

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**

FINANCIAL STATEMENTS  
AS OF 31 DECEMBER 2025 AND INDEPENDENT  
AUDITOR'S REPORT

(CONVENIENCE TRANSLATION OF  
THE REPORT AND FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH)

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COMPANY STATEMENT RELATED TO THE  
FINANCIAL STATEMENTS AS OF 31 DECEMBER 2025

We hereby declare that the accompanying financial statements as of 31 December 2025 and the related explanations and notes to these statements have been prepared in accordance with the accounting principles and standards in force as per the insurance legislation and are in compliance with the relevant legislation and the Company's records.

Türkiye Hayat ve Emeklilik A.Ş.

23 January 2026

Aziz Murat ULUĞ  
Chairman of Board

Taha ÇAKMAK  
Vice Chairman & CEO

Prof.Dr. Murat AKBALIK  
Head of the Audit Committee

Yavuz KAYNARCA  
Member of the Audit Committee

Mahmut Subutay ÇELİK  
Member of the Audit Committee

Murat SÜZER  
Chief Financial Officer

Andaç YILMAZ  
Actuary-Register No: 52

**Türkiye Hayat ve Emeklilik A.Ş.**

Levent Mah. Çayır Çimen Sokak, No:7  
34330 Levent - Beşiktaş / İSTANBUL

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**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF BALANCE SHEETS**  
**AS OF 31 DECEMBER 2025 AND 31 DECEMBER 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

<b>ASSETS</b>			
<b>I- Current Assets</b>	<b>Notes</b>	<b>Audited Current Period 31 December 2025</b>	<b>Audited Prior Period 31 December 2024</b>
<b>A- Cash and Cash Equivalents</b>	<b>14</b>	<b>4.143.790.478</b>	<b>3.587.547.030</b>
1- Cash		-	-
2- Cheques Received		-	-
3- Cash at Banks	2.12 and 14	2.256.105.907	2.517.582.394
4- Cheques Given and Payment Orders		-	-
5- Bank Warrantied and Shorter Than 3 Months Credit Card Receivables	2.12 and 14	1.887.684.571	1.069.964.636
6- Other Cash and Cash Equivalents		-	-
<b>B- Financial Assets and Financial Investments with Risks on Policyholders</b>	<b>11.1</b>	<b>46.282.847.071</b>	<b>25.021.128.618</b>
1- Available-for-Sale Financial Asset	11.1	18.262.780.015	8.066.673.361
2- Held to Maturity Investments	11.1	5.809.866.632	15.789
3- Financial Assets Held for Trading	11.1	21.668.819.701	16.573.244.943
4- Loans		-	-
5- Provision for Loans (-)		-	-
6- Financial Investments with Risks on Saving Life Policyholders	11.1	541.380.723	381.194.525
7- Company's Own Equity Shares		-	-
8- Diminution in Value of Financial Investments (-)		-	-
<b>C- Receivables from Main Operations</b>	<b>12.1</b>	<b>5.248.934.561</b>	<b>1.940.454.149</b>
1- Receivables from Insurance Operations	12.1	4.540.480.913	1.470.735.855
2- Provision for Receivables from Insurance Operations (-)	12.1	(55.322.634)	(11.245.590)
3- Receivables from Reinsurance Operations	12.1	-	-
4- Provision for Receivables from Reinsurance Operations (-)		-	-
5- Cash Deposits on Insurance and Reinsurance Companies		-	-
6- Loans to Policyholders		-	-
7- Provision for Loans to Policyholders (-)		-	-
8- Receivables from Pension Operations	12.1 and 47.1	763.776.282	480.963.884
9- Doubtful Receivables from Main Operations		-	-
10- Provision for Doubtful Receivables from Main Operations		-	-
<b>D- Due from Related Parties</b>		<b>528.025</b>	<b>-</b>
1- Due from Shareholders		-	-
2- Due from Associates		-	-
3- Due from Subsidiaries		-	-
4- Due from Joint Ventures		-	-
5- Due from Personnel		528.025	-
6- Due from Other Related Parties		-	-
7- Rediscount on Receivables from Related Parties (-)		-	-
8- Doubtful Receivables from Related Parties		-	-
9- Provision for Doubtful Receivables from Related Parties (-)		-	-
<b>E- Other Receivables</b>	<b>47.1</b>	<b>6.616.654</b>	<b>25.963</b>
1- Finance Lease Receivables		-	-
2- Unearned Finance Lease Interest Income (-)		-	-
3- Deposits and Guarantees Given	47.1	-	22.585
4- Other Miscellaneous Receivables	47.1	6.616.654	3.378
5- Rediscount on Other Miscellaneous Receivables (-)		-	-
6- Other Doubtful Receivables	47.1	-	597.586
7- Provision for Other Doubtful Receivables (-)	47.1	-	(597.586)
<b>F- Prepaid Expenses and Income Accruals</b>		<b>3.492.092.993</b>	<b>2.286.746.867</b>
1- Deferred Acquisition Costs	17.15	3.353.702.362	2.108.145.827
2- Accrued Profit and Rent Income		-	-
3- Income Accruals		-	-
4- Other Prepaid Expenses	47.1	138.390.631	178.601.040
<b>G- Other Current Assets</b>		<b>241.588.500</b>	<b>42.117.738</b>
1- Stocks to be used in the Following Months		-	-
2- Prepaid Taxes and Funds		-	-
3- Deferred Tax Assets		-	-
4- Business Advances		241.529.252	42.117.738
5- Advances Given to Personnel		59.248	-
6- Inventory Count Deficiency		-	-
7- Other Miscellaneous Current Assets	47.1	-	-
8- Provision for Other Miscellaneous Current Assets (-)		-	-
<b>I- Total Current Assets</b>		<b>59.416.398.282</b>	<b>32.878.020.365</b>

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

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF BALANCE SHEETS**  
**AS OF 31 DECEMBER 2025 AND 31 DECEMBER 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

ASSETS			
II- Non-Current Assets	Notes	Audited Current Period 31 December 2025	Audited Prior Period 31 December 2024
<b>A- Receivables from Main Operations</b>	2.14 and 17.5	486.316.813.473	265.415.877.797
1- Receivables from Insurance Operations		-	-
2- Provision for Receivables from Insurance Operations (-)		-	-
3- Receivables from Reinsurance Operations		-	-
4- Provision for Receivables from Reinsurance Operations (-)		-	-
5- Cash Deposited for Insurance and Reinsurance Companies		-	-
6- Loans to Policyholders		-	-
7- Provision for Loans to the Policyholders (-)		-	-
8- Receivables from Pension Operations	2.14 and 17.5	486.316.813.473	265.415.877.797
9- Doubtful Receivables from Main Operations		-	-
10- Provision for Doubtful Receivables from Main Operations (-)		-	-
<b>B- Due from Related Parties</b>		-	-
1- Due from Shareholders		-	-
2- Due from Associates		-	-
3- Due from Subsidiaries		-	-
4- Due from Joint Ventures		-	-
5- Due from Personnel		-	-
6- Due from Other Related Parties		-	-
7- Rediscount on Receivables from Related Parties (-)		-	-
8- Doubtful Receivables from Related Parties		-	-
9- Provision for Doubtful Receivables from Related Parties (-)		-	-
<b>C- Other Receivables</b>		341.949	340.475
1- Finance Lease Receivables		-	-
2- Unearned Finance Lease Interest Income (-)		-	-
3- Deposits and Guarantees Given		341.949	340.475
4- Other Miscellaneous Receivables		-	-
5- Rediscount on Other Miscellaneous Receivables (-)		-	-
6- Other Doubtful Receivables		-	-
7- Provision for Other Doubtful Receivables (-)		-	-
<b>D- Financial Assets</b>	9	4.740.325	3.835.863
1- Investments in Equity Shares	9	4.740.325	3.835.863
2- Investments in Associates		-	-
3- Capital Commitments to Associates (-)		-	-
4- Investments in Subsidiaries		-	-
5- Capital Commitments to Subsidiaries (-)		-	-
6- Investments in Joint Ventures		-	-
7- Capital Commitments to Joint Ventures (-)		-	-
8- Financial Assets and Financial Investments with the Risks on Policyholders		-	-
9- Other Financial Assets		-	-
10- Impairment in Value of Financial Assets (-)		-	-
<b>E- Tangible Assets</b>	6 and 7	1.486.356.915	1.149.377.730
1- Investment Property	7	1.140.414.298	956.894.298
2- Impairment in Value of Investment Properties (-)		-	-
3- Land and Buildings Held for Utilization	6	71.204.400	58.884.400
4- Machinery and Equipment		-	-
5- Furnitures and Fixtures	6	278.426.991	163.163.618
6- Motor Vehicles	6	3.587.981	1.572.313
7- Other Tangible Assets, Including Leasehold Improvements	6	52.775.711	50.538.339
8- Tangible Assets Acquired Through Finance Leases	6	181.430.036	162.893.106
9- Accumulated Amortizations	6	(241.482.502)	(244.568.344)
10- Advances Given for Tangible Assets (including construction in progress)		-	-
<b>F- Intangible Assets</b>	8	236.883.593	164.913.153
1- Right	8	526.051.445	354.953.413
2- Goodwill		-	-
3- Pre-Operating Expenses		-	-
4- Research and Development Costs		-	-
5- Other Intangible Assets	8	-	657
6- Accumulated Amortizations (-)	8	(289.167.852)	(190.040.917)
7- Advances Paid for Intangible Assets		-	-
<b>G- Prepaid Expenses and Income Accruals</b>		45.516.426	21.614.777
1- Deferred Acquisition Expenses		-	-
2- Income Accruals		-	-
3- Other Prepaid Expenses and Income Accruals		45.516.426	21.614.777
<b>H- Other Non-Current Assets</b>		1.153.736.435	628.629.222
1- Effective Foreign Currency Accounts		-	-
2- Foreign Currency Accounts		-	-
3- Stocks to be Used in the Following Years		-	-
4- Prepaid Taxes and Funds		-	-
5- Deferred Tax Assets	21	1.153.736.435	628.629.222
6- Other Miscellaneous Non-Current Assets		-	-
7- Depreciation on Other Non-Current Assets (-)		-	-
8- Provision for Other Non-Current Assets (-)		-	-
<b>II- Total Non-Current Assets</b>		489.244.389.116	267.384.589.017
<b>Total Assets</b>		548.660.787.398	300.262.609.382

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

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF BALANCE SHEETS**  
**AS OF 31 DECEMBER 2025 AND 31 DECEMBER 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

<b>LIABILITIES</b>			
<b>III - Short Term Liabilities</b>	<b>Notes</b>	<b>Audited Current Period 31 December 2025</b>	<b>Audited Prior Period 31 December 2024</b>
<b>A- Financial Liabilities</b>	<b>20</b>	<b>2.544.437.939</b>	<b>31.772.522</b>
1- Borrowings to Financial Institutions		-	-
2- Finance Lease Payables	20	144.552.161	31.772.522
3- Deferred Leasing Costs (-)		-	-
4- Current Portion of Long-Term Debts		-	-
5- Principal, Installments and Interests on Bonds Issued		-	-
6- Other Financial Assets Issued		-	-
7- Valuation Differences of Other Financial Assets Issued (-)		-	-
8- Other Financial Liabilities	20	2.399.885.778	-
<b>B- Payables Arising from Main Operations</b>	<b>19</b>	<b>2.486.559.813</b>	<b>1.745.538.147</b>
1- Payables Arising from Insurance Operations	4 and 19	104.126.461	383.317.238
2- Payables Arising from Reinsurance Operations	19	121.915	499.064
3- Cash Deposited by Insurance and Reinsurance Companies		-	-
4- Payables Arising from Individual Pension Business	4, 19 and 47.1	2.355.760.182	1.330.955.873
5- Payables from Other Main Activities	4, 19 and 47.1	26.551.255	30.765.972
6- Discount on Payables from Other Main Operations (-)		-	-
<b>C- Due to Related Parties</b>		<b>1.230.990</b>	<b>179.819.400</b>
1- Due to Shareholders	4 and 45	-	178.577.269
2- Due to Associates		-	-
3- Due to Subsidiaries		-	-
4- Due to Joint Ventures		-	-
5- Due to Personnel	4	1.230.990	1.242.131
6- Due to Other Related Parties		-	-
<b>D- Other Payables</b>	<b>19</b>	<b>214.938.616</b>	<b>241.846.443</b>
1- Deposits and Guarantees Received	4 and 19	7.368.109	2.398.102
2- Debts to SSI for Treatment Expenses		-	-
3- Other Miscellaneous Payables	4, 19 and 47.1	207.570.507	239.448.341
4- Discount on Other Miscellaneous Payables		-	-
<b>E- Insurance Technical Provisions</b>		<b>10.587.318.095</b>	<b>7.405.912.136</b>
1- Reserve for Unearned Premiums – Net	2.24, 4 and 17.15	7.825.287.341	5.348.219.764
2- Reserve for Unexpired Risks – Net		-	-
3- Life Mathematical Provisions – Net	2.24, 4 and 17.2	157.120.203	149.512.969
4- Provision for Outstanding Claims – Net	2.24, 4 and 17.15	2.494.935.136	1.900.411.619
5- Provision for Bonus and Discounts – Net	2.24	109.975.415	7.767.784
6- Other Technical Provisions – Net		-	-
<b>F- Provisions for Taxes and Other Similar Liabilities</b>		<b>2.593.427.029</b>	<b>1.352.302.706</b>
1- Taxes and Funds Payable		610.902.881	309.092.014
2- Social Security Premiums Payable		72.748.823	67.431.317
3- Overdue, Deferred or By Installment Taxes and Other Liabilities		-	-
4- Other Taxes and Liabilities Payable		-	-
5- Corporate Tax Liability Provision on Period Profit	35	5.855.923.565	3.345.549.949
6- Prepaid Taxes and Other Liabilities on Period Profit	35	(3.946.148.240)	(2.369.770.574)
7- Provisions for Other Taxes and Liabilities		-	-
<b>G- Provisions for Other Risks</b>	<b>23</b>	<b>4.374.186.210</b>	<b>2.408.851.002</b>
1- Provision for Termination Indemnities		-	-
2- Provision for Pension Fund Deficits		-	-
3- Provision for Costs	23	4.374.186.210	1.539.709.699
<b>H- Deferred Income and Expense Accruals</b>			-
1- Deferred Commission Income		-	-
2- Expense Accruals		-	-
3- Other Deferred Income and Expense Accruals		-	-
<b>I- Other Short-Term Liabilities</b>		<b>3.442.783</b>	<b>3.796.147</b>
1- Deferred Tax Liabilities		-	-
2- Inventory Count Differences		-	-
3- Other Miscellaneous Short-Term Liabilities	47.1	3.442.783	3.796.147
<b>III- Other Various Short-Term Liabilities</b>		<b>22.805.541.475</b>	<b>13.369.838.503</b>

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

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF BALANCE SHEETS**  
**AS OF 31 DECEMBER 2025 AND 31 DECEMBER 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

<b>LIABILITIES</b>			
<b>IV - Long-Term Liabilities</b>	<b>Notes</b>	<b>Audited Current Period 31 December 2025</b>	<b>Audited Prior Period 31 December 2024</b>
<b>A- Financial Liabilities</b>		<b>56.872.006</b>	<b>2.216.090</b>
1- Borrowings to Financial Institutions		-	-
2- Finance Lease Payables	20	56.872.006	2.216.090
3- Deferred Leasing Costs (-)		-	-
4- Bond Issued		-	-
5- Other Financial Assets Issued		-	-
6- Valuation Differences of Other Financial Assets Issued (-)		-	-
7- Other Financial Liabilities		-	-
<b>B- Payables Arising from Main Activities</b>	<b>2.14, 17.5</b>	<b>486.316.813.473</b>	<b>265.415.877.797</b>
1- Payables Arising from Insurance Operations		-	-
2- Payables Arising from Reinsurance Operations		-	-
3- Cash Deposited by Insurance and Reinsurance Companies		-	-
4- Payables Arising from Individual Pension Business	2.14, 17.5	486.316.813.473	265.415.877.797
5- Payables Arising from Other Operations		-	-
6- Discount on Payables from Other Operations (-)		-	-
<b>C- Due to Related Parties</b>		-	-
1- Due to Shareholders		-	-
2- Due to Associates		-	-
3- Due to Subsidiaries		-	-
4- Due to Joint Ventures		-	-
5- Due to Personnel		-	-
6- Due to Other Related Parties		-	-
<b>D- Other Payables</b>		-	-
1- Deposits and Guarantees Received		-	-
2- Debts to SSI for Treatment Expenses		-	-
3- Other Miscellaneous Liabilities		-	-
4- Discount on Other Miscellaneous Payables (-)		-	-
<b>E- Insurance Technical Provisions</b>		<b>7.361.001.508</b>	<b>2.936.661.883</b>
1- Reserve for Unearned Premiums – Net		-	-
2- Reserve for Unexpired Risks – Net		-	-
3- Life Mathematical Provisions – Net	4 and 17.2	6.477.544.860	2.299.594.661
4- Provision for Outstanding Claim – Net		-	-
5- Provision for Bonus and Discounts – Net		-	-
6- Other Technical Provisions – Net	2.24, 4 and 17	883.456.648	637.067.222
<b>F-Other Liabilities and Relevant Accruals</b>		-	-
1- Other Liabilities Payable		-	-
2- Overdue, Deferred or Installment Taxes and Other Liabilities		-	-
3- Other Liabilities for Expense Accruals		-	-
<b>G- Provisions for Other Risks</b>	<b>22</b>	<b>202.002.324</b>	<b>164.946.198</b>
1- Provision for Severance Pay	22	202.002.324	164.946.198
2- Provision for Employee Pension Funds Deficits		-	-
<b>H- Deferred Income and Expense Accruals</b>		-	-
1- Deferred Income		-	-
2- Expense Accruals		-	-
3- Other Deferred Income and Expense Accruals		-	-
<b>I- Other Long-Term Liabilities</b>		-	-
1- Deferred Tax Liabilities		-	-
2- Other Long-Term Liabilities		-	-
<b>IV- Total Long-Term Liabilities</b>		<b>493.936.689.311</b>	<b>268.519.701.968</b>

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

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF BALANCE SHEETS**  
**AS OF 31 DECEMBER 2025 AND 31 DECEMBER 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

<b>EQUITY</b>			
<i>V - Equity</i>	Notes	Audited Current Period 31 December 2025	Audited Prior Period 31 December 2024
<b>A- Paid-In Capital</b>		<b>5.020.102.795</b>	<b>775.855.185</b>
1- (Nominal) Capital	2.13 and 15	5.000.000.000	755.752.390
2- Unpaid Capital (-)		-	-
3- Positive Capital Restatement Differences		20.102.795	20.102.795
4- Negative Capital Restatement Differences (-)		-	-
5- Capital to Be Registered		-	-
<b>B- Capital Reserves</b>		<b>152.699.784</b>	<b>102.573.142</b>
1- Share Premium		-	-
2- Cancellation Profits of Equity Shares		-	-
3- Profit on Asset Sales That Will Be Transferred to Capital		-	-
4- Currency Translation Adjustments		-	-
5- Other Capital Reserves	15	152.699.784	102.573.142
<b>C- Profit Reserves</b>		<b>11.263.517.410</b>	<b>8.180.615.157</b>
1- Legal Reserves	15	1.217.281.655	971.060.417
2- Statutory Reserves		-	-
3- Extraordinary Reserves	15	9.811.467.261	7.499.065.612
4- Special Funds (Reserves)		-	-
5- Valuation of Financial Assets	15	317.423.513	(192.773.059)
6- Other Profit Reserves	15	(82.655.019)	(96.737.813)
<b>D- Retained Earnings</b>		<b>11.154.930</b>	<b>11.154.930</b>
1- Retained Earnings		11.154.930	11.154.930
<b>E- Accumulated Losses (-)</b>		<b>-</b>	<b>-</b>
1- Accumulated Losses		-	-
<b>F- Net Profit / Loss for the Period</b>		<b>15.471.081.693</b>	<b>9.302.870.497</b>
1- Net Profit for the Year		15.471.081.693	9.302.870.497
2- Net Loss for the Year (-)		-	-
3- Net Profit That Is Not Subject to Distribution		-	-
<b>Total Equity</b>		<b>31.918.556.612</b>	<b>18.373.068.911</b>
<b>Total Equity and Liabilities</b>		<b>548.660.787.398</b>	<b>300.262.609.382</b>

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

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF INCOME**  
**FOR THE PERIOD 1 JANUARY – 31 DECEMBER 2025 AND 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

	Notes	Audited Current Period 1 January - 31 December 2025	Audited Prior Period 1 January - 31 December 2024
<b>I - TECHNICAL SECTION</b>			
<b>A- Non-Life Technical Income</b>		<b>6.349.245</b>	<b>8.642.095</b>
1- Earned Premiums (Net of Reinsurer Share)		4.451.766	6.926.339
1.1- Written Premiums (Net of Reinsurer Share)	24	3.916.093	4.571.969
1.1.1- Written Premiums gross	24	3.925.880	4.590.811
1.1.2- Written Premiums, ceded	10 and 24	(9.787)	(18.842)
1.1.3- Premiums transferred to SSI		-	-
1.2- Change in Reserve for Unearned Premiums (Net of Reinsurer Share and Provision Carried Forward)	17	535.673	2.354.370
1.2.1- Reserve for Unearned Premiums	17	535.673	2.354.370
1.2.2- Reserve for Unearned Premiums, ceded		-	-
1.2.3 SSI Share of Reserve for Unearned Premium		-	-
1.3- Changes in Reserve for Unexpired Risks (Net of Reinsurer Share and Less the Amounts Carried Forward)		-	-
1.3.1- Reserve for Unexpired Risks, gross		-	-
1.3.2- Reserve for Unexpired Risks, ceded		-	-
2- Investment Income Transferred from Non-Technical Section		1.459.496	1.715.756
3- Other Technical Income - (Net of Reinsurer Share)		437.983	-
3.1- Other Technical Income, gross		437.983	-
3.2- Other Technical Income, ceded		-	-
4- Accrued salvage and subrogation income		-	-
<b>B- Non-Life Technical Expense (-)</b>		<b>(56.535.653)</b>	<b>(46.204.542)</b>
1- Incurred Losses - (Net of Reinsurer Share)		(1.004.859)	648.738
1.1- Claims Paid - (Net of Reinsurer Share)		(1.014.511)	(1.566.616)
1.1.1- Claims Paid, gross		(1.026.011)	(1.947.533)
1.1.2- Claims Paid, ceded	10	11.500	380.917
1.2- Change in Provisions for Outstanding Claims (Net of Reinsurer Share and Provision Carried Forward)		9.652	2.215.354
1.2.1- Change in Provision for Outstanding Claims, gross		1.333.581	3.239.145
1.2.2- Change in Provision for Outstanding Claims, ceded	10	(1.323.929)	(1.023.791)
2- Change in Provisions for Bonus and Discounts (Net of Reinsurer Share and Provision Carried Forward)		-	-
2.1- Provisions for Bonus and Discounts, gross		-	-
2.2- Provision for Bonus and Discounts, ceded		-	-
3- Change in Other Technical Reserves (Net of Reinsurer Share and Less the Amounts Carried Forward)		-	-
4- Operating Expenses	31	(55.530.794)	(46.853.280)
5- Change in Mathematical Provisions (Net of Reinsurer Share and Provision Carried Forward)		-	-
5.1- Mathematical Provisions		-	-
5.2- Mathematical Provisions, ceded		-	-
6- Other Technical Expenses		-	-
6.1- Other Technical Expenses, gross		-	-
6.2- Gross Other Technical Expenses, ceded		-	-
<b>C- Net Technical Income - Non-Life (A - B)</b>		<b>(50.186.408)</b>	<b>(37.562.447)</b>

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

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF INCOME**  
**FOR THE PERIOD 1 JANUARY – 31 DECEMBER 2025 AND 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

