



Sustainability Bond Allocation Report

April 2025

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1. Sustainability Strategy of Ziraat Bank

Sustainability Vision

To use the unrivalled experience and knowledge that we have built up in 160 years and to utilize our resources efficiently within the framework of responsible banking principles, for the benefit of the economy, the environment, and the community; to produce enduring value for our stakeholders; to be a bank which embraces all parts of the society by improving our customer-oriented business model.

Sustainability Target

To further develop both the Bank's strong position in the domestic market and its global competitive strength by the corporate, environmental and social sustainability practices that will be adopted by this policy

Sustainability Strategy

Ziraat adopted its Sustainability Policy in 2014 and has a sustainability structure in place to guide the Policy's implementation.

Ziraat Bank has updated its Sustainability Policy in 2023 in order to contribute to Türkiye's 2053 Net-Zero emission target, Nationally Determined Contribution, and the global goal of keeping the increase in the global temperature below 2°C - or limit to 1.5°C if possible - as set out in the Paris Climate Agreement, which Türkiye is a stakeholder of.

This policy is shaped around Ziraat Bank's obligations to the environment, its customers and the community, and its duties as an employer, with the following pillars:

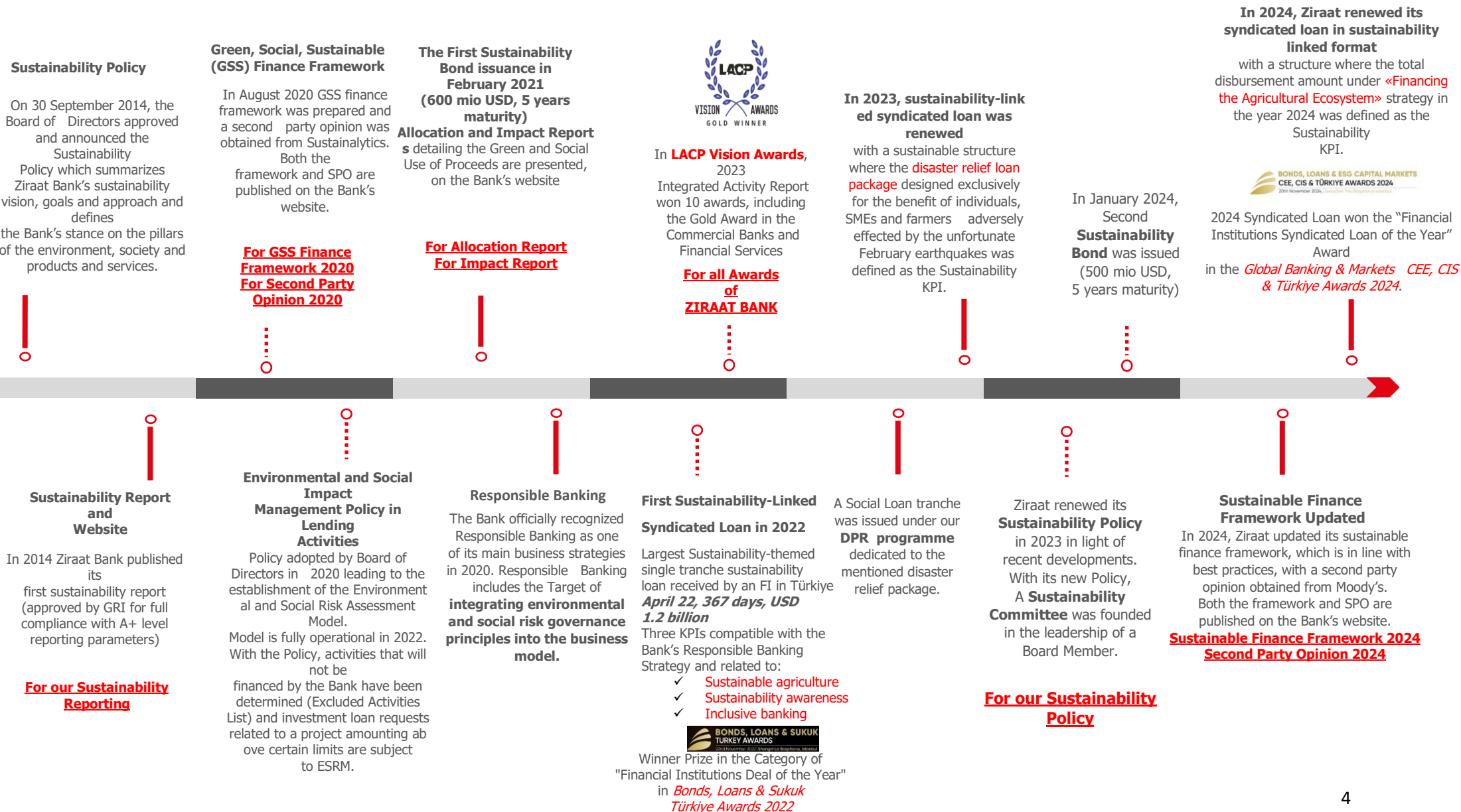
- (1) determining and implementing the Bank's targets in economic sustainability from a short, medium and long-term ESG perspective;
- (2) focus on sustainability, banking products and services to all customers in practical, understandable, accessible and digitally focused format;
- (3) providing finance to address the pressures and challenges of tackling the climate change crisis and the transition to a low carbon economy;
- (4) approach decision-making considering environmental and social issues and associated potential risks and opportunities;
- (5) continuous development and integration of universally-accepted sustainability principles into the Bank's business model and processes (i.e.: UN SDGs).

