CONVENIENCE TRANSLATION INTO
ENGLISH OF CONDENSED INTERIM
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT
ORIGINALLY ISSUED IN TURKISH

QNB FAKTORİNG A.Ş.

CONDENSED INTERIM FINANCIAL STATEMENTS
AS OF 30 JUNE 2026 TOGETHER WITH
INDEPENDENT AUDITOR'S REVIEW REPORT

Shape the future
with confidence

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(Convenience Translation of the Auditor's Review Report Originally Issued in Turkish)

REVIEW REPORT ON INTERIM CONDENSED FINANCIAL INFORMATION

To the Board of Directors of QNB Faktoring A.Ş.

Introduction

We have reviewed the accompanying condensed balance sheet of QNB Faktoring A.Ş. ("the Company") as of 30 June 2026 and the condensed statement of profit or loss, condensed statement of profit or loss and other comprehensive income, condensed statement of changes in shareholders' equity, condensed statement of cash flows and a summary of significant accounting policies and other explanatory notes to the condensed financial information for the six-month period then ended. The Company Management is responsible for the preparation and fair presentation of these interim condensed financial information in accordance with the "Communique on Financial Leasing, Factoring and Uniform chart of Accounts which shall be applied by Finance Companies published in Official Gazette dated 24 December 2013 and numbered 28861 and Regulation, Communique and Circular on Accounting Policies of Financial Leasing, Factoring and Finance Companies and their financial statements and announcements published by the Banking Regulation and Supervision Authority ("BRSA") together referred as "BRSA Accounting and Financial Reporting Legislation" and Turkish Accounting Standard 34 "Interim Financial Reporting" principles for those matters not regulated by afore-mentioned legislations. Our responsibility is to express a conclusion on these interim condensed financial information based on our review.

Scope of review

We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial reporting process and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an independent audit performed in accordance with the Independent Auditing Standards and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information do not presented fairly in all material respects, the financial position of the Company at 30 June 2026, and its financial performance and its cash flows for the six-month period then ended in all aspects in accordance with the BRSA Accounting and Financial Reporting Legislation.

Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi
A member firm of Ernst & Young Global Limited

Hayrettin Ergül, SMMM
Partner

28 July 2026
Istanbul, Türkiye

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QNB FAKTORİNG A.Ş.

CONDENSED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated.)
(Convenience translation into english of condensed interim financial statements and independent auditors review report originally issued in turkish)

	ASSETS	Note	Reviewed Current Period 30 June 2026 TRY	FC	TOTAL	Audited Prior Period 31 December 2025 TRY	FC	TOTAL
I.	**CASH, CASH EQUIVALENTS AND BALANCES AT CENTRAL BANK**	**3**	**837.423**	**254.828**	**1.092.251**	**619.939**	**184.841**	**804.780**
II.	**FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)**		**-**	**-**	**-**	**-**	**-**	**-**
III.	**DERIVATIVE FINANCIAL ASSETS**		**-**	**-**	**-**	**-**	**-**	**-**
IV	**FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (Net)**		**-**	**-**	**-**	**-**	**-**	**-**
V.	**FINANCIAL ASSETS MEASURED AT AMORTISED COST (Net)**		**26.505.718**	**11.564.188**	**38.069.906**	**25.995.671**	**9.348.345**	**35.344.016**
5.1	**Factoring Receivables**	**4**	**26.499.251**	**11.564.188**	**38.063.439**	**25.995.671**	**9.348.345**	**35.344.016**
5.1.1	Discounted Factoring Receivables (Net)		11.043.536	3.511.304	14.554.840	8.860.638	2.956.295	11.816.933
5.1.2	Other Factoring Receivables		15.455.715	8.052.884	23.508.599	17.135.033	6.392.050	23.527.083
5.2	**Financial Saving Receivables**		-	-	-	-	-	-
5.2.1	From Savings Fund Pool		-	-	-	-	-	-
5.2.2	Equity		-	-	-	-	-	-
5.3	**Financial Loans**		-	-	-	-	-	-
5.3.1	Consumer Loans		-	-	-	-	-	-
5.3.2	Credit Cards		-	-	-	-	-	-
5.3.3	Commercial Installment Loans		-	-	-	-	-	-
5.4	**Leasing Transactions (Net)**		-	-	-	-	-	-
5.4.1	Financial Lease Receivables		-	-	-	-	-	-
5.4.2	Operational Lease Receivables		-	-	-	-	-	-
5.4.3	Unearned Income (-)		-	-	-	-	-	-
5.5	**Other Financial Assets Measured at Amortised Cost**		-	-	-	-	-	-
5.6	**Non Performing Receivables**	**4**	**568.630**	**-**	**568.630**	**451.804**	**-**	**451.804**
5.7	**Allowance For Expected Credit Losses / Specific Provisions (-)**	**4**	**(562.163)**	**-**	**(562.163)**	**(451.804)**	**-**	**(451.804)**
VI.	**INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES**		**-**	**-**	**-**	**2**	**-**	**2**
6.1	Investments in Associates (Net)		-	-	-	2	-	2
6.2	Investments in Subsidiaries (Net)		-	-	-	-	-	-
6.3	Jointly Controlled Partnerships (JointVentures) (Net)		-	-	-	-	-	-
VII.	**TANGIBLE ASSETS (Net)**		**118.386**	**-**	**118.386**	**28.849**	**-**	**28.849**
VIII.	**INTANGIBLE ASSETS (Net)**		**7.856**	**-**	**7.856**	**4.495**	**-**	**4.495**
IX.	**INVESTMENT PROPERTY (Net)**		**-**	**-**	**-**	**-**	**-**	**-**
X.	**CURRENT TAX ASSETS**		**-**	**-**	**-**	**-**	**-**	**-**
XI.	**DEFERRED TAX ASSET**		**27.156**	**-**	**27.156**	**33.367**	**-**	**33.367**
XII.	**OTHER ASSETS**		**128.492**	**10.120**	**138.612**	**97.124**	**6.564**	**103.688**
	SUBTOTAL		**27.625.031**	**11.829.136**	**39.454.167**	**26.779.447**	**9.539.750**	**36.319.197**
XIII.	**ASSETS CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)**	**5**	**34.400**	**-**	**34.400**	**34.400**	**-**	**34.400**
13.1	Held for Sale		34.400	-	34.400	34.400	-	34.400
13.2	Non-Current Assets From Discontinued Operations		-	-	-	-	-	-
	TOTAL ASSETS		**27.659.431**	**11.829.136**	**39.488.567**	**26.813.847**	**9.539.750**	**36.353.597**

The accompanying notes are an integral part of these financial statements.

QNB FAKTORİNG A.Ş.

CONDENSED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)
(Convenience translation into english of condensed interim financial statements and independent auditors review reporty originally issued in turkish)

