

TL 584 billion support to Turkish balance sheet from VakıfBank in the first half of the year

According to the financial results of the first six months of 2021, VakıfBank's support to the national economy increased by 28% compared to the same period of the previous year and reached TL 584 billion. Creating the most applicable solutions for all segments of the society's financial needs, VakıfBank's total assets increased by 35% annually, exceeding TL 729 billion. VakıfBank delivered TL 1 billion 410 million net income in the first half of 2021.

VakıfBank announced its unconsolidated financial results for the first half of 2021.

Assessing the unconsolidated financials of the Bank, **VakıfBank's CEO Mr. Abdi Serdar Üstünsalih** remarked that;

“Continuing to support every segment of the society, from retail customers to SMEs, from agricultural producers to commercial customers, VakıfBank's support to the national economy increased by 28% compared to the same period of the previous year and exceeded TL 584 billion. By creating the most applicable solutions for all segments of the society's financial needs, VakıfBank's total assets increased by 35% annually and reached TL 729 billion, and its total loans increased by 24% to TL 459 billion annually.

USD 2.9 billion international funding obtained in the first half of 2021

Underlining that VakıfBank left behind a successful six months on the funding side, Mr. Üstünsalih said ““Our main funding source, total deposits reached TL 432 billion with an increase of 29%. More importantly, demand deposits, which is the most important funding source for the banking sector, increased by 30% year on year by reaching TL 94 billion. While total deposits remain to be our main funding source, we continued to diversify our funding structure without interruption.”

Mr. Üstünsalih stated that sustainable banking is one of the top strategic priorities and they continue to take additional steps in this area and to increase the sustainable banking product range, both in the asset and liability side of the balance sheet. Referring to the international funding obtained with this approach, Mr. Üstünsalih said, “VakıfBank issued the first sustainable syndication loan transaction in the Bank's history and obtained USD 1.1 billion in April. We raised USD 2.9 billion total fresh funding in the first six months of the year, together with a new

securitization amounting USD 1 billion 750 million within the scope of our DPR securitization program based on future flow transactions.”

“Our support to all segments of the economy continues to increase.”

Emphasizing that while continuing technological infrastructure investments without slowing down, they create effective solutions for the needs of the economy with the new products they developed, VakıfBank’s CEO Mr. Üstünsalih continued his words as follows:

With our innovative VBanko Check Digital product, our customers in the SME, commercial and corporate segments are able to trade safely, while contributing national economy. In addition, our Bank is the biggest supporter of SMEs during the pandemic period and has further strengthened its existing structure to deliver the products and services it provides to exporter SMEs to large masses. Despite the pandemic conditions, we monitor the needs of SMEs closely by making online and face-to-face customer visits with our employees who are trained in this field, and we have developed innovative solutions especially for employment, production and export. As a result, we have reached 2020 year end export volume in the first half of 2021.”

Our service to the farmers transformed from branch to tablet

Emphasizing that VakıfBank, supporting agricultural producers with Agricultural Banking, launched the "VakıfBank Agricultural Banking Tablet Application" in order to minimize the negative effects of the pandemic on producers, Mr. Üstünsalih said, “Thus, we are able to provide services to our farmers who want to receive financial support through tablets for many subjects without going to the branch. We also continued to develop new products and applications for retail loans. In this context, our retail loans increased by 28% annually and reached TL 112 billion. Our support to all segments of the economy continue to increase with our new products, implemented in different fields and our expert teammates.

Significant financial indicators of VakıfBank's unconsolidated balance sheet as of 2Q21:

Net Income Before Tax	TL 678 million
Net Income	TL 660 million
Total Assets	TL 729,040 million
Total Cash and Non-cash Loans	TL 583,664 million
Cash Loans	TL 458,872 million
Non-cash Loans	TL 124,792 million
Total Deposits	TL 432,412 million
Equity	TL 47,852 million
Funds Borrowed	TL 59,731 million
Securities Issued	TL 44,521 million