

***Halkbank releases financial results for Q2 2021***

**Halkbank continued to support the financing needs of tradespeople, artisans and SMEs, increasing its total loans to 598.9 billion Turkish lira.**

**As of the end of June 2021, Halkbank increased its asset size by 20.3 percent year-on-year to 716.5 billion Turkish lira. Diversifying its support for SMEs and primarily for women entrepreneurs in the second quarter, the Bank increased its total loans by 14.7 percent to 598.9 billion Turkish lira, and increased its total deposits by 26.8 percent to 507.3 billion Turkish lira.**

Continuing its strong support of the national economy in the second quarter, Halkbank is providing financial support at favorable terms primarily for tradespeople and artisans, and also the real economy, tourism enterprises and women entrepreneurs. Halkbank CEO Osman Arslan: "In this period, Halkbank increased its total loans by 14.7 percent to 598.9 billion Turkish lira, and continued its strong support to facilitate the real economy's access to finance."

Highlighting depositors' strong interest in Halkbank during this period, Arslan added: "We increased our total deposits by 26.8 percent to 507.3 billion Turkish lira and increased our asset size by 20.3 percent to 716.5 billion Turkish lira, as we continue to be one of the leading institutions shaping Turkey's financial sector."

**Halkbank: The Bank of Tradespeople, Artisans, and SMEs**

Halkbank CEO continued with the following: "83 billion Turkish lira was granted in SME loans in the last year with the inclusion of tradespeople loans, totaling a loan balance of 204.2 billion Turkish lira. We maintained our leading position in the industry with a share of 21.3 percent in the SME Lending market. As a strong bank of Productive Turkey, we have been actively contributing to our country's economic development in SME Banking for 83 years."

**Halkbank stands out for its digital banking channels**

Arslan added: "There is no doubt that our timely investments and progress in digital transformation has played a major role in these successful results. The use of digital and mobile banking has increased exponentially during the pandemic. As of the end of June 2021, we increased the number of our customers using mobile banking, internet banking, SMS, ATM and Halkbank Dialog digital channels. We also made changes to our Bank's organizational structure to highlight our Digital Transformation and Digital Banking services. Moreover, we managed to maintain our service quality in traditional banking and expanded our service network by opening nine new branches last year, increasing the number of our branches to 1,015."

**Halkbank stands out for its support for women entrepreneurs**

In acknowledgment of Halkbank's busy second quarter, Arslan added: "As we celebrate another year, we focused on meeting the needs of different segments of the Turkish society in line with our founding mission. We stood out in the banking industry in this period primarily thanks to the advantageous financial support that we provided for women entrepreneurs. We continued to announce our Women Entrepreneurs Loan Package with the Productive Women Meetings organized throughout the country, and witnessed the success stories of women entrepreneurs who have accomplished great things with our support. From Bursa to Gaziantep, and Antalya to



Samsun, women have turned our financial support into investments, new jobs, and exports. These inspiring stories encourage us to provide more support for women. We also implemented our Women’s Cooperatives Support Package and focused on overcoming the financial obstacles faced by women working in cooperatives. With the understanding of ‘The Bank of Productive Women,’ we will continue to develop new products and services that will support women entrepreneurs.”

HALKBANK SUMMARY FINANCIAL STATEMENT

	Million TRY						
	June 2020	2020	June 2021	June 2021 – 2020		June 2021 – June 2020	
				YoY	YoY	YoY	YoY
<b>Total Assets</b>	595,717	680,026	716,515	36,489	5.4	120,798	20.3
Securities	136,944	159,200	167,683	8,483	5.3	30,739	22.4
Cash Loans	424,504	449,745	464,886	15,140	3.4	40,382	9.5
TRY Cash Loans	335,413	356,070	363,178	7,107	2	27,765	8.3
Non-Cash Loans	97,537	114,555	134,028	19,473	17	36,491	37.4
<b>Total Loans</b>	522,041	564,301	598,914	34,613	6.1	76,873	14.7
Deposits	399,932	457,286	507,254	49,968	10.9	107,322	26.8
Shareholders’ Equity	41,794	42,931	42,077	-854	-2	283	0.7
<b>Net Income for the Period</b>	1,775	2,600	123	123		-1,652	-93.1

Rediscounts included.

Rediscounts and gross non-performing loans are included in cash loans.