<i>I - TECHNICAL SECTION</i>	Notes	Audited Current Period 1 January - 31 December 2025	Audited Current Period 1 January - 31 December 2024
<b>D- Life Technical Income</b>		<b>27.048.237.036</b>	<b>12.225.398.110</b>
1- Earned Premiums (Net of Reinsurer Share)		26.757.044.523	12.053.833.338
1.1- Written Premiums (Net of Reinsurer Share)	24	29.234.647.774	14.214.794.597
1.1.1- Written Premiums, gross	24	29.340.585.987	14.282.483.615
1.1.2- Written Premiums, ceded	10 and 24	(105.938.213)	(67.689.018)
1.2- Change in Reserve for Unearned Premiums (Net of Reinsurer Shares and Less the Amounts Carried Forward)	17	(2.477.603.251)	(2.160.961.259)
1.2.1- Reserve for Unearned Premiums, gross	17	(2.477.603.251)	(2.160.961.259)
1.2.2- Reserve for Unearned Premiums, ceded		-	-
1.3- Change in Reserve for Unexpired Risks (Net of Reinsurer Share and Less the Amounts Carried Forward)		-	-
1.3.1- Reserve for Unexpired Risks, gross		-	-
1.3.2- Reserve for Unexpired Risks, ceded		-	-
2- Investment Income	26	189.939.943	135.608.089
3- Unrealized Gains on Investments		-	-
4- Other Technical Income (Net of Reinsurer Share)		101.252.570	35.956.683
4.1- Other Technical Expenses, gross		101.252.570	35.956.683
4.2- Gross Other Technical Expenses, reinsurer share		-	-
5- Accrued subrogation income		-	-
<b>E- Life Technical Expense</b>		<b>(19.668.072.787)</b>	<b>(8.408.658.872)</b>
1- Incurred Losses (Net of Reinsurer Share)		(3.877.106.274)	(2.727.097.921)
1.1- Claims Paid (Net of Reinsurer Share)		(3.282.573.105)	(2.204.965.601)
1.1.1- Claims Paid, gross		(3.285.253.195)	(2.212.987.647)
1.1.2- Claims Paid, ceded	10	2.680.090	8.022.046
1.2- Change in Provisions for Outstanding Claims (Net of Reinsurer Share and Less the Amounts Carried Forward)		(594.533.169)	(522.132.320)
1.2.1- Change in Provision for Outstanding Claims, gross	17	(595.264.732)	(519.893.067)
1.2.2- Change in Provision for Outstanding Claims, ceded	10	731.563	(2.239.253)
2- Change in Provisions for Bonus and Discounts (Net of Reinsurer Share and Less the Amounts Carried Forward)		(102.207.632)	(7.767.784)
2.1- Provisions for Bonus and Discounts, gross		(102.241.683)	(7.767.784)
2.2- Provisions for Bonus and Discounts, ceded		34.051	-
3- Change in Life Mathematical Provisions (Net of Reinsurer Share and Less the Amounts Carried Forward)		(4.185.557.433)	(84.340.650)
3.1- Mathematical Reserves		(4.185.557.433)	(84.340.650)
3.1.1- Actuarial Mathematical Reserves		(4.185.557.433)	(84.340.650)
3.2.1- Reinsurer Share' Actuarial Mathematical Reserves		-	-
3.2.2 Reinsurer Share of Profit Reserve (for Permanent Life Insurance Policies)		-	-
4- Change in Other Technical Reserves	17	(246.389.426)	(138.088.776)
5- Operating Expenses	31	(11.103.137.334)	(5.356.279.849)
6- Investment Expenses	26	(7.794.303)	(4.813.863)
7- Unrealised Losses on Investment		-	-
8- Investment Income Transferred to the Non-Life Technical Section		(145.880.385)	(90.270.029)
<b>F- Net Technical Income - Life (D - E)</b>		<b>7.380.164.249</b>	<b>3.816.739.238</b>
<b>G- Pension Business Technical Income</b>		<b>5.320.655.777</b>	<b>3.518.138.554</b>
1- Fund Management Income		3.892.055.258	2.518.394.475
2- Management Fee		800.627.155	598.299.809
3- Entrance Fee Income	25	453.772.446	299.262.320
4- Management Expense Charge in Case of Suspension		71.820.904	43.141.124
5- Income from Individual Service Charges		-	-
6- Increase in Value of Capital Allowances Given as Advance		-	-
7- Other Technical Income		102.380.014	59.040.826
<b>H- Pension Business Technical Expense</b>		<b>(4.402.205.863)</b>	<b>(2.366.465.466)</b>
1- Fund Management Expense		(206.402.605)	(115.872.656)
2- Decrease in Value of Capital Allowances Given as Advance		-	-
3- Operating Expenses	31	(3.460.755.401)	(1.800.461.233)
4- Other Technical Expenses		(735.047.857)	(450.131.577)
<b>I- Net Technical Income - Pension Business (G - H)</b>		<b>918.449.914</b>	<b>1.151.673.088</b>

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

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF INCOME**  
**FOR THE PERIOD 1 JANUARY – 31 DECEMBER 2025 AND 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

	Notes	Audited Current Period 1 January - 31 December 2025	Audited Current Period 1 January - 31 December 2024
<b>II - NON-TECHNICAL SECTION</b>			
<b>C- Net Technical Income - Non-Life (A-B)</b>		(50.186.408)	(37.562.447)
<b>F- Net Technical Income - Life (D-E)</b>		7.380.164.249	3.816.739.238
<b>I – Net Technical Income - Pension Business (G-H)</b>		918.449.914	1.151.673.088
<b>J- Total Net Technical Income (C+F+I)</b>		8.248.427.755	4.930.849.879
<b>K- Investment Income</b>		15.619.094.111	11.717.437.303
1- Income from Financial Assets	26	8.283.619.616	6.663.004.741
2- Income from Disposal of Financial Assets	26	1.065.435.051	1.392.515.414
3- Valuation of Financial Assets	26	5.408.156.161	2.618.016.176
4- Foreign Exchange Gains	36	513.820.950	545.590.813
5- Income from Associates		-	-
6- Income from Subsidiaries and Joint Ventures		-	-
7- Income from Property, Plant and Buildings		198.638.370	332.716.887
8- Income from Derivatives Transactions	13 and 26	-	75.263.947
9- Other Investments		3.543.578	59.296
10- Income Transferred from Life Section		145.880.385	90.270.029
<b>L- Investment Expense</b>		(1.348.543.375)	(2.519.178.151)
1- Investment Management Expenses – Interest Included	26 and 34	(856.221.846)	(1.872.974.285)
2- Diminution in Value of Investments		-	-
3- Loss from Disposal of Financial Assets	26	-	(41.191.231)
4- Investment Income Transferred to Non-Life Technical Section		(1.459.496)	(1.715.756)
5- Loss from Derivative Transactions		-	-
6- Foreign Exchange Losses	36	(19.911.120)	(69.409.010)
7- Depreciation and Amortization Expenses		(213.063.937)	(130.348.329)
8- Other Investment Expenses	26	(257.886.976)	(403.539.540)
<b>M- Income and Expenses from Other and Extraordinary Operations</b>		(1.191.973.233)	(1.480.688.585)
1- Provisions	47.5	(1.846.018.876)	(1.907.611.683)
2- Rediscunts		-	-
3- Monetary Gains and Losses		-	-
4- Inflation Adjustment Account		-	-
5- Deferred Tax Assets	21 and 35	711.991.730	-
6- Deferred Tax Liabilities		-	483.742.588
7- Other Income		663.246	919.962
8- Other Expenses and Losses	47.1	(58.609.333)	(57.739.452)
9- Prior Year's Income		-	-
10- Prior Year's Expenses and Losses		-	-
<b>N- Net Profit of Loss for the Year</b>	<b>37</b>	<b>15.471.081.693</b>	<b>9.302.870.497</b>
1- Profit of Loss for the Year		21.327.005.258	12.648.420.446
2- Corporate Tax Provision and Other Fiscal Liabilities	35	(5.855.923.565)	(3.345.549.949)
3- Net Profit of Loss for the Year		15.471.081.693	9.302.870.497
4- Inflation Adjustment Account		-	-

The accompanying notes are an integral part of these financial statements

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF CASH FLOWS**  
**FOR THE PERIOD 1 JANUARY – 31 DECEMBER 2025 AND 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

	Notes	Audited Current Period 1 January - 31 December 2025	Audited Prior Period 1 January - 31 December 2024
<b>A. CASH GENERATED FROM MAIN OPERATIONS</b>			
1. Cash provided from insurance activities		34.704.408.909	15.375.097.860
2. Cash provided from reinsurance activities		-	-
3. Cash provided from pension business		6.345.460.086	3.912.334.901
4. Cash used in insurance activities (-)		(24.320.937.455)	(9.766.979.881)
5. Cash used in reinsurance activities (-)		-	-
6. Cash used in pension business (-)		(4.685.018.261)	(2.406.507.321)
<b>7. Cash Provided from operating activities</b>		<b>12.043.913.279</b>	<b>7.113.945.559</b>
8. Interest paid (-)		-	-
9. Income taxes paid (-)	35	(4.921.927.615)	(3.963.208.402)
10. Other cash inflows (-)		1.102.640.064	922.643.226
11. Other cash outflows (-)		(23.242.293)	(289.885.723)
<b>12. Net cash Provided from operating activities</b>		<b>8.201.383.435</b>	<b>3.783.494.660</b>
<b>B. CASH FLOWS FROM INVESTING OPERATIONS</b>			
1. Disposal of tangible and intangible assets	6	2.583.800	23.853.679
2. Acquisition of tangible and intangible assets (-)	6	(294.322.628)	(164.963.071)
3. Acquisition of financial assets (-)	11	(54.075.737.968)	(15.906.774.601)
4. Disposal of financial assets	11	39.050.660.866	11.374.161.546
5. Interests received		14.756.042.822	8.055.520.155
6. Dividends received		-	-
7. Other cash inflows		3.604.964.742	1.229.415.169
8. Other cash outflows (-)		-	(57.618.758)
<b>9. Net cash Provided by investing activities</b>		<b>3.044.191.634</b>	<b>4.553.594.119</b>
<b>C. CASH FLOWS FROM FINANCING OPERATIONS</b>			
1. Equity shares issued		-	-
2. Cash provided from loans and borrowings		-	-
3. Finance lease payments (-)	20	(95.375.648)	(33.535.492)
4. Dividends paid (-)		(2.500.000.000)	(2.250.000.000)
5. Other cash inflows		-	-
6. Other cash outflows (-)		(7.452.521.717)	(18.468.810.994)
<b>7. Net cash Used in Financing Activities (-)</b>		<b>(10.047.897.365)</b>	<b>(20.752.346.486)</b>
<b>D. EFFECT OF EXCHANGE DIFFERENCES IN CASH AND CASH EQUIVALENTS</b>		<b>46.690.931</b>	<b>130.993.699</b>
<b>E. NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>1.244.368.635</b>	<b>(12.284.264.008)</b>
<b>F. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	2.12	<b>2.272.431.997</b>	<b>14.556.696.005</b>
<b>G. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD E+F</b>	2.12	<b>3.516.800.632</b>	<b>2.272.431.997</b>

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

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**DETAILED STATEMENTS OF INCOME**  
**FOR THE PERIOD 1 JANUARY – 31 DECEMBER 2025 AND 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

Statements of Changes in Shareholders' Equity – Audited (*)												
	Notes	Capital	Own Shares of the Company (-)	Valuation Increase/(Decrease)	Inflation Adjustment To the Share Capital	Foreign Currency Conversion Differences	Legal Reserves	Statutory Reserves	Other Reserves and Retained Profit	Net Profit for the Period	Prior Years Profit/(Losses)	Total
<b>I- Balance at the End of the Period - 31 December 2023</b>		755.752.390	-	(168.413.522)	20.102.795	-	749.839.179	-	4.055.445.207	5.848.256.726	11.154.930	11.272.137.705
A – Capital Increase		-	-	-	-	-	-	-	-	-	-	-
1 - Cash		-	-	-	-	-	-	-	-	-	-	-
2 – From Internal Sources		-	-	-	-	-	-	-	-	-	-	-
B – Own Shares of the Company		-	-	-	-	-	-	-	-	-	-	-
C – Gain and Losses Not Recognized in the Statement of Income		-	-	-	-	-	-	-	(30.152.896)	-	-	(30.152.896)
D – Change in the Value of Financial Assets		-	-	78.213.605	-	-	-	-	-	-	-	78.213.605
E – Currency translation adjustments		-	-	-	-	-	-	-	-	-	-	-
F – Other Gains and Losses		-	-	-	-	-	-	-	-	-	-	-
G – Inflation Adjustment Differences		-	-	-	-	-	-	-	-	-	-	-
H – Net Profit for the Period		-	-	-	-	-	-	-	-	9.302.870.497	-	9.302.870.497
I – Dividends paid		-	-	-	-	-	-	-	-	-	(2.250.000.000)	(2.250.000.000)
J- Transfer		-	-	-	-	-	221.221.238	-	3.377.035.488	(5.848.256.726)	2.250.000.000	-
<b>II- Balance at the End of the Period –(31 December 2024</b>		755.752.390	-	(90.199.917)	20.102.795	-	971.060.417	-	7.402.327.799	9.302.870.497	11.154.930	18.373.068.911
<b>I+A+B+C+D+E+F+G+H+I+J)</b>												

Statements of Changes in Shareholders' Equity – Audited (*)												
	Notes	Capital	Own Shares of the Company (-)	Valuation Increase/(Decrease)	Inflation Adjustment To the Share Capital	Foreign Currency Conversion Differences	Legal Reserves	Statutory Reserves	Other Reserves and Retained Profit	Net Profit for the Period	Prior Years Profit/(Losses)	Total
<b>I- Balance at the End of the Period – 31 December 2024</b>		755.752.390	-	(90.199.917)	20.102.795	-	971.060.417	-	7.402.327.799	9.302.870.497	11.154.930	18.373.068.911
A – Capital Increase		4.244.247.610	-	-	-	-	-	-	(4.244.247.610)	-	-	-
1 - Cash		-	-	-	-	-	-	-	-	-	-	-
2 – From Internal Sources		4.244.247.610	-	-	-	-	-	-	(4.244.247.610)	-	-	-
B – Own Shares of the Company		-	-	-	-	-	-	-	-	-	-	-
C – Gain and Losses Not Recognized in the Statement of Income		-	-	-	-	-	-	-	14.082.794	-	-	14.082.794
D – Change in the Value of Financial Assets		-	-	560.323.214	-	-	-	-	-	-	-	560.323.214
E – Currency translation adjustments		-	-	-	-	-	-	-	-	-	-	-
F – Other Gains and Losses		-	-	-	-	-	-	-	-	-	-	-
G – Inflation Adjustment Differences		-	-	-	-	-	-	-	-	-	-	-
H – Net Profit for the Period		-	-	-	-	-	-	-	-	15.471.081.693	-	15.471.081.693
I – Dividends paid		-	-	-	-	-	-	-	-	-	(2.500.000.000)	(2.500.000.000)
J- Transfer		-	-	-	-	-	246.221.238	-	6.556.649.259	(9.302.870.497)	2.500.000.000	-
<b>II- Balance at the End of the Period – (31 December 2025</b>		5.000.000.000	-	470.123.297	20.102.795	-	1.217.281.655	-	9.728.812.242	15.471.081.693	11.154.930	31.918.556.612
<b>I+A+B+C+D+E+F+G+H+I+J)</b>												

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

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**STATEMENT OF PROFIT DISTRIBUTION FOR THE**  
**ACCOUNTING PERIOD 1 JANUARY - 31 DECEMBER 2025 AND 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

	Audited Current Period 31 December 2025	Audited Prior Period 31 December 2024
1.1. PROFIT FOR THE PERIOD	21.327.005.258	12.648.420.446
1.2. TAXES PAYABLE AND LEGAL LIABILITIES	(5.855.923.565)	(3.345.549.949)
1.2.1. Corporate Tax (Income Tax)	(5.855.923.565)	(3.345.549.949)
1.2.2. Corporate Tax (Income Tax)	-	-
1.2.3. Other Taxes and Legal Liabilities	-	-
<b>A NET PROFIT FOR THE PERIOD (1.1 – 1.2)</b>	<b>15.471.081.693</b>	<b>9.302.870.497</b>
1.3. PREVIOUS YEARS' LOSSES (-)	-	-
1.4. FIRST LEGAL RESERVES	-	-
1.5. LEGAL FUNDS TO BE KEPT IN THE COMPANY (-)	-	-
<b>B NET DISTRIBUTABLE - PROFIT</b>	<b>-</b>	<b>9.302.870.497</b>
FOR THE PERIOD [ (A - (1.3 + 1.4 + 1.5) ]	-	184.088.072
1.6. FIRST DIVIDEND TO SHAREHOLDERS (-)	-	184.088.072
1.6.1. To common shareholders	-	-
1.6.2. To preferred shareholders	-	-
1.6.3. To Owners of Participating redeemed shares	-	-
1.6.4. To owners of profit-sharing securities	-	-
1.6.5. To Owners of the Profit or Loss Sharing Securities	-	-
1.7. DIVIDENDS TO PERSONNEL (-)	-	-
1.8. DIVIDENDS TO FOUNDERS (-)	-	-
1.9. DIVIDENDS TO BOARD OF DIRECTORS (-)	-	-
1.10. SECOND DIVIDEND TO SHAREHOLDERS (-)	-	2.315.911.928
1.10.1. To common shareholders	-	2.315.911.928
1.10.2. To preferred shareholders	-	-
1.10.3. To Owners of Participating redeemed shares	-	-
1.10.4. To Owners of Profit Sharing Securities	-	-
1.10.5. To Owners of the Profit and Loss Sharing Securities	-	-
1.11. SECOND LEGAL RESERVE (-)	-	246.221.238
1.12. STATUORY RESERVES (-)	-	-
1.13. EXTRAORDINARY RESERVES	-	6.556.649.259
1.14. OTHER RESERVES	-	-
1.15. SPECIAL FUNDS	-	-
<b>I. DISTRIBUTION OF RESERVES</b>	<b>-</b>	<b>-</b>
2.1. DISTRIBUTED RESERVES	-	-
2.2. SECOND LEGAL RESERVE (-)	-	-
2.3. DIVIDENDS TO SHAREHOLDERS (-)	-	-
2.3.1. To common shareholders	-	-
2.3.2. To preferred shareholders	-	-
2.3.3. To Owners of Participating redeemed shares	-	-
2.3.4. To Owners of profit-sharing securities	-	-
2.3.5. To Owners of the Profit and Loss Sharing Certificates	-	-
2.4. DIVIDENDS TO PERSONNEL (-)	-	-
2.5. DIVIDENDS TO THE BOARD OF DIRECTORS (-)	-	-
<b>II. PROFIT PER SHARE</b>	<b>-</b>	<b>-</b>
3.1. TO COMMON SHAREHOLDERS	-	2,530
3.2. TO COMMON SHAREHOLDERS (%)	-	252,97%
3.3. TO PREFERRED SHAREHOLDERS	-	-
3.4. TO PREFERRED SHAREHOLDERS (%)	-	-
<b>III. DIVIDENDS PER SHARE</b>	<b>-</b>	<b>-</b>
4.1. TO COMMON SHAREHOLDERS	-	0,500
4.2. TO COMMON SHAREHOLDERS (%)	-	50,000%
4.4 TO PREFERRED SHAREHOLDERS (%)	-	-

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE PERIOD 1 JANUARY - 31 DECEMBER 2025 AND 2024**  
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

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**1. GENERAL INFORMATION**

- 1.1 Name of the Company and the ultimate parent of the group:** As of 31 December 2025, and 31 December 2024 Türkiye Hayat ve Emeklilik A.Ş. ("Company") main partner is TVF Finansal Yatırımlar A.Ş. ("TVF Finansal Yatırımlar"); Türkiye Varlık Fonu is the ultimate parent.
- 1.2 Location and the legal structure of the Company, country and the address of the registered office (address of the operating center if it is different from the registered office:** The Company was registered in Istanbul in 1991. With the private pension license obtained in 2003, the company started its activities by qualifying to operate in the Private Pension System. Registered address of the Company is Levent Mahallesi, Çayırçimen Sokağı, No: 7 Beşiktaş/İstanbul
- 1.3 Nature of operations:** The Company continues its activities in line with the Insurance Law No,5684, as well as the Private Pension Savings and Investment System Law No,4632, and its official declarations regarding the aforementioned laws. According to its articles of association, the Company continues its activities in life, personal accident and health branches in the field of private pension as well as insurance and reinsurance activities.
- 1.4 Description of the main operations of the Company:** Explained in Note 1.2 and 1.3.
- 1.5 The average number of the personnel during the period in consideration of their categories:**

	<b>31 December 2025</b>	<b>31 December 2024</b>
Senior management	10	9
Other personnel	1.156	1.189
	<b>1.166</b>	<b>1.198</b>

- 1.6 The total amount of the salaries and similar benefits provided to the senior management including General Manager, and Assistant General Managers:** 1 January – 31 December 2025: TRY 55.637.351 (1 January – 31 December 2024: TRY 25.062.761).
- 1.7 Criteria set for the allocation of investment income and operating expenses (personnel, management, research and development, marketing and sales, outsourcing utilities and services and other operating expenses) in the financial statements:** The Company allocates investment income and personnel, administrative, research and development, marketing and sales, outsourced benefits and services expenses and other operating expenses related to the technical segment in accordance with the "Circular on the Procedures and Principles of the Keys Used in the Financial Statements Being Prepared In Accordance With the Insurance Accounting Plans" dated 4 January 2008 issued by the Republic of Türkiye Ministry of Treasury and Finance ("Ministry of Treasury and Finance") and Circular No. 2010/9 dated 9 August 2010 amending the circular.
- 1.8 Information on the financial statements as to whether they comprise an individual company or a group of companies:** The financial statements include the financial information of the Company and are disclosed in Note 2.2.
- 1.9 Name or other identity information about the reporting entity and the changes in this information after previous reporting date:** Name and other identification information of the Company are disclosed in Notes 1.1, 1.2 and 1.3.
- 1.10 Subsequent events:** The financial statements for the accounting period of 1 January – 31 December 2025 were approved by the Company management on 23 January 2026.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Basis of Preparation**

**2.1.1 Information about the principles and the special accounting policies used in the preparation of the financial statements**

The Company prepares its financial statements by the Insurance and Private Pension Regulation and Supervision Agency ("IPRSA") established by the Insurance Law No,5684 ("Insurance Law") published in the Official Gazette dated 14 June 2007 and numbered 26552 and the Presidential Decree dated 18 October 2019. It prepares according to published regulations the insurance legislation regarding financial reporting before the establishment of IPRSA and the initiation of regulatory activities regarding the insurance sector was published by the Ministry of Treasury and Finance.

The financial statements are prepared in accordance with the Insurance Chart of Accounts included in the communiqué issued by the Treasury regarding the Insurance Chart of Accounts and Prospects, published in the Official Gazette (No:25686) dated 30 December 2004 (Insurance Accounting System Communiqué No:1) and announcement of new account codes in the Insurance Account Plan dated 27 December 2011 and numbered 2011/14. Content and the format of the financial statements prepared and explanations and notes thereof are determined in accordance with the Communiqué on Presentation of Financial Statements published in the Official Gazette numbered 26851 dated 18 April 2008 and the Communiqué on the New Accounting Codes and Presentation of Financial Statements published in the Official Gazette dated 31 May 2012 and numbered 2012/7.

Company accounts its operations according to the "Regulation on Financial Reporting of Insurance, Reinsurance and Pension Companies" issued on 14 July 2007 and effective from 1 January 2008, operations of the Company shall be accounted for in accordance with the Turkish Accounting Standards ("TAS") and the Turkish Financial Reporting Standards ("TFRS") as issued by the Public Oversight Accounting and Auditing Standards Authority ("POA") and other regulations, communiqués and explanations issued by the Republic of Türkiye Ministry of Treasury and Finance regarding accounting and financial reporting issues. With reference to the Republic of Türkiye Ministry of Treasury and Finance No. 9 dated 18 February 2008, "TAS 1- Financial Statements and Presentation", "TAS 27- Consolidated and Unconsolidated Financial Statements", "TFRS 1 - Transition to TFRS" and "TFRS 4- Insurance Contracts" have been scoped out of this application. In addition, the insurance companies are obliged to comply with the Communiqué on the Preparation of the Financial Statement of Insurance and Reinsurance Companies and Pension Companies dated 31 December 2008 and published in official gazette numbered 27097 effective from 31 March 2009, the Company does not need to prepare consolidate financial statement as there is no subsidiary controlled by the Company.

POA, with its "Announcement on Inflation Adjustment of Financial Statements of Audited Companies" dated 23 November 2023, announced that the financial statements of companies applying Turkish Financial Reporting Standards for the annual reporting period ending on or after 31 December 2024 should be presented as adjusted for the effects of inflation in accordance with TAS 29, "Financial Reporting in Hyperinflationary Economies" ("TAS 29") and that the institutions or organizations authorized to regulate and supervise in their fields may determine different transition dates for the implementation of TAS 29. In accordance with Circular No. 2024/32 dated 6 December 2024 issued by SEDDK, it has been determined that inflation accounting shall not be implemented by insurance, reinsurance, and pension companies in the year 2025 either. In this respect, no inflation adjustment has been made in accordance with TAS 29 while preparing the financial statements dated 31 December 2025. Following this development, in accordance with circular number 2025/33 dated December 25, 2025, the SEDDK (Insurance, Reinsurance and Pension Companies Board) decided that insurance, reinsurance and pension companies should not apply inflation accounting.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.1 Basis of Preparation (Continued)**

**Comparative Information and Restatement of Prior Period Financial Statements**

The financial statements of the Company are prepared in comparison with the previous period in order to allow the determination of financial status and performance trends. In order to comply with the presentation of the current period financial statements, comparative information is revised when necessary and significant differences are disclosed.

**New and Amended Turkish Financial Reporting Standards**

The accounting policies adopted in the preparation of the financial statements for the period ended 31 December 2025 are consistent with those applied in the previous year, except for the adoption of new and amended Turkish Financial Reporting Standards (“TFRS”) and TFRS Interpretations effective as of 1 January 2025, which are summarized below. The effects of these new and amended standards and interpretations on the Company’s financial position and performance are explained in the relevant paragraphs.

a) Amendments that are mandatorily effective from 2025

**Amendments to TAS 21 Lack of Exchangeability**

The amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not. Amendments are effective from annual reporting periods beginning on or after 1 January 2025.

The aforementioned standard, amendments and improvements do not have any significant effect on the Company's financial position and performance.

b) New and revised TFRSs in issue but not yet effective

The Company has not yet adopted the following standards and amendments and interpretations to the existing standards:

TFRS 17	<i>Insurance Contracts</i>
Amendments to TFRS 17	<i>Initial Application of TFRS 17 and TFRS 9 Comparative Information</i>
TFRS 18	<i>Presentation and Disclosures in Financial Statements</i>
TFRS 19	<i>Subsidiaries without Public Accountability: Disclosures</i>
Amendments to TFRS 9 and TFRS 7	<i>Classification and Measurement of Financial Instruments</i>
Amendments to TFRS 9 and TFRS 7	<i>Power Purchase Arrangements</i>
Annual Improvements	<i>Annual Improvements to TFRSs – Volume 11</i>
Amendments to TFRS 19	<i>Subsidiaries without Public Accountability: Disclosures</i>

**TFRS 17 Insurance Contracts**

TFRS 17 requires insurance liabilities to be measured at a current fulfillment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. TFRS 17 has been deferred for insurance, reinsurance and pension companies for a further year and will replace TFRS 4 Insurance Contracts on 1 January 2027.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.1 Basis of Preparation (Continued)**

**New and Amended Turkish Financial Reporting Standards (Continued)**

***Amendments to TFRS 17 Insurance Contracts and Initial Application of TFRS 17 and TFRS 9 – Comparative Information***

Amendments have been made in TFRS 17 in order to reduce the implementation costs, to explain the results and to facilitate the initial application.

The amendment permits entities that first apply TFRS 17 and TFRS 9 at the same time to present comparative information about a financial asset as if the classification and measurement requirements of TFRS 9 had been applied to that financial asset before. Amendments are effective with the first application of TFRS 17.

***TFRS 18 Presentation and Disclosures in Financial Statements***

TFRS 18 includes requirements for all entities applying TFRS for the presentation and disclosure of information in financial statements. This standard is effective from annual reporting periods beginning on or after 1 January 2027.

