

TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.

FINANCIAL STATEMENTS AND LIMITED AUDIT
REPORT FOR THE INTERIM ACCOUNTING PERIOD
AS OF 30 JUNE 2026

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



**CONVENIENCE TRANSLATION OF
REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION
(ORIGINALLY ISSUED IN TURKISH)**

To the General Assembly of Türkiye Hayat ve Emeklilik A.Ş.

Introduction

1. We have reviewed the accompanying balance sheet of Türkiye Hayat ve Emeklilik A.Ş. (the “Company”) as of 30 June 2026 and the statements of income, changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. The Company management is responsible for the preparation and fair presentation of the interim financial information in accordance with “Regulation on Insurance Accounting and Financial Reporting Principles” which includes accounting and financial reporting regulations enforced by the insurance legislation and Turkish Accounting Standard 34, “Interim Financial Reporting” for the matters not regulated by such insurance legislation. Our responsibility is to express a conclusion on the interim financial information based on our review.

Scope of Review

2. We conducted our review in accordance with the Standard on Review Engagements 2410, “Review of interim financial information performed by the independent auditor of the entity” and the principles on the review as set out in the insurance legislation. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an independent audit conducted in accordance with the Standards on Auditing and the regulations on the principles on auditing as set out in the insurance legislation performed to express an opinion on the financial statements. Consequently, a review on the interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an audit opinion.



Conclusion

3. Based on our review, nothing has come to our attention that causes us to conclude that the accompanying interim financial information does not present fairly, in all material respects, the financial position of Türkiye Hayat ve Emeklilik A.Ş. as of 30 June 2026, and its financial performance and its cash flows for the six-month period then ended in accordance with the Regulation on Insurance Accounting and Financial Reporting Principles.

Other Matter

4. The financial statements of the Company for the year ended 31 December 2025 were audited and the interim financial statements for the six-month period ended 30 June 2025 were reviewed by another audit firm whose report dated 23 January 2026 expressed an unqualified opinion and whose review report dated 18 July 2025 expressed a conclusion that no material non-compliance with the Regulation on Insurance Accounting and Financial Reporting Principles has come to their attention.

Additional Paragraph for Convenience Translation into English

5. The effects of differences between the accounting principles as set out by the related insurance laws and accounting principles generally accepted in countries in which the accompanying interim financial statements are to be distributed and International Financial Reporting Standards (“IFRS”) have not been quantified in the accompanying interim financial statements. Accordingly, the accompanying interim financial statements are not intended to present the financial position and results of operations and changes in financial position and cash flows in accordance with accounting principles generally accepted in such countries and IFRS.

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

ORIGINALLY ISSUED IN TURKISH

Ramazan Yüksekaya, SMMM
Independent Auditor

İstanbul, 20 July 2026

COMPANY STATEMENT RELATED TO THE
FINANCIAL STATEMENTS AS OF 30 JUNE 2026

We hereby declare that the accompanying financial statements as of 30 June 2026 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.

20 July 2026

Aziz Murat ULUĞ
Chairman of Board

Taha ÇAKMAK
Vice Chairman & CEO

Ayşe TÜRK MENOĞLU
Head of the Audit Committee

Yavuz KAYNARCA
Member of the Audit Committee

Mahmut Subutay ÇELİK
Member of the Audit Committee

Murat SUZER
Chief Financial Officer

Andaç YILMAZ
Actuary-Register No: 52

Türkiye Hayat ve Emeklilik A.Ş.
Levent Mah. Çayır Çimen Sokak, No:7
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TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.
DETAILED BALANCE SHEETS
AS OF 30 JUNE 2026 AND 31 DECEMBER 2025
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

ASSETS			
	Notes	Reviewed Current Period 30 June 2026	Audited Prior Period 31 December 2025
I- Current Assets			
A- Cash and Cash Equivalents	14	4.716.238.238	4.143.790.478
1- Cash		-	-
2- Cheques Received		-	-
3- Cash at Banks	2.12 and 14	2.509.535.786	2.256.105.907
4- Cheques Given and Payment Orders		-	-
5- Bank Warrantied and Shorter Than 3 Months Credit Card Receivables	2.12 and 14	2.206.702.452	1.887.684.571
6- Other Cash and Cash Equivalents		-	-
B- Financial Assets and Financial Investments with Risks on Policyholders	11.1	61.870.285.664	46.282.847.071
1- Available-for-Sale Financial Asset	11.1	27.151.688.846	18.262.780.015
2- Held to Maturity Investments	11.1	6.672.372.055	5.809.866.632
3- Financial Assets Held for Trading	11.1	27.421.695.364	21.668.819.701
4- Loans		-	-
5- Provision for Loans (-)		-	-
6- Financial Investments with Risks on Saving Life Policyholders	11.1	624.529.399	541.380.723
7- Company's Own Equity Shares		-	-
8- Diminution in Value of Financial Investments (-)		-	-
C- Receivables from Main Operations	12.1	7.796.806.518	5.248.934.561
1- Receivables from Insurance Operations	12.1	7.128.808.691	4.540.480.913
2- Provision for Receivables from Insurance Operations (-)	12.1	(24.159.329)	(55.322.634)
3- Receivables from Reinsurance Operations		-	-
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	692.157.156	763.776.282
9- Doubtful Receivables from Main Operations		-	-
10- Provision for Doubtful Receivables from Main Operations		-	-
D- Due from Related Parties		-	528.025
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 (-)		-	-
E- Other Receivables	47.1	179.432	6.616.654
1- Finance Lease Receivables		-	-
2- Unearned Finance Lease Interest Income (-)		-	-
3- Deposits and Guarantees Given		-	-
4- Other Miscellaneous Receivables		179.432	6.616.654
5- Rediscount on Other Miscellaneous Receivables (-)		-	-
6- Other Doubtful Receivables		-	-
7- Provision for Other Doubtful Receivables (-)		-	-
F- Prepaid Expenses and Income Accruals		4.526.696.197	3.492.092.993
1- Deferred Acquisition Costs	17.15	4.241.701.035	3.353.702.362
2- Accrued Profit and Rent Income		-	-
3- Income Accruals		-	-
4- Other Prepaid Expenses	47.1	284.995.162	138.390.631
G- Other Current Assets		310.816.885	241.588.500
1- Stocks to be used in the Following Months		-	-
2- Prepaid Taxes and Funds		-	-
3- Deferred Tax Assets		-	-
4- Business Advances		310.500.531	241.529.252
5- Advances Given to Personnel		316.354	59.248
6- Inventory Count Deficiency		-	-
7- Other Miscellaneous Current Assets		-	-
8- Provision for Other Miscellaneous Current Assets (-)		-	-
1- Total Current Assets		79.221.022.934	59.416.398.282

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

TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.
DETAILED BALANCE SHEETS
AS OF 30 JUNE 2026 AND 31 DECEMBER 2025
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

ASSETS			
	Notes	Reviewed Current Period 30 June 2026	Audited Prior Period 31 December 2025
II- Non-Current Assets			
A- Receivables from Main Operations	2.14 and 17.5	516.371.625.584	486.316.813.473
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	516.371.625.584	486.316.813.473
9- Doubtful Receivables from Main Operations		-	-
10- Provision for Doubtful Receivables from Main Operations (-)		-	-
B- Due from Related Parties		-	-
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 (-)		-	-
C- Other Receivables		841.949	341.949
1- Finance Lease Receivables		-	-
2- Unearned Finance Lease Interest Income (-)		-	-
3- Deposits and Guarantees Given		841.949	341.949
4- Other Miscellaneous Receivables		-	-
5- Rediscount on Other Miscellaneous Receivables (-)		-	-
6- Other Doubtful Receivables		-	-
7- Provision for Other Doubtful Receivables (-)		-	-
D- Financial Assets	9	4.740.325	4.740.325
1- Investments in Equity Shares	9	4.740.325	4.740.325
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 (-)		-	-
E- Tangible Assets	6 ve 7	1.502.571.463	1.486.356.915
1- Investment Property	7	1.140.414.298	1.140.414.298
2- Impairment in Value of Investment Properties (-)		-	-
3- Land and Buildings Held for Utilization	6	71.204.400	71.204.400
4- Machinery and Equipment		-	-
5- Furnitures and Fixtures	6	283.852.697	278.426.991
6- Motor Vehicles	6	3.587.981	3.587.981
7- Other Tangible Assets, Including Leasehold Improvements	6	54.102.791	52.775.711
8- Tangible Assets Acquired Through Finance Leases	6	263.187.175	181.430.036
9- Accumulated Amortizations	6	(313.777.879)	(241.482.502)
10- Advances Given for Tangible Assets (including construction in progress)		-	-
F- Intangible Assets	8	230.747.861	236.883.593
1- Right	8	581.932.042	526.051.445
2- Goodwill		-	-
3- Pre-Operating Expenses		-	-
4- Research and Development Costs		-	-
5- Other Intangible Assets		-	-
6- Accumulated Amortizations (-)	8	(351.184.181)	(289.167.852)
7- Advances Paid for Intangible Assets		-	-
G- Prepaid Expenses and Income Accruals		36.412.874	45.516.426
1- Deferred Acquisition Expenses		-	-
2- Income Accruals		-	-
3- Other Prepaid Expenses and Income Accruals		36.412.874	45.516.426
H- Other Non-Current Assets		995.892.011	1.153.736.435
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	995.892.011	1.153.736.435
6- Other Miscellaneous Non-Current Assets		-	-
7- Depreciation on Other Non-Current Assets (-)		-	-
8- Provision for Other Non-Current Assets (-)		-	-
II- Total Non-Current Assets		519.142.832.067	489.244.389.116
Total Assets		598.363.855.001	548.660.787.398

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

TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.
DETAILED BALANCE SHEETS
AS OF 30 JUNE 2026 AND 31 DECEMBER 2025
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

LIABILITIES			
	Notes	Reviewed Current Period 30 June 2026	Audited Prior Period 31 December 2025
III - Short Term Liabilities			
A- Financial Liabilities	20	6.043.427.930	2.544.437.939
1- Borrowings to Financial Institutions		-	-
2- Finance Lease Payables	20	197.570.343	144.552.161
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	5.845.857.587	2.399.885.778
B- Payables Arising from Main Operations	19	2.310.286.710	2.486.559.813
1- Payables Arising from Insurance Operations	4 ve 19	198.296.510	104.126.461
2- Payables Arising from Reinsurance Operations	19	-	121.915
3- Cash Deposited by Insurance and Reinsurance Companies		-	-
4- Payables Arising from Individual Pension Business	4, 19 and 47.1	2.099.484.918	2.355.760.182
5- Payables from Other Main Activities	4, 19 and 47.1	12.505.282	26.551.255
6- Discount on Payables from Other Main Operations (-)		-	-
C- Due to Related Parties		3.000.484.023	1.230.990
1- Due to Shareholders	4 and 45	3.000.000.357	-
2- Due to Associates		-	-
3- Due to Subsidiaries		-	-
4- Due to Joint Ventures		-	-
5- Due to Personnel		483.666	1.230.990
6- Due to Other Related Parties		-	-
D- Other Payables	19	231.345.825	214.938.616
1- Deposits and Guarantees Received	4 and 19	8.008.912	7.368.109
2- Debts to SSI for Treatment Expenses		-	-
3- Other Miscellaneous Payables	4, 19 and 47.1	223.336.913	207.570.507
4- Discount on Other Miscellaneous Payables		-	-
E- Insurance Technical Provisions		13.260.741.370	10.587.318.095
1- Reserve for Unearned Premiums – Net	2.24 and 17.15	10.087.335.017	7.825.287.341
2- Reserve for Unexpired Risks – Net		-	-
3- Life Mathematical Provisions – Net	2.24, 4 and 17.2	145.545.632	157.120.203
4- Provision for Outstanding Claims – Net	2.24, 4 and 17.15	2.805.808.288	2.494.935.136
5- Provision for Bonus and Discounts – Net	2.24	222.052.433	109.975.415
6- Other Technical Provisions – Net		-	-
F- Provisions for Taxes and Other Similar Liabilities		2.743.300.177	2.593.427.029
1- Taxes and Funds Payable		565.605.354	610.902.881
2- Social Security Premiums Payable		83.861.086	72.748.823
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	3.566.633.157	5.855.923.565
6- Prepaid Taxes and Other Liabilities on Period Profit	35	(1.472.799.420)	(3.946.148.240)
7- Provisions for Other Taxes and Liabilities		-	-
G- Provisions for Other Risks	23	3.229.090.795	4.374.186.210
1- Provision for Termination Indemnities		-	-
2- Provision for Pension Fund Deficits		-	-
3- Provision for Costs	23	3.229.090.795	4.374.186.210
H- Deferred Income and Expense Accruals		-	-
1- Deferred Commission Income		-	-
2- Expense Accruals		-	-
3- Other Deferred Income and Expense Accruals		-	-
I- Other Short-Term Liabilities		3.123.976	3.442.783
1- Deferred Tax Liabilities		-	-
2- Inventory Count Differences		-	-
3- Other Miscellaneous Short-Term Liabilities	47.1	3.123.976	3.442.783
III- Other Various Short-Term Liabilities		30.821.800.806	22.805.541.475

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

TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.
DETAILED BALANCE SHEETS
AS OF 30 JUNE 2026 AND 31 DECEMBER 2025
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

LIABILITIES			
	Notes	Reviewed Current Period 30 June 2026	Audited Prior Period 31 December 2025
IV - Long-Term Liabilities			
A- Financial Liabilities		51.895.484	56.872.006
1- Borrowings to Financial Institutions		-	-
2- Finance Lease Payables	20	51.895.484	56.872.006
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- Payables Arising from Main Activities	2.14, 17.5	516.371.625.584	486.316.813.473
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	516.371.625.584	486.316.813.473
5- Payables Arising from Other Operations		-	-
6- Discount on Payables from Other Operations (-)		-	-
C- Due to Related Parties		-	-
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		-	-
D- Other Payables		-	-
1- Deposits and Guarantees Received		-	-
2- Debts to SSI for Treatment Expenses		-	-
3- Other Miscellaneous Liabilities		-	-
4- Discount on Other Miscellaneous Payables (-)		-	-
E- Insurance Technical Provisions		11.465.160.030	7.361.001.508
1- Reserve for Unearned Premiums – Net		-	-
2- Reserve for Unexpired Risks – Net		-	-
3- Life Mathematical Provisions – Net	4 and 17.2	10.419.428.478	6.477.544.860
4- Provision for Outstanding Claim – Net		-	-
5- Provision for Bonus and Discounts – Net		-	-
6- Other Technical Provisions – Net	2.24, 4 and 17	1.045.731.552	883.456.648
F-Other Liabilities and Relevant Accruals		-	-
1- Other Liabilities Payable		-	-
2- Overdue, Deferred or Installment Taxes and Other Liabilities		-	-
3- Other Liabilities for Expense Accruals		-	-
G- Provisions for Other Risks	22	232.966.258	202.002.324
1- Provision for Severance Pay	22	232.966.258	202.002.324
2- Provision for Employee Pension Funds Deficits		-	-
H- Deferred Income and Expense Accruals		-	-
1- Deferred Income		-	-
2- Expense Accruals		-	-
3- Other Deferred Income and Expense Accruals		-	-
I- Other Long-Term Liabilities		-	-
1- Deferred Tax Liabilities		-	-
2- Other Long-Term Liabilities		-	-
IV- Total Long-Term Liabilities		528.121.647.356	493.936.689.311

