ANNUAL REPORT

2025

The brighter we
shine together,
***the clearer the
future becomes.***

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Section 1

GENERAL INFORMATION

1.01 Management Statement

We hereby present below the Company's management statement, which forms the basis of the annual activity report prepared under the responsibility of our Board of Directors and covering all aspects of the period's activities.

We hereby declare that the Board of Directors' Annual Activity Report on the 2025 activities of Katılım Emeklilik ve Hayat A.Ş. has been prepared in accordance with the procedures and principles set out under the following headings in Article 17 of Chapter Six of the "Regulation on the Financial Structures of Insurance, Reinsurance and Pension Companies":

- Presentation and General Information About the Company,
- Information on Company Management and Corporate Governance Structure,
- Financial Information and Assessments on Risk Management,

as well as the provisions of Article 516 of Turkish Code of Commerce No. 6102 and the "Regulation on the Determination of the Minimum Content of Annual Activity Reports of Companies" published by the Ministry of Trade.

Yours sincerely,

UFUK UYAN
Chairman of the Board of Directors

AYHAN SİNCEK
Member of the Board of Directors - General Manager

İSMAİL AYDEMİR
Assistant General Manager

ÖZGÜR CAN HERGENÇ
Assistant General Manager

1.02 Summarized Financial Information on the Results of the Accounting Period Activities

In 2025, Katılım Emeklilik ve Hayat A.Ş. generated a gross premium production of TRY 993.0 Million within the scope of its Group Life Insurance activities. Furthermore, the company disbursed gross indemnity payments totaling TRY 64.0 Million during the same period. The overall sum of technical expenses, including the aforementioned gross indemnity payments, amounted to TRY 661.8 Million.

Within the scope of its Personal Accident segment activities, the Company generated gross written premiums of TRY 607.8 million and paid gross claims of TRY 18.1 million.

In the Health segment activities, the company generated a gross premium production of TRY 2,383.6 Million, while making gross indemnity payments amounting to TRY 1,800.9 Million. Total technical expenses for the Non-Life segments, comprising the Personal Accident Segment and the Health Segment, including gross claims paid, amounted to TRY 2,801.4 million.

In the Personal Pension Segment, the Company reached a fund size of TRY 63,280.4 million and, within this scope, generated TRY 1,069.0 million in pension technical income and incurred TRY 909.8 million in pension technical expenses.

During the reporting period, total investment income amounted to TRY 1,276.6 million, while investment expenses amounted to TRY 125.6 million and other expenses totaled TRY 30.5 million.

Accordingly, our Company closed the 2025 fiscal year with commercial profit after tax of approximately TRY 813.9 million. (The 2024 accounting period had closed with commercial profit of TRY 686.1 million.)

1.03 Company Information, Historical Development, Our Corporate Values, and Our Vision and Mission

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Akkom Ofis Park 3. Blok Kat: 2 Ümraniye / İstanbul

Contact:

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KEP: katilimemeklilik@hs03.kep.tr

The Company's establishment permit was granted by the Republic of Türkiye Ministry of Treasury and Finance by its letter dated November 27, 2013, No. 18631, under the law and applicable legislation.

The incorporation process was completed swiftly, and Katılım Emeklilik ve Hayat A.Ş. was established on December 23, 2013 by being registered with the Istanbul Trade Registry Office under registration number 895027 to operate in the Personal Pension and Life Insurance Group segments.

Following the completion of the official establishment permits and procedures, applications were submitted by letters dated December 27, 2013, and numbered GM-016, for an operating license in the Personal Pension Segment, and dated January 14, 2014, and numbered GM-14-003, for an operating license in the Life Insurance Group segments.
Following the review and evaluation conducted by the Republic of Türkiye Ministry of Treasury and Finance, it was deemed appropriate to grant the Company operating licenses on May 9, 2014 for the Personal Pension, Life, Accident, Capital Redemption, Mutual Fund, and Marriage/Birth insurance segments. The granting of the operating licenses for the Life Insurance Group segments was announced in the Turkish Trade Registry Gazette dated May 20, 2014, and numbered 8572; the granting of the operating license for the Personal Pension Segment was announced in the Turkish Trade Registry Gazette dated May 26, 2014, and numbered 8576; and the granting of the operating license for the Illness/Health segments was announced in the Turkish Trade Registry Gazette dated September 6, 2017, and numbered 9402.

Our Corporate Values

Meeting customer demand and exceeding expectations by utilizing interest-free financial instruments based on the principles of "participation, sharing and trust," Katılım Emeklilik ve Hayat A.Ş. raises awareness among its customer base by improving their financial literacy. Our corporate goal is to become a distinguished brand of Türkiye and contribute to the Turkish economy by providing transparent, fast, and high-quality services.

Our Mission

Our mission is to help our customers achieve their financial goals with confidence and peace of mind through interest-free insurance and pension products, in line with our ethical principles and values.

Our Vision

Our vision is to create value for our customers by offering reliable, appropriate, and innovative insurance solutions in the field of interest-free pension and life insurance, and by improving the financial literacy of our prospective customers. With the strength we derive from our customers, we aim to become Türkiye's leading insurance company in the field of interest-free insurance.

Information on Amendments to the Articles of Association and the Shareholding Structure

In 2021, the Articles of Association were amended pursuant to the "Regulation on Insurance and Personal Pension Activities within the Framework of Participation Principles" and "Circular No. 2021/3." No amendments were made to the Articles of Association in 2025.

No transaction has been made in 2025 regarding the capital; and it continues as follows.

Title of Partner	Shareholding Ratio	Capital Amount
Albaraka Türk Katılım Bankası A.Ş.	50%	TRY 36,000,000
Kuveyt Türk Katılım Bankası A.Ş.	50%	TRY 36,000,000
Total Capital of the Company		**TRY 72,000,000**

1.04 Our Chairman of the Board of Directors' 2025 Review and Outlook

Dear Stakeholders,

2025 was a year in which the disinflation process in the Turkish economy became more pronounced, the tight monetary policy stance was maintained, and financial discipline came to the forefront. While geopolitical risks and growing uncertainties in trade continued globally, the decisive steps taken toward price stability in our country laid the groundwork for the re-balancing of financial markets.

The Personal Pension System strengthened its strategic role in long-term savings

The Personal Pension System (PPS) further strengthened its strategic position in 2025 in terms of increasing long-term savings and deepening capital markets. Supported by the strong incentive mechanism provided through the state contribution, the increase in the young participant profile, and the wider adoption of the Automatic Enrolment System ("AES"), the system continued to grow steadily. While the number of participants in PPS exceeded 10 million, the total number of participants, including AES, reached 18 million. The total fund size under PPS and AES, including the state contribution, rose to TRY 2.2 trillion, creating a strong savings ecosystem of approximately USD 50 billion. The market share of interest-free funds within the system continues to increase with strong momentum year after year. Their market share, which stood at 31.52% in 2024, rose to 39.22% in 2025, clearly demonstrating the significant increase in confidence in, and demand for, participation-based investment models. Throughout the year, interest-free funds generated a real return of over 49%, delivering strong performance for investors. As for our Company, our fund volume grew by 93% in 2025 on the back of its strong performance, reaching TRY 63.3 billion. This strong increase is a concrete indicator of our deep expertise in interest-free fund management, our disciplined and effective risk management approach, and our participant-focused investment strategy.

The insurance sector is undergoing a structural transformation

The insurance sector continues to undergo a structural transformation, driven by increasing risk awareness and the growing need for financial protection. In particular, while demand for health insurance and individual risk coverages is rising, we observe that the sector is gaining a stronger structure in the areas of technical discipline, capital adequacy, and risk management. The participation-based insurance model also continues to offer value to a broad audience that is sensitive to interest-free finance principles.

The participation finance model is increasing its share in the financial system

The participation finance sector maintained its steady growth in both banking and insurance in 2025, while also increasing its share in the financial system through its ethical, transparent, and sharing-based structure. The diversification of participation-based products and their greater accessibility through digital channels are among the factors supporting the development of the sector. In the coming period, it will be of great importance for PPS to become more inclusive and for long-term funds to be directed toward productive investments.

As Katılım Emeklilik, we are determined to be among the institutions that not only follow this transformation in the growth journey of participation finance in Türkiye, but also guide it and set the standards. In the coming period, we aim to reach broader audiences by increasing our product diversity in participation-based personal pension and insurance, and to become one of the strongest and most trusted institutions in the sector through our fund size and service quality.

We act with the vision of becoming an institution that leads the strengthening of the savings culture in Türkiye, generates long-term and sustainable value for its participants, and is recognized as a model through its innovative solutions and robust financial structure. Our objective is to become one of the first institutions that comes to mind in terms of trust, stability, and performance by playing a decisive role in the development of the participation-based personal pension system, and to further consolidate our position as a pioneering brand shaping the future of the sector.

We will continue, with determination, to assume responsibility for expanding participation finance across a broader base in our country, ensuring that long-term funds make a stronger contribution to Türkiye's development goals, and enhancing individuals' financial security.

I would like to thank all stakeholders who contribute to the development of the sector, our participants who have placed their trust in us, and all our dedicated colleagues.

Yours Sincerely,

Ufuk UYAN
Chairman of the Board of Directors

1.05 Our General Manager's 2025 Review and Outlook

Dear Participants and Business Partners,

2025 was a strong year for Katılım Emeklilik in terms of both financial performance and operational progress. Thanks to our disciplined financial management approach, effective risk control mechanisms, and expanding distribution network, we closed the year with successful results.

Our financial indicators confirm our steady growth

In the Personal Pension segment, we passed an important threshold by reaching a fund size of TRY 63.3 billion. In the pension segment, we generated technical income of more than TRY 1 billion and increased our profitability through effective expense management. We completed 2025 with profit after tax of TRY 813.9 million, placing our financial performance on solid foundations. We maintain our strong capital structure with shareholders' equity of TRY 2.1 billion.

Our production capacity is gaining upward momentum across all segments

On the insurance side, we sustained our growth by generating TRY 2,383.6 million in gross written premiums in the Health segment and TRY 607.8 million in the Personal Accident segment. The momentum we achieved in our alternative distribution channels, together with the expansion of our agency and broker network and our effective use of bancassurance and digital channels, doubled our total premium production compared to the previous year. Our Private Client Management structure also played a critical role in managing high fund amounts and increasing customer satisfaction.

Our digitalization investments are improving the customer experience

As part of our technology-driven transformation approach, we enhanced our mobile application and made fund allocation processes more user-friendly, faster, and more accessible. This transformation in our operational processes has not only increased our efficiency but also taken the experience we offer to our participants to a new level.

In the coming period, our goal is to be an institution that not only responds to today's needs, but also shapes the expectations of the future starting today. By placing digitalization at the center of our business model, we remain committed to being a trusted and leading institution that sets standards in the sector with innovative products and services and delivers the highest value to its participants. By accelerating our growth in health insurance and participation-based personal pension, we aim to become a pioneering brand that contributes more strongly to our country's savings ecosystem.

As Katılım Emeklilik, we will continue our sustainable growth with determination through our strong financial structure, strategic investments in technology, and highly competent human resources. We will also continue to create long-term and lasting value for our participants, business partners, and all stakeholders.

I would like to thank our shareholders, our Board of Directors, all our colleagues, including the employees of our founding bank, our business partners, and, of course, our participants who place their trust in us, for their contributions to this success. In 2026, guided by our ambitious vision, strong strategy, and leadership objective, we will continue to be an institution that makes a difference in the sector, is recognized as a model, and shapes the future.

Yours Sincerely,

Ayhan SİNCEK
General Manager

Section 2

INFORMATION ON MEMBERS OF THE BOARD OF DIRECTORS AND SENIOR EXECUTIVES

2.01 Information on the Company's Board of Directors

Members of the Board of Directors	Name Surname	Date of Appointment	Educational Background	Area of Experience	Experience (Years)	Other Non-Corporate Positions Held
Chairman	Ufuk UYAN	29.03.2019	Master's Degree	Banking	43	Kuveyt Türk Katılım Bankası A.Ş. Board Member and General Manager
Vice-Chairman	Malek Khodr TEMSAH	01.04.2022	Master's Degree	Banking	22	Albaraka Türk Katılım Bankası A.Ş. Board Member and General Manager
Member	Mehmet ORAL	09.01.2014	Bachelor's Degree	Banking	33	Kuveyt Türk Katılım Bankası A.Ş. Assistant General Manager
Member	Turgut SİMİTCİOĞLU	01.02.2017	Master's Degree	Banking	35	Albaraka Türk Katılım Bankası A.Ş. Assistant General Manager
Member (General Manager)	Ayhan SİNCEK	09.01.2014	Master's Degree	Insurance	30	Pension Monitoring Center, Vice-Chairman of the Board of Directors

Information on the Chairman and members of our Company's Board of Directors is presented below.

Ufuk UYAN
Chairman of the Board of Directors

Ufuk Uyan was born in Eskişehir in 1958 and graduated from the Department of Economics at Boğaziçi University in 1981. He received his master's degree from the Department of Business Administration at the same university in 1983. Uyan began his career as a Research Assistant at Boğaziçi University's Department of Economics in 1979. In 1982, he worked as a Research Economist at the Türkiye Industrial Development Bank, the Directorate of Special Researches. In 1985, Uyan joined Albaraka Türk as a Project Vice-Manager, and in 1989, he moved to Kuveyt Türk as a Project and Investments Manager. He quickly progressed, becoming an Assistant General Manager in 1993, and later appointed as Head Assistant to the General Manager. In 1999, Ufuk Uyan was appointed as the General Manager of the company. At Katılım Emeklilik ve Hayat A.Ş., Ufuk Uyan serves as a member of the Board of Directors, Executive Board, Pricing and Nominating Committee, Credit Committee, and member of the Corporate Social Responsibility Committee. Additionally, he holds the position of Chairman of the Board of Directors.

Malek Khodr TEMSAH

Vice-Chairman of the Board of Directors

Mr. Temsah was born in 1981 in Beirut, Lebanon. He graduated from George Washington University with a Bachelor's degree in Business Administration in 2003 and completed his MBA at Thunderbird, the Garvin School of International Management, in 2006. Mr. Temsah started his career in 2003 at Bank of America SME Banking in Washington, D.C., and continued at the Treasury and Capital Markets Department of European Islamic Investment Bank in London from 2007 to 2009. Mr. Temsah joined Al Baraka Banking Group in Bahrain in 2010 and, until 2014, was responsible for the global sukuk portfolio at the sukuk desk, which he helped establish. Between 2017 and 2020, he served as a member of the Board of Directors and the Audit Committee of BTI Bank, one of Morocco's first participation banks. Mr. Temsah joined Albaraka Türk in 2014 and served as Assistant General Manager responsible for the Treasury, Financial Institutions, and Investment Banking units between 2017 and 2022. From October 2021 to August 2022, he served as Acting General Manager in addition to his previous position. On 07.08.2022, he was appointed General Manager of Albaraka Türk Bank by the Board of Directors. In addition to this position, he serves as Vice Chairman of the Board of Directors at Katılım Emeklilik ve Hayat A.Ş. and Chairman of the Board of Directors at Insha Ventures Teknoloji Geliştirme ve Pazarlama A.Ş., Albaraka Portföy Yönetimi A.Ş., Albaraka Teknoloji Bilişim Sistemleri ve Pazarlama Ticaret A.Ş., and Albaraka Kültür Sanat ve Yayıncılık A.Ş. He is fluent in English, Arabic, and Turkish and currently serves as a member of the Credit Committee, Information Technologies Governance Committee, and Executive Committee at Albaraka Türk Bank.

Mehmet ORAL

Member of the Board of Directors

Mr. Mehmet Oral, a graduate of Uludağ University's Department of Business Administration, began his career with the Kuveyt Türk family as an authorized signatory at the main branch in 1992. After spending 8 years at the main branch, he assumed the position of Manager at the IMES Branch in 2000. From 2001 to 2004, Mr. Oral served as the Bursa Branch Manager, followed by a transfer to the Merter Branch from 2004 to 2005.

In 2005, with the introduction of the Regional Directorship structure, he was appointed as the Regional Manager of the Istanbul European Side Region. After successfully serving as a Regional Manager for 4 years, Mr. Oral has been dedicating his career to the role of HR, Training, and Quality Group Manager since 2009. Since October 2012, he has been serving as an Assistant General Manager responsible for Private and Enterprise Banking, and since 2014, he has also held the position of a Member of the Board of Directors for Katılım Emeklilik ve Hayat A.Ş.

Turgut SİMİTCİOĞLU
Member of the Board of Directors

He was born in 1961, in Erzurum. He obtained his bachelor's degree from King Saud University's Faculty of Education in Saudi Arabia in 1989. Later, he pursued his master's degree at Fatih University's Institute of Social Sciences. Turgut SİMİTCİOĞLU began his career at Albaraka Türk in 1990, serving in various roles over the years. From 1990 to 1995, he worked in the Department of Fund Application, followed by positions at the main branch from 1995 to 2001. He then held the role of Director for the main branch at Main Branch and later at the Banking Directorate between 2001 and 2003. From 2003 to 2009, he served as the Manager of the Main Branch. He was appointed as an Assistant General Manager in December 2009. He served as the Assistant General Manager of Credits Operation, External Transactions Operation, Payment Systems Operation, Banking Services Operation and Risk Monitoring. Currently, Turgut SİMİTCİOĞLU holds the position of Assistant General Manager and Head Assistant General Manager.

Ayhan SİNCEK
Member of the Board of Directors - General Manager

Ayhan Sincek, the General Manager of our Company, was born in 1970 in Kütahya. He obtained his Bachelor's Degree in Mathematics from Middle Eastern Technical University in 1994, and later completed his master's degree in Actuarial Science at Boston University in 2004.

In 1995, he began working as an Instructor at Middle Eastern Technical University in the Department of Mathematics. From 1997 to 2007, he served as an Actuary Examiner at the Insurance Auditing Board of the Republic of Türkiye's Ministry of Treasury and Finance. He was appointed as the Assistant General Manager of Credit Life Europe in 2007. From 2010 to 2013, he held the position of Assistant General Manager at Anadolu Hayat Emeklilik.

Since his appointment as the Founding General Manager in August 2013, he has been a Member of the Board of Directors and General Manager of Katılım Emeklilik ve Hayat A.Ş.

2.02 Information on the Board Meetings

In 2025, the Board of Directors held 16 meetings at various times and adopted resolutions on 77 separate matters to ensure the management and administration of the Company. Participation in these meetings was as follows.

Member of the Board of Directors	Number of Resolutions Signed
Ufuk UYAN	77
Malek Khodr TEMSAH	77
Mehmet ORAL	77
Turgut SİMİTCİOĞLU	77
Ayhan SİNCEK	77

2.03 Information on Senior Management of the Company

Information on our company's Senior Management is as follows

Name Surname	Title	Date of Appointment	Educational Background	Area of Experience	Experience (Years)	Other Non-Corporate Positions Held	Area of Responsibility
Ayhan SİNCEK	General Manager	9.01.2014	Master's Degree	Insurance	30	N/A	All business and operational matters
İsmail AYDEMİR	Assistant General Manager	9.01.2014	PhD	Insurance	25	N/A	All business and operational matters
Yaşar Salih ÇETİNKAYA	Assistant General Manager	9.01.2014	Bachelor's Degree	Insurance	28	N/A	All business and operational matters
Ömer Can HERGENÇ	Assistant General Manager	1.05.2024	Master's Degree	Insurance	26	N/A	All business and operational matters
İlker ARABACI	Assistant General Manager	22.07.2024	Master's Degree	Insurance	30	N/A	All business and operational matters

İsmail AYDEMİR

Technical, Actuarial, Fund and Operations Assistant General Manager

Our Assistant General Manager, Mr. İsmail Aydemir, was born in Balıkesir in 1977. He obtained his Bachelor's Degree in Mathematics from Boğaziçi University in 2000. He completed the MBA program at Istanbul Bilgi University in 2003 and his master's degree in Actuarial Science at Bahçeşehir University in 2006. In 2025, he completed his Ph.D. in Insurance and Risk Management at Istanbul Commerce University.

From 2000 to 2007, he served as Actuarial Manager at Garanti Emeklilik ve Hayat A.Ş. From 2007 to 2010, he served as Technical and Actuarial Unit Manager at Cigna Finans Emeklilik ve Hayat A.Ş., and from 2010 onward, he served as Technical and Actuarial Group Manager at the same company.

Since August 2013, he has served as Assistant General Manager responsible for Technical, Actuarial and Operations at Katılım Emeklilik ve Hayat A.Ş.

Yaşar Salih ÇETİNKAYA

Assistant General Manager of Sales, Marketing and Human Resources

Our Assistant General Manager, Mr. Yaşar Salih Çetinkaya, was born in 1972 in the Keşan district of Edirne. He obtained his Bachelor's Degree in History from Mimar Sinan University in 1995.

From 1997 to 1998, he worked as a Financial Consultant at AvivaSa Emeklilik ve Hayat A.Ş. Subsequently, he held the positions of Sales Manager from 1998 to 2001 and Branch Manager from 2001 to 2007. In 2007, he was appointed as the Assistant General Manager of Credit Europe Life and later became the General Manager in 2011.

Since August 2013, Mr. Çetinkaya has been serving as the Assistant General Manager of Katılım Emeklilik ve Hayat A.Ş., overseeing the departments of Sales, Marketing, and Human Resources.

Ömer Can HERGENÇ
Assistant General Manager of Finance, Legal and Internal Services

Mr. Ömer Can HERGENÇ, our Assistant General Manager, was born in Istanbul in 1978. He graduated from the Department of Public Finance at the Faculty of Political Sciences, Istanbul University, in 2001, and completed his master's program in Business Administration at Nişantaşı University in 2025. He obtained his Certified Public Accountant license in 2007.

Between 2004 and 2007, he worked as an Audit Specialist. From 2007 to 2009, he served as an Accounting Specialist at Groupama Emeklilik, and from 2009 to 2013, he worked as an Accounting Manager at Ziraat Hayat ve Emeklilik.

In 2013, after serving as Accounting Manager at BNP Paribas Cardiff, he joined Katılım Emeklilik ve Hayat A.Ş. in the same year as Financial and Administrative Affairs Director. Mr. Hergenç has been serving as Assistant General Manager of Finance, Legal and Internal Services since May 1, 2024.

İlker ARABACI
Assistant General Manager of Information Technologies

Mr. İlker ARABACI, our Assistant General Manager, was born in Istanbul in 1974.
He graduated from the Department of Mathematics at Middle East Technical University in 1997 and completed his master's degree in Business Management in 2006. He began his career as an IT Specialist in 1995 and worked as a Project Manager at Netsoft between 1999 and 2002. From 2002 to 2007, he served as General Manager at ETG, and between 2007 and 2014, he worked as a Senior Executive Responsible for Technology at Ziraat Technology. Between 2014 and 2023, he served as a Senior Executive Responsible for Digital at Euroka Sigorta. As of July 22, 2024, he has been appointed Assistant General Manager of Information Technologies at Katılım Emeklilik.

2.04 Information on the Company's Internal Systems Managers

Information on our Company's internal systems managers is presented below.

Zekeriya ÖZNAM
Director of Internal Systems

Zekeriya Öznam has more than 25 years of experience in the information technology and insurance/personal pension sectors. He began his career as a software and systems analyst and played an active role in personal pension and life insurance projects. He held managerial positions in Information Technology at Garanti Emeklilik and Cigna Finans Emeklilik. After joining Katılım Emeklilik in 2012, he served as Information Technology Manager for eight years. Since 2022, he has continued to serve as Director of Internal Systems.

He has extensive experience in system infrastructure setup, insurance and PPS projects, technical regulatory compliance processes, and risk and internal control management. He holds a bachelor's degree in Physics Engineering from Istanbul Technical University and a master's degree in Islamic Banking and Finance from Istanbul Medeniyet University.

Şaziye BALKANCI
Internal Control Manager

Şaziye Balkancı has 18 years of experience in internal control, risk management, audit, and compliance. She began her career in audit and started working as an auditor at Rödl & Partner Türkiye in 2008. Between 2009 and 2011, she worked in Budget Planning and Investor Relations at Güneş Sigorta, and subsequently served as an internal auditor at Vakıf Emeklilik.

She has been working at Katılım Emeklilik since 2013. Since 2018, she has continued to serve as Internal Control Manager. She specializes in MASAK compliance, business continuity planning, and risk management, and holds the CICP, Certified Internal Control Professional, certification as well as ISO 27001 and ISO 27701 Lead Auditor certifications. She graduated from the German Business Administration Department of Marmara University, with a focus on Accounting, Finance and Controlling.

Ali İhsan KURTULUŞ
Risk Management Manager

Ali İhsan Kurtuluş has more than 10 years of experience in the banking and financial services sectors, particularly in internal audit, internal control, and risk management. He has played an active role in the identification, measurement, monitoring, and reporting of risks at financial institutions, as well as in the establishment and management of the Risk Management Service for the public banks' Joint ATM project.

He began his career as an Internal Controller at Türkiye Finans Katılım Bankası from 2014 to 2017. He subsequently served as an Inspector at Türkiye Finans Katılım Bankası from 2018 to 2022, an Inspector at Albaraka Türk Katılım Bankası from 2022 to 2023, and Risk Manager under the TAM Joint ATM Project at Bileşim Finansal Teknolojiler ve Ödeme Sistemleri A.Ş., a subsidiary of Ziraat Bankası, Halk Bankası and Vakıfbank, from 2023 to 2026.

Since February 2, 2026, he has continued to serve as Risk Management Manager at Katılım Emeklilik ve Hayat A.Ş. He completed his undergraduate studies in the Department of Economics at Adnan Menderes University. He also holds the Financial Risk Manager (FRM) certification, awarded following the two-stage examination administered by the Global Association of Risk Professionals (GARP).

2.05 Human Resources Policies and Organizational Chart

“Katılım Emeklilik: An ideal work culture, strong human capital, sustainable success!"
Our strong Human Resources policies lie at the heart of our company's leadership ambition in the sector, where we have achieved rapid and steady growth in Participation Insurance and created new success stories every year. Our company aims both to employ professionals with the competence to successfully meet the requirements of their current roles and positions, and to support talents who can readily adapt to the participation insurance sector and build their careers in this field.

At Katılım Emeklilik ve Hayat A.Ş., we believe that recruiting individuals who meet these criteria will make significant contributions to the strategic success of our company and our group in the market. For this reason, creating a strong human resource that will carry our company forward and fostering the ideal working culture are among our top priorities. In this context, we implement a Human Resources Policy that supports the career development of our employees, encourages diversity, and strengthens our corporate culture. While our company seeks to create a working environment where employees feel valued, develop a sense of belonging, and contribute to common goals, it also regards the preservation of a fair and egalitarian culture as an indispensable element for a peaceful and productive work experience. This approach is one of the fundamental ethical values of our company.

Organizational Structure Update

Organizational changes were made to enable us to respond quickly to the needs arising from recent developments. In this context, cross-departmental rotation practices supported employees in acquiring different competencies, and some of our employees transitioned into new roles.

In line with our Company's people-oriented growth vision and its objective of building a strong employer brand, the Human Resources Training and Development Department was restructured as the Human Resources and Strategy Directorate. Through this transformation, human resources management has been placed on a strategic footing that centers on the employee experience, strengthens corporate culture, and is integrated with Company strategies.

The organizational structure under our Assistant General Manager responsible for Information Technology was updated to increase operational efficiency and specialization. In this context, the Information Technology function was structured under four separate departments: Core Insurance Applications, IT Governance Office, Value-Added Applications, and IT Operations and Infrastructure Management.

Our organizational structure was also updated to enhance specialization, technical profitability, and operational efficiency in health insurance. In this context, the Health Insurance Technical and Claims Directorate was established, and the Medical Underwriting and Claims and Health Pricing departments were structured under this directorate. In addition, the Health Insurance Product and Sales Directorate was established to manage product development and sales activities more effectively. The Product Management and Health Sales, Corporate Analysis and Demand Management, and Contracted Institutions departments were activated under this directorate.

Regulations Updated in 2025

In 2025, the following regulations were updated to enhance the effectiveness of corporate processes, strengthen compliance with legislation, and ensure standardization in practices:

- Procurement Regulation
- Disciplinary Regulation
- Human Resources Regulation

Recruitment and Career Management

In 2025, the number of our employees increased by 11.16% to 239. Recruitment processes were completed within an average of 30 days, enabling the organization's human resources needs to be met quickly and effectively. A comprehensive orientation program was carried out to accelerate the adaptation process of new employees joining the Company, supporting their alignment with the corporate culture and core business processes.

Talent management at our Company covers holistic processes aimed at supporting the integration and development of new employees, enhancing, and retaining the competencies of existing employees, and attracting qualified talent to the Company. These processes are directly linked to performance management, leadership development, workforce planning, the identification of talent gaps, and recruitment systems. Through our talent management practices, we support our employees in managing their performance effectively and realizing their potential.

Training and Development Activities

We regularly provide training and development programs to maximize our employees' competencies and potential. Through these programs, we aim to enhance our employees' professional competencies and support the development of their diverse skills.

Throughout 2025, we actively participated in SEGEM and TSEV training programs to strengthen the professional development of our employees. Our employees, who completed the mandatory trainings for the insurance sector through SEGEM certification programs, enhanced their competencies in regulatory compliance processes, while also deepening their sectoral expertise through the technical and managerial trainings provided by TSEV.

"Individual Awareness Training" sessions were organized to support the individual awareness and behavioral development processes of all our employees. Training and coaching programs were organized for sales department manager candidates to help them strengthen their competencies in leadership and sales management.

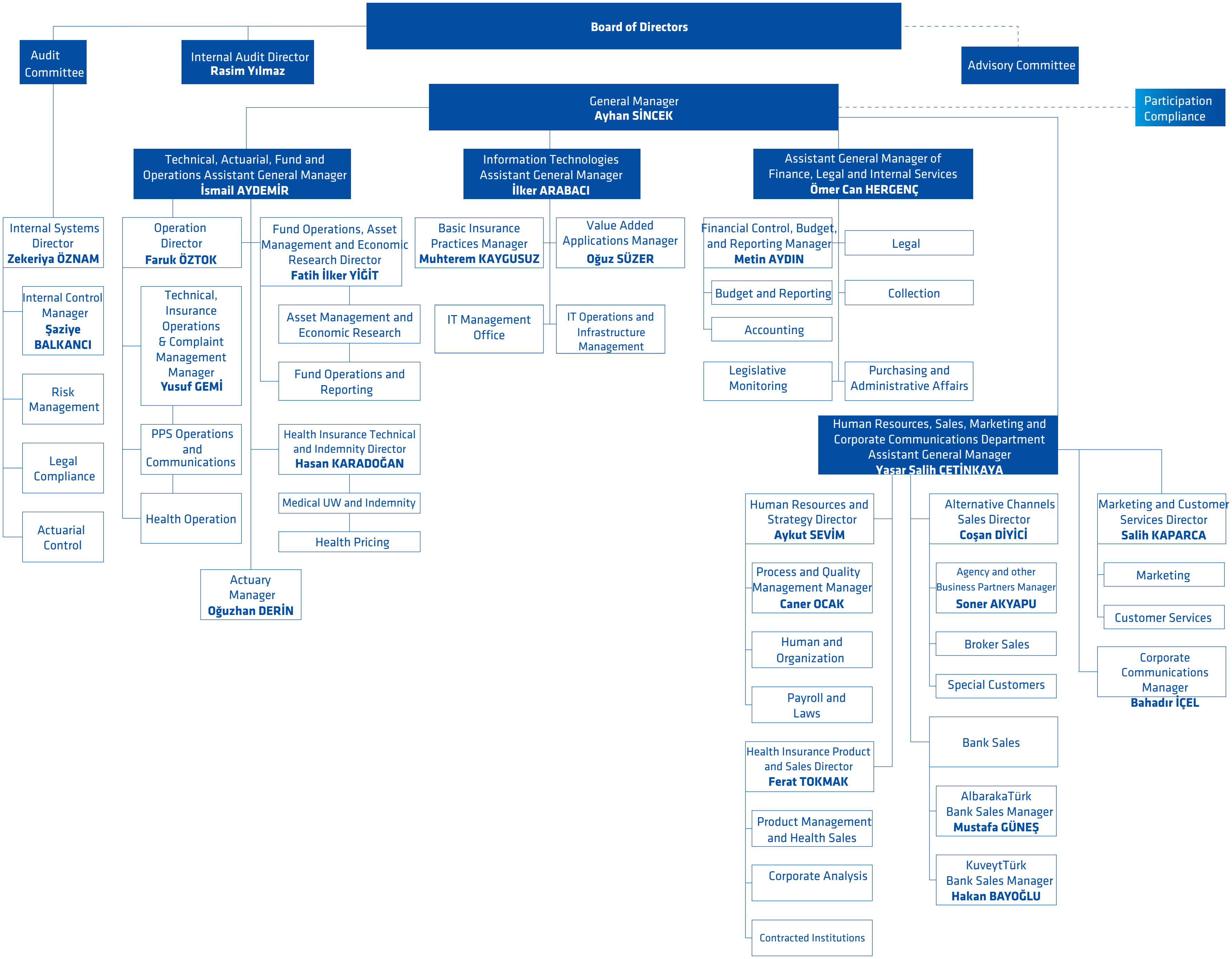
Twenty-four of our managers were included in the Manager Development Academy training program, which consists of four modules.

By assigning our mandatory trainings through the Enocta platform, we ensured quick and easy access for our employees. Furthermore, with the addition of new training catalogs to the platform, we supported the culture of continuous learning by offering the opportunity to learn anytime, anywhere. In this way, we created a digital learning ecosystem that supports the development of our employees.

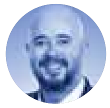
Social Benefits

We provide our employees with transportation allowance, net cash meal allowance, Ramadan and Eid al-Adha benefits, and clothing allowance. In addition, we provide group health insurance covering our employees' spouses and children, as well as group life insurance for all employees. Employees who wish to do so may be included in the Personal Pension System under the employer-contributed Group Pension Plan, and foreign language allowance is paid to employees who certify their English proficiency through TOEFL IBT. In line with our hybrid working model, we provide remote working support, and female employees with children under the age of three are granted the right to work remotely.