***TFRS 19 Subsidiaries without Public Accountability: Disclosures***

TFRS 19 specifies the disclosure requirements an eligible subsidiary is permitted to apply instead of the disclosure requirements in other TFRS Accounting Standards. This standard is effective from annual reporting periods beginning on or after 1 January 2027.

***TFRS 9 and TFRS 7 Amendments – Classification and Measurement of Financial Instruments***

The amendments address matters identified during the post-implementation review of the classification and measurement requirements of TFRS 9 Financial Instruments. Amendments are effective from annual reporting periods beginning on or after 1 January 2026.

***Amendments to TFRS 9 and TFRS 7 Power Purchase Arrangements***

The amendments aim at enabling entities to include information in their financial statements that in the IASB's view more faithfully represents contracts referencing nature-dependent electricity.

***Amendments a Annual Improvements to TFRSs – Volume 11***

The pronouncement comprises the following amendments:

- TFRS 1: Hedge accounting by a first-time adopter
- TFRS 7: Gain or loss on derecognition
- TFRS 7: Disclosure of deferred difference between fair value and transaction price
- TFRS 7: Introduction and credit risk disclosures
- TFRS 9: Lessee derecognition of lease liabilities
- TFRS 9: Transaction price
- TFRS 10: Determination of a 'de facto agent'
- TAS 7: Cost method

Amendments are effective from annual reporting periods beginning on or after 1 January 2026.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.1 Basis of Preparation (Continued)**

**New and Amended Turkish Financial Reporting Standards (Continued)**

**Amendments to TFRS 19 *Subsidiaries without Public Accountability: Disclosures***

The amendments cover new or amended Turkish Financial Reporting Standards that were not considered when TFRS 19 was first issued. Amendments are effective from annual reporting periods beginning on or after 1 January 2027.

The Company evaluates the effects of these standards, amendments and improvements on the financial statements.

**2.1.2 Functional and presentation currency**

The accompanying financial statements are presented in TRY, which is the Company's functional currency.

**2.1.3 Rounding of the amounts presented in the financial statements**

The financial information presented in TRY has been rounded to the nearest TRY values.

**2.1.4 Basis of measurement used in the preparation of the financial statements**

The accompanying financial statements are prepared on the historical cost basis as adjusted except for the financial assets held for trading, available for sale financial assets, investment property, owner occupied property of the Company and investments in associates which are stated at their fair values.

**2.1.5 Accounting policies, changes in accounting estimates and errors**

There is no change or misstatement in the current period accounting policies and estimates. Accounting estimates are stated in Note 3.

**2.1.6 Comparative information**

Where necessary, comparative information has been reclassified so that provide the compatibility to the presentation of financial statements for the current period.

**2.1.7 Business combinations**

It is explained in Note 2.1.1.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.2 Consolidation**

The Company does not have any subsidiaries in the scope of the “Communiqué on the Preparation of the Financial Statements of Insurance, Reinsurance and Pension Companies” published in Official Gazette dated 31 December 2008 and numbered 27097 which is effective from 31 March 2009.

**2.3 Segment Reporting**

The Company does not perform segment reporting in the scope of “IFRS 8 - Segment Reporting” since it is not a listed company.

**2.4 Foreign Currency Transactions**

The functional currency of the Company is Turkish Lira. Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the translation at the period end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the profit or loss statement.

Changes in the discounted values of foreign currency denominated financial assets classified as available-for-sale are recognized in the income statement and all other changes in the fair value of these assets and the resulting exchange differences are recognized in the related accounts in equity. Foreign exchange differences arising from the translation of non-monetary financial assets and liabilities are considered as part of the fair value changes and those differences are accounted for in the accounts in which the fair value changes are accounted for.

**2.5 Tangible Assets**

All tangible assets except for buildings for operational use are carried at cost by deducting accumulated depreciation. Properties for operational use are recorded at their fair value on the basis of a valuation made by an independent valuation expert less subsequent accumulated depreciation. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset, and the net carrying amount is restated to the revalued amount.

Increases in the carrying amounts arising on revaluation of property, net of tax effects, are credited to ‘Other Capital Reserves’ under shareholders’ equity. Any subsequent decrease in value offsetting previous increases in the carrying amount of the same asset is charged against the funds in the equity; and all other decreases are charged to profit or loss. At each reporting date, the difference between depreciation based on the revalued carrying amount of the asset and the depreciation based on the asset’s original cost is transferred from ‘Other Capital Reserves’ to retained earnings.

Depreciation is calculated on a straight-line basis over the estimated useful lives of the costs or revalued amounts of tangible assets. Depreciation rates and estimated useful lives are below:

	<b>Estimated Useful Life (Year)</b>	<b>Depreciation Rate (%)</b>
Investment properties	40	2,5
Fixtures and installations	3-15	33-7
Motor vehicles	5	20
Other tangible assets (including leasehold improvements)	5	20
Tangible assets acquired through leasing	12	8-9

If there are indicators of impairment on tangible assets, a review is made in order to determine possible impairment and as a result of this review, if an asset’s carrying amount is greater than its estimated recoverable amount, the asset’s carrying amount is written down immediately to its recoverable amount by accounting for an impairment provision. Gains and losses on disposals of property and equipment are included in other non-operational income and expenses accounts (Note 6).

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.5 Tangible Assets (Continued)**

**Right of Use Assets**

The Company accounts for its rights-to-use assets on the date the financial lease contract commences (for example, as of the date the relevant asset is available for use). The right of use assets is calculated by deducting the accumulated depreciation and impairment losses from the cost value. In case the financial leasing debts are revalued, this figure will be corrected.

Right of use assets are measured at cost comprising the following:

- (a) The amount of the initial measurement of lease liability,
- (b) Any lease payments made at or before the commencement date less any lease incentives received and
- (c) Any initial direct costs and restoration costs.

Unless the transfer of ownership of the asset to the Company at the end of the lease is reasonably finalized, the Company depreciates its asset right to use until the end of the useful life of the underlying asset. Right of use assets are subject to impairment assessment.

**Lease Liability**

At the effective date of the lease, the Company measures its lease liability based on the present value of the lease payments that have not been made at that date. Lease payments are discounted using the implicit interest rate in the lease if it can be easily determined, or using the lessee's incremental borrowing rate if the implicit interest rate cannot be easily determined. The weighted average of the incremental borrowing rates used by the Company for its leases as of 31 December is 45% annually.

**2.6 Investment Property**

The lands and buildings, which are obtained either to earn income or for capital appreciation or for both, instead of either for the Company's operations or for management purposes or for sale during the regular operations, are classified under investment properties. Investment properties are reflected in the financial statement at fair value. Fair value changes in investment properties are recognized under "Income from Land, Land and Buildings" under investment income in the income statement (Note 7).

**2.7 Intangible Assets**

Intangible fixed assets include the computer software acquired. Intangible fixed assets are recorded at their acquisition cost and are subjected to depreciation with the straight-line depreciation method over their estimated useful lives after the date of acquisition. In case of impairment, the registered value of intangible fixed assets is brought to their recoverable value. The depreciation periods of intangible fixed assets vary between 1 and 3 years (Note 8).

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.8 Financial Assets**

The Company classifies and accounts for its financial assets as “financial assets held to maturity,” “Available-for-sale financial assets”, “Financial assets at fair value through profit or loss”, and “Loans and receivables (Receivables from main operations)”. Receivables from main operations are the receivables arising from insurance and pension operations and they are classified as financial assets in the financial statements.

Purchases and sales of the financial assets are recognized and derecognized based on “Settlement date.” The classification of the financial assets is determined by the Company management at inception by considering the purpose for which the financial assets are acquired.

*Available for sale financial assets*

With financial assets and securities available for sale; It consists of the investments that the company has no significant influence on and classified under the "Related Securities " item in the balance sheet (Notes 9 and 11).

The said assets are valued at their fair values in the periods following their recording. In case the price formations that constitute the basis of fair value do not occur within active market conditions, it is accepted that the fair value cannot be determined reliably and the discounted value calculated according to the effective interest method is considered as the fair value. In case the securities representing a share in the capital classified as available-for-sale financial assets are traded in organized markets and / or their fair value can be determined reliably, such as valuation studies carried out by independent valuation companies, they are reflected in the records with their fair values. In cases where the assets in question are not traded in the organized markets and their fair values cannot be determined reliably, they are reflected in the financial statements at their cost after the provision for impairment is deducted.

Unrealized gains and losses arising from changes in the fair values of available-for-sale financial assets and representing the differences between the amortized cost of the relevant financial assets calculated with the effective interest method and their fair values are shown in the "Valuation of Financial Assets" account under equity items. In case of disposal of financial assets available for sale, the said amount is transferred to the income statement.

At each balance sheet date, the company evaluates whether there is objective evidence about the impairment of its financial assets. The significant and long-term decrease in the fair value of stocks classified as available for sale below their cost is considered as an indicator of impairment. The depreciation expenses recorded in the income statement regarding capital instruments cannot be reversed from the income statement in the following periods.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.8 Financial Assets (Continued)**

*Held-to-maturity financial assets:*

Held-to-maturity financial assets are intended to be held until their maturities and including ability to funding, provided the circumstances to be held to maturity, with fixed or determinable payments and with fixed maturity, and apart from loans and receivables, when recognized, not recognized as financial assets at fair value through profit or loss and not available for sale financial assets. These financial assets initially recognized at the acquisition cost and is considered fair value. The fair value of held-to-maturity financial assets is determined on transaction cost of these financial assets or market price of similar financial instruments. Held-to-maturity financial assets are carried at amortized cost. Contribution income related to held-to-maturity financial assets is reflected in the income statement. The Company does not allocate any impairment on short-term market fluctuations, provided that there is no risk of collection of the securities representing the borrowings classified as held-to-maturity financial assets. If there is a risk of collection, the amount of the impairment is the difference between the book value of the financial asset and the value of the cash flows expected from the financial asset, if any, amortized based on the original effective rate of return. Currency protected deposit are also classified under held-to-maturity financial assets in line with the relevant insurance legislation.

*Loans and receivables (Receivables from main operations):*

Loans and receivables are financial assets which are generated by providing money or service to the debtor. Loans and receivables are initially recognized at acquisition value and subsequently measured at cost. Fees and other charges paid in relation to assets obtained as guarantee for the above-mentioned receivables are not deemed as transaction costs and charged as expenses to the income statement.

The Company accounts for a provision for its receivables based on evaluations and estimations of the management. The mentioned provision is classified under “Provision for due from insurance operations” on the balance sheet. The Company sets its estimations in accordance with the risk policies and the principle of prudence by considering the structure of current receivable portfolio, financial structure of policyholders and intermediaries, non-financial data and economic conditions.

Law article No: 323, the Company accounts for a “Provision for doubtful receivables under legal follow-up” regarding its doubtful receivables which are not included in provision for due from insurance operations stated above, by considering the amount and nature of these receivables. This provision is classified as “Doubtful receivables from main operations” on the balance sheet under non-current asset group.

Provision for doubtful receivables is deducted from the related year’s income. Recoveries from doubtful receivables previously provided for are treated as a reduction from related provision and accounted for in the “Other provision expense” account. Such receivables are written off after all necessary legal proceedings have been completed (Note 12).

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.8 Financial Assets (Continued)**

***Financial assets whose fair value difference is reflected in the income statement (Financial assets held for trading):***

Financial assets measured by the Company with their fair values and reflected in the income statement are classified under the account items "Financial assets for trading" and "Financial investments whose risks belong to life policyholders" in the financial statements.

Financial assets measured at their fair value and associated with the income statement are acquired to profit from short-term fluctuations in prices and similar factors in the market, or regardless of the reason for the acquisition, part of a portfolio that aims to generate profit in the short term is based on financial instruments and the Company's performance according to its fair value. It consists of financial instruments that it evaluates and classified in this category at the time of purchase for this purpose.

Financial assets whose fair value difference is reflected in the income statement are initially recorded at their fair values and are valued with their fair values in the following periods. If the price formations that constitute the basis of fair value do not occur under active market conditions, it is accepted that the fair value is not determined reliably and the "discounted value" calculated according to the effective interest method is considered as the fair value. Gains and losses resulting from the valuation are included in the income statement. The fair value, interest or sales income and exchange difference income and expenses obtained from the trading financial assets in the Company portfolio are shown in "Investment Income".

Fair value, interest or sales income and exchange difference income and expenses related to the financial assets whose risks are included in the portfolio of the insured are recognized in the account item "Life Branch Investment Income" (Notes 11 and 26).

**2.9 Impairment of Assets**

Subjects related to impairments of assets are included in the notes of the accounting policies for the related assets.

Total mortgage or collateral amounts on assets are explained in Note 43, doubtful receivables provision for overdue and not yet due receivables in Note 12.1, rediscount and provision expenses for the period are explained in Note 47.5.

**2.10 Derivative Financial Instruments**

Derivative financial instruments of the period are detailed in Note 13.

**2.11 Offsetting of Financial Assets**

Financial assets and liabilities are offset and the net amount is presented in the balance sheet when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

Income and expenses are presented on a net basis only when permitted by the Turkish Financial Reporting Standards, or for gains and losses arising from a group of similar transactions included in the Company's trading activities.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.12 Cash and Cash Equivalents**

Cash and cash equivalents include cash in hand, demand deposits held at banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Cash and cash equivalents included in the statements of cash flows are as follows:

	<b>31 December 2025</b>	<b>31 December 2024</b>
Banks (Note 14)	2.256.105.907	2.517.582.394
Bank guaranteed credit card receivables with maturities less than three months (Note 14)	1.887.684.571	1.069.964.636
Less – Interest accruals (-)	(64.085.736)	(137.731.241)
Less - Blocked bank deposits (Notes 14 and 43) (*)	(562.904.110)	(1.177.383.792)
<b>Total cash and cash equivalents</b>	<b>3.516.800.632</b>	<b>2.272.431.997</b>

(\*) The change in the said blocked bank deposits is included in the other cash inflows/outflows from operating activities in the cash flow statement.

**2.13 Share Capital**

As of 31 December 2025, and 31 December 2024, the share capital and ownership structure of the Company is as follows:

	<b>31 December 2025</b>		<b>31 December 2024</b>	
	<b>Share Amount</b>	<b>Share</b>	<b>Share Amount</b>	<b>Share</b>
<b>Name of Shareholders</b>	<b>(TRY)</b>	<b>(%)</b>	<b>(TRY)</b>	<b>(%)</b>
TVF Finansal Yatırımlar A.Ş.	4.631.823.857	92,64	700.102.390	92,64
Türkiye Sigorta A.Ş.	368.176.143	7,36	55.650.000	7,36
<b>Paid-in capital</b>	<b>5.000.000.000</b>	<b>100</b>	<b>755.752.390</b>	<b>100</b>

The Company is not subject to the registered capital system.

Other information about the capital of the company is explained in Note 15.

**2.14 Insurance and Investments Contracts - Classification**

The insurance contracts are those contracts that transfer insurance risk. The insurance contracts protect the insured against the adverse economic consequences of loss event under the terms and conditions stipulated in the insurance policy.

The Company mainly issues policies under personal accident, risk and saving life insurance branches and individual pension contracts:

**i) Risk policies:**

**Annual life insurance**

Annual life insurance provides one-year guarantee for the risks that the policyholder can be faced with. This insurance covers all risks that the policyholder can be exposed to by providing natural death coverage along with the additional coverage such as accidental death, permanent or temporary disability and critical disease during the policy term. Annual life insurance policies cover risks, it does not include savings and does not include right of surrender and policy loans. It can be sold as a group or individual. The age limit is between 18 and 65, premium amount changes according to the risk assessment based on age, sex and health.

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.14 Insurance and Investments Contracts - Classification (Continued)**

*i) Risk policies: (Continued)*

***Credit Life Insurance***

Credit Life Insurance provides coverage against adverse events (death or disability) during the loan period. In the event of an adverse occurrence during the loan term, the outstanding loan balance is settled by the credit life insurance. Coverage typically includes death only. These are pure risk products without any savings component. Policies can be issued annually or for longer terms. For this product group, the insurable age range is 18–75 for annual policies (excluding agricultural insurance), and 18–74 for long-term or renewable policies. For agricultural insurance, the insurable age range is 18–70 for annual policies, and 18–69 for renewable or long-term policies. For long-term and annual renewable policies, the sum of the insured’s age and the insurance term cannot exceed 76 (71 for agricultural loans). Premiums vary based on age, gender, loan amount/coverage, and health-related risk assessment.

***Voluntary Life Insurance***

Voluntary Life Insurance provides coverage against risks faced by the insured for one year or longer. In addition to the main coverage for natural death, it can include accidental death, permanent and temporary disability, and critical illness coverage, protecting the insured against risks throughout the policy term. This product is not linked to any credit. Voluntary Life Insurance policies are risk-based, do not include a savings component, and do not provide a borrowing facility. They can be sold individually or to groups. For annual policies in this product group, the insurable age range is 18–70, and 18–60 if critical illness coverage is included. For long-term policies, the insurable age range is 18–69. For annual, annual renewable, and long-term policies without critical illness coverage, the sum of the insured’s age and the policy term cannot exceed 71. Premiums vary based on age, gender, coverage, and health-related risk assessment.

***Return Premium Life Insurance***

Return Premium Life Insurance may include coverage for Death, Accidental Death, Critical Illness, and Living Benefit (Return of Premium). The Living Benefit is the main coverage. The offered coverage may vary depending on the selected insurance product. Some products may include one or more additional coverages, such as Death, Accidental Death, and Critical Illness, alongside the main coverage. Premiums and coverage amounts are denominated in USD. For the Living Benefit coverage, if the insured is alive at the end of the policy term (no death benefit has been paid), all required premiums have been paid under the Insurance Contract and Special Conditions, and the policy has not been terminated during the insurance term, the total premiums paid over the term are refunded to the policyholder. The insurable age range for this product group is 18–69, and the sum of entry age and insurance term cannot exceed 71.

***Personal Accident Insurance***

This insurance provides coverage against risks arising from accidents. In addition to accidental death, it may include accidental disability, unemployment or temporary disability, and accident-related medical expenses. The insurable age range is 18–70.

*ii) Private Pension Operations:*

As of 31 December 2025, there are 48 pension investment funds founded by the Company. (31 December 2024: 49 units).

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.14 Insurance and Investments Contracts - Classification (Continued)**

*ii) Private Pension Operations: (Continued)*

Private pension system receivables mainly consist of capital advances made to pension funds, fund management fee receivables from pension funds, and receivables from participants and the custodian company. In the “fund operating deductions receivables from funds” account; the Company keeps funds operating expense deductions receivables deriving from funds management that could not be collected on the same day. Advances allocated to pension investment funds established by the Company are kept in “capital advances made to pension investment funds” account and all of the advances were collected. Receivables based on funds from the custodian company on behalf of participants are kept in “receivables from Custodian Company” account. At the same time, this amount is disclosed in private pension system payables account as “payables to participants for sold funds”.

As of 31 December 2025, and 31 December 2024, the amounts mentioned above are as follows:

	<b>31 December 2025</b>	<b>31 December 2024</b>
Receivables from the Custodian Firm	486.316.813.473	265.415.877.797
Payables to participants	486.316.813.473	265.415.877.797

In addition to debts to participants account explained in the prior paragraph, private pension system payables also include accruals calculated for management expenses of pension funds, temporary account of participants and payables to private pension intermediaries. Accruals calculated for management expenses of pension funds consists of accruals of payables to portfolio management company due to the pension investment funds established by the company. Temporary account of participants includes the contributions of participants that have not yet been transferred to investment and the amount that will be transferred to other companies or paid to participants after making certain deductions following the sales of the funds of the participants in the cases of transfers to other companies or departs from the system.

The "Regulation Amending the Regulation on the Private Pension System" published in the Official Gazette dated 25 May 2015 and numbered 29366 entered into force on 1 January 2016. With this regulation, irregular payment and mandatory expenses related to the fund were defined and it was stated that the management expense deduction could be collected from the participant's savings with the contributions paid to the private pension account, and also, if the payment was suspended, an additional management expense deduction could be taken from the participant's savings during the interruption period. Limitations were imposed on deductions according to the years the contract was in the system.

With the summarizing provisions of the said regulation regarding deductions, the final state of the deductions is as follows:

In the first five years of the contract, the total amount of deduction that can be made within the scope of the entrance fee and management expense deduction cannot exceed the fixed amount corresponding to 8.5% of the Monthly Gross Minimum Wage valid in the first six months for each year. After the fifth year of a contract is completed, no management expense deduction, including interruption deduction, can be made and entry fee is collected within the scope of the relevant contract. Since the regulation does not affect the Company receivables accrued before the effective date, the Company reserves its rights regarding the receivables accrued but not collected prior to 1 January 2016. In the calculation of the time spent in the contract, all the periods spent in the relevant contract starting from the date of the first contract's entry into the system according to the transfer data regarding the contract information are considered. If it is established by transfer before 1 January 2016, the deduction upper limits are calculated regardless of the deduction amounts in the previous companies. If it is established by transfer after this date, it will be subject to calculation by considering the deduction amounts in the previous companies. Except for retirement benefits or mandatory reasons such as death, disability, or company liquidation, if a participant leaves the Company before the end of the 5-year contract period, the portion of this fixed amount corresponding to the period up to the end of the fifth year of the contract, which has not been collected by the company until the date of departure, may be deducted by the Company from the participant's individual retirement account savings as a deferred entry fee. In this context, the deferred entry fee should reflect the minimum amount defined in the plan, calculated by subtracting all deductions made from the participant until the date of departure from the total upper limit of deductions that can be made over the 5-year period.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.14 Insurance and Investments Contracts - Classification (Continued)**

The provisions regarding the entrance fee included in the contracts that entered into force before 1 January 2016 and are still in effect as of this date remain valid until the termination of the contract, limited to the amount of the deferred entrance fee in the above statement. However, the deferred entrance fee applied within the scope of the relevant contracts cannot exceed the time and amount limit specified above. According to the provisions of the Regulation, after the completion of the fifth year of the contract, the entrance fee cannot be deducted for the relevant contract. The same provisions are also valid for contracts that have no deferred entry fee and entered into force after 1 January 2016.

The Company reserves the right to collect a deduction amount in the contract, provided that it is in accordance with the collection method defined in the contract, as long as the contract remains in force, provided that it is clearly stated in the information and documents regarding the pension contract and the pension contract. In this context, if there is an amount that cannot be deducted from the savings related to the amount of management expense deduction defined in the plan in a five-year period, as long as the contract remains in effect after five years, these deductions will be deducted from the savings as cumulative when the savings are sufficient.

The total deduction rates from pension mutual funds were redefined according to the types of funds with the Regulation No. 28462 on the Private Pension System and put into effect as of 1 January 2013.

The total amount of the deductions to be made by the Company from the effective date of the contract to the termination date, within the scope of the entrance fee, management expense deduction and fund total expense deduction, cannot exceed the amount corresponding to a certain proportion of the amount in the State Contribution account within the scope of the contract on the termination date for the sixth year of the contract and thereafter. In this control, deductions made until the date of control over existing savings and their returns as of 1 January 2016 are not considered. The upper limit control for the deduction associated with the state contribution will be applied from 1 January 2022.

The "Law Amending the Private Pension Savings and Investment System Law", published in the Official Gazette dated 25 August 2016 and numbered 29812, entered into force on 1 January 2017. Accordingly, employees who meet the conditions stipulated in this law are automatically included in the private pension system.

Those who are Turkish citizens or who are within the scope of Article 28 of the Turkish Citizenship Law No.5901 of 29 May 2009 and have not completed the age of forty-five, the first paragraph of Article 4 of the Social Insurance and General Health Insurance Law No. Those who start to work in accordance with subparagraphs (c) are within the scope of this law and enter the pension system with a pension contract arranged by the employer in accordance with the provisions of this law.

**iii) Reinsurance agreements:**

Reinsurance agreements are the agreements the agreed by the Company and Reinsurance Company for the loss which may occur in one or more insurance agreement signed by the Company, and those meet all conditions to be classified as insurance contract and those whose costs are paid.

**2.15 Insurance contracts and investment contracts with discretionary participation feature**

None (31 December 2024: None).

**2.16 Investment Contracts Without DPF**

None (31 December 2024: None).

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.17 Loans**

None (31 December 2024: None).

**2.18 Taxes**

*Corporate Tax*

With the Corporate Tax Law No. 5520, which was published in the Official Gazette dated 21 June 2006 and numbered 26205, it was determined as 20% for corporate profits, effective from 1 January 2006. Pursuant to Article 11 of the Law No. 7316 on the Collection Procedure of Public Receivables and the Law on Amendments to Certain Laws, published in the Official Gazette on 22 April 2021, and Temporary Article 13 added to the Corporate Tax Law, the Corporate Tax rate of 20% has been determined as 25% to be applied to corporate earnings for the 2021 taxation period, and 23% to be applied to corporate earnings for the 2022 taxation period. In addition, with the paragraph added to the temporary 13th article of the Corporate Tax Law No. 5520 with the 26th article of the Law on Amendment of the Law on Assessment of Immovable Properties Belonging to the Treasury and Value Added Tax No. 7394, which entered into force upon publication in the Official Gazette dated 15 April 2022 and numbered 31810, the Corporate Tax rate has been rearranged for certain companies, including insurance companies, and will be applied as 25% for corporate profits for the 2022 taxation period. With this change, a 25% rate will be valid for the taxation of corporate profits for periods starting from 1 January 2022, starting from the declarations that must be submitted as of 1 July 2022. With Law No. 7456 published in the Official Gazette dated 15 July 2023 and numbered 32249, the general corporate tax rate for certain companies, including insurance companies, was increased from 25% to 30%. The corporate tax rate increase has entered into force to be applied to the declarations to be submitted as of 1 October 2023 and to the profits earned in 2023 and subsequent tax periods.

The corporate tax rate is applied to the tax base to be found as a result of adding the expenses that are not accepted as a deduction in accordance with the tax laws to the commercial income of the corporations, deducting the exceptions (such as the participation earnings exception). If there is no dividend distribution, no further tax charges are made.