	LIABILITIES	Note	Reviewed Current Period 30 June 2026 TRY	FC	TOTAL	Audited Prior Period 31 December 2025 TRY	FC	TOTAL
I.	**BORROWINGS**	**6**	**16.168.745**	**11.631.257**	**27.800.002**	**18.116.391**	**9.479.794**	**27.596.185**
II.	**FACTORING PAYABLES**		**16.850**	**4.761**	**21.611**	**13.108**	**30.768**	**43.876**
III.	**LIABILITIES FROM THE SAVING FUND POOL**		-	-	-	-	-	-
IV.	**LEASE PAYABLES (Net)**		**98.852**	-	**98.852**	**17.656**	-	**17.656**
V.	**SECURITIES ISSUED (Net)**	**7**	**4.202.970**	-	**4.202.970**	**2.419.152**	-	**2.419.152**
VI.	**FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS**		-	-	-	-	-	-
VII.	**DERIVATIVE FINANCIAL LIABILITIES**		-	-	-	-	-	-
VIII.	**PROVISIONS**		**64.391**	-	**64.391**	**97.766**	-	**97.766**
8.1	Provision for Restructuring		-	-	-	-	-	-
8.2	Reserves For Employee Benefits		62.404	-	62.404	97.766	-	97.766
8.3	General Loan Loss Provisions		-	-	-	-	-	-
8.4	Other provisions		1.987	-	1.987	-	-	-
IX.	**CURRENT TAX LIABILITIES**		**209.019**	-	**209.019**	**189.775**	-	**189.775**
X.	**DEFERRED TAX LIABILITY**		-	-	-	-	-	-
XI.	**SUBORDINATED DEBT**		-	-	-	-	-	-
XII.	**OTHER LIABILITIES**		**144.336**	**4.218**	**148.554**	**79.257**	**1.982**	**81.239**
	SUBTOTAL		**20.905.163**	**11.640.236**	**32.545.399**	**20.933.105**	**9.512.544**	**30.445.649**
XIII.	**LIABILITIES RELATED TO ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)**		-	-	-	-	-	-
13.1	Held For Sale		-	-	-	-	-	-
13.2	Related to Discontinued Operations		-	-	-	-	-	-
XIV.	**EQUITY**	**8**	**6.943.168**	-	**6.943.168**	**5.907.948**	-	**5.907.948**
14.1	Issued capital		1.065.000	-	1.065.000	1.065.000	-	1.065.000
14.2	Capital Reserves		-	-	-	-	-	-
14.2.1	Equity Share Premiums		-	-	-	-	-	-
14.2.2	Share Cancellation Profits		-	-	-	-	-	-
14.2.3	Other Capital Reserves		-	-	-	-	-	-
14.3	Other Accumulated Comprehensive Income That Will Not Be Reclassified In Profit Or Loss		(4.209)	-	(4.209)	(4.209)	-	(4.209)
14.4	Other Accumulated Comprehensive Income That Will Be Reclassified In Profit Or Loss		-	-	-	-	-	-
14.5	Profit Reserves		4.847.157	-	4.847.157	2.810.549	-	2.810.549
14.5.1	Legal Reserves		196.030	-	196.030	94.199	-	94.199
14.5.2	Statutory Reserves		-	-	-	-	-	-
14.5.3	Extraordinary Reserves		4.651.127	-	4.651.127	2.716.350	-	2.716.350
14.5.4	Other Profit Reserves		-	-	-	-	-	-
14.6	Profit or Loss		1.035.220	-	1.035.220	2.036.608	-	2.036.608
14.6.1	Prior Years' Profit or Loss		-	-	-	-	-	-
14.6.2	Current Period Net Profit Or Loss		1.035.220	-	1.035.220	2.036.608	-	2.036.608
	TOTAL EQUITY AND LIABILITIES		**27.848.331**	**11.640.236**	**39.488.567**	**26.841.053**	**9.512.544**	**36.353.597**

The accompanying notes are an integral part of these financial statements.

CONDENSED STATEMENTS OFF-BALANCE SHEET ITEMS AS OF 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated.)
(Convenience translation into english of condensed interim financial statements and independent auditors review reporty originally issued in turkish)

	OFF-BALANCE SHEET ITEMS	Note	Reviewed Current Period 30 June 2026			Audited Prior Period 31 December 2025		
			TRY	**FC**	**TOTAL**	**TRY**	**FC**	**TOTAL**
I.	**RECOURSE FACTORING TRANSACTIONS**		**600.581**	**768.591**	**1.369.172**	**766.837**	**773.679**	**1.540.516**
II.	**NON-RECOURSE FACTORING TRANSACTİONS**		**2.389.512**	**4.469.595**	**6.859.107**	**1.801.990**	**2.804.749**	**4.606.739**
III.	**FINANCIAL SAVING AGREEMENT TRANSACTIONS**		-	-	-	-	-	-
IV.	**GUARANTEES RECEIVED**	**10**	**470.732.046**	**23.903.064**	**494.635.110**	**403.580.714**	**18.700.570**	**422.281.284**
V.	**GUARANTEES GIVEN**	**10**	**10.467.344**	-	**10.467.344**	**8.123.436**	-	**8.123.436**
VI.	**COMMITMENTS**		-	-	-	-	-	-
6.1	Irrevocable Commitments		-	-	-	-	-	-
6.2	Revocable Commitments		-	-	-	-	-	-
6.2.1	Lease Commitments		-	-	-	-	-	-
6.2.1.1	Financial Lease Commitments		-	-	-	-	-	-
6.2.1.2	Operational Lease Commitments		-	-	-	-	-	-
6.2.2	Other Revocable Commitments		-	-	-	-	-	-
VII.	**DERIVATIVE FINANCIAL INSTRUMENTS**		-	-	-	-	-	-
7.1	Hedging Derivative Financial Instruments		-	-	-	-	-	-
7.1.1	Transactions for Fair Value Hedge		-	-	-	-	-	-
7.1.2	Transactions for Cash Flow Hedge		-	-	-	-	-	-
7.1.3	Transactions for Foreign Net Investment Hedge		-	-	-	-	-	-
7.2	Trading Transactions		-	-	-	-	-	-
7.2.1	Forward Buy/Sell Transactions		-	-	-	-	-	-
7.2.2	Swap Buy/Sell Transactions		-	-	-	-	-	-
7.2.3	Options Buy/Sell Transactions		-	-	-	-	-	-
7.2.4	Futures Buy/Sell Transactions		-	-	-	-	-	-
7.2.5	Other		-	-	-	-	-	-
VIII.	**ITEMS HELD IN CUSTODY**	**10**	**15.716.480**	**2.312.970**	**18.029.450**	**14.625.030**	**2.015.453**	**16.640.483**
	TOTAL OFF-BALANCE SHEET ITEMS		**499.905.963**	**31.454.220**	**531.360.183**	**428.898.007**	**24.294.451**	**453.192.458**

The accompanying notes are an integral part of these financial statements.

QNB FAKTORİNG A.Ş.

CONDENSED STATEMENT OF PROFIT OR LOSS
FOR THE PERIOD 1 JANUARY - 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)
(Convenience translation into english of condensed interim financial statements and independent auditors review reporty originally issued in turkish)