Ziraat Bank's Policies















- **Sustainability Policy**
- **Disclosure Policy**
- **Prevention of Money Laundering and Combating Terrorism Financing Compliance Policy (AML Policy)**
- **Environmental And Social Impact Management Policy in Lending Activities**
- **Anti-Bribery And Anti-Corruption Policy**



2. Sustainability Journey








3. The UN SDG Contribution

| Contribution | SDG | Contributing Activities |
|--------------|---|--|
| Direct |  | Training and development programs offered to Ziraat Bank's human resources, support for educational projects that raise entrepreneurial awareness for customers and training on financial literacy |
| Direct |  | SME financing and guarantee products, inclusive banking services, sustainable agriculture financing Corporate governance practices, human resources management, remuneration policies, equal opportunity implemented at Ziraat Bank |
| Direct |  | Project and application revisions in accordance with local government wastewater management directives for new or renovated branch locations Selection of efficient irrigation systems in Ziraat Towers Preference for locally adapted plant species to enhance plant diversity in landscaping Utilization of condensation water from cooling systems for garden irrigation at Ziraat Towers Establishment of a recycling facility for grey water reuse to significantly reduce the reliance on mains water |
| Direct |  | Financing provided for renewable energy and energy efficiency projects, efficiency investments in service buildings |
| Direct |  | SME financing and guarantee products, inclusive banking services, sustainable agriculture financing Training and development programs offered to Ziraat Bank's human resources, support for educational projects that raise entrepreneurial awareness for customers, financial literacy training Financing provided for infrastructure, SME and industrial investments, digital banking products and solutions, consumer-friendly financing and savings products, accessible banking Corporate governance practices, human resources management, remuneration policies, equal opportunity implemented at Ziraat Bank Special loan projects for priority regions in development |
| Direct |  | Financing provided for infrastructure, SMEs and industrial investments, digital banking products and solutions, consumer-friendly financing and savings products, accessible banking Financing provided to different sectors based on thematic resources, bilateral and multilateral collaboration efforts, operational activities, corporate governance practices and reporting efforts |
| Direct |  | SME financing and guarantee products, inclusive banking services, sustainable agriculture financing Corporate governance practices, human resources management, remuneration policies, equal opportunity implemented at Ziraat Bank |
| Direct |  | SME financing and guarantee products, inclusive banking services, sustainable agriculture financing Financing provided for renewable energy and energy efficiency projects, efficiency investments in service buildings Carbon footprint measurement activities, waste management practices, environmental and social impact management system |
| Direct |  | Carbon footprint measurement activities, waste management practices, environmental and social impact management system |
| Indirect |  | SME financing and guarantee products, inclusive banking services, sustainable agriculture financing Special loan projects for priority regions in development |
| Indirect |  | SME financing and guarantee products, inclusive banking services, sustainable agriculture financing |
| Indirect |  | Financing provided to the housing sector through national-scale development and investment projects, support for the green economy, contribution to cultural heritage |
| Indirect |  | Corporate governance practices, human resources management, remuneration policies, equal opportunity implemented at Ziraat Bank |
| Indirect |  | Financing provided to the housing sector through national-scale development and investment projects, support for the green economy, contribution to cultural heritage Financing provided to different sectors based on thematic resources, bilateral and multilateral collaboration efforts, operational activities, corporate governance practices and reporting efforts |

