.4 Interest on Money Market Transactions		106.931	47.629
1.5 Interest on Marketable Securities Portfolio		33.160.653	15.337.624
1.5.1 Fair Value Through Profit or Loss		26.433	29.860
1.5.2 Fair Value Through Other Comprehensive Income		8.339.941	4.570.645
1.5.3 Measured at Amortized Cost		24.794.279	10.737.119
1.6 Financial Lease Interest Income		440.076	366.211
1.7 Other Interest Income		548.148	398.338
II. INTEREST EXPENSE (-)	(2)	64.079.138	35.197.360
2.1 Interest on Deposits		42.067.453	22.370.782
2.2 Interest on Funds Borrowed		385.278	427.462
2.3 Interest Expense on Money Market Transactions		17.743.935	8.798.676
2.4 Interest on Securities Issued		3.300.097	2.480.878
2.5 Interest on Leases		110.553	77.732
2.6 Other Interest Expenses		471.822	1.041.830
III. NET INTEREST INCOME (I - II)		26.041.790	19.531.819
IV. NET FEES AND COMMISSIONS INCOME		4.524.121	2.889.949
4.1 Fees and Commissions Received		6.254.189	3.922.178
4.1.1 Non – cash Loans		1.357.298	962.059
4.1.2 Other	(13)	4.896.891	2.960.119
4.2 Fees and Commissions Paid (-)		1.730.068	1.032.229
4.2.1 Non – cash Loans		6.554	4.228
4.2.2 Other	(13)	1.723.514	1.028.001
V. DIVIDEND INCOME	(3)	4.051	4.960
VI. TRADING INCOME / LOSS (Net)	(4)	(12.602.946)	(5.213.013)
6.1 Trading Gains / (Losses) on Securities		67.410	100.666
6.2 Gains / (Losses) on Derivate Financial Transactions		18.541.329	2.731.597
6.3 Foreign Exchange Gains / (Losses)		(31.211.685)	(8.045.276)
VII. OTHER OPERATING INCOME	(5)	6.626.116	1.820.064
VIII. GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)		24.593.132	19.033.779
IX. EXPECTED LOSS PROVISIONS (-)	(6)	12.121.844	6.980.823
X. OTHER PROVISION EXPENSES (-)	(6)	36.293	18.161
XI. PERSONNEL EXPENSE (-)		4.629.937	3.804.543
XII. OTHER OPERATING EXPENSES (-)	(7)	5.958.346	4.750.152
XIII. NET OPERATING INCOME /LOSS (IX-X-XI)		1.846.712	3.480.100
XIV. INCOME AFTER MERGER		-	-
XV. INCOME / (LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD		36.237	25.498
XVI. INCOME / (LOSS) ON NET MONETARY POSITION		-	-
XVII. PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XIII+...+XVI)	(8)	1.882.949	3.505.598
XVIII. TAX PROVISIONS FOR CONTINUED OPERATIONS (±)	(9)	(38.491)	(752.503)
18.1 Current Tax Provision		187.703	602.783
18.2 Deferred Tax Income Effect (+)		4.705.132	865.404
18.3 Deferred Tax Expense Effect (-)		4.854.344	715.684
XIX. CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVII±XVIII)	(10)	1.844.458	2.753.095
XX. INCOME FROM DISCONTINUED OPERATIONS		-	1.481.462
20.1 Income from Non-Current Assets Held for Sale		-	613.933
20.2 Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	867.529
20.3 Income from Other Discontinued Operations		-	-
XXI. EXPENSES FOR DISCONTINUED OPERATIONS (-)		-	494.089
21.1 Expenses for Non-current Assets Held for Sale		-	494.089
21.2 Loss from Sales of Associates, Subsidiaries and Joint Ventures		-	-
21.3 Expenses for Other Discontinued Operations		-	-
XXII. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (IXX-XX)	(8)	-	987.373
XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)	(9)	-	(48.603)
23.1 Current Tax Provision		-	48.981
23.2 Deferred Tax Expense Effect (+)		-	-
23.3 Deferred Tax Income Effect (-)		-	378
XXIV. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XIX±XXII)	(10)	-	938.770
XXV. NET PROFIT/(LOSS) (XVIII+XXIII)	(11)	1.844.458	3.691.865
25.1 Profit / (Loss) of Group		1.835.971	3.684.642
25.2 Profit / (Loss) of Minority Shares (-)	(12)	8.487	7.223
Profit / (Loss) Per Share (full TRY)		0,74217350	1,84326000