	INCOME AND EXPENSE ITEMS	Note	Reviewed 1 January- 30 June 2026	Unreviewed 1 April- 30 June 2026	Reviewed 1 January- 30 June 2025	Unreviewed 1 April- 30 June 2025
I.	**OPERATING INCOME**		**5.578.250**	**2.758.353**	**5.153.159**	**2.692.033**
	FACTORING INCOME		**5.578.250**	**2.758.353**	**5.153.159**	**2.692.033**
1.1	Interest Income on Factoring Receivables		5.482.042	2.708.243	5.082.262	2.655.690
1.1.1	Discounted		2.369.962	1.219.750	2.205.870	1.176.529
1.1.2	Other		3.112.080	1.488.493	2.876.392	1.479.161
1.2	Fees and Commissions Received from Factoring Receivables		96.208	50.110	70.897	36.343
1.2.1	Discounted		11.477	6.000	13.233	4.579
1.2.2	Other		84.731	44.110	57.664	31.764
	FINANCE LOAN INCOME		-	-	-	-
1.3	Interest Income from Finance Loans		-	-	-	-
1.4	Fees and Commissions from Finance Loans		-	-	-	-
	FINANCE LEASE INCOME		-	-	-	-
1.5	Financial Lease Income		-	-	-	-
1.6	Operating Lease Income		-	-	-	-
1.7	Fees and Commissions Received from Leasing Transactions		-	-	-	-
	SAVING FINANCE INCOME		-	-	-	-
1.8	Dividends Received from Saving Finance Receivables		-	-	-	-
1.9	Fees and Commissions Received from Saving Finance Activities		-	-	-	-
II.	**FINANCIAL EXPENSES (-)**		**(3.797.025)**	**(1.850.352)**	**(3.589.388)**	**(1.817.378)**
2.1	Dividends Given to the Saving Fund Pool		-	-	-	-
2.2	Interest Expense from Funds Borrowed		(3.086.218)	(1.411.142)	(2.623.270)	(1.286.930)
2.3	Interest Expense from Factoring Payables		-	-	-	-
2.4	Interest Expense of Finance Lease Expenses		(11.908)	(9.288)	(4.215)	(2.246)
2.5	Interest Expense from Securities Issued		(623.227)	(389.406)	(865.879)	(481.485)
2.6	Other Interest Expenses		-	-	-	-
2.7	Fees and Commissions		(75.672)	(40.516)	(96.024)	(46.717)
III.	**GROSS PROFIT/LOSS (I+II)**		**1.781.225**	**908.001**	**1.563.771**	**874.655**
IV.	**OPERATING EXPENSES (-)**		**(385.117)**	**(191.097)**	**(267.139)**	**(145.092)**
4.1	Personnel Expenses		(281.619)	(141.594)	(196.662)	(110.592)
4.2	Employee Severance Indemnity Expense		(2.655)	(1.327)	(1.951)	(975)
4.3	Research and Development Expenses		-	-	-	-
4.4	General Administration Expenses		(93.297)	(46.647)	(64.857)	(33.512)
4.5	Other		(7.546)	(1.529)	(3.669)	(13)
V.	**GROSS OPERATING PROFIT/LOSS (III+ IV)**		**1.396.108**	**716.904**	**1.296.632**	**729.563**
VI.	**OTHER OPERATING INCOME**		**278.315**	**135.196**	**277.984**	**114.609**
6.1	Interest Income from Bank Deposits		158.532	92.805	145.839	82.044
6.2	Interest Income from Securities Portfolio		-	-	-	-
6.3	Dividend Income		-	-	-	-
6.4	Capital Market Transactions Profit		-	-	-	-
6.5	Interest From Derivative Financial Transactions		-	-	-	-
6.6	Foreign Exchange Gains		31.897	16.673	25.985	14.676
6.7	Other		87.886	25.718	106.160	17.889
VII.	**PROVISIONS**		**(155.511)**	**(92.299)**	**(93.376)**	**(56.387)**
7.1	Specific Provisions		(155.511)	(92.299)	(93.376)	(56.387)
7.2	Expected Credit Loss		-	-	-	-
7.3	General Provisions		-	-	-	-
7.4	Other		-	-	-	-
VIII.	**OTHER OPERATING EXPENSES (-)**		**(25.087)**	**(11.354)**	**(18.624)**	**(7.060)**
8.1	Impairment of Marketable Securities		-	-	-	-
8.2	Impairment Losses from Non-Current Assets		-	-	-	-
8.3	Trading Account Loss		-	-	-	-
8.4	Loss from Derivative Financial Transaction		-	-	-	-
8.5	Foreign Exchange Loss		(25.087)	(11.354)	(18.610)	(7.060)
8.6	Other		-	-	(14)	-
IX.	**NET OPERATING PROFIT/LOSS (V+......+VIII)**		**1.493.825**	**748.447**	**1.462.616**	**780.725**
X.	**SURPLUS WRITTEN AS GAIN AFTER MERGER**		-	-	-	-
XI.	**INCOME/(LOSS) FROM INVESTMENTS CONSOLIDATED BASED ON EQUITY METHOD**		-	-	-	-
XII.	**NET MONETARY POSITION GAIN/LOSS**		-	-	-	-
XIII.	**PROFIT/LOSS BEFORE TAX FROM CONTINUING OPERATIONS (IX+X+XI+XII)**		**1.493.825**	**748.447**	**1.462.616**	**780.725**
XIV.	**TAXATION ON INCOME FROM CONTINUING OPERATIONS (±)**		**(458.605)**	**(223.461)**	**(447.219)**	**(242.065)**
14.1	Current Tax Provision		(452.394)	(225.239)	(449.756)	(253.114)
14.2	Deferred Tax Expense Effect (+)		(15.364)	-	(10.350)	(1.838)
14.3	Deferred Tax Income Effect (-)		9.153	1.778	12.887	12.887
XV.	**NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XIII+XIV)**		**1.035.220**	**524.986**	**1.015.397**	**538.660**
XVI.	**INCOME FROM DISCONTINUING OPERATIONS**		-	-	-	-
16.1	Income from Assets Held for Resale		-	-	-	-
16.2	Income from Investment and Associates, Subsidiaries and Joint Ventures					
16.3	Other income		-		-	
XVII.	**EXPENSES FROM DISCONTINUING OPERATIONS (-)**		-	-	-	-
17.1	Expenses from Assets Held for Resale		-	-	-	-
17.2	Income from Investment and Associates, Subsidiaries and Joint Ventures		-	-	-	-
17.3	Other Expenses					
XVIII.	**PROFIT/LOSS BEFORE TAX FROM DISCONTINUING OPERATIONS (XVI-XVII)**		-	-	-	-
XIX.	**TAXATION ON INCOME FROM DISCONTINUING OPERATIONS (±)**		-	-	-	-
19.1	Current Tax Provision		-		-	
19.2	Deferred Tax Expense Effect (+)		-	-	-	-
19.3	Deferred Tax Income Effect (-)		-	-	-	-
XX.	**NET PROFIT/LOSS FROM DISCOUNTINUED OPERATIONS (XVII±XVIII)**		-	-	-	-
XXI.	**NET PROFIT/LOSSES (XIV+XIX)**		**1.035.220**	**524.986**	**1.015.397**	**538.660**
	Earnings Per Share		0,9720	0,4929	0,9534	0,5058

The accompanying notes are an integral part of these financial statements.

QNB FAKTORİNG A.Ş.

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD 1 JANUARY - 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)
(Convenience translation into english of condensed interim financial statements and independent auditors review reporty originally issued in turkish)

		Reviewed 1 January- 30 June 2026	Unreviewed 1 April- 30 June 2026	Reviewed 1 January- 30 June 2025	Unreviewed 1 April- 30 June 2025
I.	**CURRENT PROFIT/LOSS**	**1.035.220**	**524.986**	**1.015.397**	**538.660**
II.	**OTHER COMPREHENSIVE INCOME**	-	-	-	-
2.1	**Items not to be reclassified under profit and loss**	-	-	-	-
2.1.1	Revaluation differences of property and equipment	-	-	-	-
2.1.2	Revaluation differences of intangible assets	-	-	-	-
2.1.3	Defined benefit plans remeasurement gains / losses	-	-	-	-
2.1.4	Other comprehensive income items not to be reclassified under profit and loss	-	-	-	-
2.1.5	Taxes on other comprehensive income not to be reclassified under profit or loss	-	-	-	-
2.2	**Items to be reclassified under profit and loss**	-	-	-	-
2.2.1	Foreign exchange differences from foreign currency transactions	-	-	-	-
2.2.2	Income/expenses on revaluation or reclassification of available for sale financial assets	-	-	-	-
2.2.3	Income/loss on cash flow hedge derivative financial assets	-	-	-	-
2.2.4	Income/loss from foreign investment hedge derivative financial assets	-	-	-	-
2.2.5	Other comprehensive income items to be reclassified under profit and loss	-	-	-	-
2.2.6	Taxes on other comprehensive income to be reclassified under profit or loss	-	-	-	-
III.	**TOTAL COMPREHENSIVE INCOME (I+II)**	**1.035.220**	**524.986**	**1.015.397**	**538.660**

The accompanying notes are an integral part of these financial statements.

CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD 1 JANUARY - 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)
(Convenience translation into english of condensed interim financial statements and independent auditors review report originally issued in turkish)

						Accumulated other comprehensive income or losses not to be reclassified under profit or loss statement			Accumulated other comprehensive income or losses to be reclassified under profit or loss statement						
	STATEMENT OF CHANGES IN EQUITY	**Paid in Capital**	**Capital Reserves**	**Share Premium**	**Share Cancellation Profits**	**1**	**2**	**3**	**4**	**5**	**6**	**Profit Reserves**	**Prior Period Net Income /(Loss)**	**Net Profit / Loss**	**Total Equity**
	Prior Period (1 January - 30 June 2025) (Reviewed)														
I.	**Period Opening Balance (1 January 2025)**	**1.065.000**	-	-	-	-	**(3.664)**	-	-	-	-	**1.464.664**	-	**1.345.885**	**3.871.885**
II.	**Changes in Accounting Policies according to TAS 8**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Effects of Correction	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	**New Balance (I+II)**	**1.065.000**		-	-	-	**(3.664)**	-	-	-	-	**1.464.664**	-	**1.345.885**	**3.871.885**
IV.	**Total Comprehensive Income**	-	-	-	-	-		-	-	-	-	-	-	**1.015.397**	**1.015.397**
V.	**Increase in Paid-in Capital**		-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	**Capital Increase From Internal Resources**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	**Inflation Adjustments to Paid in Capital**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	**Convertible Bonds**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	**Subordinated Loans**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	**Other Changes**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	**Profit Distribution**	-	-	-	-	-	-	-	-	-	-	**1.345.885**	-	**(1.345.885)**	-
11.1	Dividend Distribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	1.345.885	-	(1.345.885)	-
11.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Period End Balance (30 June 2025)	**1.065.000**	-	-	-	-	**(3.664)**	-	-	-	-	**2.810.549**	-	**1.015.397**	**4.887.282**
	Current Period (1 January – 30 June 2026) (Reviewed)														
I.	**Period Opening Balance (1 January 2026)**	**1.065.000**	-	-	-	-	**(4.209)**	-	-	-	-	**2.810.549**		**2.036.608**	**5.907.948**
II.	**Changes in Accounting Policies according to TAS 8**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Effects of Correction	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	**New Balance (I+II)**	**1.065.000**	-	-	-	-	**(4.209)**	-	-	-	-	**2.810.549**	-	**2.036.608**	**5.907.948**
IV.	**Total Comprehensive Income**	-	-	-	-	-	-	-	-	-	-	-	-	1.035.220	1.035.220
V.	**Increase in Paid-in Capital**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	**Capital Increase From Internal Resources**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	**Inflation Adjustments to Paid in Capital**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	**Convertible Bonds**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	**Subordinated Loans**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	**Other Changes**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	**Profit Distribution**	-	-	-	-	-	-	-	-	-	-	**2.036.608**	-	**(2.036.608)**	-
11.1	Dividend Distribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2	Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	2.036.608	-	(2.036.608)	-
11.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Period End Balance (30 June 2026)	**1.065.000**	-	-	-	-	**(4.209)**	-	-	-	-	**4.847.157**	-	**1.035.220**	**6.943.168**