4. Sustainable Projects

Ziraat's strong capacity in sustainability accumulated over the years has enabled it to secure sustainability-themed funds from international financing institutions (IFIs).

| IFI | Project Topics | Total Amount/ (~ USD 1.8 bn in total) |
|---|---|--|
|  THE WORLD BANK IBRD + IDA | Financing for SMEs Financing for SMEs through leasing companies as an APEX loan Financing energy efficiency projects of SMEs | USD 567 million |
|  European Investment Bank | SME and MIDCAP financing (6 projects) Financing IPARD investments approved by the Agricultural and Rural Development Support Institution | EUR 700 million |
|  AFD AGENCE FRANÇAISE DE DÉVELOPPEMENT | Financing for SMEs which process agricultural products and food of animal origin | EUR 100 million |
|  KfW | Financing SMEs operating in the agricultural sector or rural areas | EUR 150 million |
|  CEB COUNCIL OF EUROPEAN DEVELOPMENT BANK BANQUE DE DÉVELOPPEMENT DU CONSEIL DE L'EUROPE | Micro and SME business loan (to create employment or protect existing jobs) | EUR 100 million |

Sustainable Loan Products Offered by Ziraat

- Individual/corporate energy efficiency loans
- Energy efficiency management loans
- Green mortgage
- Green car loan
- Renewable energy loans
- Wastewater treatment and recovery loans
- Pressurized irrigation loan
- Young farmer loan
- Woman farmer loan
- Agricultural renewable energy loan
- Golden hive loan
- Rooftop solar energy loan
- Agricultural SME loan
- Heat insulation loan
- Digital transformation & tech-support loan
- Carbon reduction loan
- Young entrepreneur loan
- Woman entrepreneur loan



Ziraat Towers Project in Istanbul Finance Center awarded **LEED Platinum Certificate** with its environmentally friendly design, environmental sustainability mission and pioneering approach to smart applications with advanced technology. It also achieved a great success by winning the **"Excellence in Construction"** award from **CTBUH** (Council on Tall Buildings and Urban Habitat), which is a non-profit global organization targeting to create more sustainable and healthy cities.



Ziraat Bank has implemented the largest self-consumption Solar Power Plant project in finance sector, located in Pınarbaşı district of Kayseri. The project will meet the electricity needs of **Ziraat Towers in Istanbul Finance Center and all branches and ATMs of the Bank**. The power plant having installed capacity of **64 MWp**, will provide annual electricity production of **126k MWh** and will contribute to the fight against climate change by reducing **55k tons of carbon emissions annually**.



The **Ziraat Farmer Platform** mobile application, which helps producers to monitor climate events, water status, product development, sector news, current seed, feed, fertilizer inputs and prices from their phones, has been launched.

- The Platform was launched in **May 2024** and reached **95 thousand users** by the **end of 2024**.
- Through 9 modules, farmers can follow all banking transactions, market developments and have the opportunity to **directly sell their agricultural products**.



In 2024, a total of **566 thousand hours of in-class training** and **1 million hours of digital training** were organized for the professional and personal development of employees.



Barrier-Free Banking

6,389 ATMs Serving Visually Impaired Individuals
267 ATMs Serving Orthopedically Impaired Individuals
All branches include tactile surface on floors, a call button for visually impaired customers, an information board with Braille alphabet printed on the outside door of the branch.

5. Corporate Social Responsibility

Ziraat Bank conducts enduring social responsibility projects whose aims are to protect cultural values, to contribute to the communal heritage, and to uphold traditions and customs.

Ziraat Bank Young Farmers Academy

Launched in 2018. To increase interest in agriculture among youth, teach agricultural production and investment, train educated and conscious young farmers, give young people an entrepreneurial awareness in the field of agriculture.



Ziraat Bank Banking School

Established in 1926, the School has trained qualified staff for both Ziraat Bank and the entire Turkish Finance Sector. Providing both in class education programs and continuous training through online material, the School recently partnered with Ankara University for a Masters degree in Banking. Ziraat Bank Banking School's training program was selected as the **Best in Its Field in the "Education and Development" Category** by the Association for Talent Development and received the **"Excellence in Practice Award"**.

