

VakıfBank's asset size exceeded TL 1 trillion

VakıfBank increased its support to Turkish economy by 46% to TL 766 billion compared to the previous year

According to the financial results of 2021, VakıfBank increased its total assets by 44% compared to the previous year, exceeding TL 1 trillion threshold in terms of asset size. Thus, VakıfBank maintained its position as the second largest bank achieved at the end of 2020 by strengthening.

Increasing its cash and non-cash loans by 46% compared to the previous year, VakıfBank raised its support to the national economy to TL 766 billion. VakıfBank delivered TL 4 billion 175 million net income by setting aside TL 1 billion 120 million tax provisions from its TL 5 billion 296 million gross income in 2021.

Offering its rooted banking experience to all segments of the society through its experienced human resources, VakıfBank announced its 2021 year end financial results.

Expressing that "We are always beside our customers with our strong technological infrastructure, young and dynamic team and our ability to read expectations and needs correctly" VakıfBank's CEO Mr. Abdi Serdar Üstünsalih stated in his assessment on the subject:

"VakıfBank's financial support to national economy through cash and non-cash loans increased by 46% on an annual basis and reached TL 766 billion. As a bank that aims to grow the country's economy along with itself in all its activities since the first day it was founded, we also continued to support production, export and employment last year. In this period, the asset size of our Bank exceeded TL 1 trillion threshold for the first time by increasing more than 44% annually. In the same period, our cash loans increased by 36% annually and reached TL 574 billion. In loan growth, we gave priority to commercial loans, which make the biggest contribution to the growth of our country's gross domestic product and the reduction of the current account deficit. Thus, our commercial loans grew by 43% compared to the previous year and reached TL 450 billion.

Strong growth in demand deposits

Stating that VakifBank also left behind a successful year in terms of funding, Mr. Üstünsalih said “Our total deposits continued to be our main funding item, reaching TL 591 billion with an annual increase of 43%. In line with our goal of making our deposit portfolio more granular, we increased our savings deposits by 56% compared to the end of 2020, reaching TL 241 billion. We increased our demand deposits, which is the most important product on the deposit side of the banking sector, by 81% on an annual basis, to TL 146 billion. Thus, the share of demand deposits in total deposits increased from 19% at the end of 2020 to 25%. In addition, as VakifBank, we became one of the first banks to implement the Currency Protected TL Term Deposit product, and we pioneered the sale of these products through many channels, including digital platforms.”

“USD 4.7 billion total international funding, mainly as sustainable-themed”

Stating that they continue to provide cost effective and long-term international funding, Mr. Üstünsalih said “In 2021, we obtained USD 4.7 billion total funding to our country under different structures such as syndicated loans, securitization transactions based on future flows, bilateral loan agreements, Eurobond issuances and made available these funding for our national economy. We had the opportunity to diversify our funding structure with more sustainability-themed transactions, thanks to our sustainability activities, which are at the forefront of our strategic priorities and which are appreciated by many correspondent banks and international investors with the steps we take. We raised more than USD 2.5 billion funding through sustainability-themed transactions in 2021. Thus, we maintained our title as the bank having the highest amount of sustainable funding in its funding structure.”

“Stating that they continue to contribute to every aspect of social life within the scope of sustainable banking approach, Mr. Üstünsalih said: “We take utmost care to offer equal opportunities to all our employees. Continuing our efforts to ensure gender equality, we maintain our place in the '2022 Bloomberg Gender Equality Index' and became the only public bank to be included in the index for 3 successive years.”

“The awards we have won with our innovative digital products, increase our brand value”

Mentioning about innovative digital products that bring speed and agility to businesses and facilitate trade, VakifBank’s CEO completed his words as follows:

We bring the banking of the future to the present with the new products we have developed and offer the most up-to-date technological opportunities to our customers. Businesses are freed from the necessity of opening separate screens to see their accounts in different banks and re-entering the password for each one with VakifBank All Account which is the newest of our

services. Thus, we make business processes easier, more efficient and fluent. We developed Vinov, a digital, flexible payment and collection ecosystem that can be used 24/7, re-arranging the relations between the debtor and the creditor, which we have developed by managing the entire design, software and application process within ourselves. Used by all retail and commercial customers, Vinov, which includes the strengths of all payment and collection products, makes a notable contribution to growth and development by generating solutions to many fundamental problems in the real sector and daily economic cycle. The awards we have won with the innovative digital products we have developed increase our brand value. Our achievements were crowned when we received 8 gold and one silver PSM awards at the latest PSM Awards.

Significant financial indicators of unconsolidated balance sheet of VakifBank as of 31 December 2021

Net Income Before Tax	TL 5,296 million
Net Income	TL 4,175 million
Total Assets	TL 1,007 billion
Total Cash and Non-cash Loans	TL 765,840 million
Cash Loans	TL 573,700 million
Non-cash Loans	TL 192,139 million
Total Deposits	TL 590,943 million
Equity	TL 51,953 million
Funds Borrowed	TL 91,431 million
Securities Issued	TL 61,975 million