1. The accumulated revaluation increases/losses on property and equipment,
2. The accumulated remeasurement gains/losses on defined benefit plans,
3. Other (Accumulated other comprehensive income or losses not to be reclassified under profit or loss statement),
4. Foreign currency translation differences,
5. The accumulated revaluation increases/losses on available for sale asset,
6. Other (Cash flow hedge gains/losses, accumulated other comprehensive income or losses to be reclassified under profit or loss statement).

The accompanying notes are an integral part of these financial statements.

CONDENSED STATEMENT OF CASH FLOWS FOR THE PERIOD 1 JANUARY - 30 JUNE 2026

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)
(Convenience translation into english of condensed interim financial statements and independent auditors review report originally issued in turkish)

		Reviewed 1 January - 30 June 2026	Reviewed 1 January - 30 June 2025
A.	**CASH FLOWS FROM OPERATING ACTIVITIES**		
1.1	**Operating Profit before Changes in Operating Assets and Liabilities**	**1.377.492**	**1.207.898**
1.1.1	Interest Received/Dividends Received /Leasing income	5.693.723	5.384.293
1.1.2	Interest Paid / Dividends Paid/Leasing expense	(3.623.181)	(3.651.883)
1.1.3	Dividend Received	-	-
1.1.4	Fees and Commissions Received	96.208	70.897
1.1.5	Other Income	49.544	17.882
1.1.6	Collections from Previously Written-off Doubtful Receivables	45.152	95.639
1.1.7	Payments to Personnel and Service Suppliers	(281.619)	(196.662)
1.1.8	Taxes Paid	(433.150)	(356.568)
1.1.9	Other	(169.185)	(155.700)
1.2	**Changes in Operating Assets and Liabilities**	**(2.210.567)**	**(1.390.030)**
1.2.1	Net (Increase)/Decrease in Factoring Receivables	(2.934.550)	(506.511)
1.2.2	Net (Increase)/Decrease in Finance Loans	-	-
1.2.3	Net (Increase)/Decrease in Lease Receivables	-	-
1.2.4	Net (Increase)/Decrease in Savings Finance Receivables	(25.817)	(15.927)
1.2.5	Net (Increase)/Decrease in Other Assets	-	-
1.2.6	Net Increase/(Decrease) in Factoring Payables	(22.265)	19.680
1.2.7	Net Increase/(Decrease) in the Savings Fund Pool	-	-
1.2.8	Net Increase/(Decrease) in Lease Payables	81.196	9.090
1.2.9	Net Increase/(Decrease) in Funds Borrowed	740.780	(934.457)
1.2.10	Net Increase/(Decrease) in Due Payables	-	-
1.2.11	Net Increase/(Decrease) in Other Liabilities	(49.911)	38.095
I.	**Net Cash Used in Operating Activities**	**(833.075)**	**(182.132)**
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**	-	-
2.1	Acquisition of Investments, Associates and Subsidiaries	-	-
2.2	Disposal of Investments, Associates and Subsidiaries	-	-
2.3	Purchases of Property and Equipment	(5.735)	(1.038)
2.4	Disposals of Property and Equipment	-	-
2.5	Financial Assets Reflected in Revenue	-	-
2.6	Disposals of Fair Value Differences of Other Comprehensive Financial Assets Reflected in Revenue	-	-
2.7	Purchase of Investment Securities Held to Maturity	-	-
2.8	Sale of Investment Securities Held to Maturity	-	-
2.9	Other	-	-
II.	**Net Cash (Used in)/Provided from Investing Activities**	**(5.735)**	**(1.038)**
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**	-	-
3.1	Cash Obtained from Funds Borrowed and Securities Issued	**3.934.040**	4.194.989
3.2	Cash Used for Repayment of Funds Borrowed and Securities Issued	(2.773.450)	(3.378.077)
3.3	Issued Capital Instruments	-	-
3.4	Dividends Paid	-	-
3.5	Payments for Finance Leases	(34.604)	(14.812)
3.6	Other	-	-
III.	**Net Cash Provided from Financing Activities**	**1.125.986**	**802.100**
IV.	**Effect of change in foreign exchange rate on cash and cash equivalents**	**295**	**1.693**
V.	**Net Increase in Cash and Cash Equivalents**	**287.471**	**620.623**
VI.	**Cash and Cash Equivalents at Beginning of the Period**	**804.780**	**541.869**
VII.	**Cash and Cash Equivalents at End of the Period**	**1.092.251**	**1.162.492**

The accompanying notes are an integral part of these financial statements.

1 - ORGANIZATION AND FIELD OF ACTIVITY OF THE COMPANY

QNB Factoring A.Ş. ("The Company") was established in Turkey on 8 June 2009 and started its operations in October 2009. The Company's field of activity is domestic and international factoring transactions. The main shareholder of the Company is QNB Bank A.Ş. with a 99.99% share.

The Company has 166 employees as of 30 June 2026 (31 December 2025: 166).

The Company has 20 branches in total, namely Adana, Ankara, Antakya, Antalya, Anadolu Ticari Merkez, Avrasya Ticari Merkez, Bursa, Denizli, Diyarbakır, Eskişehir, Gaziantep, Gebze, Halkalı, İzmir, Kayseri, Konya, Mersin, Ostim Samsun ve Trabzon (31 December 2025: 20).

The company moved its office address, where it carries out its activities, to the following address on 25 May 2015:

Esentepe District Büyükdere Street Kristal Kule Building No:215 Floor: 21 ŞİŞLİ - İSTANBUL

The Company carries its operations mainly in one geographical region (Turkey).

Approval of Financial Statements

Financial statements prepared as of 30 June 2026 were approved by the Board of Directors on 28 July 2026. The General Assembly has the authority to amend the financial statements.

2 - BASIS OF PREPARATION OF FINANCIAL STATEMENTS

2.1 Basis of Preparation

2.1.1 Basis of Preparation of Financial Statements

The Company prepared the accompanying financial statements in thousands of Turkish Lira ("TRY") according to the 'Regulation on Accounting Practices and Financial Statements of Financial Leasing, Factoring and Financing Companies' and the 'Communiqué on Uniform Chart of Accounts and Prospectus to be implemented by Financial Leasing, Factoring and Financing' published in the Official Gazette dated 24 December 2013 and numbered 28861 by Banking Regulation and Supervision Agency and circulars and interpretations published by Banking Regulation and Supervision Authority (together referred as BRSA Accounting and Reporting Legislation) and in case where a specific regulation is not made by BRSA, preparations made according to the Turkish Financial Reporting Standards ("TFRS 34"), Interim Financial Reporting Standart ("TAS 34") regulations included in; "BRSA Accounting and Financial Reporting Regulations".

The companies are free to prepare their interim period statements in full set or condensed versions in accordance with TAS 34. The Company has elected to prepare condensed interim financial statements for the interim accounting period from 1 January to 30 June 2026. These condensed interim financial statements do not include all of the notes required for annual financial statements and should be read in conjunction with the Company's financial statements as of 31 December 2025.

2 - BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)

2.1 Basis of Preparation (Continued)
2.1.1 Basis of Preparation (Continued)

Preparation of financial statements requires the amounts of the reported assets and liabilities or disclosed conditional assets and liabilities and income and estimation and assumption which affects the expense amounts which are reported in the relevant period. These estimations are based on the management’s best opinion and knowledge and real consequences may be different than these estimations.

The financial statements have been prepared on a historical cost basis, except for financial instruments measured at fair value.