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

TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.
DETAILED BALANCE SHEETS
AS OF 30 JUNE 2026 AND 31 DECEMBER 2025

(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

EQUITY			
<i>V - Equity</i>	Notes	Reviewed Current Period 30 June 2026	Audited Prior Period 31 December 2025
A- Paid-In Capital	2.13 and 15	10.020.102.795	5.020.102.795
1- (Nominal) Capital	2.13 and 15	10.000.000.000	5.000.000.000
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- Capital Reserves	15	152.699.784	152.699.784
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		152.699.784	152.699.784
C- Profit Reserves	15	18.228.022.662	11.263.517.410
1- Legal Reserves	15	1.492.281.655	1.217.281.655
2- Statutory Reserves		-	-
3- Extraordinary Reserves	15	16.915.951.965	9.811.467.261
4- Special Funds (Reserves)		-	-
5- Valuation of Financial Assets	15	(192.718.272)	317.423.513
6- Other Profit Reserves	15	12.507.314	(82.655.019)
D- Retained Earnings		11.154.930	11.154.930
1- Retained Earnings		11.154.930	11.154.930
E- Accumulated Losses (-)		-	-
1- Accumulated Losses		-	-
F- Net Profit / Loss for the Period		11.008.426.668	15.471.081.693
1- Net Profit for the Year		11.008.426.668	15.471.081.693
2- Net Loss for the Year (-)		-	-
3- Net Profit That Is Not Subject to Distribution		-	-
Total Equity		39.420.406.839	31.918.556.612
Total Equity and Liabilities		598.363.855.001	548.660.787.398

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 – 30 JUNE 2026 AND 2025
(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

		Reviewed Current Period 1 January- 30 June 2026	Not Audited Current Period 1 April- 30 June 2026	Reviewed Prior Period 1 January- 30 June 2025	Not Audited Prior Period 1 April- 30 June 2025
I- TECHNICAL SECTION	Notes				
A- Non-Life Technical Income		2.103.669	1.108.457	3.249.951	1.527.757
1- Earned Premiums (Net of Reinsurer Share)		1.800.376	876.581	2.342.649	1.153.471
1.1- Written Premiums (Net of Reinsurer Share)	24	1.624.876	778.006	2.096.150	1.197.632
1.1.1- Written Premiums gross	24	1.628.827	779.982	2.101.044	1.200.079
1.1.2- Written Premiums, ceded	10 and 24	(3.951)	(1.976)	(4.894)	(2.447)
1.1.3- Premiums transferred to SSI		-	-	-	-
1.2- Change in Reserve for Unearned Premiums (Net of Reinsurer Share and Provision Carried Forward)	17	175.500	98.575	246.499	(44.161)
1.2.1- Reserve for Unearned Premiums	17	175.500	98.575	246.499	(44.161)
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		303.293	231.876	469.319	374.286
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- Non-Life Technical Expense (-)		(27.659.357)	(14.113.942)	(22.606.394)	(12.753.218)
1- Incurred Losses - (Net of Reinsurer Share)		2.804.058	446.028	681.389	(371.253)
1.1- Claims Paid - (Net of Reinsurer Share)		(59.898)	(11.879)	(70.602)	(49.583)
1.1.1- Claims Paid, gross		(84.898)	(11.879)	(82.102)	(61.083)
1.1.2- Claims Paid, ceded	10	25.000	-	11.500	11.500
1.2- Change in Provisions for Outstanding Claims (Net of Reinsurer Share and Provision Carried Forward)		2.863.956	457.907	751.991	(321.670)
1.2.1- Change in Provision for Outstanding Claims, gross		4.334.622	736.548	1.867.743	(220.823)
1.2.2- Change in Provision for Outstanding Claims, ceded	10	(1.470.666)	(278.641)	(1.115.752)	(100.847)
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	(30.463.415)	(14.559.970)	(23.287.783)	(12.381.965)
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		-	-	-	-
C- Net Technical Income - Non-Life (A - B)		(25.555.688)	(13.005.485)	(19.356.443)	(11.225.461)

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 – 30 JUNE 2026 AND 2025
(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

		Reviewed Current Period 1 January- 30 June 2026	Not Audited Current Period 1 April- 30 June 2026	Reviewed Current Period 1 January- 30 June 2026	Not Audited Current Period 1 April- 30 June 2026
I-TECHNICAL SECTION	Notes				
D- Life Technical Income		18.162.182.886	9.568.966.796	11.448.582.536	6.086.742.784
1- Earned Premiums (Net of Reinsurer Share)		17.943.607.892	9.452.897.700	11.321.961.425	6.020.645.291
1.1- Written Premiums (Net of Reinsurer Share)	24	20.205.831.068	9.637.375.509	13.164.903.904	6.319.413.080
1.1.1- Written Premiums, gross	24	20.270.264.418	9.669.592.184	13.217.873.010	6.345.897.633
1.1.2- Written Premiums, ceded	10 and 24	(64.433.350)	(32.216.675)	(52.969.106)	(26.484.553)
1.2- Change in Reserve for Unearned Premiums (Net of Reinsurer Shares and Less the Amounts Carried Forward)	17	(2.262.223.176)	(184.477.809)	(1.842.942.479)	(298.767.789)
1.2.1- Reserve for Unearned Premiums, gross	17	(2.262.223.176)	(184.477.809)	(1.842.942.479)	(298.767.789)
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	103.566.900	54.713.409	94.385.768	47.605.521
3- Unrealized Gains on Investments		-	-	-	-
4- Other Technical Income (Net of Reinsurer Share)		115.008.094	61.355.687	32.235.343	18.491.972
4.1- Other Technical Income, gross		115.008.094	61.355.687	32.235.343	18.491.972
4.2- Gross Other Technical Income, reinsurer share		-	-	-	-
5- Accrued subrogation income		-	-	-	-
E- Life Technical Expense		(13.359.441.429)	(7.305.688.906)	(8.434.516.150)	(4.681.763.589)
1- Incurred Losses (Net of Reinsurer Share)		(2.287.650.072)	(1.225.755.977)	(1.707.959.900)	(1.015.765.377)
1.1- Claims Paid (Net of Reinsurer Share)		(1.973.912.965)	(1.014.185.491)	(1.431.132.003)	(743.738.639)
1.1.1- Claims Paid, gross		(1.998.602.361)	(1.035.384.380)	(1.433.424.418)	(744.107.053)
1.1.2- Claims Paid, ceded	10	24.689.396	21.198.889	2.292.415	368.414
1.2- Change in Provisions for Outstanding Claims (Net of Reinsurer Share and Less the Amounts Carried Forward)		(313.737.107)	(211.570.486)	(276.827.897)	(272.026.738)
1.2.1- Change in Provision for Outstanding Claims, gross	17	(287.070.284)	(188.185.090)	(276.442.642)	(270.313.493)
1.2.2- Change in Provision for Outstanding Claims, ceded	10	(26.666.823)	(23.385.396)	(385.255)	(1.713.245)
2- Change in Provisions for Bonus and Discounts (Net of Reinsurer Share and Less the Amounts Carried Forward)		(112.077.018)	(60.876.423)	(41.707.027)	(28.054.695)
2.1- Provisions for Bonus and Discounts, gross		(112.084.740)	(60.822.206)	(41.707.027)	(28.054.695)
2.2- Provisions for Bonus and Discounts, ceded		7.722	(54.217)	-	-
3- Change in Life Mathematical Provisions (Net of Reinsurer Share and Less the Amounts Carried Forward)		(3.930.309.047)	(2.325.494.143)	(1.603.559.403)	(903.091.411)
3- Change in Life Mathematical Provisions (Net of Reinsurer Share and Less the Amounts Carried Forward)		(3.930.309.047)	(2.325.494.143)	(1.603.559.403)	(903.091.411)
3.1- Mathematical Reserves		(3.930.309.047)	(2.325.494.143)	(1.603.559.403)	(903.091.411)
3.1.1- Actuarial Mathematical Reserves		-	-	-	-
3.2.1- Reinsurer Share' Actuarial Mathematical Reserves		-	-	-	-
3.2.2 Reinsurer Share of Profit Reserve (for Permanent Life Insurance Policies)		-	-	-	-
3- Change in Life Mathematical Provisions (Net of Reinsurer Share and Less the Amounts Carried Forward)		-	-	-	-
4- Change in Other Technical Reserves	17	(162.274.904)	(71.274.032)	(119.960.967)	(56.335.214)
5- Operating Expenses	31	(6.782.762.003)	(3.577.274.614)	(4.884.739.932)	(2.639.578.001)
6- Investment Expenses	26	(4.831.679)	(1.098.739)	(5.619.695)	(1.110.101)
7- Unrealised Losses on Investment		-	-	-	-
8- Investment Income Transferred to the Non-Life Technical Section		(79.536.706)	(43.914.978)	(70.969.226)	(37.828.790)
F- Net Technical Income - Life (D - E)		4.802.741.457	2.263.277.890	3.014.066.386	1.404.979.195
G- Pension Business Technical Income		3.665.639.370	1.853.118.542	2.401.966.135	1.205.333.951
1- Fund Management Income		2.733.184.529	1.382.760.164	1.686.528.590	882.470.321
2- Management Fee		523.248.375	278.152.876	371.417.063	186.508.894
3- Entrance Fee Income	25	363.425.080	167.491.606	211.885.980	118.798.404
4- Management Expense Charge in Case of Suspension		44.028.000	24.802.766	32.632.627	17.435.989
5- Income from Individual Service Charges		-	-	-	-
6- Increase in Value of Capital Allowances Given as Advance		-	-	-	-
7- Other Technical Income		1.753.386	(88.870)	99.501.875	120.343
H- Pension Business Technical Expense		(2.937.139.326)	(1.424.855.385)	(1.898.298.627)	(956.781.549)
1- Fund Management Expense		(147.289.130)	(74.843.900)	(82.209.592)	(39.815.268)
2- Decrease in Value of Capital Allowances Given as Advance		-	-	-	-
3- Operating Expenses	31	(2.350.871.208)	(1.137.877.952)	(1.397.865.159)	(750.652.073)
4- Other Technical Expenses		(438.978.988)	(212.133.533)	(418.223.876)	(166.314.208)
I- Net Technical Income - Pension Business (G - H)		728.500.044	428.263.157	503.667.508	248.552.402

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 – 30 JUNE 2026 AND 2025
(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

		Reviewed Current Period 1 January- 30 June 2026	Not Audited Current Period 1 April- 30 June 2026	Reviewed Current Period 1 January- 30 June 2026	Not Audited Current Period 1 April- 30 June 2026
II -NON TECHNICAL SECTION	Notes				
C- Net Technical Income - Non-Life (A-B)		(25.555.688)	(13.005.485)	(19.356.443)	(11.225.461)
F- Net Technical Income - Life (D-E)		4.802.741.457	2.263.277.890	3.014.066.386	1.404.979.195
I – Net Technical Income - Pension Business (G-H)		728.500.044	428.263.157	503.667.508	248.552.402
J- Total Net Technical Income (C+F+I)		5.505.685.813	2.678.535.562	3.498.377.451	1.642.306.136
K- Investment Income		9.747.411.455	5.612.368.362	6.639.945.813	3.793.971.619
1- Income from Financial Assets	26	5.343.520.445	2.153.535.703	4.388.481.773	3.313.982.575
2- Income from Disposal of Financial Assets	26	1.406.988.527	1.117.687.313	454.303.272	147.521.666
3- Valuation of Financial Assets	26	2.689.722.731	2.163.824.426	1.504.587.607	178.072.631
4- Foreign Exchange Gains	36	213.433.500	128.003.014	214.317.985	112.922.982
5- Income from Associates		-	-	-	-
6- Income from Subsidiaries and Joint Ventures		-	-	-	-
7- Income from Property, Plant and Buildings	7	10.132.967	5.171.483	7.285.950	3.642.975
8- Income from Derivatives Transactions		-	-	-	-
9- Other Investments		4.076.579	231.445	-	-
10- Income Transferred from Life Section		79.536.706	43.914.978	70.969.226	37.828.790
L- Investment Expense		(849.230.555)	(565.324.581)	(472.186.006)	(364.806.958)
1- Investment Management Expenses – Interest Included	26 and 34	(472.597.386)	(336.503.011)	(271.572.097)	(262.532.839)
2- Diminution in Value of Investments		-	-	-	-
3- Loss from Disposal of Financial Assets	26	(66.329)	(34.943)	(305.137)	(165.018)
4- Investment Income Transferred to Non-Life Technical Section		(303.293)	(231.876)	(469.319)	(374.286)
5- Loss from Derivative Transactions		-	-	-	-
6- Foreign Exchange Losses	36	(2.831.412)	(1.577.084)	(7.735.712)	(3.247.230)
7- Depreciation and Amortization Expenses		(138.169.390)	(70.176.643)	(64.595.989)	(34.387.628)
8- Other Investment Expenses	26	(235.262.745)	(156.801.024)	(127.507.752)	(64.099.957)
M- Income and Expenses from Other and Extraordinary Operations		171.193.112	136.573.174	(124.686.624)	81.096.398
1- Provisions	47.5	589.203.898	25.404.747	10.292.269	(90.984.259)
2- Rediscunts		-	-	-	-
3- Monetary Gains and Losses		-	-	-	-
4- Inflation Adjustment Account		-	-	-	-
5- Deferred Tax Assets	21 and 35	(374.948.614)	125.080.834	(122.902.543)	178.680.002
6- Deferred Tax Liabilities		-	-	-	-
7- Other Income		2.205.104	214.802	473.674	147.753
8- Other Expenses and Losses	47.1	(45.267.276)	(14.127.209)	(12.550.024)	(6.747.098)
9- Prior Year's Income		-	-	-	-
10- Prior Year's Expenses and Losses		-	-	-	-
N- Net Profit of Loss for the Year	37	11.008.426.668	5.683.036.431	7.220.962.891	3.712.680.716
1- Profit of Loss for the Year		14.575.059.825	7.862.152.517	9.541.450.634	5.152.567.193
2- Corporate Tax Provision and Other Fiscal Liabilities	35	(3.566.633.157)	(2.179.116.086)	(2.320.487.743)	(1.439.886.477)
3- Net Profit of Loss for the Year		11.008.426.668	5.683.036.431	7.220.962.891	3.712.680.716
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 – 30 JUNE 2026 AND 2025
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

	Notes	Reviewed Current Period 1 January - 30 June 2026	Reviewed Prior Period 1 January - 30 June 2025
A. CASH GENERATED FROM MAIN OPERATIONS			
1. Cash provided from insurance activities		25.047.612.972	15.372.420.360
2. Cash provided from reinsurance activities		-	-
3. Cash provided from pension business		3.737.258.496	2.649.521.470
4. Cash used in insurance activities (-)		(16.906.590.321)	(10.609.991.901)
5. Cash used in reinsurance activities (-)		-	-
6. Cash used in pension business (-)		(3.193.414.590)	(1.964.021.462)
7. Cash Provided from operating activities		8.684.866.557	5.447.928.467
8. Interest paid (-)		-	-
9. Income taxes paid (-)		(3.382.574.745)	(1.435.795.012)
10. Other cash inflows (-)		2.461.809.361	1.725.513.392
11. Other cash outflows (-)		(1.842.053.852)	(1.523.946.431)
12. Net cash Provided from operating activities		5.922.047.321	4.213.700.416
B. CASH FLOWS FROM INVESTING OPERATIONS			
1. Disposal of tangible and intangible assets	6	3.886.765	562.573
2. Acquisition of tangible and intangible assets (-)	6	(66.520.148)	(63.204.548)
3. Acquisition of financial assets (-)	11	(101.224.412.483)	(13.142.798.737)
4. Disposal of financial assets	11	87.495.247.927	6.038.422.940
5. Interests received		9.440.231.703	6.347.372.652
6. Dividends received		-	-
7. Other cash inflows		430.480.506	338.253.020
8. Other cash outflows (-)		-	-
9. Net cash used in investing activities		(3.921.085.730)	(481.392.100)
C. CASH FLOWS FROM FINANCING OPERATIONS			
1. Equity shares issued		-	-
2. Cash provided from loans and borrowings		-	-
3. Finance lease payments (-)	20	(49.838.286)	(23.861.188)
4. Dividends paid (-)		-	-
5. Other cash inflows		-	-
6. Other cash outflows (-)		(1.664.118.905)	(1.786.255.827)
7. Net cash used in financing activities (-)		(1.713.957.191)	(1.810.117.015)
D. EFFECT OF EXCHANGE DIFFERENCES IN CASH AND CASH EQUIVALENTS		81.672.754	59.839.835
E. NET INCREASE IN CASH AND CASH EQUIVALENTS		368.677.154	1.982.031.136
F. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	2.12	3.516.800.632	2.272.431.997
G. CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD E+F	2.12	3.885.477.786	4.254.463.133

The accompanying notes are an integral part of these financial statements

TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.
STATEMENTS OF CHANGES IN EQUITY FOR
THE PERIOD 1 JANUARY - 30 JUNE 2026 AND 2025

(Amounts expressed in Turkish Lira (“TRY”) unless otherwise indicated.)