Organizational Structure and Organization Chart of the Company

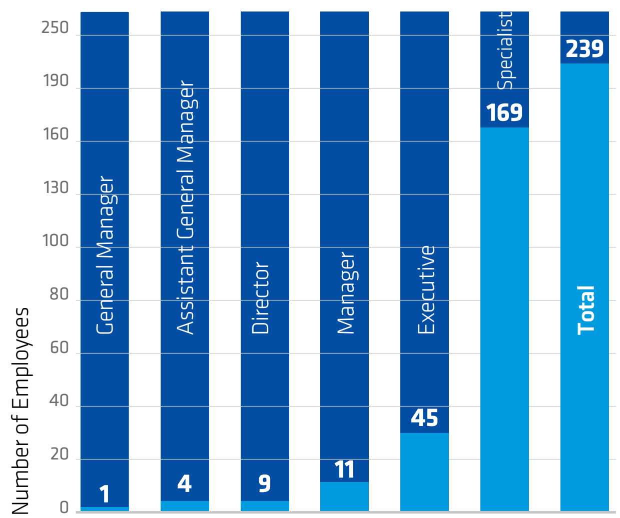


2.06 Information on Unit Managers and the Units Under Their Management

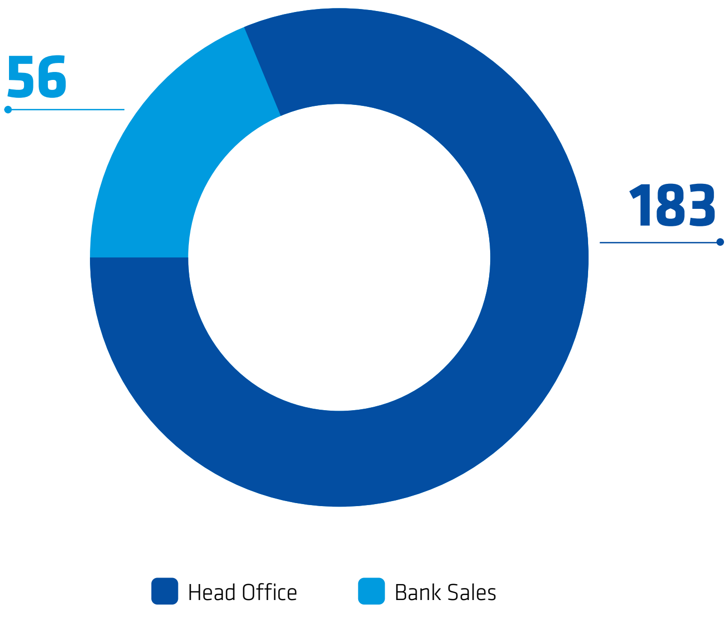
Name Surname	Title	Educational Background	Work Experience (Year)	Departments Under Responsibility	Tel, Fax, E-Mail	Photograph
Zekeriya ÖZNAM	Director	Master's Degree	28	Internal Systems	Tel : 0216 999 81 14 Fax : 0216 692 11 22 zekeriya.oznam@katilimemeklilik.com.tr	
Aykut SEVİM	Director	Master's Degree	16	Human Resources and Strategy	Tel : 0216 999 81 39 Fax : 0216 692 11 22 aykut.sevim@katilimemeklilik.com.tr	
Fatih İlker YİĞİT	Director	Master's Degree	15	Fund Operations, Asset Management and Economic Researches	Tel : 0216 999 82 81 Fax : 0216 692 11 22 fatihilker.yigit@katilimemeklilik.com.tr	
Faruk ÖZTOK	Director	Bachelor's Degree	25	Operation	Tel : 0216 999 81 34 Fax : 0216 692 11 22 faruk.oztok@katilimemeklilik.com.tr	
Ferat TOKMAK	Director	Master's Degree	22	Health Insurance Product Sales	Tel : 0216 999 82 63 Fax : 0216 692 11 22 ferat.tokmak@katilimemeklilik.com.tr	
Salih KAPARCA	Director	Bachelor's Degree	27	Marketing and Customer Services	Tel : 0216 999 82 79 Fax : 0216 692 11 22 salih.kaparca@katilimemeklilik.com.tr	
Coşan DİYİCİ	Director	Bachelor's Degree	22	Alternative Channels Sales	Tel : 0216 999 82 81 Fax : 0216 692 11 22 cosan.diyici@katilimemeklilik.com.tr	
Hasan KARADOĞAN	Director	Bachelor's Degree	20	Health Insurance Technical and Indemnity	Tel : 0216 999 81 36 Fax : 0216 692 11 22 hasan.karadogan@katilimemeklilik.com.tr	
Rasim YILMAZ	Director	Bachelor's Degree	17	Internal Audit	Tel : 0216 999 81 36 Fax : 0216 692 11 22 rasim.yilmaz@katilimemeklilik.com.tr	
Bahadır İÇEL	Manager	Bachelor's Degree	22	Corporate Communications	Tel : 0216 999 81 36 Fax : 0216 692 11 22 bahadir.icel@katilimemeklilik.com.tr	
Şaziye BALKANCI	Manager	Bachelor's Degree	17	Internal Control	Tel : 0216 999 81 33 Fax : 0216 692 11 22 saziye.balkanci@katilimemeklilik.com.tr	
Metin AYDIN	Manager	Master's Degree	22	Financial Control, Budget, and Reporting	Tel : 0216 999 81 79 Fax : 0216 692 11 22 metin.aydin@katilimemeklilik.com.tr	

Name Surname	Title	Educational Background	Work Experience (Year)	Departments Under Responsibility	Tel, Fax, E-Mail	Photograph
Hakan BAYOĞLU	Manager	Master's Degree	21	Kuveyt Türk Bank Sales	Tel : 0216 999 81 16 Fax : 0216 692 11 22 hakan.bayoglu@katilimemeklilik.com.tr	
Yusuf GEMİ	Manager	Master's Degree	19	Insurance, Operations and Complaint Management	Tel: 0216 999 82 45 Fax : 0216 692 11 22 yusuf.gemi@katilimemeklilik.com.tr	
Mustafa GÜNEŞ	Manager	Master's Degree	24	Albaraka Türk Bank Sales	Tel: 0216 999 82 63 Fax : 0216 692 11 22 mustafa.gunes@katilimemeklilik.com.tr	
Soner AKYAPU	Manager	Bachelor's Degree	16	Agency and Other Business Partners	Tel: 0216 999 82 63 Fax : 0216 692 11 22 soner.akyapu@katilimemeklilik.com.tr	
Oğuzhan DERİN	Manager	Bachelor's Degree	10	Technical Actuary	Tel : 0216 999 82 64 Fax : 0216 692 11 22 oguzhan.derin@katilimemeklilik.com.tr	
Caner OCAK	Manager	Master's Degree	14	Process and Quality Management	Tel: 0216 999 82 64 Fax : 0216 692 11 22 caner.ocak@katilimemeklilik.com.tr	
Muhterem KAYGUSUZ	Manager	Bachelor's Degree	24	Basic Insurance Practices	Tel: 0216 999 82 64 Fax : 0216 692 11 22 muhterem.kaygusuz@katilimemeklilik.com.tr	
Oğuz SÜZER	Manager	Bachelor's Degree	30	Value Added Applications	Tel : 0216 999 82 64 Fax : 0216 692 11 22 oguz.süzer@katilimemeklilik.com.tr	

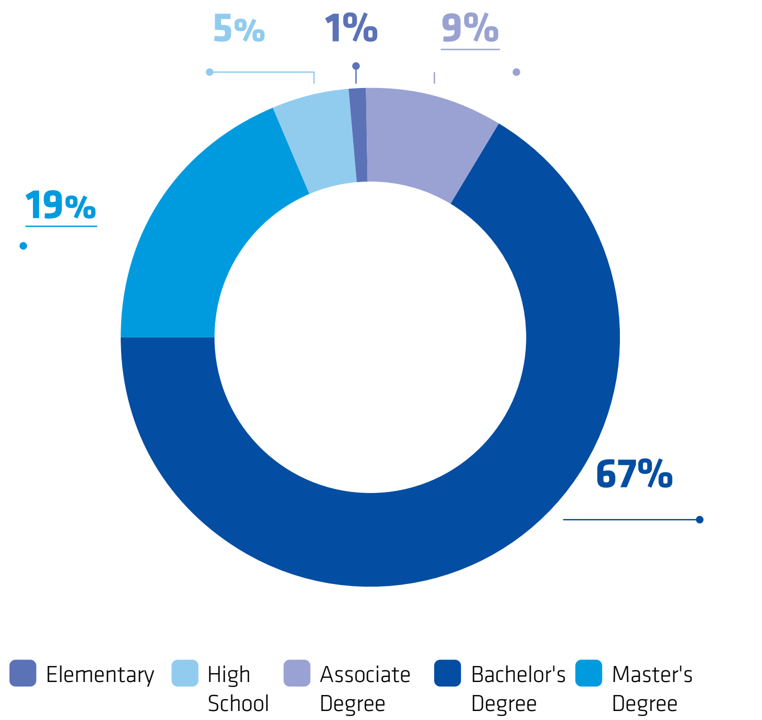
Employees per Position / Number of Employees per Position



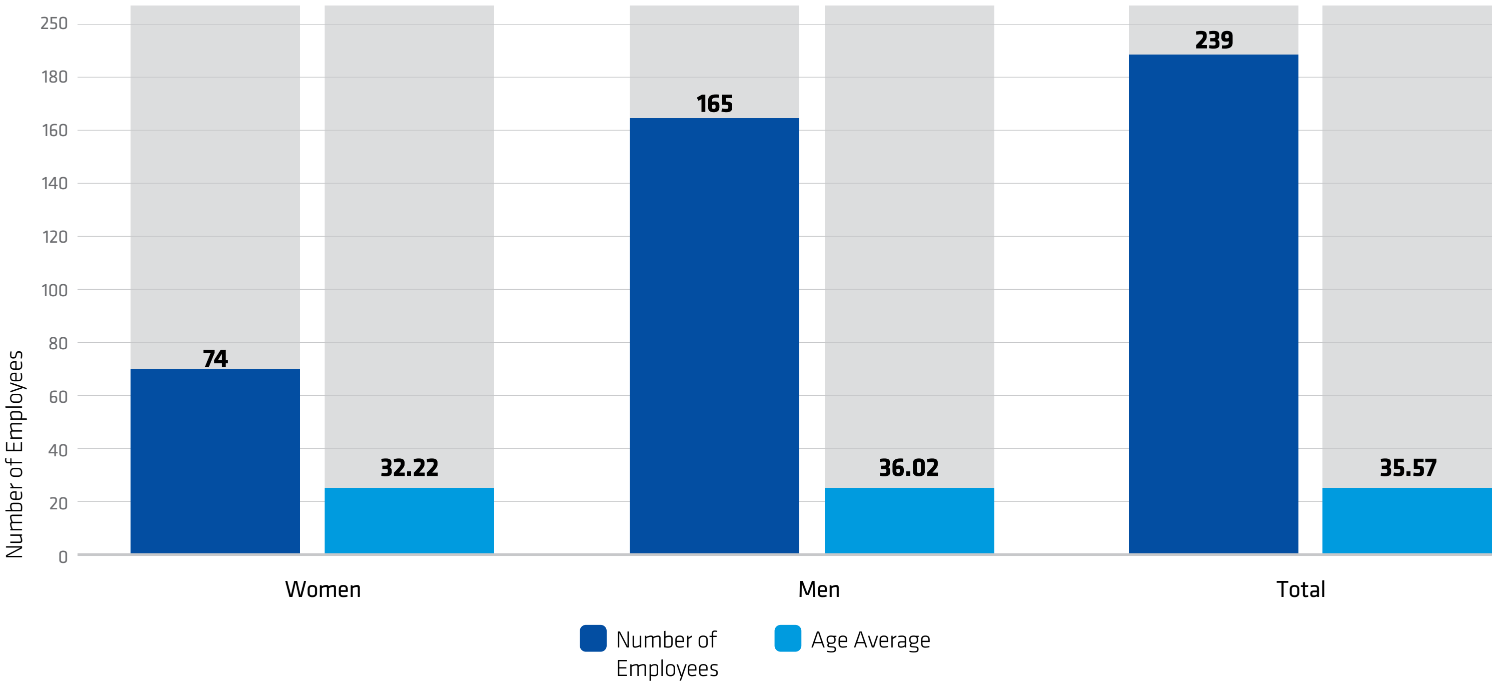
Distribution of Place of Business



Distribution of Educational Background



Distribution of Age & Sex



2.07 Other Information under the "Regulation on the Determination of the Minimum Content of Companies' Annual Activity Reports"

Information on Salaries and Similar Benefits Provided to Senior Executives, Including the Chairman and Members of the Board of Directors, the General Manager, and Assistant General Managers, During the Reporting Period

The total amount of salaries and similar benefits provided to senior executives, including the Chairman and members of the Board of Directors, the General Manager, and Assistant General Managers, during the period from January 1, 2025 to December 31, 2025 is TRY 123,273,702 (January 1 - December 31, 2024: TRY 69,019,717).

Disclosures on Preferred Shares and Voting Rights Attached to Shares, If Any

As of December 31, 2025, there are no privileges granted to the shares representing the capital.

Information on the transactions of the members of the governing body with the company on their own behalf or on behalf of others within the framework of the authorization granted by the general assembly of the company, and information on their activities within the scope of non-competition

There are no transactions carried out by members of the Board of Directors on their own behalf or on behalf of others in violation of the prohibition on such transactions. There are no activities carried out by members of the Board of Directors in violation of the non-competition prohibition.

There are no judicial or administrative sanctions imposed on the Company or the members of the Board of Directors due to any violation of legislative provisions.

Section 3

RESEARCH AND DEVELOPMENT ACTIVITIES OF THE COMPANY

3.01 Office of the Assistant General Manager of Information Technologies - 2025 Activity Assessment

General Framework

In 2025, we strengthened our foundation of organizational maturity and governance, and planned an Information Technology strategy for 2026 that is fully aligned with the business strategy and designed to scale value creation and organizational resilience

1. IT Governance and Process Maturity

During the year, initiatives were carried out to strengthen the IT governance structure. In this context

• IT Request and Project Management processes were redefined, and standards were established for the evaluation and prioritization of requests.

• An IT Risk and Findings Management framework was established to ensure that risks are monitored and reported systematically. High-severity findings were closed in a timely manner.

• As part of the Technical Corporate Memory initiative, technical knowledge and documentation were consolidated under a centralized structure, reducing dependence on individual know-how.

These initiatives increased the transparency and traceability of Information Technology activities and strengthened their contribution to corporate sustainability.

2. Strategic Projects and Business Value Creation

Strategic projects were managed through a portfolio approach in line with the priorities of business units and corporate objectives. The main developments during the year were as follows:

• CRM & CDP Project: The work to consolidate customer data on a single platform was completed. The project moved on to its subsequent phases.

• Health Provision Systems: The core system supporting health processes was renewed, Ekinoks, and put into production.

• Digital Sales Channels: The scope of digital products and channels was expanded, improving sales and customer access capabilities. As part of these efforts, Personal Pension, Personal Accident, and Life products were made available to customers through our own mobile application. Efforts to position all our products on the relevant platforms within our banks' mobile applications were accelerated and are ongoing.

• Operational Digitalization: Billing, contract, and budgeting processes were digitalized, reducing the manual transaction workload.

3. Digital Channels and Contribution to Business Processes

Improvement initiatives were carried out with a focus on the performance and accessibility of digital channels and their contribution to business processes. In this context:

- Three releases were made each quarter to ensure that our applications remain up to date and functional.
- Performance and usability improvements were made to mobile applications.
- Digital capabilities supporting appointment and claims processes in health applications were enhanced.
- Functional improvements supporting the user experience were integrated into digital channels.

4. Operational Efficiency and Automation

Automation and process improvement initiatives were carried out to increase efficiency in operational processes.

- RPA applications were expanded for routine and manual tasks. The number of related processes, which was 1 in 2024, was increased to 17 digital processes by the end of 2025.

- A total of 35 tactical improvement requests from senior management were completed during the year.

- Of the requests opened by business units and included in the portfolio, 73% were completed within the initially planned timeframe. Including revised plans, 70% were completed.

5. Infrastructure, Business Continuity, and Resilience

With a focus on the sustainability of the Information Technology infrastructure and business continuity:

- Infrastructure initiatives aimed at increasing performance and capacity in critical systems were completed. Our availability rate was increased to 99.98%.
- End-user devices were centralized and standardized. All user devices are now managed centrally.
- The transition to cloud-based Office 365 was completed.
- Disaster recovery and backup infrastructures for all critical services were strengthened by 90%.

6. Information Security and Regulatory Compliance

Information security activities were carried out in line with the principles of risk mitigation, regulatory compliance, and continuous monitoring.

- Data loss prevention and security monitoring infrastructures were completed.

- Capabilities for monitoring and responding to cyber threats were enhanced.

- Compliance efforts under ISO 27001 were successfully completed.

- Administrative and technical measures for compliance with the PDPL were implemented across all critical services.

7. Organizational Capacity and Operational Sustainability

To support the operational sustainability of the Information Technology organization:

• Competency analyses were conducted, and training and development plans were established.

• Regular interaction mechanisms supporting internal coordination were put into operation.

• Supplier management was placed on a more systematic and traceable footing.

Overall Assessment

As of 2025, the Information Technology organization continues its activities as a mature structure that ensures operational continuity, manages risks, and supports business objectives.

Section 4

INFORMATION ON THE COMPANY ACTIVITIES AND OTHER IMPORTANT DEVELOPMENTS

4.01 Developments in the Global Economy and the Turkish Economy in 2025

2025 stood out as a period in which both global and domestic developments played a decisive role in economic policies and financial markets. Throughout the year, the fight against inflation, the tight monetary policy stance, global trade, and geopolitical risks were the main factors shaping the economic outlook. While the high customs tariffs introduced by the United States, the Iran-Israel tensions, and vulnerabilities in energy markets weighed on global risk appetite, domestically, the monetary policy decisions of the Central Bank of the Republic of Türkiye (CBRT), the inflation outlook, and the course of expectations were decisive for the markets.

Inflation and Monetary Policy

Inflation, which stood at 42.12% at the beginning of the first quarter, declined to 38.10% by the end of the quarter. During this period, the clothing and footwear group made the largest contribution to the slowdown in inflation, while health, education, and alcoholic beverages were the groups recording the highest increases.

The decline continued in the second quarter, with inflation falling to 35.05%. In the third quarter, inflation followed a volatile course, standing at 33.52% in July, 32.95% in August, and 33.29% in September.

In the final quarter, the slowdown in major expenditure groups accelerated the downward trend in inflation. Inflation declined from 32.87% in October to 30.89% in December. This outlook indicates that the disinflation process has become more pronounced.

CBRT Interest Rate Policy

In January, the Central Bank of the Republic of Türkiye (CBRT) reduced the policy rate to 45%.
At the second meeting of the year, held on March 6, the policy rate was lowered by 250 basis points to 42.5%.

However, at the interim Monetary Policy Committee (MPC) meeting held on March 20, the upper bound of the interest rate corridor was raised by 200 basis points from 44% to 46% in order to manage developments in financial markets and the increase in foreign exchange demand. In April, the CBRT raised the policy rate by 350 basis points, a larger step than market expectations, from 42.5% to 46%.

At the meeting held in June, the Committee kept the policy rate unchanged at 46%, in line with market expectations. Also in June, the overnight borrowing rate was kept at 44.50%, while the overnight lending rate was maintained at 49%. Accordingly, the policy rate, which had started 2025 at 45%, reached 46% as of the second half of the year.

In July, the policy rate was reduced to 43%. The overnight lending rate was lowered from 49% to 46%, while the overnight borrowing rate was reduced from 44.50% to 41.50%. In September, as part of its seventh interest rate decision of the year and following the rate cut in July, the CBRT reduced the policy rate by a further 250 basis points from 43% to 40.5%. Similarly, the overnight lending rate was lowered from 46% to 43.50%, and the overnight borrowing rate was reduced from 41.50% to 39%.

In October, in its eighth interest rate decision of 2025, the Monetary Policy Committee (MPC) of the Central Bank of the Republic of Türkiye (CBRT) decided to reduce the one-week repo auction rate, which is the policy rate, by 100 basis points from 40.5% to 39.5%, in line with market expectations, following the rate cut decision taken at its September meeting. The Committee lowered the overnight lending rate from 43.5% to 42.5%, and the overnight borrowing rate from 39% to 38%.

In December, in its ninth interest rate decision of 2025, the Monetary Policy Committee (MPC) of the Central Bank of the Republic of Türkiye (CBRT) decided to reduce the one-week repo auction rate, which is the policy rate, by 150 basis points from 39.5% to 38%, in line with market expectations, following the rate cut decisions taken at its September and October meetings.

The Committee also lowered the overnight lending rate from 42.5% to 41%, and the overnight borrowing rate from 38% to 36.5%.

Exchange Rates and Exchange Rate Policy

The USD/TRY exchange rate, which started 2025 at TRY 35.36, rose to TRY 37.94 by the end of March, appreciating by approximately 7.30%. During the same period, the EUR/TRY exchange rate increased from TRY 38.23 to TRY 41.03, up by approximately 7.32%. The upward trend in exchange rates continued in the second quarter of the year, with USD/TRY closing the quarter at TRY 39.81 and EUR/TRY at TRY 46.93. In the third quarter, exchange rates continued to rise at a moderate pace. The USD/TRY exchange rate increased from TRY 39.81 at the beginning of July to TRY 41.58 by the end of September, appreciating by a total of 4.45% during the quarter.

The EUR/TRY exchange rate increased from TRY 46.93 to TRY 48.79 over the same period, rising by 3.96%.

The limited upward trend continued in the final quarter of the year. The USD/TRY exchange rate, which started October at TRY 41.58, reached TRY 42.92 by the end of December, appreciating by 3.22%. The EUR/TRY exchange rate started October at TRY 48.79 and ended the year at TRY 50.55, increasing by 3.61%.

Equity Market

Throughout 2025, Borsa İstanbul displayed a notably volatile outlook.
The BIST 100 Index, which started the year at 9,830 points, closed the first quarter at 9,659 points.
The BIST Participation 100 Index, which started the year at 9,195 points, closed the first quarter at 9,768 points.

The volatile outlook continued in the second quarter, with the BIST 100 Index closing the quarter at 9,948 points. The BIST Participation 100 Index reached 10,529 points. The third quarter ended with a generally positive trend. The BIST 100 Index closed the third quarter at 11,012 points, while the BIST Participation 100 Index closed at 12,535 points. In the fourth quarter of the year, a volatile yet generally balanced outlook prevailed. The BIST 100 Index ended the year at 11,261.5 points, while the BIST Participation 100 Index ended the year at 12,367.8 points.

Commodity Market

Gold, which started January at USD 2,625 per ounce, followed an upward trend throughout 2025, driven by rising geopolitical risks globally, financial uncertainties, and a marked strengthening in safe-haven demand. During this period, growing expectations of interest rate cuts by major central banks, particularly the Federal Reserve, put pressure on real interest rates and increased the appeal of gold. Together with the relatively weak course of the dollar and rising demand from investment funds, gold per ounce tested the USD 4,549 level and ended the year at USD 4,313.

The rise in silver was much sharper and more divergent. Silver, which started 2025 at USD 28, faced strong industrial demand, driven not only by safe-haven demand but also by its increasing use in renewable energy, electronics, and electric vehicle production. Since silver supply is largely generated as a by-product of other base metals, limited supply flexibility caused the increase in demand to be reflected in prices more rapidly. As a result of these developments, silver prices broke a historic record and closed the year at USD 71.

Brent crude oil started 2025 at USD 75 per barrel and, after following a volatile course during the year, ended the year at USD 60.

Annual Global Economic Outlook

In 2025, the global economy displayed a moderate yet fragile growth outlook under the lagged effects of the high inflation and tight monetary policies experienced in previous years. Economic activity diverged significantly across countries and regions. This divergence was mainly driven by monetary policy stances, geopolitical developments, and debt levels.

In advanced economies, inflation continued to decline compared to 2024. However, services inflation and wage increases remained persistent risk factors for price stability. In this context, major central banks, particularly the U.S. Federal Reserve and the European Central Bank, adopted a cautious and gradual policy approach despite expectations for interest rate cuts. Tight financial conditions exerted pressure, especially on investment and housing demand.

In emerging economies, the outlook was more complex. While high global interest rates limited capital flows, growth was suppressed in countries with high external financing needs and macroeconomic vulnerabilities. By contrast, economies that maintained fiscal discipline, strengthened their external balances, and prioritized structural reforms demonstrated relatively more resilient performance.

Geopolitical risks continued to be a key factor affecting the global economy in 2025. Tensions centered on the Middle East and Eastern Europe created uncertainty through energy supply and commodity prices. This pointed to a period in which globalization lost momentum and the contribution of trade to growth weakened.

On the other hand, technological transformation served as an important balancing factor for global growth. In particular, investments focused on artificial intelligence and digitalization supported the medium-term growth outlook. The services sector outperformed manufacturing and became one of the main drivers of global growth.

As a result, 2025 was a period characterized by high uncertainty, limited growth, and cautious policy preferences for the global economy. Despite the decline in inflation, tight monetary policy conditions and geopolitical risks showed that the global economy remained fragile.

4.02 Information on Investments Made During the Accounting Period

In 2025, our Company generally made fixed asset investments within this framework. The breakdown of the total fixed asset investment of TRY **283,413,397** by type of purchase is presented below

	Investment Amounts
Fixtures and Installations	7,403,037
Special Costs	11,016,622
Rights and Software	244,310,559
Vehicles	20,683,179
Total	**283,413,397**

4.03 Our Activities Concerning Corporate Communications

In 2025, our Corporate Communications unit managed our Company's representation and communication activities across all communication channels with a holistic approach. It also provided effective support for the printed and digital communication needs of our other units, particularly in the areas of corporate document preparation, visual content production, and presentation design. The main initiatives in which the Corporate Communications unit played an active role throughout 2025 are presented below.

As part of communication and advertising activities, periodic announcement and advertising campaigns were carried out each month for different campaigns and product promotions. These campaigns were shared with the public through newspapers, magazines, radio, sectoral publications, websites, and social media accounts.

Advertising campaigns focused on new products and services, including PPS, PPS for under-18s, funds, and insurance products, were carried out. In particular, in line with the communication, awareness, and performance targets of Erken PPS, our PPS product for under-18s, we continued to support the Digizoo children's entertainment park, which was relocated to Mall of Istanbul. In this context, corporate identity and digital communication activities continued under the Katılım Emeklilik Digizoo brand, and booth installations, communication materials, and event planning were carried out. Through these activities, Erken PPS was positioned among children and families through an experience-oriented communication model.

New advertising productions were prepared for digital publications, print media, and visual media to promote all our products and services, and their publication processes were managed. The content was designed in line with the dynamics of each medium.

Communication activities were carried out to increase the awareness of the Katılım Sağlık brand, which we created for the products we offer in the health segment, and to promote it to wider audiences.

As part of press and public relations activities, Katılım Emeklilik content generated a total of 3,300 media mentions across print media, digital media, and visual media in 2025. Of these mentions, 617 appeared in print media, 2,604 in digital media, and 79 on TV.

During the January to December 2025 period, the 617 print media mentions reached 41,297,888 people, while the news coverage, which occupied 92,252 stxcm, generated an advertising value equivalent of USD 197,139. During the same period, Katılım Emeklilik news content generated a total of 2,604 digital media mentions and 79 TV mentions. Throughout the year, measurable communication channels reached 65,128,081 people and generated an advertising value equivalent of USD 886,166.

In 2025, a total of 11 TV appearances were planned on financial content channels such as A Para, CNBC-e, Bloomberg HT, NTV, and Habertürk. Six interview projects were carried out in national and sectoral media outlets such as Sabah Newspaper, Anadolu Agency, and BEST Magazine, and the Company was featured in 16 feature stories in national newspapers and national and sectoral magazines. In collaboration with Platin Magazine, one Katılım Emeklilik special supplement was prepared. Thirteen media visits were made to outlets such as Turkuvaz Media, Türk Media, Takvim, Akşam, and NBE newspapers, as well as Ülke TV, Haber 7, and Ekol TV.

Based on the results achieved in print media, Katılım Emeklilik ranked second in the sector after its competitor Allianz in terms of number of news articles, reach, advertising value equivalent, and stxcm coverage.

Monthly e-bulletins, fund bulletins (macrophone), and employee participation bulletins are sent to all our customers and employees with up-to-date information and monthly fund analyses. Announcement and informational emails are prepared by our departments as necessary for both internal and external communication purposes.

When analyzing the access numbers of our social media accounts for the year 2025, the access figures are as follows:

- 7,143,963 people were reached through our **Instagram** account,
- 4,963,202 people were reached through our **Facebook** page,
- 83,338 people were reached through our **X** account,
- 27,901 people were reached through our **LinkedIn** account,
- 11,575,769 people were reached through our **YouTube** channel.

As of December 2025, the number of followers on our social media accounts is as follows:

- **Instagram:** The number of our followers, which was 15,304 in December 2024, has increased to 20,074 as of December 2025.
- **Facebook:** The number of our followers, which was 51,063 in December 2024, has decreased to 50,536 as of December 2025.
- **X:** The number of our followers, which was 19,869 in December 2024, has decreased to 19,735 as of December 2025.
- **LinkedIn:** The number of our followers, which was 8,095 in December 2024, has increased to 9,249 as of December 2025.
- **YouTube:** The number of our followers, which was 5,230 in December 2024, has increased to 5,300 as of December 2025.

As part of the special communication projects and brand promotion programs carried out on our YouTube channel, content featuring expert participants was produced to increase insurance literacy and promote savings awareness. In addition, through the "I Have a Dream" series, we created a content format that features the dreams of different individuals and strengthens social engagement. Our channel, which offers a broad range of content, including child development, reached 11,575,769 views in 2025. These activities increased our brand's digital visibility and credibility. As of 2025, in addition to existing content, product promotion videos and special digital advertising projects were also launched on the YouTube platform.

As part of our internal communication and corporate social responsibility activities, promotional activities were carried out and gifts were distributed during religious holidays, special days, customer events, and various other events.

As part of our corporate responsibility approach and in line with our vision of leaving a more livable environment for future generations, 10,000 saplings were planted in the Bayramiç district of Çanakkale, which was damaged by fires, in collaboration with the Environmental Organizations Solidarity Association (ÇEKÜD). Communication activities were also carried out for the Katılım Emeklilik Memorial Forest established in the region.

As part of our Corporate Social Responsibility strategy, 30 Hospital Workshops were organized throughout 2025 in collaboration with the Katılım Sağlık brand and the Gülmek İyileştirir Association at 13 different hospitals, including Kartal Dr. Lütfi Kırdar City Hospital, Medipol Mega Hospital, Şişli Memorial, and Ümraniye City Hospital. Through these Hospital Workshops, we reached 200 children receiving cancer treatment in the oncology and hematology departments, together with their families. A donation was made to the Turkish Foundation for the Education of Gifted and Genius Children (TÜZDEV).

As part of the Katılım Emeklilik Digizoo collaboration, children from various associations and schools were hosted at Digizoo throughout the year. This contributed to children's learning in the fields of both science and financial literacy in an enjoyable way, while also promoting our brand.

As part of our event and organization activities, various events and booth activities were carried out to increase Katılım Emeklilik's brand awareness and visibility. During these events, one-on-one communication was established with participants and potential participants.

A donation was made to the Turkish Foundation for the Education of Gifted and Genius Children (TÜZDEV), and during Foundations Week, a booth was set up in Üsküdar Square for two days and communication materials were distributed.

We served as a sponsor for the Happy Mother Fest and Bilge Çocuk Magazine Short Story contests. Through the booth, brochures, and face-to-face communication activities, contact was established with children and their families.

We participated as a sponsor in leading industry fairs and summits such as the Bancassurance Summit, the 4th International Insurance Fair and Congress, and the 3rd KASİDER Women in the Insurance Sector Summit. Through booths, brochures, posters, B2B meetings, and sessions, the Company established contact with agents, brokers, and insurance sector stakeholders across the industry and throughout the country.

At Marmara University and Konya Karatay University, booths were set up, the Company was represented in sessions and panels, and communication activities were carried out with the academic community and students.

In collaboration with Minika Go Magazine, a Turkuvaz Media Publishing outlet, the "Science Academy Children's Event" was organized at Üsküdar Science Academy. More than 80 children and their families toured the science academy, and parents were informed about Erken PPS and PPS.

In October, our 2030 Constellation strategy meeting, where we defined our institution's vision and strategies, was held with the participation of our managers and senior management.

4.04 **Our Strategic Marketing Activities**

2025 In 2025, we continued our activities to develop our product portfolio in a way that serves all customer segments. The issuance screens for our PPS and Health products offered for sale through our website were simplified, accelerating the sales processes and improving the customer experience.

Pratik PPS, Erken PPS, and Supplementary Health products were added to the Katılım Emeklilik mobile application and made available for sale, and development work was initiated for the integration of Life and Personal Accident products. In addition, project work was launched to merge the Katılım Emeklilik and Katılım Sağlık mobile applications.

Sales of Personal Accident and Credit Life products continued through Kuveyt Türk Mobile and Internet Branch channels, and more than 16,000 Pratik PPS sales were made during the relevant period. The product range on Kuveyt Türk's digital channels was expanded with the launch of the Erken PPS plan, generating more than 2,500 contracts. In addition, our Private Health Insurance products were also added to our digital channels. Through Albaraka Türk Mobile and Internet Branch channels, nearly 5,000 contracts were sold under the Erken PPS plan and nearly 20,000 under the Pratik PPS plan. The product portfolio on Albaraka Türk's digital channels was expanded with the launch of Supplementary Health and Travel Health products.

To offer more flexible solutions tailored to customer needs, the Comprehensive Life and Comprehensive Personal Accident products, which allow coverage amounts to be determined freely, were made available for sale through both of our bank distribution channels. The necessary work to increase the minimum contribution amounts and deduction amounts under our Erken PPS, Pratik PPS, and Rahat Katılım plans was completed, and our new plans were launched through our distribution channels. The "Pırıltı PPS" personal pension plan, designed specifically for female entrepreneurs, was launched for sale at Kuveyt Türk branches.

The "Foreign Currency-Indexed Life Insurance" product, developed to offer an alternative to customers seeking foreign currency-based protection, was made available for sale through both of our bank distribution channels. Support was provided for initiatives aimed at increasing coverage and premiums in renewable life and personal accident policies.

More than 10 campaigns were designed and implemented in collaboration with Kuveyt Türk and Albaraka Türk to provide additional benefits to our participants. In addition, a campaign was designed for our Erken PPS and Pratik PPS products offered for sale on Katılım Cep, increasing our product sales in digital channels. To enable our participants to benefit from the state contribution at the maximum level, regular reminder activities were carried out regarding the amounts they could contribute by the end of the year, thereby generating additional contribution inflows into the system.

Throughout the year, in addition to reports on participation insurance and general sector developments, weekly fund indices, press releases, campaigns, and sales team commission reporting, the Competitive Report was periodically shared with internal and external stakeholders of the Company.

4.05 **Alternative Distribution Channels**

At Katılım Emeklilik ve Hayat A.Ş., the Alternative Distribution Channels Directorate added 20 new agencies and 7 new brokers after December 2024, in line with efficient growth strategies in the Agencies and Brokers sales channel. Accordingly, as of the end of December 2025, the total number of agencies increased to 100 and the number of brokers to 49.

In 2025, the Private Client Management unit under Alternative Distribution Channels carried out fund retention activities and generated new fund inflows through cross-selling.

Through the Business Partnerships Sales Channel, significant momentum was achieved in bancassurance and digital bancassurance, resulting in steadily growing premium production. The number of savings finance companies worked with was increased, and growth was recorded in premium production.

In 2026, the sustainable growth strategy will continue through alternative distribution channels by increasing the number of agencies, deepening the broker channel, and leveraging agreements made with the bank channel and savings finance companies.

4.06 Other Information under the "Regulation on the Determination of the Minimum Content of Companies' Annual Activity Reports"

If a Group Company; all other measures to be taken or avoided in favor of the Company or any affiliate with or by direction of the Holding Company

In the examinations conducted by the Board of Directors, it has been determined that all necessary transactions have been carried out and all necessary measures have been taken with the parent companies and their subsidiaries in 2025. To the best of the company's knowledge, appropriate countermeasures have been taken to avoid any potential losses, and no actions or omissions have been taken that may result in loss. Furthermore, there have been no transactions or measures that require settlement within this context.

Information on Whether Appropriate Consideration Was Provided in Legal Transactions Carried Out with the Controlling Company or Its Affiliates, and Whether Any Measures Were Taken or Avoided to the Detriment of the Company

During the reporting period, all legal transactions carried out with the controlling companies and their affiliates were conducted in accordance with market precedents and the principle of good faith. It was determined that, in transactions carried out in favor of the controlling companies or their affiliates, appropriate consideration was provided, all necessary measures were taken, and no action was taken or avoided in a manner that could cause loss to the Company.

Information on the Company's Direct or Indirect Equity Participations and Shareholding Ratios

The Company has no equity participations other than the shares of Emeklilik Gözetim Merkezi A.Ş., which it is required to hold pursuant to the applicable legislation. Since the relevant amount is below the statutory investment limit for equity participations, it is classified as other financial assets.