2.1.2 Adjustment of financial statements during periods of high inflation

The financial statements have been adjusted for inflation in accordance with the “Turkish Accounting Standard for Financial Reporting in Hyperinflationary Economies” (“TAS 29”) until 31 December 2004. With the Circular dated 28 April 2005 published by the BRSA, it was announced that it was decided to terminate the inflation accounting practice applied in the banking system, and the application of inflation accounting was terminated as of 1 January 2005 in the preparation of the financial statements.

In accordance with TAS 29 “Financial Reporting in Hyperinflationary Economies”, entities whose functional currency is the currency of a hyperinflationary economy are required to present their financial statements in terms of the measuring unit current at the end of the reporting period. Pursuant to the announcement made by the Public Oversight, Accounting and Auditing Standards Authority (“POA”) on 23 November 2023, entities applying Turkish Financial Reporting Standards (“TFRS”) are required to restate their annual financial statements for reporting periods ending on or after 31 December 2023 for the effects of inflation in accordance with the accounting principles set out in IAS 29 Financial Reporting in Hyperinflationary Economies. The same announcement stated that regulatory and supervisory authorities authorized to regulate and oversee entities within their respective sectors may determine different transition dates regarding the implementation of inflation accounting. Within this framework, the Banking Regulation and Supervision Agency (“BRSA”), pursuant to its Board resolutions dated 12 December 2023 (No. 10744), 11 January 2024 (No. 10825), 5 December 2024 (No. 11021) and most recently 18 December 2025 (No. 11340), resolved that the financial statements of banks and financial leasing, factoring, financing, savings financing and asset management companies shall not be subject to inflation adjustment under TAS 29.

Within the framework of these decisions, inflation accounting was not applied in accordance with TAS 29 while preparing the financial statements dated 30 June 2026.

2 - BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)

2.2 Changes in Accounting Policies

2.2.1 Comparatives and changes in presentation of prior periods' financial statements

The Company's financial statements are prepared in comparison with the previous period in order to allow the determination of financial status and performance trends. The Company prepared its condensed balance sheet as of 30 June 2026 and as of 31 December 2025 and the condensed statement of comprehensive income, condensed equity movement and condensed cash flow statement for the interim period between 1 January - 30 June 2025.

2.2.2 Changes in accounting policies

Changes in accounting policies are applied retrospectively and the prior period financial statements are restated accordingly. There are no major changes in the accounting policies of the Company in the current period.

2.2.3 Change in accounting estimates and errors

The effect of a change in an accounting estimate is recognized prospectively in the period of the change, if the change affects that period only; or the period of the change and future periods, if the change affects both. There has not been any significant change in the accounting estimates of the Company in the current year. Material prior year errors are corrected retrospectively by restating the comparative amounts for the prior periods.

2 - BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)
2.2 Changes in Accounting Policies (Continued)

2.2.4 Amendments in standards and interpretations

The new standards, amendments and interpretations

The accounting policies adopted in preparation of the financial statements as of June 30, 2026 are consistent with those of the previous financial year, except for the adoption of new and amended TFRS and TFRS interpretations effective as of January 1, 2026 and thereafter. The effects of these standards and interpretations on the Company financial position and performance have been disclosed in the related paragraphs.

i) The new standards, amendments and interpretations which are effective as of 1 January 2026 are as follows:

Amendments to TFRS 9 and TFRS 7 – Classification and measurement of financial instruments

In August 2025, POA issued amendments to the classification and measurement of financial instruments (amendments to TFRS 9 and TFRS 7). The amendment clarifies that a financial liability is derecognized on the 'settlement date'. It also introduces an accounting policy option to derecognize financial liabilities that are settled through an electronic payment system before settlement date if certain conditions are met. The amendment also clarified how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features as well as the treatment of non-recourse assets and contractually linked instruments. Additional disclosures in TFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income are added with the amendment. The new requirements are applied retrospectively with an adjustment to opening retained earnings.

The amendments did not have a significant impact on the financial position or performance of the Company.

2 - BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)

2.2 Changes in Accounting Policies (Continued)

2.2.4 Amendments in standards and interpretations (Continued)

i) The new standards, amendments and interpretations which are effective as of 1 January 2026 are as follows (Continued)

Annual Improvements to TFRSs – Volume 11

In September 2025, POA issued Annual Improvements to TFRSs – Volume 11, amending the followings:

- *TFRS 1 First-time Adoption of International Financial Reporting Standards* – Hedge Accounting by a First-time Adopter: These amendments are intended to address potential confusion arising from an inconsistency between the wording in TFRS 1 and the requirements for hedge accounting in TFRS 9.

- *TFRS 7 Financial Instruments: Disclosures – Gain or Loss on Derecognition:* The amendments update the language on unobservable inputs in the Standard and include a cross reference to TFRS 13.

- *TFRS 9 Financial Instruments – Lessee Derecognition of Lease Liabilities and Transaction Price:* TFRS 9 has been amended to clarify that, when a lessee has determined that a lease liability has been extinguished in accordance with TFRS 9, the lessee is required to apply derecognition requirement of TFRS 9 and recognise any resulting gain or loss in profit or loss. TFRS 9 has been also amended to remove the reference to 'transaction price".

- *TFRS 10 Consolidated Financial Statements* – Determination of a 'De Facto Agent': The amendments are intended to remove the inconsistencies between TFRS 10 paragraphs.

- *TAS 7 Statement of Cash Flows* – Cost Method: The amendments remove the term of "cost method" following the prior deletion of the definition of 'cost method'.

The amendments did not have a significant impact on the financial position or performance of the Company.

Amendments to TFRS 9 and TFRS 7 - Contracts Referencing Nature-dependent Electricity

In August 2025, POA issued Contracts Referencing Nature-dependent Electricity (Amendments to TFRS 9 and TFRS 7). The amendment clarifies the application of the "own use" requirements and permits hedge accounting if these contracts are used as hedging instruments. The amendment also adds new disclosure requirements to enable investors to understand the effect of these contracts on a company's financial performance and cash flows. The clarifications regarding the 'own use' requirements must be applied retrospectively, but the guidance permitting hedge accounting have to be applied prospectively to new hedging relationships designated on or after the date of initial application.

The amendments did not have a significant impact on the financial position or performance of the Company.

2 - BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)

2.2 Changes in Accounting Policies (Continued)

2.2.4 Amendments in standards and interpretations (Continued)

ii) Standards issued but not yet effective and not early adopted

Standards, interpretations and amendments to existing standards that are issued but not yet effective up to the date of issuance of the financial statements are as follows. The Company will make the necessary changes if not indicated otherwise, which will be affecting financial statements and disclosures, when the new standards and interpretations become effective.

Amendments to TFRS 10 and TAS 28: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

In December 2017, POA postponed the effective date of this amendment indefinitely pending the outcome of its research project on the equity method of accounting. Early application of the amendments is still permitted.

The Company will wait until the final amendment to assess the impacts of the changes.

TFRS 17 - The new Standard for insurance contracts

POA issued TFRS 17 in February 2019, a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. TFRS 17 model combines a current balance sheet measurement of insurance contract liabilities with the recognition of profit over the period that services are provided. The mandatory effective date of the Standard postponed to accounting periods beginning on or after January 1, 2027 with the announcement made by the POA.

The standard is not applicable for the Company and will not have an impact on the financial position or performance of the Company.

TFRS 18 – Standard for Presentation and Disclosure in Financial Statements

In May 2025, POA issued TFRS 18 which replaces TAS 1. TFRS 18 introduces new requirements on presentation within the statement of profit or loss, including specified totals and subtotals. TFRS 18 requires an entity to classify all income and expenses within its statement of profit or loss into one of five categories: operating; investing; financing; income taxes; and discontinued operations. It also requires disclosure of management-defined performance measures and includes new requirements for aggregation and disaggregation of financial information based on the identified 'roles' of the primary financial statements and the notes. In addition, there are consequential amendments to other accounting standards, such as TAS 7, TAS 8 and TAS 34. TFRS 18 and the related amendments are effective for reporting periods beginning on or after 1 January 2027, but earlier application is permitted. TFRS 18 will be applied retrospectively.

The Company is in the process of assessing the impact of the standard on financial position or performance of the Company.