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED
31 DECEMBER 2021

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

		Audited	Audited
		Current Period	Prior Period
INCOME EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY		1 January -31 December 2021	1 January -31 December 2020
I.	CURRENT PERIOD INCOME/LOSS	1.844.458	3.691.865
II.	OTHER COMPREHENSIVE INCOME	(1.415.661)	(341.419)
2.1	Not Reclassified Through Profit or Loss	241.450	351.123
2.1.1	Property and Equipment Revaluation Increase/Decrease	619.526	448.027
2.1.2	Intangible Assets Revaluation Increase/Decrease	-	-
2.1.3	Defined Benefit Pension Plan Remeasurement Gain/Loss	(417.291)	(98.012)
2.1.4	Other Comprehensive Income Items Not Reclassified Through Profit or Loss	(2.440)	4.802
2.1.5	Tax on Other Comprehensive Income Items Not Reclassified Through Profit or Loss	41.655	(3.694)
2.2	Reclassified Through Profit or Loss	(1.657.111)	(692.542)
2.2.1	Foreign Currency Translation Differences	(134.384)	3.776
2.2.2	Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	(1.852.554)	(823.049)
2.2.3	Cash Flow Hedge Income/Loss	-	-
2.2.4	Foreign Net Investment Hedge Income/Loss	-	-
2.2.5	Other Comprehensive Income Items Reclassified Through Profit or Loss	-	-
2.2.6	Tax on Other Comprehensive Income Items Reclassified Through Profit or Loss	329.827	126.731
III.	TOTAL COMPREHENSIVE INCOME (I+II)	428.797	3.350.446

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED
31 DECEMBER 2021

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Audited (1 January -31 December 2020)	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss						Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss						Current Period Profit or (Loss)	Total Equity Expect Minority Shares	Minority Shares	Total Equity
	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Accumulated Revaluation Increase/Decrease of Fixed Assets	Accumulated Remeasurement Gain/Loss of Defined Benefit Pension Plan	Other(Shares of Investments Valued by Equity Method in Other Comprehensive Income Not Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Not Reclassified Through Other Profit or Loss)	Foreign Currency Translation Differences	Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income	Other (Cash Flow Hedge Gain/Loss, Shares of Investments Valued by Equity Method in Other Comprehensive Income Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Reclassified Through Other Profit or Loss)	Profit Reserves	Prior Period Profit or (Loss)				
I. Prior Period End Balance	1.250.000	39.773	-	975.617	2.665.635	(61.018)	47.283	(5.846)	259.332	-	24.052.179	419.572	2.267.608	31.910.135	287.253	32.197.388
II. Corrections and Accounting Policy Changes Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted Beginning Balance (I+II)	1.250.000	39.773	-	975.617	2.665.635	(61.018)	47.283	(5.846)	259.332	-	24.052.179	419.572	2.267.608	31.910.135	287.253	32.197.388
IV. Total Comprehensive Income	-	-	-	-	424.621	(78.300)	4.802	3.776	(696.318)	-	-	-	3.684.642	3.343.223	7.223	3.350.446
V. Capital Increase by Cash	1.223.776	5.776.224	-	-	-	-	-	-	-	-	-	-	-	7.000.000	-	7.000.000
VI. Capital Increase by Internal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Paid in Capital Inflation Adjustment Difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds to Share	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase / Decrease by Other Changes	-	(134)	-	(530)	-	-	-	-	-	-	50.299	2.481.540	(2.267.608)	263.567	(32.500)	231.067
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	1.775.476	(1.776.880)	-	(1.404)	1.404	-
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	(1.404)	-	(1.404)	1.404	-
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	1.775.476	(1.775.476)	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)	2.473.776	5.815.863	-	975.087	3.090.256	(139.318)	52.085	(2.070)	(436.986)	-	25.877.954	1.124.232	3.684.642	42.515.521	263.380	42.778.901
(1 January -31 December 2021)																
I. Prior Period End Balance	2.473.776	5.815.863	-	975.087	3.090.256	(139.318)	52.085	(2.070)	(436.986)	-	25.877.954	1.124.232	3.684.642	42.515.521	263.380	42.778.901
II. Corrections and Accounting Policy Changes Made	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted Beginning Balance (I+II)	2.473.776	5.815.863	-	975.087	3.090.256	(139.318)	52.085	(2.070)	(436.986)	-	25.877.954	1.124.232	3.684.642	42.515.521	263.380	42.778.901
IV. Total Comprehensive Income	-	-	-	-	578.018	(334.128)	(2.440)	(134.384)	(1.522.727)	-	-	-	1.835.971	420.310	8.487	428.797
V. Capital Increase by Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase by Internal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Paid in Capital Inflation Adjustment Difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds to Share	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase / Decrease by Other Changes	-	-	-	204.055	-	-	-	-	-	-	592.689	3.682.645	(3.684.642)	794.747	8.926	803.673
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	2.897.194	(2.898.085)	-	(891)	891	-
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	(891)	-	(891)	891	-
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	2.897.194	(2.897.194)	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)	2.473.776	5.815.863	-	1.179.142	3.668.274	(473.446)	49.645	(136.454)	(1.959.713)	-	29.367.837	1.908.792	1.835.971	43.729.687	281.684	44.011.371