Information on the Company's Acquired Own Shares

The Company has not acquired any of its own shares.

Disclosures on Special Audits and Public Authority Audits Conducted During the Accounting Period

The audits undergone by our Company in 2025 are as follows:

- Independent audits conducted twice a year in accordance with the Turkish Commercial Code and insurance legislation.
- Audit of state contribution transactions by the Insurance and Personal Pension Regulation and Supervision Agency (IPRSA).
- Regulatory compliance audit by the Insurance and Personal Pension Regulation and Supervision Agency (IPRSA).
- Independent audit conducted by an independent audit firm under pension legislation for the pension mutual funds established by our Company.
- Audits conducted at various times by a CPA firm within the scope of corporate income tax full certification.
- Audits conducted by the independent auditors of our shareholders within the scope of BRSA requirements.
- Audits conducted by the inspection boards of our shareholders.

Information on Lawsuits Filed Against the Company That May Affect the Company's Financial Position and Activities, and Their Possible Outcomes, as Well as Administrative or Judicial Sanctions Imposed on the Company and Members of the Governing Body

Lawsuits filed against the Company are not at a level that would affect the Company's activities or financial position. In addition, lawsuits filed against the Company are disclosed in Note 42 to the financial statements.

Disclosures on Administrative or Judicial Sanctions Imposed on the Company and Members of the Governing Body Due to Practices in Violation of Legislative Provisions

There are no judicial or administrative sanctions imposed on our Company or the members of our Board of Directors due to practices in violation of legislative provisions.

Information on Donations and Aid Made by the Company During the Year and Expenditures Made Within the Scope of Social Responsibility Projects

In 2025, our Company made donations and provided aid totaling TRY 805,000 to various institutions and organizations in line with its understanding of social benefit and social responsibility.

If an Extraordinary General Assembly Meeting Was Held During the Year, Information on the Extraordinary General Assembly Meeting, Including the Date of the Meeting, the Resolutions Adopted at the Meeting, and the Related Actions

No Extraordinary General Assembly Meeting was held by our Company during the reporting period, and all resolutions were adopted at the Ordinary General Assembly Meeting.

Analysis and Evaluation of the Company's Operating Results, the Degree of Achievement of Planned Activities, and the Company's Position Against Its Defined Strategic Goals

Our Company largely adhered to the strategic goals and operational plans set in previous periods, and its actual performance data was fully aligned with the projected targets. All resolutions adopted by the General Assembly during the period were implemented with due care, and no disruptions or deviations from targets occurred during the implementation of these resolutions. In this context, the amounts reflected in the summary actual income statement are as follows.

Account Group	Account Total
Non-Life Technical Income	2,389,998,904
Non-Life Technical Expenses*	-2,801,363,254
Life Technical Income	915,024,349
Life Technical Expenses*	-661,841,326
Pension Technical Income	1,069,047,921
Pension Technical Expenses*	-909,835,922
Investment Income	1,276,616,089
Investment Expenses	-125,621,166
Other Income/Profit - Expense/Loss	-30,538,566
Net Profit for the Period	**813,918,696**

(*) The values mentioned-above include the distribution of all expenses under the segments related to the methods determined within the scope of legal legislation.

The investments made were largely aimed at bringing the information technology infrastructure to a level capable of both supporting sector-specific operations and enabling our Company to achieve its ambitious targets.

In this context, 93% of the Company's targeted general expenses for 2025 were utilized. During the same period, 89% of the targeted Personal Pension technical income and 71% of the targeted insurance technical income were realized. In total, 82% of the targeted insurance and pension technical income was realized.

Section 5

RISKS AND THE GOVERNING BODY’S ASSESSMENT

5.01 Activities of the Units Established under Internal Systems

Pursuant to the "Regulation on Internal Systems of Insurance and Personal Pension Sectors" published in the Official Gazette numbered 31670 and dated November 25, 2021, our Company has established an Internal Control and Compliance Department, Risk Management Unit, and Actuarial Unit as required by the regulation. Dedicated managers have been appointed to oversee these units.

Our Company has developed Internal Control Systems, Risk Management, and Actuarial Unit Regulations in line with the principles outlined in the regulation.

In 2023, an Audit Committee consisting of two members of the Board of Directors was established. The Internal Control and Compliance Department, Risk Management Unit, and Actuarial Unit operate under the supervision of the Company's Audit Committee.

Internal Control:

In order to carry out Internal Control activities, effective internal control systems are implemented. These control activities align with the Company's strategy and business objectives, as well as Company policies and legal obligations, while operating within the risk appetite determined by senior management.

Internal control encompasses the control environment, risk assessment, control activities, information & communication, and monitoring. Through these processes, reporting activities are carried out comprehensively and accurately, operations are conducted efficiently and effectively, and activities are executed in compliance with legislation and internal regulations. The efficiency of internal control systems is ensured while performing these activities, with the aim of fulfilling the strategic goals and objectives of our Company.

Ongoing efforts are made to ensure complete adherence to regulations in the company's workflows, procedures, and job descriptions. Periodic controls are conducted to verify compliance with legal and internal regulations, identify corrective and preventive actions based on control results, concentrate and analyze these actions according to their sources (processes, systems, individuals), and implement necessary actions and improvements. The Internal Control Systems provide reasonable assurance to our Company in accomplishing its goals and objectives.

Risk Management:

For risk management activities, assessments are conducted to identify potential threats and opportunities that may hinder the achievement of the company's goals, based on the company's vision, mission, values, and strategic objectives.

A risk management system is implemented to measure, monitor, control, and report risks. Risk management policies and implementation procedures are developed in line with risk management strategies and are strictly adhered to. When planning activities involving new products and transactions, all risks are taken into account, including compliance with laws and relevant regulations, adherence to company policies and insurance practices, potential misconduct, and potential damage to the organization's reputation and its employees.

Adequate assessments are made to understand and evaluate these risks. A Risk Control Matrix has been established and is followed to monitor changes in risks over time. Risks are categorized based on priority, probability of occurrence, potential magnitude of losses, and time intervals. Additionally, the factors that may be impacted by each risk are defined.

Actuary:

AThe actuarial function provides assurance to the senior management and the Agency on the general pricing policy of the company, the actuarial adequacy of reinsurance agreements, the financial position of the organization, the reliability and adequacy of technical provisions, and the continuity and profitability of pension plans.

The actuarial function takes necessary measures to determine the minimum required data content for calculations and ensures that the data recorded by relevant units of the organization meet the established minimum content standards. These actions provide assurance on the accuracy and reliability of actuarial calculations and data used within the organization.

Legal Compliance:

The Legal Compliance Department, reporting to the Board of Directors under the Internal Systems Directorate, plays an active role in ensuring compliance with relevant legislation, particularly insurance, pension, and personal data protection regulations.
The objective is to design new products and services planned by

the Company in line with existing legislation and to align current products and services with changes in legislation.

Throughout 2025, parallel to our strategy of enhancing the efficiency of the products and services currently offered, efforts were undertaken to establish the necessary legal infrastructure.

In addition, compliance risks in new processes, products, and services were assessed, and opinions were provided to Company departments regarding potential control points. Incoming correspondence to the Company was reviewed, and internal notifications and guidance were provided. Requests for opinions submitted by Company departments were promptly addressed.

Priority was given to compliance with the Insurance Law, the Personal Pension Law, the Personal Data Protection Law, the Turkish Code of Commerce, and other applicable regulations, and internal announcements were issued accordingly. In cases of legislative amendments, the Company worked in collaboration with the relevant departments to ensure alignment with new regulations.

Furthermore, legal consultancy was provided in the preparation of contracts to be concluded between customers, suppliers, and the Company.

In line with Personal Data Protection Law No. 6698 and related secondary regulations, the Company diligently continued its work on the processing, protection, transfer, and storage of personal data during the year.

As part of personal data security efforts, the Company participated in projects aimed at developing administrative and technical measures and raising awareness about personal data protection.

The Company participated in sector-wide legislative development activities, including attending meetings of the Personal Data Protection Review and Research Committee of the Association of the Insurance, Reinsurance and Pension Companies of Türkiye.

As part of regulatory compliance controls, a quarterly regulatory compliance report was prepared and submitted to senior management.

Internal Audit Activities

The internal audit system of Katılım Emeklilik ve Hayat A.Ş. is established in accordance with the "Regulation on Internal Systems of Insurance and Personal Pension Sectors" published in the Official Gazette numbered 31670 and dated November 25, 2021.

The audit activities carried out by the Internal Audit Directorate are conducted through a systematic and disciplined approach aimed at improving the Company's processes, adding value, and supporting the achievement of its strategic objectives.

The Directorate operates directly under the Board of Directors for the purpose of auditing Company activities within the framework of risk-based and periodic audit plans and providing advisory services. Functionally, it reports to the Board of Directors through the Audit Committee.

The scope of internal audit activities includes examining and evaluating the effectiveness and adequacy of internal control, risk management, and administrative processes, and providing reliable, independent, and objective opinions, as well as recommendations for improvement and development, regarding these processes. In addition, the investigation of financial crimes also falls within the responsibilities of the Internal Audit Department.

In 2025, the Internal Audit Directorate carried out 13 audits and follow-up activities relating to audits conducted in previous periods. The relevant reports were shared with Senior Management and the Board of Directors.

As the Internal Audit Director also serves as the fund auditor for the pension mutual funds established by the Company, review activities were conducted in relation to these funds during the period, and significant deficiencies identified were reported to the Fund Board.

Within the scope of the Regulation on Insurance and Personal Pension Activities within the Framework of Participation Principles, the Company's activities were assessed for compliance with Participation Insurance principles and standards, as well as Advisory Committee decisions, and a participation internal audit report was prepared.

Contributions were made to the development of the Disciplinary Regulation, Procurement Regulation, and Risk Acceptance Process, which were prepared to support the Company's ethical principles, compliance practices, and corporate governance structure. In addition, a Whistleblowing Hotline Policy was prepared and put into practice.

As of the end of 2025, the Internal Audit Directorate had a staff of five, and training programs were organized to improve their professional knowledge, skills, and competencies.

Our Technical and Actuarial Activities

Within the Scope of Life and Personal Accident Insurance:

In 2025, Katılım Emeklilik ve Hayat A.Ş. continued to sell all products covering bodily risks, and the products were updated at least in line with the inflation rate to ensure that coverage amounts do not lose value against inflation. The following products continued to be offered through bank and agency distribution channels in the Life and Personal Accident Insurance segment:

- Credit Life Insurance,
- Critical Illness Insurance,
- Women's Cancer Insurance,
- Education Protection Insurance,
- Life Insurance for SMEs,
- School Installment Protection Insurance,
- Credit Life Insurance with Unemployment Coverage,
- Personal Accident Insurance Packages Offered with Enhanced Assistance Services,

In 2025, the Company prepared two new insurance products in response to changing customer needs and to accelerate issuance processes, and began selling these products during the year.

After evaluating the requests received through the bank channel, the Company launched Comprehensive Personal Accident Insurance and Comprehensive Life Insurance products, under which coverage amounts are automatically determined by the system based on the premium amount the insured can afford, and which include death coverage and other supplementary coverages. Through these products, the Company addressed the policy needs of insured persons who are able to pay lower premiums. In response to requests from customers and distribution channels, the Company also launched a Foreign Currency-Indexed Life Insurance product, with the aim of preserving the value of coverage against potential exchange rate shocks.

As of December 31, 2025, the total number of life insurance policies/participation certificates in force was 292,626, and total life insurance premium production amounted to TRY 993 million.

In the Personal Accident segment, as of December 31, 2025, the total number of personal accident insurance policies/participation certificates in force was 116,446, and total premium production amounted to TRY 607.8 million.

The Technical and Actuarial Unit conducted pricing studies for a total of 264 groups in response to requests from the agency and bank channels, and prepared quotation forms for corporate customers. Of these quotations, production was realized for 59 by the Company.

As part of regulatory compliance efforts, the necessary updates and improvements were made in 2025 to the TFRS 17 Reporting Model used by the Company, and the model continued to be used by business units in TFRS 17 reporting. Using the outputs obtained from the actuarial cash flow modeling program, economic assumptions, and actual data arising from risk acceptance and risk realization, the model provides technical results on a unit-of-account basis in accordance with the TFRS 17 measurement models determined for the segments. These technical results are used directly in statutory reporting. To avoid being affected by possible changes in 2025 and to enable faster and more effective reporting in TFRS 17 processes, the Company continues to research different reporting programs available in the market and holds meetings in this regard.

To anticipate possible risks and take preventive measures in advance, the Company analyzed the retention and limit amounts required for reinsurance protection against catastrophic risks.

Within the scope of the same study, an agreement was also reached with an expert firm capable of analyzing the possible impact of a potential Marmara earthquake on the Company's portfolio, assessing the potential claims burden the Company may face, and conducting risk analysis.

Within the scope of Personal Pension

The Company has a total of 40 pension plans and 2 Pension Income Plans defined in the Pension Monitoring Center system, which remain active and available for sale. The Company monitors renewal and revision processes for its plans by taking into account changing customer needs and the current economic environment.

In line with its digitalization efforts, the Company carried out work on the sale of pension plans through the Mobile Branch and rapidly began selling personal pension contracts.

In 2025, the Company completed work on a product that offers private health insurance coverage to participants in the Personal Pension System who have become entitled to retirement and will transfer to a Pension Income Plan within the Company, particularly considering that access to health insurance may be relatively difficult due to advanced age. This product, which is new to the sector, was submitted to the Pension Monitoring Center for approval. Sales of the product are expected to begin in 2026.

5.02 Activities Carried out in the Framework of Business Continuity Management

The Regulation on Internal Systems of Insurance and Personal Pension Sectors, published in the Official Gazette on 25.11.2021 with the number 31670, states, "In order to ensure that organizations can continue their operations or recover promptly in the event of disruptions or crises caused by factors such as war, terrorist incidents, strikes, lockouts, civil unrest, epidemics, fires, natural disasters, IT-based attacks, and business interruptions in their partners, it is mandatory for them to establish a business continuity management framework approved by the board of directors that aims to minimize the operational, financial, legal and reputational negative consequences." Our company's existing business continuity management plan has been updated in compliance with the mentioned regulation and implemented upon approval by the Board of Directors. The Business Continuity Management Plan covers the following aspects:

- Conducting studies on business impact analysis.
- Determining strategies for recovery.
- Performing risk analysis.
- Identifying strategies for Business Continuity.
- Developing management plans for Business Continuity interruptions.
- Creating a Business Continuity plan.
- Establishing Emergency and Contingency Plans.
- Defining the organizational structure, roles, and responsibilities for Business Continuity management.
- Implementing the Business Continuity Incident Management process.
- Conducting training programs for Business Continuity.
- Creating plans and programs for testing and exercises.

5.03 Information on Outsourced Services Procured by the Company's Internal Systems and Departments Outside Internal Systems

Department Receiving the Service	Subject of the Service
Office of the Assistant General Manager of Finance, Legal and Internal Services	Vehicle Renting
	Vehicle Fuel Management Service
	Consultancy Service
	Security Service
	Communication Service
	Audit Service
	Office Rent and Building Manag.
	Landscape Maintenance
	Tourism Travel Support Service
Office of the Assistant General Manager of Information Technologies	Consultancy Service
	Hardware Software Maint. Serv.
	Security Service
	Communication Service
	Software Application
Office of the Operations Director	Archive Service
	Consultancy Service
	Communication Service
	Sending Parcel Service
	System Support Service
	Message Management System
Fund Operations, Asset Management and Economic Research Department	Brokerage Service
	Information Service
	Audit Service
	Accounting
	Custodian Service
	Software Application
Human Resources and Strategy Department	Outsourcing Personnel Employment Service
	Human Resources Training and Consultancy Service
	Occupational Health and Safety Service
	Tourism Travel Support Service
	Software Application

Health Insurance Technical and Indemnity Department	Provision Service
Health Insurance Product and Sales Department	Assistance Service
Marketing and Customer Services Department	Assistance Service
	Consultancy Service
	Communication Service
Actuary Department	Consultancy Service
	Actuary Service
Corporate Communication Department	Consultancy Service
	Media Planning and Media Purchasing Service
	Software Application
	Design/Video/Production Implementation Services

5.04 Participation Insurance and Participation Compliance

(a) Participation Compliance Policy

An Advisory Committee has been established within the company to ensure and oversee compliance with participation principles in accordance with the Regulation on Insurance and Personal Pension Activities within the Framework of Participation Principles, published by the Insurance and Personal Pension Regulation and Supervision Agency on the Official Gazette dated 19.12.2020 and numbered 31339.

All products and services offered by Katılım Emeklilik ve Hayat A.Ş., as well as any form, agreement, policy, and information note, are subject to the approval of the Advisory Committee. Products and services that have not been approved by the advisory committee cannot be sold, risks and subjects related to such products cannot be covered, and no benefits can be obtained from them.

All payments received and made by the company, the selection and assessment of assets for investment, cash management, and other financial activities are carried out in accordance with the principles of participation.

The most important principle of our Company in the personal pension, health, life and personal accident segments is the due diligence exercised to participation principle in all operations and agreements.

Our company conducts Participation Insurance activities under the authority of all insurance licenses issued by the Ministry of Treasury and Finance of the Republic of Türkiye.

(b) Activities within the Scope of the Participation Compliance Regulation

1) Advisory Committee

An Advisory Committee has been established within the company to ensure and oversee compliance with participation principles in accordance with the Regulation on Insurance and Personal Pension Activities within the Framework of Participation Principles, published by the Insurance and Personal Pension Regulation and Supervision Agency on the Official Gazette dated 19.12.2020 and numbered 31339.

The distribution of duties among the members of our Advisory Committee is determined as follows.

Chairman of Advisory Committee	Vice-Chairman of Advisory Committee	Member of Advisory Committee
Prof. Dr. Hamdi DÖNDÜREN	Mustafa DERECİ	Mehmet ODABAŞI

2) Advisory Committee Meetings

The Advisory Committee Meeting Dates in 2025

January	February	March	April	May	June
17.01.2025	28.02.2025	21.03.2025	25.04.2025	23.05.2025	20.06.2025
July	**August**	**September**	**October**	**November**	**December**
25.07.2025	22.08.2025	19.09.2025	24.10.2025	21.11.2025	29.12.2025

3) Participation Compliance Unit

The Participation Compliance Unit has been established under the General Manager in accordance with Article 11 of the Regulation on Insurance and Personal Pension Activities within the Scope of Participation Principles.

According to paragraph (3) of Article 1 of the working principles of the Participation Compliance Unit under the Communiqué on Participation-Based Insurance and Personal Pension Activities (2021/3), the Participation Compliance Unit is responsible for submitting reports to the Board of Directors and Advisory Committee on a quarterly basis. In compliance with these duties and responsibilities, reports were prepared and approval of the Board of Directors was obtained.

As per paragraph (3), Article 13 of the Regulation on Insurance and Personal Pension Activities within the Scope of Participation Principles, "the data are sent to the Agency and Association data on monthly basis by the pension companies through Pension Supervision Center and by other companies and institutions directly." Participation data is shared with the Institution on a monthly basis.

In accordance with Article 6 of the Regulation on Insurance and Personal Pension Activities within the Scope of Participation Principles, the ratifications of the Advisory Committee have been prepared for Participation Based Funds, and the ratifications for each of our funds have been completed.

The fund ratifications have been uploaded to the section of our website where fund information is available, under the title "Fund Permits," for informational purposes.

Paragraph 2, Article 6 of the Regulation on Insurance and Personal Pension Activities within the Scope of Participation Principles states that reinsurance activities can be conducted with the approval of the Advisory Committee. Therefore, a letter of approval was drafted for the reinsurance transactions of Katılım Emeklilik ve Hayat A.Ş., and the approval and signature of our Advisory Committee members were obtained.

Our Advisory Committee has fulfilled its reporting obligation as per the provision stated in the 1st paragraph of the 3rd article titled "Reporting of the Advisory Committee" of the Communiqué on Participation-Based Insurance and Personal Pension Activities (2021/3), which was published within the framework of participation principles. According to this provision, the advisory committee is required to prepare a report containing observations and assessments on whether the company or organization's activities during the respective calendar year comply with participation principles. The report must be submitted to the company or organization's board of directors by the end of the third month following the end of the relevant year. Additionally, a copy of the report should be sent to the Institution by the company or organization before the end of the fourth month following the relevant calendar year. Approval was obtained from the Board of Directors and sent to the Institution.

Our conformity report has been prepared in accordance with the sub-paragraph "d) To annually assess the compliance of the offered products, services, and activities with participation principles" of the article titled "Duties and responsibilities of the advisory committee" in the Regulation on Insurance and Personal Pension Activities within the Framework of Participation Principles. Upon obtaining the signatures of our Advisory Committee members, the report has been published on the website of Katılım Emeklilik ve Hayat A.Ş.

Training

SEGEM organized Renewal Trainings on Participation-Based Insurance and the Personal Pension System.

Within this scope, 116 employees participated in the Renewal Training on Participation-Based Insurance and the Personal Pension System offered by SEGEM.

4) Participation Internal Audit

The first article titled "Procedures on the Preparation of Participation Internal Audit Report" in the "Communiqué on Participation-Based Insurance and Personal Pension Activities" (2021/3) specifies that the participation internal audit report should be prepared by authorized personnel from the internal audit unit. In accordance with this provision, Katılım Emeklilik ve Hayat A.Ş. has recruited personnel responsible for preparing the Participation Internal Audit report, who continue their duties within the Katılım Emeklilik Internal Audit Department.

Consultant Committee Opinion Indicating that Company Activities are Carried out in conformity with Katılım Finance Principles


Katılım Emeklilik

KATILIM EMEKLİLİK VE HAYAT A.Ş.
KATILIM ESASLARINA UYGUNLUK RAPORU

KATILIM EMEKLİLİK VE HAYAT A.Ş. DANIŞMA KOMİTESİ
Tarih: 31.12.2025

Transactions of the Company with the Risk Group

Our company is unique in Türkiye as it is the only company where two banks contribute capital at the same rate. All commercial activities conducted by our company adhere to these contribution ratios. In this context, such situation is explicitly stated in article 32 "Quorum" of our Articles of Association as follows.

The Board of Directors shall convene with a minimum of three members present, constituting a majority. Decisions shall be made by a simple majority of the attendees, with the requirement that at least one member elected by the proposal of both founding shareholders votes in favor. Accordingly, if the meeting quorum consists of three members, decisions shall be made with the positive votes of two members (each elected by the proposal of one partner); if the meeting quorum consists of four members, decisions shall be made with the positive votes of three members (with one member elected by the proposal of each founding shareholder); and if the meeting quorum consists of five members, decisions shall be made with the positive votes of three members (with one member elected by the proposal of each founding shareholder). If none of the members requests a meeting, decisions of the Board of Directors may be taken by obtaining the written proposal of one board member on a specific matter, and with the approval of a sufficient number of members, provided that the decision quorum mentioned in the previous paragraph is met. The condition for the validity of a decision made in this manner is that the same proposal is made to all members of the Board of Directors."

Within this framework, our Company carries out activities in the Life, Personal Accident, Health Insurance, and Personal Pension segments with Kuveyt Türk Katılım Bankası A.Ş. and Albaraka Türk Katılım Bankası A.Ş., with which it has signed agency agreements under the same terms and conditions and which also hold equal shares in the Company's capital.

Information on Risk Management Policies Implemented by Risk Types

Outlined below are the risks that our company is exposed to, as well as the policies, procedures, and objectives that have been implemented by our company to measure and manage these risks.

The Company's risk management policies were designed to identify and analyze potential risks, set risk limits and controls, and monitor compliance. These policies and systems are reviewed on a regular basis to adapt to changes in market conditions and offerings. Through training and management standards, the Company aims to establish a disciplined and constructive control environment, ensuring that all employees understand their roles and obligations.

5.05 Insurance Risk

The management of insurance risk aims to mitigate risks that may arise from insurance contracts and policies.

Examples of such risks include the selection of insured risks in an unhealthy manner, insufficient determination of insurance premiums to cover future damages, and concentration due to the non-distribution of risks.

Given the unpredictable and fortuitous nature of risk, emphasizing the importance of risk assessment becomes crucial. In order to safeguard the financial and competitive strength of our company, each risk is fully categorized, policies are produced by determining appropriate premiums, and they are either accepted or rejected accordingly.

The company takes into account various factors such as market conditions, reinsurance agreements, turnover, profitability, and sustainable growth targets when preparing tariffs and determining prices.

Our company has established risk assessment processes with our contracted re-insurers, which have strict terms and conditions. This enables us to automatically generate a high volume of policies at the best possible price.

Our company's risk assessment criteria are used to carefully evaluate and determine whether to accept or reject non-standard risks. Furthermore, we maintain retention on certain ratios and transfer amounts exceeding the retention limit to the reinsurance company.

In order to establish an effective risk assessment policy regarding the insurance risks of our company, Risk Acceptance Regulation has been prepared and insurance risk assessment activities have been carried out within this framework. This regulation is revised every year in accordance with the new products and portfolio structure.

Within the scope of our Company's medical risk assessment operations, technical risk assessment is carried out by our own team directly and by getting support from a company experienced in the field of medical risk assessment procedures.

Our Company continuously monitors the loss/premium ratios, and supervises its reserve capabilities through regular and periodic reporting.

Our company's production strategy is based on the type of policy, the type of risk undertaken and the optimal distribution to the reinsurance companies according to the size.

The Company conducts reinsurance studies on life insurance policies only for risks associated with death benefits and additional coverage. The risk-based life insurance tariffs ensure that an amount, not exceeding the maximum retention limit determined through actuarial calculations for death benefit and additional coverage, is retained by the company. Any excess amount is transferred to the reinsurance companies we cooperate with under optional reinsurance agreements, such as surplus and quota-share reinsurance agreements.

We have entered into a dedicated surplus reinsurance agreement with our reinsurance partner to cover the risks associated with personal accident insurance, which can be offered as a standalone product in the accident segment.
The Company selects reinsurance companies based on certain criteria that are essential for ensuring reliable and high-quality services. These criteria also help to ensure that the reinsurers fulfill their obligations and are included in the Company's reinsurance program.

1. Financial strength and credit ratings issued by international credit rating agents
2. Long-term approach in business relations,
3. Competitive reinsurance premium prices,
4. Capacity opportunity provided in optional works and non-proportional (catastrophic) reinsurance contracts,
5. Information on risk assessment tools, new developments in the sector, and opportunities provided to the company for product development, training etc.
6. Being able for the company to perform the works within the principles of Islamic finance.

The risk amounts that exceed the retention amounts in proportional reinsurance contracts are transferred to reinsurers via optional reinsurance.
Furthermore, we have established a non-proportional excess of loss (XL) reinsurance agreement that aligns with the structure of our portfolio to safeguard the retention amount in the event of significant catastrophes such as earthquakes, floods, or incidents like traffic accidents or terrorist attacks involving public transportation vehicles. This agreement is subject to annual renewal, with adjustments made to accommodate changes in our existing insurance portfolio.

Operational Risks

This is the potential of direct or indirect damages arising from inadequate or ineffective internal processes, personnel, and systems, as well as external events. These risks encompass various factors such as supply chain disruptions, human resources challenges, customer satisfaction issues, sales fluctuations, business interruptions, and natural disasters. These risks are associated with the company's daily operations, business processes, and functions.
Controls are implemented in the management of Operational Risk to mitigate or minimize the potential for losses.

Financial Risks

The risks arising from the use of financial instruments are as follows:

- Credit risk
- Liquidity risk
- Market risk
- Currency risk

Credit Risk

Credit risk refers to the potential of loans extended to countries, individuals, or legal entities not being repaid. In order to mitigate or minimize the impact of this risk, financial management is conducted considering the credit ratings assigned by credit rating agencies where funds are deposited.

Liquidity Risk

It refers to the risk that assets may not be able to fulfill cash requirements. This risk arises when assets cannot be easily sold or converted into cash when needed. When the maturities of assets exceed the maturities of liabilities, liquidity risk is amplified.

The funds available to meet these liabilities are invested in short-term capital market instruments, considering the Company's short-term obligations. In order to maintain a conservative approach, it is important to allocate a provision equal to the Company's liabilities due within the next 3 months, which will be invested in capital market instruments or instruments with a maximum maturity of one month.

Market Risk

It is the risk of a financial institution experiencing adverse effects due to unexpected changes in market interest rates. Here, the term "interest" does not imply that our company imposes interest on current investments, but rather refers to the risk of interest-free products being influenced by interest rate volatility in the market.

In order to manage this risk, particular attention will be given to optimizing the company's financial income by implementing an investment strategy with the shortest possible maturity in capital and money market instruments, especially during periods of market volatility.

Currency Risk

It is the risk of a financial institution experiencing adverse effects due to unexpected changes in market interest rates. Here, the term "interest" does not imply that our company imposes interest on current investments, but rather refers to the risk of interest-free products being influenced by interest rate volatility in the market.

In order to manage this risk, particular attention will be given to optimizing the company's financial income by implementing an investment strategy with the shortest possible maturity in capital and money market instruments, especially during periods of market volatility.

Other Insurance Risks

It encompasses the potential challenges encountered by sales organizations in achieving the company's targets.

In order to effectively manage the risks associated with sales channels, a detailed assessment of Sales Channel risks has been conducted, allowing for thorough evaluation and the implementation of necessary actions to mitigate risks to an acceptable level.

Compliance Risk

This refers to the risks that may arise from non-compliance with, or violation of, the Law, other applicable legislation, Company policies and procedures, and insurance practices in the business and transactions carried out by the Company.

In addition to compliance risks related to insurance, personal pension, and other legislation to which we are subject, Participation Compliance Risks, MASAK (AML) Compliance Risks, and Personal Data Protection (PDPL) Risks are also evaluated within the scope of compliance risk.

Participation Compliance Risk

This term refers to the risks that may arise due to non-compliance with the regulations outlined in the "Regulation on Insurance and Personal Pension Activities within the Framework of Participation Principles" and the "Communiqué on Participation-Based Insurance and Personal Pension Activities."

Occupational Health and Safety Risk

This refers to risks that may cause material or non-material losses of varying frequency and magnitude, arising from hazards present in the workplace or originating externally, as well as from working conditions or the circumstances under which the work is performed.

Business Continuity Risk

These are the risks arising from events and circumstances that may directly or indirectly cause a partial or complete loss of function, for a short period, in hours, or a long period, in days, in one or more of the core capabilities/competencies required for the Company to provide its services.

Technical Risks

Insurance Risk and Insurance Risk Management Process

Insurance risk pertains to the potential for the premiums paid by the policyholder to be insufficient in covering the compensation required when the insured event occurs.

Given the unpredictable and fortuitous nature of risk, emphasizing the importance of risk assessment becomes crucial. In order to establish an efficient policy for assessing insurance risks within the company, a Risk Acceptance Regulation has been formulated, and comprehensive insurance risk assessment activities are conducted accordingly. The provisions of the Risk Acceptance Regulation are reviewed annually to align with the company's requirements and the evolving structure of the life insurance portfolio. This risk management process holds utmost significance within our company to guarantee optimal insurance coverage for our policyholders and to safeguard the financial stability of the insurance company.

Furthermore, the Risk Assessment Committee has persistently engaged in ensuring the efficient implementation of the company's insurance risk assessment activities. Pursuant to the agreement made to acquire a proficient and reliable service for conducting risk assessment studies concerning the company's insurance applications and compensation claims, Compu Group Medical Bilgi Sistemleri A.Ş. is responsible for executing all medical risk assessment procedures.

Our company employs globally recognized and widely accepted insurance risk assessment tools in the risk assessment process. In the evaluation of medical, personal and financial technical risks, controls are being made by utilizing the web-based insurance risk assessment instrument named GUM (Global Underwriting Manual) of RGA Global Reinsurance Labuan, Malaysia, one of our retakaful companies within our reinsurance program, and Life Guide of SWISS Reinsurance Company LTD. and the numerical risk rating results obtained from this program are being used accordingly.

Our Risk Acceptance Regulation undergoes an annual review to align with the evolving needs of our portfolio, including coverage, customers, and sales channels. Through discussions with our Risk Assessment Committee, necessary revisions are made to ensure the implementation of an effective risk assessment process. In addition to this, we engage the support of our contracted medical risk assessment organization to assess medical risks. Furthermore, our Company's Operation Team conducts assessments for personal risks (professional, hobby, lifestyle, geographical residence, and moral risks) as well as financial risks for prospective insured candidates.

In order to manage this risk, particular attention will be given to optimizing the company's financial income by implementing an investment strategy with the shortest possible maturity in capital and money market instruments, especially during periods of market volatility.

Personal (in terms of living conditions, occupation, morale, and hobbies) Risk Assessment

In the second stage of our insurance risk assessment process, information obtained from prospective insureds regarding their gender, lifestyle, place of residence, and occupation is assessed using insurance underwriting tools. Where necessary, risks are reassessed by requesting additional information and documents from prospective insureds.

Management Process Regarding Risks of Reinsurance Companies

The Company's reinsurance policy is based on business relationships with financially sound and reliable reinsurance companies. Reinsurance contracts are made by taking into account the Company's financial position and market conditions and developments.

The Company carries out reinsurance studies on life insurances through the risks assured in terms of death benefits and additional coverage (death by accident, disability as a result of disease, full or partial permanent disability as a result of accident, critical (dangerous) diseases, woman cancer diseases, medical expenses due to accident, alternating unemployment (unemployment/temporary incapacity/daily hospitalization). The risk-based life insurance tariffs ensure that an amount, not exceeding the maximum retention limit determined through actuarial calculations for death benefit and additional coverage, is retained by the company. Any excess amount is transferred to the reinsurance companies we cooperate with under optional reinsurance agreements, such as surplus and quota-share reinsurance agreements.

In the Life segment, the Company's retention amounts are limited for relatively uncertain collaterals such as unemployment coverage and the retention amounts are determined by taking into account the actual loss premium results of these collaterals.

The Company selects reinsurance companies based on certain criteria that are essential for ensuring reliable and high-quality services. These criteria also help to ensure that the reinsurers fulfill their obligations and are included in the Company's reinsurance program.

1. Financial strength and credit ratings issued by international credit rating agents
2. Long-term approach in business relations
3. Competitive reinsurance premium prices
4. Capacity opportunity provided in optional works and non-proportional (catastrophic) reinsurance contracts
5. Information on risk assessment tools, new developments in the sector, and opportunities provided to the company for product development, training etc.
6. Being able for the company to perform the works within the principles of Islamic finance (as Retakaful)

In proportional reinsurance contracts, risks exceeding the maximum coverage limit determined for each segment are ceded to reinsurers through facultative reinsurance, and such cases are evaluated separately. In this context, facultative reinsurance cover can be obtained either from the Company's contracted reinsurers or from the reinsurance market under favorable conditions.

In the Life and Personal Accident segments, reinsurance transactions are carried out in agreement with our contracted reinsurer, based on appropriate risk assessment conditions and available reinsurance capacity.

The table below presents the risk profile of the Life segment as of December 31, 2025, showing death benefit ranges, number of policies in these ranges, total death benefit amounts, and the breakdown between Retention and Surplus.