Statements of Changes in Shareholders' Equity – Reviewed (*)												
	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
I- Balance at the End of the Period – 31 December 2024		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		-	-	-	-	-	-	-	-	-	-	-
D – Change in the Value of Financial Assets		-	-	64.413.249	-	-	-	-	-	-	-	64.413.249
E – Currency translation adjustments		-	-	-	-	-	-	-	-	-	-	-
F – Other Gains and Losses		-	-	-	-	-	-	-	29.129.568	-	-	29.129.568
G – Inflation Adjustment Differences		-	-	-	-	-	-	-	-	-	-	-
H – Net Profit for the Period		-	-	-	-	-	-	-	-	7.220.962.891	-	7.220.962.891
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	-
II- Balance at the End of the Period –(30 June 2025 I+A+B+C+D+E+F+G+H+I+J)		5.000.000.000	-	(25.786.668)	20.102.795	-	1.217.281.655	-	9.743.859.016	7.220.962.891	11.154.930	23.187.574.619

Statements of Changes in Shareholders' Equity – Reviewed (*)												
	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
I- Balance at the End of the Period – 31 December 2025		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
A – Capital Increase	15	5.000.000.000	-	-	-	-	-	-	(5.000.000.000)	-	-	-
1 - Cash		-	-	-	-	-	-	-	-	-	-	-
2 – From Internal Sources	15	5.000.000.000	-	-	-	-	-	-	(5.000.000.000)	-	-	-
B – Own Shares of the Company		-	-	-	-	-	-	-	-	-	-	-
C – Gain and Losses Not Recognized in the Statement of Income		-	-	-	-	-	-	-	-	-	-	-
D – Change in the Value of Financial Assets		-	-	(510.141.785)	-	-	-	-	-	-	-	(510.141.785)
E – Currency translation adjustments		-	-	-	-	-	-	-	-	-	-	-
F – Other Gains and Losses		-	-	-	-	-	-	-	3.565.344	-	-	3.565.344
G – Inflation Adjustment Differences		-	-	-	-	-	-	-	-	-	-	-
H – Net Profit for the Period		-	-	-	-	-	-	-	-	11.008.426.668	-	11.008.426.668
I – Dividends paid		-	-	-	-	-	-	-	-	-	(3.000.000.000)	(3.000.000.000)
J- Transfer		-	-	-	-	-	275.000.000	-	12.196.081.693	(15.471.081.693)	3.000.000.000	-
II- Balance at the End of the Period – (30 June 2026 (I+A+B+C+D+E+F+G+H+I+J)		10.000.000.000	-	(40.018.488)	20.102.795	-	1.492.281.655	-	16.928.459.279	11.008.426.668	11.154.930	39.420.406.839

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

TÜRKİYE HAYAT VE EMEKLİLİK A.Ş.
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD 1 JANUARY – 30 JUNE 2026 AND 2025
(Amounts expressed in Turkish Lira (TRY) unless otherwise indicated.)

1. GENERAL INFORMATION

- 1.1 Name of the Company and the ultimate parent of the group:** As of 30 June 2026, and 31 December 2025 Türkiye Hayat ve Emeklilik A.Ş. the direct main shareholder of ("Company") 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:**

	30 June 2026	31 December 2025
Senior management	10	10
Other personnel	1.112	1.156
	1.122	1.166

- 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 – 30 June 2026: TRY 28.744.787 (1 January – 30 June 2025: TRY 15.112.502).
- 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 – 30 June 2026 were approved by the Company management on 20 July 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 30 June 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 2023 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. Pursuant to the KGK's announcement in question, the SEDDK issued Circular No. 2023/30 dated December 6, 2023, titled "Circular on the Application of Inflation Accounting Sector" dated December 6, 2023, and numbered 2023/30, issued in response to the KGK's announcement, that the financial statements of insurance, reinsurance, and pension companies as of December 31, 2023, shall not be subject to the inflation adjustment required under IAS 29. In a subsequent circular published by SEDDK on March 11, 2024, No. 2024/10, "Circular on the Application of Inflation Accounting in the Insurance Sector" (Circular No. 2024/10), the transition date for insurance, reinsurance, and pension companies to adopt inflation accounting was set as January 1, 2025; however, with the "Circular on the Application of Inflation Accounting in the Insurance Sector" dated December 6, 2024, No. 2024/32, issued by the SEDDK," Circular No. 2024/10 has been repealed, and it has been decided that insurance, reinsurance, and pension companies will not apply inflation accounting in 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. Accordingly, TAS 29 was not applied in the company's financial statements as of June 30, 2026, and December 31, 2025.

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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 30 June 2026 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 2026, 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) Standards, amendments, and interpretations applicable as of 30 June 2026:

- **Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments;** effective from annual reporting periods beginning on or after 1 January 2026 (earlier application permitted). These amendments:
 - clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
 - clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
 - add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and
 - make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).
- **Annual improvements to IFRS – Volume 11;** effective from annual periods beginning on or after 1 January 2026 (earlier application permitted). Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 list of amended Accounting Standard and accompanying guidance include the following:

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.1 Basis of Preparation (Continued)

b) Standards, amendments, and interpretations applicable as of 30 June 2026 (continued)

- IFRS 1 First-time Adoption of International Financial Reporting Standards;
- IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
- IFRS 9 Financial Instruments;
- IFRS 10 Consolidated Financial Statements; and
- IAS 7 Statement of Cash Flows.
- **Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity;** effective from annual periods beginning on or after 1 January 2026 (earlier application permitted). These amendments change the 'own use' and hedge accounting requirements of IFRS 9 and include targeted disclosure requirements to IFRS 7. These amendments apply only to contracts that expose an entity to variability in the underlying amount of electricity because the source of its generation depends on uncontrollable natural conditions (such as the weather). These are described as 'contracts referencing nature-dependent electricity'.

a) Standards, amendments, and interpretations that are issued but not effective as of 30 June 2026:

- **IFRS 17, “Insurance Contracts”**, is effective for annual reporting periods beginning on or after 1 January 2023. This standard replaces IFRS 4, which currently permits a wide range of accounting practices. IFRS 17 will fundamentally change the accounting for all entities issuing insurance contracts and investment contracts with discretionary participation features.

Following the regulatory amendments published by the Insurance and Private Pension Regulation and Supervision Agency (“SEDDK”) in the Official Gazette No. 32765 dated 27 December 2024, the mandatory application date of IFRS 17 for the statutory financial statements of insurance, reinsurance and pension companies was deferred to 1 January 2026. Subsequently, as a result of the regulatory amendments published by SEDDK in the Official Gazette No. 33108 dated 15 December 2025, the mandatory application date of IFRS 17 was further deferred to 1 January 2027. The Company has established the necessary accounting policies required under IFRS 17 and continues its analyses and assessments regarding the potential impacts of the standard on its financial statements. IFRS 17 introduces significant differences compared to the current Insurance Accounting and Financial Reporting Regulations, particularly with respect to the measurement of insurance liabilities, the recognition of insurance revenue and related presentation requirements. The Company is continuing its IFRS 17 implementation project and, at this stage, the quantitative effects of the transition on the financial statements for 2026 have not yet been finalized. The transition is expected to have a significant impact, particularly on the remeasurement of assets and/or liabilities related to insurance and reinsurance contracts, the timing of recognition of insurance-related income and expenses, and the resulting effects on equity.

- **Amendments to IAS 21 - Translation to a Hyperinflationary Presentation Currency;** effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). These narrow-scope amendments specify the translation procedures for an entity whose presentation currency is that of a hyperinflationary economy. The entity applies the amendments if:
 - its functional currency is that of a non-hyperinflationary economy and it is translating its results and financial position into the currency of a hyperinflationary economy; or
 - it is translating into the currency of a hyperinflationary economy the results and financial position of a foreign operation whose functional currency is that of a non-hyperinflationary economy.

The amendments aim to improve the usefulness of the resulting information in a cost-effective manner and reduce diversity in practice.

- **IFRS 18 Presentation and Disclosure in Financial Statements;** effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.1 Basis of Preparation (Continued)

b) Standards, amendments, and interpretations that are issued but not effective as of 30 June 2026 (continued) :

- the structure of the statement of profit or loss;
- required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and
- enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

To comply with paragraph 30 of IAS 8, it is expected that March year-end disclosures should about:

- the nature of the changes,
- the fact that IFRS 18 application is required for annual periods beginning on or after 1 January 2027,
- the planned adoption date, and
- either:
 - known or reasonably estimable information relevant to assessing the possible impact that application of IFRS 18 will have on the entity's financial statements in the period of initial application; or
 - if that impact is not known or reasonably estimable, a statement to that effect.

When preparing disclosures related to the adoption of IFRS 18 to comply with paragraph 30 of IAS 8, entities should consider the following principles:

a. Disclosures are expected to become increasingly detailed as entities' implementation process progresses toward 2027.

The level of detail that an entity includes in its disclosures will depend on the progress of its implementation activities, including those related to internal controls. For the year ending 30 June 2026, entities that have yet to make significant progress in implementation might only disclose that they are actively assessing the impact of IFRS 18 and that more comprehensive disclosures cannot reasonably be provided.

b. Where appropriate and reliable, consider including quantitative information.

It may be appropriate to disclose preliminary figures, when the company has an appropriate and reliable basis for making such disclosures and provides clear explanations regarding their provisional nature. For example, an entity might quantify the effects on profit and loss subtotals. If the quantitative impact is not reasonably estimable, a statement to that effect should be included. An entity may disclose known and reasonably quantifiable impacts, but it is not expected to early provide IFRS 18 disclosures, such as an MPM reconciliation, before the application date.

c. Consider alignment with other public communications.

If management has publicly detailed anticipated impacts, such as in an investor presentation, the IAS 8 financial statement disclosures should be consistent with these communications.

Disclosures should be based on the information available through the date of issuance of the financial statements, not only the end of the reporting period.

- **IFRS 19 Subsidiaries without Public Accountability: Disclosures'**; effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). This new standard and amendments works alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements and instead applies the reduced disclosure requirements in IFRS 19. IFRS 19's reduced disclosure requirements balance the information needs of the users of eligible subsidiaries' financial statements with cost savings for preparers.

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.1 Basis of Preparation (Continued)

IFRS 19 is a voluntary standard for eligible subsidiaries. A subsidiary is eligible if:

- it does not have public accountability; and
 - it has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.
- **Amendment to IFRS 19 Subsidiaries without Public Accountability: Disclosures’;** effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). In developing the reduced disclosure requirements in IFRS 19, the IASB considered the disclosure requirements in other IFRS Accounting Standards as at 28 February 2021. When IFRS 19 was issued, it did not contain reduced versions of any disclosure requirements that were added or amended after that date. Subsequently, the IASB issued these amendments to help eligible subsidiaries by reducing disclosure requirements for Standards and amendments issued between February 2021 and May 2024, specifically:
- IFRS 18, ‘Presentation and Disclosure in Financial Statements’;
 - Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7);
 - International Tax Reform—Pillar Two Model Rules (Amendments to IAS 12);
 - Lack of Exchangeability (Amendments to IAS 21); and
 - Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7).
- **IFRS 20 Regulatory Assets and Regulatory Liabilities;** effective from annual periods beginning on or after 1 January 2029 (earlier application permitted). This is a new Accounting Standard for entities subject to a specific type of rate regulation. It aims to help investors better understand how that rate regulation affects an entity’s financial performance, financial position and its prospects for future cash flows.

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 “TFRS 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:

	Estimated Useful Life (Year)	Depreciation Rate (%)
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 30 June 2026 is 37,85% (31 December 2025 : %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.

Tax 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:

	30 June 2026	31 December 2025
Banks (Note 14)	2.509.535.786	2.256.105.907
Bank guaranteed credit card receivables with maturities less than three months (Note 14)	2.206.702.452	1.887.684.571
Total	4.716.238.238	4.143.790.478
Less – Interest accruals (-)	(166.760.452)	(64.085.736)
Less - Blocked bank deposits (Notes 14 and 43) (*)	(664.000.000)	(562.904.110)
Total	(830.760.452)	(626.989.846)
Total cash and cash equivalents	3.885.477.786	3.516.800.632

(*) 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 30 June 2026, and 31 December 2025, the share capital and ownership structure of the Company is as follows:

	30 June 2026		31 December 2025	
	Share Amount	Share	Share Amount	Share
Name of Shareholders	(TRY)	(%)	(TRY)	(%)
TVF Finansal Yatırımlar A.Ş.	9.263.647.714	92,64	4.631.823.857	92,64
Türkiye Sigorta A.Ş.	736.352.286	7,36	368.176.143	7,36
Paid-in capital	10.000.000.000	100	5.000.000.000	100

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.

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.14 Insurance and Investments Contracts - Classification (Continued)

i) Risk policies: (Continued)

Annual life insurance

The insurable age range for this product group is set at 18-75 years. For policyholders with additional coverage for critical illnesses, the insurable age range will be 18-60 years. A group contract opened for products in this group must have at least 10 participants. Candidate policyholders in this product group must have an employment relationship with the relevant institution through the Social Security Institution (SSI), such as a partnership or board membership. Premiums vary according to age, gender, coverage, risk class, and the number of people in the group.

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 consists of insurance products offered on an annual or long-term basis that are not linked to loans. These products can be offered in Turkish lira or foreign currency and are not linked to loans. In addition to death benefits in voluntary life insurance products, coverage is provided for death due to an accident, total and permanent disability due to an accident or illness, total or partial permanent disability due to an accident or illness, medical expenses resulting from an accident, daily hospitalization benefits due to an accident, critical illnesses, survival benefit (in premium-refundable products, provided the insured is alive at the end of the term), and a survival benefit (in premium-refundable products, provided the policy is not surrendered during the policy term) are provided, thereby insuring the risks that may befall the insured during the policy term.

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, risk class, and health-related risk assessment.

Personal Accident Insurance

This insurance provides coverage against risks that may arise as a result of an accident. Only package-based products are offered, and they include additional coverage such as death due to an accident, total and permanent disability due to an accident, total or partial permanent disability due to an accident, hospitalization due to an accident, fractures/burns, educational support, and financial and emotional compensation. The coverage provided may vary depending on the selected package. The eligible age range for coverage is 18 to 70 years old.

ii) Private Pension Operations:

As of 30 June 2026, there are 48 pension investment funds founded by the Company. (31 December 2025: 48 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)

Receivables under the individual pension system consist of capital advances made to pension investment funds, receivables for fund management fees from the funds, receivables from participants, and receivables from the custodian company. Under the "Receivables for Fund Management Fees from the Funds" account, the Company tracks receivables for fund management fee deductions arising from the management of the funds that cannot be collected on the same day. Advances allocated to pension investment funds established by the company are tracked in the "Capital Advances to Pension Investment Funds" account. Receivables from the custodian company on a fund-by-fund basis on behalf of participants are classified under the "Receivables from the Custodian Company" line item. This amount is also reported as "Liabilities to Participants" under the "Individual Pension System Liabilities" line item for funds that have been sold.