The Ziraat Bank Art Collection

The Ziraat Bank art collection consists of more than 2,500 works, the majority of which are oil paintings but also includes watercolors, gouaches, pastels, prints, ceramics, and sculptures.



Ziraat Bank is proud to present Izmir Museum of Art, Türkiye's first art museum owned by a bank, as a gift to the 100th anniversary of our Republic. Also, Ziraat Bank exhibition hall in the towers in Istanbul Finance Center was opened to visitors in 2023. "Banking from the Ottoman Empire to the Present" exhibition hosted by the Bank has been arranged in IFM Gallery.

Ziraat Bank Banking Museum

Established in 1981. Türkiye's first museum devoted to banking. Occupying the ceremonial hall of the Bank's original headquarters in Ankara, the museum provides a look at the Bank's 160-year history.

Ziraat Bank the Turkish Cup Name Sponsor



Both in keeping with its efforts to support sports in general and in recognition of their contributions both to social wellbeing and the Bank's public face, Ziraat Bank served as the Turkish Cup name sponsor.

Ziraat Bank Sports Club

Ziraat Bank has been supporting volleyball through the Ziraat Bank Sports Club established in 1981. The Bank's men's volleyball team, «Ziraat Bankkart» has won three seasons of «Efeler League» between 2020 and 2023.



According to the sponsorship agreement provided in 2023, TVF Başkent Volleyball Hall will be named "TVF Ziraat Bankkart Volleyball Hall" for 10-years.

Türkiye Earthquake

After the earthquake on February 6, 2023, TL 20 billion donation for earthquake region. 30 temporary service points were deployed, along with 9 mobile branches and 1 mobile ATM.



6. 2024 Environmental HighlightsK

Greenhouse Gas (GHG) Emissions intensity
(i.e. tCO₂e/million TL net interest income)

1.21 (2023) ➡ 0.48 (2024)

Energy Savings (MWh)

3,560 (2023) ➡ 4,289 (2024)

Number of Trees Saved

15,000 (2023) ➡ 18,000 (2024)

Waste Paper Recycled (tonnes)

853 (2023) ➡ 1,046 (2024)

Waste IT Products Recycled (tonnes)

72 (2023) ➡ 70 (2024)

Recovered Area (hectares)

1.5 (2023) ➡ 1.8 (2024)



Ziraat Bank received **CDP Climate Change (B)** and **Water Security Scores (A-)** for the first time in 2023. Significant progress was obtained in **2024** by increasing **Water Security Score** to **A** (highest score).



Renewable Energy Resource Guarantee System (YEK-G) Certificate was obtained for **2024** for **150,000 MWh**.



"Zero Waste Certificate" was received for a total of **1,508** service buildings.

In **2024**, By using the "**Credit Monitoring Module**" the message traffic that was normally subject of approximately **8 million e-mails** sent annually was discontinued.

In **2024**, paper saved using the **Digital Signature** and **KEP Application** (Registered Email Service) has reached **1.7 million**.

Micro Waste Management - Wastespresso

The recycling of 1,747 kg of coffee waste with Wastespresso micro waste management in 2024 prevented the release of 1,983 kg of CO₂e greenhouse gas into the atmosphere. This benefit is approximately equal to the carbon footprint created by the following activities:

- 849 liters of gasoline consumption
- 989 kg of coal consumption
- Conversion of 8029.91 m² of land into forest

ENVIRONMENTAL AND SOCIAL IMPACT MANAGEMENT SYSTEM

- ❖ As of **March 2022**, Ziraat Bank officially started to implement **environmental and social risk evaluations** for investment loan requests related to projects above a certain amount in accordance with its **«Environmental and Social Impact Management Policy in Lending Activities»** adopted in 2020.
- ❖ The policy includes an **«Excluded Activities List»**
- ❖ Assessments are done via **Environmental and Social Risk Assessment Model (ESRM)** which complies with the IFC Performance Standards as well as national legislation.
- ❖ In **2024**, **46** projects were evaluated under ESRM and **no** projects were rejected due to Exclusion List.

A total of **8 million sheets of paper*** were saved in 2024 by completing the onboarding of customers by **approval through mobile application (3.5 million)** and by **approval through SMS (4.5 million)**.

*An average of 15 sheets of paper are consumed during the actual customer identification process.

