

## VakıfBank exceeded TL 3 trillion threshold in terms of asset size

**With its uninterrupted support to national economy with the vision of supporting all segments of society, VakıfBank delivered TL 12 billion 23 million net income by setting aside TL 3 billion 565 million tax provisions from its TL 15 billion 588 million gross income in the first quarter of 2024.**

Leading the banking sector with its technology-focused products and services, VakıfBank continues to contribute to the sustainable and robust growth of Turkish economy through export, investment and production focused support.

**“VakıfBank’s financial support to Turkish economy exceeded TL 2.1 trillion increasing by 54% annually”**

Assessing the first quarter financial results of the Bank, VakıfBank’s CEO Mr. Abdi Serdar Üstünsalih stated, “As the second largest bank of Türkiye, we always continue to support our customers with sustainable financial service approach and innovative technological infrastructure. Our first quarter financial results confirmed VakıfBank’s strong position once again. VakıfBank’s financial support to the national economy through cash and non-cash loans increased by 54% annually and exceeded TL 2.1 trillion. In the same period, while cash loans increased by 48% annually, reaching TL 1.6 trillion, total assets grew by 67% annually and exceeded TL 3 trillion for the first time. Needless to say that as a bank of this size, we take steps to keep our solvency ratios at strong levels in line with effective balance sheet management.

For this purpose, Mr. Üstünsalih pointed out that VakıfBank successfully completed an inaugural USD 550 million Basel 3 compliant PERPNC5.25 additional Tier 1 issuance with a call option at the end of 5th year and which was fully sold to international institutional investors. “Aforesaid transaction has the feature of being the first AT1 issuance of VakıfBank in international markets and the first market deal among Turkish state banks. Thus, our AT1 ratio and CAR increased by 100 bps.”

### **“Total deposits exceeded TL 2 trillion for the first time”**

Also mentioning the total deposits which is the main funding source of the Bank, Mr. Üstünsalih underlined that VakıfBank’s total deposits increased by 60% annually and exceeded TL 2 trillion for the first time. He said, “TL deposits raised by 48% and reached TL 1.2 trillion” and continued his speech as follows:

Thanks to our granular deposit policy, retail deposits grew by 84% annually, reaching TL 844 billion and its share in total deposits increased to 42% from 37%. In the upcoming period, we will continue to offer innovative solutions and develop tailor-made products aimed at the needs of our customers.”

### **“USD 3 billion fresh funding in 4 months”**

Emphasizing the importance of international funding for Türkiye and Turkish banking sector, Mr. Üstünsalih stated “Together with the recent AT1 issuance we successfully carried out, we maintained our leading position in this field by bringing a total of USD 3 billion fresh international funding to Türkiye under different structures since the beginning of the year, excluding syndication loans. As one of the most active Turkish banks in international debt capital markets, we will also continue to obtain new funding sources under different structures by closely monitoring the international debt capital markets in the upcoming periods.”

### **“Sustainability and digitalization efforts carry on without slowing down”**

Finally, touching on the significant developments in the fields of sustainability and digitalization, Mr. Üstünsalih concluded his words as follows:

“VakıfBank was included in the Global A List of the Carbon Disclosure Project's Climate Change Programme which is the world's largest environmental reporting platform and raised its rating in the ‘Climate Change’ and ‘Water Security’ reports to the ‘Leadership’ level. We also continue to lead the sector with the products and services we offer in the field of digital banking. We became one of the first banks to launch the 'Request Payment' project, of which we are stakeholders and which is carried out in cooperation with the Interbank Card Center and the Central Bank of the Republic of Turkey. Individual and commercial customers using VakıfBank Mobile and internet banking will experience a safe, fast and user-friendly payment experience with this new product. In this way, different bank customers will be able to request payments easily and share many payments, especially invoices and card expenses.”

**Significant financial indicators of unconsolidated balance sheet of VakıfBank as of 31 March, 2024:**

Net Income Before Tax	TL 15,588 million
Net Income	TL 12,023 million
Total Assets	TL 3,026 billion
Total Cash and Non-cash Loans	TL 2,140 billion
Cash Loans	TL 1,608 billion
Non-cash Loans	TL 531,833 million
Total Deposits	TL 2,003 billion
Equity	TL 184,480 million
Funds Borrowed	TL 267,514 million
Securities Issued	TL 129,742 million