Table 1: Collateral Risk Profile

TRY	Quantity	Cost	Retention	Retention Rate	Surplus	Surplus Rate
1-20,000	10,281	105,808,034	104,740,676	%99.0	1,067,358	%1.0
10,001-50,000	18,643	668,025,209	658,457,942	%98.6	9,567,267	%1.4
50,001-100,000	159,429	15,472,644,992	15,431,371,073	%99.7	41,273,919	%0.3
100,001-250,000	34,983	5,928,941,833	5,678,460,318	%95.8	250,481,516	%4.2
250,001-500,000	23,561	9,041,002,218	8,176,102,359	%90.4	864,899,858	%9.6
500,001-1,000,000	25,219	18,396,004,459	13,979,451,684	%76.0	4,416,552,776	%24.0
1,000,001-5,000,000	19,812	36,169,782,037	12,229,102,971	%33.8	23,940,679,066	%66.2
5,000,001-15,000,000	696	4,935,031,962	389,490,453	%7.9	4,545,541,509	%92.1
15,000,001+	2	39,500,000	1,500,000	%3.8	38,000,000	%96.2
Total	**292,626**	**90,756,740,745**	**56,648,677,476**	**%62**	**34,108,063,270**	**%38**

As seen in the table, the Company retained an average of 62% of the total sum assured. Our strategy is to provide higher levels of reinsurance protection for high-value coverages. From the commencement of operations until the end of 2023, our proportional and non-proportional reinsurance agreements were concluded with the US-based Reinsurance Group of America (RGA) Global. In 2022, in line with the diversification of risk and the continuous growth in products and premium production, a retakaful agreement was signed with Swiss Re for part of the life portfolio. At the end of 2023, following RGA's decision to cease its operations in Türkiye and the termination of the ongoing agreement with Neova Katılım Sigorta in the Personal Accident segment, both agreements with RGA and Neova were ended, and a reinsurance agreement was signed with Swiss Re in 2024 to maintain the same conditions in the Life and Personal Accident segments. Furthermore, as of 2024, a 17% reinsurance commission will be collected from all products under the agreement with Swiss Re. In 2025, underwriting limits, automatic acceptance amounts, retention levels, and similar figures in the agreement with Swiss Re were updated in consideration of factors such as inflation and the increase in average coverage amounts, and an addendum was signed accordingly.

Our Company receives retakaful services through Swiss Re's Malaysia–Kuala Lumpur-based retakaful window. This company also holds Sharia Board approvals confirming its compliance with international retakaful principles and Islamic finance standards, and these approvals are monitored on an annual basis.

Swiss Re Group (Swiss Re) also provides support and services in the following areas:

- Access to the Global Underwriting Manual on medical and financial underwriting matters (Life Guide)
- Rating services for sub-standard (impaired) risks
- Claim assessment services
- Protection and risk assessment services in facultative life and personal accident insurance
- Pricing support for new products and groups with specific risks
- Product design and scope support for new coverages
- Support in the analysis of catastrophic risks
- Access to publications of Research and Development Departments
- Training programs
- Premium studies for incoming offers in group life and personal accident

The foreign reinsurance and retakaful companies we work with comply with the criteria set out in the Circular No. 2021/13, dated 16/02/2021 and numbered 2021/2, on the Amendment to the Circular on Reinsurance Companies that Meet Financial and Technical Criteria, which is continuously updated by the Insurance Association of Türkiye and published to the sector.

SWISS RE GROUP

Swiss Re is one of the world's largest reinsurance companies in the life, personal accident, and health branches. Founded in 1863 in Switzerland, it currently operates in more than 20 countries.

Table 8: SWISS RE Credit Ratings

Company	Rating
Standart & Poors	AA(-) Very Strong
Moody's Investor	AA3 (Excellent)
AM Best	A+ (Superior)

5.06 Other Information under the “Regulation on the Determination of the Minimum Content of Companies’ Annual Activity Reports”

Information on the Activities and Reports of the Committee for Early Detection and Management of Risks, If Established

No separate risk committee was structured during the reporting period. The processes for identifying, analyzing, and managing risks are directly included on the agenda of the Board of Directors. The financial and operational risks to which the Company may be exposed are periodically assessed based on reports from the relevant units.

Disclosures on Significant Events Occurring in the Company After the End of the Fiscal Year That May Affect the Rights of Shareholders, Creditors, and Other Relevant Persons and Organizations

No significant development has occurred that could affect the Company’s activities or the decisions of our stakeholders.

Forward-Looking Risks Regarding Sales, Efficiency, Revenue-Generating Capacity, Profitability, Debt-to-Equity Ratio, and Similar Matters

	2021	2022	2023	2024	2025
Total Assets	6,146,102,395	12,035,479,059	20,890,287,355	36,572,761,351	69,357,843,899
Cash and Cash Equivalents	*245,095,824*	*245,083,187*	*467,934,973*	*1,069,052,373*	*1,325,444,357*
Financial Assets and Policyholders’ Investment Risk	*89,689,259*	*375,954,200*	*967,345,575*	*1,617,217,894*	*3,105,039,109*
Total Liabilities	5,973,197,118	11,713,086,304	20,263,085,817	35,295,244,661	67,276,332,011
Equity	172,905,277	322,392,755	627,201,539	1,277,516,690	2,081,511,878
Net Profit for The Period	55,853,861	120,107,453	346,659,057	686,102,024	813,918,696
Premium	166.247.714	340.462.233	1.514.292.927	2.769.195.740	3.984.461.438
Total Number of Claims	66.036.559	125.942.135	367.518.588	1.038.677.818	1.883.088.259

The amounts in the table are expressed in Turkish Lira.

Section 6

OTHER MATTERS

6.01 Independent Auditor's Compliance Opinion for the Annual Report

Deloitte.

YÖNETİM KURULUNUN YILLIK FAALİYET RAPORUNA İLİŞKİN BAĞIMSIZ DENETÇİ RAPORU

Katılım Emeklilik ve Hayat A.Ş. Genel Kurulu'na

1) Görüş

Katılım Emeklilik ve Hayat A.Ş.'nin ("Şirket") 01/01/2025–31/12/2025 hesap dönemine ait tam set finansal tablolarını denetlemiş olduğumuzdan, bu hesap dönemine ilişkin yıllık faaliyet raporunu da denetlemiş bulunuyoruz.

Görüşümüze göre, yönetim kurulunun yıllık faaliyet raporu içinde yer alan finansal bilgiler ile Yönetim Kurulu'nun Şirket'in durumu hakkında yaptığı irdelemeler, tüm önemli yönleriyle, denetlenen tam set finansal tablolarla ve bağımsız denetim sırasında elde ettiğimiz bilgilerle tutarlıdır ve gerçeği yansıtmaktadır.

2) Görüşün Dayanağı

Yaptığımız bağımsız denetim, Kamu Gözetimi, Muhasebe ve Denetim Standartları Kurumu (KGK) tarafından yayımlanan Türkiye Denetim Standartları'nın bir parçası olan Bağımsız Denetim Standartları'na (BDS'lere) uygun olarak yürütülmüştür. Bu Standartlar kapsamındaki sorumluluklarımız, raporumuzun Bağımsız Denetçinin Yıllık Faaliyet Raporunun Bağımsız Denetimine İlişkin Sorumlulukları bölümünde ayrıntılı bir şekilde açıklanmıştır. KGK tarafından yayımlanan ve kamu yararını ilgilendiren kuruluşların finansal tablolarının bağımsız denetimleri için geçerli olan Bağımsız Denetçiler için Etik Kurallar (Bağımsızlık Standartları Dahil) ("Etik Kurallar") ile kamu yararını ilgilendiren kuruluşların finansal tablolarının bağımsız denetimleriyle ilgili mevzuatta yer alan etik hükümlere uygun olarak Şirket'ten bağımsız olduğumuzu beyan ederiz. Etik Kurallar ve mevzuat kapsamındaki etiğe ilişkin diğer sorumluluklar da tarafımızca yerine getirilmiştir. Bağımsız denetim sırasında elde ettiğimiz bağımsız denetim kanıtlarının, görüşümüzün oluşturulması için yeterli ve uygun bir dayanak oluşturduğuna inanıyoruz.

3) Tam Set Finansal Tablolara İlişkin Denetçi Görüşümüz

Şirket'in 01/01/2025–31/12/2025 hesap dönemine ilişkin tam set finansal tabloları hakkında 9 Mart 2026 tarihli denetçi raporumuzda olumlu görüş bildirmiş bulunuyoruz.

Deloitte.

4) Yönetim Kurulu'nun Yıllık Faaliyet Raporuna İlişkin Sorumluluğu

Şirket yönetimi, 6102 sayılı Türk Ticaret Kanunu'nun (TTK) 514 ve 516'ncı maddelerine göre yıllık faaliyet raporuyla ilgili olarak aşağıdakilerden sorumludur:

a) Yıllık faaliyet raporunu bilanço gününü izleyen ilk üç ay içinde hazırlar ve genel kurula sunar.

b) Yıllık faaliyet raporunu; şirketin o yıla ait faaliyetlerinin akışı ile her yönüyle finansal durumunu doğru, eksiksiz, dolambaçsız, gerçeğe uygun ve dürüst bir şekilde yansıtacak şekilde hazırlar. Bu raporda finansal durum, finansal tablolara göre değerlendirilir. Raporda ayrıca, şirketin gelişmesine ve karşılaşması muhtemel risklere de açıkça işaret olunur. Bu konulara ilişkin yönetim kurulunun değerlendirmesi de raporda yer alır.

c) Faaliyet raporu ayrıca aşağıdaki hususları da içerir:

- Faaliyet yılının sona ermesinden sonra şirkette meydana gelen ve özel önem taşıyan olaylar,
- Şirketin araştırma ve geliştirme çalışmaları,
- Yönetim kurulu üyeleri ile üst düzey yöneticilere ödenen ücret, prim, ikramiye gibi mali menfaatler, ödenekler, yolculuk, konaklama ve temsil giderleri, ayni ve nakdi imkânlar, sigortalar ve benzeri teminatlar.

Yönetim kurulu, faaliyet raporunu hazırlarken Ticaret Bakanlığı'nın ve ilgili kurumların yaptığı ikincil mevzuat düzenlemelerini de dikkate alır.

5) Bağımsız Denetçinin Yıllık Faaliyet Raporunun Bağımsız Denetimine İlişkin Sorumluluğu

Amacımız, TTK hükümleri çerçevesinde yıllık faaliyet raporu içinde yer alan finansal bilgiler ile Yönetim Kurulu'nun yaptığı irdelemelerin, Şirket'in denetlenen finansal tablolarıyla ve bağımsız denetim sırasında elde ettiğimiz bilgilerle tutarlı olup olmadığı ve gerçeği yansıtıp yansıtmadığı hakkında görüş vermek ve bu görüşümüzü içeren bir rapor düzenlemektir.

Yaptığımız bağımsız denetim, sigortacılık mevzuatı gereği yürürlükte bulunan bağımsız denetim ilkelerine ilişkin düzenlemelere ve BDS'lere uygun olarak yürütülmüştür. Bu standartlar, etik hükümlere uygunluk sağlanması ile bağımsız denetimin, faaliyet raporunda yer alan finansal bilgiler ve Yönetim Kurulu'nun yaptığı irdelemelerin finansal tablolarla ve denetim sırasında elde edilen bilgilerle tutarlı olup olmadığına ve gerçeği yansıtıp yansıtmadığına dair makul güvence elde etmek üzere planlanarak yürütülmesini gerektirir.

Bu bağımsız denetimi yürütüp sonuçlandıran sorumlu denetçi Serap Koçdar'dır.

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of **DELOITTE TOUCHE TOHMATSU LIMITED**

Serap Koçdar, SMMM
Sorumlu Denetçi

İstanbul, 9 Mart 2026

6.02 Dividends Policy And Information on Distribution of Dividends

The dividend practices of the company are defined by the articles of association in accordance with the provisions of the Turkish Code of Commerce.

6.03 Information on Financial Position, Profitability, Claims Payment Capacity, and Financial Structure

The Company reached total assets of TRY 69,357.8 million in 2025 and closed the relevant accounting period with net profit of TRY 813.9 million.

Following the occurrence of the life risks covered by the Company, the Company has adopted the principle of evaluating valid insurance claims as promptly as possible and paying the claim amounts approved for payment to the beneficiaries without delay.

As of the end of 2025, total claims paid under the total number of life, personal accident, and health insurance policies in force amounted to TRY 1,883.1 million. The Company's paid-in capital as of the end of 2025 was TRY 72 million.

According to the principles determined by the Insurance and Personal Pension Regulation and Supervision Agency (IPRSA), the minimum required equity amount for our Company as of December 31, 2025 was calculated as TRY 950.7 million, while our shareholders' equity, including the equalization reserve, amounted to TRY 2,122.4 million.

6.04 Information on the Disclosure Policy and Ethical Principles

The company's official website (www.katilimemeklilik.com.tr) serves as a highly effective medium for public disclosure. The corporate website provides access to a wide range of information, including corporate details, trade registry information, articles of association, board member profiles, activity reports, independent audit reports, financial statements for the past five years (including notes), and the company's mission and vision statements. The website has been designed with an accessible, clear, and comprehensible layout, aiming to facilitate transparent conduct on the activities and transactions of the company. The corporate website provides access to a wide range of information, including corporate details, trade registry information, articles of association, board member profiles, activity reports, independent audit reports, financial statements for the past five years (including notes), and the company's mission and vision statements.

Furthermore, the company submits its financial statements, prepared in accordance with the regulations of the Insurance and Personal Pension Regulation and Supervision Agency (IPRSA), every three months, along with the relevant notes and explanations. Additionally, independent audit reports are conducted biannually (mid-year and end-year) and submitted to the IPRSA within the specified legal deadlines. These documents are also published on the corporate website.

Moreover, the company publishes its annual activity report on the corporate website after the General Assembly Meeting. The report is meticulously prepared to include all necessary information and statements, ensuring compliance with relevant legislation.

The Turkish Trade Registry Gazette, which serves as the official publication of the Turkish Trade Registry Office, is the main channel used in our country to inform third parties. Any activities or updates requiring registration and announcement, including amendments to the articles of association, general assembly meetings, capital increases, representation, and decisions of the Board of Directors, are officially announced in the Turkish Trade Registry Gazette.

When necessary, our company may utilize national or sector-specific media channels within our country for public disclosure purposes.

Our company has embraced the Ethical Insurance Principles outlined by the Association of Insurance, Reinsurance, and Pension Companies of Türkiye. These principles serve to establish ethical guidelines for interactions among insurance and reinsurance companies, customers, employees, agents, public institutions, and authorities, with the objective of fostering public confidence in the sector.

6.05 Summary Report Presented to the Board of Directors

Dear Our Partners,

We hereby present below, for your information and consideration, a summary of the results of Katılım Emeklilik ve Hayat A.Ş. for the accounting period from January 1, 2025 to December 31, 2025.

As you are aware, the official establishment procedures of our Company were finalized in December 2013, and it was duly incorporated as a Joint Stock Company in accordance with the Turkish Code of Commerce. Our first General Assembly Meeting took place on January 9, 2014. As of the specified date, our company initiated the process of obtaining licenses for Personal Pension and Insurance activities, which were the primary purpose of its establishment. On 09/05/2014, our company was successfully granted an activity license to engage in business activities in various fields, including Personal Pension, Life Insurance, Accident Insurance, Capital Redemption, Mutual Fund, and Marriage/Birth Insurances. Subsequently, the Company commenced its operations at full capacity upon the signing of agent contracts between our company and our partner banks in early June.

The granting of the operating license was announced in the Turkish Trade Registry Gazette dated 06/09/2017 and numbered 9402. Sales activities were started in 2018.

In 2025, Katılım Emeklilik ve Hayat A.Ş. generated gross written premiums of TRY 993.0 million within the scope of its Life Insurance Group segment activities and paid gross claims of TRY 64.0 million. Total technical expenses, including these gross claims paid, amounted to TRY 661.8 million.

Within the scope of its Personal Accident segment activities, the Company generated gross written premiums of TRY 607.8 million and paid gross claims of TRY 18.1 million. In the Health segment, the Company generated gross written premiums of TRY 2,383.6 million and paid gross claims of TRY 1,800.9 million. Total technical expenses for the Non-Life segments, comprising the Personal Accident and Health segments, including gross claims paid, amounted to TRY 2,801.4 million.

In the Personal Pension segment, the Company reached a fund size of TRY 63,280.4 million and, within this scope, generated pension technical income of TRY 1,069.0 million and incurred pension technical expenses of TRY 909.8 million. During the reporting period, total investment income amounted to TRY 1,276.6 million, while investment expenses amounted to TRY 125.6 million and other expenses totaled TRY 30.5 million.

Accordingly, our Company closed the 2025 fiscal year with commercial profit after tax of approximately TRY 813.9 million. (The 2024 accounting period had closed with commercial profit of TRY 686.1 million.)

According to the principles determined by the Insurance and Personal Pension Regulation and Supervision Agency (IPRSA), the minimum required equity amount for our Company as of December 31, 2025 was calculated as TRY 950.7 million, while our shareholders' equity, including the equalization reserve, amounted to TRY 2,122.4 million.

We extend our best wishes to our respected shareholders and their representatives for their presence at the meeting.

Yours sincerely,

Ufuk UYAN
Chairman of Board of Directors

Ayhan SİNCEK
General Manager

Section 7

FINANCIAL POSITION

Deloitte.

BAĞIMSIZ DENETÇİ RAPORU

Katılım Emeklilik ve Hayat A.Ş. Genel Kurulu'na

A) Finansal Tabloların Bağımsız Denetimi

1) Görüş

Katılım Emeklilik ve Hayat A.Ş.'nin ("Şirket") 31 Aralık 2025 tarihli bilançosu ile aynı tarihte sona eren hesap dönemine ait, gelir tablosu, özsermaye değişim tablosu, nakit akış tablosu ve kar dağıtım tablosu ile önemli muhasebe politikalarının özeti de dâhil olmak üzere finansal tablo dipnotlarından oluşan finansal tablolarını denetlemiş bulunuyoruz.

Görüşümüze göre, ilişikteki finansal tablolar Şirket'in 31 Aralık 2025 tarihi itibarıyla finansal durumunu ve aynı tarihte sona eren hesap dönemine ait finansal performansını ve nakit akışlarını sigortacılık mevzuatı gereği yürürlükte bulunan muhasebe ve finansal raporlamaya ilişkin düzenlemeler ve bunlar ile düzenlenmeyen konularda Türkiye Finansal Raporlama Standartları hükümlerini içeren; "Sigortacılık Muhasebe ve Finansal Raporlama Mevzuatı"na uygun olarak tüm önemli yönleriyle gerçeğe uygun bir biçimde sunmaktadır.

2) Görüşün Dayanağı

Yaptığımız bağımsız denetim, sigortacılık mevzuatı gereği yürürlükte bulunan bağımsız denetim ilkelerine ilişkin düzenlemelere ve Kamu Gözetimi, Muhasebe ve Denetim Standartları Kurumu ("KGK") tarafından yayımlanan Türkiye Denetim Standartları'nın bir parçası olan Bağımsız Denetim Standartları'na ("BDS'lere") uygun olarak yürütülmüştür. Bu standartlar kapsamındaki sorumluluklarımız, raporumuzun "Bağımsız Denetçinin Finansal Tabloların Bağımsız Denetimine İlişkin Sorumlulukları" bölümünde ayrıntılı bir şekilde açıklanmıştır. KGK tarafından yayımlanan ve kamu yararını ilgilendiren kuruluşların finansal tablolarının bağımsız denetimleri için geçerli olan Bağımsız Denetçiler için Etik Kurallar (Bağımsızlık Standartları Dahil) ("Etik Kurallar") ile kamu yararını ilgilendiren kuruluşların finansal tablolarının bağımsız denetimleriyle ilgili mevzuatta yer alan etik hükümlere uygun olarak Şirket'ten bağımsız olduğumuzu beyan ederiz. Etik Kurallar ve mevzuat kapsamındaki etiğe ilişkin diğer sorumluluklar da tarafımızca yerine getirilmiştir. Bağımsız denetim sırasında elde ettiğimiz bağımsız denetim kanıtlarının, görüşümüzün oluşturulması için yeterli ve uygun bir dayanak oluşturduğuna inanıyoruz.

3) Kilit Denetim Konuları

Kilit denetim konuları, mesleki muhakememize göre cari döneme ait finansal tabloların bağımsız denetiminde en çok önem arz eden konulardır. Kilit denetim konuları, bir bütün olarak finansal tabloların bağımsız denetimi çerçevesinde ve finansal tablolara ilişkin görüşümüzün oluşturulmasında ele alınmış olup, bu konular hakkında ayrı bir görüş bildirmiyoruz.

Kilit denetim konusu	Denetimde konunun nasıl ele alındığı
Teknik Karşılıklar 31 Aralık 2025 itibarıyla sigorta teknik karşılıklarının toplam tutarı 2.532.949.413 TL'dir. Teknik Karşılıklar Yönetmeliği uyarınca, Şirket bir yıldan uzun süreli hayat, sağlık ve ferdi kaza sigorta sözleşmeleri için sigorta ettirenler ile lehdarlara olan yükümlülüklerini karşılamak üzere aktüeryal esaslara göre yeterli düzeyde matematik karşılık ayırmak zorundadır. Matematik karşılıklar, bir yıldan uzun süreli hayat sigortaları için tarifelerin onaylı teknik esaslarında belirtilen formül ve esaslara göre hesaplanmaktadır. Muallak tazminat karşılığı, tahakkuk etmiş ve hesaben tespit edilmiş ancak ödenmemiş hasar ve tazminat bedelleri veya bu bedel hesaplanamamış ise tahmini bedelleri ile gerçekleşmiş ancak rapor edilmemiş hasar tazminat bedelleri için ayrılmaktadır. Nihai zararların tahmini için zarar karşılıkları modellenmekte, yasal, ekonomik ve çeşitli faktörlere/ belirsizliklere duyarlı hesaplamalar yapılmakta; geçmiş hasar deneyimi, hasar gelişimi, piyasa koşulları da dikkate alınmaktadır. Şirket 31 Aralık 2025 itibarıyla 332.329.883 TL tutarında matematik karşılık, 666.557.972 TL tutarında muallak tazminat karşılığı ayırmış olup söz konusu karşılıklar toplam teknik karşılıklar içerisinde önemli bir bakiyeyi oluşturmaktadır. Teknik karşılıklar içinde yer alan matematik karşılık ve gerçekleşmiş ancak rapor edilmemiş hasar tazminat bedelleri karşılığı doğaları gereği önemli tahminler ve yönetim yargıları içermesi sebebi ile kilit denetim konusu olarak seçilmiştir. Finansal tablolardaki teknik karşılıklara ilişkin bilgiler 2.24 ve 17 numaralı dipnotlarda açıklanmıştır.	Bu alanda uyguladığımız denetim prosedürlerimiz aşağıdakileri içermektedir: Matematik karşılıkları tarifeler ve ilgili diğer hesaplama verileri üzerinden örnekleme metodu kullanılarak, denetim ekibimizde bulunan aktüer uzmanlarımızdan yardım almak suretiyle yeniden hesapladık. Söz konusu karşılıklar ile ilgili olan açıklayıcı bilgilerin sigortacılık mevzuatı gereği yürürlükte bulunan muhasebe ve raporlamaya ilişkin düzenlemeler ile uyumluluğunu inceledik. Şirket tarafından muallak hasar karşılığı hesaplamasında kullanılan tahmin ve varsayımların uygunluğu aktüer uzmanlarımızdan yardım almak suretiyle değerlendirdik. Gerçekleşmiş hasar dosya muallaklarını örnekleme yöntemiyle seçerek, dosya bazında alınan destekleyici belgelerle karşılaştırarak test ettik. Gerçekleşmiş hasar dosya muallaklarının davalık olan kısmı için Şirket avukatından yazılı olarak sorgulama mektubu temin ettik. Şirket aktüeri tarafından belirlenen ortalama hasar dosya tutarı ve dosya açılış tutarı hesaplamalarını, hesaplama verisinin ve sonucunun matematiksel doğruluğunu kontrol ettik. Şirket'in her ürün için kullanmış olduğu teknik karşılık hesaplama yönteminin hem ilgili ürün özelliklerine hem de Şirket'in hasar ödeme geçmişine uygun olup olmadığını değerlendirdik. Sigortacılık teknik karşılıklarına ilişkin finansal tablo dipnotlarında yapılan açıklamaların yeterliliğini ve uygunluğunu değerlendirdik.

4) Yönetimin ve Üst Yönetimden Sorumlu Olanların Finansal Tablolara İlişkin Sorumlulukları

Şirket yönetimi; finansal tabloların Sigortacılık Muhasebe ve Finansal Raporlama Mevzuatı'na uygun olarak hazırlanmasından, gerçeğe uygun bir biçimde sunumundan ve hata veya hile kaynaklı önemli yanlışlık içermeyecek şekilde hazırlanması için gerekli gördüğü iç kontrolden sorumludur.

Finansal tabloları hazırlarken yönetim; Şirket'in sürekliliğini devam ettirme kabiliyetinin değerlendirilmesinden, gerektiğinde süreklilikle ilgili hususları açıklamaktan ve Şirket'i tasfiye etme ya da ticari faaliyeti sona erdirme niyeti ya da mecburiyeti bulunmadığı sürece işletmenin sürekliliği esasını kullanmaktan sorumludur.

Üst yönetimden sorumlu olanlar, Şirket'in finansal raporlama sürecinin gözetiminden sorumludur.

5) Bağımsız Denetçinin Finansal Tabloların Bağımsız Denetimine İlişkin Sorumlulukları

Bir bağımsız denetimde, biz bağımsız denetçilerin sorumlulukları şunlardır:

Amacımız, bir bütün olarak finansal tabloların hata veya hile kaynaklı önemli yanlışlık içerip içermediğine ilişkin makul güvence elde etmek ve görüşümüzü içeren bir bağımsız denetçi raporu düzenlemektir. Sigortacılık mevzuatı gereği yürürlükte bulunan bağımsız denetim ilkelerine ilişkin düzenlemelere ve BDS'lere uygun olarak yürütülen bir bağımsız denetim sonucunda verilen makul güvence; yüksek bir güvence seviyesidir ancak, var olan önemli bir yanlışlığın her zaman tespit edileceğini garanti etmez. Yanlışlıklar hata veya hile kaynaklı olabilir. Yanlışlıkların, tek başına veya toplu olarak, finansal tablo kullanıcılarının bu tablolara istinaden alacakları ekonomik kararları etkilemesi makul ölçüde bekleniyorsa bu yanlışlıklar önemli olarak kabul edilir.

Sigortacılık mevzuatı gereği yürürlükte bulunan bağımsız denetim ilkelerine ilişkin düzenlemelere ve BDS'lere uygun olarak yürütülen bağımsız denetimin gereği olarak, bağımsız denetim boyunca mesleki muhakememizi kullanmakta ve mesleki şüpheciliğimizi sürdürmekteyiz. Tarafımızca ayrıca:

- Finansal tablolardaki hata veya hile kaynaklı "önemli yanlışlık" riskleri belirlenmekte ve değerlendirilmekte; bu risklere karşılık veren denetim prosedürleri tasarlanmakta ve uygulanmakta ve görüşümüze dayanak teşkil edecek yeterli ve uygun denetim kanıtı elde edilmektedir. (Hile; muvazaa, sahtekârlık, kasıtlı ihmal, gerçeğe aykırı beyan veya iç kontrol ihlali fiillerini içerebildiğinden, hile kaynaklı önemli bir yanlışlığı tespit edememe riski, hata kaynaklı önemli bir yanlışlığı tespit edememe riskinden yüksektir.)
- Şirket'in iç kontrolünün etkinliğine ilişkin bir görüş bildirmek amacıyla değil ama duruma uygun denetim prosedürlerini tasarlamak amacıyla denetimle ilgili iç kontrol değerlendirilmektedir.
- Yönetim tarafından kullanılan muhasebe politikalarının uygunluğu ile yapılan muhasebe tahminleri ile ilgili açıklamaların makul olup olmadığı değerlendirilmektedir.
- Elde edilen denetim kanıtlarına dayanarak Şirket'in sürekliliğini devam ettirme kabiliyetine ilişkin ciddi şüphe oluşturabilecek olay veya şartlarla ilgili önemli bir belirsizliğin mevcut olup olmadığı hakkında ve yönetimin işletmenin sürekliliği esasını kullanmasının uygunluğu hakkında sonuca varılmaktadır. Önemli bir belirsizliğin mevcut olduğu sonucuna varmamız hâlinde, raporumuzda, finansal tablolardaki ilgili açıklamalara dikkat çekmemiz ya da bu açıklamaların yetersiz olması durumunda olumlu görüş dışında bir görüş vermemiz gerekmektedir. Vardığımız sonuçlar, bağımsız denetçi raporu tarihine kadar elde edilen denetim kanıtlarına dayanmaktadır. Bununla birlikte, gelecekteki olay veya şartlar Şirket'in sürekliliğini sona erdirebilir.

5) Bağımsız Denetçinin Finansal Tabloların Bağımsız Denetimine İlişkin Sorumlulukları (devamı)

- Finansal tabloların açıklamalar dâhil olmak üzere, genel sunumu, yapısı ve içeriği ile bu tabloların, temelini oluşturan işlem ve olayları gerçeğe uygun sunumu sağlayacak şekilde yansıtıp yansıtmadığı değerlendirilmektedir.

Diğer hususların yanı sıra, denetim sırasında tespit ettiğimiz önemli iç kontrol eksiklikleri dâhil olmak üzere, bağımsız denetimin planlanan kapsamı ve zamanlaması ile önemli denetim bulguları üst yönetimden sorumlu olanlara bildirmekteyiz.

Bağımsızlığa ilişkin etik hükümlere uygunluk sağladığımızı üst yönetimden sorumlu olanlara bildirmiş bulunmaktayız. Ayrıca bağımsızlık üzerinde etkisi olduğu düşünülebilecek tüm ilişkiler ve diğer hususlar ile varsa, tehditleri ortadan kaldırmak amacıyla atılan adımlar ile alınan önlemleri üst yönetimden sorumlu olanlara iletmiş bulunmaktayız.

Üst yönetimden sorumlu olanlara bildirilen konular arasından, cari döneme ait finansal tabloların bağımsız denetiminde en çok önem arz eden konuları yani kilit denetim konularını belirlemekteyiz. Mevzuatın konunun kamuya açıklanmasına izin vermediği durumlarda veya konuyu kamuya açıklamanın doğuracağı olumsuz sonuçların, kamuya açıklamanın doğuracağı kamu yararını aşacağının makul şekilde beklendiği oldukça istisnai durumlarda, ilgili hususun bağımsız denetçi raporumuzda bildirilmemesine karar verebiliriz.

B) Mevzuattan Kaynaklanan Diğer Yükümlülüklere İlişkin Rapor

6102 sayılı Türk Ticaret Kanunu'nun ("TTK") 402'nci maddesinin dördüncü fıkrası uyarınca; Şirket'in 1 Ocak – 31 Aralık 2025 hesap döneminde defter tutma düzeninin, finansal tablolarının, TTK ile Şirket esas sözleşmesinin finansal raporlamaya ilişkin hükümlerine uygun olmadığına dair önemli bir hususa rastlanmamıştır.

TTK'nın 402'nci maddesinin dördüncü fıkrası uyarınca; Yönetim Kurulu tarafımıza denetim kapsamında istenen açıklamaları yapmış ve talep edilen belgeleri vermiştir.

Bu bağımsız denetimi yürütüp sonuçlandıran sorumlu denetçi Sevap Koçdar'dır.

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of DELOITTE TOUCHE TOHMATSU LIMITED

Sevap Koçdar, SMMM
Sorumlu Denetçi

İstanbul, 9 Mart 2026

Katılım Emeklilik ve Hayat A.Ş.
www.katilimemeklilik.com.tr

Katılım Emeklilik
Şimdi Başla

31 Aralık 2025 TARİHİ İTİBARIYLA DÜZENLENEN FİNANSAL TABLOLARA İLİŞKİN
ŞİRKET BEYANI

İlişikte sunulan 31 Aralık 2025 tarihi itibarıyla düzenlediğimiz finansal tablolar ile bunlara ilişkin açıklama ve dipnotların sigortacılık mevzuatı gereği yürürlükte bulunan muhasebe ilke ve standartlarına göre hazırlandığını ve ilgili mevzuat ile şirketimiz kayıtlarına uygun olduğunu beyan ederiz.

Katılım Emeklilik ve Hayat A.Ş.

İstanbul, 9 Mart 2026

KATILIM EMEKLİLİK VE HAYAT A.Ş.
BALANCE SHEET AS OF DECEMBER 31, 2025

Assets			
I- Current Assets	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
A- Cash and Cash Equivalents	**14**	**1,325,444,357**	**1,069,052,373**
1- Cash		-	-
2- Received Cheques		-	-
3- Banks	2.12 and 14	1,138,737,761	951,348,180
4- Submitted Cheques and Payment Orders (-)		-	-
5- Credit Card Receivables with Bank Guarantees and Maturities Less Than Three Months	2.12 and 14	186.706.596	117,704,193
6- Other Cash and Cash Equivalents		-	-
B- Financial Assets and Financial Investments at Insurers' Risk	**11**	**3,105,039,109**	**1,617,217,894**
1- Available-for-Sale Financial Assets	11	1,513,167,356	1,089,551,575
2- Financial Assets Held to Maturity	11	-	193,729,395
3- Financial Assets Held for Trading	11	1,591,871,753	333,936,924
4- Loans		-	-
5- Provision for Loans (-)		-	-
6- Financial Investments at Risk of Life Policyholders		-	-
7- Company Share		-	-
8- Provision for Impairment of Financial Assets (-)		-	-
C- Receivables from Main Activities		**603,095,278**	**555,005,477**
1. Receivables from Insurance Activities	12	544,670,644	497,069,081
2. Provision for Receivables from Insurance Activities (-)	12	(8,528,843)	(4,373,837)
3. Receivables from Reinsurance Activities	12	2,386,475	21,960.469
4. Provision for Receivables from Reinsurance Activities (-)		-	-
5. Deposits with Insurance and Reinsurance Companies		-	-
6. Credits to Insured (Loans)		-	-
7. Provision for Credits to Insured (Loans) (-)		-	-
8. Receivables from Pension Activities	47.1	64,567,002	40,349,764
9. Doubtful Receivables from Operating Activities		-	-
10. Provision for Doubtful Receivables from Operating Activities (-)		-	-
D- Receivables From Related Parties		**1,383,542**	**1,101,100**
1- Receivables from Shareholders		-	-
2- Receivables from Affiliates		-	-
3- Receivables from Subsidiaries		-	-

Currency in Turkish Lira ("TRY") unless otherwise specified.
The following notes form an integral part of the financial statements.