As of 30 June 2026, and 31 December 2025, the amounts mentioned above are as follows:

	30 June 2026	31 December 2025
Receivables from the Custodian Firm	516.371.625.584	486.316.813.473
Payables to participants	516.371.625.584	486.316.813.473

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 2025: None).

2.16 Investment Contracts Without DPF

None (31 December 2025: None).

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.17 Loans

None (31 December 2025: 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 2025, 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

Pursuant to Provisional Article 37, added to the Tax Procedure Code by Law No. 7571 published in the Official Gazette dated December 25, 2025; for the 2025 fiscal year and the 2026 and 2027 fiscal years—including interim tax periods—regardless of whether the conditions for inflation adjustment are met, it has been decided that the financial statements used as the basis for taxation shall not be subject to inflation adjustment; and with regard to the revaluation application set forth in paragraph (c) of Repeated Article 298, it is stipulated that the periods for which it is specified that no inflation adjustment will be made shall be deemed periods in which the conditions for inflation adjustment have not been met. Following this regulation, revaluation under paragraph (c) of Repeated Article 298 of the Tax Procedure Code has become possible, and the Company has opted to apply the revaluation method in its tax calculations.

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 30 June 2026, 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 30 June 2026. Modeling was performed using the standard method, and industry averages were used for the development factors. The calculations utilized seven years of historical loss data, and no major loss screening or manual file screening was performed. To determine the net amount of incurred but not reported claims based on the gross AZMM calculations, the reinsurance share is calculated using the reinsurance ratios applicable to pending claims, pending litigation claims, paid claims, and paid litigation claims. This amount is then deducted from the gross amount to arrive at the net amount of incurred but not reported claims. Accordingly, as of 30 June 2026, the incurred but not reported claims provision for non-life branches, respectively, is TRY 735.567 gross (31 December 2025: TRY 928.799) and net TRY 487.374 (31 December 2025: TRY 606.921).

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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 – 30 June 2026, and as of 30 June 2026, TRY 398.837.929 (31 December 2025: TRY 370.151.300) gross realized but not reported compensation provision was reflected in its records. The amount of the reinsurance share of incurred but not reported claims is calculated using the reinsurance ratios applicable to outstanding claims, claims in litigation, paid claims, and paid claims in litigation included in the calculation; this amount is then deducted from the gross amount to arrive at the net amount of incurred but not reported claims. Accordingly, a net realized but not reported compensation provision for the life branch was recorded TRY 396.597.237 (31 December 2025: TRY 365.444.234). 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 30 June 2026, the Company calculated a winning ratio over the lawsuits filed against it and deducted a net TRY 132.312.346 (31 December 2025: TRY 120.617.626) from the provision for outstanding claims accrued for files in litigation (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 30 June 2026, the Company has made provision TRY 1.045.731.552 equalization provision. (31 December 2025: TRY 883.456.648) (Note 17).

Provision for Bonus and Discount

The Company has made a provision for bonus and discount of TRY 222.052.433 as of 30 June 2026 (31 December 2025: TRY 109.975.415)

2.25 Additional Paragraph for Convenience Translation into English

As discussed in Note 2 to the accompanying financial statements, the effects of differences between the accounting principles as set out by the related insurance laws and accounting principles generally accepted in countries in which the accompanying financial statements are to be distributed and International Financial Reporting Standards (“IFRS”) have not been quantified in the accompanying financial statements. Accordingly, the accompanying financial statements are not intended to present the financial position and results of operations and changes in financial position and cash flows in accordance with accounting principles generally accepted in such countries and IFRS.

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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 contract 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:

	30 June 2026	31 December 2025
Life	3.975.073.269.220	3.263.721.205.930
Non-Life	1.974.226.341	2.162.710.473
Total	3.977.047.495.561	3.265.883.916.403

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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:

	30 June 2026		31 December 2025	
	Carrying value	Weighted average yearly int. rate (%)	Carrying value	Weighted average yearly int. rate (%)
Financial Assets				
Private Sector/Government Bond	32.978.484.141	40,67	24.148.892.314	40,07
Investment Fund	23.684.017.202	-	18.053.728.718	-
Takasbank money market	2.254.736.068	52,88	1.814.769.107	45,15
Time Deposit - TRY	1.500.018.132	40,92	1.509.237.687	39,20
Eurobond – USD	1.437.929.772	8,46	1.389.815.909	-
Lease Certificate-TRY	890.574.784	45,30	334.251.587	45,50
Time Deposit - EUR	486.583.367	2,65	257.498.523	2,50
Other Financial Assets (KKM)	14.298	-	8.713	-
Stock	-	-	-	-
	63.232.357.764		47.508.202.558	
	30 June 2026		31 December 2025	
	Mathematical reserves TRY	Guaranteed interest rates (%)	Mathematical reserves TRY	Guaranteed interest rates (%)
Financial Liabilities				
Classic Cumulative –TRY	110.355.080	0,09	95.477.944	0,09
Income – TRY	3.513.686	0,09	3.145.368	0,09
Classic Cumulative - USD	3.013.721	0,03	3.525.277	0,03
Income – TRY	2.887.787	0,04	2.523.964	0,04
Probable Life – TRY	1.717.321	0,06	2.384.915	0,06
Classic Cumulative – TRY	226.643	0,05	177.544	0,05
Probable Life – USD	-	0,02	12.304.524	0,02
Probable Life - EUR	-	0,02	3.426.941	0,02
Total Mathematical Reserves for Cumulative Life Policies	121.714.238		122.966.477	
Total Mathematical Reserves for Life Policies without Savings	10.443.259.872		6.511.698.585	
Total (Note 17.2)	10.564.974.110		6.634.665.063	

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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.

30 June 2026						
	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	-	-	-	-	-	624.529.399
	-	-	-	-	-	624.529.399
Company portfolio						
Fixed rate	16.667.891.034	1.437.929.772	396.658.572	2.254.736.068	-	1.986.601.499
Variable rate	16.310.593.107		493.916.213	-	-	
	32.978.484.141	1.437.929.772	890.574.785	2.254.736.068	-	1.986.601.499
Total	32.978.484.141	1.437.929.772	890.574.785	2.254.736.068	-	2.611.130.898
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
Company portfolio						
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	-	-	-
	24.148.892.314	1.389.815.909	334.251.587	1.814.769.107	-	1.766.736.210
Total	24.148.892.314	1.389.815.909	334.251.587	1.814.769.107	-	2.308.116.933
				30 June 2026	31 December 2025	
Assets without interest				22.743.816.945	19.353.762.716	
Financial assets with fixed interest				16.804.509.320	10.100.702.411	
Financial assets with variable interest				23.684.031.499	18.053.737.431	
Total				63.232.357.764	47.508.202.558	

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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 30 June 2026, 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 31.348.353 (31 December 2025: TRY 15.757.974) would have been higher / lower.

As of 30 June 2026, 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 232.854.873 (31 December 2025: TRY 414.701.080) would be lower / higher.

iii. Price Risk

The financial assets of the Company expose the Company to price risk. As of 30 June 2026, 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 2.973.761.005 (31 December 2025: TRY 1.905.841.530).

(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:

	Contractual cash flows				
	Up to 3 months	3-12 months	1-5 years	5 years and above	Total
30 June 2026					
Payables from retirement activities	2.099.484.918	-	-	-	2.099.484.918
Payables to insurance and reinsurance companies	198.296.510	-	-	-	198.296.510
Other miscellaneous payables	223.336.913	-	-	-	223.336.913
Payables from related parties	3.000.484.023	-	-	-	3.000.484.023
Financial payables	-	6.043.427.930	51.895.484	-	6.095.323.414
Payables from other main activities	12.505.282	-	-	-	12.505.282
Deposits and guarantees received	8.008.912	-	-	-	8.008.912
	5.542.116.558	6.043.427.930	51.895.484	-	11.637.439.972
	Expected cash flows				
	Up to 3 months	3-12 months	1-5 years	5 years and above	Total
30 June 2026					
Mathematical reserves	6.319.551	145.330.022	1.373.591.446	9.039.733.091	10.564.974.110
Provision for outstanding claims	2.805.808.288	-	-	-	2.805.808.288
Equalization provision	171.470.426	666.113.915	162.157.103	45.990.108	1.045.731.552
	2.983.598.265	811.443.937	1.535.748.549	9.085.723.199	14.416.513.950

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4. MANAGEMENT OF INSURANCE AND FINANCIAL RISK (Continued)

Sensitivity analysis (Continued)

Financial risk (Continued)

(c) Liquidity risk (Continued)

31 December 2025	Contractual cash flows				
	Up to 3 months	3-12 months	1-5 years	5 years and above	Total
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
	2.702.607.504	2.544.437.939	56.872.006	-	5.303.917.449
31 December 2025	Expected cash flows				
	Up to 3 months	3-12 months	1-5 years	5 years and above	Total
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
	2.731.341.468	614.728.752	1.647.914.238	5.019.072.389	10.013.056.847

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

TFRS 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:

30 June 2026	Level 1	Level 2	Level 3	Total
Financial assets held for trading (Note 11)	25.166.959.296	2.254.736.068	-	27.421.695.364
Available for sale financial assets (Note 11)	27.151.688.845	-	-	27.151.688.845
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
Total	52.323.388.466	2.254.736.068	1.211.618.698	55.789.743.232

31 December 2025	Level 1	Level 2	Level 3	Total
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
Total	36.731.755.024	3.204.585.016	1.211.618.698	41.147.958.738

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 30 June 2026 within the framework of the related regulations on capital adequacy is TRY 10.389.311.256. (31 December 2025: TRY 8.923.919.032) The Company's equity capital is TRY 30.076.827.132 more than the minimum required equity. (31 December 2025: TRY 23.878.094.229)

5. SEGMENT INFORMATION

Disclosed in Note 2.3.

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6. TANGIBLE ASSETS

Movement table of tangible assets:

	1 January 2026	Additions	Revaluation	Disposals	30 June 2026
Cost/Revalued amount:					
Lands for use	42.876.833	-	-	-	42.876.833
Buildings for use	28.327.567	-	-	-	28.327.567
Machinery and equipment	278.426.991	9.312.471	-	(3.886.765)	283.852.697
Motor vehicles	3.587.981	-	-	-	3.587.981
Other tangible assets	52.775.711	1.327.080	-	-	54.102.791
Tangible fixed assets acquired through lease	181.430.036	81.757.139	-	-	263.187.175
	587.425.119	92.396.690	-	(3.886.765)	675.935.044
Accumulated depreciation					
Buildings for use	(931.210)	-	-	-	(931.210)
Machinery and equipment	(132.063.954)	(27.220.280)	-	3.886.765	(155.397.469)
Motor vehicles	(1.113.096)	(321.565)	-	-	(1.434.661)
Other tangible assets	(32.541.069)	(3.686.410)	-	-	(36.227.479)
Tangible fixed assets acquired through lease	(74.833.173)	(44.953.887)	-	-	(119.787.060)
	(241.482.502)	(76.182.142)	-	3.886.765	(313.777.879)
Net book value	345.942.617				362.157.165
	1 January 2025	Additions	Revaluation	Disposals	30 June 2025
Cost/Revalued amount:					
Lands for use	42.876.833	-	-	-	42.876.833
Buildings for use	16.007.567	-	-	-	16.007.567
Machinery and equipment	163.163.618	6.990.305	-	(562.573)	169.591.350
Motor vehicles	1.572.313	-	-	-	1.572.313
Other tangible assets	50.538.339	1.960.562	-	-	52.498.901
Tangible fixed assets acquired through lease	162.893.106	37.288.227	-	-	200.181.333
	437.051.776	46.239.094	-	(562.573)	482.728.297
Accumulated depreciation					
Buildings for use	(336.730)	-	-	-	(336.730)
Machinery and equipment	(98.043.608)	(16.667.862)	-	562.573	(114.148.897)
Motor vehicles	(772.313)	(120.000)	-	-	(892.313)
Other tangible assets	(28.857.398)	(1.533.078)	-	-	(30.390.476)
Tangible fixed assets acquired through lease	(116.558.294)	(1.050.000)	-	-	(117.608.294)
	(244.568.343)	(19.370.940)	-	562.573	(263.376.710)
Net book value	192.483.433				219.351.587

There is no mortgage on real estates for use (31 December 2025: None).

As of 30 June 2026 and 31 December 2025, 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 2026	Additions	Valuation Increase	Disposals	30 June 2026
Fair value:					
Lands	1.101.722.133	-	-	-	1.101.722.133
Buildings	38.692.165	-	-	-	38.692.165
Net book value	1.140.414.298	-	-	-	1.140.414.298

	1 January 2025	Additions	Valuation Increase	Disposals	30 June 2025
Fair value:					
Lands	920.951.127	-	-	-	920.951.127
Buildings	35.943.171	-	-	-	35.943.171
Net book value	956.894.298	-	-	-	956.894.298

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.

	30 June 2026	
Real estate	Land Value	Building Value
Ortaköy building (*)	1.052.108.133	33.306.867
İzmir region directorate (**)	26.298.000	3.761.298
Ankara region directorate land	23.316.000	1.624.000
	1.101.722.133	38.692.165

(*) 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.

	30 June 2025	
Real estate	Land Value	Building Value
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
	920.951.127	35.943.171

(*) 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.

Fair value increase income relating to the properties in question is recorded in the income statement under the account item "Income from Land, Plots and Buildings"; there is no fair value increase income in the current period. (1 January – 30 June 2025: Does not exist). The company has earned a total rental income of TRY 10.132.967 (1 January – 30 June 2025: TRY 7.285.949) from these investment properties during the period 1 January – 30 June 2026, 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 2026	Additions	Revaluation	Disposals	30 June 2026
Cost:					
Rights and software	526.051.445	55.880.597	-	-	581.932.042
Development costs	-	-	-	-	-
Other intangible assets	-	-	-	-	-
Total	526.051.445	55.880.597	-	-	581.932.042
Accumulated depreciation:					
Rights and software	(289.167.852)	(62.016.329)	-	-	(351.184.181)
Other intangible assets	-	-	-	-	-
Total	(289.167.852)	(62.016.329)	-	-	(351.184.181)
Net book value	236.883.593		-	-	230.747.861
	1 January 2025	Additions	Revaluation	Disposals	30 June 2025
Cost:					
Rights and software	354.953.413	54.253.681	-	(34.815)	409.172.279
Development costs	-	-	-	-	-
Other intangible assets	657	-	-	-	657
Total	354.954.070	54.253.681	-	(34.815)	409.172.936
Accumulated depreciation:					
Rights and software	(190.040.256)	(45.225.049)	-	29.013	(235.236.292)
Other intangible assets	(661)	-	-	-	(661)
Total	(190.040.917)	(45.225.049)	-	29.013	(235.236.953)
Net book value	164.913.153		-	(5.802)	173.935.983

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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.

	30 June 2026			31 December 2025		
	Share (%)	Cost Value	Book Value	Share (%)	Cost Value	Book Value
Emeklilik Gözetim Merkezi A.Ş. (*)	6,21	4.740.325	4.740.325	6,67	4.740.325	4.740.325
Total		4.740.325	4.740.325		4.740.325	4.740.325

(*) It is carried over cost.