2 - BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)
2.2 Changes in Accounting Policies (Continued)
2.2.4 Amendments in standards and interpretations (Continued)
ii) Standards issued but not yet effective and not early adopted (Continued)

TFRS 19 – Standard for Subsidiaries without Public Accountability: Disclosures

In August 2025, POA issued TFRS 19, which allows eligible entities to elect to apply reduced disclosure requirements while still applying the recognition, measurement and presentation requirements in other TFRS accounting standards. Unless otherwise specified, eligible entities that elect to apply TFRS 19 will not need to apply the disclosure requirements in other TFRS accounting standards. An entity that is a subsidiary does not have public accountability and has a parent (either ultimate or intermediate) which prepares consolidated financial statements, available for public use, which comply with TFRS accounting standards may elect to apply TFRS 19. TFRS 19 is effective for reporting periods beginning on or after 1 January 2027 and earlier adoption is permitted. If an eligible entity chooses to apply the standard earlier, it is required to disclose that fact. An entity is required, during the first period (annual and interim) in which it applies the standard, to align the disclosures in the comparative period with the disclosures included in the current period under TFRS 19.

The standard is not applicable for the Company.

Amendments to TAS 21 - Translation to a Hyperinflationary Presentation

The amendments issued by the POA in April 2026 require translation from a non-hyperinflationary functional currency into a hyperinflationary presentation currency at the closing rate. Accordingly, if an entity’s functional currency is the currency of a non-hyperinflationary economy, but its presentation currency is the currency of a hyperinflationary economy, its results and financial position are translated into the presentation currency by translating all amounts (i.e., assets, liabilities, equity items, income and expenses) and all comparatives at the closing rate at the end of the current reporting period. Furthermore, an entity whose functional currency and presentation currency are the currency of a hyperinflationary economy, restates the comparative amounts of a foreign operation, whose functional currency is that of a non-hyperinflationary economy, by applying the general price index, in accordance with TAS 29, to the foreign operation’s comparative figures. The amendments also introduce certain additional disclosure requirements.

The amendments apply for annual reporting periods beginning on or after 1 January 2027 and earlier application is permitted. If an entity’s functional currency and presentation currency are the currency of a hyperinflationary economy (or are the currencies of different hyperinflationary economies) and it translates the results and financial position of foreign operations whose functional currency is that of a non-hyperinflationary economy, then it is required to apply the amendments from the beginning of the annual reporting period in which it first applies the amendments. In addition, it restates the comparative amounts of its foreign operations included in the entity’s previously issued financial statements by applying the general price index it applies to corresponding figures in accordance with TAS 29. Other entities will apply the amendments retrospectively.

The Company is in the process of assessing the impact of the amendments on financial position or performance of the Company.

2 - BASIS OF PREPARATION OF FINANCIAL STATEMENTS (Continued)

2.2 Changes in Accounting Policies (Continued)

2.2.4 Amendments in standards and interpretations (Continued)

iii) The new amendments that are issued by the International Accounting Standards Board (IASB) but not issued by Public Oversight Authority (POA)

The following TFRS 20 and amendments to IAS 28 are issued by IASB but not yet adapted/issued by POA. Therefore, they do not constitute part of TFRS. The Company will make the necessary changes to its consolidated financial statements after the amendments and new Standard are issued and become effective under TFRS.

TFRS 20 – Standard for Regulatory Assets and Regulatory Liabilities

In May 2026, the Board issued TFRS 20, which sets out the requirements for the recognition, measurement, presentation and disclosure of regulatory assets, regulatory liabilities, regulatory income and regulatory expense. TFRS 20 introduces requirements that will result in information that supplements the information an entity already provides by applying TFRS accounting standards, such as TFRS 15. Such information enables users of financial statements to understand the total allowed compensation for regulatory goods or services supplied in each reporting period and the related rights and obligations.

The Company is in the process of assessing the impact of the amendments on financial position or performance of the Company.

Amendments to IAS 28 - Fair Value Option for Investments in Associates and Joint Ventures

The amendments issued by the Board in June 2026 clarify which entities can apply the fair value option in IAS 28. The amendments explained that a 'similar entity' includes an entity with a main business activity of investing in particular types of assets, as described in paragraph 49(a) of TFRS 18. It is also clarified that eligibility to apply the fair value option is assessed based on the entity that directly holds the investment in the associate or joint venture.

The amendments are not applicable for the Company and will not have an impact on the financial position or performance of the Company.

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

3 - CASH AND CASH EQUIVALENTS

	30 June 2026		31 December 2025	
	TRY	**FC**	**TRY**	**FC**
Banks	837.423	254.828	619.939	184.841
Time Deposit (*)	146.926	-	122.803	-
Demand Deposit(**)	690.497	254.828	497.136	184.841
	837.423	**254.828**	**619.939**	**184.841**

(*) As of June 30, 2026, the Company has a time deposit of 146.926 TL, of which 126 TL consists of interest rediscount with a repayment date of 1 July 2026 (December 31, 2025: time deposit of 122.803 TL, of which 103 TL consists of interest rediscount).
(**) There are blocked deposits at Takasbank amounting to 690.429 TL in demand deposits. (31 December 2025: TL 497.078).

4 - FACTORING RECEIVABLES AND NON PERFORMING RECEIVABLES

	30 June 2026		31 December 2025	
	TRY	**FC**	**TRY**	**FC**
Domestic factoring receivables	27.413.613	11.149.123	26.655.039	8.934.816
Import and Export Factoring Receivables	-	494.082	-	493.487
Unearned interest income	(914.362)	(79.017)	(659.368)	(79.958)
	26.499.251	**11.564.188**	**25.995.671**	**9.348.345**

Unearned interest income represents revenues collected in advance, calculated on the basis of the maturities of factoring receivables.

Factoring transactions are classified as follows:

	30 June 2026	**31 December 2025**
Domestic revocable	23.290.364	23.881.784
Domestic irrevocable	14.278.993	10.968.744
Foreign revocable	313.414	296.257
Foreign irrevocable	180.668	197.231
	38.063.439	**35.344.016**

As of 30 June 2026, the total amount of postdate cheques and bills received by the Company against its factoring receivables is TRY 18.029.450 (31 December 2025: TRY 16.640.483). These cheques and bills are classified in off-balance sheet accounts.

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

4 - FACTORING RECEIVABLES AND NON PERFORMING RECEIVABLES (Continued)

	30 June 2026	31 December 2025
Factoring Receivables:		
Fixed Rate	29.393.509	27.964.298
Floating Rate	8.669.930	7.379.718
	38.063.439	**35.344.016**

Breakdown of factoring receivables by average maturity:

	30 June 2026	31 December 2025
0-30 days	11.662.900	10.648.589
30-60 days	10.370.083	7.981.148
60-90 days	7.711.873	5.948.794
90-180 days	7.746.016	9.596.743
180-365 days	572.567	1.168.742
	38.063.439	**35.344.016**

Factoring receivables are analysed as follows:

	30 June 2026	31 December 2025
Not overdue and not impaired	37.881.231	35.288.236
Overdue, but not impaired	182.208	55.780
Impaired	568.630	451.804
Total	**38.632.069**	**35.795.820**
Less: Provision for impairment	(562.163)	(451.804)
Factoring receivables, net	**38.069.906**	**35.344.016**

The Company's guarantees for factoring receivables which are as follows. To calculate the amount of guarantees, only the portion corresponding to the amount of the receivables taken into account in case of the amount of the guarantee exceeds the receivable amount:

Guarantees Received:

	30 June 2026	31 December 2025
Notes	36.764.622	34.653.984
Mortgage	1.305.284	690.032
	38.069.906	**35.344.016**

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

4 - FACTORING RECEIVABLES AND NON PERFORMING RECEIVABLES (Continued)

As of 30 June 2026 and 31 December 2025, the distribution of the Company's non-performing factoring receivables and provisions is as follows:

	30 June 2026	31 December 2025
Non-performing factoring receivables	568.630	451.804
Specific provisions	(562.163)	(451.804)
Non performing receivables, net(*)	**6.467**	**-**

(*) Checks with high collectability that are held in the warehouses of our customers whose transferred balance exceeds TRY 1 million, and whose maturity dates have not yet arrived, are accepted as collateral.

As of 30 June 2026 and 31 December 2025 the aging of the Company's non-performing factoring receivables is as follows:

	30 June 2026	31 December 2025
0 - 180 days	65.054	165.462
180 - 365 days	247.865	108.824
1 year and over	255.711	177.518
	568.630	**451.804**

Movements in specific provision are as follows:

	30 June 2026	30 June 2025
Balance as at 1 January	(451.804)	(269.428)
Provision booked during the period	(155.511)	(93.376)
Collections	45.152	95.639
	(562.163)	**(267.165)**

5 - ASSETS HELD FOR SALE AND ASSETS RELATED TO DISCONTINUED OPERATIONS

A right of pre-emption has been registered for assets held for sale by the company, valued at 34.400 TL, pursuant to the contract dated July 31, 2025. As of June 30, 2026, the company has real estate held for sale with a value of 34.400 TL . (31 December 2025: 34.400).