Dividends paid to the resident institutions and the institutions working through local offices or representatives are not subject to withholding tax. Otherwise, dividends paid are subject to withholding tax at the rate of 15%. In applying the withholding tax rates on dividend payments to the non-resident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are considered. Appropriation of retained earnings to capital is not considered as profit distribution and therefore is not subject to withholding tax.

Provisional taxes are calculated and paid at the corporate tax rate applicable to that year's earnings. Provisional taxes paid during the year can be offset against the corporate tax calculated on the annual corporate tax return of that year.

According to the Turkish tax legislation, financial losses shown on the declaration can be deducted from the period's corporate income provided unless they do not exceed 5 years. However, financial losses cannot be offset against previous years' profits.

In Türkiye, there is no procedure for a final and definite agreement on tax assessments. Companies file their tax returns with their tax offices by the end of 25th of the fourth month following the close of the accounting period to which they relate. Tax returns are open for five years from the beginning of the year that follows the date of filing during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based and may issue re-assessments based on their findings.

The law on amending the Tax Procedure Law and the Corporate Tax Law was enacted on 20 January 2022, Law No. It has been enacted with the number 7532 and it has been decided that the financial statements will not be subject to inflation adjustment in the 2021 and 2022 accounting periods, including the temporary accounting periods, and in the provisional tax periods of the 2023 accounting period, regardless of whether the conditions for the inflation adjustment within the scope of the Repeated Article 298 are met. In line with the Law No. 7352, inflation adjustment will be applied to the financial statements dated 31 December 2023, and the profit/loss difference arising from the inflation adjustment will be shown in the previous years' profit/loss account and will not be taxed. With the "Law No. 7491 on Amendments to Certain Laws and Decree Laws" published in the Official Gazette No. 32413 dated 28 December 2023, including the provisional tax periods of certain companies, including insurance companies, it has been regulated that the profits or losses that will arise as a result of the inflation adjustments to be made in the 2024 and 2025 accounting periods will not be considered in determining the profit.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.18 Taxes (Continued)**

*Corporate Tax*

According to the temporary article added to the Tax Procedure Law ("TPL") by the Omnibus Law No. 7571 published in the Official Gazette on December 24, 2025, it has been stipulated that even if the conditions are met, the PPI-based inflation adjustment will not be applied in the accounting periods of 2025, 2026, and 2027. Accordingly, inflation adjustment will not be applied to the TPL financial statements that will form the basis of the corporate tax returns for these periods. The company is evaluating the impact of these changes on its financial statements.

*Deferred Tax*

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax assets and liabilities are determined using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred income tax assets are recognized to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized (Note 21).

**2.19 Employee Benefits**

The Company accounts for its liability related to employment termination and vacation benefits according to "Turkish Accounting Standards Regarding Employee Benefits" ("TAS 19") and classifies in balance sheet under the account "Provision of Employment Termination Benefits".

According to the Turkish Labor Law, the Company is required to pay termination benefits to each employee whose jobs are terminated except for the reasons such as resignation, retirement and attitudes determined in Labor Law. The provision for employment termination benefits is calculated over present value of the possible liability in scope with the Labor Law by considering determined actuarial estimates.

The actuarial gains and losses identified in the calculations regarding the liabilities for employee benefits shall be recognized directly in equity. In this context, the service and interest costs are recognized in the statement of income whereas the actuarial gains and losses are recognized in "Other Profit Reserves" under shareholders' equity (Notes 15 and 22).

**2.20 Provisions**

Provisions are recognized when the Company has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation; and the amount can be reliably estimated. Provision amounts are estimated over expenditures expected to be required to settle the obligation at the balance sheet date by considering the risks and uncertainties related to the obligation. When the provision is measured by using the estimated cash outflows that are required to settle the obligation, the carrying value of the provision is equal to the present value of the related cash outflows.

Where some or all of the expenditure required to settle a provision is expected to be reimbursed by another party, the reimbursement is recognized as an asset if and only if it is virtually certain that reimbursement will be received and the reimbursement can be reliably estimated.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the financial statements of the period in which the change occurs. If an inflow of economic benefits has become probable, the Company discloses the contingent asset (Note 23).

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.21 Revenue Recognition**

*Written Premiums*

Written premiums represent premiums on policies written during the year, net of cancellations. As disclosed in Note 2.24, premium income is recognized in the financial statements on accrual basis by allocating the unearned premium provision over written risk premiums. The premium written for life insurance policies with maturities over one year consists of income accrued for payments with maturities within the current year. The premium written for policies with maturities less than one year covers the total premium of the relevant period.

*Reinsurance Commissions*

Commissions received for premiums ceded to reinsurance companies are accrued in the current year and are included in the operating expenses in the technical section of the income statement. As explained in the Note 2.24, the reinsurance commission income is reflected in the financial statements on an accrual basis by separating the deferred commission income from the commissions received (Note 32).

*Dividend Income*

Dividend income is recognized as income in the financial statements when it is entitled to receive.

*Fee Income*

Explained in Notes 2.14 and 25.

**2.22 Leases**

Leases are accounted according to TFRS 16 as explained in Note 2.5.

**2.23 Dividend Distribution**

Dividend liabilities are recognized as a liability in the financial statements in the period in which the dividends are declared as a component of dividend distribution. (Note 15)

**2.24 Technical Provisions**

*Mathematical Provisions*

Companies operating in the life and non-life branches set aside adequate mathematical reserves in accordance with actuarial principles to meet their liabilities to policyholders and beneficiaries for life and personal accident insurance contracts longer than one year. In addition to life insurances for more than one-year, personal accident, health, disability due to illness and dangerous diseases coverage for more than one year are given; Life insurance mathematical reserve amount is calculated in a way to include the mathematical reserve amount calculated according to actuarial principles regarding additional guarantees. Mathematical provisions consist of actuarial mathematical reserves calculated separately for each contract in force according to the technical principles in the tariff and explained below.

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.24 Technical Provisions (Continued)**

*Mathematical Provisions (Continued)*

Actuarial mathematical reserves are the difference between the premiums received for the risks undertaken by the companies and the cash value of liabilities to policyholders and beneficiaries. Actuarial mathematical reserves are separated according to the formulas and principles specified in the approved technical principles of the tariffs for life insurances with a term of more than one year. Actuarial mathematical reserves are calculated as the difference between the cash value of the insurer's future liabilities and the present value of the future premiums to be paid by the policyholder (prospective method). Profit share provision is set aside for the income obtained as a result of the conversion of these provisions into investments. However, the actuarial mathematical reserves total cannot be less than this total, if actuarial mathematical reserves are calculated as the difference between the result value of the premiums paid by the insurer and the resulting value of the risk undertaken by the insurer (retrospective method) or according to the generally accepted actuarial methods accepted by the Ministry of Treasury and Finance. In cases where the actuarial mathematical reserve is calculated as negative, this value is accepted as zero.

As of the effective date stated in the company tariffs, in addition to the participation value (actuarial mathematical reserve) on the date of participation in long-term life insurances related to the loan, the company has committed to calculate and refund the commission and expense share (or expense) falling on the participation value. In this context, the Company calculated the probability of participation with the best estimation method on the affiliates that were determined on a product basis and covering the last 5 years, and for the products determined within this scope, the additional mathematical reserves were allocated according to the results obtained by calculating the calculated probability for the current policies (Note 17).

*Reserve for Unearned Premiums*

Reserve for unearned premiums, effective insurance contracts premiums occur from gross amounts without any commission or other discount and based on daily premium calculations for the following period or periods. For the good's marine insurance contracts without a specific expire date, the premiums accrued from the last three months, 50% of the remaining amount is allocated as reserve for unearned premium. The reserve for unearned premiums during the day basis evaluation while following sections of the extended periods are being evaluated it is assumed that in general implementation, the policy starts at noon 12:00 and ends again at noon 12:00. Pursuant to the Regulation on Technical Reserves, the unearned premium reserves of the policies issued and the reinsurance share of this provision, the premiums accrued for the insurance contracts in force and the premiums transferred to the reinsurers grossly on a daily basis, without any commission or other deduction, for the next accounting period or calculated and reflected in the records as the portion overlapping the accounting periods. (Note 17).

*Deferred Commission Expenses and Deferred Commission Incomes*

Within the framework of the Circular numbered 2007/25 and dated 28 December 2007 published by the Republic of Türkiye Ministry of Treasury and Finance, the unearned portion of commissions paid to agencies for the written premiums and commissions received from reinsurers for the ceded premium, are recorded as in deferred expenses and deferred commission income, respectively on the balance sheet, and as operating expenses on a net basis in the income statement (Note 17).

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.24 Technical Provisions (Continued)**

*Provision for outstanding claims*

The Company accounts for outstanding claim provision for ultimate cost of the claims incurred, but not paid in the current or previous periods or, for the estimated ultimate cost if the cost is not certain yet and for the incurred but not reported claims. Claim provisions are accounted for based on reports of experts or initial assessments of policyholders and experts, and in the calculations related to the claim provisions, claim recoveries, salvage and similar gains are not deducted.

As of 31 December 2025, for the non-life personal accident branch, with the outstanding claims reserve accrued and determined on account; The difference between the content and application principles, the Technical Reserves Regulation and the "Circular on Outstanding Claims Provision" dated 5 December 2014 and numbered 2014/16 and the actuarial chain ladder method determined in the relevant regulations was realized but not reported. accounted as compensation amount.

In accordance with the "Circular on Provision for Outstanding Claims" dated 5 December 2014 and numbered 2014/16, published by the Ministry of Treasury and Finance and entered into force on 1 January 2015, the Circular on the Actuarial Chain Ladder Method, numbered 2010/12, valid until 31 December 2014. "Has been repealed except for Articles 9 and 10, and it has been stipulated that the indemnity provision that has been realized but not reported since 1 January 2015, is calculated in line with the best estimates determined within the framework of the opinions of the Company actuary. According to the aforementioned circular, the selection of the data used in the calculations regarding the incurred but not reported compensation amounts, the correction procedures, the selection of the most appropriate method and development factors and the intervention to the development factors are made by the Company's actuarial methods. In the relevant circular, it was stated that the Standard Chain, Claim / Premium, Cape Cod, Frequency Intensity, Munich Chain or Bornhuetter-Ferguson actuarial chain ladder methods ("ACLM") will be used in the calculation of the realized but not reported claim provision and companies have been given the right to choose one of these methods for each branch.

In this context, the Company has chosen the Standard chain method over the incurred claims in the calculation of the incurred but not reported compensation provisions for the non-life personal accident and health branch as of 31 December 2025 and 31 December 2024. In the calculations, the improvement coefficients were not interfered with. And did not perform major claim elimination. The company actuary has examined the claims realizations for the personal accident branch and it has been observed that the past realizations are in line with the future claim expectations; In the ACML calculation, it was not deemed necessary to intervene in the development coefficients in the relevant period. In order to find the net realized but unreported compensation provision amounts over the gross ACML calculations; The share ratios of the collaterals in the effective portfolio in reinsurance have been used. Accordingly, as of 31 December 2025, the incurred but not reported claims provision for non-life branches, respectively, is TRY 928.799 gross (31 December 2024: TRY 3.168.916) and net TRY 606.921 (31 December 2024: negative TRY 2.022.056).

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**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**2.24 Technical Provisions (Continued)**

*Provision for outstanding claims (Continued)*

In the calculation of the incurred but not reported compensation amount made by the company for the life branch, a calculation was made only on the policies for which death guarantee was provided, and in the last 5 periods, the compensation amounts that occurred before the end of the said period but were reported after the end of the period, are calculated based on the life insurance coverage of the said periods. The ratio found by dividing the average death coverage given in the branch of the insurance branch has been considered. The company calculated the amount of indemnity incurred but not reported for the current fiscal period by multiplying the rate determined by considering the data of the last 5 periods and the collaterals given for the policies produced in the life branch in the period 1 January – 31 December 2025, and as of 31 December 2025, TRY 370.151.300 (31 December 2024: TRY 298.460.760) gross realized but not reported compensation provision was reflected in its records. Since the policies for which without death coverages are provided have a low weight in the portfolio, they are not included in the calculation. The incurred but not reported indemnity reinsurance share amount is calculated using the reinsurance rates in the outstanding claims subject to calculation and the net incurred but not reported indemnity amount is reached by deducting from the gross amount calculated. Accordingly, a net realized but not reported compensation provision for the life branch was recorded TRY 365.444.234 (31 December 2024: TRY 295.311.866). Pursuant to the Circular No. 2011/23, insurance companies calculate a winning rate over the amounts of the lawsuits filed against the company according to the realizations of the last five years according to the realizations of the last five years and according to the calculated win rate, deduction from the outstanding claims reserves accrued for the files in the litigation process. are possible. As of 31 December 2025, the company calculated the winning ratio over the amount of the lawsuits filed against the Company, and net TRY 120.617.626 (31 December 2024: TRY 96.512.039) (Note 17).

*Equalization provision*

According to “Regulation of technical provisions”, companies should book equalization provision for guarantees of loan and earthquakes in order to offset fluctuations in the rate of indemnification and to meet catastrophic risks in the accounting period. Pursuant to the sector announcement numbered 2009/9 "Regarding the Implementation of Legislation Regarding Technical Reserves", life and pension companies are obliged to set aside equalization provision as of 1 January 2009 for the insurance contracts for which they provide earthquake additional coverage in the life and accident branches that may occur due to the earthquake. In this context, the company has calculated an equalization reserve at the rate of 12% of this amount by accepting 11% of the death net premium, including the expense share, as earthquake premium. As of 31 December 2025, the Company has made provision TRY 883.456.648 equalization provision. (31 December 2024: TRY 637.067.222) (Note 17).

*Provision for Bonus and Discount*

The Company has made a provision for bonus and discount of TRY 109.975.415 as of 31 December 2025 (31 December 2024: TRY 7.767.784)

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**3. SIGNIFICANT ACCOUNTING ESTIMATES AND REQUIREMENTS**

Preparation of financial statements requires the use of assumptions and estimates that might affect the amounts of assets and liabilities reported as of balance sheet date, explanation of the conditional assets and liabilities and amounts of the income and expenses reported throughout the accounting period. Accounting evaluations, estimates and assumptions are evaluated taking into consideration past experience, other factors, current conditions and reasonable expectations for future events. Such evaluations and estimates might differ from actual consequences, even though they are based on the best knowledge of the management about current events and transactions.

One of the most important accounting estimates for the Company is to estimate the final net liabilities relating to the expenses to arise from the effective policies. As per its nature, estimating liabilities regarding the insurance business includes the evaluation of many uncertainties.

**4. MANAGEMENT OF INSURANCE AND FINANCIAL RISK**

*Insurance risk*

The risk under any insurance contact is the possibility that the insured event occurs and the uncertainty of the amount of the resulting claim. By the very nature of the insurance contracts, this risk is random and therefore unpredictable.

For a portfolio of insurance contracts where the theory of probability is applied to pricing and reserving, the principal risk that the Company faces under its insurance contracts is that the actual claims and benefit payments exceed the carrying amount of insurance liabilities. The Company determines its insurance underwriting strategy based on the type of insurance risk accepted and the claims incurred.

Pricing of the company is made by looking at statistical analysis, past data and mortality tables appropriate to the relevant product. The company manages these risks with the policy writing strategy it has shaped and the reinsurance agreements it is a party to.

The following factors are considered in the risk acceptance policy in Life and Personal Accident branches:

- In individual insurances, health claims and reports considering the age of the insured and the insurance amount,
- Health claims and reports according to the number of people in the group in group insurances and whether the insurance is mandatory or voluntary,
- In pricing, information on the application of premium, additional conditions or deduction or rejection of the coverage, depending on the health status of the insured,
- In high-value guarantees, along with the health documents, documents related to the financial situation of the insured.

The concentration of insurance risk (maximum insured loss) under each branch is summarized below:

	<b>31 December 2025</b>	<b>31 December 2024</b>
Life	3.263.721.205.930	2.349.279.584.476
Non-Life	2.162.710.473	2.689.146.814
<b>Total</b>	<b>3.265.883.916.403</b>	<b>2.351.968.731.290</b>

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**4. MANAGEMENT OF INSURANCE AND FINANCIAL RISK (Continued)**

The Company is subject to the following risks in relation to the pricing of policies:

***Mortality risk:***

The Company is subject to mortality risk if the actual death claims are higher than expected death rates in the mortality tables used for pricing of the policies. The Company uses the appropriate mortality table for each product. Furthermore, necessary changes are made to the tariffs according to product-based loss ratios. The Company uses the CSO 53-58, CSO 80 or CSO 2001 mortality tables while pricing the life insurance agreements.

***Technical interest rate risk:***

In saving life products, the policyholders are guaranteed an income that is equal to “technical interest rate” at a minimum. The Company is subject to the technical interest rate risk if the market interest rate is lower than the guaranteed interest rate. The Company’s current saving life portfolio is continuously reviewed by considering the possible technical interest rate risk to which may arise in the following years.

The company's current financial assets, yield rates and related mathematical provisions are as follows:

	31 December 2025		31 December 2024	
	Carrying value	Weighted average yearly int. rate (%)	Carrying value	Weighted average yearly int. rate (%)
<b>Financial Assets</b>				
Investment Fund	18.053.728.718	-	12.634.833.818	-
Private Sector/Government Bond	24.148.892.314	40,07	10.973.516.479	48,34
Time Deposit – TRY	1.509.237.687	39,20	2.494.815.522	49,30
Eurobond – USD	1.389.815.909	-	920.738.252	-
Time Deposit - EUR	257.498.523	2,50	213.114.855	3,00
Lease Certificate-TRY	334.251.587	45,50	102.852.683	51,15
Time Deposit - USD	-	-	45.647.058	1,25
Takasbank money market	1.814.769.107	45,15	7.977.072	52,00
Other Financial Assets (KKM)	8.713	-	15.789	-
Stock	-	-	-	-
	<b>47.508.202.558</b>		<b>27.393.511.528</b>	

	31 December 2025		31 December 2024	
	Mathematical reserves TRY	Guaranteed interest rates (%)	Mathematical reserves TRY	Guaranteed interest rates (%)
<b>Financial Liabilities</b>				
Classic Cumulative –TRY	95.477.944	9,00	69.581.812	9,00
Probable Life – USD	12.304.524	1,50	15.479.608	1,50
Probable Life – TRY	3.525.277	2,50	5.036.598	6,00
Probable Life - EUR	3.426.941	1,50	4.507.682	1,50
Classic Cumulative - USD	3.145.368	9,00	2.797.150	2,50
Income – TRY	2.523.964	4,00	2.130.985	9,00
Income – TRY	2.384.915	6,00	1.813.020	4,00
Classic Cumulative – TRY	177.544	5,00	548.160	
<b>Total Mathematical Reserves for Cumulative Life Policies</b>	<b>122.966.478</b>		<b>101.895.015</b>	
Total Mathematical Reserves for Life Policies without Savings	6.511.698.585		2.347.212.615	
<b>Total (Note 17.2)</b>	<b>6.634.665.063</b>		<b>2.449.107.630</b>	

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**4. MANAGEMENT OF INSURANCE AND FINANCIAL RISK (Continued)**

*Sensitivity analysis*

*Financial risk*

The Company is exposed to financial risks due to its financial assets, reinsurance assets and insurance liabilities. In summary, the main financial risk is that the revenues from financial assets are insufficient to meet the liabilities arising from insurance contracts. The most important components of financial risk are market risk (including currency risk, market value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The general risk management program of the Company focuses on the volatility of the financial markets and the minimization of its possible adverse effects on the financial performance of the Company. The Company does not use any derivative financial instruments. Risk management is carried out by the Company management in line with the procedures approved by the Board of Directors.

(a) *Market Risk*

i. *Cash flow and market value interest rate risk*

The Company is exposed to the interest rate risk arising from the effect of changes in interest rates to which variable interest rate financial assets and liabilities are subject to. The Company's variable and fixed interest financial assets are shown below.

31 December 2025						
	Private sector and government bonds and bills	Eurobond	Lease Certificate	Takasbank Money Market	Currency Protected Deposit	Time Deposit
<i>Risks on Saving Life Policyholders</i>						
Fixed rate	-	-	-	-	-	541.380.723
	-	-	-	-	-	541.380.723
<b>Company portfolio</b>						
Fixed rate	14.301.856.608	1.389.815.909	80.584.882	1.814.769.107	-	1.766.736.210
Variable rate	9.847.035.706		253.666.705	-	-	
	<b>24.148.892.314</b>	<b>1.389.815.909</b>	<b>334.251.587</b>	<b>1.814.769.107</b>	-	<b>1.766.736.210</b>
<b>Total</b>	<b>24.148.892.314</b>	<b>1.389.815.909</b>	<b>334.251.587</b>	<b>1.814.769.107</b>	-	<b>2.308.116.933</b>

31 December 2024						
	Private sector and government bonds and bills	Eurobond	Lease Certificate	Takasbank Money Market	Currency Protected Deposit	Time Deposit
<i>Risks on Saving Life Policyholders</i>						
Fixed rate	-	-	-	-	-	381.194.525
	-	-	-	-	-	381.194.525
<b>Company portfolio</b>						
Fixed rate	2.170.706.622	920.738.252	102.852.683	-	7.977.072	2.372.382.911
Variable rate	8.802.809.857	-	-	-	-	-
	<b>10.973.516.479</b>	<b>920.738.252</b>	<b>102.852.683</b>	-	<b>7.977.072</b>	<b>2.372.382.911</b>
<b>Total</b>	<b>10.973.516.479</b>	<b>920.738.252</b>	<b>102.852.683</b>	-	<b>7.977.072</b>	<b>2.753.577.436</b>

	31 December 2025	31 December 2024
Financial assets with fixed interest	19.895.143.439	5.955.852.065
Financial assets with variable interest	10.100.702.411	8.802.809.857
Assets without interest	18.053.728.718	12.634.849.607
<b>Total</b>	<b>48.049.574.568</b>	<b>27.393.511.529</b>

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**4. MANAGEMENT OF INSURANCE AND FINANCIAL RISK (Continued)**

*Sensitivity analysis (Continued)*

*Financial risk (Continued)*

*(a) Market Risk (Continued)*

*ii. Currency Risk*

The company is exposed to foreign exchange risk arising from exchange rate changes due to the conversion of foreign currency receivables and debts to Turkish Lira. These risks are monitored and limited by analyzing the foreign currency position.

As of 31 December 2025, if the EUR gained / lost 20% value against TRY and all other variables remained constant, the profit before tax as a result of the exchange difference profit / loss due to the conversion of assets and liabilities in EUR is TRY 15.757.974 (31 December 2024: TRY 15.051.371) would have been higher / lower.

As of 31 December 2025, if the USD gained / lost 20% value against TRY and all other variables remained constant, the profit before tax as a result of the foreign exchange loss / profit due to the conversion of assets and liabilities in USD is TRY 414.701.080 (31 December 2024: TRY 218.899.641) would be lower / higher.

*iii. Price Risk*

The financial assets of the Company expose the Company to price risk. As of 31 December 2025, the Company has financial assets held at market value. If the market prices had increased / decreased by 5% and all other variables remained constant, the financial assets account would have been TRY 1.905.841.530 (31 December 2024: TRY 1.231.597.062).

*(b) Credit (Receivable) risk*

Ownership of financial assets involves the risk that counterparties may be unable to meet the terms of their agreements. The Company's exposure to credit risk arises mainly from cash and cash equivalents and bank deposits, financial assets, reinsurers' share of insurance liabilities, due from reinsurers and premium receivables from policyholders and intermediaries. The Company management deems these risks as total credit risk to the counterparty.

The Company follows and monitors the credit risk of financial assets classified as loans and receivables and receivables from insurance operations (including reinsurance receivables) by guarantees received and procedures applied for the selection of the counterparties. Other explanations in relation to these receivables are disclosed in Note 12.

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**4. MANAGEMENT OF INSURANCE AND FINANCIAL RISK (Continued)**

*Sensitivity analysis (Continued)*

*Financial risk (Continued)*

*(b) Credit (Receivable) risk (Continued)*

The Company's loans and receivables outside the group, and loans of financial assets subject to risks largely government securities and private sector bonds and bills and rent certificates and held in banks and other financial institutions in Türkiye consist of term and demand deposits. Government debt securities and bank deposits are not considered to have high credit risk. The private sector bonds held by the company consist of debt securities issued by banks and financial institutions subject to legal regulations and debt securities of holding and similar companies that are deemed to have no high risk.

*(c) Liquidity risk*

The Company uses its available cash resources to pay claims arising from insurance contracts. Liquidity risk is the risk that cash may not be available to pay obligations when due at a reasonable cost. Management sets limits on the minimum portion of funds available to meet such liabilities.

The table below shows the distribution of the Company's financial and insurance liabilities according to the remaining terms arising from the contract or expected from the contract as of the balance sheet date:

31 December 2025	Contractual cash flows				
	Up to	5 years			Total
	3 months	3-12 months	1-5 years	and above	
Payables from retirement activities	2.355.760.182	-	-	-	2.355.760.182
Payables to insurance and reinsurance companies	104.126.461	-	-	-	104.126.461
Other miscellaneous payables	207.570.507	-	-	-	207.570.507
Payables from related parties	1.230.990	-	-	-	1.230.990
Financial payables	-	2.544.437.939	56.872.006	-	2.601.309.945
Payables from other main activities	26.551.255	-	-	-	26.551.255
Deposits and guarantees received	7.368.109	-	-	-	7.368.109
	<b>2.702.607.504</b>	<b>2.544.437.939</b>	<b>56.872.006</b>	<b>-</b>	<b>5.303.917.449</b>

  

31 December 2025	Expected cash flows				
	Up to	5 years			Total
	3 months	3-12 months	1-5 years	and above	
Mathematical reserves	28.259.391	140.908.505	1.482.736.221	4.982.760.946	6.634.665.063
Provision for outstanding claims	2.494.935.136	-	-	-	2.494.935.136
Equalization provision	208.146.941	473.820.247	165.178.017	36.311.443	883.456.648
	<b>2.731.341.468</b>	<b>614.728.752</b>	<b>1.647.914.238</b>	<b>5.019.072.389</b>	<b>10.013.056.847</b>

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**4. MANAGEMENT OF INSURANCE AND FINANCIAL RISK (Continued)**

*Sensitivity analysis (Continued)*

*Financial risk (Continued)*

*(c) Liquidity risk (Continued)*

31 December 2024	Contractual cash flows				Total
	Up to 3 months	3-12 months	1-5 years	5 years and above	
Payables from retirement activities	1.330.955.873	-	-	-	1.330.955.873
Payables to insurance and reinsurance companies	383.317.238	-	-	-	383.317.238
Other miscellaneous payables	239.448.341	-	-	-	239.448.341
Payables from related parties	179.819.400	-	-	-	179.819.400
Financial payables	-	31.772.522	2.216.090	-	33.988.612
Payables from other main activities	30.765.972	-	-	-	30.765.972
Deposits and guarantees received	2.398.102	-	-	-	2.398.102
	<b>2.166.704.926</b>	<b>31.772.522</b>	<b>2.216.090</b>	<b>-</b>	<b>2.200.693.538</b>

  

31 December 2024	Expected cash flows				Total
	Up to 3 months	3-12 months	1-5 years	5 years and above	
Mathematical reserves	12.850.564	143.112.208	1.078.349.690	1.214.795.168	2.449.107.630
Provision for outstanding claims	1.900.411.619	-	-	-	1.900.411.619
Equalization provision	148.935.661	347.782.256	119.976.352	20.372.953	637.067.222
	<b>2.062.197.844</b>	<b>490.894.464</b>	<b>1.198.326.042</b>	<b>1.235.168.121</b>	<b>4.986.586.471</b>

The Company anticipates to meet the above-mentioned liabilities with financial assets and cash and cash equivalents included in its assets.