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED
31 DECEMBER 2021

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

VI. CONSOLIDATED STATEMENT OF CASH FLOW

	Note	Audited	Audited
		Current Period	Prior Period
		1 January -31 December 2021	1 January -31 December 2020
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating profit before changes in operating assets and liabilities		(30.624.282)	4.681.250
1.1.1 Interest received		66.829.360	45.845.461
1.1.2 Interest paid		(62.211.565)	(34.737.175)
1.1.3 Dividend received		4.051	4.960
1.1.4 Fees and commissions received		5.904.352	4.550.474
1.1.5 Other income		3.410.697	1.044.949
1.1.6 Collections from previously written off loans		2.400.110	1.786.986
1.1.7 Cash payments to personnel and service suppliers		(4.682.688)	(3.846.371)
1.1.8 Taxes paid		(479.404)	(1.109.206)
1.1.9 Other	(1)	(41.799.195)	(8.858.828)
1.2 Changes in Assets and Liabilities Subject to Banking Operations		50.775.271	64.693.769
1.2.1 Net Increase / decrease in financial assets at fair value through profit or loss		(9.520.702)	581.561
1.2.2 Net (increase) / decrease in due from banks		(115.480)	-
1.2.3 Net (increase) / decrease in loans		(26.523.151)	(145.850.059)
1.2.4 Net (increase) / decrease in other assets		(46.313.725)	(10.611.237)
1.2.5 Net increase / (decrease) in bank deposits		16.477.100	7.366.126
1.2.6 Net increase / (decrease) in other deposits		65.648.431	160.055.469
1.2.7 Net Increase / decrease in financial liabilities at fair value through profit or loss		-	-
1.2.8 Net increase / (decrease) in funds borrowed		3.181.246	(1.350.472)
1.2.9 Net increase / (decrease) in matured payables		-	-
1.2.10 Net increase / (decrease) in other liabilities	(1)	47.941.552	54.502.381
I. Net cash provided from banking operations		20.150.989	69.375.019
B. CASH FLOWS FROM INVESTMENT ACTIVITIES			
II. Net cash provided from/ (used in) investing activities		(18.137.234)	(49.553.545)
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries		(57.435)	(183.498)
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries		-	225.190
2.3 Fixed assets purchases		(1.463.907)	(936.919)
2.4 Fixed assets sales		2.720.721	1.852.907
2.5 Cash paid for purchase of financial assets at fair value through other comprehensive income		(9.217.105)	(58.930.404)
2.6 Cash obtained from sale of financial assets at fair value through other comprehensive income		3.189.231	10.889.499
2.7 Cash paid for purchase of investment securities		(23.878.099)	(19.468.313)
2.8 Cash obtained from sale of investment securities		10.839.704	17.561.792
2.9 Other		(270.344)	(563.799)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net cash flow from financing activities		(5.632.148)	434.302
3.1 Cash obtained from loans borrowed and securities issued		12.527.707	13.855.727
3.2 Cash used for repayment of loans borrowed and securities issued		(17.927.019)	(20.198.723)
3.3 Bonds issued		-	7.000.000
3.4 Dividends paid		-	-
3.5 Payments for leases		(232.836)	(222.702)
3.6 Other		-	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents	(1)	24.031.077	(1.597.022)
V. Net increase / (decrease) in cash and cash equivalents		20.412.684	18.658.754
VI. Cash and cash equivalents at beginning of the period	(4)	43.121.553	24.462.799
VII. Cash and cash equivalents at end of the period	(5)	63.534.237	43.121.553