6 - BORROWINGS

	30 June 2026		31 December 2025	
	TRY	FC	TRY	FC
Short term borrowings	16.168.745	11.631.257	18.116.391	9.479.794
Total borrowings	**16.168.745**	**11.631.257**	**18.116.391**	**9.479.794**

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated.)

6 – BORROWINGS (Countinued)

The Company does not have any long-term borrowings. The details of short-term bank borrowings with original maturities of less than one year as of 30 June 2026 and 31 December 2025 are presented below:

Currency Type	Interest Rate	Original Amount	30 June 2026
TRY	%38,38-%42,20	16.168.745	16.168.745
EUR	% 4,61-%6,30	110.224	5.851.407
USD	%5,99-%7,35	122.160	5.689.554
GBP	6,63%	1.467	90.296
			27.800.002

Currency Type	Interest Rate	Original Amount	31 December 2025
TRY	% 36,85 - % 44,19	18.116.391	18.116.391
EUR	% 4,30 - % 5,78	92.253	4.639.002
USD	% 5,51 - % 6,98	112.047	4.800.714
GBP	6,62%	697	40.078
			27.596.185

The details of borrowings by interest type are as folows:

	30 June 2026		**31 December 2025**	
	TRY	**FC**	**TRY**	**FC**
Fixed	13.417.570	11.360.711	17.116.391	9.397.009
Floating	2.751.175	270.546	1.000.000	82.785
Total borrowings	**16.168.745**	**11.631.257**	**18.116.391**	**9.479.794**

7- SECURITIES ISSUED

	30 June 2026	**31 December 2025**
Securities issued	4.202.970	2.419.152
	4.202.970	**2.419.152**

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

7- SECURITIES ISSUED (Continued)

Features of bonds that were issued by the Company to qualified investors are as follows:

30 June 2026

ISIN CODE	Date of Issue	Nominal Issue	Due Date	Interest Rate	Coupon type
TRFQNBF92611	26 March 2026	1.115.000	22 September 2026	TLREF + 0,70%	Once at maturity
TRFQNBFE2614	2 April 2026	206.500	1 October 2026	43.00%	Discounted
TRFQNBFK2616	5 May 2026	631.000	3 November 2026	TLREF + 0,70%	Once at maturity
TRFQNBFK2624	12 May 2026	668.000	10 November 2026	TLREF + 0,70%	Once at maturity
TRFQNBFK2632	21 May 2026	500.000	17 November 2026	TLREF + 0,70%	Once at maturity
TRFQNBFA2618	2 June 2026	500.000	1 December 2026	TLREF + 0,70%	Once at maturity
TRFQNBFA2634	16 June 2026	350.000	15 December 2026	42.75%	Once at maturity

31 December 2025

ISIN CODE	Date of Issue	Nominal Issue	Due Date	Interest Rate	Coupon type
TRFQNBF62648	16 December 2025	375.000	16 June 2026	38,50%	Once at maturity
TRFQNBF62614	25 November 2025	102.500	2 June 2026	39,50%	Once at maturity
TRFQNBF52631	18 November 2025	1.000.000	21 May 2026	40,00%	Once at maturity
TRFQNBF52623	11 November 2025	500.000	12 May 2026	40,00%	Once at maturity
TRQNBF52615	4 November 2025	795.950	5 May 2026	40,00%	Once at maturity

8 - SHAREHOLDERS' EQUITY

As of 30 June 2026 and 31 December 2025, the shareholders' of the Company and their share capitals with historical amounts are as follows:

Capital

	30 June 2026		31 December 2025	
Shareholders	**% Share**	**Amount**	**% Share**	**Amount**
QNB Bank A.Ş.	99,9999976	1.064.999	99,9999976	1.064.999
Ibtech Uluslararası Bilişim ve İletişim Tek. Araştırma Geliştirme Danışmanlık Destek San. Ve Tic. A.Ş.	0,0000006	<1	0,0000006	<1
QNB Finansal Kiralama A.Ş.	0,0000006	<1	0,0000006	<1
QNBYatırım Menkul Değerler A.Ş.	0,0000006	<1	0,0000006	<1
QNB Portföy Yönetimi A.Ş.	0,0000006	<1	0,0000006	<1
	100	**1.065.000**	**100**	**1.065.000**

The company's registered capital consists of 1.065.000.000 shares, each with a nominal value of 1 TRY (31 December 2025: 1.065.000.000).

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

8 - SHAREHOLDERS' EQUITY (Continued)

Capital Reserves

In statutory financial statements, accumulated profits may be distributed except for legal reserves and subject to following requirements for legal reserves.

The legal reserves consist of first and second reserves, appropriated in accordance with the Turkish Commercial Code. The TCC stipulates that the first legal reserve is appropriated out of taxable profits at the rate of 5% per annum, until the total reserve reaches 20% of the Company's paid-in share capital. The second legal reserve is appropriated at the rate of 10% per annum of all cash distributions in excess of 5% of the paid-in share capital. Under the TCC, the legal reserves may only be used to offset losses unless they exceed 50% of paid-in share capital, and may not be used for any other purpose

According to Law No. 5228 on "Amendments to Certain Tax Laws," published in the Official Gazette No. 25539 dated 31 July 2004, it is possible to offset the inflation adjustment differences related to equity items recorded under "Retained Earnings/Losses" against the resulting past year losses or to add them to the capital by corporate tax payers. These transactions are not considered profit distributions.

All "inflation-adjustments to shareholders' equity" may only be used to increase capital through bonus issues or to offset losses, while the carrying amount of extraordinary reserves are permitted to be used to increase capital through bonus issues, payment of cash dividends or to offset losses.

Profit Reserves

	30 June 2026	31 December 2025
Legal reserves	196.030	94.199
Extraordinary reserves	4.651.127	2.716.350
Total	**4.847.157**	**2.810.549**

The company has allocated a total of 2.036.608 TRY from its accumulated profits, which includes 101.830 TRY as the first reserve under legal requirements and 1.934.778TRY as extraordinary reserves from previous years. (As of 31 December 2025: The Company has set aside a total of 2.810.549 TRY worth of reserves, including 93.907 TRY worth of first legal reserves from its accumulated profit, TL 292 worth of second reserves).

The legal reserves consist of first and second legal reserves, appropriated in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of historical statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the historical paid-in share capital. The second legal reserve is appropriated after the first legal reserve and dividends, at the rate of 10% per annum of all cash dividend distributions.

Earnings per share

The weighted average number of shares of the Group and earnings per share are as follows:

	30 June 2026	30 June 2025
Number of shares with a nominal value of TRY 1 each	1.065.000.000	1.065.000.000
Net profit for the period (Thousands of TRY)	1.035.220	1.015.397
Basic earnings per share (TRY 1 per share)	0,9720	0,9534

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

9 - RELATED PARTY TRANSACTIONS

Funds borrowed from related parties

QNB Bank A.Ş. (Shareholder)

	30 June 2026	31 December 2025
TL	2.751.175	1.000.000
USD	4.854.427	3.945.650
EUR	3.759.264	3.349.624
	11.364.866	**8.295.274**

Deposits Held on Related Parties

QNB Bank A.Ş. (Shareholder)

	30 June 2026	31 December 2025
TL	146.828	122.738
USD	26.491	66.159
EUR	139.045	72.334
GBP	28.386	33.995
	340.750	**295.226**

Interest Income from Related Parties

	1 January - 30 June 2026	1 January - 30 June 2025
QNB Bank A.Ş. (Shareholder)	36.109	18.349
	36.109	**18.349**

Finance Expenses	1 January - 30 June 2026	1 January - 30 June 2025
QNB Bank A.Ş. (Shareholder)	243.620	415.663
QNB Bank A.Ş. (Shareholder) - lease interest	7.916	1.977
	251.536	**417.640**

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

9 - RELATED PARTY TRANSACTIONS (Continued)

General Administrive Expenses (-)	1 January - 30 June 2026	1 January - 30 June 2025
Shareholder		
QNB Bank A.Ş.	19.256	16.390
QNB Yatırım Menkul Değerler A.Ş.	5.346	7.066
IBTECH Uluslararası Bil. Ve İlt. Teknolojileri Dan. Des. San. ve Tic. A.Ş.	-	651
Other group companies		
QNB Sağlık Hayat Sigorta ve Emeklilik A.Ş.	54	30
ESolutions Elektronik Ticaret ve Bilişim Hizmetleri A.Ş.	421	7
	25.077	**24.144**

As of 30 June 2026 the Company's total salaries and fees that provided to the top management and the Board of Directors are TRY 62.028 (30 June 2025: TRY 32.961).