10. REINSURANCE ASSETS

Reinsurance Assets/(Liabilities)	30 June 2026	31 December 2025
Reinsurers share of outstanding claims provision (Note 17)	18.168.083	46.305.574
Payables to reinsurance companies (Note 19)	-	(121.915)

Reinsurance Income / (Expenses)	1 January- 30 June 2026	1 April- 30 June 2026	1 January- 30 June 2025	1 April- 30 June 2025
Reinsurers' share in paid claims	24.714.396	21.198.889	2.303.915	379.914
Reinsurer's share in change of outstanding claims	(28.137.489)	(23.664.037)	(1.501.007)	(1.814.092)
Premiums transferred to the reinsurers (-) (Note 24)	(64.437.301)	(32.218.651)	(52.974.000)	(26.487.000)

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11. FINANCIAL ASSETS

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

	30 June 2026		
	Insured portfolio	Company portfolio	Total
<i>Financial Investments with Risks on Saving Life</i>			
<i>Policyholders</i>			
Financial assets whose fair value differences reflected in the income statement:			
Time deposits	624.529.399	-	624.529.399
	624.529.399	-	624.529.399
<i>Company portfolio</i>			
Financial assets whose fair value differences reflected in the income statement:			
Investment fund	-	23.684.017.203	23.684.017.203
Private sector and government bonds and bills	-	45.012.322	45.012.322
Eurobond	-	1.437.929.772	1.437.929.772
Takasbank money market	-	2.254.736.068	2.254.736.068
Available for sale financial assets:			
Government bonds	-	9.252.934.922	9.252.934.922
Private sector and government bonds and bills	-	17.008.179.139	17.008.179.139
Lease certificate	-	890.574.784	890.574.784
Financial assets held to maturity:			
Government bonds	-	6.672.357.758	6.672.357.758
Other financial assets	-	14.297	14.297
	-	61.245.756.265	61.245.756.265
Total	624.529.399	61.245.756.265	61.870.285.664
31 December 2025			
	Insured portfolio	Company portfolio	Total
<i>Financial Investments with Risks on Saving Life</i>			
<i>Policyholders</i>			
Financial assets whose fair value differences reflected in the income statement:			
Time deposits	541.380.723	-	541.380.723
	541.380.723	-	541.380.723
<i>Company portfolio</i>			
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	-	-	-
Available for sale financial assets:			
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
Financial assets held to maturity:			
Government bonds	-	5.809.857.920	5.809.857.920
Other financial assets	-	8.713	8.713
	-	45.741.466.348	45.741.466.348
Total	541.380.723	45.741.466.348	46.282.847.071

As of 30 June 2026, the financial assets of the Company amounting to TRY 624.529.399 are blocked in favor of IPRSA (31 December 2025: TRY 541.380.723) (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.

30 June 2026	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	-	-	42,00	-	-	-	1,03	-
EUR	-	-	2,65	-	-	-	0,30	-
USD	-	-	1,00	-	-	-	2,17	-

30 June 2026	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	40,67	-	40,92	45,30	52,88	32,53	-	2,63	7,23	1,33
EUR	-	-	2,65	-	-	-	-	0,30	-	-
USD	-	8,46	4,06	-	-	-	54,93	0,63	-	-

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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 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	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	40,07	-	39,20	45,50	45,15	37,63	-	4,53	11,30	3,83
EUR	-	-	2,50	-	-	-	-	3,20	-	-
USD	-	8,49	2,77	-	-	-	60,97	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)

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

		30 June 2026						
		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		-	-	-	-	-	532.136.552	-
EUR		-	-	-	-	-	61.589.308	-
USD		-	-	-	-	-	30.803.539	-
		-	-	-	-	-	624.529.399	-
		30 June 2026						
		Private sector and Government Bond and Bills	Currency protected deposits	Repo	Lease Certificate	Eurobond	Investment Fund	Other
<i>Company Portfolio</i>								
TRY	32.978.484.141	-	2.254.736.068	890.574.784	-	23.684.017.202	14.298	
USD	-	-	-	-	1.437.929.772	-	-	-
	32.978.484.141	-	2.254.736.068	890.574.784	1.437.929.772	23.684.017.202	14.298	
		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		-	-	-	-	-	56.307.346	-
USD		-	-	-	-	-	28.999.665	-
		-	-	-	-	-	541.380.723	-
		31 December 2025						
		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	
EUR	-	-	-	-	-	-	-	-
USD	-	-	-	-	1.389.815.909	-	-	-
	24.148.892.314	-	1.814.769.107	334.251.587	1.389.815.909	18.053.728.718	8.713	

11.2 Marketable securities issued during the year other than share certificates None (31 December 2025: None).

11.3 Securities representing debt redeemed during the year: None (31 December 2025: 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 2025: TRY 4.740.325) since the shares do not have a market price determined in an actively traded market (Note 9).

<i>Financial Assets Held for Trading</i>	30 June 2026	
	Cost Value	Book Value (Fair Value)
Investment fund	11.328.658.306	23.684.017.202
Takasbank Money Market	2.103.519.108	2.254.736.068
Eurobond	704.271.318	1.437.929.772
Private sector and government bonds and bills	69.480.001	45.012.322
	14.205.928.733	27.421.695.364

<i>Financial Assets Held for Trading</i>	31 December 2025	
	Cost Value	Book Value (Fair Value)
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
	10.240.181.540	21.668.819.701

<i>Available for sale financial assets</i>	30 June 2026	
	Cost Value	Book Value (Fair Value)
Private sector and government bonds and bills	24.802.867.019	26.261.114.062
Lease certificate	839.000.000	890.574.784
	25.641.867.019	27.151.688.846

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

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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

	30 June 2026	
	Cost Value	Value determined by IRR
Government bonds	5.962.125.256	6.672.357.758
Other financial assets	14.298	14.298
	5.962.139.554	6.672.372.056

Financial Investments with Risks on Saving Life Policyholders

	30 June 2026	
	Cost Value	Book Value
Time Deposit	588.712.281	624.529.399
	588.712.281	624.529.399

	31 December 2025	
	Cost Value	Book Value
Time Deposit	509.006.180	541.380.723
	509.006.180	541.380.723

The movement table of financial assets and financial investments whose risks belong to policyholders for the periods ending on 30 June 2026 and 2025 are as follows:

	2026	2025
1 January	46.282.847.071	25.021.128.618
Purchases during the period	101.224.412.483	13.142.798.737
Sales during the period	(87.495.247.927)	(6.038.422.940)
Valuation increase	1.858.274.037	1.595.330.053
30 June	61.870.285.664	33.720.834.468

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 2025: 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:

30 June 2026							
	Demand	0 - 3 months	3 - 6 months	6 months - 1 year	1 - 3 years	More than 3 years	Total
Time deposit	-	624.529.399	-	-	-	-	624.529.399
Private sector and government bonds and bills	-	-	-	32.978.484.141	-	-	32.978.484.141
Lease certificate	-	-	890.574.784	-	-	-	890.574.784
Takasbank money market	-	-	-	-	2.254.736.068	-	2.254.736.068
Eurobond	-	-	-	-	1.437.929.772	-	1.437.929.772
Investment fund	23.684.017.202	-	-	-	-	-	23.684.017.202
Other financial assets	-	14.298	-	-	-	-	14.298
	23.684.017.202	624.543.697	890.574.784	32.978.484.141	3.692.665.840	-	61.870.285.664

31 December 2025							
	Demand	0 - 3 months	3-6 months	6 months - 1 year	1 - 3 years	More than 3 years	Total
Time deposit	-	541.380.723	-	-	-	-	541.380.723
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
Currency protected deposits	-	8.713	-	-	-	-	8.713
	18.053.728.718	541.389.436	334.251.587	24.148.892.314	3.204.585.016	-	46.282.847.071

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:

	30 June 2026	31 December 2025
Receivables from the insured	7.128.808.691	4.540.480.913
Receivables from intermediaries	-	-
Receivables from insurance activities	7.128.808.691	4.540.480.913
Receivables from pension operations (Note 47.1)	692.157.156	763.776.282
	7.820.965.847	5.304.257.195
Provision for receivables from insurance activities	(24.159.329)	(55.322.634)
Receivables from main activities – short-term	7.796.806.518	5.248.934.561

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:

	30 June 2026	31 December 2025
Guarantees and collaterals received		
Letters of guarantee	638.237.220	438.204.903
Guarantees, sureties and other guarantees received	56.587.926	53.560.048
Mortgage obligations	608.760	608.760
Total	695.433.906	492.373.711

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

None (31 December 2025: None).

12.5 Other information about loans and receivables:

The aging of due from insurance operations is as follows:

	30 June 2026	31 December 2025
Overdue receivables	244.604.197	242.607.239
Up to 3 months	2.834.628.614	1.676.584.026
3 - 6 months	2.243.762.594	1.390.396.196
6 months - 1 year	1.805.813.285	1.230.893.453
	7.128.808.690	4.540.480.914

As of 30 June 2026, the Company has a provision for receivables from insurance activities amounting to TRY 24.159.329 (31 December 2025: TRY 47.834.181).

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

	2026	2025
Opening balance - 1 January	(55.322.634)	(11.245.590)
Net change during the period, net	31.163.305	(36.588.591)
End of the period – 30 June	(24.159.329)	(47.834.181)

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13. DERIVATIVE FINANCIAL INSTRUMENTS

The Company has no derivative financial instruments as of 30 June 2026 (31 December 2025: 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 – 30 June 2026 (1 January – 31 December 2025: no 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:

	30 June 2026		31 December 2025	
	End of the period	Beginning of the period	End of the period	Beginning of the period
Bank deposits	2.509.535.786	2.256.105.907	2.256.105.907	2.517.582.394
Bank warrantied and shorter than 3 months credit card receivables	2.206.702.452	1.887.684.571	1.887.684.571	1.069.964.636
	4.716.238.238	4.143.790.478	4.143.790.478	3.587.547.030
<i>Foreign currency deposits</i>				
- Time deposits	486.583.367	257.498.523	257.498.523	192.406.422
- Demand deposits	6.926.447	6.697.567	6.697.567	3.361.652
	493.509.814	264.196.090	264.196.090	195.768.074
<i>TRY deposits</i>				
- Time deposits	1.500.018.132	1.509.237.687	1.509.237.687	2.179.976.489
- Demand deposits	516.007.840	482.672.130	482.672.130	141.837.832
	2.016.025.972	1.991.909.817	1.991.909.817	2.321.814.321
	2.509.535.786	2.256.105.907	2.256.105.907	2.517.582.395

As of 30 June 2026, the Company's time deposits of TRY 664.000.000 are blocked in favor of IPRSA (31 December 2025: TRY 562.904.110) (Note 43).

As of 30 June 2026, the average maturity of time deposits is 1 months (31 December 2025: 1 month). The weighted average interest rates of the time deposits are as follows:

	30 June 2026	31 December 2025
	(%)	(%)
TRY	42,00	40,00
EUR	2,65	2,50
USD	1,00	1,50

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14. CASH AND CASH EQUIVALENTS (Continued)

Foreign currency bank deposits:

30 June 2026				
	Foreign currency		TRY Equivalent	
	Demand	Term	Demand	Term
EUR	125.822	9.165.842	6.679.440	486.583.367
USD	5.237	-	243.930	-
GBP	50	-	3.077	-
			6.926.447	486.583.367
31 December 2025				
	Foreign currency		TRY Equivalent	
	Demand	Term	Demand	Term
EUR	132.887	5.120.826	6.682.694	257.498.523
USD	30	-	1.282	-
GBP	236	-	13.591	-
			6.697.567	257.498.523

15. SHAREHOLDERS' EQUITY

Paid-in capital

As of 30 June 2026, the Company's registered capital is TRY 10.000.000.000 (31 December 2025: TRY 5.000.000.000), and the Company's capital consists of 10.000.000.000 shares issued, each with a nominal value of TRY 1. (31 December 2025: 5.000.000.000 shares) 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 shareholders is provided in Note 2.13.

With regard to increasing its paid-in capital, the company, by a decision of the Board of Directors dated March 13, 2026, submitted to the General Assembly for approval the proposal to increase the paid-in capital from TRY 5.000.000.000 to TRY 10.000.000.000 by 100%, entirely from internal resources, and to amend the articles of association accordingly.

This capital increase proposal was approved at the General Assembly meeting held on April 9, 2026. The amended articles of incorporation were registered following their publication in the Commercial Register Gazette, Issue No. 11570, dated April 24, 2026.

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15. SHAREHOLDERS' EQUITY (Continued)

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:

	2026	2025
Opening balance - 1 January	1.217.281.655	971.060.417
Transfer from prior years' net profit	275.000.000	246.221.238
End of the period – 30 June	1.492.281.655	1.217.281.655

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:

	2026	2025
Opening balance - 1 January	317.423.513	(192.773.059)
Financial asset valuation (decrease)/increase after tax	(510.141.785)	49.770.155
End of the period – 30 June	(192.718.272)	(143.002.904)

Other Capital Reserves:

	2026	2025
Opening balance - 1 January	152.699.784	102.573.142
Tangible fixed asset revaluation fund	-	14.643.094
End of the period – 30 June	152.699.784	117.216.236

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.

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15. SHAREHOLDERS' EQUITY (Continued)

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:

	2026	2025
Opening balance - 1 January	470.123.297	(90.199.917)
Financial asset valuation increase/(decrease), after tax	(510.141.785)	49.770.155
Tangible fixed asset revaluation fund	-	14.643.094
Total Change, after tax	(510.141.785)	64.413.249
End of the period – 30 June	(40.018.488)	(25.786.668)

Other Profit Reserves:

	2026	2025
Opening balance - 1 January	(82.655.019)	(96.737.813)
Transfer to the revaluation reserve(*)	91.596.989	-
Changes in actuary losses, net	3.565.344	29.129.568
End of the period – 30 June	12.507.314	(67.608.245)

(*)Due to the fund established in connection with the revaluation process under Repeated Article 298/Ç of the Tax Procedure Law, the amount of TRY 91.596.989 was transferred from extraordinary reserves to the revaluation fund. This transaction constitutes a reclassification among equity items and has no effect on total equity.

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15. SHAREHOLDERS' EQUITY (Continued)

Extraordinary Reserves

	30 June 2026	31 December 2025
Extraordinary reserves	16.915.951.965	9.811.467.261
Total	16.915.951.965	9.811.467.261

Dividends

At the Company's Ordinary General Meeting held on 9 April 2026, a decision was made to distribute dividends amounting to TRY 3.000.000.000, and the distribution was made on 28 December 2026. (2025: TRY 2.500.000.000).