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**4. MANAGEMENT OF INSURANCE AND FINANCIAL RISK (Continued)**

*Fair value of the financial assets*

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation, and is best evidenced by a quoted market price, if one exists.

Estimated market values of financial instruments are determined using available market data and, if possible, using appropriate valuation methods.

Financial assets available for sale and financial assets held for trading are presented over their fair values by using the prices on the stock exchanges. The cost of the financial assets that are not quoted in an active market, less impairment if any, are considered to approximate carrying value.

The fair values of balances denominated in foreign currencies, which are translated at period end exchange rates, are considered to approximate carrying values. The fair values of cash and cash equivalents are considered to approximate their respective carrying values due to their short-term nature. The carrying value of receivables from main operations along with related provision for overdue receivables is considered to approximate respective fair values.

Company management estimates that the fair values of other financial assets and liabilities are not significantly different from their book values due to their short-term nature.

*Classification for fair value measurement*

IFRS 7, “Financial Instruments: Disclosures”, requires that financial instruments measured at fair value in the financial statements be classified according to a hierarchy that reflects the significance of the inputs used in determining their fair values. This classification is primarily based on whether the inputs are observable or unobservable. Observable inputs refer to the use of market data obtained from independent sources, while unobservable inputs refer to the Company’s own market assumptions and estimates. Such a distinction generally results in the following classifications.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices);

Level 3: Inputs for the asset or liability that is not based on observable market data (unobservable inputs).

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**4. MANAGEMENT OF INSURANCE AND FINANCIAL RISK (Continued)**

*Fair value of the financial assets (Continued)*

*Classification for fair value measurement (Continued)*

In this framework, the fair value classification of financial assets measured at their fair values is as follows:

<b>31 December 2025</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets held for trading (Note 11)	18.464.234.684	3.204.585.016	-	21.668.819.700
Available for sale financial assets (Note 11)	18.262.780.015	-	-	18.262.780.015
Investment properties (Note 7)	-	-	1.140.414.298	1.140.414.298
Properties held for use (Note 6)	-	-	71.204.400	71.204.400
Joint ventures (Note 9)	4.740.325	-	-	4.740.325
<b>Total</b>	<b>36.731.755.024</b>	<b>3.204.585.016</b>	<b>1.211.618.698</b>	<b>41.147.958.738</b>

<b>31 December 2024</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Financial assets held for trading (Note 11)	15.644.529.619	928.715.324	-	16.573.244.943
Available for sale financial assets (Note 11)	8.066.673.361	-	-	8.066.673.361
Investment properties (Note 7)	-	-	956.894.298	956.894.298
Properties held for use (Note 6)	-	-	58.884.400	58.884.400
Joint ventures (Note 9)	3.835.863	-	-	3.835.863
<b>Total</b>	<b>23.715.038.843</b>	<b>928.715.324</b>	<b>1.015.778.698</b>	<b>25.659.532.865</b>

*Capital management*

The Company's objectives when managing the capital are:

- Fulfilling the capital adequacy requirements required in the relevant legislation,
- to safeguard the Company's ability to continue as a going concern so that it can continue the operations.

The minimum required shareholders' equity amount calculated as of 31 December 2025 within the framework of the related regulations on capital adequacy is TRY 8.923.919.032. (31 December 2024: TRY 4.835.813.914) The Company's equity capital is TRY 23.878.094.229 more than the minimum required equity. (31 December 2024: TRY 14.174.813.941)

**5. SEGMENT INFORMATION**

Disclosed in Note 2.3.

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**6. TANGIBLE ASSETS**

*Movement table of tangible assets:*

	1 January 2025	Additions	Revaluation	Disposals	31 December 2025
<b>Cost/Revalued amount:</b>					
Lands for use	42.876.833	-	-	-	42.876.833
Buildings for use	16.007.567	-	12.320.000	-	28.327.567
Machinery and equipment	163.163.618	117.847.173	-	(2.583.800)	278.426.991
Motor vehicles	1.572.313	2.015.668	-	-	3.587.981
Other tangible assets	50.538.339	2.237.372	-	-	52.775.711
Tangible fixed assets acquired through lease	162.893.106	157.928.819	-	(139.391.889)	181.430.036
	<b>437.051.776</b>	<b>280.029.032</b>	<b>12.320.000</b>	<b>(141.975.689)</b>	<b>587.425.119</b>
<b>Accumulated depreciation</b>					
Buildings for use	(336.732)	(594.478)	-	-	(931.210)
Machinery and equipment	(98.043.608)	(35.876.311)	-	1.855.965	(132.063.954)
Motor vehicles	(772.312)	(340.784)	-	-	(1.113.096)
Other tangible assets	(28.857.397)	(3.683.672)	-	-	(32.541.069)
Tangible fixed assets acquired through lease	(116.558.294)	(85.866.343)	-	127.591.464	(74.833.173)
	<b>(244.568.343)</b>	<b>(126.361.588)</b>	<b>-</b>	<b>129.447.429</b>	<b>(241.482.502)</b>
<b>Net book value</b>	<b>192.483.433</b>				<b>345.942.617</b>
	1 January 2024	Additions	Revaluation	Disposals	31 December 2024
<b>Cost/Revalued amount:</b>					
Lands for use	42.876.833	-	-	-	42.876.833
Buildings for use	17.601.500	-	14.181.067	(15.775.000)	16.007.567
Machinery and equipment	144.322.520	26.919.777	-	(8.078.679)	163.163.618
Motor vehicles	1.435.273	137.040	-	-	1.572.313
Other tangible assets	43.970.232	6.568.107	-	-	50.538.339
Tangible fixed assets acquired through lease	77.803.274	85.089.832	-	-	162.893.106
	<b>328.009.632</b>	<b>118.714.756</b>	<b>14.181.067</b>	<b>(23.853.679)</b>	<b>437.051.776</b>
<b>Accumulated depreciation</b>					
Buildings for use	(382.584)	(356.686)	-	402.540	(336.730)
Machinery and equipment	(77.553.122)	(27.913.558)	-	7.423.072	(98.043.608)
Motor vehicles	(364.217)	(408.095)	-	-	(772.313)
Other tangible assets	(24.104.660)	(4.752.738)	-	-	(28.857.398)
Tangible fixed assets acquired through lease	(67.645.904)	(48.912.390)	-	-	(116.558.294)
	<b>(170.050.487)</b>	<b>(82.343.468)</b>	<b>-</b>	<b>7.825.612</b>	<b>(244.568.344)</b>
<b>Net book value</b>	<b>157.959.145</b>				<b>192.483.432</b>

There is no mortgage on real estates for use (31 December 2024: None).

As of 31 December 2025, and 31 December 2024, the land and buildings classified as real estate for use are reflected in the financial statements based on their fair values amounting to TRY 71.204.400 determined in the framework of the valuation reports prepared by an independent professional valuation company.

The revaluation increases resulting from the valuation of lands and buildings are recorded, free of deferred tax, by crediting the "Other Capital Reserves" account under equity. Revaluation decreases resulting from the valuation of lands and buildings are deducted from the "Other Capital Reserves" account of the relevant asset in the equity group. The revaluation decreases of the assets that do not have a balance in the "Other Capital Reserves" within the equity group are associated with the income statement. The movement of revaluation increases related to lands and buildings accounted for by revaluation method within the period is shown in Note 15.

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**7. INVESTMENT PROPERTIES**

	1 January 2025	Additions	Valuation Increase	Disposals	31 December 2025
<b>Fair value:</b>					
Lands	920.951.127	-	180.771.006	-	1.101.722.133
Buildings	35.943.171	-	2.748.994	-	38.692.165
<b>Net book value</b>	<b>956.894.298</b>	<b>-</b>	<b>183.520.000</b>	<b>-</b>	<b>1.140.414.298</b>

  

	1 January 2024	Additions	Valuation Increase	Disposals	31 December 2024
<b>Fair value:</b>					
Lands	603.463.570	-	317.487.557	-	920.951.127
Buildings	28.492.394	-	7.450.777	-	35.943.171
<b>Net book value</b>	<b>631.955.964</b>	<b>-</b>	<b>324.938.334</b>	<b>-</b>	<b>956.894.298</b>

The land and buildings kept for the purpose of obtaining rent or gaining value, or both, instead of being used in the activities of the Company or sold for administrative purposes or during the normal course of business, are classified as investment properties. Investment properties are reflected in the financial statements with their fair values determined within the framework of the expertise reports prepared by an independent professional valuation company.

	31 December 2025	
<b>Real estate</b>	<b>Land Value</b>	<b>Building Value</b>
Ortaköy building (*)	1.052.108.133	33.306.867
İzmir region directorate (**)	26.298.000	3.761.298
Ankara region directorate land	26.298.000	1.624.000
	<b>1.104.704.133</b>	<b>38.692.165</b>

(\*) In the appraisal report dated 15 December 2025, it was valued with a peer comparison and cost approach.

(\*\*) In the appraisal report dated 15 December 2025, it has been valued using the peer comparison and income method.

	31 December 2024	
<b>Real estate</b>	<b>Land Value</b>	<b>Building Value</b>
Ortaköy building (*)	877.667.127	30.557.873
İzmir region directorate (**)	22.868.000	3.761.298
Ankara region directorate land	20.416.000	1.624.000
	<b>920.951.127</b>	<b>35.943.171</b>

(\*) In the appraisal report dated 22 December 2024, it was valued with a peer comparison and cost approach.

(\*\*) In the appraisal report dated 23 December 2024, it has been valued using the peer comparison and income method.

The fair capital gains from the aforementioned real estate properties are recorded in the income statement under the account item "Income from Land, Plots and Buildings"; in the current period, the fair capital gains income is TRY 183.520.000 (1 January – 31 December 2024: TRY 324.938.344). The company has earned a total rental income of TRY 15.118.370 (1 January – 31 December 2024: TRY 10.184.988) from these investment properties during the period 1 January – 31 December 2025, and has accounted for this amount under "Income from Land, Plots and Buildings" in the income statement.

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**8. INTANGIBLE ASSETS**

	1 January 2025	Additions	Revaluation	Disposals	31 December 2025
<b>Cost:</b>					
Rights and software	354.953.413	172.222.415	-	(1.124.383)	526.051.445
Development costs	-	-	-	-	-
Other intangible assets	657	-	-	(657)	-
<b>Total</b>	<b>354.954.070</b>	<b>172.222.415</b>	<b>-</b>	<b>(1.125.040)</b>	<b>526.051.445</b>
<b>Accumulated depreciation:</b>					
Rights and software	(190.040.256)	(99.842.907)	-	715.311	(289.167.852)
Other intangible assets	(661)	-	-	661	-
<b>Total</b>	<b>(190.040.917)</b>	<b>(99.842.907)</b>	<b>-</b>	<b>715.972</b>	<b>(289.167.852)</b>
<b>Net book value</b>	<b>164.913.153</b>	<b>72.379.508</b>	<b>-</b>	<b>(409.068)</b>	<b>236.883.593</b>
	1 January 2024	Additions	Revaluation	Disposals	31 December 2024
<b>Cost:</b>					
Rights and software	223.615.266	131.338.147	-	-	354.953.413
Development costs	9.469.845	-	-	(9.469.845)	-
Other intangible assets	657	-	-	-	657
<b>Total</b>	<b>233.085.768</b>	<b>131.338.147</b>	<b>-</b>	<b>(9.469.845)</b>	<b>354.954.070</b>
<b>Accumulated depreciation:</b>					
Rights and software	(131.931.839)	(58.108.417)	-	-	(190.040.256)
Other intangible assets	(661)	-	-	-	(661)
<b>Total</b>	<b>(131.932.500)</b>	<b>(58.108.417)</b>	<b>-</b>	<b>-</b>	<b>(190.040.917)</b>
<b>Net book value</b>	<b>101.153.268</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>164.913.153</b>

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**9. INVESTMENTS IN ASSOCIATES**

The Company has classified its long-term securities as financial assets available for sale under the item "Related Securities" in the balance sheet. The company does not have any activity in the management of these financial assets.

	31 December 2025			31 December 2024		
	Share (%)	Cost Value	Book Value	Share (%)	Cost Value	Book Value
Emeklilik Gözetim Merkezi A.Ş. (*)	6,67	4.740.325	4.740.325	6,67	3.835.863	3.835.863
<b>Total</b>		<b>4.740.325</b>	<b>4.740.325</b>		<b>3.835.863</b>	<b>3.835.863</b>

(\*) It is carried over cost.

**10. REINSURANCE ASSETS**

Reinsurance Assets/(Liabilities)	31 December 2025	31 December 2024
Reinsurers' share of outstanding claims provision (Note 17)	46.305.574	46.897.938
Payables to reinsurance companies (Note 19)	(121.915)	(503.661)

  

Reinsurance Income / (Expenses)	1 January- 31 December 2025	1 January- 31 December 2024
Reinsurers' share in paid claims	2.691.590	8.402.963
Reinsurer's share in change of outstanding claims	(592.366)	(3.263.044)
Premiums transferred to the reinsurers (-) (Note 24)	(105.948.000)	(67.707.860)

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**11. FINANCIAL ASSETS**

**11.1 Sub categorization of the items presented compatible to the Entity's operations:**

	<b>31 December 2025</b>		<b>Total</b>
	<b>Insured portfolio</b>	<b>Company portfolio</b>	
<b><i>Financial Investments with Risks on Saving Life</i></b>			
<b><i>Policyholders</i></b>			
Financial assets whose fair value differences reflected in the income statement:			
Time deposits	541.380.723	-	541.380.723
	<b>541.380.723</b>	<b>-</b>	<b>541.380.723</b>
<b><i>Company portfolio</i></b>			
Financial assets whose fair value differences reflected in the income statement:			
Investment fund	-	18.053.728.718	18.053.728.718
Private sector and government bonds and bills	-	410.505.966	410.505.966
Eurobond	-	1.389.815.909	1.389.815.909
Takasbank money market	-	1.814.769.107	1.814.769.107
Lease certificate	-	-	-
<b>Available for sale financial assets:</b>			
Government bonds	-	9.654.833.601	9.654.833.601
Private sector and government bonds and bills	-	8.273.694.827	8.273.694.827
Lease certificate	-	334.251.587	334.251.587
<b>Financial assets held to maturity:</b>			
Government bonds	-	5.809.857.920	5.809.857.920
Currency protected deposits	-	8.713	8.713
	<b>-</b>	<b>45.741.466.348</b>	<b>45.741.466.348</b>
<b>Total</b>	<b>541.380.723</b>	<b>45.741.466.348</b>	<b>46.282.847.071</b>
<b>31 December 2024</b>			
	<b>Insured portfolio</b>	<b>Company portfolio</b>	<b>Total</b>
<b><i>Financial Investments with Risks on Saving Life</i></b>			
<b><i>Policyholders</i></b>			
Financial assets whose fair value differences reflected in the income statement:			
Time deposits	381.194.525	-	381.194.525
	<b>381.194.525</b>	<b>-</b>	<b>381.194.525</b>
<b><i>Company portfolio</i></b>			
Financial assets whose fair value differences reflected in the income statement:			
Investment fund	-	12.634.833.818	12.634.833.818
Private sector and government bonds and bills	1.321.617.268	1.585.225.850	2.906.843.118
Eurobond	-	920.738.252	920.738.252
Takasbank money market	-	7.977.072	7.977.072
Lease certificate	-	102.852.683	102.852.683
<b>Available for sale financial assets:</b>			
Government bonds	2.908.181.503	1.742.360.759	4.650.542.262
Private sector and government bonds and bills	-	3.416.131.099	3.416.131.099
<b>Financial assets held to maturity:</b>			
Currency protected deposits	-	15.789	15.789
	<b>4.229.798.771</b>	<b>20.410.135.322</b>	<b>24.639.934.093</b>
<b>Total</b>	<b>4.610.993.296</b>	<b>20.410.135.322</b>	<b>25.021.128.618</b>

As of 31 December 2025, the financial assets of the Company amounting to TRY 541.380.723 are blocked in favor of IPRSA (31 December 2024: TRY 381.194.525) (Note 43).

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**11. FINANCIAL ASSETS (Continued)**

**11.1 Sub categorization of the items presented compatible to the Entity's operations (Continued)**

The current financial assets of the Company and the weighted average interest rates and average maturity of these financial assets are shown in the table below.

31 December 2025	Weighted average annual interest rates (%)				Average terms (month)			
	Private sector and government bonds and bills	Eurobond	Time deposit	Lease certificate	Private sector and government bonds and bills	Eurobond	Time deposit	Lease certificate
<i>Financial Investments with Risks on Saving Life Policyholders</i>								
TRY	-	-	40,00	-	-	-	0,80	-
EUR	-	-	2,50	-	-	-	3,20	-
USD	-	-	1,50	-	-	-	2,23	-

31 December 2025	Weighted average annual interest rates (%)					Average terms (month)				
	Private sector and government bonds and bills	Eurobond	Time deposit	Rent certificate	Takasbank Money Market	Private sector and government bonds and bills	Eurobond	Time deposit	Rent certificate	Takasbank Money Market
<i>Company portfolio</i>										
TRY	40,07	8,49	39,20	45,50	45,15	37,63	60,97	4,53	11,30	3,83
EUR	-	-	2,50	-	-	-	-	3,20	-	-
USD	-	-	2,77	-	-	-	-	0,77	-	-

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**11. FINANCIAL ASSETS (Continued)**

**11.1 Sub categorization of the items presented compatible to the Entity's operations (Continued)**

31 December 2024	Weighted average annual interest rates (%)				Average terms (month)				
	Private sector and government bonds and bills	Eurobond	Time deposit	Lease certificate	Private sector and government bonds and bills	Eurobond	Time deposit	Lease certificate	Lease certificate
<i>Financial Investments with Risks on Saving Life Policyholders</i>									
TRY	-	-	57,00	-	-	-	2,00	-	-
EUR	-	-	3,00	-	-	-	2,00	-	-
USD	-	-	3,50	-	-	-	1,00	-	-

  

31 December 2024	Weighted average annual interest rates (%)					Average terms (month)				
	Private sector and government bonds and bills	Eurobond	Time deposit	Lease certificate	Takasbank Money Market	Private sector and government bonds and bills	Eurobond	Time deposit	Lease certificate	Takasbank Money Market
<i>Company portfolio</i>										
TRY	48,34	7,84	49,3	51,15	52,00	39,00	79,00	1,00	9,00	1,00
EUR	-	-	3,00	-	-	-	-	1,00	-	-
USD	-	-	1,25	-	-	-	-	1,00	-	-

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**11. FINANCIAL ASSETS (Continued)**

**11.1 Sub categorization of the items presented compatible to the Entity's operations (Continued)**

The breakdown of financial assets in the Company portfolio, whose risk belongs to life policy holders, in foreign currency is as follows:

	31 December 2025						
	Private sector and Government Bond and Bills	Repo	Lease Certificate	Eurobond	Investment Fund	Time Deposit	Other
<i>Financial Investments with Risks on Saving Life Policyholders</i>							
TRY	-	-	-	-	-	456.073.712	-
EUR	-	-	-	-	-	28.999.665	-
USD	-	-	-	-	-	56.307.346	-
	-	-	-	-	-	<b>541.380.723</b>	-

	Private sector and Government Bond and Bills	Currency protected deposits	Repo	Lease Certificate	Eurobond	Investment Fund	Other
	<i>Company Portfolio</i>						
TRY	24.148.892.314	-	1.814.769.107	334.251.587	-	18.053.728.718	8.713
USD	-	-	-	-	1.389.815.909	-	-
	<b>24.148.892.314</b>	-	<b>1.814.769.107</b>	<b>334.251.587</b>	<b>1.389.815.909</b>	<b>18.053.728.718</b>	<b>8.713</b>

	31 December 2024						
	Private sector and Government Bond and Bills	Repo	Lease Certificate	Eurobond	Investment Fund	Time Deposit	Other
<i>Financial Investments with Risks on Saving Life Policyholders</i>							
TRY	-	-	-	-	-	314.839.033	-
EUR	-	-	-	-	-	20.708.433	-
USD	-	-	-	-	-	45.647.058	-
	-	-	-	-	-	<b>381.194.524</b>	-

	31 December 2024						
	Private sector and Government Bond and Bills	Repo	Lease Certificate	Eurobond	Investment Fund	Time Deposit	Other
<i>Company Portfolio</i>							
TRY	10.973.516.479	7.977.072	102.852.683	-	12.634.833.818	-	15.789
EUR	-	-	-	-	-	-	-
USD	-	-	-	920.738.252	-	-	-
	<b>10.973.516.479</b>	<b>7.977.072</b>	<b>102.852.683</b>	<b>920.738.252</b>	<b>12.634.833.818</b>	-	<b>15.789</b>

**11.2 Marketable securities issued during the year other than share certificates** None (31 December 2024: None).

**11.3 Securities representing debt redeemed during the year:** None (31 December 2024: None).

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**11. FINANCIAL ASSETS (Continued)**

**11.4 Information showing the cost values of the securities and financial fixed assets shown at their cost in the balance sheet according to the stock market values, and the securities and financial fixed assets shown on the stock exchange market values:** The Company's affiliated security, Emeklilik Gözetim Merkezi A.Ş. carries its shares at a cost of TRY 4.740.325 (31 December 2024: TRY 3.835.863) since the shares do not have a market price determined in an actively traded market (Note 9).

<i>Financial Assets Held for Trading</i>	<b>31 December 2025</b>	
	<b>Cost Value</b>	<b>Book Value (Reasonable Value)</b>
Investment fund	7.696.391.870	18.053.728.718
Takasbank money market	1.415.038.351	1.814.769.107
Eurobond	704.271.318	1.389.815.909
Private sector and government bonds and bills	424.480.001	410.505.967
	<b>10.240.181.540</b>	<b>21.668.819.701</b>

<i>Financial Assets Held for Trading</i>	<b>31 December 2024</b>	
	<b>Cost Value</b>	<b>Book Value (Reasonable Value)</b>
Investment fund	7.601.823.476	12.634.833.818
Private sector and government bonds and bills	2.746.844.973	2.906.843.118
Eurobond	704.271.318	920.738.252
Lease certificate	97.360.000	102.852.683
Takasbank money market	7.010.925	7.977.072
	<b>11.157.310.692</b>	<b>16.573.244.943</b>

<i>Available for sale financial assets</i>	<b>31 December 2025</b>	
	<b>Cost Value</b>	<b>Book Value (Reasonable Value)</b>
Private sector and government bonds and bills	16.318.439.384	17.928.528.428
Lease certificate	330.000.000	334.251.587
	<b>16.648.439.384</b>	<b>18.262.780.015</b>

<i>Available for sale financial assets</i>	<b>31 December 2024</b>	
	<b>Cost Value</b>	<b>Book Value (Reasonable Value)</b>
Private sector and government bonds and bills	6.324.312.602	8.066.673.361
	<b>6.324.312.602</b>	<b>8.066.673.361</b>

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**11. FINANCIAL ASSETS (Continued)**

**11.4 Information showing the cost values of the securities and financial fixed assets shown at their cost in the balance sheet according to the stock market values, and the securities and financial fixed assets shown on the stock exchange market values: (Continued)**

*Financial assets held to maturity*

	<b>31 December 2025</b>	
	<b>Cost Value</b>	<b>Book value</b>
Government bonds	5.275.289.791	5.809.857.920
Other financial assets	8.713	8.713
	<b>5.275.298.504</b>	<b>5.809.866.633</b>

*Financial Investments with Risks on Saving Life Policyholders*

	<b>31 December 2025</b>	
	<b>Cost Value</b>	<b>Book Value</b>
Time Deposit	509.006.180	541.380.723
	<b>509.006.180</b>	<b>541.380.723</b>

	<b>31 December 2024</b>	
	<b>Cost Value</b>	<b>Book Value</b>
Time Deposit	357.928.674	381.194.525
	<b>357.928.674</b>	<b>381.194.525</b>

The movement table of financial assets and financial investments whose risks belong to policyholders for the periods ending on 31 December 2025 and 2024 are as follows:

	<b>2025</b>	<b>2024</b>
1 January	25.021.128.618	16.729.103.145
Purchases during the period	54.075.737.968	15.906.774.601
Sales during the period (*)	(39.050.660.866)	(11.374.161.546)
Valuation increase	6.236.641.351	3.759.412.418
<b>31 December</b>	<b>46.282.847.071</b>	<b>25.021.128.618</b>

**11.5 Amounts of marketable securities classified under marketable securities and investment securities accounts issued by the Company's shareholders, associates and subsidiaries and the issuers: None (31 December 2024: None).**

**11.6 Value increase on financial assets in the last three years:**

Value increase on financial assets disclosed under Notes 11.4 and 26.