KATILIM EMEKLİLİK VE HAYAT A.Ş.
BALANCE SHEET AS OF DECEMBER 31, 2025

Assets			
I- Current Assets	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
D- Receivables From Related Parties		**-**	**1,101,100**
4- Receivables from Group Companies		-	-
5- Receivables from Personnel	45	1,383,542	1,101,100
6- Receivables 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		**6,337,068**	**3,657,385**
1- Financial Lease Receivables		-	-
2- Unearned Leasing Interest Income (-)		-	-
3- Deposits and Guarantees Given		-	-
4- Other Miscellaneous Receivables		6,337,068	3,657,385
5- Rediscount of Other Miscellaneous Receivables (-)		-	-
6- Other Doubtful Receivables		-	-
7- Provision for Other Doubtful Receivables (-)		-	-
F- Short-Term Prepaid Expenses and Accrued Income		**435,309,376**	**163,375,876**
1- Deferred Production Expenses	17	340,843,696	101,626,310
2- Accrued Interest and Rental Income		-	-
3- Income Accruals		-	-
4- Other Short-Term Prepaid Expenses	47.1	94,465,680	61,749,566
G- Other Current Assets		**557,419**	**3,587,984**
1- Short-Term Inventories		-	-
2- Short-Term Inventories		-	-
3- Deferred Tax Assets		-	-
4- Business Advances		557,419	3,587,984
5- Advances Given to Personnel		-	-
6- Inventory Shortages		-	-
7- Other Miscellaneous Current Assets		-	-
8- Provision for Other Miscellaneous Current Assets (-)		-	-
I- Total Current Assets		**5,477,166,149**	**3,412,998,089**

KATILIM EMEKLİLİK VE HAYAT A.Ş.
BALANCE SHEET AS OF DECEMBER 31, 2025

Assets			
II- Non-Current Assets	**Note**	**Independently Audited Current Period - December 31, 2025**	**Independently Audited Previous Period December 31, 2024**
A- Receivables from Main Activities	**12 and 17**	**63,280,404,689**	**32,798,931,739**
1- Receivables from Insurance Activities		-	-
2- Provision for Receivables from Insurance Activities (-)		-	-
3- Receivables from Reinsurance Activities		-	-
4- Provision for Receivables from Reinsurance Activities (-)		-	-
5- Deposits with Insurance and Reinsurance Companies		-	-
6- Credits to Insured (Loans)		-	-
7- Provision for Credits to Insured (Loans) (-)		-	-
8- Receivables from Pension Activities	12 and 17	63,280,404,689	32,798,931,739
9- Doubtful Receivables from Operating Activities		-	-
10- Provision for Doubtful Receivables from Operating Activities (-)		-	-
B- Receivables from Related Parties		**-**	**-**
1- Receivables from Shareholders		-	-
2- Receivables from Affiliates		-	-
3- Receivables from Subsidiaries		-	-
4- Receivables from Joint Ventures		-	-
5- Receivables from Personnel		-	-
6- Receivables 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		**171,066**	**1,107,000**
1- Financial Lease Receivables		-	-
2- Unearned Leasing Interest Income (-)		-	-
3- Deposits and Guarantees Given		171,066	1,107,000
4- Other Miscellaneous Receivables		-	-
5- Rediscount of Other Miscellaneous Receivables (-)		-	-
6- Other Doubtful Receivables		-	-
7- Provision for Other Doubtful Receivables (-)		-	-
D- Financial Assets	**11 and 45.2**	**4,891,119**	**3,986,658**
1- Affiliated Securities		-	-
2- Affiliates		-	-
3- Capital Commitments for Affiliates (-)		-	-
4- Subsidiaries		-	-
5- Capital Commitments for Subsidiaries (-)		-	-
6- Group Companies		-	-
7- Capital Commitments for Joint Ventures (-)		-	-
8- Financial Assets and Financial Investments at Insurers' Risk		-	-
9- Other Financial Assets	11 and 45.2	4,891,119	3,986,658
10- Provision for Impairment of Financial Assets (-)		-	-

Currency in Turkish Lira (“TRY”) unless otherwise specified.
The following notes form an integral part of the financial statements.

KATILIM EMEKLİLİK VE HAYAT A.Ş.
BALANCE SHEET AS OF DECEMBER 31, 2025

Assets			
II- Non-Current Assets	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
E- Tangible Assets	**6**	**138,628,996**	**132.284.216**
1- Investment Properties		-	-
2- Provision for Impairment of Investment Properties (-)		-	-
3- Properties for Use		-	-
4- Machinery and Equipment		-	-
5- Fixtures and Installations	6	83,450,908	77,066,890
6- Motor Vehicles	6	98,335,656	79,866,399
7- Other Tangible Assets (Including Special Costs)	6	16,272,680	5,256,058
8- Property, Plant and Equipment Acquired Through Leasing	6	52,387,627	36,965,927
9- Accumulated Depreciation (-)	6	(111,817,875)	(66,871,058)
10- Advances on Property, Plant and Equipment (Including Construction in Progress)		-	-
F- Intangible Fixed Assets	**8**	**363,741,529**	**163,388,955**
1- Rights		-	-
2- Goodwill		-	-
3- Expenses for Pre-Operating Period		-	-
4- Research and Development Expenses		-	-
5- Other Intangible Fixed Assets	8	376,340,538	132.029.979
6- Accumulated Amortization (Depreciation) (-)	8	(113,610,881)	(63.126.125)
7- Advances on Intangible Fixed Assets	8	101,011,872	94.485.101
G- Long-Term Prepaid Expenses and Accrued Income	**47.1**	**8.705.624**	**790.291**
1- Deferred Production Expenses		-	-
2- Income accruals		-	-
3- Other Long-Term Prepaid Expenses	47.1	8,705,624	790,291
H- Other Intangible Fixed Assets	**21**	**84,134,717**	**59,274,403**
1- Effective Foreign Currency Accounts		-	-
2- Foreign Currency Accounts		-	-
3- Long-Term Inventories		-	-
4- Prepaid Taxes and Funds		-	-
5- Deferred Tax Assets	21	84,134,717	59,274,403
6- Other Miscellaneous Non-Current Assets		-	-
7- Amortization of Other Non-Current Assets (-)		-	-
8- Provision for Other Non-Current Assets (-)		-	-
II- Total Non-Current Assets		**63,880,677,740**	**33,159,763,262**
Sum of Assets (I + II)		**69,357,843,889**	**36,572,761,351**

KATILIM EMEKLİLİK VE HAYAT A.Ş.
BALANCE SHEET AS OF DECEMBER 31, 2025

Liabilities			
III - Short-Term Liabilities	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
A- Financial Liabilities	**20**	**12,289,059**	**3,819,030**
1- Payables to Credit Institutions		-	-
2- Payables from Financial Leasing Transactions	20	14,105,355	5,543,187
3- Deferred Lease Borrowing Costs (-)	20	(1,816,296)	(1,724,157)
4- Principal installments and interest on long-term borrowings		-	-
5- Principal, Installments, and Interest on Bonds (Bills) Issued		-	-
6- Other Financial Assets Issued		-	-
7- Issuance Difference on Other Financial Assets (-)		-	-
8- Other Financial Payables (Liabilities)		-	-
B- Payables from Operating Activities		**905,880,950**	**514.751.465**
1- Payables from Insurance Activities	4 and 19	183,951,649	120,683,233
2- Payables from Reinsurance Activities		-	-
3- Deposits from Insurance and Reinsurance Companies		-	-
4- Payables from Pension Activities	4.19 and 47.1	467,001,350	192,917,916
5- Payables from Main Operating Activities	19	254,927,951	201,150,316
6- Payables from Main Operating Activities Rediscount of Notes Payable (-)		-	
C- Payables to Related Parties		**1,009,710**	**563,637**
1- Payables to Partners		-	-
2- Payables to Affiliates		-	-
3- Payables to Subsidiaries		-	-
4- Payables to Joint Ventures		-	-
5- Payables to Personnel		1,009,710	563,637
6- Payables to Related Parties		-	-
D- Other Payables	**19 and 47.1**	**90,026,178**	**48,508,760**
1- Deposits and Guarantees Received	19	-	-
2- Payables to SSI for Treatment Expenses		-	-
3- Other Miscellaneous Payables	19 and 47.1	90,026,178	48,508,760
4- Other Miscellaneous Payables Rediscount (-)	19 and 47.1	-	-

Currency in Turkish Lira ("TRY") unless otherwise specified.
The following notes form an integral part of the financial statements.

KATILIM EMEKLİLİK VE HAYAT A.Ş.
BALANCE SHEET AS OF DECEMBER 31, 2025

Liabilities			
III - Short-Term Liabilities	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
E- Insurance Technical Provisions	**2.24, 4 and 17**	**2,159,689,986**	**1,335,985,230**
1- Unearned Premium Reserve - Net	2.24, 4 and 17	1,493,132,014	859,788,426
2- Provision for Ongoing Risks - Net		-	-
3- Mathematical Reserves - Net		-	-
4- Outstanding Claims Reserve - Net	2.24, 4 and 17	666,557,972	476,196,804
5- Provision for Bonuses and Discounts - Net	2.24, 4 and 17	-	-
6- Other Technical Provisions - Net	2.24, 4, 17 and 47.1	-	-
F- Taxes and Other Similar Liabilities and Provisions	**4**	**177,580,056**	**83,807,352**
1- Taxes and Funds Payable		84,994,715	39,641,845
2- Social Security Seductions Payable		10,460,422	6,415,834
3- Overdue Deferred or Postponed Taxes and Other Liabilities		-	-
4- Taxes and Similar Liabilities Payable		-	-
5- Provision for Taxation on Current Period Profit and Other Legal Liabilities (-)	35	307,568,333	222,033,232
6- Prepaid Tax and Other Liabilities on Current Year Profit (-)	35	(225,443,414)	(184,283,559)
7- Provisions for Other Taxes and Similar Liabilities		-	-
G- Provisions for Other Risks	**23**	**241,639,268**	**207,159,369**
1- Deferred Commission Income		-	-
2- Expense Accruals		-	-
3- Other Short-Term Prepaid Income	23	241,639,268	207,159,369
H- Short-Term Deferred Income and Accrued Expenses	**17 and 19**	**4,315,861**	**2,796,665**
1- Deferred Commission Income	10, 17 and 19	4,315,861	2,645,038
2- Expense Accruals	19	-	151,627
3- Other Short-Term Prepaid Income		-	-
I- Other Short Term Liabilities		**-**	**-**
1- Deferred Tax Liability		-	-
2- Inventory Surpluses		-	-
3- Other Miscellaneous Short Term Liabilities		-	-
III- Total short-term liabilities		**3,592,431,068**	**2,197,391,508**

KATILIM EMEKLİLİK VE HAYAT A.Ş.
BALANCE SHEET AS OF DECEMBER 31, 2025

Liabilities

IV- Long-Term Liabilities	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
A- Financial Liabilities	**20**	**13,197,508**	**17,075,321**
1- Payables to Credit Institutions		-	-
2- Payables from Financial Leasing Transactions	20	19,075,744	23,956,521
3- Deferred Lease Borrowing Costs (-)	20	(5,878,236)	(6,881,200)
4- Issued Bonds		-	-
5- Other Financial Assets Issued		-	-
6- Issuance Difference on Other Financial Assets Issued (-)		-	-
7- Other Financial Payables (Liabilities)		-	-
B- Payables from Operating Activities	**2.14,12,17 and 19**	**63,280,404,689**	**32,798,931,739**
1- Payables from Insurance Activities		-	-
2- Payables from Reinsurance Activities		-	-
3- Deposits from Insurance and Reinsurance Companies		-	-
4- Payables from Pension Activities	2.14, 12, 17 and 19	63,280,404,689	32,798,931,739
5- Payables from Main Operating Activities		-	-
6- Payables from Main Operating Activities Rediscount of Notes Payable (-)		-	-
C- Payables to Related Parties		**-**	**-**
1- Payables to Partners		-	-
2- Payables to Affiliates		-	-
3- Payables to Subsidiaries		-	-
4- Payables to Joint Ventures		-	-
5- Payables to Personnel		-	-
6- Payables to Related Parties		-	-
D- Other Payables		**-**	**-**
1- Deposits and Guarantees Received		-	-
2- Payables to SSI for Treatment Expenses		-	-
3- Other Miscellaneous Payables		-	-

Currency in Turkish Lira ("TRY") unless otherwise specified.
The following notes form an integral part of the financial statements.

KATILIM EMEKLİLİK VE HAYAT A.Ş.
BALANCE SHEET AS OF DECEMBER 31, 2025

Liabilities

IV- Long-Term Liabilities	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
E- Insurance Technical Provisions	**2.24, 4 and 17**	**373,259,427**	**272,782,896**
1- Unearned Premium Reserve - Net		-	-
2- Provision for Ongoing Risks - Net		-	-
3- Mathematical Reserve - Net	2.2, 4. 4 and 17	332,329,883	250,726,059
4- Outstanding Claims Reserve - Net		-	-
5- Provision for Bonuses and Discounts - Net		-	-
6- Other Technical Provisions - Net	2.24, 4, 17 and 47.1	40,929,544	22,056,837
F- Other Liabilities and Provisions		**-**	**-**
1- Other Liabilities Payable		-	-
2- Overdue Deferred or Postponed Taxes and Other Liabilities		-	-
3- Provisions for Other Liabilities and Expense		-	-
G- Provisions for Other Risks	**22**	**17,039,319**	**9,063,197**
1- Provision for Severance Pay	22	17,039,319	9,063,197
2- Provision for Social Support Fund Asset Deficits		-	-
H- Long-Term Deferred Income and Accrued Expenses		**-**	**-**
1- Deferred Commission Income		-	-
2- Expense Accruals		-	-
3- Other Long-Term Income		-	-
I- Other Long-Term Liabilities		**-**	**-**
1- Deferred Tax Liability		-	-
2- Other Miscellaneous Long-Term Liabilities		-	-
IV- Total Long-Term Liabilities		**63,683,900,943**	**33,097,853,153**

KATILIM EMEKLİLİK VE HAYAT A.Ş.
BALANCE SHEET AS OF DECEMBER 31, 2025

Equity			
V- Equity	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
A- Paid-in Capital	**2.13 and 15**	**72,000,000**	**72,000,000**
1- (Nominal) Capital	2.13 and 15	72,000,000	72,000,000
2- Unpaid Capital (-)		-	-
3- Positive Distinction From Share Capital Adjustment		-	-
4- Negative Distinction From Share Capital Adjustment (-)		-	-
B- Capital Reserves		**-**	**-**
1- Share Premiums		-	-
2- Gains on Cancellation of Share Certificates		-	-
3- Profits on Sale to be added to Capital		-	-
4- Foreign Currency Conversion Differences		-	-
5- Other Capital Reserves		-	-
C- Profit Reserves		**(44,292,262)**	**(34,368,754)**
1- Legal Reserves	15	14,400,000	14,400,000
2- Status Reserves		-	-
3- Extraordinary Reserves		-	-
4- Private Funds (Reserves)		-	-
5- Valuation of Financial Assets	15	(44,450,035)	(40,680,702)
6- Other Profit Reserves	15	(14,242,227)	(8,088,052)
D- Accumulated Earnings		**1,256,562,101**	**570,460,077**
1- Accumulated Earnings		1,256,562,101	570,460,077
E- Accumulated Losses (-)		**(16,676,657)**	**(16,676,657)**
1- Accumulated Losses		(16,676,657)	(16,676,657)
F- Net Profit (Loss) for the Period (-)		**813,918,696**	**686,102,024**
1- Net Profit for The Period		813,918,696	686,102,024
2- Net Loss for the Period (-)		-	-
3- Profit for the Period Not Subject to Distribution		-	-
Total Equity		**2,081,511,878**	**1,277,516,690**
Total Equity and Liabilities (III + IV + V)		**69,357,843,889**	**36,572,761,351**

Currency in Turkish Lira ("TRY") unless otherwise specified.
The following notes form an integral part of the financial statements.

KATILIM EMEKLİLİK VE HAYAT A.Ş.
INCOME STATEMENT FOR THE PERIOD OF JANUARY 1 - DECEMBER 31, 2025

I- Technical Section	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
A- Non-Life Technical Income		**2,389,998,904**	**1,721,943,216**
1- Earned Premiums (Net of Reinsurers' Share)		2,371,816,841	1,719,976,781
1.1- Written Premiums (Net of Reinsurers' Share)	24	2,972,816,996	2,112,344,161
1.1.1- Gross Written Premium (+)	24	2,991,434,473	2,125,257,831
1.1.2- Premiums Ceded to Reinsurers (-)	24	(18,617,477)	(12,913,670)
1.2- Change in Unearned Premium Reserve (Net of Reinsurers' Share and Reserves Carried Forward) (+/-)	17	(601,000,155)	(392,367,380)
1.2.1- Unearned Premium Reserve (-/+)	17	(603,306,528)	(391,671,904)
1.2.2- Reinsurer Share in Unearned Premiums Reserve (+)	17	2,306,373	(695,476)
1.3- Change in Provision for Unexpired Risks (Net of Reinsurers' Share and Reserves Carried Forward) (-/+)		-	-
1.3.1- Provision for Ongoing Risks (-/+)		-	-
1.3.2- Reinsurer Share in Provision for Ongoing Risks (+/-)		-	-
2- Investment Income Transferred from Non-Technical Segment		18,182,063	1,966,435
3- Other Technical Income (Net of Reinsurers' Share)		-	-
3.1- Gross Other Technical Income (-/+)		-	-
3.2- Reinsurer Share in Gross Other Technical Income (-)		-	-
B- Non-Life Technical Expense (-)		**(2,801,363,254)**	**(1,881,747,686)**
1- Incurred Claims (Net of Reinsurer Share)		(1,984,058,671)	(1,304,733,707)
1.1- Claims Paid (Net of Reinsurer Share) (-)	17	(1,809,033,116)	(1,002,017,430)
1.1.1- Gross Claims Paid (-)	17	(1,819,043,262)	(1,004,377,248)
1.1.2- Reinsurer Share in Claims Paid (+)	17	10,010,146	2,359,818
1.2- Change in Outstanding Claims Reserve (Net of Reinsurers' Share and Reserves Carried Forward) (-/+)		(175,025,555)	(302,716,277)
1.2.1- Outstanding Claims Reserve (+/-)		(166,995,792)	(312,620.919)
1.2.2- Reinsurer Share in Outstanding Claims Reserve (-)		(8,029,763)	9,904,642
2- Change in Provision for Bonuses and Discounts (Net of Reinsurers' Share and Reserves Carried Forward)	17	-	30,742,440
2.1- Provision for Bonuses and Discounts		-	30,742,440
2.2- Reinsurer Share in Provision for Bonus and Discounts		-	-
3- Change in Other Technical Provisions (Net of Reinsurers' Share and Reserves Carried Forward)	17	(7,780,650)	(4,186,244)
4- Operating Expenses	31	(814,084,121)	(586,944,100)

KATILIM EMEKLİLİK VE HAYAT A.Ş.
INCOME STATEMENT FOR THE PERIOD OF JANUARY 1 - DECEMBER 31, 2025

I- Technical Section	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
B- Non-Life Technical Expense (-)		**(2,801,363,254)**	**(1,881,747,686)**
5- Changes in Mathematical Reserves (Net of Reinsurers' Share and Reserves Carried Forward) (+/-)		4,560,188	(16,626,075)
5.1- Mathematical Reserves (-)		4,806.516	(18,595,524)
5.2- Reinsurer Share in Mathematical Reserves (+)		(246,328)	1,969,449
6- Other Technical Expenses (-)		-	-
C- Technical Segment Balance - Non-Life (A - B)		**(411,364,350)**	**(159,804,470)**
D- Life Technical Income		**915,024,349**	**614,366,897**
1- Earned Premiums (Net of Reinsurers' Share)		915,024,349	614,366,897
1.1- Written Premiums (Net of Reinsurers' Share)	2.21 and 24	947,367,782	615,666,379
1.1.1- Gross Written Premium (+)	24	993,026,965	643,937,908
1.1.2- Premiums Ceded to Reinsurers (-)	24	(45,659,183)	(28,271,529)
1.2- Change in Unearned Premium Reserve (Net of Reinsurers' Share and Reserves Carried Forward) (+/-)	17	(32,343,433)	(1,299,482)
1.2.1- Unearned Premium Reserve (-)	17	(36,215,535)	(1,347,027)
1.2.2- Reinsurer Share in Unearned Premiums Reserve (+)	17	3,872,102	47,545
1.3- Change in Provision for Unexpired Risks (Net of Reinsurers' Share and Reserves Carried Forward) (+/-)		-	-
1.3.1- Provision for Ongoing Risks (-)		-	-
1.3.2- Reinsurer Share in Provision for Ongoing Risks (+)		-	-
2- Life Segment Investment Income		-	-
3- Unrealized Profits on Investments		-	-
4- Other Technical Income (Net of Reinsurers' Share)		-	-
4.1- Gross Other Technical Income (+/-)		-	-
4.2- Reinsurer Share in Gross Other Technical Income (+/-)		-	-
5- Accrued Recourse Income (+)		-	-
E- Life Technical Expense		**(661,841,326)**	**(362,127,480)**
1- Incurred Claims (Net of Reinsurer Share)		(73,929,783)	(41,155,473)
1.1- Claims Paid (Net of Reinsurer Share) (+/-)	17	(58,594,170)	(26,829,995)
1.1.1- Gross Claims Paid (-)	17	(64,044,997)	(34,300,570)
1.1.2- Reinsurer Share in Claims Paid (+)	17	5,450,827	7,470,575
1.2- Change in Outstanding Claims Reserve (Net of Reinsurers' Share and Reserves Carried Forward) (-/+)		(15,335,613)	(14,325,478)
1.2.1- Outstanding Claims Reserve (-)		(20,393,117)	(20,712,659)
1.2.2- Reinsurer Share in Outstanding Claims Reserve (+)		5,057,504	6,387,181

Currency in Turkish Lira (“TRY”) unless otherwise specified.
The following notes form an integral part of the financial statements.

KATILIM EMEKLİLİK VE HAYAT A.Ş.
INCOME STATEMENT FOR THE PERIOD OF JANUARY 1 - DECEMBER 31, 2025

I- Technical Section	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
E- Life Technical Expense		**(362,127,480)**	**(362,127,480)**
2- Change in Provision for Bonuses and Discounts (Net of Reinsurers' Share and Reserves Carried Forward) (+/-)	17	-	80,669,994
2.1- Provision for Bonuses and Discounts (-)		-	80,669,994
2.2- Reinsurer Share in Provision for Bonus and Discounts (+)		-	-
3- Changes in Mathematical Reserves (Net of Reinsurers' Share and Reserves Carried Forward) (+/-)		(86,164,012)	(65,573,329)
3.1- Mathematical Reserves (-)		(90,088,315)	(69,188,492)
3.1.1- Actuarial Mathematical Reserve (+/-)	17	-	3,615,163
3.2- Reinsurer Share in Mathematical Reserve (+)		3,924,303	-
4- Change in Other Technical Provisions (Net of Reinsurers' Share and Reserves Carried Forward) (+/-)	17	(11,092,057)	(7,508,667)
5- Operating Expenses (-)	31	(490,655,474)	(328,560,005)
6- Investment Expenses (-)		-	-
7- Unrealized Losses on Investments (-)		-	-
F- Technical Segment Balance - Life (D - E)		**253,183,023**	**252,239,417**
G- Pension Technical Income		**1,069,047,921**	**678,302,496**
1- Fund Operating Income		596,406,315	375,959,941
2- Management Expense Deduction		384,424,153	255,782,361
3- Entrance Fee Income	25	84,798,749	44,262,604
4- Administrative Expense Deduction in the Event of Interruption		3,346,335	2,266,310
5- Special Service Expense Deduction		-	31.280
6- Capital Allocation Advances Value Increase Income	25	72,369	-
7- Other Technical Income	25	-	-
H- Pension Technical Expense		**(909,835,922)**	**(572,941,561)**
1- Fund Operating Expenses (-)		(106,636,761)	(69,613,903)
2- Capital Allocation Advances Value Decrease Expense (-)		(47,794)	-
3- Operating Expenses (-)	31	(799,054,273)	(490,420,948)
4- Other Technical Expenses (-)		(1,751,804)	(5,975,764)
5- Penalty Payments (-)		(2,345,290)	(6,930,946)
I- Technical Segment Balance - Pension (G - H)		**159,211,999**	**105,360,935**

KATILIM EMEKLİLİK VE HAYAT A.Ş.
INCOME STATEMENT FOR THE PERIOD OF JANUARY 1 - DECEMBER 31, 2025

II- Non-Technical Section	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
C- Technical Segment Balance - Non-Life (A - B)		**(411,364,350)**	**(159,804,470)**
F- Technical Segment Balance - Life (D - E)		**253,183,023**	**252,239,417**
I- Technical Segment Balance - Pension (G - H)		**159,211,999**	**105,360,935**
J- General Technical Segment Balance (C+F+I)		**1,030,672**	**197,795,882**
K- Investment Income	**26**	**1,276,616,089**	**882,549,911**
1- Income from Financial Investments		958,523,186	544,369,543
2- Profits from Cash Conversion of Financial Investments		-	-
3- Valuation of Financial Investments		179,047,699	282,582,198
4- Foreign Exchange Profits	26	139,045,204	55,598,170
5- Income from Affiliates		-	-
6- Income from Subsidiaries and Joint Ventures		-	-
7- Income from Land, Plots and Buildings		-	-
8- Income from Derivative Products		-	-
9- Other Investments		-	-
10- Investment Income Transferred from Life Technical Segment		-	
L- Investment Expenses (-)		**(125,621,166)**	**(71,830,396)**
1- Investment Management Expenses - Including Dividend (-)	4,34	(8,276,704)	(6,608,495)
2- Impairment of Investments (-)		-	(5,189,979)
3- Losses on Liquidation of Investments (-)		(897,322)	(276,071)
4- Investment Income Transferred to Non-Life Technical Segment (-)		(18,182,063)	-
5- Losses on Derivative Instruments (-)		-	-
6- Foreign Exchange Losses (-)	26	(855,203)	(5,623,882)
7- Depreciation Expenses (-)	6	(97,409,874)	(54,131,969)
8- Other Investment Expenses (-)		-	-
M- Income and Profits, Expenses and Losses from Other and Extraordinary Activities (+/-)		**(30,538,566)**	**(100,380,140)**
1- Provisions Account (+/-)	47.4	(10,466,611)	(81,962,384)
2- Rediscount Account (+/-)		-	14,681,268
3- Specialty Insurance Account (+/-)		-	-
4- Inflation Adjustment Account (+/-)		-	-
5- Deferred Tax Asset Account (+/-)	21,35	20,607,382	(13,352,646)
6- Deferred Tax Liability Expense (-)		-	-
7- Other Income and Profits	47.1	6,470,344	4,140,303
8- Other Expenses and Losses (-)	47.1	(47,149,681)	(23,886,681)
9- Prior Year Income and Profits		-	-
10- Prior Year Expenses and Losses (-)		-	-
N- Net Profit or Loss for the Period (-)	**37**	**813,918,696**	**686,102,024**
1- Profit and Loss for the Period (-)		1,121,487,029	908,135,256
2- Provision for Taxation on Current Period Profit and Other Legal Liabilities (-)	35	(307,568,333)	(222,033,232)
3- Net Profit or Loss for the Period (-)	37	813,918,696	686,102,024
4- Inflation Adjustment Account		-	-

Currency in Turkish Lira ("TRY") unless otherwise specified.
The following notes form an integral part of the financial statements.

KATILIM EMEKLİLİK VE HAYAT A.Ş.
CASH FLOW STATEMENT FOR THE PERIOD OF JANUARY 1 - DECEMBER 31, 2025

Cash Flow Statement

	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
A- Cash Flows from Main Operating Activities			
1- Cash inflows from insurance activities		4,296,627,963	2,903,550,577
2- Cash inflows from reinsurance activities		19,573,994	-
3- Cash inflows from pension activities		1,343,131,355	765,075,217
4- Cash outflow from insurance activities (-)		(4,568,750,657)	(2,459,782,314)
5- Cash outflow from reinsurance activities (-)		-	(6,050,856)
6- Cash outflow from pension activities (-)		(934,053,160)	(586,270,801)
7- Cash generated from operating activities (A1+A2+A3-A4-A5-A6)		156,529,495	616,521,823
8- Interest payments (-)		-	-
9- Income tax payments (-)	35	(263,193,087)	(211,558,295)
10- Other cash inflows		9,688,865	175,350,588
11- Other cash outflows (-)		(25,778,090)	(18,842,031)
12- Net cash from main activities		(122,752,817)	561,472,085
B- Cash Flows from Investing Activities			
1- Sale of property, plant, and equipment	6, 8, 47.1	1,254,639	31,747
2- Acquisition of property, plant, and equipment (-)	6, 8	(289,940,168)	(176,900,162)
3- Acquisition of financial assets (-)		(1,656,215,249)	(692,404,146)
4- Sale of financial assets		1,400,712,451	304,726,932
5- Received Dividends		958,523,186	724,726,380
6- Dividends Received		-	-
7- Other Cash Inflows		52,275,893	-
8- Other cash outflows (-)		(78,696,046)	-
9- Net cash flow from investment activities		387,914,706	160,180,751
C- Cash Flows from Financing Activities			**-**
1- Share Issuance		-	-
2- Cash Inflows Related to Loans		-	-
3- Payments for Financial Leasing Obligations (-)		(10,829,484)	(10,778,229)
4- Dividends Paid (-)		-	-
5- Other Cash Inflows		-	-
6- Other Cash Outflows (-)		-	-
7- Net Cash Flow from Financing Activities		(10,829,484)	(10,778,229)
D- Effect of exchange rate differences on cash and cash equivalents		**(20,482)**	**15,467,197**
E- Net increase in cash and cash equivalents (A12+B9+C7+D)		**254,311,923**	**726,341,804**
F- Cash and cash equivalents at the beginning of the period	**2.12**	**1,053,855,259**	**327,513,455**
G- Cash and cash equivalents at the end of the period (E+F)	**2.12**	**1,308,167,182**	**1,053,855,259**

KATILIM EMEKLİLİK VE HAYAT A.Ş.
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD OF JANUARY 1 - DECEMBER 31, 2025

Statement of Changes in Equity											
Current Period	Share Capital	Own shares of the entity (-)	Increase in value of assets	Equity inflation adjustment difference	Foreign Currency Conversion Differences	Legal Reserves	Status Reserves	Other Reserves and Retained Earnings	Net Period Profit / (Loss)	Accumulated Earnings/ (Losses)	Total
I- Prior Period End Balance (31/12/2024)	**72,000,000**	**-**	**(40,680,702)**	**-**	**-**	**14,400,000**	**-**	**(8,088,052)**	**686,102,024**	**553,783,420**	**1,277,516,690**
II- End of the Previous Period Amendments	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
III- New Balance (I+II) (01/01/2025)	**72,000,000**	**-**	**(40,680,702)**	**-**	**-**	**14,400,000**	**-**	**(8,088,052)**	**686,102,024**	**553,783,420**	**1,277,516,690**
A- Capital Increase	-	-	-	-	-	-	-				
1- Cash	-	-	-	-	-	-	-	-	-	-	-
2- From internal sources	-	-	-	-	-	-	-	-	-	-	-
B- Own shares purchased by the company	-	-	-	-	-	-	-	-	-	-	-
C- Gains and losses not recognized in the income statement	-	-	-	-	-	-	-	-	-	-	-
D- Increase in value of assets	-	-	(3,769,333)	-	-	-	-	-	-	-	(3,769,333)
E- Foreign currency conversion differences	-	-	-	-	-	-	-	-	-	-	-
F- Other gains and losses	-	-	-	-	-	-	-	(6,154,175)	-	-	(6,154,175)
G- Inflation adjustment differences	-	-	-	-	-	-	-	-	-	-	-
H- Net Profit or Loss for the Period	-	-	-	-	-	-	-	-	813,918,696	-	813,918,696
I- Dividends Distributed	-	-	-	-	-	-	-	-	-	-	-
J- Transfers	-	-	-	-	-	-	-	-	(686,102,024)	686,102,024	-
IV- Balance at the end of the period (31/12/2024) (III+ A+B+C+D+E+F+G+H+I+J)	**72,000,000**	**-**	**(44,450,035)**	**-**	**-**	**14,400,000**	**-**	**(14,242,227)**	**813,918,696**	**1,239,885,444**	**2,081,511,878**

Currency in Turkish Lira ("TRY") unless otherwise specified.
The following notes form an integral part of the financial statements.
(*) Details related to equity items are provided in Note 15.

KATILIM EMEKLİLİK VE HAYAT A.Ş.
STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD OF JANUARY 1 - DECEMBER 31, 2025

Statement of Changes in Equity

Previous Period	Share Capital	Own shares of the entity (-)	Increase in value of assets	Equity inflation adjustment difference	Foreign Currency Conversion Differences	Legal Reserves	Status Reserves	Other Reserves and Retained Earnings	Net Period Profit / (Loss)	Accumulated Earnings/ (Losses)	Total
I- Prior Period End Balance (31/12/2024)	**72,000,000**	**-**	**(8,841,180)**	**-**	**-**	**13,641,902**	**-**	**(4,140,701)**	**346,659,057**	**207,882,460**	**627,201,538**
II- End of the Previous Period Amendments	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
III- New Balance (I+II) (01/01/2025)	**72,000,000**	**-**	**(8,841,180)**	**-**	**-**	**13,641,902**	**-**	**(4,140,701)**	**346,659,057**	**207,882,460**	**627,201,538**
A- Capital Increase	-	-	-	-	-	-	-	-	-	-	
1- Cash	-	-	-	-	-	-	-	-	-	-	-
2- From internal sources	-	-	-	-	-	-	-	-	-	-	-
B- Own shares purchased by the company	-	-	-	-	-	-	-	-	-	-	-
C- Gains and losses not recognized in the income statement	-	-	-	-	-	-	-	-	-	-	-
D- Increase in value of assets	-	-	(31,839,522)	-	-	-	-	-	-	-	(31,839,522)
E- Foreign currency conversion differences	-	-	-	-	-	-	-	-	-	-	-
F- Other gains and losses	-	-	-	-	-	-	-	(3,947,351)	-	-	(3,947,351)
G- Inflation adjustment differences	-	-	-	-	-	-	-	-	-	-	-
H- Net Profit or Loss for the Period	-	-	-	-	-	-	-	-	686,102,024	-	686,102,024
I- Dividends Distributed	-	-	-	-	-	-	-	-	-	-	-
J- Transfers	-	-	-	-	-	758,098	-	-	(346,659,057)	345,900,959	-
IV- Balance at the end of the period (31/12/2023) (III+A+B+C+D+E+F+G+H+I+J)	**72,000,000**	**-**	**(40,680,702)**	**-**	**-**	**14,400,000**	**-**	**(8,088,052)**	**686,102,024**	**553,783,420**	**1,277,516,689**

KATILIM EMEKLİLİK VE HAYAT A.Ş.
DIVIDEND DISTRIBUTION TABLE FOR THE PERIOD OF JANUARY 1 - DECEMBER 31, 2025

	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
I. Distribution of profit for the period			
1.1- Profit for the period		1,100,879,667	921,487,902
1.2- Taxes and legal liabilities payable			
1.2.1- Corporate Tax (Income Tax)		(307,568,333)	(222,033,232)
1.2.2- Income Tax Deduction			-
1.2.3- Other Tax and Legal Liabilities (Deferred Tax)		20,607,382	(13,352,646)
A- Net profit for the period (1.1 - 1.2)		**813,918,696**	**686,102,024**
1.3- Accumulated Loss (-)		-	-
1.4- Primary Legal Reserve		-	-
1.5- Legal funds required to be kept and saved in the company (-)		-	-
B- Distributable net profit for the period [(A - (1.3 + 1.4 + 1.5)]		**813,918,696**	**686,102,024**
1.6- First Dividend to Partners (-)		-	-
1.6.1- To Shareholders		-	-
1.6.2- To Privileged Share Holders		-	-
1.6.3- To Participation Preferred Shareholders		-	-
1.6.4- To Profit Participating Bondholders		-	-
1.6.5- To Profit and Loss Sharing Certificate Holders		-	-
1.7- Dividend to Personnel (-)		-	-
1.8- Dividend to the Board of Directors (-)		-	-
1.9- Second Dividend to Partners (-)		-	-
1.9.1- To Shareholders		-	-
1.9.2- To Privileged Share Holders		-	-
1.9.3- To Participation Preferred Shareholders		-	-
1.9.4- To Profit Participating Bondholders		-	-
1.9.5- To Profit and Loss Sharing Certificate Holders		-	-
1.10- Secondary Legal Reserve (-)		-	-
1.11- Status Reserves (-)		-	-
1.12- Extraordinary Reserves		-	-
1.13- Other Reserves		-	-
1.14- Private Funds		-	-

Currency in Turkish Lira ("TRY") unless otherwise specified.
The following notes form an integral part of the financial statements.
(*) The General Assembly is the Company's authorized body for the distribution of profit for the current period. Since the Company's Annual Ordinary General Assembly Meeting had not yet been held as of the date of preparation of these financial statements, only net profit for the period is presented in the profit distribution table.