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:

	30 June 2026	31 December 2025
Required guarantee amount to be provided for life branch	13.188.422.659	8.968.793.171
Guarantee amount provided for life branch	13.791.370.279	11.011.828.164
Required guarantee amount to be provided for non-life branch (*)	87.542.426	73.045.401
Guarantee amount provided for non-life branch	215.681.159	82.460.353

(*) 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:

	30 June 2026	31 December 2025
Mathematical reserves - short term	145.545.632	157.120.203
Mathematical reserves - long term	10.419.428.478	6.477.544.860
Total	10.564.974.110	6.634.665.063

	2026		2025	
	Number of Policies	Mathematical Reserves	Number of Policies	Mathematical Reserves
Opening balance - 1 January	2.453.065	6.634.665.063	3.941.350	2.449.107.630
Addition	280.604	1.418.020.925	488.220	1.056.578.518
Disposal	(729.722)	(437.489.185)	(1.476.528)	(133.321.577)
Increase/decrease during the period	-	2.949.777.307	-	680.302.462
End of the period-30 June	2.003.947	10.564.974.110	2.953.042	4.052.667.033

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 30 June 2026	Unit Prices 31 December 2025
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Dengeli Değişken Emeklilik Yatırım Fonu	0,223814	0,185970
Türkiye Hayat Ve Emeklilik A.Ş. Birinci Değişken Emeklilik Yatırım Fonu	0,317170	0,294068
Türkiye Hayat Ve Emeklilik A.Ş. Hisse Senedi Emeklilik Yatırım Fonu	1,351309	1,149183
Türkiye Hayat Ve Emeklilik A.Ş. Katkı Emeklilik Yatırım Fonu	0,099783	0,088925
Türkiye Hayat Ve Emeklilik A.Ş. Standart Emeklilik Yatırım Fonu	0,328013	0,307319
Türkiye Hayat Ve Emeklilik A.Ş. Para Piyasası Emeklilik Yatırım Fonu	0,372701	0,308527
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Katkı Emeklilik Yatırım Fonu	0,138366	0,115106
Türkiye Hayat Ve Emeklilik A.Ş. Borçlanma Araçları Emeklilik Yatırım Fonu	0,144758	0,123499
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Dış Borçlanma Araçları Emeklilik Yatırım Fonu	0,765313	0,708742
Türkiye Hayat Ve Emeklilik A.Ş. Temkinli Değişken Emeklilik Yatırım Fonu	0,149562	0,138184
Türkiye Hayat Ve Emeklilik A.Ş. Para Piyasası Katılım Emeklilik Yatırım Fonu	0,407776	0,339305
Türkiye Hayat Ve Emeklilik A.Ş. Altın Katılım Emeklilik Yatırım Fonu	0,697871	0,741367
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Standart Emeklilik Yatırım Fonu	0,159412	0,135090
Türkiye Hayat Ve Emeklilik A.Ş. Kıymetli Madenler Katılım Emeklilik Yatırım Fonu	0,374297	0,380548
Türkiye Hayat Ve Emeklilik A.Ş. Dinamik Değişken Grup Emeklilik Yatırım Fonu	0,420295	0,456021
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Hisse Senedi Emeklilik Yatırım Fonu	0,260483	0,212767
Türkiye Hayat Ve Emeklilik A.Ş. Teknoloji Sektörü Hisse Senedi Emeklilik Yatırım Fonu	0,074562	0,059462
Türkiye Hayat Ve Emeklilik A.Ş. Birinci Yaşam Döngüsü Emeklilik Yatırım Fonu	0,048225	0,043288
Türkiye Hayat Ve Emeklilik A.Ş. İkinci Yaşam Döngüsü Emeklilik Yatırım Fonu	0,050545	0,043797
Türkiye Hayat Ve Emeklilik A.Ş. Üçüncü Yaşam Döngüsü Emeklilik Yatırım Fonu	0,051732	0,044120
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Karma Emeklilik Yatırım Fonu	0,021429	0,016746
Türkiye Hayat Ve Emeklilik A.Ş. Merkezi Alacağın Devri Dengeli Katılım Değişken Emeklilik Yatırım Fonu	0,020812	0,018112
Türkiye Hayat Ve Emeklilik A.Ş. Merkezi Alacağın Devri Temkinli Değişken Emeklilik Yatırım Fonu	0,016343	0,014148
Türkiye Hayat Ve Emeklilik A.Ş. Turkecell Grubu Çalışanlarına Yönelik Pera 1 Değişken Grup Emeklilik Yatırım Fonu	0,150559	0,129921
Türkiye Hayat Ve Emeklilik A.Ş. Pera 2 Değişken Grup Emeklilik Yatırım Fonu	0,195980	0,162913
Türkiye Hayat Ve Emeklilik A.Ş. Pera 3 Değişken Grup Emeklilik Yatırım Fonu	0,176379	0,145286
Türkiye Hayat Ve Emeklilik A.Ş. Başlangıç Emeklilik Yatırım Fonu	0,100606	0,083202
Türkiye Hayat Ve Emeklilik A.Ş. Başlangıç Katılım Emeklilik Yatırım Fonu	0,095411	0,077585
Türkiye Hayat Ve Emeklilik A.Ş. Oks Muhafazakar Katılım Değişken Emeklilik Yatırım Fonu	0,087010	0,073267
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dengeli Katılım Değişken Emeklilik Yatırım Fonu	0,124946	0,101776
Türkiye Hayat Ve Emeklilik A.Ş. Oks Atak Katılım Değişken Emeklilik Yatırım Fonu	0,177175	0,150342
Türkiye Hayat Ve Emeklilik A.Ş. Oks Agresif Katılım Değişken Emeklilik Yatırım Fonu	0,216153	0,183657
Türkiye Hayat Ve Emeklilik A.Ş. Oks Temkinli Değişken Emeklilik Yatırım Fonu	0,106699	0,089276
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dengeli Değişken Emeklilik Yatırım Fonu	0,179493	0,146836
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dinamik Değişken Emeklilik Yatırım Fonu	0,196610	0,166634
Türkiye Hayat Ve Emeklilik A.Ş. Oks Agresif Değişken Emeklilik Yatırım Fonu	0,186511	0,152857
Türkiye Hayat Ve Emeklilik A.Ş. Oks Katılım Standart Emeklilik Yatırım Fonu	0,090818	0,078684
Türkiye Hayat Ve Emeklilik A.Ş. Oks Standart Emeklilik Yatırım Fonu	0,094696	0,087876
Türkiye Hayat Ve Emeklilik A.Ş. Sürdürülebilirlik Hisse Senedi Emeklilik Yatırım Fonu	0,335145	0,284992
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Borçlanma Araçları Emeklilik Yatırım Fonu	0,066388	0,061050
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Temkinli Değişken Emeklilik Yatırım Fonu	0,135240	0,115518
Türkiye Hayat Ve Emeklilik A.Ş. Dengeli Değişken Emeklilik Yatırım Fonu	0,216717	0,198851
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Dış Kıra Sertifikaları Katılım Emeklilik Yatırım Fonu	0,385707	0,353963
Türkiye Hayat Ve Emeklilik A.Ş. Bist-30 Dışı Şirketler Hisse Senedi Emeklilik Yatırım Fonu	0,275916	0,260976
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Agresif Değişken Emeklilik Yatırım Fonu	0,442441	0,343637
Türkiye Hayat Ve Emeklilik A.Ş. Karma Emeklilik Yatırım Fonu	0,126691	0,120385
Türkiye Hayat Ve Emeklilik A.Ş. Tarım Ve Gıda Fon Sepeti Emeklilik Yatırım Fonu	0,012905	0,011319
Türkiye Hayat Ve Emeklilik A.Ş. Kıra Sertifikaları Katılım Emeklilik Yatırım Fonu	0,015795	0,013080

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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:

	30 June 2026	
	Number of Shares in Circulation	Amount TRY
Türkiye Hayat Ve Emeklilik A.Ş. Altın Katılım Emeklilik Yatırım Fonu	326.210.118.574	227.652.581.660
Türkiye Hayat Ve Emeklilik A.Ş. Katkı Emeklilik Yatırım Fonu	534.994.288.182	53.383.335.058
Türkiye Hayat Ve Emeklilik A.Ş. Para Piyasası Emeklilik Yatırım Fonu	97.526.906.160	36.348.375.453
Türkiye Hayat Ve Emeklilik A.Ş. Oks Katılım Standart Emeklilik Yatırım Fonu	399.573.590.735	36.288.474.363
Türkiye Hayat Ve Emeklilik A.Ş. Kıymetli Madenler Katılım Emeklilik Yatırım Fonu	51.057.538.980	19.110.683.668
Türkiye Hayat Ve Emeklilik A.Ş. Dengeli Değişken Emeklilik Yatırım Fonu	67.277.289.067	14.580.132.255
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Katkı Emeklilik Yatırım Fonu	103.207.832.265	14.280.454.919
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Dış Borçlanma Araçları Emeklilik Yatırım Fonu	16.623.739.894	12.722.364.250
Türkiye Hayat Ve Emeklilik A.Ş. Hisse Senedi Emeklilik Yatırım Fonu	8.609.028.131	11.633.457.195
Türkiye Hayat Ve Emeklilik A.Ş. Oks Standart Emeklilik Yatırım Fonu	97.806.830.875	9.261.915.657
Türkiye Hayat Ve Emeklilik A.Ş. Borçlanma Araçları Emeklilik Yatırım Fonu	57.029.146.084	8.255.425.129
Türkiye Hayat Ve Emeklilik A.Ş. Standart Emeklilik Yatırım Fonu	23.580.294.019	7.734.642.982
Türkiye Hayat Ve Emeklilik A.Ş. Teknoloji Sektörü Hisse Senedi Emeklilik Yatırım Fonu	72.114.863.251	5.377.028.434
Türkiye Hayat Ve Emeklilik A.Ş. Sürdürülebilirlik Hisse Senedi Emeklilik Yatırım Fonu	13.449.645.709	4.507.581.511
Türkiye Hayat Ve Emeklilik A.Ş. Temkinli Değişken Emeklilik Yatırım Fonu	29.743.584.016	4.448.509.913
Türkiye Hayat Ve Emeklilik A.Ş. Oks Agresif Katılım Değişken Emeklilik Yatırım Fonu	20.560.973.983	4.444.316.209
Türkiye Hayat Ve Emeklilik A.Ş. Karma Emeklilik Yatırım Fonu	33.715.630.552	4.271.466.950
Türkiye Hayat Ve Emeklilik A.Ş. Başlangıç Katılım Emeklilik Yatırım Fonu	42.242.165.184	4.030.367.222
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Borçlanma Araçları Emeklilik Yatırım Fonu	57.462.979.751	3.814.852.300
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Standart Emeklilik Yatırım Fonu	23.868.050.606	3.804.853.683
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Hisse Senedi Emeklilik Yatırım Fonu	13.784.450.092	3.590.614.913
Türkiye Hayat Ve Emeklilik A.Ş. Oks Atak Katılım Değişken Emeklilik Yatırım Fonu	14.351.955.938	2.542.807.793
Türkiye Hayat Ve Emeklilik A.Ş. Para Piyasası Katılım Emeklilik Yatırım Fonu	5.993.720.184	2.444.095.242
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Dengeli Değişken Emeklilik Yatırım Fonu	8.595.445.420	1.923.781.021
Türkiye Hayat Ve Emeklilik A.Ş. Kamu Dış Kira Sertifikaları Katılım Emeklilik Yatırım Fonu	4.668.076.229	1.800.509.678
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Temkinli Değişken Emeklilik Yatırım Fonu	12.563.271.591	1.699.056.850
Türkiye Hayat Ve Emeklilik A.Ş. Başlangıç Emeklilik Yatırım Fonu	16.534.253.904	1.663.445.148
Türkiye Hayat Ve Emeklilik A.Ş. Bist-30 Dışı Şirketler Hisse Senedi Emeklilik Yatırım Fonu	5.676.902.965	1.566.348.358
Türkiye Hayat Ve Emeklilik A.Ş. Kira Sertifikaları Katılım Emeklilik Yatırım Fonu	92.345.480.461	1.458.596.864
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Agresif Değişken Emeklilik Yatırım Fonu	2.938.097.213	1.299.934.669
Türkiye Hayat Ve Emeklilik A.Ş. Oks Agresif Değişken Emeklilik Yatırım Fonu	6.803.324.453	1.268.894.847
Türkiye Hayat Ve Emeklilik A.Ş. Dinamik Değişken Grup Emeklilik Yatırım Fonu	2.989.906.722	1.256.642.846
Türkiye Hayat Ve Emeklilik A.Ş. Birinci Değişken Emeklilik Yatırım Fonu	3.873.250.915	1.228.478.993
Türkiye Hayat Ve Emeklilik A.Ş. Katılım Karma Emeklilik Yatırım Fonu	55.078.754.807	1.180.282.637
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dengeli Katılım Değişken Emeklilik Yatırım Fonu	8.398.452.124	1.049.352.999
Türkiye Hayat Ve Emeklilik A.Ş. Oks Muhafazakar Katılım Değişken Emeklilik Yatırım Fonu	11.781.435.082	1.025.102.667
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dinamik Değişken Emeklilik Yatırım Fonu	3.524.513.096	692.954.520
Türkiye Hayat Ve Emeklilik A.Ş. Tarım Ve Gıda Fon Sepeti Emeklilik Yatırım Fonu	36.094.943.884	465.805.251
Türkiye Hayat Ve Emeklilik A.Ş. Oks Temkinli Değişken Emeklilik Yatırım Fonu	3.718.090.249	396.716.511
Türkiye Hayat Ve Emeklilik A.Ş. Oks Dengeli Değişken Emeklilik Yatırım Fonu	2.154.134.854	386.652.127
Türkiye Hayat Ve Emeklilik A.Ş. Üçüncü Yaşam Döngüsü Emeklilik Yatırım Fonu	6.997.105.470	361.974.260
Türkiye Hayat Ve Emeklilik A.Ş. Merkezi Alacağın Devri Dengeli Katılım Değişken Emeklilik Yatırım Fonu	9.732.276.831	202.548.145
Türkiye Hayat Ve Emeklilik A.Ş. Pera 2 Değişken Grup Emeklilik Yatırım Fonu	1.024.665.155	200.813.877
Türkiye Hayat Ve Emeklilik A.Ş. Turkcell Grubu Çalışanlarına Yönelik Pera 1 Değişken Grup Emeklilik Yatırım Fonu	1.144.027.320	172.243.609
Türkiye Hayat Ve Emeklilik A.Ş. Merkezi Alacağın Devri Temkinli Değişken Emeklilik Yatırım Fonu	9.613.283.161	157.109.887
Türkiye Hayat Ve Emeklilik A.Ş. Birinci Yaşam Döngüsü Emeklilik Yatırım Fonu	3.049.593.523	147.066.648
Türkiye Hayat Ve Emeklilik A.Ş. İkinci Yaşam Döngüsü Emeklilik Yatırım Fonu	2.647.125.486	133.798.958
Türkiye Hayat Ve Emeklilik A.Ş. Pera 3 Değişken Grup Emeklilik Yatırım Fonu	596.315.075	105.177.457
Toplam	2.423.327.348.222	516.371.625.584

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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 2025	
	Number of Shares in Circulation	Amount TRY
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. Katkı Emeklilik Yatırım Fonu	505.857.902.945	44.983.414.019
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. Para Piyasası Emeklilik Yatırım Fonu	78.494.363.698	24.217.630.549
Türkiye Hayat Ve Emeklilik A.Ş. Dengeli Değişken Emeklilik Yatırım Fonu	81.449.219.480	16.196.258.743
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 Dış Borçlanma Araçları Emeklilik Yatırım Fonu	18.335.710.222	12.995.287.934
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. Borçlanma Araçları Emeklilik Yatırım Fonu	78.970.551.536	9.752.784.144
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. Oks Standart Emeklilik Yatırım Fonu	100.344.567.063	8.817.879.175
Türkiye Hayat Ve Emeklilik A.Ş. Standart Emeklilik Yatırım Fonu	26.230.596.962	8.061.160.828
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. Sürdürülebilirlik Hisse Senedi Emeklilik Yatırım Fonu	13.766.351.560	3.923.300.064
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. Karma Emeklilik Yatırım Fonu	30.982.740.557	3.729.857.222
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 Agresif Katılım Değişken Emeklilik Yatırım Fonu	18.955.114.245	3.481.239.417
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. Teknoloji Sektörü Hisse Senedi Emeklilik Yatırım Fonu	49.901.065.843	2.967.217.177
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. Kamu Dış Kira Sertifikaları Katılım Emeklilik Yatırım Fonu	5.505.910.303	1.948.888.529
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. Katılım Temkinli Değişken Emeklilik Yatırım Fonu	13.701.795.179	1.582.803.975
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. Başlangıç Emeklilik Yatırım Fonu	18.873.808.656	1.570.338.628
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. Birinci Değişken Emeklilik Yatırım Fonu	4.360.968.175	1.282.421.189
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. Oks Muhafazakar Katılım Değişken Emeklilik Yatırım Fonu	14.174.377.375	1.038.514.108
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 Dengeli Katılım Değişken Emeklilik Yatırım Fonu	7.648.276.715	778.411.011
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. Oks Dinamik Değişken Emeklilik Yatırım Fonu	3.364.283.713	560.604.052
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. Katılım Karma Emeklilik Yatırım Fonu	30.655.301.068	513.353.672
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. Üçüncü Yaşam Döngüsü Emeklilik Yatırım Fonu	7.476.683.821	329.871.290
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. Pera 2 Değişken Grup Emeklilik Yatırım Fonu	999.693.919	162.863.135
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. Birinci Yaşam Döngüsü Emeklilik Yatırım Fonu	3.277.497.443	141.876.309
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. 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
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. Tarım Ve Gıda Fon Sepeti Emeklilik Yatırım Fonu	3.852.119.571	43.602.141
Total	2.288.966.022.453	486.316.813.473