7. Green, Social and Sustainable Finance Framework

Ziraat Green, Social and Sustainable Finance Framework ("The Framework") is aligned with the ICMA Green Bond Principles (GBP) 2018 edition, Social Bond Principles (SBP) 2020 edition, Sustainability Bond Guidelines (SBG) 2018 edition and the LMA Green Loan Principles (GLP) 2020 edition, which provide guidelines in the form of four core components:

1. Use of Proceeds
2. Process for Project Evaluation and Selection
3. Management of Proceeds
4. Reporting

For each Sustainable Finance Instrument, Ziraat asserts that it will adopt (1) Use of Proceeds; (2) Process for Project Evaluation and Selection; (3) Management of Proceeds; and (4) Reporting, as set out in the Framework. Ziraat Green, Social and Sustainable Finance Framework also follows the recommendations of the GBP 2018, SBP 2020 and SBG 2018 regarding External Review.

A Summary of the Framework



Use of Proceeds: Financing and / or refinancing, in whole or in part, new and / or existing eligible loans. Exclusionary criteria are related to loans that are linked to fossil energy generation, nuclear energy generation, weapons and defense, mining, gambling, alcohol or tobacco



Project Evaluation and Selection: A dedicated Sustainable Finance Working Group (the "Group") has been established to create this Green, Social and Sustainable Finance Framework. The Group will manage any future updates to the Framework and oversee its implementation.



Management of Proceeds: The net proceeds of the Sustainable Finance Instruments under the Framework will be managed by Ziraat in a portfolio approach



Reporting: Ziraat Bank will report on the allocation and impact of the Sustainable Finance Instruments within its Annual Report and / or via a separate Sustainable Finance Reporting document which will be made available to investors at Ziraat Bank's website



External Review: Sustainalytics issued a Second Party Opinion for Ziraat Bank's Green, Social and Sustainable Finance Framework. Ziraat Bank may request a limited assurance report of the allocation of the Sustainable Finance Instruments proceeds to Green and Social Eligible Loans

7.1 Use of Proceeds

Ziraat Bank will allocate an amount at least equivalent to the net proceeds of the Sustainable Financing Instruments issued under the Framework towards financing and / or refinancing, in whole or in part, new and / or existing eligible loans as described in the Framework.

Eligible Green and Social Loans are defined as loans that meet, respectively, the Green and Social Eligibility Criteria defined in the Framework, which has been prepared in accordance with the ICMA and LMA Green and Social Bond and Green Loan documentation.

Green Use of Proceeds

- Renewable Energy
- Green Buildings
- Clean Transportation
- Energy Efficiency
- Environmentally Sustainable Management of Living Natural Resources and Land
- Sustainable Water and Wastewater Management
- Pollution Prevention and Control
- Eco-efficient and / or Circular Economy Adapted Products, Production Technologies and Processes

Social Use of Proceeds

- Employment Generation Including Through The Potential Effect of SME Financing and Microfinance
- Access to Essential Services
- Affordable Housing

Contribute to United Nations Sustainable Development Goals ("UN SDGs") and EU environmental Objectives



Exclusionary Criteria

Ziraat Bank rejects financing the activities which are included in the "List of Unfunded Activities" annexed to its Environmental and Social Impact Management Policy in Lending Activities, and which are prohibited/restricted by national legislation and international agreements to which Türkiye is a party, regardless of the amount and without subjecting them any financial, technical, environmental and social impact evaluation.

Sustainable Finance Instruments under the Framework will not be used to finance loans linked to fossil energy generation, nuclear energy generation, weapons and defense, mining, gambling, alcohol or tobacco.

7.2 Reporting

Reporting with respect to each Sustainable Financing Instrument will take place on a portfolio basis.

Ziraat Bank has prepared this Allocation Report which is also available on the Bank's website as stated in the Framework.

7.3 External Review

Pre-issuance verification: Second party opinion by Sustainalytics

Sustainalytics is of the opinion that the Ziraat Bank Green, Social and Sustainable Finance Framework aligns with the Green Bond Principles (GBP) 2018, Sustainability Bond Guidelines 2018, Social Bond Principles (SBP) 2020 and the Green Loan Principles 2020.

| | |
|----------------------------------|---|
| Use of Proceeds | The eligible categories for the use of proceeds are aligned with those recognized by both the GBP and SBP. Sustainalytics considers that the eligible categories generate positive impacts and advance the UN Sustainable Development Goals, specifically SDG 3, 4, 7, 8, 11, 12 & 15 |
| Project Evaluation and Selection | Sustainalytics considers the project selection process in line with market practice |
| Management of Proceeds | Ziraat Bank's management of proceeds process is in line with market practice |
| Reporting | Sustainalytics views Ziraat Bank's allocation and impact reporting as aligned with market practice |

Post-issuance verification: Verification on the allocation of proceeds

A Limited assurance on the allocation of proceeds from the outstanding sustainable finance instrument is provided by PwC Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş.