KATILIM EMEKLİLİK VE HAYAT A.Ş.
DIVIDEND DISTRIBUTION TABLE FOR THE PERIOD OF JANUARY 1 - DECEMBER 31, 2025

	Note	Independently Audited Current Period - December 31, 2025	Independently Audited Previous Period December 31, 2024
II- Distribution From Reserves			
2.1- Distributed Reserves		-	-
2.2- Secondary Legal Reserves (-)		-	-
2.3- Share to Partners (-)		-	-
2.3.1- To Shareholders		-	-
2.3.2- To Privileged Share Holders		-	-
2.3.3- To Participation Preferred Shareholders		-	-
2.3.4- To Profit Participating Bondholders		-	-
2.3.5- To Profit and Loss Sharing Certificate Holders		-	-
2.4- Share to Personnel (-)		-	-
2.5- Share to Board of Directors (-)		-	-
III- Profit per Share			
3.1- To Shareholders		-	-
3.2- To Shareholders (%)		-	-
3.3- To privileged shareholders		-	-
3.4- To privileged shareholders (%)		-	-
IV- Dividends per Share		-	-
4.1- To Shareholders		-	-
4.2- To Shareholders (%)		-	-
4.3- To privileged shareholders		-	-
4.4- To privileged shareholders (%)			

1. General Information

1.1 Name of the parent company: As of December 31, 2025 and December 31, 2024, the direct shareholders of Katılım Emeklilik ve Hayat A.Ş. ("the Company") are AlBaraka Türk Katılım Bankası A.Ş. and Kuveyt Türk Katılım Bankası A.Ş.

1.2 Registered office and legal structure of the entity, country of incorporation, and address of the registered office: The Company was established following its registration with the Istanbul Trade Registry Office on December 17, 2013 and the announcement of its articles of association in the Turkish Trade Registry Gazette dated December 23, 2013. The Company's registered address is İnkılap Mahallesi, Dr. Adnan Büyükdeniz Caddesi No: 2, Akkom Ofis Park-Kelif Plaza, Floor 2, Ümraniye/Istanbul.

The Republic of Türkiye Ministry of Treasury and Finance ("Ministry of Treasury and Finance") deemed it appropriate to grant the Company an operating license on May 9, 2014 to operate in the Personal Accident, Life and Personal Pension segments. Following the announcement of the relevant decision in the Turkish Trade Registry Gazette dated May 20, 2014 for the Life segment and May 26, 2014 for the Pension segment, the relevant licensing procedures were completed. The Company issued its first policy in the Life segment on June 2, 2014.

1.3 Actual field of activity of the enterprise: The Company carries out its activities in accordance with the provisions of Insurance Law No. 5684, Personal Pension Savings and Investment System Law No. 4632, and other relevant legislation.

1.4 Description of the nature of the entity's activities and main fields of operation: Explained in Notes 1.2 and 1.3.

1.5 Average number of personnel employed during the period by category:

	January 1 - December 31, 2025	January 1 - December 31, 2024
Senior and mid-level managers	24	22
Other personnel	208	183
Total	**232**	**205**

1.6 Total amount of remuneration and similar benefits provided during the current period to senior executives such as the Chairman and members of the Board of Directors, the General Manager, and Assistant General Managers: TRY 123,273,702 (January 1 to December 31, 2024: TRY 69,019,717).

1.7 Allocation keys used in the financial statements for the allocation of investment income and operating expenses, including personnel, management, research and development, marketing and sales, externally provided benefits and services, and other operating expenses: The Company allocates investment income and personnel, management, research and development, marketing and sales, externally provided benefits and services, and other operating expenses related to the technical department by taking into account the provisions of the "Circular on the Procedures and Principles Regarding the Keys Used in Financial Statements Prepared within the Framework of the Insurance Uniform Chart of Accounts," published by the Ministry of Treasury and Finance on January 4, 2008, and Circular No. 2010/9 dated August 9, 2010, which amended the aforementioned circular.

1.8 Whether the financial statements cover a single company or a group of companies: The financial statements cover a single company, Katılım Emeklilik ve Hayat A.Ş.

1.9 Name of the reporting entity or other identifying information, and changes in such information since the previous balance sheet date: The Company's name and other identifying information are presented in Notes 1.1, 1.2, and 1.3.

1.10 Events after the balance sheet date: Events after the balance sheet date are disclosed in Note 46.

2. Summary of Significant Accounting Policies

2.1 Basis of Presentation

The Company prepares its financial statements in accordance with the principles prescribed for insurance and reinsurance companies by the Insurance and Insurance and Personal Pension Regulation and Supervision Agency ("IPRSA"), which was established pursuant to Insurance Law No. 5684 and the Presidential Decree dated October 18, 2019. The insurance legislation governing financial reporting before the establishment of IPRSA and the commencement of its regulatory activities in the insurance sector was issued by the Ministry of Treasury and Finance.

The financial statements are prepared in accordance with the Insurance Chart of Accounts included in the Communiqué on the Insurance Chart of Accounts and Its Explanatory Notes, Communiqué on Insurance Chart of Accounts and Prospectus No. 1, published by the Ministry of Treasury and Finance in the Official Gazette dated December 30, 2004, No. 25686, and the Sector Announcement on the Opening of New Account Codes in the Insurance Chart of Accounts dated December 27, 2011, No. 2011/14. The form and content of the financial statements prepared, together with their disclosures and notes, are determined in accordance with the Communiqué on the Presentation of Financial Statements published in the Official Gazette dated April 18, 2008, No. 26851, and the Sector Announcement on New Account Codes and the Presentation of Financial Statements dated May 31, 2012, No. 2012/7.

The Company accounts for its activities within the framework of the "Insurance Accounting and Financial Reporting Legislation," which includes the Regulation on Financial Reporting of Insurance and Reinsurance Companies and Pension Companies, published on July 14, 2007 and effective as of January 1, 2008; other regulations, explanations, and circulars issued by IPRSA and the Ministry of Treasury and Finance regarding accounting and financial reporting principles; and, for matters not regulated thereunder, the provisions of the Turkish Financial Reporting Standards ("TFRS") announced by the Public Oversight Accounting and Auditing Standards Authority ("KGK"). However, insurance companies are required to apply the Communiqué on the Preparation of Consolidated Financial Statements of Insurance and Reinsurance Companies and Pension Companies, published in the Official Gazette dated December 31, 2008, No. 27097, as of March 31, 2009. Since the Company does not have any controlled subsidiaries that it is required to consolidate in this respect, it is not required to prepare consolidated financial statements.

Accounting in Hyperinflationary Economies

On November 23, 2023, KGK announced that the financial statements of entities applying Turkish Financial Reporting Standards and the Financial Reporting Standard for Large and Medium-sized Enterprises, BOBİ FRS, for annual reporting periods ending on or after December 31, 2023 must be presented after being adjusted for the effects of inflation in accordance with the relevant accounting principles set out in Turkish Accounting Standard 29, Financial Reporting in Hyperinflationary Economies, and BOBİ FRS Section 25, Financial Reporting in Hyperinflationary Economies.

However, the announcement also stated that institutions or organizations authorized to regulate and supervise their respective fields may determine transition dates different from those prescribed above for the application of the provisions of TAS 29 or BOBİ FRS. Pursuant to IPRSA Circular No. 2024/32 dated December 6, 2024, it was decided that insurance, reinsurance, and pension companies would not apply inflation accounting in 2025 either. Accordingly, no inflation adjustment was made in accordance with TAS 29 in the preparation of the financial statements as of December 31, 2025.

New and Revised Turkish Financial Reporting Standards

a) Amendments and Interpretations Effective from 2025

TAS 21 (Amendments) – Non-exchangeability

These amendments provide guidance on determining when a currency is exchangeable and how the exchange rate should be determined when it is not exchangeable. The amendments are effective for annual reporting periods beginning on or after January 1, 2025.

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

b) Standards not yet effective and amendments and interpretations to existing standards

The Company has not yet applied the following standards that are not yet effective, nor the following amendments and interpretations to existing standards:

TFRS 17	Insurance Contracts
TFRS 17 (Amendments)	Insurance Contracts and Initial Application of TFRS 17 and TFRS 9: Comparative Information
TFRS 18	Presentation and Disclosure in Financial Statements
TFRS 19	Subsidiaries without Public Accountability: Disclosures
TFRS 9 ve TFRS 7 (Amendments)	Classification and Measurement of Financial Instruments
TFRS 9 ve TFRS 7 (Amendments)	Contracts Referencing Nature-dependent Electricity
Annual Improvements	Annual Improvements to TFRS Accounting Standards, Volume 11
TFRS 19 (Amendments)	Subsidiaries without Public Accountability: Disclosures

TFRS 17 Insurance Contracts

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

The Company shared its statement of financial position as of December 31, 2024, prepared in accordance with TFRS 17, with the Insurance and Personal Pension Regulation and Supervision Agency on June 16, 2025.

The Company assessed the effects of the aforementioned standards and amendments on its financial statements and concluded that the amendments do not have a significant impact other than the effects of TFRS 17. The Company has established the accounting policies required under TFRS 17, and its analysis and assessment of the effects of TFRS 17 on the financial statements are ongoing. TFRS 17 contains significant differences from the Insurance Accounting and Financial Reporting Legislation currently in force, particularly in terms of the measurement of insurance liabilities, the recognition of insurance revenue, and the presentation format. The Company continues its transition process under TFRS 17. At this stage, the quantitative effects of the transition on the financial statements for 2025 have not yet been finalized. The transition will be significant particularly in terms of the re-measurement of assets and/or liabilities related to insurance and reinsurance contracts, the periods in which insurance income and expenses are recognized, and the effects of these changes on shareholders' equity.

TFRS 17 (Amendments) Insurance Contracts and Initial Application of TFRS 17 and TFRS 9: Comparative Information

Amendments have been made to TFRS 17 to reduce implementation costs, improve the disclosure of results, and facilitate the transition. Additionally, the amendment regarding comparative information allows first-time adopters of both TFRS 17 and TFRS 9 to present comparative data on financial assets as if the classification and measurement requirements of TFRS 9 had previously been applied to those financial assets. The amendments will be applied when TFRS 17 is initially applied.

TFRS 18 Presentation and Disclosure in Financial Statements

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

TFRS 19 Subsidiaries without Public Accountability: Disclosures

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

TFRS 9 and TFRS 7 (Amendments) Classification and Measurement of Financial Instruments

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

TFRS 9 and TFRS 7 (Amendments) Contracts Referencing Nature-dependent Electricity

The amendments aim to enable entities to include information on such contracts in their financial statements, on the basis that this would more faithfully reflect contracts referencing nature-dependent electricity. These amendments are effective for annual reporting periods beginning on or after January 1, 2026.

Annual Improvements to TFRS Accounting Standards, Volume 11

The announcement includes the following amendments:

• TFRS 1: Hedge accounting for first-time adopters
• TFRS 7: Gain or loss on derecognition
• TFRS 7: Disclosure of the deferred difference between transaction price and fair value
• TFRS 7: Introduction and credit risk disclosures

- TFRS 9: Derecognition of a lease liability by a lessee
- TFRS 9: Transaction price
- TFRS 10: Determination of a "de facto agent"
- TAS 7: Cost method

These amendments are effective for annual reporting periods beginning on or after January 1, 2026.

TFRS 19 (Amendments) Subsidiaries without Public Accountability: Disclosures

The amendments cover new or revised Turkish Financial Reporting Standards that were not taken into account when TFRS 19 was first issued. These amendments are effective for annual reporting periods beginning on or after January 1, 2027.

The potential effects of the aforementioned standards, amendments, and improvements on the Company's financial position and performance are being evaluated.

2.1.1. Changes in Accounting Policies, Accounting Estimates, and Errors

Changes in accounting estimates are applied prospectively. If the change relates only to one period, it is applied in the current period in which the change is made. If it also relates to future periods, it is applied prospectively to cover those future periods. No changes were made to accounting estimates in the current period.

Significant changes in accounting policies and material accounting errors identified are applied retrospectively, and prior-period financial statements are restated. There were no changes in accounting policies and no material accounting errors identified in the current period.

2.1.2 Offsetting/Netting

Financial assets and liabilities are presented on a net basis when there is a legally enforceable right to offset, when there is an intention to assess the related assets and liabilities on a net basis, or when the realization of the assets and the settlement of the liabilities occur consecutively.

2.1.3 Going Concern

The Company has prepared its financial statements on a going concern basis.

2.1.4 Currency Used

The Company's functional currency is the Turkish Lira (TRY), and it maintains its accounting records in TRY.

2.1.5 Comparative Information

The accompanying financial statements are prepared comparatively with the prior period in order to identify trends in the Company's financial position, performance, and cash flows. When the presentation or classification of financial statement items changes, the prior-period financial statements are reclassified accordingly to ensure comparability, and disclosures are made regarding such matters. No changes have been made to the prior-period financial statements.

2.2 Consolidation

As of the Company's balance sheet date, the Company has no subsidiaries that are required to be consolidated.

2.3 Segment Reporting

The Company is not publicly traded and does not prepare segment reporting within the scope of TFRS 8, "Operating Segments."

2.4 Foreign Currency Conversion

The Company's functional currency is the Turkish Lira. Transactions denominated in foreign currencies are converted into the functional currency at the exchange rate prevailing on the transaction date. Foreign exchange gains and losses arising from these transactions, and from the conversion of monetary assets and liabilities denominated in foreign currencies into the functional currency at the exchange rate prevailing at the end of the period, are recognized in the income statement.
Foreign exchange conversion differences arising from non-monetary financial assets and liabilities are treated as part of the change in fair value and are recognized in the accounts in which such fair value changes are monitored.

2.5 Property, Plant, and Equipment

Property, plant, and equipment are presented at cost less accumulated depreciation. Depreciation is provided using the straight-line method based on the useful lives of the tangible assets. The estimated depreciation periods for property, plant and equipment, based on their useful lives, are presented below:

Fixtures and Installations	Special Costs	Vehicles
3-10 years	5 years	5 years

When circumstances indicate that tangible assets may be impaired, an assessment is performed to determine whether any impairment exists. If, as a result of this assessment, the carrying amount of a tangible asset exceeds its recoverable amount, the carrying amount is reduced to its recoverable amount by recognizing a provision. Gains and losses arising from the disposal of tangible assets are included in other operating income and expense accounts (Note 6).

2.6 Investment Properties

As of December 31, 2025, the Company has no investment property (December 31, 2024: None).

2.7 Intangible Fixed Assets

Intangible fixed assets consist of acquired computer software. Intangible fixed assets are recognized at acquisition cost and amortized using the straight-line method over their estimated useful lives after the date of acquisition. In the event of impairment, the carrying amount of intangible fixed assets is reduced to their recoverable amount. Intangible fixed assets are amortized over a period of three years (Note 8).

2.8 Financial Assets

The Company classifies and recognizes its financial assets as "financial assets held-to-maturity," "financial assets held for trading," and "loans and receivables, receivables from main operations."

Receivables from main operations consist of receivables arising from insurance and pension activities and are classified as financial assets in the financial statements.

Purchases and sales of these financial assets are recognized and derecognized on the basis of the "settlement date." The classification of financial assets is determined at the date of acquisition by taking into account the purpose for which the relevant assets were acquired by the Company's management.

Financial Assets Held-to-Maturity:

Financial assets held-to-maturity refer to financial assets, other than loans and receivables, that are intended and eligible to be held until maturity, provided that all necessary conditions, including funding capability, are met. These assets have fixed or determinable payments and fixed maturities, are not classified as financial assets at fair value through profit or loss upon initial recognition, and are not categorized as available-for-sale. Such assets are initially recognized at cost, which is considered their fair value. The fair value of financial assets held-to-maturity is determined based on the transaction price or market prices of comparable financial instruments. Financial assets held-to-maturity are measured at amortized cost. Contribution income from financial assets held-to-maturity is recognized in the income statement.

The Company does not recognize impairment on debt securities classified as financial assets held-to-maturity based on short-term market fluctuations, provided there is no collection risk. If a collection risk arises, the impairment loss is determined as the difference between the carrying amount of the financial asset and the present value of the cash flows expected to be collected from the asset, discounted at the original effective interest rate.

Available-for-Sale Financial Assets

Available-for-sale financial assets consist of financial assets other than loans and receivables, held-to-maturity financial assets, and financial assets held for trading.

Available-for-sale financial assets are initially recognized at cost and are subsequently measured at the fair value of the relevant financial assets. For investments that are not traded in an active market, fair value is calculated using valuation methods. Fair value is determined based on the market prices of similar securities traded in markets with comparable characteristics in terms of profit share, maturity, and other similar conditions.

Unrealized gains or losses arising from changes in the fair values of available-for-sale financial assets, which represent the difference between the amortized cost of the securities calculated using the effective profit share rate method and their fair value, are presented under the "Valuation of Financial Assets" account within equity. When available-for-sale financial assets are disposed of, the amount recognized in equity as a result of fair value measurement is transferred to profit or loss.

Financial Assets Held for Trading, Financial Assets at Fair Value Through Profit or Loss:

Financial assets measured at fair value by the Company and associated with the income statement are classified under "Financial Assets Held for Trading" in the financial statements. Financial assets measured at fair value through profit or loss consist of financial instruments acquired for the purpose of generating profit from short-term fluctuations in market prices and similar factors, financial instruments that are part of a portfolio intended to generate short-term profit regardless of the reason for acquisition, and financial instruments whose performance is evaluated by the Company on a fair value basis and which are classified in this category at the time of acquisition for this purpose.

Financial assets held for trading are initially recognized at fair value and are subsequently measured at fair value. If the price formations that serve as the basis for fair value do not occur under active market conditions, fair value is deemed not to be reliably determinable, and the "discounted value" calculated using the effective yield rate method is taken into account as fair value. Gains and losses arising from the valuation are included in the income statement.

Loans and Receivables, Receivables from Main Operations:

Loans and receivables are financial assets created by providing money or services to a debtor. Such receivables are initially recognized at fair value. Fees and other similar expenses paid in relation to assets received as collateral for the relevant receivables are not treated as transaction costs and are recognized in expense accounts.

The Company recognizes provisions for its receivables in line with management's assessments and estimates. Such provisions are classified under "Provision for Receivables from Insurance Operations" in the balance sheet. In determining its estimates, the Company takes into account the general structure of its existing receivables portfolio, the financial standing of policyholders and intermediaries, non-financial data, and the economic environment, in line with its risk policies and the prudence principle.

2.9 Impairment of Assets

Matters relating to the impairment of assets are disclosed in the notes explaining the accounting policies for the relevant assets.

The total amount of existing mortgages or collateral on asset values is disclosed in Note 43. The amounts of provisions for doubtful receivables set aside for receivables that are past due and receivables that are not yet due are disclosed in Note 12.1, while provision expenses for the period are disclosed in Note 47.4.

2.10 Derivative Financial Instruments

None (December 31, 2024: None).

2.11 Offsetting of Financial Assets

Financial assets and liabilities are presented on a net basis when there is a legally enforceable right to offset them, when there is an intention to assess the relevant assets and liabilities on a net basis, or when the realization of the assets and the settlement of the liabilities occur consecutively.

2.12 Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, bank deposits, and short-term investments with maturities of less than three months that have a fixed amount, are readily convertible into cash, have high liquidity, and are subject to an insignificant risk of changes in value.

Cash and cash equivalents forming the basis of the cash flow statement are presented below:

	December 31, 2025	December 31, 2024
Banks (Note 14)	1,138,737,761	951,348,180
Bank-guaranteed credit card receivables with maturities of less than three months (Note 14)	186,706,596	117,704,193
Total cash and cash equivalents	**1,325,444,357**	**1,069,052,373**
Blocked deposits (*) (Note 43)	-	-
Valuation of term participation accounts	(17,277,174)	(15,197,114)
Total cash and cash equivalents in the cash flow statement	**1,308,167,182**	**1,053,855,259**

2.13 Share Capital

As of December 31, 2025 and December 31, 2024, the distribution of the Company's share capital is as follows:

	December 31, 2025		December 31, 2024	
	Share Ratio (%)	Share Amount	Share Ratio (%)	Share Amount
AlBaraka Türk Katılım Bankası A.Ş.	50.00	36,000,000	50.00	36,000,000
Kuveyt Türk Katılım Bankası A.Ş.	50.00	36,000,000	50.00	36,000,000
Total	**100**	**72,000,000**	**100**	**72,000,000**

As of December 31, 2025, there are no privileges granted to the shares representing the capital (December 31, 2024: None).

Further information on the Company's capital is disclosed in Note 15.

2.14 Insurance and Investment Contracts, Classification

Insurance contracts are contracts that transfer insurance risk. Insurance contracts protect the insured against the adverse economic consequences of an insured event under the terms and conditions undertaken in the insurance policy.

The main contracts issued by the Company are personal accident and life insurance policies, reinsurance contracts, and personal pension contracts, as described below:

i) Risk Policies:

Annual Life

Annual Life Insurance provides coverage for one year against the risks that the insured may face. In addition to the main coverage for death by natural causes, this insurance provides additional coverages for accidental death, permanent and temporary disability, and critical illnesses, thereby covering the risks that may occur to the insured during the policy term. Annual Life Insurance policies are risk-weighted, do not include a savings component, and do not grant surrender or loan rights. They may be sold as group or individual policies. The age limit is between 18 and 75, and premiums vary depending on age, gender, and health-related risk assessment.

Long-Term Life

Long-Term Life Insurance provides long-term financial protection against the risks that the insured may face during the policy term by offering additional coverages for accidental death and permanent disability, in addition to the main coverage for death by natural causes. The insurance term may be set between 2 and 30 years. Long-term life policies are designed for protection and are risk-weighted; they do not include a savings component. They are sold as both group and individual policies. The age limit is between 18 and 75, and premiums vary depending on age, gender, and health-related risk assessment.

Credit Life

Credit Life Insurance provides coverage against adverse life events, such as death or disability, throughout the term of the loan used. In the event of an adverse situation during the loan term, the outstanding loan debt is settled through the credit life insurance policy. The coverages generally include only death coverage. These are risk products that do not include a savings component. The age limit is between 18 and 75, and premiums vary depending on age, gender, and health-related risk assessment. Upon the request of the insured, an unemployment rider that protects monthly loan payments may also be offered under the credit life policy together with other coverages.

Personal Accident Insurance

This insurance provides coverage against risks arising from accidents. In addition to accidental death coverage, it also offers additional coverages such as accidental disability, unemployment or temporary disability, and accident-related medical expenses.

ii) Personal Pension Transactions:

As of December 31, 2025, there are 20 pension mutual funds established by the Company (December 31, 2024: 17).

Receivables from the personal pension system consist of capital advances made to pension mutual funds, receivables from fund operating expense deductions, receivables from participants, and receivables from the custodian company. Under the "Receivables from Fund Operating Expense Deductions" account, the Company tracks receivables from fund operating expense deductions arising from the management of the funds that cannot be collected on the same day. Advances allocated to pension mutual funds established by the Company are tracked under the account for capital advances made to pension mutual funds. Receivables from the custodian company on a fund basis on behalf of participants are classified under the "Receivables from the Custodian Company" item. This amount is also presented as "Payables to Participants" under the "Personal Pension System Payables" item for the funds sold.

Personal pension system payables consist of the payables to participants account described above, as well as accruals calculated for pension mutual fund management expenses, the participants' temporary account, and payables to personal pension intermediaries. Accruals calculated for pension mutual fund management expenses include the accrual entry for the amount payable by the Company to the portfolio management company in relation to the pension mutual funds established by the Company. The participants' temporary account is the account item used to track amounts not yet directed to investment on behalf of participants, as well as the amount to be paid to participants or transferred to another company after the sale of the fund units belonging to the participant and after similar deductions are made, in cases where participants withdraw from the system or transfer their savings to another company.

The fund operating expense deduction, which represents consideration for the management and representation of the funds, as well as the hardware, personnel, and accounting services allocated to the funds, is recognized as income in the Company's accounts and is shared between the Company and the portfolio management company based on the rate specified in the agreement. The full amount of these fees is presented within the Company's technical income as fund operating expense deductions, while the portion attributable to the manager is presented within the Company's technical expenses as the amount paid for fund management.

When a participant joins the personal pension system for the first time or enters into a pension contract with a different company for the first time, an entry fee may be collected from the participant or the sponsor institution, calculated based on the monthly gross minimum wage in effect on the date the proposal is signed.

The "Regulation Amending the Regulation on the Personal Pension System," published in the Official Gazette dated May 25, 2015, and numbered 29366, entered into force on January 1, 2016. This regulation defines irregular payments and mandatory expenses related to funds, and states that the management expense deduction may be collected from the contributions paid into the personal pension account and from the participant's savings. It further states that, in the event of suspension of payments, an additional management expense deduction may be collected from the participant's savings during the suspension period. Limits have been introduced for deductions based on the number of years the contract remains in the system.

The final form of the deductions, together with the summary provisions of the aforementioned regulation regarding deductions, is as follows:

During the first five years of the contract, the total amount of deductions that may be made under the entry fee and management expense deduction for each year may not exceed a fixed amount corresponding to 8.5% of the Monthly Gross Minimum Wage applicable in the first six months of that year. After the fifth year of a contract is completed, no management expense deduction, including suspension deductions, may be made under the relevant contract, and no entry fee may be collected. Since the regulation does not affect the Company's receivables accrued before its effective date, the Company's rights regarding accrued but uncollected receivables existing before January 1, 2016, are reserved. In calculating the time spent under the contract, all periods spent under the relevant contract are taken into account starting from the date the first contract entered the system, based on transfer data relating to contract information. If the contract was established through a transfer before January 1, 2016, the upper limits for deductions are calculated without taking into account deduction amounts from previous companies. If the contract was established through a transfer after this date, deduction amounts from previous companies are taken into account in the calculation.

Expense deductions collected on contributions paid into participants' personal pension accounts, depending on the terms of the contract and provided that they do not exceed the maximum rate of two percent, are tracked under the management expense deduction account.

iii) Reinsurance Contracts:

Reinsurance contracts are contracts entered into and paid for by the Company and one or more reinsurance companies to cover potential losses arising from one or more insurance contracts issued by the Company, and which meet the conditions required to be classified as insurance contracts.

As of December 31, 2025, the Company has proportional quota-share and surplus treaties in the life and personal accident segments. The Company carries out reinsurance activities only for the risks covered under life insurance policies in the form of death risk and additional coverages, such as accidental death, disability due to illness, accidental disability, critical illnesses, unemployment, temporary incapacity due to accident, daily hospital benefit due to accident, and similar coverages. In addition, non-proportional reinsurance agreements are entered into to protect the portfolio against catastrophic risks.

iv) Participation Insurance:

The main objective of participation insurance is for insured persons to come together for the purpose of mutual assistance and solidarity, and for the collected contributions to be used for the benefit of those exposed to risk. In this system, the funds collected accumulate in a premium pool referred to as the mutual assistance fund, and the losses of members who are exposed to risk are compensated from this pool.

Advisory Committee

The Advisory Committee refers to a committee consisting of at least three members and responsible for ensuring that insurance or personal pension activities are carried out within the framework of participation principles. The Advisory Committee is responsible for determining, monitoring, evaluating, and providing opinions on the procedures and principles required to ensure that insurance and personal pension activities are carried out in accordance with Islamic rulings, based on the relevant Islamic rulings.

Mutual Assistance and Guarantee Fund

This is the fund established for the accumulation of premium payments and the income generated therefrom, and for the payment of expenses and costs, including claims and/or savings payments and legal obligations. Provided that participants are explicitly informed before the contract or in the insurance contract, if the balance of the mutual assistance and guarantee fund generates a surplus, such amount may be utilized in another manner approved by the Advisory Committee.

2.15 Discretionary Participation Features in Insurance and Investment Contracts

None (December 31, 2024: None).

2.16 Investment Contracts without Discretionary Participation Features

None (December 31, 2024: None).

2.17 Credits

None (December 31, 2024: None).

2.18 Taxes

Corporate Tax

Pursuant to the "Law on the Establishment of an Additional Motor Vehicle Tax to Compensate for the Economic Losses Caused by the Earthquakes Occurring on February 6, 2023 and on Amendments to Certain Laws and Decree-Law No. 375," published in the Official Gazette dated July 15, 2023, the corporate income tax rate applicable to banks, financial leasing, factoring, financing and savings finance companies, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies, and pension companies was increased from 25% to 30%. The corporate income tax rate applicable to other companies was increased from 20% to 25%.

This change in the corporate income tax rate applies to the income generated by companies in 2023 and subsequent taxation periods.

No withholding tax is applied to dividends paid to non-resident corporations that generate income through a place of business or permanent representative in Türkiye, or to corporations resident in Türkiye. Dividend payments made to persons and entities other than these are subject to withholding tax at a rate of 15%. The capitalization of profit is not considered a dividend distribution and is not subject to withholding tax.

Corporations calculate provisional tax on their quarterly taxable profits at the applicable corporate income tax rate, declare it by the 14th day of the second month following the relevant period, and pay it by the evening of the 17th day of that month. The provisional tax paid during the year belongs to that year and is deducted from the corporate tax to be calculated on the corporate tax return to be submitted in the following year. If any amount of provisional tax paid remains after the offset, this amount may either be refunded in cash or offset against other financial liabilities owed to the state.

Under Turkish tax legislation, tax losses shown on the tax return may be deducted from the corporate income of the period, provided that the period does not exceed five years. However, tax losses cannot be offset against prior-year profits.

There is no practice in Türkiye of reaching a settlement with tax authorities regarding payable taxes. Corporate tax returns must be submitted to the tax office by the 25th day of the fourth month following the end of the accounting period.

BIn addition, the authorities authorized to conduct tax audits may examine accounting records within a period of five years, and if any erroneous transaction is identified, the amount of tax payable may change.

Deferred Tax

Deferred taxes are calculated using the liability method on temporary differences between the carrying amounts of assets and liabilities in the financial statements and their tax bases. Deferred tax assets and liabilities are calculated using the tax rates expected to apply in the period in which the tax asset will be realized or the liability will be settled, taking into account the tax rates and tax legislation enacted or substantively enacted as of the balance sheet date.

While deferred tax liabilities are calculated for all taxable temporary differences, deferred tax assets arising from deductible temporary differences are recognized only to the extent that it is highly probable that taxable profit will be available in the future against which such differences can be utilized (Note 21).

2.19 Employee Benefits

The Company recognizes for its obligations relating to severance pay, leave entitlements, and other employee benefits in accordance with the provisions of TAS 19, and classifies them in the balance sheet under the "Provision for Severance Pay" and "Provision for Cost Expenses" accounts.

Actuarial gains and losses arising from calculations related to obligations for employee benefits are required to be recognized directly in equity. In this context, in relation to the calculation of the provision for severance pay, the Company recognized the resulting service and profit share costs in the income statement, and actuarial losses in equity under the "Other Profit Reserves" account (Notes 15 and 22).

2.20 Provisions (Other Than Technical Provisions)

A provision is recognized in the financial statements when there is a present obligation arising from past events, it is probable that the obligation will be settled, and the amount of the obligation can be reliably estimated.

The recognized provision amount is determined by estimating the expenditure required to fulfill the obligation as of the balance sheet date, taking into account associated risks and uncertainties. If the provision is measured using the estimated cash flows required to settle the present obligation, the carrying amount of the provision is equal to the present value of those cash flows.

Obligations arising from past events whose existence can be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within thecontrol of the Company are considered contingent liabilities and are not recognized in the financial statements (Note 23).

2.21 Recognition of Revenue

Written Premiums

Written premiums represent the amount remaining after deducting cancellations and taxes from policy premiums issued during the period. As explained in Note 2.24, premium income is recognized in the financial statements on an accrual basis by setting aside unearned premium reserves over gross written premiums. For life insurance policies with a term exceeding one year, written premiums consist of income for which payment falls due in the current year. For policies with a term of less than one year, written premiums comprise the entire premium for the relevant period.

Reinsurance Commissions

Commissions received in relation to premiums ceded to reinsurance companies are accrued during the current year and included in operating expenses in the technical section of the income statement. As explained in Note 2.24, reinsurance commission income is recognized in the financial statements on an accrual basis by setting aside deferred commission income over the commissions received.

Profit Share Income from Term Participation Accounts

Profit share income consists of the periodic recognition in the financial statements of income earned physically and through rediscount, in accordance with the operating principles of participation banks in Türkiye.

Dividend Income

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

Fee Income

Explained in Notes 2.14 and 25.

2.22 Leases

At the commencement date of the lease, the Company measures the lease liability at the present value of the lease payments that have not yet been made as of that date. Lease payments are discounted using the interest rate implicit in the lease if that rate can be readily determined. If the interest rate implicit in the lease cannot be readily determined, the lessee's incremental borrowing rate is used.

Short-term lease agreements with a term of 12 months or less, and lease agreements for information technology equipment determined by the Company to be of low value, mainly printers, laptops, mobile phones, and similar equipment, are assessed within the scope of the exemption permitted by the standard. Payments related to these agreements continue to be recognized as expenses in the period in which they are incurred.

2.23 Distribution of Dividend

Dividend payables are recognized as liabilities in the financial statements in the period in which they are declared as part of profit distribution.

2.24 Technical Provisions

Mathematical Reserves

Companies operating in the life and non-life segments set aside mathematical reserves at an adequate level, based on actuarial principles, to meet their obligations to policyholders and beneficiaries under life and personal accident insurance contracts with terms longer than one year. In addition to life insurance policies with terms longer than one year, where personal accident, health, disability due to illness, and critical illness coverages are provided for terms longer than one year, the mathematical reserve amount for life insurance is calculated to include the mathematical reserve amount calculated for such additional coverages in accordance with actuarial principles. Mathematical reserves consist of actuarial mathematical reserves, as described below, calculated separately for each contract in force in accordance with the technical principles set out in the tariff.

Actuarial mathematical reserves represent the difference between the premiums received for the risks assumed by companies and the present value of their obligations to policyholders and beneficiaries. Actuarial mathematical reserves are set aside for life insurance policies with terms longer than one year in accordance with the formulas and principles specified in the approved technical bases of the tariffs. Actuarial mathematical reserves are calculated using the prospective method, by determining the difference between the present value of the insurer's future obligations and the present value of the premiums to be paid by the policyholder in the future. However, where actuarial mathematical reserves are calculated using the retrospective method, by determining the difference between the accumulated value of the premiums paid by the policyholder and the accumulated value of the risk assumed by the insurer, or using generally accepted actuarial methods approved by the Ministry of Treasury and Finance, the total actuarial mathematical reserves calculated may not be less than this total. Where the actuarial mathematical reserve is calculated as a negative amount, this amount is deemed to be zero.

Pursuant to the "Circular on the Calculation of Mathematical Reserves" dated April 6, 2022, No. 2022/8, reserves relating to commissions and expense shares have also begun to be included in the calculation in addition to net risk reserves. The Company calculates its mathematical reserves using the best estimate method and by taking into account the life insurance portfolio.

As of December 31, 2025, the Company recognized a net mathematical reserve of TRY 332,329,883 for the life and personal accident segments (December 31, 2024: TRY 250,726,059).

Unearned Premium Reserve

The unearned premium reserve is calculated as the portion of accrued premiums for insurance contracts in force that relates to the following year, on a daily basis. In calculating the portion carried forward to the following period on a daily basis, it is generally assumed that policies begin at 12:00 noon and end at 12:00 noon. In accordance with the Technical Reserves Regulation, the unearned premium reserve for issued policies and the reinsurers' share of this reserve have been calculated and recognized as the portion of accrued premiums for insurance contracts in force and premiums ceded to reinsurers that relates to the following accounting period or periods, on a gross basis without any commission or other deduction, calculated on a daily basis (Note 17).

Deferred Acquisition Costs and Deferred Commission Income

Pursuant to Circular No. 2007/25 dated December 28, 2007, issued by the Ministry of Treasury and Finance, the portion of commissions paid to intermediaries for written premiums and the portion of commissions received from reinsurers in relation to premiums ceded to reinsurers that relate to future period or periods are accounted for in the balance sheet under "Deferred Acquisition Costs" and "Deferred Commission Income," respectively, and are recognized on a net basis under operating expenses in the income statement (Note 17).