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**11. FINANCIAL ASSETS (Continued)**

**11.7 Other information about financial assets:**

Revenues obtained from financial assets during the period are explained in Notes 26.

*Maturity analysis of financial assets:*

	31 December 2025						Total
	Demand	0 - 3 months	3 - 6 months	6 months - 1 year	1 - 3 years	More than 3 years	
Time deposit	-	541.380.723	-	-	-	-	541.380.723
Stock	-	-	-	-	-	-	-
Private sector and government bonds and bills	-	-	-	24.148.892.314	-	-	24.148.892.314
Lease certificate	-	-	334.251.587	-	-	-	334.251.587
Takasbank money market	-	-	-	-	1.814.769.107	-	1.814.769.107
Eurobond	-	-	-	-	1.389.815.909	-	1.389.815.909
Investment fund	18.053.728.718	-	-	-	-	-	18.053.728.718
Other financial assets	-	8.713	-	-	-	-	8.713
	<b>18.053.728.718</b>	<b>541.389.436</b>	<b>334.251.587</b>	<b>24.148.892.314</b>	<b>3.204.585.016</b>	<b>-</b>	<b>46.282.847.071</b>

  

	31 December 2024						Total
	Demand	0 - 3 months	3.Haz months	6 months - 1 year	1 - 3 years	More than 3 years	
Time deposit	-	381.194.525	-	-	-	-	381.194.525
Stock	-	-	-	-	-	-	-
Private sector and government bonds and bills	-	-	-	10.973.516.479	-	-	10.973.516.479
Lease certificate	-	10.838.097	92.014.586	-	-	-	102.852.683
Takasbank money market	-	7.977.072	-	-	-	-	7.977.072
Eurobond	-	-	-	-	920.738.252	-	920.738.252
Investment fund	12.634.833.818	-	-	-	-	-	12.634.833.818
Currency protected deposits	-	15.789	-	-	-	-	15.789
	<b>12.634.833.818</b>	<b>400.025.483</b>	<b>92.014.586</b>	<b>10.973.516.479</b>	<b>920.738.252</b>	<b>-</b>	<b>25.021.128.618</b>

**12. LOANS AND RECEIVABLES**

**12.1 Classification of the receivables as receivables from customers, receivables from related parties, advance payments (short-term and long-term prepayments) and others:**

	31 December 2025	31 December 2024
Receivables from the insured	4.540.480.913	1.470.724.855
Receivables from intermediaries	-	11.000
<b>Receivables from insurance activities</b>	<b>4.540.480.913</b>	<b>1.470.735.855</b>
Receivables from pension operations (Note 47.1)	763.776.282	480.963.884
	<b>5.304.257.195</b>	<b>1.951.699.739</b>
Provision for receivables from insurance activities	(55.322.634)	(11.245.590)
<b>Receivables from main activities – short-term</b>	<b>5.248.934.561</b>	<b>1.940.454.149</b>

**12.2 Due from/due to shareholders, associates and subsidiaries:**

The transactions and balances with the related parties are disclosed in Note 45.

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**12. LOANS AND RECEIVABLES (Continued)**

**12.3 Total mortgages and collaterals obtained for receivables:**

	<b>31 December 2025</b>	<b>31 December 2024</b>
<b>Guarantees and collaterals received</b>		
Letters of guarantee	438.204.903	100.034.209
Guarantees, sureties and other guarantees received	53.560.048	40.242.328
Mortgage obligations	608.760	647.780
Treasury bills pledged	-	5.000
<b>Total</b>	<b>492.373.711</b>	<b>140.929.317</b>

**12.4 Receivables denominated in foreign currencies having no foreign exchange rate guarantees, assets in foreign currencies and conversion rates:**

None (31 December 2024: None).

**12.5 Other information about loans and receivables:**

The aging of due from insurance operations is as follows:

	<b>31 December 2025</b>	<b>31 December 2024</b>
Overdue receivables	242.607.239	91.362.240
Up to 3 months	1.676.584.026	488.419.278
3 - 6 months	1.390.396.196	452.631.785
6 months - 1 year	1.230.893.453	438.322.552
	<b>4.540.480.914</b>	<b>1.470.735.855</b>

As of 31 December 2025, the Company has a provision for receivables from insurance activities amounting to TRY 55.322.634 (30 December 2024: TRY 11.245.590).

The movement table of the provision for doubtful receivables arising from main activities is as follows:

	<b>2025</b>	<b>2024</b>
Opening balance - 1 January	(11.245.590)	(8.829.792)
Net change during the period, net	(44.077.044)	(2.415.798)
<b>End of the period</b>	<b>(55.322.634)</b>	<b>(11.245.590)</b>

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**13. DERIVATIVE FINANCIAL INSTRUMENTS**

The Company has no derivative financial instruments as of 31 December 2025 (31 December 2024: None).

Since there were no derivative transactions executed during the period, the Company did not recognize any derivative transaction income/expenses in its income statement for the accounting period of 1 January – 31 December 2025 (1 January – 31 December 2024: TRY 75.263.947 derivative transaction income) (Note 26).

**14. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents and the details of bank deposits of the Company are as follows:

	31 December 2025		31 December 2024	
	End of the period	Beginning of the period	End of the period	Beginning of the period
Bank deposits	2.256.105.907	2.517.582.394	2.517.582.394	19.445.104.140
Bank Warrantied and Shorter Than 3 Months Credit Card Receivables	1.887.684.571	1.069.964.636	1.069.964.636	489.689.014
	<b>4.143.790.478</b>	<b>3.587.547.030</b>	<b>3.587.547.030</b>	<b>19.934.793.154</b>
<i>Foreign currency deposits</i>				
- Time deposits	257.498.523	192.406.422	192.406.422	382.078.080
- Demand deposits	6.697.567	3.361.652	3.361.652	107.927.952
	<b>264.196.090</b>	<b>195.768.074</b>	<b>195.768.074</b>	<b>490.006.032</b>
<i>TRY deposits</i>				
- Time deposits	1.509.237.687	2.179.976.489	2.179.976.489	18.792.532.159
- Demand deposits	482.672.130	141.837.832	141.837.832	162.565.949
	<b>1.991.909.817</b>	<b>2.321.814.321</b>	<b>2.321.814.321</b>	<b>18.955.098.108</b>
	<b>2.256.105.907</b>	<b>2.517.582.395</b>	<b>2.517.582.395</b>	<b>19.445.104.140</b>

As of 31 December 2025, the Company's time deposits of TRY 703.536.019 are blocked in favor of IPRSA (31 December 2024: TRY 5.311.075.006) (Note 43).

As of 31 December 2025, the average maturity of time deposits is 1 months (31 December 2024: 1,5 month). The weighted average interest rates of the time deposits are as follows:

	31 December 2025 (%)	31 December 2024 (%)
TRY	40,00	49,30
EUR	2,50	3,00
USD	1,50	1,25

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**14. CASH AND CASH EQUIVALENTS (Continued)**

Foreign currency bank deposits:				
<b>31 December 2025</b>				
	<b>Foreign currency</b>		<b>TRY Equivalent</b>	
	<b>Demand</b>	<b>Term</b>	<b>Demand</b>	<b>Term</b>
EUR	132.887	5.120.826	6.682.321	257.505.334
USD	30	-	1.282	-
GBP	236	-	13.591	-
			<b>6.697.194</b>	<b>257.505.334</b>
<b>31 December 2024</b>				
	<b>Foreign currency</b>		<b>TRY Equivalent</b>	
	<b>Demand</b>	<b>Term</b>	<b>Demand</b>	<b>Term</b>
EUR	22.246	5.237.516	817.248	192.406.422
USD	71.968	-	2.539.043	-
GBP	121	-	5.361	-
			<b>3.361.652</b>	<b>192.406.422</b>

**15. SHAREHOLDERS' EQUITY**

**Paid-in capital**

As of 31 December 2025, the Company's registered capital is TRY 5.000.000.000 (31 December 2024: TRY 755.752.390 ), and the Company's capital consists of 5,000,000,000 shares issued, each with a nominal value of 1 TRY. There are no privileges given to stocks representing the capital. The Company does not have its own stock held by the company or its affiliate. Information on financiers is explained in Note 2.13.

**Legal Reserves:**

Retained earnings as per the statutory financial statements are available for distribution other than legal reserve requirements as referred below. The legal reserves consist of first and second reserves as per the Turkish Commercial Code. The Turkish Commercial Code stipulates that the first legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Company's paid-in share capital. The second legal reserve is appropriated at the rate of 10% per annum of all cash distributions in excess of 5% of the paid-in share capital. Under the Turkish Commercial Code, the legal reserves can only be used to offset losses unless they exceed 50% of paid-in share capital and are not available for any other usage. Movements of legal reserves during the period are presented below:

	<b>2025</b>	<b>2024</b>
Opening balance - 1 January	971.060.417	749.839.179
Transfer from prior years' net profit	246.221.238	221.221.238
<b>End of the period – 31 December</b>	<b>1.217.281.655</b>	<b>971.060.417</b>

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**15. SHAREHOLDERS' EQUITY (Continued)**

*Valuation of Financial Assets:*

The unrealized gains and losses that result from the changes in the fair values of available-for-sale financial assets and related securities are directly recognized in the balance sheet as "Valuation of Financial Assets". The movement of the valuation of financial assets is as follows:

	<b>2025</b>	<b>2024</b>
Opening balance - 1 January	(192.773.059)	(295.752.500)
Financial asset valuation (decrease)/increase after tax	510.196.572	102.979.441
<b>End of the period – 31 December</b>	<b>317.423.513</b>	<b>(192.773.059)</b>

*Other Capital Reserves:*

	<b>2025</b>	<b>2024</b>
Opening balance - 1 January	102.573.142	127.338.978
Tangible fixed asset revaluation fund	50.126.642	(24.765.836)
<b>End of the period – 31 December</b>	<b>152.699.784</b>	<b>102.573.142</b>

The Company accounts for its real estates for use (land and buildings) by revaluation method within the framework of "TAS 16 - Tangible Fixed Assets". Increases in the carried values of lands and buildings as a result of revaluation are accounted for in the "Other capital reserves" account, net of tax effects. Revaluation increases related to real estates for use, which are accounted for with a revaluation model within the framework of the current legislation, cannot be used in capital increase.

*Value increase/decrease in assets*

As explained above, unrealized gains and losses resulting from changes in the fair values of available-for-sale financial assets and related securities, and increases resulting from the revaluation of real estate for use, are shown under the item "increase/decrease in assets" in the statement of changes in shareholders' equity. The movement table of the relevant account is presented below:

	<b>2025</b>	<b>2024</b>
Opening balance - 1 January	(90.199.917)	(168.413.522)
Financial asset valuation increase/(decrease), after tax	510.196.572	102.979.441
Tangible fixed asset revaluation fund	50.126.642	(24.765.836)
Total Change, after tax	560.323.214	78.213.605
<b>End of the period – 31 December</b>	<b>470.123.297</b>	<b>(90.199.917)</b>

*Other Profit Reserves:*

	<b>2025</b>	<b>2024</b>
Opening balance - 1 January	(96.737.813)	(66.584.917)
Changes in actuary losses, net	14.082.794	(30.152.896)
<b>End of the period – 31 December</b>	<b>(82.655.019)</b>	<b>(96.737.813)</b>

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**15. SHAREHOLDERS' EQUITY (Continued)**

<i>Extraordinary Reserves</i>	31 December 2025	31 December 2024
Extraordinary reserves	9.811.467.261	7.499.065.612
<b>Total</b>	<b>9.811.467.261</b>	<b>7.499.065.612</b>

**Dividends**

At the Company's Ordinary General Meeting held on 25 April 2025, a decision was made to distribute dividends amounting to TRY 2.500.000.000, and the distribution was made on 29 December 2025. (2024: TRY 2.250.000.000).

**16. OTHER RESERVES AND EQUITY COMPONENT OF DISCRETIONARY PARTICIPATION FEATURE**

Information about other reserves classified under the equity is explained in Note 15.

**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS**

**17.1 Guarantees to be provided and guarantees provided for life and non-life branches:**

	31 December 2025	31 December 2024
Required guarantee amount to be provided for life branch	8.968.793.171	4.364.392.316
Guarantee amount provided for life branch	11.011.828.164	5.618.190.068
Required guarantee amount to be provided for non-life branch (*)	73.045.401	52.768.941
Guarantee amount provided for non-life branch	82.460.353	74.079.462

(\*) Under the article 4 of the 'The Communiqué on the Financial Structure of Insurance, Reinsurance and Pension Companies', published in accordance with the Insurance Law, in the Official Gazette dated 7 August 2007 and numbered 26606, the insurance companies and private pension companies operating in life and personal accident branches are required to provide guarantees that equal to one third of required capital amount as determined by capital adequacy calculation, as Minimum Guarantee Fund, in each capital adequacy calculation period.

**17.2 Number of life policies, the number and mathematical reserve amount of the life policies that enter and exit during the year and current status:**

	31 December 2025	31 December 2024
Mathematical reserves - short term	157.120.203	149.512.969
Mathematical reserves - long term	6.477.544.860	2.299.594.661
<b>Total</b>	<b>6.634.665.063</b>	<b>2.449.107.630</b>

	2025		2024	
	Number of Policies	Mathematical Reserves	Number of Policies	Mathematical Reserves
Opening balance - 1 January	3.941.350	2.449.107.631	6.069.770	2.364.766.979
Addition	850.887	3.194.672.721	801.313	980.020.842
Disposal	(2.339.172)	(318.895.962)	(2.929.733)	(248.264.069)
Increase/decrease during the period	-	1.309.780.673	-	(647.416.122)
<b>End of the period-31 December</b>	<b>2.453.065</b>	<b>6.634.665.063</b>	<b>3.941.350</b>	<b>2.449.107.630</b>

**17.3 Insurance guarantees given for non-life branches:**

Disclosed in Note 4.

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**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)**

**17.4 Unit prices of pension funds established by the Company:**

Pension Investment Funds	Unit Prices	Unit Prices
	31 December 2025	31 December 2024
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Dengeli Değişken Emeklilik Yatırım Fonu	0,18597	0,135959
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Katkı Emeklilik Yatırım Fonu	0,115106	0,089018
Türkiye Hayat Ve Emeklilik A.Ş. Oks Standart Emeklilik Yatırım Fonu	0,087876	0,064403
Türkiye Hayat Ve Emeklilik A.Ş. Teknoloji Sektörü Hisse Senedi Emeklilik Yatırım Fonu	0,059462	0,046136
Türkiye Hayat Ve Emeklilik A.Ş. Birinci Yaşam Döngüsü Emeklilik Yatırım Fonu	0,043288	0,031265
Türkiye Hayat Ve Emeklilik A.Ş. Dengeli Değişken Emeklilik Yatırım Fonu	0,198851	0,155756
Türkiye Hayat Ve Emeklilik A.Ş. Sürdürülebilirlik Hisse Senedi Emeklilik Yatırım Fonu	0,284992	0,235323
Türkiye Hayat Ve Emeklilik A.Ş. Başlangıç Katılım Emeklilik Yatırım Fonu	0,077585	0,051308
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dinamik Değişken Emeklilik Yatırım Fonu	0,166634	0,133535
Türkiye Hayat Ve Emeklilik A.Ş. İkinci Yaşam Döngüsü Emeklilik Yatırım Fonu	0,043797	0,031206
Türkiye Hayat Ve Emeklilik A.Ş. Standart Emeklilik Yatırım Fonu	0,307319	0,225283
Türkiye Hayat Ve Emeklilik A.Ş. Birinci Değişken Emeklilik Yatırım Fonu	0,294068	0,21827
Türkiye Hayat Ve Emeklilik A.Ş. Katkı Emeklilik Yatırım Fonu	0,088925	0,066216
Türkiye Hayat Ve Emeklilik A.Ş. Pera 2 Değişken Grup Emeklilik Yatırım Fonu	0,162913	0,107921
Türkiye Hayat Ve Emeklilik A.Ş. Oks Katılım Standart Emeklilik Yatırım Fonu	0,078684	0,058937
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Hisse Senedi Emeklilik Yatırım Fonu	0,212767	0,186221
Türkiye Hayat Ve Emeklilik A.Ş. Üçüncü Yaşam Döngüsü Emeklilik Yatırım Fonu	0,04412	0,030802
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Karma Emeklilik Yatırım Fonu	0,016746	0,012423
Türkiye Hayat Ve Emeklilik A.Ş. Tarım Ve Gıda Fon Sepeti Emeklilik Yatırım Fonu	0,011319	-
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Dış Borçlanma Araçları Emeklilik Yatırım Fonu	0,708742	0,527167
Türkiye Hayat Ve Emeklilik A.Ş. Temkinli Değişken Emeklilik Yatırım Fonu	0,138184	0,095132
Türkiye Hayat Ve Emeklilik A.Ş. Borçlanma Araçları Emeklilik Yatırım Fonu	0,123499	0,083529
Türkiye Hayat Ve Emeklilik A.Ş. Türkcell Grubu Çalışanlarına Yönelik Pera 1 Değişken Grup Emeklilik Yatırım Fonu	0,129921	0,121221
Türkiye Hayat Ve Emeklilik A.Ş. Pera 3 Değişken Grup Emeklilik Yatırım Fonu	0,145286	0,115501
Türkiye Hayat Ve Emeklilik A.Ş. Oks Agresif Değişken Emeklilik Yatırım Fonu	0,152857	0,132854
Türkiye Hayat Ve Emeklilik A.Ş. Kira Sertifikaları Katılım Emeklilik Yatırım Fonu	0,01308	-
Türkiye Hayat Ve Emeklilik A.Ş. Oks Atak Katılım Değişken Emeklilik Yatırım Fonu	0,150342	0,11033
Türkiye Hayat Ve Emeklilik A.Ş. Hisse Senedi Emeklilik Yatırım Fonu	1,149183	1,023916
Türkiye Hayat Ve Emeklilik A.Ş. Para Piyasası Katılım Emeklilik Yatırım Fonu	0,339305	-
Türkiye Hayat Ve Emeklilik A.Ş. Karma Emeklilik Yatırım Fonu	0,120385	0,078866
Türkiye Hayat Ve Emeklilik A.Ş. Oks Muhafazakar Katılım Değişken Emeklilik Yatırım Fonu	0,073267	0,049223
Türkiye Hayat Ve Emeklilik A.Ş. Dinamik Değişken Grup Emeklilik Yatırım Fonu	0,456021	0,367221
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Dış Kira Sertifikaları Katılım Emeklilik Yatırım Fonu	0,353963	0,273499
Türkiye Hayat Ve Emeklilik A.Ş. Bist-30 Dışı Şirketler Hisse Senedi Emeklilik Yatırım Fonu	0,260976	0,21325
Türkiye Hayat Ve Emeklilik A.Ş. Başlangıç Emeklilik Yatırım Fonu	0,083202	0,054071
Türkiye Hayat Ve Emeklilik A.Ş. Oks Agresif Katılım Değişken Emeklilik Yatırım Fonu	0,183657	0,144556
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dengeli Değişken Emeklilik Yatırım Fonu	0,146836	0,107901
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Standart Emeklilik Yatırım Fonu	0,13509	0,100753
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Agresif Değişken Emeklilik Yatırım Fonu	0,343637	0,273824
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Temkinli Değişken Emeklilik Yatırım Fonu	0,115518	0,081062
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dengeli Katılım Değişken Emeklilik Yatırım Fonu	0,101776	0,071783
Türkiye Hayat Ve Emeklilik A.Ş. Oks Temkinli Değişken Emeklilik Yatırım Fonu	0,089276	0,061299
Türkiye Hayat Ve Emeklilik A.Ş. Para Piyasası Emeklilik Yatırım Fonu	0,308527	0,200399
Türkiye Hayat Ve Emeklilik A.Ş. Kıymetli Madenler Katılım Emeklilik Yatırım Fonu	0,380548	0,179477
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Borçlanma Araçları Emeklilik Yatırım Fonu	0,06105	0,044671
Türkiye Hayat Ve Emeklilik A.Ş. Altın Katılım Emeklilik Yatırım Fonu	0,741367	0,365258
Türkiye Hayat Ve Emeklilik A.Ş. Merkezi Alacağın Devri Temkinli Değişken Emeklilik Yatırım Fonu	0,014148	-
Türkiye Hayat Ve Emeklilik A.Ş. Merkezi Alacağın Devri Dengeli Katılım Değişken Emeklilik Yatırım Fonu	0,018112	0,012338
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Dengeli Değişken Emeklilik Yatırım Fonu	0,18597	0,135959
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Katkı Emeklilik Yatırım Fonu	0,115106	0,089018
Türkiye Hayat Ve Emeklilik A.Ş. Oks Standart Emeklilik Yatırım Fonu	0,087876	0,064403
Türkiye Hayat Ve Emeklilik A.Ş. Teknoloji Sektörü Hisse Senedi Emeklilik Yatırım Fonu	0,059462	0,046136
Türkiye Hayat Ve Emeklilik A.Ş. Birinci Yaşam Döngüsü Emeklilik Yatırım Fonu	0,043288	0,031265
Türkiye Hayat Ve Emeklilik A.Ş. Dengeli Değişken Emeklilik Yatırım Fonu	0,198851	0,155756
Türkiye Hayat Ve Emeklilik A.Ş. Sürdürülebilirlik Hisse Senedi Emeklilik Yatırım Fonu	0,284992	0,235323

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**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)**

**17.5 Units and amounts of share certificates in portfolio and in circulation:**

*Circulating private pension funds:*

	31 December 2025	
	Number of Shares in Circulation	Amount TRY
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Dengeli Değişken Emeklilik Yatırım Fonu	8.457.963.623	1.572.927.495
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Katkı Emeklilik Yatırım Fonu	95.072.123.969	10.943.371.902
Türkiye Hayat Ve Emeklilik A.Ş. Oks Standart Emeklilik Yatırım Fonu	100.344.567.063	8.817.879.175
Türkiye Hayat Ve Emeklilik A.Ş. Teknoloji Sektörü Hisse Senedi Emeklilik Yatırım Fonu	49.901.065.843	2.967.217.177
Türkiye Hayat Ve Emeklilik A.Ş. Birinci Yaşam Döngüsü Emeklilik Yatırım Fonu	3.277.497.443	141.876.309
Türkiye Hayat Ve Emeklilik A.Ş. Dengeli Değişken Emeklilik Yatırım Fonu	81.449.219.480,00	16196258743
Türkiye Hayat Ve Emeklilik A.Ş. Sürdürülebilirlik Hisse Senedi Emeklilik Yatırım Fonu	13.766.351.560	3.923.300.064
Türkiye Hayat Ve Emeklilik A.Ş. Başlangıç Katılım Emeklilik Yatırım Fonu	47.632.043.654	3.695.532.107
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dinamik Değişken Emeklilik Yatırım Fonu	3.364.283.713	560.604.052
Türkiye Hayat Ve Emeklilik A.Ş. İkinci Yaşam Döngüsü Emeklilik Yatırım Fonu	2.993.066.988	131.087.355
Türkiye Hayat Ve Emeklilik A.Ş. Standart Emeklilik Yatırım Fonu	26.230.596.962	8.061.160.828
Türkiye Hayat Ve Emeklilik A.Ş. Birinci Değişken Emeklilik Yatırım Fonu	4.360.968.175	1.282.421.189
Türkiye Hayat Ve Emeklilik A.Ş. Katkı Emeklilik Yatırım Fonu	505.857.902.945	44.983.414.019
Türkiye Hayat Ve Emeklilik A.Ş. Pera 2 Değişken Grup Emeklilik Yatırım Fonu	999.693.919	162.863.135
Türkiye Hayat Ve Emeklilik A.Ş. Oks Katılım Standart Emeklilik Yatırım Fonu	391.483.532.033	30.803.490.234
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Hisse Senedi Emeklilik Yatırım Fonu	10.336.022.131	2.199.164.421
Türkiye Hayat Ve Emeklilik A.Ş. Üçüncü Yaşam Döngüsü Emeklilik Yatırım Fonu	7.476.683.821	329.871.290
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Karma Emeklilik Yatırım Fonu	30.655.301.068	513.353.672
Türkiye Hayat Ve Emeklilik A.Ş. Tarım Ve Gıda Fon Sepeti Emeklilik Yatırım Fonu	3.852.119.571	43.602.141
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Dış Borçlanma Araçları Emeklilik Yatırım Fonu	18.335.710.222	12.995.287.934
Türkiye Hayat Ve Emeklilik A.Ş. Temkinli Değişken Emeklilik Yatırım Fonu	33.782.467.308	4.668.196.462
Türkiye Hayat Ve Emeklilik A.Ş. Borçlanma Araçları Emeklilik Yatırım Fonu	78.970.551.536	9.752.784.144
Türkiye Hayat Ve Emeklilik A.Ş. Turkcell Grubu Çalışanlarına Yönelik Pera 1 Değişken Grup Emeklilik Yatırım Fonu	1.158.718.518	150.541.869
Türkiye Hayat Ve Emeklilik A.Ş. Pera 3 Değişken Grup Emeklilik Yatırım Fonu	563.111.921	81.812.279
Türkiye Hayat Ve Emeklilik A.Ş. Oks Agresif Değişken Emeklilik Yatırım Fonu	6.657.648.096	1.017.668.115
Türkiye Hayat Ve Emeklilik A.Ş. Kira Sertifikaları Katılım Emeklilik Yatırım Fonu	66.276.359.212	866.894.778
Türkiye Hayat Ve Emeklilik A.Ş. Oks Atak Katılım Değişken Emeklilik Yatırım Fonu	12.826.501.325	1.928.361.862
Türkiye Hayat Ve Emeklilik A.Ş. Hisse Senedi Emeklilik Yatırım Fonu	7.744.041.820	8.899.321.211
Türkiye Hayat Ve Emeklilik A.Ş. Para Piyasası Katılım Emeklilik Yatırım Fonu	3.679.704.297	1.248.542.066
Türkiye Hayat Ve Emeklilik A.Ş. Karma Emeklilik Yatırım Fonu	30.982.740.557	3.729.857.222
Türkiye Hayat Ve Emeklilik A.Ş. Oks Muhafazakar Katılım Değişken Emeklilik Yatırım Fonu	14.174.377.375	1.038.514.108
Türkiye Hayat Ve Emeklilik A.Ş. Dinamik Değişken Grup Emeklilik Yatırım Fonu	1.193.292.042	544.166.230
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Dış Kira Sertifikaları Katılım Emeklilik Yatırım Fonu	5.505.910.303	1.948.888.529
Türkiye Hayat Ve Emeklilik A.Ş. Bist-30 Dışı Şirketler Hisse Senedi Emeklilik Yatırım Fonu	5.830.788.096	1.521.695.754
Türkiye Hayat Ve Emeklilik A.Ş. Başlangıç Emeklilik Yatırım Fonu	18.873.808.656	1.570.338.628
Türkiye Hayat Ve Emeklilik A.Ş. Oks Agresif Katılım Değişken Emeklilik Yatırım Fonu	18.955.114.245	3.481.239.417
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dengeli Değişken Emeklilik Yatırım Fonu	2.028.917.447	297.918.122
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Standart Emeklilik Yatırım Fonu	24.758.409.860	3.344.613.588
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Agresif Değişken Emeklilik Yatırım Fonu	1.928.124.420	662.574.891
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Temkinli Değişken Emeklilik Yatırım Fonu	13.701.795.179	1.582.803.975
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dengeli Katılım Değişken Emeklilik Yatırım Fonu	7.648.276.715	778.411.011
Türkiye Hayat Ve Emeklilik A.Ş. Oks Temkinli Değişken Emeklilik Yatırım Fonu	4.554.556.483	406.612.585
Türkiye Hayat Ve Emeklilik A.Ş. Para Piyasası Emeklilik Yatırım Fonu	78.494.363.698	24.217.630.549
Türkiye Hayat Ve Emeklilik A.Ş. Kıymetli Madenler Katılım Emeklilik Yatırım Fonu	42.113.825.424	16.026.332.037
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Borçlanma Araçları Emeklilik Yatırım Fonu	62.297.146.142	3.803.240.772
Türkiye Hayat Ve Emeklilik A.Ş. Altın Katılım Emeklilik Yatırım Fonu	326.746.950.718	242.239.406.613
Türkiye Hayat Ve Emeklilik A.Ş. Merkezi Alacağın Devri Temkinli Değişken Emeklilik Yatırım Fonu	6.971.835.266	98.637.525
Türkiye Hayat Ve Emeklilik A.Ş. Merkezi Alacağın Devri Dengeli Katılım Değişken Emeklilik Yatırım Fonu	4.699.971.611	85.125.889
<b>Total</b>	<b>2.288.966.022.453</b>	<b>486.316.813.473</b>