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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 – 30 June 2026						
	Additions in period Unit	Additions in period TRY	Appropriated in period Unit	Appropriated in period TRY	Current Unit	Current TRY
Individual	576.981	11.545.495.912	863.650	50.757.090.810	4.796.338	417.518.000.080
Group	21.514	741.011.696	12.823	2.373.426.092	211.117	22.738.868.980
Total	598.495	12.286.507.608	876.473	53.130.516.902	5.007.455	440.256.869.060

1 January - 31 December 2025						
	Additions in period Unit	Additions in period TRY	Appropriated in period Unit	Appropriated in period TRY	Current Unit	Current 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
Total	1.499.995	26.573.480.086	1.553.828	68.175.286.686	5.285.433	424.742.765.419

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 – 30 June 2026				1 January - 31 December 2025		
	Number of Contract	Gross Contribution Amount	Net Contribution Amount	Number of Contract	Gross Contribution Amount	Net Contribution Amount
Individual	211.023	5.772.907.656	5.766.903.968	877.553	12.821.255.641	12.814.000.349
Corporate	7.293	241.332.386	241.154.558	26.928	605.189.071	604.977.067
Total	218.316	6.014.240.042	6.008.058.526	904.481	13.426.444.712	13.418.977.416

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 – 30 June 2026				1 January - 31 December 2025		
	Number of Contract	Gross Contribution Amount	Net Contribution Amount	Number of Contract	Gross Contribution Amount	Net Contribution Amount
Individual	20.410	4.812.378.424	4.812.230.097	26.189	5.398.691.677	5.398.620.890
Corporate	3.831	490.077.771	490.077.771	28	4.747.444	4.747.444
Total	24.241	5.302.456.195	5.302.307.868	26.217	5.403.439.121	5.403.368.334

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 2025: None).

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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 – 30 June 2026</u>			<u>1 January - 31 December 2025</u>		
	Number of Contract	Gross Contribution Amount	Net Contribution Amount	Number of Contract	Gross Contribution Amount	Net Contribution Amount
Individual	863.650	50.757.090.810	37.052.676.291	1.526.036	64.461.539.122	47.056.923.559
Group	12.823	2.373.426.092	1.827.538.090	27.792	3.713.747.564	2.859.585.625
Total	876.473	53.130.516.902	38.880.214.381	1.553.828	68.175.286.686	49.916.509.184

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 – 30 June 2026</u>			<u>1 January - 31 December 2025</u>		
	Number of Contract	Gross Amount	Net Amount	Number of Contract	Gross Amount	Net Amount
Individual	108.295	8.342.710.244	8.274.698.050	248.440	9.421.399.215	9.309.238.019
Group	172.309	15.738.011.595	15.737.158.607	602.447	24.855.548.425	24.854.484.282
Total	280.604	24.080.721.839	24.011.856.657	850.887	34.276.947.640	34.163.722.301

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 – 30 June 2026</u>				<u>1 January - 31 December 2025</u>			
	Number of Contract	Gross Amount	Net Amount	Mathematical Provision (TRY)	Number of Contract	Gross Amount	Net Amount	Mathematical Provision (TRY)
Individual	117.672	1.304.484.699	1.292.564.270	317.320.374	188.996	1.218.494.649	1.200.783.638	80.300.777
Corporate	612.050	2.502.502.739	2.502.330.451	120.168.810	2.150.176	3.713.535.348	3.713.445.118	238.595.186
Total	729.722	3.806.987.438	3.794.894.721	437.489.184	2.339.172	4.932.029.997	4.914.228.755	318.895.963

17.14 Profit share distribution rate to the life policyholders:

Currency	<u>1 January – 30 June 2026</u>		
	95%	90%	85%
TRY	18,41%	17,44%	16,47%
USD	0,53%	0,50%	0,48%
EUR	1,15%	1,09%	1,03%
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%

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17. INSURANCE LIABILITIES AND REINSURANCE ASSETS (Continued)

17.15 Other required information about liabilities from insurance agreements:

Outstanding Claims Provision:

	2026		
	Gross	Reinsurer's share	Net
Opening balance - 1 January	2.295.099.591	(45.597.984)	2.249.501.607
Compensations paid	(1.998.687.259)	26.922.595	(1.971.764.664)
Increase in compensation for contingent damages	2.264.744.086	(1.445.007)	2.263.299.079
End of the period – 30 June	2.561.156.418	(20.120.396)	2.541.036.022
Claims incurred but not reported	399.573.496	(2.488.884)	397.084.612
Calculated discount amount according to winning ratio (Note 2.24)	(136.753.543)	4.441.197	(132.312.346)
Total	2.823.976.371	(18.168.083)	2.805.808.288

	2025		
	Gross	Reinsurer's share	Net
Opening balance - 1 January	1.745.564.010	(45.974.273)	1.699.589.737
Compensations paid	(1.433.506.520)	27.979.013	(1.405.527.507)
Increase in compensation for contingent damages	1.672.008.005	(27.127.589)	1.644.880.416
End of the period – 30 June	1.984.065.495	(45.122.849)	1.938.942.646
Claims incurred but not reported	343.019.035	(3.870.508)	339.148.527
Calculated discount amount according to winning ratio (Note 2.24)	(105.200.072)	3.596.423	(101.603.649)
Total	2.221.884.458	(45.396.934)	2.176.487.524

Unearned Premium Reserve Movement Table:

	2026					
	Life			Non-life		
	Reinsurer's			Reinsurer's		
	Gross	share	Net	Gross	share	Net
Opening Balance – 1 January	7.823.324.816	-	7.823.324.816	1.962.525	-	1.962.525
Net change	2.262.223.176	-	2.262.223.176	(175.500)	-	(175.500)
End of the period – 30 June	10.085.547.992	-	10.085.547.992	1.787.025	-	1.787.025

	2025					
	Life			Non-life		
	Reinsurer's			Reinsurer's		
	Gross	share	Net	Gross	share	Net
Opening Balance –1 January	5.347.926.185	-	5.347.926.185	293.579	-	293.579
Net change	1.840.737.859	-	1.840.737.859	1.958.121	-	1.958.121
End of the period – 30 June	7.188.664.044	-	7.188.664.044	2.251.700	-	2.251.700

As of 30 June 2026, deferred commission expenses are TRY 4.241.701.035 (31 December 2025: TRY 3.353.702.362) 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:

	2026					
	Life			Non-life		
	Gross	Reinsurer's share	Net	Gross	Reinsurer's share	Net
Opening Balance - 1 January	885.889.745	(2.708.491)	883.181.254	281.605	(6.211)	275.394
Net change	162.763.559	(488.656)	162.274.903	-	-	-
End of the period – 30 June	1.048.653.304	(3.197.147)	1.045.456.157	281.605	(6.211)	275.394

	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	120.431.412	(470.445)	119.960.967	-	-	-
End of the period – 30 June	758.974.459	(2.221.664)	756.752.795	281.605	(6.211)	275.394

Mathematical Reserves:

	Gross Mathematical Reserves (TRY) 30 June 2026	Gross Mathematical Reserves (TRY) 30 June 2025
Portfolio increase		
New policies	1.418.020.925	1.056.578.518
Portfolio increase total	1.418.020.925	1.056.578.518
Portfolio decrease		
Termination and cancellations (-)	(394.340.514)	(96.949.288)
Ending with the occurrence of risk (-)	(5.285.903)	(3.511.610)
Expired (-)	(37.862.768)	(32.860.679)
Increase/decrease during the period (-)	2.949.777.307	680.302.462
Portfolio decrease total (-)	2.512.288.122	546.980.885

Mathematical equivalents expressed in foreign currency:

Currency	30 June 2026		
	Currency Amount	Exchange Rate	Amount TRY
USD	165.693.967	46,7090	7.739.399.527
EUR	4.319.763	53,2704	230.115.484
			7.969.515.011

Currency	31 December 2025		
	Currency Amount	Exchange Rate	Amount TRY
USD	91.488.428	42,9873	3.932.840.504
EUR	67.699	50,4520	3.415.575
			3.936.256.079

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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	30 June 2026		
	Currency Amount	Exchange Rate	Amount TRY
USD	25.952	46,7090	1.212.174
EUR	68.279	53,2704	3.637.265
			4.849.439

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

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 30 June 2026 and 31 December 2025 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 30 June 2026:

Claim Period	1 July 2019 30 June 2020	1 July 2020 - 30 June 2021	1 July 2021 - 30 June 2022	1 July 2022 - 30 June 2023	1 July 2023 30 June 2024	1 July 2024 - 30 June 2025	1 July 2025 30 June 2026	Total Actual Gros
Claim incurred during the period	579.392.208	986.056.647	884.532.353	2.205.279.185	2.094.449.605	2.857.569.430	4.391.500.107	13.998.779.535
1 year later	164.852.311	271.840.640	255.491.398	834.013.734	1.149.006.179	2.294.216.960	-	4.969.421.222
2 year later	8.276.464	37.841.004	216.806.105	566.444.342	1.448.919.431	-	-	2.278.287.346
3 year later	20.454.258	181.345.090	425.907.377	1.065.359.497	-	-	-	1.693.066.222
4 year later	86.541.205	353.212.431	807.660.669	-	-	-	-	1.247.414.305
5 year later	186.123.154	693.569.513	-	-	-	-	-	879.692.667
6 year later	300.141.003	-	-	-	-	-	-	300.141.003
Total incurred loss - gross	1.345.780.603	2.523.865.325	2.590.397.902	4.671.096.758	4.692.375.215	5.151.786.390	4.391.500.107	25.366.802.300

Claim development table on gross incurred claims as of 30 June 2025:

Claim Period	1 July 2018 - 30 June 2019	1 July 2019 30 June 2020	1 July 2020 - 30 June 2021	1 July 2021 - 30 June 2022	1 July 2022 - 30 June 2023	1 July 2023 30 June 2024	1 July 2024 - 30 June 2025	Total Actual Gros
Claim incurred during the period	564.073.801	579.392.208	986.056.647	884.532.353	2.205.279.185	2.094.449.605	2.857.569.430	10.171.353.229
1 year later	139.173.209	164.852.311	271.840.640	255.491.398	834.013.734	1.149.006.179	-	2.814.377.471
2 year later	6.429.752	8.276.464	37.841.004	216.806.105	566.444.342	-	-	835.797.667
3 year later	3.265.814	20.454.258	181.345.090	425.907.377	-	-	-	630.972.539
4 year later	7.369.924	86.541.205	353.212.431	-	-	-	-	447.123.560
5 year later	42.089.483	186.123.154	-	-	-	-	-	228.212.637
6 year later	82.305.373	-	-	-	-	-	-	82.305.373
Total incurred loss - gross	844.707.356	1.045.639.600	1.830.295.812	1.782.737.233	3.605.737.261	3.243.455.784	2.857.569.430	15.210.142.476

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18. INVESTMENT CONTRACT LIABILITIES

None (31 December 2025: None).

19. TRADE AND OTHER PAYABLES

	30 June 2025	31 December 2025
Payables from private pension operations (Note 47.1)	2.099.484.918	2.355.760.182
Payables to intermediaries and insurance holders	198.296.510	104.126.461
Payables from reinsurance activities	-	121.915
Payables from other main activities (Note 47.1)	12.505.282	26.551.255
Payables from main activities - short term	2.310.286.710	2.486.559.813
Deposits and guarantees received	8.008.912	7.368.109
Other miscellaneous payables (Note 47.1)	223.336.913	207.570.507
Other payables	231.345.825	214.938.616

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:

	30 June 2026	31 December 2025
Short-term lease liabilities	231.334.452	210.748.902
Long-term lease liabilities	51.895.484	56.872.006
Discount amount with alternative borrowing rate	(33.764.109)	(66.196.741)
Total lease liabilities	249.465.827	201.424.167

	30 June 2026		
	Annual interest rates (%)	Time (Day)	Amount (TRY)
ICBC Standart Bank Plc	37,00-38,00	31-127	5.845.857.587
Total	-		5.845.857.587

	31 December 2025		
	Annual interest rates (%)	Time (Day)	Amount (TRY)
İstanbul Takas ve Saklama Bankası A.Ş.	38,00-40,25	32-186	2.399.885.778
Total	-		2.399.885.778

(*) 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 30 June 2026, and 31 December 2025, 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:

	Temporary Differences		Deferred tax Assets/(Liabilities)	
	30 June 2026	31 December 2025	30 June 2026	31 December 2025
Deferred tax assets				
Equalization reserve (Note 17)	1.045.731.551	883.456.648	313.719.466	265.036.995
Employment termination benefits (Note 22)	232.966.258	202.002.324	69.889.878	60.600.697
Agency commission reserve	2.267.325.177	2.847.092.881	680.197.553	854.127.864
Investment property and property held for use	(1.106.874.701)	(1.106.874.701)	(249.046.808)	(249.046.807)
Other	603.773.074	743.392.286	181.131.922	223.017.686
Net deferred tax assets (Note 35)	3.042.921.359	3.569.069.438	995.892.011	1.153.736.435

	2026	2025
Opening balance - 1 January	1.153.736.435	628.629.222
Deferred tax expense (-) (Note 35)	(374.948.614)	(122.902.543)
Other deferred tax recognized under equity	217.104.190	(19.171.072)
End of the period – 30 June	995.892.011	486.555.607

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

	30 June 2026	31 December 2025
Provision for employment termination benefits	232.966.258	202.002.324
	232.966.258	202.002.324

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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 73.729,87 (31 December 2025: TRY 53.919,68) determined by the government as of 30 June 2026.

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:

	30 June 2026	31 December 2025
Discount rate (%)	3,90	3,32
Probability of retirement (%)	94,00	95,00
	2026	2025
Opening balance - 1 January	202.002.324	164.946.198
Current service cost	17.311.627	25.193.637
Interest cost	26.332.375	21.075.875
Paid during the period	(7.586.723)	(16.728.563)
Actuarial loss (*)	(5.093.345)	(41.613.668)
End of the period – 30 June	232.966.258	152.873.479

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 73.729,87 (1 January 2025: TRY 46.655,43), which is valid as of 1 July 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:

	30 June 2026	31 December 2025
Agency commission provision	2.267.325.177	2.847.092.881
BITT provision	596.484.182	596.484.182
Personnel unused vacation provision	190.868.425	151.805.549
Lawsuit provision (Note 42)	90.191.405	80.055.335
Sales premium provision	28.873.778	361.797.074
Other	55.347.828	336.951.190
Total	3.229.090.795	4.374.186.211

	Agency commission provision	Personnel unused vacation provision	Other	Total
Opening balance 1 January 2026	2.847.092.882	151.805.549	1.375.287.780	4.374.186.211
Change during the period	(579.767.705)	39.062.876	(604.390.587)	(1.145.095.416)
End of the period 30 June 2026	2.267.325.177	190.868.425	770.897.193	3.229.090.795

Opening balance 1 January 2025	1.512.678.634	345.000.000	551.172.369	2.408.851.003
Change during the period	121.692.654	(345.000.000)	17.824.508	(205.482.838)
End of the period 30 June 2025	1.634.371.288	-	568.996.877	2.203.368.165

24. NET INSURANCE PREMIUM REVENUE

	1 January – 30 June 2026			1 April – 30 June 2026		
	Gross	Reinsurance Share	Net	Gross	Reinsurance Share	Net
Life	20.270.264.418	(64.433.350)	20.205.831.068	9.669.592.184	(32.216.675)	9.637.375.509
Non-Life	1.628.827	(3.951)	1.624.876	779.982	(1.976)	778.006
Total premium income	20.271.893.245	(64.437.301)	20.207.455.944	9.670.372.166	(32.218.651)	9.638.153.515

	1 January – 30 June 2025			1 April – 30 June 2025		
	Gross	Reinsurance Share	Net	Gross	Reinsurance Share	Net
Life	13.217.873.010	(52.969.106)	13.164.903.904	6.345.897.633	(26.484.553)	6.319.413.080
Non-Life	2.101.044	(4.894)	2.096.150	1.200.079	(2.447)	1.197.632
Total premium income	13.219.974.054	(52.974.000)	13.167.000.054	6.347.097.712	(26.487.000)	6.320.610.712

25. FEE INCOME

For the period ended 30 June 2026, the Company generated entrance fee income amount of TRY 363.425.080 (1 January – 30 June 2025: TRY 211.885.980) from pension branch.