Outstanding Claims Reserve

The Company sets aside an outstanding claims reserve for claim amounts that have been incurred and determined on the books but have not yet been actually paid in previous accounting periods or in the current accounting period, or for estimated amounts where such amounts cannot be calculated, as well as for claims that have been incurred but not reported. The outstanding claims reserve is determined in accordance with actuarial reports or the assessments of the insured and the actuary, and recourse and similar income items are not deducted in the relevant calculations (Note 17).

As of December 31, 2025, for the non-life personal accident segment, the difference between the outstanding claims reserve that has been incurred and determined on the books and the amount determined using the actuarial chain ladder methods set out in the Technical Reserves Regulation, the "General Circular on Outstanding Claims Reserves" dated December 5, 2014, No. 2014/16, which entered into force on January 1, 2015, and the related regulations is recognized as the amount of incurred but not reported claims. Pursuant to the "Circular on the Discounting of Net Cash Flows Arising from Outstanding Claims Reserves" dated June 10, 2016, No. 2016/22, issued by the Ministry of Treasury and Finance, companies are permitted to discount the net cash flows arising from the outstanding claims reserve calculated and set aside in accordance with insurance legislation. As of December 31, 2025, the Company has reflected the outstanding claims reserve calculated for all segments in its financial statements without applying any discount.

Pursuant to the "Circular on Outstanding Claims Reserves" dated December 5, 2014, and numbered 2014/16, issued by the Ministry of Treasury and Finance and effective as of January 1, 2015, the "Circular on the Actuarial Chain Ladder Method" dated 2010, No. 2010/12, which was in force until December 31, 2014, was repealed except for Articles 9 and 10. The circular introduced the requirement that the reserve for incurred but not reported claims as of January 1, 2015 be calculated based on the best estimates determined in line with the opinions of the Company's actuary. According to the aforementioned circular, the selection of data used in the calculation of incurred but not reported claims, adjustment procedures, the selection of the most appropriate method and development factors, and any intervention in development factors are performed by the Company's actuary using actuarial methods. The relevant circular states that the Standard Chain, Loss/Premium, Cape Cod, Frequency-Severity, Munich Chain, or Bornhuetter-Ferguson actuarial chain ladder methods ("ACLM") may be used in the calculation of incurred but not reported claims reserves, and companies are granted the right to select one of these methods for each segment.

In this context, as of December 31, 2025, the Company used the industry average method for the non-life personal accident segment. For the life segment, the Company took into account the weighted average calculated over the last five years by dividing the amounts of claims that occurred before the end of the relevant periods but were reported after the period-end by the average coverage amount per policy issued in the life segment for those periods. The Company calculated the amount of incurred but not reported claims for the current accounting period by multiplying the coverage amounts provided under the policies issued in the life segment during the January 1 to December 31, 2025 period by the ratio determined using the data from the last four periods as described above. Accordingly, as of December 31, 2025, the net amounts of incurred but not reported claims reserves recognized for the life and personal accident segments were TRY 16,931,535 and TRY 13,540,926, respectively. As of December 31, 2024, the net amounts of incurred but not reported claims reserves recognized for the life and personal accident segments were TRY 9,687,911 and TRY 11,340,074, respectively.

Taking into account the Technical Reserves Regulation, since the statistical data required to perform the relevant calculation had not yet been formed as of the balance sheet date, the Company calculates the incurred but not reported claims amount for the health segment by determining a ratio for each month of 2025 by comparing total case outstanding claims with the amount of outstanding claims paid directly. The Company calculates the IBNR amount by taking the average of the ratios for the last quarter of 2025 and multiplying it by the December case outstanding claims amount. For the health segment, the Company recognized a net incurred but not reported claims reserve of TRY 5,918,099 as of December 31, 2025 (December 31, 2024: TRY 5,241,688) (Note 17). The Company calculates the incurred but not reported claims reserve for the personal accident segment by using the amounts relating to the most recent one-year period from the "Financial and Technical Tables by Company" data published by the Insurance Association of Türkiye and dividing the incurred but not reported claims reserve amount determined for the personal accident segment by the total gross written premiums for the one-year period. Treating the resulting ratio as the industry average ratio for the current period, the Company multiplies this ratio by the gross written premiums and reinsurance premium amounts of the relevant segments to calculate the gross and reinsurance shares of incurred but not reported claims reserves.

Equalization Reserve

The Regulation Amending the Regulation on the Technical Reserves of Insurance, Reinsurance and Pension Companies and the Assets in Which Such Reserves Are to Be Invested amended the regulation by stipulating that companies that do not have the data set required to perform the calculation for the equalization reserve shall treat 11% of net death premiums as earthquake premiums and set aside a reserve equal to 12% of these amounts.

In calculating net premiums, amounts paid for non-proportional reinsurance agreements are treated as ceded premiums. An equalization reserve of TRY 2,000,000 was utilized for claims payable in relation to the earthquake centered in Kahramanmaraş on February 6, 2023, which affected 11 provinces. As of December 31, 2025, the Company set aside an equalization reserve of TRY 40,929,544 (December 31, 2024: TRY 22,056,837) (Note 17).

Provision for Bonuses and Discounts

If insurance companies apply bonuses and discounts, they are required to reflect in their financial statements the amounts set aside for policyholders and beneficiaries as bonuses and discounts based on the technical results of the current year. In addition, at the end of each period, the Company calculates the balance for the risk fund in accordance with generally accepted actuarial principles and participation principles. In this context, as of December 31, 2025, the Company did not calculate any provision for bonuses and discounts in the life and non-life segments (December 31, 2024: None) (Note 17).

Ongoing Risks Provision

Under the Technical Reserves Regulation, while setting aside the unearned premium reserve, companies are required to perform an adequacy test as of each accounting period, covering the last 12 months, against the possibility that claims that may arise from insurance contracts in force may exceed the unearned premium reserve set aside for those contracts. In performing this test, the net unearned premium reserve must be multiplied by the expected net claims-to-premium ratio. The expected net claims-to-premium ratio is calculated by dividing incurred claims, consisting of outstanding claims, net, plus paid claims, net, less outstanding claims carried forward, net, by earned premiums, consisting of written premiums, net, plus unearned premium reserves carried forward, net, less unearned premium reserves, net. In calculating earned premiums, the portions of commissions paid to intermediaries and commissions received from reinsurers that are presented net within the unearned premium reserve carried forward and the unearned premium reserve for the relevant period are not taken into account.

According to this calculation, if the expected claims-to-premium ratio calculated for each main segment exceeds 95%, the amount calculated by multiplying the portion exceeding 95% by the net unearned premium reserve is recognized as the net unexpired risk reserve. The amount calculated by multiplying the portion exceeding 95% by the gross unearned premium reserve is recognized as the gross unexpired risk reserve and reflected in the financial statements. The difference between the gross amount and the net amount is treated as the reinsurer's share. The difference between the gross amount and the net amount is treated as the reinsurer's share. Based on the results of the relevant test, as of the end of the reporting period, the Company is not required to set aside an unexpired risk reserve (December 31, 2024: None).

2.25. Related Parties

Related parties are persons or entities that are related to the entity preparing the financial statements, namely the reporting entity. **(a)** A person or a close member of that person's family is related to the reporting entity if that person:

(i) has control or joint control over the reporting entity,

(ii) has significant influence over the reporting entity, or

(iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.

(b) An entity is related to the reporting entity if any of the following conditions applies:

(i) The entity and the reporting entity are members of the same group. In other words, each parent, subsidiary, and fellow subsidiary is related to the others.

(ii) One entity is an associate or joint venture of the other entity, or of a member of a group of which the other entity is also a member.

(iii) Both entities are joint ventures of the same third party.

(iv) One entity is a joint venture of a third entity, and the other entity is an associate of that third entity.

(v) The entity is a post-employment benefit plan for the benefit of employees of either the reporting entity or an entity related to the reporting entity. If the reporting entity itself has such a plan, the sponsoring employers are also related to the reporting entity. The Party is a member of the Company's or its parent company's key management personnel

(vi) The entity is controlled or jointly controlled by a person identified in paragraph (a).

(vii) A person identified in paragraph (a)(i) has significant influence over the entity or is a member of the key management personnel of that entity, or of a parent of that entity. A related party transaction is a transfer of resources, services, or obligations between the reporting entity and a related party, regardless of whether a consideration is charged.

A related party transaction is a transfer of resources, services, or obligations between the reporting entity and a related party, regardless of whether a consideration is charged.

3. Significant Accounting Estimates and Judgments

The preparation of financial statements requires the use of estimates and assumptions that may affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities as of the balance sheet date, and the recognition of revenues and expenses during the reporting period. Accounting evaluations, estimates, and assumptions are assessed based on past experience, other relevant factors, and reasonable expectations regarding current and future events. Although these evaluations and estimates rely on management's best knowledge of existing events and transactions, actual results may differ from these assumptions.

One of the most critical accounting estimates for the Company involves determining the ultimate net liability for technical expenses arising from policies in force. Estimating insurance liabilities inherently requires evaluating numerous uncertainties.

The Company recognizes deferred tax assets and liabilities for temporary timing differences arising from differences between its financial statements prepared for tax purposes and its financial statements prepared in accordance with Insurance Accounting and Financial Reporting Legislation.

4. Insurance and Financial Risk Management

Insurance Risk

The risk associated with insurance contracts arises from the uncertainty as to whether the insured event will occur and the amount of loss that would result from such event. By the nature of insurance contracts, this risk is random and therefore cannot be predicted with complete accuracy.

In a portfolio of policies where probability theory is applied to pricing and reserving methods, the main risk to which the Company is exposed in relation to insurance contracts is that claims paid may exceed the carrying amount of insurance technical provisions. The Company determines its underwriting strategy based on the type of insurance risks accepted and the claims incurred.

The Company's pricing is based on statistical analyses, historical data, and mortality tables appropriate for the relevant product. The Company manages these risks through its established underwriting strategy and the reinsurance agreements to which it is a party.

The following factors are taken into account in the risk acceptance policy for the Life and Personal Accident segments:
- For individual insurance policies, health declarations and reports are considered based on the insured's age, insurance amount, and policy term.
- For group insurance policies, health declarations and reports are obtained where necessary, depending on the number of persons in the group, the group's field of activity, and whether the insurance is mandatory or voluntary.
- In pricing, information is considered regarding the application of surcharges, the imposition of additional conditions, or the reduction or rejection of coverage based on the insured's health, occupation, and place of residence.
- For high-amount coverages, in addition to medical documents, information and documents regarding the insured's financial position and the purpose for which the insurance is requested are also considered.

Life	December 31, 2025	December 31, 2024
Death by natural causes	90,756,740,747	47,859,618,117
Accidental disability	82,095,674,825	47,112,696,584
Critical illnesses	1,051,880,525	743,557,700
Disability due to illness	5,633,697,800	2,131,652,000
Accident-related medical expenses	26,777,107	12,576,000
Accidental death	3,805,104,500	1,051,651,000
Unemployment, temporary incapacity, daily hospital benefit	22,059,831	22,008,953
Daily accident indemnity	2,246,300	1,410,950

Non-Life	December 31, 2025	December 31, 2024
Accidental disability	70,937,662,560	54,088,091,125
Accidental death	70,932,980,823	54,087,791,125
Accident-related medical expenses	1,156,420,701	952,334,377
Daily accident indemnity	4,919,488	5,310,063
Critical illnesses	-	9,400,000
Fractures and burns	2,112,500	1,287,500
Total	**326,428,277,707**	**208,079,385,494**

The risks to which the Company is exposed due to its pricing policies are as follows:

Mortality Risk:

Mortality risk refers to the risk that actual death claims may exceed the mortality probabilities used in the mortality tables for the pricing of death risk. The Company uses mortality tables appropriate for each product. In addition, the necessary adjustments are made to the tariffs based on the claims-to-premium ratios for each product. The Company uses the CSO 2001 Unisex and TRSH 2010 mortality tables when pricing life insurance contracts.

Sensitivity Analyses

Financial Risk

The Company is exposed to financial risks arising from its financial assets, reinsurance assets, and insurance liabilities. In summary, the main financial risk is that the income generated from financial assets may be insufficient to meet the obligations arising from insurance contracts. The most significant components of financial risk are market risk, which includes currency risk, market value profit share rate risk, cash flow profit share rate risk, and price risk, as well as credit risk and liquidity risk. The Company's overall risk management program focuses on the volatility of financial markets and on minimizing the potential adverse effects of such volatility on the Company's financial performance. The Company does not use any derivative financial instruments. Risk management is carried out by Company management in accordance with procedures approved by the Board of Directors.

(a) Market risk

i. Currency risk

The Company is exposed to foreign currency risk arising from changes in exchange rates due to the translation of foreign currency-denominated receivables and payables into Turkish Lira. These risks are monitored and limited through the analysis of the foreign currency position.

As of December 31, 2025, the Company has no foreign currency-denominated receivables or payables, (January 1 to December 31, 2024: None).

ii. Price Risk

The investment funds held by the Company expose the Company to price risk. The Company is not exposed to commodity price risk.

As of December 31, 2025, the Company's financial assets classified as held for trading are carried at market value. As of December 31, 2025, if market indices had increased/decreased by 20% and all other variables had remained constant, the Company's net profit for the period would have increased/decreased by TRY 318,374,351 (December 31, 2024: TRY 66,787,385).

iii. Dividend rate risk

The main risk to which non-trading portfolios are exposed is the loss that may arise from fluctuations in future cash flows due to changes in market profit share rates and from decreases in the fair values of financial assets. Dividend rate risk is managed by monitoring the profit share rate range and setting pre-approved limits for repricing bands.

As of December 31, 2025 and December 31, 2024, the Company's profit share-yielding financial assets are detailed in the table below:

Fixed-Yield Financial Assets and Liabilities:	December 31, 2025	December 31, 2024
Available-for-sale financial assets (Note 11)	1,146,991,166	803,768,058
Held-to-maturity financial assets (Note 11)	-	45,045,536

Variable-Yield Financial Assets and Liabilities:	December 31, 2025	December 31, 2024
Bank deposits (Note 14)	803,997,853	732,154,150
Held-to-maturity financial assets (Note 11)	-	148,683,858
Available-for-sale financial assets (Note 11)	366,176,190	285,783,517

Sensitivity of Financial Instruments to Dividend Rates

The sensitivity of equity to profit share rates is calculated by taking into account the change in the fair values of available-for-sale financial assets held in the portfolio as of December 31, 2025 as a result of the assumed changes in rates. In this analysis, all other variables, particularly exchange rates, are assumed to remain constant.

December 31, 2025	Income Statement		Equity	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
Available-for-Sale Financial Assets	(13,011,613)	13,011,613	(13,011,613)	13,011,613

December 31, 2024	Income Statement		Equity	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
Available-for-Sale Financial Assets	(13,504,180)	13,504,180	(13,504,180)	13,504,180

(b) Liquidity risk

The Company uses its available cash resources to meet obligations arising from insurance contracts. Liquidity risk is the risk that sufficient cash may not be available to settle liabilities at a reasonable cost. Management sets limits on the amount of funds to be held in order to ensure that sufficient funds are available to settle such liabilities. The table below presents the distribution of the Company's financial and insurance liabilities as of the balance sheet date, based on the remaining contractual or expected maturities:

Contractual Cash Flows

December 31, 2025	Book Value	Up to 3 Months	3 Months to 1 Year	Over 5 years	Total
Payables from pension activities	467,001,350	467,001,350	-	-	467,001,350
Payables from insurance activities	183,951,649	178,049,502	5,902,147	-	183,951,649
Taxes payable and other similar liabilities and provisions	177,580,056	177,580,056	-	-	177,580,056
Other payables	345,963,839	345,963,839	-	-	345,963,839
Total	**1,174,496,894**	**1,168,594,747**	**5,902,147**	**-**	**1,174,496,894**

December 31, 2024	Book Value	Up to 3 Months	3 Months to 1 Year	Over 5 years	Total
Payables from pension activities	192,917,916	192,917,916	-	-	192,917,916
Payables from insurance activities	120,683,233	110,655,239	10,027,994	-	120,683,233
Taxes payable and other similar liabilities and provisions	83,807,352	83,807,352	-	-	83,807,352
Other payables	250,222,713	250,222,713	-	-	250,222,713
Total	**647,631,214**	**637,603,220**	**10,027,994**	**-**	**647,631,214**

Expected Cash Flows

December 31, 2025	Book Value	3 Months to 1 Year	1 year to 5 years	Over 5 years	Total
Mathematical reserves, net	332,329,884	25,633,456	46,221,373	260,475,055	332,329,884
Unearned premium reserve, net	1,493,132,014	1,636,764,002	-	-	1,493,132,014
Outstanding claims reserve	666,557,972	666,558,525	-	-	666,557,972
Equalization reserve, net	40,929,544	-	-	40,929,544	40,929,544
Total	**2,532,949,414**	**2,328,955,983**	**46,221,373**	**301,404,599**	**2,532,949,414**

December 31, 2024	Book Value	3 Months to 1 Year	1 year to 5 years	Over 5 years	Total
Mathematical reserves, net	250,726,059	2,923,098	75,903,323	171,899,638	250,726,059
Unearned premium reserve, net	859,788,426	859,788,426	-	-	859,788,426
Outstanding claims reserve	476,196,804	476,196,804	-	-	476,196,804
Equalization reserve, net	22,056,837	-	-	22,056,837	22,056,837
Total	**1,608,768,126**	**1,338,908,328**	**75,903,323**	**193,956,475**	**1,608,768,126**

The Company expects to settle the liabilities specified above using the financial assets and cash and cash equivalents included in its assets.

Fair Value of Financial Instruments

Fair value is the amount for 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 determined, where available, by the price quoted in an organized market.
The estimated fair values of financial instruments are determined by the Company using current market information and appropriate valuation methods. The following methods and assumptions were used in estimating the fair values of financial instruments for which fair value can be determined:

Financial assets

The fair values of foreign currency-denominated balances translated at year-end exchange rates are considered to approximate their carrying amounts. The fair values of cash and cash equivalents are considered to approximate their carrying amounts due to their short-term nature. The carrying amounts of receivables from main operations are estimated to reflect their fair values after deducting the related allowance for doubtful receivables. For available-for-sale financial assets that are not listed on a stock exchange, their cost, less any impairment loss, is considered to represent their fair value.

Financial liabilities

The carrying amounts of payables from main operations and other monetary payables are estimated to approximate their fair values.

Classification Related to Fair Value Measurement

TFRS 7 – Financial Instruments: Disclosures, requires financial instruments measured and presented at fair value in the financial statements to be classified and presented in a hierarchy that reflects the significance of the inputs used in determining their fair values. This classification is primarily based on whether the relevant inputs are observable. Observable inputs refer to the use of market data obtained from independent sources, while unobservable inputs refer to the use of the Company's market estimates and assumptions. This distinction generally gives rise to the following classifications:

Level 1: Quoted, unadjusted prices in active markets for identical assets or liabilities.
Level 2: Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly, through prices, or indirectly, derived from prices.
Level 3: Inputs for the asset or liability that are not based on observable market data, namely unobservable inputs. The classification requires the use of observable market data where available.

The fair values of financial instruments by level are presented below.

Financial assets: December 31, 2025	Level 1	Level 2	Level 3	Total
Financial assets held for trading (Note 11)	1,591,871,753	-	-	1,591,871,753
Available-for-sale financial assets (Note 11)	-	1,513,167,356	-	1,513,167,356
Total financial assets	1,591,871,753	1,513,167,356	-	3,105,039,109

Financial assets: December 31, 2024	Level 1	Level 2	Level 3	Total
Financial assets held for trading (Note 11)	333,936,924	-	-	333,936,924.40
Available-for-sale financial assets (Note 11)	-	1,089,551,575	-	1,089,551,575
Total financial assets	333.936.924	1,089,551,575	-	1,423,488,499

Capital management

The Company's objectives in managing capital are as follows:

- To meet the capital adequacy requirements deemed necessary by the Ministry of Treasury and Finance,
- To ensure the Company's continued existence and the continuity of its operations in accordance with the going concern principle.

As of the date of preparation of the financial statements, the Company's minimum required equity as of December 31, 2025, calculated within the framework of the regulation on the measurement of capital adequacy, amounted to TRY 950,701,903 (December 31, 2024: TRY 564,231,488). The Company's equity exceeds the minimum required equity by TRY 1,171,739,519 (December 31, 2024: TRY 735,342,039 excess).

5. Segment Information

Explained in Note 2.3.

6. Property, Plant, and Equipment

Statement of changes in property, plant, and equipment:

	January 1, 2025	Additions	Disposals	December 31, 2025
Cost				
Fixtures and installations	77,066,890	7,403,037	(1,019,019)	83,450,908
Special costs	5,256,058	11,016,622	-	16,272,680
Motor vehicles	79,866,399	20,683,179	(2,213,922)	98,335,656
Right-of-Use Assets	36,965,927	15,481,577	(59,877)	52,387,627
	199,155,274	54,584,415	(3,292,818)	250,446,871
Accumulated Depreciation				
Fixtures and installations	(23,662,680)	(12,516,996)	656,623	(35,523,053)
Special costs	(3,889,322)	(3,173,130)	55,251	(7,007,201)
Motor vehicles	(20,167,234)	(18,848,800)	1,266,427	(37,749,607)
Right-of-Use Assets	(19,151,822)	(12,386,192)	-	(31,538,014)
	(66,871,058)	(46,925,118)	1,978,301	(111,817,875)
Net book value	**132,284,216**			**138,628,996**

	January 1, 2025	Additions	Disposals	December 31, 2024
Cost				
Fixtures and installations	21,398,487	56,113,063	(444,660)	77,066,890
Special costs	4,734,214	575,720	(53,876)	5,256,058
Motor vehicles	53,703,956	27,080,643	(918,200)	79,866,399
Right-of-Use Assets	27,240,089	9,725,838	-	36,965,927
	107,076,746	93,495,264	(1,416,736)	199,155,274
Accumulated Depreciation				
Fixtures and installations	(14,506,217)	(9,401,075)	244,612	(23,662,680)
Special costs	(3,343,933)	(580,266)	34,876	(3,889,323)
Motor vehicles	(8,526,781)	(12,558,653)	918,200	(20,167,234)
Right-of-Use Assets	(12,653,638)	(6,498,184)	-	(19,151,822)
	(39,030,569)	(29,038,178)	1,197,688	(66,871,058)
Net book value	**68,046,177**			**132,284,216**

7. Investment Properties

As of December 31, 2025, the Company has no investment property (December 31, 2024: None).

8. Intangible Fixed Assets

	January 1, 2025	Additions	December 31, 2025
Cost			
Rights and Software	132,029,979	244,310,559	376,340,538
Advances on Intangible Fixed Assets	94,485,101	6,526,771	101,011,872
	226,515,080	250,837,330	477,352,410
Accumulated amortization			
Rights and Software	(38,032,334)	(25,093,791)	(63,126,125)
	(38,032,334)	(25,093,791)	(63,126,125)
Net book value	**95,352,010**		**163,388,955**

	January 1, 2024	Additions	December 31, 2024
Cost			
Rights and Software	66,559,117	65,470,862	132,029,979
Advances on Intangible Fixed Assets	66,825,227	27,659,874	94,485,101
	133,384,344	93,130,736	226,515,080
Accumulated amortization			
Rights and Software	(38,032,334)	(25,093,791)	(63,126,125)
	(38,032,334)	(25,093,791)	(63,126,125)
Net book value	**95,352,010**		**163,388,955**

9. Investments in Associates

The Company has no associates recognized in its records using the equity method (December 31, 2024: None).

10. Reinsurance Assets/(Liabilities)

	December 31, 2025	December 31, 2024
Reinsurer's share of outstanding claims reserves (Note 17)	21,017,624	23,989,883
Reinsurer's share of unearned premium reserves (Note 17)	7,726,677	1,548,202
Reinsurer's share of life mathematical reserves (Note 17)	17,664,528	13,986,553
Deferred commission income (Note 17)	4,315,861	2,645,038

Reinsurance Income/(Expenses)	January 1- December 31, 2025	January 1- December 31, 2024
Reinsurer's share of claims paid	15,460,973	9,830,393
Reinsurer's share of changes in mathematical reserves	3,677,975	5,584,612
Commissions received	2,610,091	-
Reinsurer's share of changes in unearned premium reserves	6,178,475	(647,931)
Reinsurer's share of changes in outstanding claims reserves	(2,972,259)	16,291,823
Premiums ceded to reinsurers (Note 24)	(64,276,660)	(41,185,199)

11. Financial Assets

11.1 Subclassifications of the presented items in line with the entity's operations:

	December 31, 2025	December 31, 2024
Available-for-Sale Financial Assets - Lease certificates	1,513,167,356	1,089,551,575
Held-to-maturity financial assets - Lease certificates - Currency-protected deposits	- -	45,045,537 148,683,858
Financial assets held for trading - Investment funds - Equities - Gold/Silver deposits	1,140,849,742 95,318.755 355,703,256	309,279,729 24,657,195 -
Total	**3,105,039,109**	**1,617,217,894**

The lease certificates held in the held-to-maturity financial assets portfolio are denominated in TRY and U.S. dollars. Their average maturity is 18 months for U.S. dollar-denominated instruments, and the weighted average profit share rate is 6.96% for U.S. dollar-denominated instruments. As of December 31, 2024, the lease certificates held in the held-to-maturity financial assets portfolio were denominated in TRY and U.S. dollars, with an average maturity of 11 months and a weighted average profit share rate of 5.25%.

The lease certificates held in the available-for-sale financial assets portfolio are denominated in TRY and U.S. dollars. Their average maturities are 8 months for TRY-denominated instruments and 15 months for U.S. dollar-denominated instruments, and their weighted average profit share rates are 16% for TRY-denominated instruments and 4.5% for U.S. dollar-denominated instruments. As of December 31, 2024, their average maturities were 12 months for TRY-denominated instruments and 17 months for U.S. dollar-denominated instruments, and their weighted average profit share rates were 14% for TRY-denominated instruments and 4.5% for U.S. dollar-denominated instruments.

As of December 31, 2025, lease certificates amounting to TRY 1,069,423,810 are blocked in favor of IPRSA (December 31, 2024: TRY 543,357,503) (Note 43).

11.2 Securities other than shares issued during the year:

None (December 31, 2024: None)

11.3 Debt securities redeemed during the year:

None (December 31, 2024: None)

11.4 Information showing the values of securities and financial fixed assets carried at cost in comparison with their stock exchange market values, and the values of securities and financial fixed assets carried at stock exchange market values in comparison with their cost: The Company carries its shares in Emeklilik Gözetim Merkezi A.Ş., classified as investment securities, at their cost of TRY 4,891,119, as these shares do not have a quoted market price in an active market (December 31, 2024: TRY 3,986,658) (Note 45.2).

Securities	December 31, 2025		
Lease certificates	Cost Value	Fair Value	Carrying Amount
Available-for-Sale Financial Assets	1,211,148,991	1,513,167,356	1,513,167,356
Held-to-maturity financial assets	-	-	-
Financial assets held for trading - Investment Funds - Equities – Gold/Silver deposits	 913,079,480 66,333,710 256,264,441	 1,140,849,742 95,318,755 355,703,256	 1,140,849,742 95,318,755 355,703,256
Total	2,446,826,622	3,105,039,109	3,105,039,109

Securities	December 31, 2024		
Lease certificates	Cost Value	Fair Value	Carrying Amount
Available-for-Sale Financial Assets	887,104,446	1,089,551,575	1,089,551,575
Held-to-maturity financial assets	125,616,364	193,729,395	193,729,395
Financial assets held for trading - Investment Funds - Equities	 151,308,703 14,482,442	 309,279,729 24,657,195	 309,279,729 24,657,195
Total	1,178,511,954	1,617,217,894	1.617.217.894

11.5 Amounts of securities included in the securities and investment securities group that were issued by the Company's shareholders, associates, and subsidiaries, and the issuing entities: None (December 31, 2024: None)

11.6 Value increases in financial assets over the last three years:
Disclosed in Notes 11.4 and 15.

11.7 - 11.9 Finansal varlıklara ilişkin diğer açıklamalar:

Finansal varlıkların vade analizi:

Maturity analysis of financial assets	December 31, 2025				
	Non-Maturing and 0 to 6 Months	6 Months to 1 Year	1 year to 5 years	Over 5 years	Total
Available-for-Sale Financial Assets	813,176,718	66,545,858	515,596,896	117,847,884	1,513,167,356
Financial assets held for trading	1,591,871,753	-	-	-	1,591,871,753
Total	2,405,048,471	66,545,858	515,596,896	117,847,884	3,105,039,109

Maturity analysis of financial assets	December 31, 2024				
	Non-Maturing and 0 to 6 Months	6 Months to 1 Year	1 year to 5 years	Over 5 years	Total
Available-for-Sale Financial Assets	244,662,187	150,985,017	638,943,110	54,961,260	1,089,551,575
Held-to-maturity financial assets	179,617,275	14,112,120	-	-	193,729,395
Financial assets held for trading	333,936,924	-	-	-	333,936,924
Total	758,216,386	165,097,137	638,943,110	54,961.260	1,617,217,894

12. Loans and Receivables

12.1 Classification of receivables as receivables from customers, receivables from related parties, prepayments, payments for future months or years, and other receivables:

	December 31, 2025	December 31, 2024
Receivables from pension activities, long-term	63,280,404,689	32,798,931,739
Receivables from policyholders	544,670,644	497,069,081
Receivables from pension activities, short-term (Note 47)	64,567,002	40,349,764
Receivables from reinsurance activities	2,386,475	21,960,469
	63,892,028,810	**33,358,311,053**
Allowance for receivables from insurance operations	(8,528,843)	(4,373,837)
Receivables from main operations, net	**63,883,499,967**	**33,353,937,216**

12.2 The Company's receivable and payable relationships with shareholders, associates, and subsidiaries: Transactions and balances with related parties are disclosed in detail in Note 45.

12.3 Total amount of mortgages and other collateral obtained for receivables: None (December 31, 2024: None)

12.4 Other disclosures on loans and receivables

The aging analysis of receivables from policyholders is as follows:

	December 31, 2025	December 31, 2024
Past due	105,873,747	168,850,519
Up to 3 months	303,422,079	210,281,800
3 to 6 months	106,472,158	98,381,676
6 months to 1 year	28,902,659	19,555,086
Total	**544,670,643**	**497,069,081**

Receivables from policyholders and agencies that are past due but not yet doubtful:

	December 31, 2025	December 31, 2024
Past-due receivables	8,236,286	18,246,666
Total	**8,236,286**	**18,246,666**

The statement of changes in the allowance for doubtful receivables arising from main operations is as follows:

	Jan 1 - Dec 31, 2025	Jan 1 - Dec 31, 2024
Beginning of the Period - January 1	4,373,837	3,063,019
Net change for the period (Note 47.4)	4,155,006	1,310,818
End of period - December 31	**8,528,843**	**4,373,837**

13. Derivative Financial Instruments

None (December 31, 2024: None)

14. Cash and Cash Equivalents

Details of the Company's cash and cash equivalents are provided below:

	December 31, 2025	December 31, 2024
Banks	1,138,737,761	951,348,180
Bank-guaranteed credit card receivables with maturities of less than three months	186,706,596	117,704,193
Total	**1,325,444,357**	**1,069,052,373**

Details of the Company's bank deposits are provided below:

	December 31, 2025	December 31, 2024
Foreign currency and gold deposits - Term participation accounts - Demand deposits	 6,194,817 25	 73,276,346 32,057,712
TRY deposits - Term participation accounts - Demand deposits	 797,803,036 334,739,884	 658,877,804 187,136,318
Total	**1,138,737,762**	**951,348,180**

As of December 31, 2025, the Company has no blocked deposits (December 31, 2024: None) (Note 43).

Details of foreign currency bank deposits are as follows:

	December 31, 2025			
	Foreign Currency		TRY Equivalent	
	Demand	Term	Demand	Term
U.S. Dollar	-	141,607	-	6,194,816
Other	0.49	-	25	-
Total	**-**	**141,607**	**25**	**6,194,816**
	December 31, 2024			
	Foreign Currency		**TRY Equivalent**	
	Demand	**Term**	**Demand**	**Term**
U.S. Dollar	3,022	-	106,616	-
Gold	8,800	24,328	26,505,635	73,276,346
Silver	165,264	-	5,445,461	-
Total	**177,086**	**24,328**	**32,057,712**	**73,276,346**

15. Share Capital

	January 1, 2025		Newly Issued		Redeemed		December 31, 2025	
	Quantity	Nominal TRY	Quantity	Nominal TRY	Quantity	Nominal TRY	Quantity	Nominal TRY
Paid in	72,000,000	72,000,000	-	-	-	-	72,000,000	72,000,000
Total	**72,000,000**	**72,000,000**	**-**	**-**	**-**	**-**	**72,000,000**	**72,000,000**
	January 1, 2024		**Newly Issued**		**Redeemed**		**December 31, 2024**	
	Quantity	**Nominal TRY**	**Quantity**	**Nominal TRY**	**Quantity**	**Nominal TRY**	**Quantity**	**Nominal TRY**
Paid in	72,000,000	72,000,000	-	-	-	-	72,000,000	72,000,000
Total	**72,000,000**	**72,000,000**	**-**	**-**	**-**	**-**	**72,000,000**	**72,000,000**

Legal Reserves:

Accumulated profits in the statutory books may be distributed, except for the provisions relating to legal reserves described below. Under the Turkish Code of Commerce, legal reserves are divided into first legal reserves and second legal reserves. Pursuant to the Turkish Code of Commerce, first legal reserves are set aside at 5% of statutory net profit until they reach 20% of the company's paid-in/issued capital. Second legal reserves consist of 10% of the distributed profit exceeding 5% of the paid-in/issued capital.

Under the Turkish Code of Commerce, legal reserves may be used only to offset losses, unless they exceed 50% of the paid-in/issued capital, and may not be used for any other purpose. As of December 31, 2025, the Company's legal reserves amount to TRY 14,400,000 (December 31, 2024: TRY 14,400,000).

Special Funds, Reserves:

None as of December 31, 2025 (December 31, 2024: None).

Actuarial Gain/(Loss):

Details of the change in actuarial gain/(loss) recognized by the Company under equity are as follows:

	2025	2024
Beginning of period, January 1	(8,088,052)	(4,140,701)
Actuarial losses (Note 22)	(8,791,679)	(5,639,073)
Tax effect of actuarial losses	2,637,504	1,691,722
End of period, December 31	**(14,242,227)**	**(8,088,052)**

Unrealized income and expense items recognized directly in equity as of the balance sheet date are as follows:

	December 31, 2025	December 31, 2024
Valuation difference on available-for-sale financial assets	(63,500,050)	(58,115,289)
Deferred tax effect	19,050,015	17,434,587
Net Amount	**(44,450,035)**	**(40,680,702)**

16. Other Reserves and the Capital Component of Discretionary Participation Features

Information on other reserves included in equity is provided in Note 15.

17. Insurance Liabilities and Reinsurance Assets

17.1 The collateral amounts that the Company is required to establish for life and non-life segments, and the collateral amounts established by assets for life and non-life segments:

	December 31, 2025	December 31, 2024
Required collateral amount for the life segment	451,673,779	319,226,199
Collateral amount established for the life segment (Note 43) (*)	676,583,138	344,450,414
Required collateral amount for the non-life segment (**)	285,411,897	198,941,753
Collateral amount established for the non-life segment (Note 43) (*)	392,840,672	198,907,089

(*) Insurance, Reinsurance, and Pension Companies," issued based on the Insurance Law and published in the Official Gazette dated August 7, 2007, No. 26606, insurance companies and pension companies operating in the life and personal accident segments are required to establish, as collateral during the capital adequacy calculation period, a Minimum Guarantee Fund corresponding to one-third of the required equity amount calculated in the capital adequacy calculation.