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**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)**

**17.5 Units and amounts of share certificates in portfolio and in circulation (Continued):**  
*Circulating private pension funds: (Continued)*

	31 December 2024	
	Number of Shares in Circulation	Amount TRY
Türkiye Hayat ve Emeklilik A.Ş. Kamu Dış Borçlanma Araçları Emeklilik Yatırım Fonu	13.228.616.888	6.973.690.279
Türkiye Hayat ve Emeklilik A.Ş. Hisse Senedi Emeklilik Yatırım Fonu	8.848.043.643	9.059.653.454
Türkiye Hayat ve Emeklilik A.Ş. Dinamik Değişken Emeklilik Yatırım Fonu	5.068.160.551	2.601.005.335
Türkiye Hayat ve Emeklilik A.Ş. Kamu Dış Kira Sertifikaları Katılım Emeklilik Yatırım Fonu	6.229.226.132	1.703.687.118
Türkiye Hayat ve Emeklilik A.Ş. Altın Katılım Emeklilik Yatırım Fonu	291.464.661.259	106.459.799.242
Türkiye Hayat ve Emeklilik A.Ş. Kamu Dış Borçlanma Araçları ( ABD Doları 0-5 Yıl Vadeli) Emeklilik Yatırım Fonu	16.616.776.889	4.410.474.772
Türkiye Hayat ve Emeklilik A.Ş. Para Piyasası Emeklilik Yatırım Fonu	52.870.054.201	10.595.105.992
Türkiye Hayat ve Emeklilik A.Ş. Birinci Değişken Emeklilik Yatırım Fonu	5.162.685.210	1.126.859.301
Türkiye Hayat ve Emeklilik A.Ş. Standart Emeklilik Yatırım Fonu	29.082.458.325	6.551.783.459
Türkiye Hayat ve Emeklilik A.Ş. Dinamik Değişken Grup Emeklilik Yatırım Fonu	1.264.832.729	464.473.140
Türkiye Hayat ve Emeklilik A.Ş. Katılım Agresif Değişken Emeklilik Yatırım Fonu	1.892.460.092	518.200.992
Türkiye Hayat ve Emeklilik A.Ş. Kıymetli Madenler Katılım Emeklilik Yatırım Fonu	16.585.267.388	2.976.674.035
Türkiye Hayat ve Emeklilik A.Ş. Katılım Dinamik Değişken Grup Emeklilik Yatırım Fonu	1.448.440.960	340.490.810
Türkiye Hayat ve Emeklilik A.Ş. Katılım Standart Emeklilik Yatırım Fonu	25.084.087.023	2.527.297.020
Türkiye Hayat ve Emeklilik A.Ş. Katılım Dinamik Değişken Emeklilik Yatırım Fonu	1.311.024.491	236.004.074
Türkiye Hayat ve Emeklilik A.Ş. Katılım Dengeli Değişken Emeklilik Yatırım Fonu	8.066.877.493	1.096.764.597
Türkiye Hayat ve Emeklilik A.Ş. Sürdürülebilirlik Hisse Senedi Emeklilik Yatırım Fonu	17.054.987.718	4.013.430.875
Türkiye Hayat ve Emeklilik A.Ş. Temkinli Değişken Emeklilik Yatırım Fonu	50.202.590.952	4.775.872.882
Türkiye Hayat ve Emeklilik A.Ş. BİST-30 Dışı Şirketler Hisse Senedi Emeklilik Yatırım Fonu	6.744.515.447	1.438.267.919
Türkiye Hayat ve Emeklilik A.Ş. Katılım Hisse Senedi Emeklilik Yatırım Fonu	9.873.822.913	1.838.713.177
Türkiye Hayat ve Emeklilik A.Ş. Dengeli Değişken Emeklilik Yatırım Fonu	52.319.224.833	8.149.033.183
Türkiye Hayat ve Emeklilik A.Ş. Agresif Değişken Emeklilik Yatırım Fonu	18.628.179.049	4.227.888.773
Türkiye Hayat ve Emeklilik A.Ş. Katılım Katkı Emeklilik Yatırım Fonu	72.695.048.604	6.471.167.837
Türkiye Hayat ve Emeklilik A.Ş. Pera 3 Değişken Grup Emeklilik Yatırım Fonu	536.630.381	61.981.346
Türkiye Hayat ve Emeklilik A.Ş. Borçlanma Araçları Emeklilik Yatırım Fonu	40.952.928.765	3.420.757.187
Türkiye Hayat ve Emeklilik A.Ş. Pera 2 Değişken Grup Emeklilik Yatırım Fonu	885.533.915	95.567.706
Türkiye Hayat ve Emeklilik A.Ş. Turkcell Grubu Çalışanlarına Yönelik Pera 1 Değişken Grup Emeklilik Yatırım Fonu	1.058.094.428	128.263.265
Türkiye Hayat ve Emeklilik A.Ş. Katılım Temkinli Değişken Emeklilik Yatırım Fonu	15.727.171.562	1.274.875.981
Türkiye Hayat ve Emeklilik A.Ş. Oks Agresif Katılım Değişken Emeklilik Yatırım Fonu	18.952.297.179	2.739.668.271
Türkiye Hayat ve Emeklilik A.Ş. Oks Atak Katılım Değişken Emeklilik Yatırım Fonu	10.483.538.738	1.156.648.829
Türkiye Hayat ve Emeklilik A.Ş. Oks Dinamik Değişken Emeklilik Yatırım Fonu	3.007.993.153	401.672.366
Türkiye Hayat ve Emeklilik A.Ş. Kamu Borçlanma Araçları Emeklilik Yatırım Fonu	59.974.753.649	2.679.132.218
Türkiye Hayat ve Emeklilik A.Ş. Oks Dengeli Değişken Emeklilik Yatırım Fonu	1.795.132.278	193.696.568
Türkiye Hayat ve Emeklilik A.Ş. Karma Emeklilik Yatırım Fonu	22.805.589.065	1.798.585.587
Türkiye Hayat ve Emeklilik A.Ş. Başlangıç Emeklilik Yatırım Fonu	18.627.811.412	1.007.224.391
Türkiye Hayat ve Emeklilik A.Ş. Oks Katılım Standart Emeklilik Yatırım Fonu	350.386.154.961	20.650.708.815
Türkiye Hayat ve Emeklilik A.Ş. Oks Dengeli Katılım Değişken Emeklilik Yatırım Fonu	2.861.355.389	205.396.674
Türkiye Hayat ve Emeklilik A.Ş. Başlangıç Katılım Emeklilik Yatırım Fonu	46.073.349.522	2.363.931.417
Türkiye Hayat ve Emeklilik A.Ş. Oks Standart Emeklilik Yatırım Fonu	95.272.657.515	6.135.844.962
Türkiye Hayat ve Emeklilik A.Ş. Katkı Emeklilik Yatırım Fonu	412.746.602.764	27.330.429.049
Türkiye Hayat ve Emeklilik A.Ş. Oks Muhafazakar Katılım Değişken Emeklilik Yatırım Fonu	8.056.693.325	396.574.616
Türkiye Hayat ve Emeklilik A.Ş. Oks Temkinli Değişken Emeklilik Yatırım Fonu	3.689.797.157	226.180.876
Türkiye Hayat ve Emeklilik A.Ş. Oks Agresif Değişken Emeklilik Yatırım Fonu	7.418.469.415	985.573.336
Türkiye Hayat ve Emeklilik A.Ş. Teknoloji Sektörü Hisse Senedi Emeklilik Yatırım Fonu	60.287.033.597	2.781.402.582
Türkiye Hayat ve Emeklilik A.Ş. Birinci Yaşam Döngüsü Emeklilik Yatırım Fonu	1.788.054.247	55.903.516
Türkiye Hayat ve Emeklilik A.Ş. İkinci Yaşam Döngüsü Emeklilik Yatırım Fonu	4.485.630.717	139.978.592
Türkiye Hayat ve Emeklilik A.Ş. Üçüncü Yaşam Döngüsü Emeklilik Yatırım Fonu	10.905.268.451	335.904.079
Türkiye Hayat ve Emeklilik A.Ş. Merkezi Alacağın Devri Dengeli Katılım Değişken Emeklilik Yatırım Fonu	657.544.886	8.112.789
Türkiye Hayat ve Emeklilik A.Ş. Katılım Karma Emeklilik Yatırım Fonu	22.983.539.680	285.524.513
<b>Total</b>	<b>1.934.161.668.941</b>	<b>265.415.877.797</b>

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**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)**

**17.6 Numbers and portfolio amounts of the individual and group pension funds' participants (entered, left, cancelled during the period and the current participants):**

	1 January – 31 December 2025					
	Additions in	Additions in	Appropriated	Appropriated	Current	Current
	period	period	in period	in period	Current	Current
	Unit	TRY	Unit	TRY	Unit	TRY
Individual	1.472.482	25.853.718.656	1.526.036	64.461.539.122	5.083.114	404.051.753.662
Group	27.513	719.761.430	27.792	3.713.747.564	202.319	20.691.011.757
<b>Total</b>	<b>1.499.995</b>	<b>26.573.480.086</b>	<b>1.553.828</b>	<b>68.175.286.686</b>	<b>5.285.433</b>	<b>424.742.765.419</b>

  

	1 January - 31 December 2024					
	Additions in	Additions in	Appropriated	Appropriated	Current	Current
	period	period	in period	in period	Current	Current
	Unit	TRY	Unit	TRY	Unit	TRY
Individual	1.585.886	14.026.711.040	1.565.785	36.463.259.401	5.136.802	218.612.138.795
Group	21.665	321.290.472	22.170	1.725.979.841	202.464	11.985.712.978
<b>Total</b>	<b>1.607.551</b>	<b>14.348.001.512</b>	<b>1.587.955</b>	<b>38.189.239.242</b>	<b>5.339.266</b>	<b>230.597.851.773</b>

**17.7 Valuation methods of profit share calculation for life insurance:**

The financial assets of the company, whose risk belongs to the life policy holders, have been evaluated in line with the principles stated in the Note 2.8.

**17.8 Distribution of the number of new private pension participants and their gross and net contribution shares, individually and institutionally, during the period:**

	1 January – 31 December 2025			1 January - 31 December 2024		
	Number of Contract	Gross Contribution Amount	Net Contribution Amount	Number of Contract	Gross Contribution Amount	Net Contribution Amount
Individual	877.553	12.821.255.641	12.814.000.349	1.011.542	7.407.687.514	7.403.519.582
Corporate	26.928	605.189.071	604.977.067	21.060	289.311.626	289.177.273
<b>Total</b>	<b>904.481</b>	<b>13.426.444.712</b>	<b>13.418.977.416</b>	<b>1.032.602</b>	<b>7.696.999.140</b>	<b>7.692.696.855</b>

**17.9 Number of units and individual/group allocation of gross/net contribution amounts of the private pension fund participants transferred from another Companies during the period:**

	1 January – 31 December 2025			1 January - 31 December 2024		
	Number of Contract	Gross Contribution Amount	Net Contribution Amount	Number of Contract	Gross Contribution Amount	Net Contribution Amount
Individual	26.189	5.398.691.677	5.398.620.890	15.334	3.383.873.691	3.383.816.888
Corporate	28	4.747.444	4.747.444	18	883.686	883.686
<b>Total</b>	<b>26.217</b>	<b>5.403.439.121</b>	<b>5.403.368.334</b>	<b>15.352</b>	<b>3.384.757.377</b>	<b>3.384.700.574</b>

**17.10 Number of units and individual/group allocation of gross/net contribution amounts of the private pension fund participants transferred from the life insurance portfolio to the private pension fund portfolio during the period: None (31 December 2024: None).**

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
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**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)**

**17.11 Number of units and individual/group allocation of gross/net contribution amounts of the private pension fund participants that left the Company and transferred to another Company or that left the Company but did not transfer to another Company:**

	<u>1 January – 31 December 2025</u>			<u>1 January - 31 December 2024</u>		
	Number of Contract	Gross Contribution Amount	Net Contribution Amount	Number of Contract	Gross Contribution Amount	Net Contribution Amount
Individual	1.526.036	64.461.539.122	47.056.923.559	1.565.785	36.463.259.401	26.618.179.363
Group	27.792	3.713.747.564	2.859.585.625	22.170	1.725.979.841	1.329.004.478
<b>Total</b>	<b>1.553.828</b>	<b>68.175.286.686</b>	<b>49.916.509.184</b>	<b>1.587.955</b>	<b>38.189.239.242</b>	<b>27.947.183.841</b>

**17.12 Number of units, gross/net premiums and individual/group allocation for life policyholders that joined the portfolio during the period:**

	<u>1 January – 31 December 2025</u>			<u>1 January - 31 December 2024</u>		
	Number of Contract	Gross Amount	Net Amount	Number of Contract	Gross Amount	Net Amount
Individual	248.440	9.421.399.215	9.309.238.019	223.086	2.982.571.216	2.919.766.172
Group	602.447	24.855.548.425	24.854.484.282	578.227	12.850.647.370	12.849.389.561
<b>Total</b>	<b>850.887</b>	<b>34.276.947.640</b>	<b>34.163.722.301</b>	<b>801.313</b>	<b>15.833.218.586</b>	<b>15.769.155.733</b>

**17.13 Number of units, gross/net premiums and individual/group allocation of mathematical reserves for life and individual policyholders that left the portfolio during the period:**

	<u>1 January – 31 December 2025</u>				<u>1 January - 31 December 2024</u>			
	Number of Contract	Gross Amount	Net Amount	Mathematical Provision (TRY)	Number of Contract	Gross Amount	Net Amount	Mathematical Provision (TRY)
Individual	188.996	1.218.494.649	1.200.783.638	80.300.777	159.518	176.006.609	168.784.489	10.556.833
Corporate	2.150.176	3.713.535.348	3.713.445.118	238.595.186	2.770.215	1.367.440.852	1.367.318.737	138.039.899
<b>Total</b>	<b>2.339.172</b>	<b>4.932.029.997</b>	<b>4.914.228.756</b>	<b>318.895.963</b>	<b>2.929.733</b>	<b>1.543.447.461</b>	<b>1.536.103.226</b>	<b>148.596.732</b>

**17.14 Profit share distribution rate to the life policyholders:**

Currency	<u>1 January – 31 December 2025</u>		
	95%	90%	85%
TRY	35,10%	33,26%	31,41%
USD	2,26%	2,14%	2,02%
EUR	2,10%	1,99%	1,87%

  

Currency	<u>1 January - 31 December 2024</u>		
	95%	90%	85%
TRY	54,24%	51,38%	48,53%
USD	3,17%	3,00%	2,83%
EUR	2,53%	2,40%	2,26%

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**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)**

**17.15 Other required information about liabilities from insurance agreements:**

*Outstanding Claims Provision:*

	2025		
	Gross	Reinsurer's share	Net
Opening balance - 1 January	1.745.564.010	(45.974.273)	1.699.589.737
Compensations paid	(359.691.805)	23.040.134	(336.651.671)
Change			
- Current period claims	535.349.817	-	535.349.817
- Prior period claims	373.877.569	(22.663.844)	351.213.725
<b>End of the period – 31 December</b>	<b>2.295.099.591</b>	<b>(45.597.983)</b>	<b>2.249.501.608</b>
Claims incurred but not reported	371.080.099	(5.028.944)	366.051.155
Calculated discount amount according to winning ratio (Note 2.24)	(124.938.981)	4.321.354	(120.617.627)
<b>Total</b>	<b>2.541.240.709</b>	<b>(46.305.573)</b>	<b>2.494.935.136</b>
	2024		
	Gross	Reinsurer's share	Net
Opening balance - 1 January	1.228.745.130	(49.190.722)	1.179.554.408
Compensations paid	(576.093.450)	29.237.345	(546.856.105)
Change			
- Current period claims	987.851.115	-	987.851.115
- Prior period claims	105.061.215	(26.020.896)	79.040.319
<b>End of the period – 31 December</b>	<b>1.745.564.010</b>	<b>(45.974.273)</b>	<b>1.699.589.737</b>
Claims incurred but not reported	301.629.676	(4.295.753)	297.333.923
Calculated discount amount according to winning ratio (Note 2.24)	(99.884.130)	3.372.089	(96.512.041)
<b>Total</b>	<b>1.947.309.556</b>	<b>(46.897.937)</b>	<b>1.900.411.619</b>

*Unearned Premium Reserve Movement Table:*

	31 December 2025					
	Life			Non-life		
	Gross	Reinsurer's share	Net	Gross	Reinsurer's share	Net
Opening Balance – 1 January	5.345.721.565	-	5.345.721.565	2.498.199	-	2.498.199
Net change	2.477.603.251	-	2.477.603.251	(535.673)	-	(535.673)
<b>End of the period – 31 December</b>	<b>7.823.324.816</b>	<b>-</b>	<b>7.823.324.816</b>	<b>1.962.526</b>	<b>-</b>	<b>1.962.526</b>
	31 December 2024					
	Life			Non-life		
	Gross	Reinsurer's share	Net	Gross	Reinsurer's share	Net
Opening Balance – 1 January	3.186.964.932	-	3.186.964.932	2.647.949	-	2.647.949
Net change	2.160.961.253	-	2.160.961.253	(2.354.370)	-	(2.354.370)
<b>End of the period – 31 December</b>	<b>5.347.926.185</b>	<b>-</b>	<b>5.347.926.185</b>	<b>293.579</b>	<b>-</b>	<b>293.579</b>

As of 31 December 2025, deferred commission expenses are TRY 3.353.702.362 (31 December 2024: TRY 2.108.145.827) respectively are included under the account items "Deferred Acquisition Cost" in the balance sheet.

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**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)**

**17.15 Other required information about liabilities from insurance agreements: (Continued)**

*Equalization Reserve Movement Table:*

	31 December 2025					
	Life			Non-life		
	Gross	Reinsurer's share	Net	Gross	Reinsurer's share	Net
Opening Balance - 1 January	638.543.047	(1.751.219)	636.791.828	281.605	(6.211)	275.394
Net change	247.346.698	(957.272)	246.389.426	-	-	-
<b>End of the period – 31 December</b>	<b>885.889.745</b>	<b>(2.708.491)</b>	<b>883.181.254</b>	<b>281.605</b>	<b>(6.211)</b>	<b>275.394</b>

	31 December 2024					
	Life			Non-life		
	Gross	Reinsurer's share	Net	Gross	Reinsurer's share	Net
Opening Balance - 1 January	499.654.427	(951.375)	498.703.052	281.605	(6.211)	275.394
Net change	138.888.620	(799.844)	138.088.776	-	-	-
<b>End of the period – 31 December</b>	<b>638.543.047</b>	<b>(1.751.219)</b>	<b>636.791.828</b>	<b>281.605</b>	<b>(6.211)</b>	<b>275.394</b>

*Mathematical Reserves:*

	Gross Mathematical Reserves (TRY) 31 December 2025	Gross Mathematical Reserves (TRY) 31 December 2024
<b>Portfolio increase</b>		
New policies	3.194.672.721	980.020.842
<b>Portfolio increase total</b>	<b>3.194.672.721</b>	<b>980.020.842</b>
<b>Portfolio decrease</b>		
Termination and cancellations (-)	(206.418.914)	(124.145.362)
Ending with the occurrence of risk (-)	(7.214.026)	(8.383.667)
Expired (-)	(105.263.022)	(115.735.040)
Increase/decrease during the period (-)	1.309.780.673	(647.416.122)
<b>Portfolio decrease total (-)</b>	<b>990.884.711</b>	<b>(895.680.191)</b>

**Mathematical equivalents expressed in foreign currency:**

Currency	31 December 2025		
	Currency Amount	Exchange Rate	Amount TRY
USD	91.488.428	42,9873	3.932.840.504
EUR	67.699	50,452	3.415.575
			<b>3.936.256.079</b>

Currency	31 December 2024		
	Currency Amount	Exchange Rate	Amount TRY
USD	10.182.939	35,3397	359.862.020
EUR	122.278	36,8643	4.507.683
			<b>364.369.703</b>

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**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)**

**17.15 Other required information about liabilities from insurance agreements: (Continued)**

Outstanding claims and compensation provisions expressed in foreign currency and notified are as follows:

**Outstanding reserves expressed in foreign currency:**

Currency	31 December 2025		
	Currency Amount	Exchange Rate	Amount TRY
USD	7.303	41,6355	304.069
EUR	-	-	-
			<b>304.069</b>

Currency	31 December 2024		
	Currency Amount	Exchange Rate	Amount TRY
USD	247.517	35,3397	8.747.187
EUR	69.268	36,8643	2.553.523
			<b>11.300.710</b>

**Win Ratio Calculations for Outstanding Claims:**

In accordance with the Circular numbered 2011/23, the Company calculated the winning rates in terms of sub-branches by proportioning the amount of the files, which were concluded in favor of the Company, among the claims files whose all judicial stages were completed in the last five years as of 31 December 2025 and 2024 and made a discount from the outstanding claims reserves by using 25% in accordance with Article 6 of Circular No. 2011/23 for individual accident sub-branches (Note 2.24).

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**17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)**

**17.15 Other required information about liabilities from insurance agreements (Continued):**

*Claim development table on gross incurred claims as of 31 December 2025:*

Claim Period	1 January 2019- 30 December 2019	1 January 2020- 30 December 2020	1 January 2021- 30 December 2021	1 January 2022- 30 December 2022	1 January 2023- 30 December 2023	1 January 2024- 30 December 2024	1 January 2025- 30 December 2025	Total
Claim incurred during the period	585.147.736	718.339.080	808.724.287	842.459.949	2.624.871.280	1.965.704.771	3.792.737.447	11.337.984.550
1 year later	124.662.329	370.505.044	345.463.767	423.013.928	686.207.955	2.174.856.816	-	4.124.709.839
2 year later	5.291.894	22.019.775	31.903.529	225.256.152	1.289.755.918	-	-	1.574.227.268
3 year later	6.407.943	25.139.851	207.918.713	808.222.061	-	-	-	1.047.688.568
4 year later	10.995.758	122.612.604	835.055.911	-	-	-	-	968.664.273
5 year later	61.790.500	496.054.957	-	-	-	-	-	557.845.457
6 year later	228.323.115	-	-	-	-	-	-	228.323.115
<b>Total incurred loss - gross</b>	<b>1.022.619.275</b>	<b>1.754.671.311</b>	<b>2.229.066.207</b>	<b>2.298.952.090</b>	<b>4.600.835.153</b>	<b>4.140.561.587</b>	<b>3.792.737.447</b>	<b>19.839.443.070</b>

*Claim development table on gross incurred claims as of 31 December 2024:*

Claim Period	1 January 2018- 30 December 2018	1 January 2019- 30 December 2019	1 January 2020- 30 December 2020	1 January 2021- 30 December 2021	1 January 2022- 30 December 2022	1 January 2023- 30 December 2023	1 January 2024- 30 December 2024	Total
Claim incurred during the period	564.836.102	585.147.736	718.339.080	808.724.287	842.459.949	2.624.871.280	2.654.602.272	8.798.980.706
1 year later	119.390.431	124.662.329	370.505.044	345.463.767	423.013.928	1.013.756.060	-	2.396.791.559
2 year later	3.722.542	5.291.894	22.019.775	31.903.529	435.636.271	-	-	498.574.011
3 year later	6.356.851	6.407.943	25.139.851	413.506.154	-	-	-	451.410.799
4 year later	1.957.823	10.995.758	249.571.883	-	-	-	-	262.525.464
5 year later	3.100.135	125.966.287	-	-	-	-	-	129.066.422
6 year later	72.342.999	-	-	-	-	-	-	72.342.999
<b>Total incurred loss - gross</b>	<b>771.706.883</b>	<b>858.471.947</b>	<b>1.385.575.633</b>	<b>1.599.597.737</b>	<b>1.701.110.148</b>	<b>3.638.627.340</b>	<b>2.654.602.272</b>	<b>12.609.691.960</b>

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**18. INVESTMENT CONTRACT LIABILITIES**

None (31 December 2024: None).