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26. INVESTMENT INCOME AND EXPENSE

	1 January - 30 June 2026	1 April - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2025
<i>Financial assets</i>				
Sales, dividend and fair value change income, net	9.315.228.205	5.368.495.704	5.646.248.694	3.189.797.783
Interest income	96.608.016	50.600.286	203.026.474	115.228.606
Income from derivative transactions	-	-	-	-
<i>Cash and cash equivalents</i>				
Interest income	127.064.375	69.531.179	586.558.420	380.880.886
Investment expense (-)	(472.597.386)	(336.503.011)	(271.572.097)	(262.532.839)
BITT on investment income (-)	(206.348.161)	(136.986.253)	(120.363.643)	(56.955.848)
Rent expense (-)	(16.074.177)	(13.811.517)	(22.942)	(3.804.035)
Other (-)	(12.840.407)	(6.003.255)	(7.144.109)	(3.340.074)
	8.831.040.465	4.995.323.133	6.036.730.797	3.359.274.479

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 2025: None).

31. OTHER EXPENSES

	1 January - 30 June 2026	1 April - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2025
Operating expenses classified under technical segment				
- Life	6.782.762.003	3.577.274.614	4.884.739.932	2.639.578.001
- Pension	2.350.871.208	1.137.877.952	1.397.865.159	750.652.073
- Non-life	30.463.415	14.559.970	23.287.783	12.381.965
Total (Note 32)	9.164.096.626	4.729.712.536	6.305.892.874	3.402.612.039

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32. EXPENSES BY NATURE

	1 January - 30 June 2026	1 April - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2025
Commission expenses	5.590.296.647	2.903.542.021	4.077.852.416	2.152.216.107
Personnel expenses (Note 33)	2.049.884.125	1.077.281.318	1.490.405.804	785.318.342
Advertising and marketing expenses	375.535.430	133.992.758	304.380.476	168.194.069
Outsourced service expenses	239.831.632	108.474.530	151.799.008	79.212.651
Information technology expenses	78.189.324	41.736.201	100.034.825	58.855.352
Other	830.359.468	464.685.708	181.420.345	158.815.518
Total (Note 31)	9.164.096.626	4.729.712.536	6.305.892.874	3.402.612.039

33. EMPLOYEE BENEFIT EXPENSES

	1 January - 30 June 2026	1 April - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2025
Personal expenses	1.161.131.808	591.827.358	674.324.802	479.433.675
SSI expenses	456.088.470	222.391.269	392.027.142	192.520.820
Meal and travel expenses	61.127.990	31.568.083	77.678.089	38.334.157
Bonuses	9.795.216	4.999.128	193.371.837	221.038
Other	361.740.641	226.495.480	153.003.934	74.808.652
Total	2.049.884.125	1.077.281.318	1.490.405.804	785.318.342

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 (30 June 2025: None)
34.1.2 Given to the cost of fixed assets: None (30 June 2025: None).
34.1.3 Direct expenses: TRY 472.597.386 (30 June 2025: TRY 271.572.097).

34.2 Financial expenses related to shareholders, subsidiaries and investments (any amount exceeding 20% of total will be illustrated separately): None (31 December 2025: 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 – 30 June 2026 and 2025 and the tax assets and liabilities included in the balance sheets prepared as of 30 June 2026 and 2025 are summarized below:

	1 January - 30 June 2026	1 April - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2025
Current period tax expense (-)	(3.566.633.157)	(2.179.116.086)	(2.320.487.743)	(1.439.886.477)
Deferred tax income/(expense) (Note 21)	(374.948.614)	125.080.834	(122.902.543)	178.680.002
Total tax expense (-)	(3.941.581.771)	(2.054.035.252)	(2.443.390.286)	(1.261.206.475)

	30 June 2026	31 December 2025
Current period provision for income taxes (-)	(3.566.633.157)	(5.855.923.565)
Prepaid taxes	1.472.799.420	3.946.148.240
Corporate tax provision, net (-)	(2.093.833.737)	(1.909.775.325)

	30 June 2026	31 December 2025
Deferred tax assets, net (Note 21)	995.892.011	1.153.736.435

The reconciliation of actual tax expense is as follows:

	1 January - 30 June 2026	1 January - 30 June 2025
Profit before deferred tax and corporate tax	14.950.008.439	9.664.353.177
Tax rate	30%	30%
Calculated tax	(4.485.002.532)	(2.899.305.953)
The impact of non-taxable income and expenses	543.420.761	455.915.667
Total tax expense (-)	(3.941.581.771)	(2.443.390.286)

36. NET FOREIGN EXCHANGE GAINS

	1 January - 30 June 2026	1 April - 30 June 2026	1 January - 30 June 2025	1 April - 30 June 2025
Foreign exchange profit	213.433.500	128.003.014	214.317.985	112.922.982
Foreign exchange losses (-)	(2.831.412)	(1.577.084)	(7.735.712)	(3.247.230)
	210.602.088	126.425.930	206.582.273	109.675.752

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37. EARNINGS PER SHARE

	1 January - 30 June 2026	1 January - 30 June 2025
Net profit for the period	11.008.426.668	7.220.962.891
Weighted average number of shares with nominal value of TRY 1 per share	10.000.000.000	10.000.000.000
Earnings per share (Kr)	1,10	0,72

38. DIVIDENDS PER SHARE

Information regarding dividend distribution is explained in footnotes 15 and 45. There are no dividends per share for the accounting period of January 1 – June 30, 2026. (January 1 – June 30, 2025: No dividends per share. TRY).

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

40. CONVERTIBLE BONDS: None (31 December 2025: None).

41. REDEEMABLE PREFERENCE SHARES: None (31 December 2025: None).

42. CONTINGENCIES

	30 June 2026	31 December 2025
Compensation litigations against the Company - gross (*)	547.014.172	499.755.914
Other litigations against the Company (Note 23)	90.191.405	80.055.335
Total	637.205.577	579.811.249

(*) 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:

	30 June 2026	31 December 2025
Bank deposits (Notes 2.12 and 14)	664.000.000	562.904.110
Financial investments at the risk of life policy holders (Note 11.1)	624.529.399	541.380.723
	1.288.529.399	1.104.284.833

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:

	30 June 2026	31 December 2025
a) Bank deposits		
Türkiye Vakıflar Bankası TAO (“Vakıfbank”)	1.310.250.184	867.924.718
Türkiye Halk Bankası A.Ş.	293.745.175	428.000.000
T.C. Ziraat Bankası A.Ş.	39.000.000	73.600.000
	1.642.995.359	1.369.524.718
b) Credit card receivables		
Türkiye Halk Bankası A.Ş.	912.731.460	718.464.028
Vakıfbank.	582.967.776	650.452.892
T.C. Ziraat Bankası A.Ş.	486.301.736	421.119.751
	1.982.000.972	1.790.036.671
c) Debts from main activities		
Vakıfbank	31.242.884	30.871.715
T.C. Ziraat Bankası A.Ş.	15.960.796	17.768.923
Türkiye Halk Bankası A.Ş.	7.860.958	2.028
	55.064.638	48.642.666
d) Liabilities to partners		
TVF Finansal Yatırımlar A.Ş.	2.779.094.314	-
Türkiye Sigorta A.Ş.	220.906.043	-
	3.000.000.357	-
e) Other Financial Liabilities		
İstanbul Takas ve Saklama Bankası A.Ş.	-	2.335.000.000
	-	2.335.000.000

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45. RELATED-PARTY TRANSACTIONS (Continued)

Related party transactions are as follows:

	1 January – 30 June 2026	1 January – 30 June 2025
a) Intermediated premiums		
T.C. Ziraat Bankası A.Ş.	12.142.860.766	6.607.196.061
Türkiye Halk Bankası A.Ş.	3.458.322.657	3.093.980.796
Vakıfbank	2.802.506.658	2.400.273.706
	18.403.690.081	12.101.450.563
b) Premium productions to related parties		
Türkiye Halk Bankası A.Ş.	55.282.863	15.475.417
T.C. Ziraat Bankası A.Ş.	35.974.266	31.694.078
Vakıfbank	24.669.025	-
Türk Telekomünikasyon A.Ş.	19.752.135	-
Ziraat Dinamik Banka A.Ş.	16.377.677	-
Türkisch Petroleum Off-Shore Technology Center A.Ş.	16.129.506	-
Other	10.622.954	3.739.127
	178.808.426	50.908.622
c) Investment income		
Vakıfbank	148.841.633	364.484.855
T.C. Ziraat Bankası A.Ş.	21.203.266	94.197.615
T. Halk Bankası A.Ş.	8.186.247	11.577.257
	178.231.146	470.259.727
d) Financial expenses		
İstanbul Takas ve Saklama Bankası A.Ş.	51.364.384	118.317.003
Halk Yatırım Menkul Değerler A.Ş.	-	137.046.644
	51.364.384	255.363.647
e) Rent income		
Türkiye Varlık Fonu Yönetim A.Ş.	7.756.951	5.707.418
Other	392.572	283.732
	8.149.523	5.991.150
f) Commissions paid		
T.C. Ziraat Bankası A.Ş.	4.536.218.195	2.722.634.630
T. Halk Bankası A.Ş.	796.356.738	691.106.146
Vakıfbank	757.913.282	1.072.440.994
Other	6.478.644	1.481.580
	6.096.966.859	4.487.663.350

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45. RELATED-PARTY TRANSACTIONS (Continued)

	1 January – 30 June 2026	1 January – 30 June 2025
g) Operating expenses		
Ziraat Portföy Yönetimi A.Ş.	126.827.022	86.073.621
İstanbul Takas ve Saklama Bankası A.Ş.	75.500.376	61.017.750
Türkiye Sigorta A.Ş.	22.635.658	17.675.786
Assist Rehberlik ve Müsteri Hizmetleri A.S.	16.920.680	7.560.316
Turkcell İletişim Hizmetleri A.Ş.	13.357.162	12.640.936
Global Bilgi Pazarlama Danışmanlık ve Çağrı Servisi Hizmetleri A.Ş.	11.584.325	10.037.553
Turkcell Dijital İş Servisleri A.Ş.	10.657.082	8.664.838
Superonline İletişim Hizm .A.Ş.	8.900.790	5.929.499
OSEM Sertifikasyon AŞ	3.796.962	5.460.516
Posta ve Telgraf Teşkilatı AŞ	3.202.186	3.600.000
Merkezi Kayıt Kuruluşu A.Ş	2.154.384	1.870.032
Other	1.329.251	9.067.337
	296.865.878	229.598.184
g) Dividends paid		
TVF Finansal Yatırımlar	2.779.094.314	2.315.911.929
Türkiye Sigorta A.Ş.	220.905.686	184.088.071
	3.000.000.000	2.500.000.000

45.1 Doubtful receivables from shareholders, investments and subsidiaries: None (31 December 2025 None).

45.2 Breakdown A breakdown of affiliates and subsidiaries with which the Company has indirect capital and management ties; the names of the entities listed in the affiliates and subsidiaries account, along with their ownership percentages and amounts; the period profit or loss and net period profit or loss of such entities as reported in their most recent financial statements; and the period to which these financial statements pertain; Whether they were prepared in accordance with our Board's standards, whether they were subject to an independent audit, and the type of independent audit report issued (unqualified, adverse, or qualified):

30 June 2026						
	Carrying Value	Audit Opinion	Financial Statement Period	Total Assets	Total Liabilities	Net Profit
Emeklilik Gözetim Merkezi A.Ş.	4.740.325	-	31.03.2026	249.037.669	82.551.030	39.826.341
31 December 2025						
	Carrying Value	Audit Opinion	Financial Statement Period	Total Assets	Total Liabilities	Net Profit
Emeklilik Gözetim Merkezi A.Ş.	4.740.325	-	31.12.2025	258.753.370	127.909.561	9.845.917

45.3 Bonus shares obtained through internally funded capital increases of associates and subsidiaries: None (31 December 2025: None).

45.4 Rights on properties and their value: None (31 December 2025: None).

45.5 Guarantees, commitments and securities given for shareholders, investments and subsidiaries: None (31 December 2025: None).

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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:

	30 June 2026	31 December 2025
a) Receivables from pension operations		
Fund management fee deduction receivables	458.250.807	430.951.509
Receivables from participants	233.906.349	332.824.773
Total	692.157.156	763.776.282
b) Other receivables		
Receivables from pension funds	179.432	6.616.654
Total	179.432	6.616.654
c) Expenses and income accruals for the next months		
Insurance expenses	96.221.204	120.915.944
Subscription expenses	60.378.009	3.340.320
Maintenance and repair expenses	2.174	6.116.767
Other	128.393.775	8.017.600
Total	284.995.162	138.390.631
d) Payables from retirement activity		
Participants temporary account	1.984.603.628	2.230.514.232
Additional benefit provision	57.918.999	57.918.453
Payables to intermediaries	31.077.697	42.519.481
Payables to portfolio management companies	22.344.551	21.267.973
Participants withdrawal account	3.334.661	3.334.661
State contributions to be returned	205.382	205.382
Total	2.099.484.918	2.355.760.182

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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)

	30 June 2026	31 December 2025
e) Payables from other operating activities		
Payments to participants	11.647.360	24.497.925
Other	857.922	2.053.330
Total	12.505.282	26.551.255
f) Other payables		
Payables to vendors and contracted institutions	226.004.634	207.306.401
Credit card debts	(2.667.721)	264.106
Total	223.336.913	207.570.507
g) Other short-term liabilities		
Temporary collections of life policies on credit	3.123.976	3.442.783
Total	3.123.976	3.442.783
h) Other expenses and losses	1 January - 30 June 2026	1 January - 30 June 2025
Charity and donations	19.651.640	-
Other	25.615.636	12.550.024
Total	45.267.276	12.550.024

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 2025: None).

47.3 Receivables from salvage and subrogation followed under off-balance sheet items: None (31 December 2025: None).

47.4 Income and expenses related to prior periods and the amounts and sources of expenses and losses: None (31 December 2025: None).

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47. OTHER (Continued)

47.5 Other mandatory information:

Provision income/(expenses) for the period:

	1 January - 30 June 2026	1 January - 30 June 2025
Intermediary commission provision expense	579.767.704	123.526.074
Litigation provision expense	(10.136.070)	(15.905.060)
Expense for provision for employee termination benefits	(36.057.279)	(29.540.949)
Unused vacation provision	(39.062.876)	(69.458.348)
Other	94.692.419	1.670.552
Total	589.203.898	10.292.269