17.2 The Company's number of life insurance policies, the number of long-term life insurance policies written and terminated during the period, and the number and mathematical reserves of existing long-term life policyholders:

	2025		2024	
	Number of Policies	Mathematical Reserve	Number of Policies	Mathematical Reserve
Beginning of the Period - Jan 1	150,869	250,726,059	133,328	168,526,655
Policies written during the period	52,576	125,487,836	35,221	235,893,744
Portföy değişimi (Azalış)	-	(18,947,487)	-	(142,561,891)
Exits	(46,092)	(7,271,997)	(17,680)	(8,244,463)
Reinsurer's share of mathematical reserves	-	(17,664,528)	-	(13,986,553)
End of period - December 31	**157,353**	**332,329,883**	**150,869**	**250,726,059**

17.3 Insurance coverage amounts provided by segment for life and non-life insurance:

	December 31, 2025	December 31, 2024
Life	183,394,181,635	98,935,171,304
Non-Life	143,034,096,072	109,144,214,190
Total	**326,428,277,707**	**208,079,385,494**

17.4 Pension Mutual Funds Established by the Company and Their Unit Prices

Pension Mutual Funds (PMFs)	Unit Price December 31, 2025	Unit Price December 31, 2024
(KEA) Alternative Contribution PMF	0.094373	0.067758
(KEB) Alternative Standard PMF	0.119265	0.088512
(KED) Variable PMF	0.133776	0.103406
(KEF) Alternative Gold PMF	0.680541	0.336147
(KEG) Alternative Flexible PMF	0.232919	0.176696
(KEH) Growth-Oriented Alternative Equity PMF	0.403474	0.336560
(KEK) Group Alternative Gold Flexible PMF	0.247889	0.172825
(KES) Alternative Second Flexible PMF	0.187603	0.145392
(KET) APS Atak Fund PMF	0.221448	0.158309
(KEY) Starter PMF	0.077733	0.051569
(KEZ) APS Aggressive PMF	0.367546	0.291112
(KJM) Precious Metals	0.123522	0.051681
(KKS) Public Lease Certificates PMF	0.045369	0.031632
(KLT) Dividend Equity Fund	0.025144	0.021772
(KTZ) APS Standard PMF	0.085031	0.065439
(KKV) Short-Term Lease Certificates PMF	0.019653	0.013393
(KSU) Sustainability PMF	0.014732	0.011722
(KSH) Technology Sector Participation PMF	0.011455	-
(KFE) Participation Fund Basket PMF	0.013223	-
(KGC) Silver Participation PMF	0.015908	-

17.5 Participation Certificates in the Portfolio and Participation Certificates in Circulation. Quantity and amount:

December 31, 2025	Number of units outstanding	Amount TRY
(KEA) Alternative Contribution PMF	77,315,295,850	7,296,476,415
(KEB) Alternative Standard PMF	33,762,755,499	4,026,715,035
(KED) Variable PMF	2,799,018,080	374,441,443
(KEF) Alternative Gold PMF	43,814,687,232	29,817,691,063
(KEG) Alternative Flexible PMF	9,352,271,148	2,178,321,644
(KEH) Growth-Oriented Alternative Equity PMF	11,272,385,545	4,548,114,485
(KEK) Group Alternative Gold Flexible PMF	2,324,402,236	576,193,746
(KES) Alternative Second Flexible PMF	10,044,656,787	1,884,407,747
(KET) APS Atak Fund PMF	698,082,181	154,588,903
(KEY) Starter PMF	4,196,236,955	326,186,087
(KEZ) APS Aggressive PMF	1,586,995,780	583,293,951
(KJM) Precious Metals	40,883,005,508	5,049,950,606
(KKS) Public Lease Certificates PMF	7,697,341,132	349,220,670
(KLT) Dividend Equity Fund	50,903,501,368	1,279,917,638
(KTZ) APS Standard PMF	20,936,857,078	1,780,281,894
(KKV) Short-Term Lease Certificates PMF	58,880,922,504	1,157,186,770
(KSU) Sustainability PMF	13,291,567,129	195,811,367
(KSH) Technology Sector Participation PMF	8,189,940,190	93,815,765
(KFE) Participation Fund Basket PMF	4,607,993,342	60,931,496
(KGC) Silver Participation PMF	97,237,739,724	1,546,857,964
Total	**499,795,655,271**	**63,280,404,689**

December 31, 2024	Number of units outstanding	Amount TRY
(KEA) Alternative Contribution PMF	58,589,687,391	3,969,920,038
(KEB) Alternative Standard PMF	35,539,477,194	3.145,670,205
(KED) Participation Bank Participation Variable PMF	2,953,845,278	305,445,325
(KEF) Alternative Gold PMF	36,457,619,463	12,255,119,410
(KEG) Alternative Flexible PMF	10,490,804,958	1,853,683,273
(KEH) Growth-Oriented Alternative Equity PMF	11,714,683,170	3,942,693,768
(KEK) Group Alternative Gold Flexible PMF	2,347,271,240	405,667,152
(KES) Alternative Second Flexible PMF	10,384,084,839	1,509,762,863
(KET) APS Atak Fund PMF	549,737,264	87,028,356

December 31, 2024	Number of units outstanding	Amount TRY
(KEY) Starter Fund	4,608,253,470	237,643,023
(KEZ) APS Aggressive PMF	1,850,728,944	538,769,404
(KJM) Precious Metals	24,604,934,420	1,271,607,616
(KKS) Public Lease Certificates PMF	5,071,751,691	160,429,649
(KLT) Dividend Equity Fund	57,591,594,303	1,253,884,191
(KTZ) APS Standard Fund	18,319,759,885	1,198,826,767
(KKV) Short-Term Lease Certificates PMF	36,050,767,902	482,827,935
(KSU) Sustainability PMF	15,351,711,558	179,952,763
Total	**332,476,712,970**	**32,798,931,738**

17.6 Portfolio Amounts by Number of Personal Pension and Group Pension Participants Who Joined, Left, Were Canceled, and Remained in the Portfolio During the Period

January 1 - December 31, 2025						
	Joined during the period		Left during the period		Current	
	Quantity	TRY	Quantity	TRY	Quantity	TRY
Personal	193,182	4,459,121,589	71,494	6,905,633,543	794,349	50,437,923,176
Group	224,614	955,686,403	156,302	2,571,659,082	658,816	12,842,481,513
Total	**417,796**	**5,414,807,992**	**227,796**	**9,477,292,625**	**1,453,165**	**63,280,404,689**

January 1 - December 31, 2024						
	Joined during the period		Left during the period		Current	
	Quantity	TRY	Quantity	TRY	Quantity	TRY
Personal	160,801	5,472,039,754	54,829	3,546,181,299	672,661	24,245,921,016
Group	202,234	1,626,465,185	155,633	1,366,676,269	590,504	8,553,010,723
Total	**363,035**	**7,098,504,939**	**210,562**	**4,912,857,569**	**1,263,165**	**32,798,931,739**

17.7 Valuation Methods Used in Calculating Profit Shares in Profit-Sharing Life Insurance Policies: None (December 31, 2024: None).

17.8 Distribution of the Number of New Personal Pension Participants During the Period and Their Gross and Net Contribution Amounts by Personal and Corporate Categories:

	January 1 - December 31, 2025		
	Number of Policies	Gross Participation Share	Net Participation Share
Personal	193,182	3,233,063,131	3,233,063,131
Corporate	224,614	921,518,658	921,518,658
Total	**417,796**	**4,154,581,789**	**4,154,581,789**

	January 1 - December 31, 2024		
	Number of Policies	Gross Participation Share	Net Participation Share
Personal	160,801	2,107,138,988	2,107,138,988
Corporate	202,234	530,909,429	530,909,429
Total	**363,035**	**2,638,048,17**	**2,638,048,417**

17.9 Distribution of the Number of Personal Pension Participants Transferred from Other Companies During the Period and Their Gross and Net Contribution Amounts by Personal and Corporate Categories

	January 1 - December 31, 2025		
	Number of Policies	Gross Participation Share	Net Participation Share
Personal	853	320,240,258	320,240,258
Corporate	480	7,481,864	7,481,864
Total	**1,333**	**327,722,122**	**327,722,122**

	January 1 - December 31, 2024		
	Number of Policies	Gross Participation Share	Net Participation Share
Personal	816	195,620,634	195,620,634
Corporate	447	16,027,289	123,418,692
Total	**1,263**	**211,647,923**	**319,039,326**

17.10 Distribution of the Number of Personal Pension Participants Transferred from the Company's Life Portfolio to Personal Pension During the Period and Their Gross and Net Contribution Amounts by Personal and Corporate Categories: None (January 1 to December 31, 2024: None).

17.11 Distribution of the Number of Personal Pension Participants Who Left the Company's Portfolio During the Period, Transferred to Another Company or Did Not Transfer to Another Company, and Their Gross and Net Contribution Amounts by Personal and Corporate Categories:

	January 1 - December 31, 2025		
	Number of Policies	Gross Participation Share	Net Participation Share
Personal	71,494	4,621,033,965	4,621,033,965
Corporate	156,302	2,380,124,789	2,380,124,789
Total	**227,796**	**7,001,158,754**	**7,001,158,754**

	January 1 - December 31, 2024		
	Number of Policies	Gross Participation Share	Net Participation Share
Personal	54,829	2,833,376,058	2,833,376,058
Corporate	155,733	1,366,676,269	1,366,676,269
Total	**210,562**	**4,200,052,327**	**4,200,052,327**

17.12 Distribution of the Number of New Life Policyholders During the Period and Their Gross and Net Premium Amounts by Personal and Group Categories:

	January 1 - December 31, 2025		
	Number of Policies	Gross Premium	Net Premium
Personal	28,907	657,991,821	657,991,821
Group	202,677	368,826,508	368,826,508
Total	**231,584**	**1,026,818,329**	**1,026,818,329**

	January 1 - December 31, 2024		
	Number of Policies	Gross Premium	Net Premium
Personal	15,652	480,246,946	480,246,946
Group	43,047	184,946,087	184,946,087
Total	**58,699**	**665,193,033**	**665,193,033**

17.13 Distribution of the Number of Life Policyholders Who Left the Portfolio During the Period and Their Gross and Net Premium Amounts and Mathematical Reserve Amounts by Personal and Group Categories:

	January 1 - December 31, 2025		
	Number of Policies	Gross Premium	Net Premium
Personal	2,902	25,771,460	25,771,460
Group	50,867	8,019,904	8,019,904
Total	**53,769**	**33,791,364**	**33,791,364**

	January 1 - December 31, 2024		
	Number of Policies	Gross Premium	Net Premium
Personal	1,920	16,833,717	16,833,717
Group	29,011	4,421,407	4,421,407
Total	**30,931**	**21,255,124**	**21,255,124**

17.14 Profit Share Distribution Ratio for Life Policyholders During the Period: None (January 1 to December 31, 2024: None).

17.15 Other Required Disclosures on Liabilities Arising from Insurance Contracts:

2025			
Outstanding Claims Reserve	**Gross**	**Reinsurance Share**	**Net**
Beginning of the Period - January 1	250,726,687	(23,989,883)	476,196,804
Claims paid	(1,883,088,259)	15,460,973	(1,867,627,286)
Change in the current period	2,028,509,482	(6,911,588)	2,021,597,894
End of period - December 31	**645,607,910**	**(15,440,498)**	**630,167,412**
Incurred but not reported claims	41,967,686	(5,577,126)	36,390,560
End of period - December 31	**687,575,596**	**(21,017,624)**	**666,557,972**

2024			
Outstanding Claims Reserve	**Gross**	**Reinsurance Share**	**Net**
Beginning of the Period - January 1	150,330,872	(5,971,647)	144,359,225
Claims paid	(1,038,677,818)	9,830,393	(1,028,847,425)
Change in the current period	1,360,090.230	(25,674,899)	1,334,415,331
End of period - December 31	**471,743,284**	**(21,816,153)**	**449,927,131**
Incurred but not reported claims	28,443,403	(2,173,730)	26,269,673
End of period - December 31	**500,186,687**	**(23,989,883)**	**476,196,804**

2025			
Unearned Premium Reserve	**Gross**	**Reinsurance Share**	**Net**
Beginning of the Period - January 1	861,336,627	(1,548,202)	859,788,426
Net change	639,522,063	(6,178,475)	633,343,589
End of period - December 31	**1,500,858,690**	**(7,726,677)**	**1,493,132,015**

2024			
Unearned Premium Reserve	**Gross**	**Reinsurance Share**	**Net**
Beginning of the Period - January 1	468,317,697	(2,196,132)	466,121,565
Net change	393,018,931	647,930	393,666,861
End of period - December 31	**861,336,628**	**(1,548,202)**	**859,788,426**

As of December 31, 2025, deferred commission expenses and deferred commission income amounted to TRY 340,843,696 (December 31, 2024: TRY 101,626,310) and TRY 4,315,861 (December 31, 2024: TRY 2,645,038), respectively, and are presented in the balance sheet under "Deferred Acquisition Costs" and "Deferred Commission Income."

2025						
Equalization Reserve	**Life**			**Non-Life**		
	Gross	**Reinsurance Share**	**Net**	**Gross**	**Reinsurance Share**	**Net**
Beginning of the Period - January 1	15,233,300	-	15,233,300	6.823.537	-	6,823,537
Net change	11,092,057	-	11,092,057	370.297	-	370,297
End of period - December 31	**26,325,357**	-	**26,325,357**	**7,193,834**	**-**	**7,193,834**

2024						
Equalization Reserve	**Life**			**Non-Life**		
	Gross	**Reinsurance Share**	**Net**	**Gross**	**Reinsurance Share**	**Net**
Beginning of the Period - January 1	7,724,633	-	7,724,633	2,637,293	-	2,637,293
Net change	7,508,667	-	7,508,667	4,186,244	-	4,186,244
End of period - December 31	**15,233,300**	-	**15,233,300**	**6,823,537**	**-**	**6,823,537**

Life, Provision for Surrender Expense Charge for Long-Term Products: None as of December 31, 2025

Provision for Bonuses and Discounts: As of December 31, 2025, there is no provision for bonuses and discounts.

2024			
	Gross	Reinsurance Share	Net
Beginning of the Period - January 1	111,412,433	-	111,412,433
Net change	(111,412,433)	-	(111,412,433)
End of period - December 31	**-**	**-**	**-**

Mathematical reserves	2025	2024
Beginning of the Period - January 1	250,726,059	168,526,655
Newly issued policies and policies with increased sum insured	125,487,836	235,893,744
Total portfolio increase	**376,213,895**	**404,420,399**
Surrenders (-)	(6,948,453)	(7,785,320)
Terminations and cancellations	(108,407)	(7,098,910)
Terminations due to occurrence of the risk (-)	(215,137)	(459,143)
Portfolio change	(18,947,487)	(124,364,414)
Total portfolio decrease	**(26,219,484)**	**(139,707,787)**
Gross mathematical reserve	**349,994,411**	**264,712,612**
Reinsurer’s share of mathematical reserves	(17,664,528)	(13,986,553)
End of period - December 31	**332,329,883**	**250,726,059**

18. Investment Contract Liabilities

None (December 31, 2024: None).

19. Trade and Other Payables, Deferred Income

	December 31, 2025	December 31, 2024
Payables from pension activities (Note 47.1)	467,001,350	192,917,916
Payables from other main operations	254,927,951	201,150,316
Payables to intermediaries and policyholders	183,951,649	120,683,233
Commission payables	-	151,627
Deferred commission income (Note 17)	4,315,861	2,645,038
Total short-term payables	**910,196,811**	**517,548,130**
Other miscellaneous payables (Note 47.1)	90,026,178	48,508,760
Rediscount on other miscellaneous payables (-) (Note 47.1)	-	-
Total other payables	**90,026,178**	**48,508,760**
Payables from pension activities	63,280,404,689	32,798,931,739
Total long-term payables	**63,280,404,689**	**32,798,931,739**
Total trade and other payables, deferred income	**64,280,627,678**	**33,364,988,629**

20. Credits

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

	December 31, 2025	December 31, 2024
Short-term lease liabilities	14,105,355	5,543,187
Long-term lease liabilities	19,075,744	23,956,521
Discount amount using the incremental borrowing rate	(7,694,532)	(8,605,357)
Total lease liabilities	**25,486,567**	**20,894,351**

21. Deferred Tax Assets

The Company calculates its deferred income tax assets and liabilities by taking into account the effects of temporary differences arising from the different valuation of balance sheet items under these financial statements and the Tax Procedure Law. In accordance with the relevant legislation, the rate applied to deferred tax assets and liabilities calculated using the liability method on temporary differences expected to reverse in future periods has been determined as 30%. In the prior period, the Company applied a rate of 30% to temporary differences expected to reverse in 2025 (2024: 30%).

	Accumulated Temporary Differences		Deferred Tax Assets/(Liabilities)	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
Deferred tax assets				
Sales campaign provision	129,700,733	111,089,564	38,910,220	33,326,869
Provision for bonuses and discounts	88,450,000	74,250,000	26,535,000	22,275,000
Provision for personnel bonus	40,929,544	22,056,837	12,278,863	6,617,051
Equalization Reserve	17,039,319	9,063,197	5,111,796	2,718,959
Provision for severance pay	19,493,535	11,063,342	5,848,060	3,319,003
Provision for unused leave	3,995,000	10,756,463	1,198,500	3,226,939
Employee sales bonus provision	3,502,274	1,676,672	1,050,682	503,001
Provision for doubtful receivables	4,677,117	3,080,246	1,403,135	924,074
Leases of tangible assets	(67,420,648)	(77,072,515)	(20,226,194)	(23,121,754)
Valuation difference on financial assets	(77,072,515)	(77,072,515)	(23,121,754)	(23,121,754)
Tangible and intangible fixed assets	52,026,717	47,452,160	15,608,015	14,235,648
Other	(11,944,532)	(15,834,623)	(3,583,360)	(4,750,387)
Net deferred tax assets			**84,134,717**	**59,274,403**

Deferred tax liabilities are calculated for all taxable temporary differences, while deferred tax assets arising from deductible temporary differences are recognized only to the extent that it is highly probable that taxable profit will be available in the future against which such differences can be utilized.

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

	2025	2024
Beginning of period, January 1	59,274,403	57,289,817
Deferred tax income/(expense)	20,607,382	(13,352,646)
Tax effect of actuarial gain/loss and valuation of financial assets recognized in equity (Note 15)	4,252,932	15,337,232
End of period, December 31	**84,134,717**	**59,274,403**

22. Retirement and Other Employee Benefit Obligations

	Dec 31, 2025	Dec 31, 2024
Provision for severance pay	17,039,319	9,063,197
Total	**17,039,319**	**9,063,197**

Under the Turkish Labor Law, the Company is required to pay severance pay to employees who have completed at least one year of service and whose employment relationship with the Company is terminated, or who retire after completing 25 years of service, 20 years for women, and become eligible for retirement, at the age of 58 for women and 60 for men, as well as to employees who are called up for military service or who pass away.

The severance pay to be paid is equal to one month's salary for each year of service, and this amount is capped at TRY 53,919.68 as of December 31, 2025 (December 31, 2024: TRY 41,828.42).

The severance pay obligation is not legally subject to any funding requirement, and there is no funding condition. The provision for severance pay is calculated by estimating the present value of the probable future obligation that will arise upon the retirement of employees.

TAS 19 requires the Company to develop actuarial valuation methods to estimate the provision for severance pay.

Accordingly, the following actuarial assumptions were used in calculating the provision:

	Dec 31, 2025	Dec 31, 2024
Annual discount rate (%)	4.41%	4.41%
Turnover rate used to estimate the probability of retirement (%)	91.51%	91.71%

The key assumption is that the ceiling amount determined for each year of service will increase in line with inflation. Accordingly, the discount rate applied represents the real rate adjusted for the expected effects of inflation. Since the Company's provision for severance pay is calculated based on the severance pay ceiling, which is adjusted annually, the calculation is based on the ceiling amount of TRY 64,948.77 effective as of January 1, 2026 (January 1, 2025: TRY 46,655.43).

The movements in the provision for severance pay during the period are as follows:

	2025	2024
Beginning of the Period – January 1	9,063,197	6,304,046
Current service cost	1,701,282	923,201
Profit share cost	1,091,382	1,095,954
Claims paid	(1,628,297)	(4,899,077)
Actuarial loss	6,811,754	5,639,073
End of period - December 31	**17,039,318**	**9,063,197**

23. Other Liabilities and Expense Provisions

Details of the provisions classified under expense provisions in the balance sheet are as follows:

	Dec 31, 2025	Dec 31, 2024
Sales campaign and invoice provision	129,700,733	111,089,564
Provision for personnel bonus	88,450,000	74,250,000
Provision for leave	19,493,536	11,063,342
Employee sales bonus provision	3,995,000	10,756,463
Total	**241,639,269**	**207,159,369**

24. Net Insurance Premium Income

	January 1 - December 31, 2025			January 1 - December 31, 2024		
	Gross	Reinsurance Share	Net	Gross	Reinsurance Share	Net
Life	993,026,965	(45,659,183)	947,367,782	643,937,908	(28,271,529)	615,666,379
Non-Life	607,826,408	(18,617,477)	589,208,931	329,991,982	(12,913,670)	317,078,312
Health	2,383,608,065	-	2,383,608,065	1,795,265,849	-	1,795,265,849
Total	**3,984,461,438**	**(64,276,660)**	**3,920,184,778**	**2,769,195,739**	**(41,185,199)**	**2,728,010,540**

25. Fee (Remuneration) Income

As of December 31, 2025, the Company has personal pension entry fee income amounting to TRY 84,798,749 (January 1 to December 31, 2024: TRY 44,262,604).

26. Investment Income

Details of investment income are as follows:

	January 1 - December 31, 2025	January 1 - December 31, 2024
Profit share income from participation accounts	333,437,025	271,314,221
Realized income from lease certificates	377,450,740	237,605,782
Valuation income from lease certificates	103,949,283	127,221,188
Foreign exchange gain/(loss), net	138,190,001	49,974,288
Valuation income from participation accounts	(88,953,328)	68,014,676
Realized income from investment funds	247,635,421	35,449,540
Valuation income from investment funds	164,051,744	87,346,334
Total	**1,275,760,886**	**876,926.,029**

27. Net Accrued Income from Financial Assets

None (December 31, 2024: None).

28. Assets at Fair Value Through Profit or Loss

None (January 1 to December 31, 2024: None).

29. Insurance Claims and Benefits

Disclosed in Note 17.

30. Investment Contract Rights

None (January 1 to December 31, 2024: None).

31. Other Compulsory Expenses

Operating expenses classified under the technical section	January 1 - December 31, 2025	January 1, - December 31, 2024
Pension	799,054,273	490,420,948
Life	490,655,474	328,560,005
Non-Life	814,084,121	586,944,100
Total	**2,103,793,868**	**1,405,925,053**

32. Expense Categories

	January 1 - December 31, 2025	January 1 - December 31, 2024
Personnel expenses (Note 33)	570,735,340	320,303,809
Production commission expenses	854,841,432	640,697,573
Marketing and sales expenses	237,941,554	175,951,908
Outsourced benefits and services	198,304,620	119,187,760
IT expenses	80,234,054	44,803,629
Communication expenses	6,836,682	4,323,867
Consultancy expenses	17,407,612	8,983,702
Membership fees	5,001,013	3,146,189
Training expenses	6,961,275	2,977,421
Other	125,530,286	85,549,195
Total	**2,103,793,868**	**1,405,925,053**

33. Employee Benefit Expenses

	January 1 - December 31, 2025	January 1 - December 31, 2024
Salary payments	406,896,869	229,445,880
Social Security Institution premiums, employer's share	68,120,242	33,450,755
Life and health insurance	20,519,103	19,232,965
Sales staff performance bonus	9,427,538	8,787,812
Meal allowance	37,119,352	17,307,933
Other	28,652,236	12,078,464
Total	**570,735,340**	**320,303,809**

The total amount of salaries and similar benefits provided to senior executives, such as the chairman and members of the Board of Directors, the general manager, the general coordinator, and assistant general managers, during the current period is disclosed in Note 1.6.

34. Financial Costs

Borrowing costs related to lease liabilities for the interim accounting period from January 1 to December 31, 2025 amounted to TRY 8,276,704 (January 1 to December 31, 2024: TRY 6,608,495).

35. Income Taxes

The items comprising the tax expense presented in the financial statements are as follows:

	January 1 - December 31, 2025	January 1 - December 31, 2024
Current-period tax expense (-)	(222,033,232)	(222,033,232)
Deferred tax income/(expense)	(13,352,646)	(13,352,646)
Total tax expense recognized in the income statement	**(286,960,951)**	**(235,385,878)**

	December 31, 2025	December 31, 2024
Tax provision	(307,568,333)	(222,033,232)
Prepaid taxes (-)	225,443,414	184,283,559
Net tax liability	**(82,124,919)**	**(37,749,673)**

The reconciliation between the income tax provision calculated at the statutory tax rate on pre-tax operating profit and the actual income tax provision calculated at the effective tax rate for the interim accounting periods from January 1 to December 31, 2025 and 2024 is detailed in the table below:

	January 1 - December 31, 2025	January 1 - December 31, 2024
Profit before tax	1,100,879,647	921,487,902
Income tax provision based on the statutory tax rate, 30%	(330,263,894)	(276,446,371)
Effect of fixed asset valuation under the Tax Procedure Law	21,328,595	18,718,062
Effect of non-deductible expenses and other adjustments	1,366,966	22,342,431
Total tax expense recognized in the income statement	**(307,568,333)**	**(235,385,878)**

Pursuant to the transitional article added to the Tax Procedure Law ("TPL") by Omnibus Law No. 7571, published in the Official Gazette dated December 24, 2025, it has been stipulated that PPI-based inflation adjustment shall not be applied for the 2025, 2026, and 2027 accounting periods, even if the relevant conditions are met. Accordingly, no inflation adjustment has been applied in the TPL financial statements to be used as the basis for corporate income tax returns for the relevant periods.

Within the scope of the conditions set out in Temporary Article 32 and repeated Article 298/ç of the Tax Procedure Law, revaluation increases for real estate and depreciable economic assets in the TPL financial statements have been taken into account in the deferred tax calculation in the financial statements prepared in accordance with Insurance Accounting and Financial Reporting Legislation.

A deferred tax liability has been recognized in the financial statements prepared in accordance with Insurance Accounting and Financial Reporting Legislation for the portion of the fund recorded under equity in the statutory financial statements prepared under the Turkish Tax Procedure Law ("TPL"). This liability relates to the revaluation increase under Article 298/ç that is expected to reverse in subsequent periods.

The deferred tax effects of Article 298/ç in the financial statements prepared in accordance with Insurance Accounting and Financial Reporting Legislation have been associated with the deferred tax income/expense account.

36. Net Foreign Exchange Gains

As of December 31, 2025, the Company's foreign exchange gain arising from investment income amounted to TRY 138,190,001 (January 1 to December 31, 2024: TRY 49,974,288).

37. Earnings/(Loss) Per Share

Under TAS 33, "Earnings per Share," entities whose shares are not traded on a stock exchange are not required to disclose earnings per share. Since the Company's shares are not traded on a stock exchange, earnings per share has not been calculated in the accompanying financial statements.

38. Dividend Per Share

None (December 31, 2024: None).

39. Cash Generated from Operations

Presented in the statement of cash flows.

40. Convertible Bonds

None (December 31, 2024: None).

41. Convertible Preferred Shares

None (December 31, 2024: None).

42. Risks

As of December 31, 2025, the probable liability amount that would arise if the 16 lawsuits in which the Company is the defendant were concluded against the Company, including profit share and other expenses, is TRY 9,287,684 (December 31, 2024: TRY 6,728,713).

43. Commitments

Total amounts of mortgages or collateral currently established over assets:

	December 31, 2025	December 31, 2024
Bank deposits (Notes 2.12 and 14)	-	-
Lease certificates	1,069,423,810	543,357,503
Total	**1,069,423,810**	**543,357,503**
Letters of guarantee issued	19,461,957	13,332,411
Total	**19,461,957**	**13,332,411**

44. Business Combinations

None (December 31, 2024: None).

45. Transactions with Related Parties

The total amount of salaries and similar benefits provided to senior executives, such as the chairman and members of the Board of Directors, the general manager, and assistant general managers, during the current period is disclosed in Note 1.6.

a) Deposits

	January 1 - December 31, 2025	January 1 - December 31, 2024
Albaraka Türk Katılım Bankası A.Ş.	74,992,433	33,102,174
Kuveyt Türk Katılım Bankası A.Ş.	9,664,998	5,270,272
Total	**84,587,431**	**38,372,446**

b) Bank-guaranteed credit card receivables with maturities of less than three months

	January 1 - December 31, 2025	January 1 - December 31, 2024
Kuveyt Türk Katılım Bankası A.Ş.	85,029,334	47,287,812
Albaraka Türk Katılım Bankası A.Ş.	63,998,813	39,531,163
Total	**149,018,147**	**86,881,975**

c) Financial assets held for trading, gold/silver deposits

	January 1 - December 31, 2025	January 1 - December 31, 2024
Kuveyt Türk Katılım Bankası A.Ş.	148,095,515	8,463,760
Albaraka Türk Katılım Bankası A.Ş.	-	26,505,635
Total	**148,095,515**	**34,969,395**

d) Payables from insurance activities

	December 31, 2025	December 31, 2024
Kuveyt Türk Katılım Bankası A.Ş.	90,917,457	38,903,371
Albaraka Türk Katılım Bankası A.Ş.	55,516,042	20,772,012
Total	**146,433,499**	**59,675,383**

e) Written premiums

	January 1 - December 31, 2025	January 1 - December 31, 2024
Albaraka Türk Katılım Bankası A.Ş.	421,220,882	299,351,378
Kuveyt Türk Katılım Bankası A.Ş.	195,674,935	88,532,877
Total	**616,895,817**	**387,884,255**

f) Gross commissions paid

	January 1 - December 31, 2025	January 1 - December 31, 2024
Kuveyt Türk Katılım Bankası A.Ş.	669,152,493	464,886,187
Albaraka Türk Katılım Bankası A.Ş.	264,721,729	128,797,797
Total	**933,874,222**	**593,683,984**

45.1 Provisions for doubtful receivables from shareholders, associates, and subsidiaries, and their payables: None (December 31, 2024: None).

45.2 Breakdown of associates and subsidiaries with which the Company has indirect capital and management relationships, including the names of the entities included in the associates and subsidiaries account, the ownership percentages and amounts, the profit or loss for the period and net profit or loss for the period presented in the most recent financial statements of such entities, the period to which these financial statements relate, whether they were prepared in accordance with the Authority's standards, whether they were subject to independent audit, and whether the independent auditor's report was issued as unqualified, adverse, or qualified:

December 31, 2025								
	%	Book Value	Indexed Cost	Independent Denetim Opinion	Financial Statement Period	Total Assets	Total Liabilities	Net Profit
Emeklilik Gözetim Merkezi A.Ş.	6.67	3,986,658	3,986,658	-	December 31, 2024	258,753,370	127,909,561	9,845,917

December 31, 2024								
	%	Book Value	Indexed Cost	Independent Auditor's Opinion	Financial Statement Period	Total Assets	Total Liabilities	Net Profit
Emeklilik Gözetim Merkezi A.Ş.	6.67	3,986,658	3,986,658	-	December 31, 2024	211,619,942	95,029,729	6,932,353

45.3 Amounts of bonus shares received due to capital increases from internal resources in associates and subsidiaries:
None (December 31, 2024: None).

45.4 Real rights held over immovables and their values:
None (December 31, 2024: None).

45.5 Amount of obligations such as guarantees, commitments, sureties, advances, and endorsements provided in favor of shareholders, associates, and subsidiaries:
None (December 31, 2024: None).

46. Events After the Balance Sheet Date

None.

47. Other

47.1 Names and amounts of items included in line items containing the phrase “other” in the financial statements that exceed 20% of the total amount of the group to which they belong or 5% of total assets:

a) Receivables from Pension Activities

	December 31, 2025	December 31, 2024
Receivables from fund operating expense deductions	64,566,769	39,916,935
Receivables from participants	72,678	505,409
Provision for participation fee	(72,625)	(72,580)
Total	**64,567,002**	**40,349,764**

b) Other Prepaid Expenses and Accrued Income

	December 31, 2025	December 31, 2024
Commission expenses	47,002,499	34,592,389
IT expenses	28,577,041	10,174,852
Membership, dues, and fee expenses	12,880,623	4,234,018
Employee life and health insurance	161,495	45,253
Marketing and advertising expenses	476,341	951,775
Other	5,367,681	11,751,279
Total	**94,465,680**	**61,749,566**

c) Other Long-Term Prepaid Expensesr

	December 31, 2025	December 31, 2024
IT expenses	8,411,018	300,176
License lease expenses	89,013	129,681
Other	205,593	360,434
Total	**8,705,624**	**790,291**

d) Payables from Pension Activities

	December 31, 2025	December 31, 2024
Participants’ temporary account	358,975,373	180,634,867
Payables to personal pension intermediaries	19,533,419	9,613,338
Participants’ withdrawal account	5,597,368	1,924,019
Other	82,895,191	745,692
Total	**467,001,350**	**192,917,916**

e) Other miscellaneous payables

	December 31, 2025	December 31, 2024
Payables to vendors	90,026,178	48,508,760
Total	**90,026,178**	**48,508,760**

g) Other Expenses and Losses

	January 1 - December 31, 2025	January 1 - December 31, 2024
Expenditure Taxes	36,726,026	22,441,643
Non-Deductible Expenses	10,035,253	1,143,254
Fixed asset sales loss	368,560	187,301
Other expenses	19,842	114,483
Total	**47,149,681**	**23,886,681**

47.4 Information Required to Be Presented by IPRSA

Provision income/(expenses) for the period	January 1 - December 31, 2025	January 1 - December 31, 2024
Provision for receivables from insurance operations	(4,138,849)	(1,310,818)
Provision for sales campaigns and invoices	(8,725,411)	(40,319,427)
Provision for severance pay	815,557	2,662,175
Provision for unused leave	(8,430,192)	(4,416,777)
Sales commission provision	(6,761,463)	(3,118.963)
Personnel bonus provision	(14,200,000)	(37,050,000)
Other	-	1,591,426
Total	**(10,466,611)**	**(81,962,384)**

f) Other Technical Provisions, Short and Long Term

	December 31, 2025	December 31, 2024
Equalization Reserve	40,929,544	22,056,837
Total	**40,929,544**	**22,056,837**

h) Other Income and Profits: As of December 31, 2025, the “Other Income and Profits” account amounted to TRY 6,470,344 (December 31, 2024: TRY 4,140,303).

47.2 Separate totals of amounts due from employees and amounts owed to employees included in the “Other Receivables” and “Other Short-Term or Long-Term Payables” line items that exceed one percent of total assets: None (December 31, 2024: None).

47.3 Amounts related to recourse receivables tracked in off-balance sheets: None (December 31, 2024: None).

47.5 Fees for Services Received from the Independent Auditor/Independent Audit Firm: The fees for services received by the Company from the Independent Audit Firm during the periods January 1 to December 31, 2025 and January 1 to December 31, 2024 are as follows:

	January 1 - December 31, 2025	January 1 - December 31, 2024
Independent audit fee for the reporting period (*)	5,550,000	2,493,000
Fees for tax advisory services	-	-
Fee for other assurance services	-	-
Fees for other services other than independent audit	-	-
Total	**5,550,000**	**2,493,000**

(*) Amounts are presented excluding VAT.

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