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF PROFIT DISTRIBUTION FOR THE PERIOD ENDED
31 DECEMBER 2021

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

VII. STATEMENT OF PROFIT DISTRIBUTION

	Audited	Audited
	Current Period *	Prior Period
	31 December 2021	31 December 2020
I. DISTRIBUTION OF CURRENT YEAR PROFIT		
1.1. Current Period Profit	1.406.093	3.229.900
1.2. Taxes and Legal Duties Payables (-)	101.636	(629.855)
1.2.1. Corporate Tax (Income Tax)	(19.615)	(491.513)
1.2.2. Withholding Tax	-	-
1.2.3. Other Taxes and Duties	121.251	(138.342)
A. Net Profit For The Period (1.1-1.2)	1.507.729	2.600.045
1.3. Accumulated Losses (-)	-	-
1.4. First Legal Reserves (-)	-	130.002
1.5. Other Statutory Reserves (-)	-	-
B. Net Profit Available for Distribution [(A-(1.3+1.4+1.5))]**	-	2.470.043
1.6. First Dividend to shareholders (-)	-	-
1.6.1. To Owners of Ordinary Shares	-	-
1.6.2. To Owners of Privileged Shares	-	-
1.6.3. To Owners of Redeemed Shares	-	-
1.6.4. To Profit Sharing Bonds	-	-
1.6.5. To Holders of Profit and Loss Sharing Certificates	-	-
1.7. Dividends to personnel (-)	-	-
1.8. Dividends to Board of Directors (-)	-	-
1.9. Second Dividend to Shareholders (-)	-	-
1.9.1. To Owners of Ordinary Shares	-	-
1.9.2. To Owners of Privileged Shares	-	-
1.9.3. To Owners of Redeemed Shares	-	-
1.9.4. To Profit Sharing Bonds	-	-
1.9.5. To Holders Of Profit And Loss Sharing Certificates	-	-
1.10. Statutory reserves (-)	-	2.470.043
1.11. General reserves	-	-
1.12. Other reserves	-	1.163.178
1.13. Special funds	-	-
II. Distribution of Reserves		
2.1. Appropriated Reserves	-	-
2.2. Second Legal Reserves (-)	-	-
2.2.1. Dividends to Shareholders (-)	-	-
2.2.2. To Owners of Ordinary Shares	-	-
2.3.3. To Owners of Privileged Shares	-	-
2.3.4. To Profit Sharing Bonds	-	-
2.3.5. To Holders of Profit and Loss Sharing Certificates	-	-
2.3. Dividends to Personnel (-)	-	-
2.4. Dividends to the Boards of Directors (-)	-	-
III. Earnings per Share		
3.1. To Owners of Ordinary Shares	0,6094849	1,051043
3.2. To Owners of Ordinary Shares (%)	%60,95	%105,10
3.3. To Owners of Privileged Shares	-	-
3.4. To Owners of Privileged Shares (%)	-	-
IV. Dividend per Share		
4.1. To Owners of Ordinary Shares	-	-
4.2. To Owners of Ordinary Shares (%)	-	-
4.3. To Owners of Privileged Shares	-	-
4.4. To Owners of Privileged Shares (%)	-	-

(*) As of 31 December 2021 financial reporting date, General Assembly has not been held yet.

(**) Under the TFRS-9 standard, returns on the sales of partnerships reported at fair value are put down in the equities account. The 75% exception to these returns, as provided by Article 5/1/e, Corporate Tax no. 5520, amounts to TRY 1.163.178 and this will continue to be put down in the special funds account.

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