**19. TRADE AND OTHER PAYABLES**

	<b>31 December 2025</b>	<b>31 December 2024</b>
Payables from private pension operations (Note 47.1)	2.355.760.182	1.330.955.873
Payables to intermediaries and insurance holders	104.126.461	383.312.641
Payables from reinsurance activities	121.915	499.064
Payables to reinsurance companies	-	4.597
Payables from other main activities (Note 47.1)	26.551.255	30.765.972
<b>Payables from main activities - short term</b>	<b>2.486.559.813</b>	<b>1.745.538.147</b>
Deposits and guarantees received	7.368.109	2.398.102
Other miscellaneous payables (Note 47.1)	207.570.507	239.448.341
<b>Other payables</b>	<b>214.938.616</b>	<b>241.846.443</b>

**20. BORROWINGS**

*Lease liabilities*

The Company's total lease liabilities recognized within the scope of transition to TFRS 16, "Leases" and the movement of lease liabilities are as follows:

	<b>31 December 2025</b>	<b>31 December 2024</b>
Short-term lease liabilities	78.355.420	36.006.922
Long-term lease liabilities	56.872.006	6.682.743
Discount amount with alternative borrowing rate	66.196.741	(8.701.053)
<b>Total lease liabilities</b>	<b>201.424.167</b>	<b>33.988.612</b>

	<b>31 December 2025</b>		
	<b>Annual interest rates (%)</b>	<b>Time (Day)</b>	<b>Amount (TRY)</b>
Other financial debts	38-40,25	32-186	2.399.885.778
<b>Total</b>			<b>2.399.885.778</b>

(\*) It consists of Takasbank balance.

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**21. DEFERRED INCOME TAX**

The Company calculates deferred income tax for the temporary differences in the balance sheet items arising due to measurement in the financial statements and measurement in accordance with Tax Law. The enacted tax rate used for the calculation of deferred income tax assets and liabilities on temporary differences that are expected to be realized in the following periods under the liability method.

As of 31 December 2025, and 31 December 2024, the details of the temporary differences, deferred income tax assets and liabilities calculated using enacted tax rates are as follows:

The movement of deferred tax assets during the period is as follows:

Deferred tax assets	Temporary Differences		Deferred tax Assets/(Liabilities)	
	31 December 2025	31 December 2024	31 December 2025	31 December 2024
Equalization reserve (Note 17)	883.456.648	637.067.222	265.036.995	191.120.167
Employment termination benefits (Note 22)	202.002.324	164.946.196	60.600.697	49.483.859
Agency commission reserve	2.847.092.881	1.512.678.634	854.127.864	453.803.590
Investment property and property held for use	(1.106.874.701)	(996.632.540)	(249.046.807)	(224.242.321)
Other	743.392.286	528.166.644	223.017.686	158.463.927
<b>Net deferred tax assets (Note 35)</b>	<b>3.569.069.438</b>	<b>1.846.226.156</b>	<b>1.153.736.435</b>	<b>628.629.222</b>
			<b>2025</b>	<b>2024</b>
Opening balance - 1 January		628.629.222		200.341.948
Deferred tax expense (-) (Note 35)		711.991.730		483.742.588
Other deferred tax recognized under equity		(186.884.517)		(55.455.314)
<b>End of the period – 31 December</b>		<b>1.153.736.435</b>		<b>628.629.222</b>

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax assets and liabilities are determined using tax rates and tax legislation that has been enacted at the balance sheet date and is expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are reflected in the records provided that it is highly likely to benefit from temporary differences by obtaining taxable profit in the future.

**22. RETIREMENT BENEFIT OBLIGATIONS**

	31 December 2025	31 December 2024
Provision for employment termination benefits	202.002.324	164.946.198
	<b>202.002.324</b>	<b>164.946.198</b>

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**22. RETIREMENT BENEFIT OBLIGATIONS (Continued)**

According to the Turkish Labor Law, the Company is obliged to pay severance pay for its personnel who have completed one year and are dismissed from the Company for reasons other than resignation or bad behavior or who have completed their service year and retired, recruited or died. The compensation to be paid is equal to the monthly salary for each service year and this amount is limited to TRY 64.948,77 (31 December 2024: TRY 41.828,42) determined by the government as of 31 December 2025.

Liability of provision employee termination benefits is not funded, as there is no funding requirement.

The provision for severance pay is calculated by estimating the value at the balance sheet date of the probable obligation to be paid in case of retirement of the employees.

TAS 19 requires actuarial valuation methods to be developed to estimate the enterprise's obligation. Accordingly, the following actuarial assumptions were used in the calculation of the total liability:

	<b>31 December 2025</b>	<b>31 December 2024</b>
Discount rate (%)	3,32	3,00
Probability of retirement (%)	95,00	93,01
	<b>2025</b>	<b>2024</b>
Opening balance - 1 January	164.946.198	96.106.703
Current service cost	24.295.695	23.819.207
Interest cost	42.501.075	16.463.647
Contract termination cost	31.016.280	-
Paid during the period	(40.638.646)	(14.518.925)
Actuarial loss (*)	(20.118.278)	43.075.566
<b>End of the period – 31 December</b>	<b>202.002.324</b>	<b>164.956.198</b>

The principal assumption is that the maximum liability will increase in line with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. The severance pay provision of the company is calculated on the basis of TRY 64.948,77 (1 January 2025: TRY 46.655,43), which is valid as of 1 January 2026, since the severance pay ceiling is adjusted every year.

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**23. PROVISIONS FOR OTHER LIABILITIES AND CHARGES**

Commitments and contingent liabilities not recognized as liabilities are disclosed in Note 43. Guarantees and pledges received are disclosed in Note 12.3. The details of balances that are classified under expense accruals on the balance sheet are as follows:

	<b>31 December 2025</b>	<b>31 December 2024</b>
Agency commission provision	2.847.092.881	1.512.678.633
BITT provision	596.484.182	320.052.580
Sales premium provision	361.797.074	-
Personnel unused vacation provision	151.805.549	72.016.152
Lawsuit provision (Note 42)	80.055.335	49.791.239
Other	336.951.190	454.312.397
<b>Total</b>	<b>4.374.186.210</b>	<b>2.408.851.002</b>

	<b>Agency commission provision</b>	<b>Personnel unused vacation provision</b>	<b>Other</b>	<b>Total</b>
Opening balance 1 January 2025	1.512.678.634	72.016.152	824.156.216	2.408.851.003
Change during the period	1.334.414.247	79.789.397	551.131.564	1.965.335.208
<b>End of the period 31 December 2025</b>	<b>2.847.092.881</b>	<b>151.805.549</b>	<b>1.375.287.780</b>	<b>4.374.186.210</b>
Opening balance 1 January 2024	61.302.074	44.351.883	528.641.556	634.295.513
Change during the period	1.451.376.560	27.664.269	295.514.660	1.774.555.489
<b>End of the period 31 December 2024</b>	<b>1.512.678.634</b>	<b>72.016.152</b>	<b>824.156.216</b>	<b>2.408.851.002</b>

**24. NET INSURANCE PREMIUM REVENUE**

	<b>1 January – 31 December 2025</b>		
	<b>Gross</b>	<b>Reinsurance share</b>	<b>Net</b>
Life	29.340.585.987	(105.938.213)	29.234.647.774
Non-Life	3.925.880	(9.787)	3.916.093
<b>Total premium income</b>	<b>29.344.511.867</b>	<b>(105.948.000)</b>	<b>29.238.563.867</b>

	<b>1 January – 31 December 2024</b>		
	<b>Gross</b>	<b>Reinsurance share</b>	<b>Net</b>
Life	14.282.483.615	(67.689.018)	14.214.794.597
Non-Life	4.590.811	(18.842)	4.571.969
<b>Total premium income</b>	<b>14.287.074.426</b>	<b>(67.707.860)</b>	<b>14.219.366.566</b>

**25. FEE INCOME**

For the period ended 31 December 2025, the Company generated entrance fee income amount of TRY 453.772.446 (1 January – 31 December 2024: TRY 299.262.320) from pension branch.

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**26. INVESTMENT INCOME AND EXPENSE**

	1 January - 31 December 2025	1 January - 31 December 2024
<i>Financial assets</i>		
Sales, dividend and fair value change income, net	13.617.391.245	6.575.338.907
Interest income	335.414.340	238.051.657
Income from derivative transactions	-	75.263.947
<i>Cash and cash equivalents</i>		
Interest income	986.550.883	3.949.748.764
Investment expense (-)	(856.221.846)	(1.872.974.285)
BITT on investment income (-)	(257.886.976)	(403.539.540)
	<b>13.825.247.646</b>	<b>8.561.889.446</b>

**27. NET REALIZED GAINS ON FINANCIAL ASSETS**

Information about realized gain/loss on financial assets is disclosed in Notes 11 and 26.

**28. NET FAIR VALUE GAINS ON ASSETS AT FAIR VALUE THROUGH INCOME**

Disclosed in Notes 2, 7, 11 and 26.

**29. INSURANCE BENEFITS AND CLAIMS**

Disclosed in Note 17.

**30. INVESTMENT CONTRACT RIGHTS**

None (31 December 2024: None).

**31. OTHER EXPENSES**

	1 January - 31 December 2025	1 January - 31 December 2024
Operating expenses classified under technical segment		
- Life	11.103.137.334	5.356.279.849
- Pension	3.460.755.401	1.800.461.233
- Non-life	55.530.794	46.853.280
<b>Total (Note 32)</b>	<b>14.619.423.529</b>	<b>7.203.594.362</b>

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**32. EXPENSES BY NATURE**

	1 January - 31 December 2025	1 January - 31 December 2024
Commission expenses	9.440.531.171	4.308.323.346
Personnel expenses (Note 33)	3.250.219.103	1.805.394.318
Advertising and marketing expenses	924.006.060	344.259.618
Outsourced service expenses	379.743.166	212.186.118
Information technology expenses	226.550.340	210.199.161
Other	398.373.689	323.231.801
<b>Total (Note 31)</b>	<b>14.619.423.529</b>	<b>7.203.594.362</b>

**33. EMPLOYEE BENEFIT EXPENSES**

	1 January - 31 December 2025	1 January - 31 December 2024
Personal expenses	2.036.843.875	618.044.085
SSI expenses	547.123.914	449.624.359
Bonuses	104.182.769	337.205.536
Meal and travel expenses	187.259.176	131.207.290
Other	374.809.369	269.313.049
<b>Total</b>	<b>3.250.219.103</b>	<b>1.805.394.319</b>

Total amount of the salaries and the benefits paid to top management such as the chairman and the members of the Board of Directors, General Manager, General Coordinator, Assistant General Manager and other executive management in the current period are disclosed in Note 1.6.

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**34. FINANCIAL COSTS**

**34.1 Total financial expenses for the period:**

- 34.1.1** Production cost related expenses: None (31 December 2024: None)  
**34.1.2** Given to the cost of fixed assets: None (31 December 2024: None).  
**34.1.3** Direct expenses: TRY 856.221.846 (31 December 2024: TRY 1.872.974.285).

**34.2 Financial expenses related to shareholders, subsidiaries and investments (any amount exceeding 20% of total will be illustrated separately):** None (31 December 2024: None).

**34.3 Sales to/purchases from shareholders, subsidiaries and investments (any amount exceeding 20% of total will be illustrated separately.):** Disclosed in Note 45.

**34.4 Interest, rent or other charges received from or paid to shareholders, subsidiaries and investments (any amount exceeding 20% of total will be illustrated separately.):** Disclosed in Note 45.

**35. INCOME TAXES**

The tax income and expenses included in the financial statements for the fiscal periods 1 January – 31 December 2025 and 2024 and the tax assets and liabilities included in the balance sheets prepared as of 31 December 2025 and 2024 are summarized below:

	1 January - 31 December 2025	1 January - 31 December 2024
Current period tax expense (-)	(5.855.923.565)	(3.345.549.949)
Deferred tax income/(expense) (Note 21)	711.991.730	483.742.588
<b>Total tax expense (-)</b>	<b>(5.143.931.835)</b>	<b>(2.861.807.361)</b>
	<b>31 December 2025</b>	<b>31 December 2024</b>
Current period provision for income taxes (-)	(5.855.923.565)	(3.345.549.949)
Prepaid taxes	3.946.148.240	2.369.770.574
<b>Corporate tax provision, net (-)</b>	<b>(1.909.775.325)</b>	<b>(975.779.375)</b>
	<b>31 December 2025</b>	<b>31 December 2024</b>
Deferred tax assets, net (Note 21)	1.153.736.435	628.629.222

The reconciliation of actual tax expense is as follows:

	1 January - 31 December 2025	1 January - 31 December 2024
Profit before deferred tax and corporate tax	20.615.013.528	12.164.677.858
Tax rate	30%	30%
Calculated tax	(6.184.504.058)	(3.649.403.357)
The impact of non-taxable income and expenses	1.040.572.223	787.595.996
<b>Total tax expense (-)</b>	<b>(5.143.931.835)</b>	<b>(2.861.807.361)</b>

**36. NET FOREIGN EXCHANGE GAINS**

	1 January - 31 December 2025	1 January - 31 December 2024
Foreign exchange profit	513.820.950	545.590.813
Foreign exchange losses (-)	(19.911.120)	(69.409.010)
	<b>493.909.830</b>	<b>476.181.803</b>

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**37. EARNINGS PER SHARE**

	1 January - 31 December 2025	1 January - 31 December 2024
Net profit for the period	15.471.081.693	9.302.870.497
Weighted average number of shares with nominal value of TRY 1 per share	5.000.000.000	755.752.390
Profit per shares (Kr)	3,09	12,31

**38. DIVIDENDS PER SHARE**

Information regarding dividend rates is explained in footnotes 15 and 45. During the period from 1 January – 31 December 2025, a dividend of TRY 0.50 per share was distributed (1 January – 31 December 2024: TRY 2.98).

**39. CASH GENERATED FROM OPERATIONS:** Disclosed in the statement of cash flows.

**40. CONVERTIBLE BONDS:** None (31 December 2024: None).

**41. REDEEMABLE PREFERENCE SHARES:** None (31 December 2024: None).

**42. CONTINGENCIES**

	31 December 2025	31 December 2024
Compensation litigations against the Company - gross (*)	499.755.914	399.536.513
Other litigations against the Company (Note 23)	80.055.335	49.791.239
<b>Total</b>	<b>579.811.249</b>	<b>449.327.752</b>

(\*) The provision for the lawsuits against the Company is accounted for under related provision accounts in the accompanying financial statements. Followed under outstanding claims and movement of outstanding claims is presented in Note 17.

**43. COMMITMENTS**

*Total amount of mortgages or restrictions on assets:*

	31 December 2025	31 December 2024
Bank deposits (Notes 2.12 and 14)	562.904.110	1.177.383.792
Financial investments at the risk of life policy holders (Note 11.1)	541.380.723	381.194.525
	<b>1.104.284.833</b>	<b>1.558.578.317</b>

**44. BUSINESS COMBINATIONS**

None.

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**45. RELATED-PARTY TRANSACTIONS**

Türkiye Wealth Funds group companies and senior management of the Company has been identified as associated companies in terms of these financial statements. The total amount of wages and similar benefits provided in the current period to top managers such as the chairman and members of the board of directors, general manager, general coordinator, assistant general managers are explained in Note 1.6.

Related party balances are as follows:

	31 December 2025	31 December 2024
<b>a) Bank deposits</b>		
Türkiye Vakıflar Bankası TAO (“Vakıfbank”)	867.924.718	1.271.545.940
Türkiye Halk Bankası A.Ş.	428.000.000	46.400.000
T.C. Ziraat Bankası A.Ş.	73.600.000	836.482.967
	<b>1.369.524.718</b>	<b>2.154.428.907</b>
<b>b) Credit card receivables</b>		
Vakıfbank	650.452.892	390.187.316
Türkiye Halk Bankası A.Ş.	718.464.028	346.517.155
T.C. Ziraat Bankası A.Ş.	421.119.751	272.333.306
	<b>1.790.036.671</b>	<b>1.009.037.777</b>
<b>c) Receivables from main activities</b>		
Ziraat Portföy Yönetimi A.Ş.	-	10.971.864
	-	<b>10.971.864</b>
<b>d) Payables from main activities</b>		
Vakıfbank	30.871.715	12.900.016
T.C. Ziraat Bankası A.Ş.	17.768.923	55.552.049
Türkiye Halk Bankası A.Ş.	2.028	95.799.376
	<b>48.642.666</b>	<b>164.251.441</b>
<b>e) Payables to shareholder</b>		
Premium debts to Türkiye Sigorta A.Ş.	-	178.577.269
	-	<b>178.577.269</b>
<b>f) Other Financial Liabilities</b>		
İstanbul Takas ve Saklama Bankası A.Ş.	2.335.000.000	6.704.366
	<b>2.335.000.000</b>	<b>6.704.366</b>

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**45. RELATED-PARTY TRANSACTIONS (Continued)**

Related party transactions are as follows:

	1 January – 31 December 2025	1 January – 31 December 2024
<b>a) Intermediated premiums</b>		
T.C. Ziraat Bankası A.Ş.	15.571.776.052	7.891.740.132
Vakıfbank	6.556.449.899	2.225.236.095
T. Halk Bankası A.Ş.	5.386.617.533	2.860.359.181
	<b>27.514.843.484</b>	<b>12.977.335.408</b>
<b>b) Premium productions to related parties</b>		
T. Halk Bankası A.Ş.	33.111.440	71.229.926
T.C. Ziraat Bankası A.Ş.	31.352.694	31.177.176
T. Vakıflar Bankası T.A.O.	30.169.568	18.748.899
Türkiye Petrolleri Anonim Ortaklığı Genel Müdürlüğü	27.559.983	20.104.987
Türkiye Sigorta A.Ş.	11.295.421	7.413.809
Turkcell İletişim Hizmetleri A.Ş.	10.939.328	7.715.813
Turkish Petroleum Off-Shore Technology Center A.Ş.	9.108.055	-
Türkiye Hayat Ve Emeklilik A.Ş.	8.135.950	5.528.319
Global Bilgi Paz. Dan. Ve Çağrı Hizm. A.Ş.	4.869.075	3.698.521
Ziraat Dinamik Banka A.Ş.	4.188.140	-
Türk Telekomünikasyon A.Ş.	3.831.450	1.533.363
Turkcell Teknoloji Araştırma Geliştirme A.Ş.	2.567.728	1.947.240
Others	5.675.739	1.751.073
	<b>182.804.571</b>	<b>170.849.126</b>
<b>c) Investment income</b>		
Vakıfbank	588.997.669	906.149.387
T.C. Ziraat Bankası A.Ş.	152.147.399	991.586.186
T. Halk Bankası A.Ş.	21.430.667	267.406.254
	<b>762.575.735</b>	<b>2.165.141.827</b>
<b>d) Financial expenses</b>		
Halk Yatırım Menkul Değerler A.Ş.	325.306.218	1.710.674.242
İstanbul Takas ve Saklama Bankası A.Ş.	271.723.219	277.650.321
Other	5.867.123	100.535.130
	<b>602.896.560</b>	<b>2.088.859.693</b>
<b>e) Rent income</b>		
Türkiye Varlık Fonu Yönetim A.Ş.	11.756.424	8.148.961
Other	621.884	402.218
	<b>12.378.308</b>	<b>8.551.179</b>
<b>f) Commissions paid</b>		
T.C. Ziraat Bankası A.Ş.	5.777.942.244	2.685.228.257
Vakıfbank	2.077.233.770	1.176.614.278
T. Halk Bankası A.Ş.	1.529.206.508	933.918.387
Other	8.688.138	1.184.480
	<b>9.393.070.660</b>	<b>4.796.945.402</b>

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**45. RELATED-PARTY TRANSACTIONS (Continued)**

	1 January – 31 December 2025	1 January – 31 December 2024
<b>g) Operating expenses</b>		
Türkiye Sigorta A.Ş.	192.767.158	24.069.052
Ziraat Portföy Yönetimi A.Ş.	164.331.176	95.291.429
İstanbul Takas ve Saklama Bankası A.Ş.	118.983.574	79.112.932
Turkcell İletişim Hizmetleri A.Ş.	17.491.542	13.624.393
Superonline İletişim Hizmetleri A.Ş.	12.947.719	16.060.571
Türkiye Halk Bankası AŞ	15.733	-
Vakıf Pazarlama Sanayi ve Ticaret A.Ş.	1.164.234	97.760
Other	112.482.347	33.168.529
	<b>620.183.483</b>	<b>261.424.666</b>
<b>h) Dividends paid</b>		
TVF Financial Investments	2.315.911.929	2.084.320.736
Türkiye Sigorta A.Ş.	184.088.071	165.679.264
	<b>2.500.000.000</b>	<b>2.250.000.000</b>

**45.1 Doubtful receivables from shareholders, investments and subsidiaries:** None (31 December 2024: None).

**45.2 Breakdown of investments and subsidiaries having an indirect shareholding and management relationship with the company, participation rates and amounts of these investments and subsidiaries; profit/loss, net profit/loss in the latest financials, the period of these financials and the opinion type of the independent audit report if the company is independently audited:**

	31 December 2025					
	Carrying Value	Audit Opinion	Financial Statement Period	Total Assets	Total Liabilities	Net Profit
Emeklilik Gözetim Merkezi A.Ş.	435.662	-	30.09.2025	268.736.434	68.851.861	78.886.683
	31 December 2024					
	Carrying Value	Audit Opinion	Financial Statement Period	Total Assets	Total Liabilities	Net Profit
Emeklilik Gözetim Merkezi A.Ş.	435.662	-	31.12.2024	211.619.942	95.029.729	6.932.353

**45.3 Bonus shares obtained through internally funded capital increases of associates and subsidiaries:** None (31 December 2024: None).

**45.4 Rights on properties and their value:** None (31 December 2024: None).

**45.5 Guarantees, commitments and securities given for shareholders, investments and subsidiaries:** None (31 December 2024: None).

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
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**46. SUBSEQUENT EVENTS**

None.

**47. OTHER**

**47.1 Details of “other” items on the balance sheet which exceeds 20% of its respective account group or 5% of total assets:**

	<b>31 December 2025</b>	<b>31 December 2024</b>
<b>a) Receivables from retirement activities</b>		
Fund management fee deduction receivables	430.951.509	277.490.812
Receivables from participants	332.824.773	203.473.072
<b>Total</b>	<b>763.776.282</b>	<b>480.963.884</b>
<b>b) Other receivables</b>		
Receivables from pension funds	6.616.654	3.378
Other doubtful receivables	-	597.586
Deposits and guarantees given	-	22.585
Provision for other doubtful receivables	-	(597.586)
<b>Total</b>	<b>6.616.654</b>	<b>25.963</b>
<b>c) Expenses and income accruals for the next months</b>		
Insurance expenses	120.915.944	169.606.183
Subscription expenses	3.340.320	4.387.501
Maintenance and repair expenses	6.116.767	2.596.230
Other	8.017.600	2.011.126
<b>Total</b>	<b>138.390.631</b>	<b>178.601.040</b>
<b>d) Payables from retirement activity</b>		
Participants temporary account	2.230.514.232	1.240.547.259
Additional benefit provision	57.918.453	57.918.453
Payables to intermediaries	42.519.481	25.822.558
Payables to portfolio management companies	21.267.973	17.793.910
Participants withdrawal account	3.334.661	3.334.661
State contributions to be returned	205.382	(14.086.579)
Purchase Orders	-	(374.389)
<b>Total</b>	<b>2.355.760.182</b>	<b>1.330.955.873</b>

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**47. OTHER (Continued)**

**47.1 Details of “other” items on the balance sheet which exceeds 20% of its respective account group or 5% of total assets (Continued)**

	<b>31 December 2025</b>	<b>31 December 2024</b>
<b>e) Payables from other operating activities</b>		
Payments to participants	24.497.925	16.201.501
Other	2.053.330	14.564.471
<b>Total</b>	<b>26.551.255</b>	<b>30.765.972</b>
<b>f) Other payables</b>		
Payables to vendors and contracted institutions	207.306.401	239.002.355
Credit card debts	264.106	445.986
<b>Total</b>	<b>207.570.507</b>	<b>239.448.341</b>
<b>g) Other short-term liabilities</b>		
Temporary collections of life policies on credit	3.442.783	3.796.147
<b>Total</b>	<b>3.442.783</b>	<b>3.796.147</b>
<b>h) Other expenses and losses</b>		
Charity and donations	34.544.321	40.000.000
Other	24.065.012	17.739.452
<b>Total</b>	<b>58.609.333</b>	<b>57.739.452</b>

**47.2 Due from and due to personnel classified in other receivables” and “other short-term or long-term payables” that exceeds 1% of total assets:** None (31 December 2024: None).

**47.3 Receivables from salvage and subrogation followed under off-balance sheet items:** None (31 December 2024: None).

**47.4 Income and expenses related to prior periods and the amounts and sources of expenses and losses:** None (31 December 2024: None).

**TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.**  
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**47. OTHER (Continued)**

**47.5 Other mandatory information:**

*Provision income/(expenses) for the period:*

	1 January - 31 December 2025	1 January - 31 December 2024
Intermediary commission provision expense	(1.334.414.248)	(1.155.000.000)
Unused vacation provision	(79.789.397)	(27.664.269)
Expense for provision for employee termination benefits	(57.174.406)	(25.763.930)
Provision for doubtful receivable	(44.077.044)	(2.415.797)
Litigation provision expense	(30.264.096)	(30.462.291)
Other	(300.299.685)	(666.305.396)
<b>Total</b>	<b>(1.846.018.876)</b>	<b>(1.907.611.683)</b>

*Fees for services received from the independent auditing firm:*

	1 January - 31 December 2025	1 January - 31 December 2024
Independent audit fee for the reporting period	5.340.000	3.300.000
<b>Total</b>	<b>5.340.000</b>	<b>3.300.000</b>

\*Price excludes VAT.