10 - COMMITMENTS AND CONTINGENCIES

Guarantees Received

As of 30 June 2026, the Company's guarantees received are TRY 494.635.110 (31 December 2025: TRY 422.281.284).

Guarantee Given

As of 30 June 2026 and 31 December 2025, collaterals are comprised of notes given to the following institutions:

	30 June 2026	31 December 2025
Letters of guarantee given to Takasbank	10.355.000	8.020.000
Colleterals given to courts	111.344	102.436
DBS	1.000	1.000
	10.467.344	**8.123.436**

Irrevocable Commitments

None (31 December 2025: None).

(Amounts expressed in thousands of Turkish Lira (“TRY”) unless otherwise indicated.)

10 - COMMITMENTS AND CONTINGENCIES (Continued)

Assets Held in Custody

The Company has obtained securities held in custody for its factoring receivables at 30 June 2026 and 31 December 2025 as detailed below:

	30 June 2026		31 December 2025	
	TRY	**FC**	**TRY**	**FC**
Customer checks	15.524.828	2.312.970	14.380.440	2.015.453
Customer notes	191.652	-	244.590	-
	15.716.480	**2.312.970**	**14.625.030**	**2.015.453**

Derivative Transactions

As of 30 June 2026, there are no such items. (31 December 2025: None).

11 - FINANCIAL RISK MANAGEMENT

The Company’s activities expose it to a variety of financial risks:

- Credit Risk
- Liquidity Risk
- Market Risk

This note presents information about the Company’s exposure to each of the above risks, the Company’s objectives, policies and processes for measuring and managing risk.

The Company’s Board of Director’s have overall responsibility for the establishment and oversight of the Company’s risk management framework.

The Company’s risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company’s activities. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

Credit Risk

The main activity of the Company is to focus on the sectors with high knowledge, and to perform factoring transactions within the limits of the credit and risk monitoring regulation for the companies operating in these sectors.

Policies related to credit risk are detailed in the “Limit Allocation and Fund Disbursement Risk Management Policies” and the procedures regulated accordingly, and the practices within the Company are carried out within the framework of this policy and related procedures. Board of Directors regularly reviews the Company's credit risk strategy and major credit risk policies. With this strategy, it is aimed to reflect the degree of tolerance of the Company regarding credit risk and the maximize profit expected to be received against various credit risks.

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

11 - FINANCIAL RISK MANAGEMENT (Continued)

On the other hand, the Company ensures that the distribution of the portfolio is balanced. The Company also has a Loan Monitoring, Legal Follow-up, and Legal Affairs Unit. The Credit Department continuously carries out detailed intelligence control regarding customers and debtors of assigned receivables and works to minimize the credit risk, both at the stage of limit establishment and in factoring financing. All these intelligence studies are under the supervision and supervision of the Company's senior management (at the level of General Manager and Assistant General Managers). All operations of the Company are performed by the Central Operation Unit. It does not have the authority to make transactions and make payments at the branch level.

Liquidity Risk

Liquidity risk is the possibility that the Company will not be able to meet its net financing needs. As a precaution against this risk, the Company's management diversifies its financing resources and the assets are managed with the liquidity priority to maintain a healthy balance of cash and cash equivalents. Company evaluates its liquidity risks consistently in order to meet its aims to monitor and to determine the change in its funds.

Market Risk

Market risk is the risk that changes in market prices, such as foreign exchange rates interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. Market risk management, control the market risk exposures within acceptable parameters, while aiming to optimize the return of risk.

Foreign Currency Risk

The Company is exposed to currency risk through transactions (such as factoring operations and borrowings) in foreign currencies. The Company monitors the balance of foreign exchange assets and foreign exchange liabilities on a daily basis to minimize the exchange rate risk. In order not to be exposed to foreign exchange risk, the active and passive foreign exchange positions are carried out in a manner that does not give a short position in terms of foreign currency, and in order to balance the foreign exchange liabilities and foreign currency liabilities, it performs swap transactions if deemed necessary.

Table below summarizes the Company's foreign currency position risk in detailed as of 30 June 2026 and 31 December 2025. The amounts of foreign currency assets and liabilities held by the Company according to their foreign currency types are as follows:

30 June 2026	**USD**	**EUR**	**GBP**	**Total**
Banks	28.921	175.246	50.661	254.828
Factoring receivables	5.763.560	5.758.196	42.432	11.564.188
Other assets	5.024	5.096	-	10.120
Total assets	**5.797.505**	**5.938.538**	**93.093**	**11.829.136**
Funds borrowed	(5.689.554)	(5.851.407)	(90.296)	(11.631.257)
Factoring payables	(2.293)	(2.468)	-	(4.761)
Other liabilities	(1.157)	(2.714)	(347)	(4.218)
Total liabilities	**(5.693.004)**	**(5.856.589)**	**(90.643)**	**(11.640.236)**
Net foreign currency position due to derivative financial instruments	-	-	-	-
Net foreign currency position	**104.501**	**81.949**	**2.450**	**188.900**

(Amounts expressed in thousands of Turkish Lira ("TRY") unless otherwise indicated.)

11 - FINANCIAL RISK MANAGEMENT (Continued)

31 December 2025	USD	EUR	GBP	Total
Banks	67.834	82.371	34.636	184.841
Factoring receivables	4.645.484	4.649.825	53.036	9.348.345
Other assets	1.873	4.691	-	6.564
Total assets	**4.715.191**	**4.736.887**	**87.672**	**9.539.750**
Funds borrowed	(4.800.714)	(4.639.002)	(40.078)	(9.479.794)
Factoring payables	(16.533)	(14.235)	-	(30.768)
Other liabilities	(120)	(1.421)	(441)	(1.982)
Total liabilities	**(4.817.367)**	**(4.654.658)**	**(40.519)**	**(9.512.544)**
Net foreign currency position due to derivative financial instruments	-	-	-	-
Net foreign currency position	**(102.176)**	**82.229**	**47.153**	**27.206**

Foreign Currency Sensitivity Analysis

The Company is exposed to currency risk mainly in USD and EUR.

The table below shows the sensitivity of the Company to the related foreign currencies of the 10% increase/decrease in the US Dollar, Euro and British Pound exchange rates. The 10% rate used is the rate used when reporting the currency risk to the senior management within the Company, and the said rate represents the possible change expected by the management in foreign exchange rates. Sensitivity analyzes regarding the exchange rate risk that the Company is exposed to at the reporting date are determined according to the change at the beginning of the financial year and are kept constant throughout the reporting period. A positive amount represents revenue growth in profit/loss.

	Profit/ Loss		Equity	
30 June 2025	**Appreciation foreign currency**	**Depreciation foreign currency**	**Appreciation foreign currency**	**Depreciation foreign currency**
ABD	10.450	(10.450)	10.450	(10.450)
EUR	8.195	(8.195)	8.195	(8.195)
GBP	245	(245)	245	(245)
Total	**18.890**	**(18.890)**	**18.890**	**(18.890)**

	Profit/ Loss		Equity	
31 December 2025	**Değer Kazanması**	**Değer kaybetmesi**	**Değer kazanması**	**Değer kaybetmesi**
ABD	(10.218)	10.218	(10.218)	10.218
EUR	8.223	(8.223)	8.223	(8.223)
GBP	4.715	(4.715)	4.715	(4.715)
Total	**2.720**	**(2.720)**	**2.720**	**(2.720)**

11 - FINANCIAL RISK MANAGEMENT (Continued)

Banks, factoring receivables and short-term bank loans denominated in TRY, which are measured at amortized cost discounted effective interest rate approximately due to the short-term nature and negligible possible gross amount.

The fair value of financial assets and financial liabilities are determined as follows:

- First level: Financial assets and liabilities in active markets for identical assets and liabilities are valued using stock market prices.
- Second level: Financial assets and liabilities, the related asset or liability, either directly or indirectly, other than quoted prices included within Level 1 observable market prices used for valuation purposes.
- Third level: Financial assets and liabilities, determining fair value of the asset or liability, are not based on observable market data used in the valuation.

As of 30 June 2026, the Company does not have any financial assets that are stated at their fair values.

12 - SUBSEQUENT EVENTS

None.