8. Allocation of Proceeds

| Identified Eligible Portfolio | | | Sustainable Finance Instrument | | | |
|---|--|---------|---|------------|------------|----------------------------|
| | (USD million) | Amount | ISIN | Issue Date | Maturity | Issue Amount (USD million) |
| Renewable Energy | | ✔ 468 | XS2274089288 | 16.01.2024 | 16.01.2029 | 500 |
| | Wind | ✔ 82 | | | | |
| | Solar power plants | ✔ 386 | | | | |
| Energy Efficiency | | ✔ 30 | | | | |
| Green Buildings | | ✔ 122 | | | | |
| Clean Transportation | | ✔ 132 | | | | |
| Environmentally Sustainable Management of Living Natural Resources and Land Use | | ✔ 140 | | | | |
| | Organic & Good agriculture practices | ✔ 140 | | | | |
| Sustainable Water and Wastewater Management | | ✔ 444 | | | | |
| | Pressurized irrigation systems | ✔ 444 | | | | |
| Green Use of Proceeds | | ✔ 1,336 | | | | |
| Employment generation and programs designated to prevent and/or alleviate unemployment stemming from socioeconomic crisis, including through the potential effect of SME financing and microfinance | | ✔ 897 | | | | |
| | SMEs where (a) more than 50% of shares belong to women | ✔ 71 | | | | |
| | SMEs and micro-enterprises owned and / or operated by migrants, youth (up to 35 years) | ✔ 827 | | | | |
| Social Use of Proceeds | | ✔ 897 | | | | |
| Sustainability Total | | ✔ 2,233 | Total Sustainable Finance Instruments Outstanding | 500 | | |

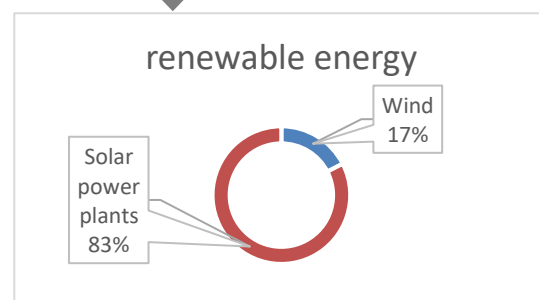
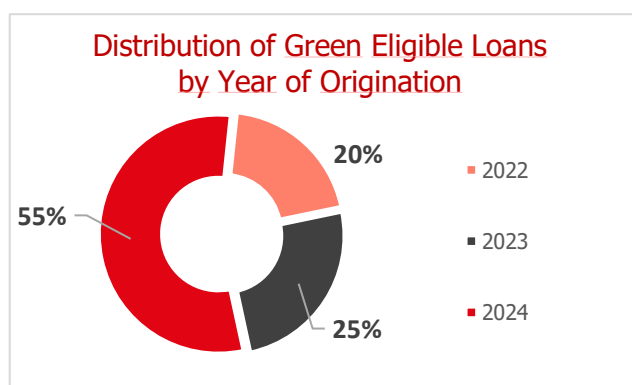
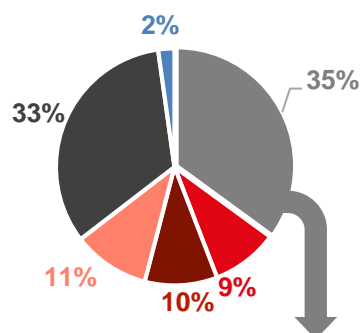
| | | (%) |
|--|--|-----|
| Eligible Sustainable Loan Portfolio allocated to net proceeds of Sustainable Funding | | 22 |
| Net proceeds of Sustainable Finance Instruments allocated to Eligible Sustainable Loan Portfolio | | 100 |
| New financing of green eligible loans | | 55 |
| New financing of eligible loans | | 72 |
| Refinancing of existing eligible loans | | 28 |

9. Eligible Green and Social Loan Portfolio

\$ 1.34 bn Eligible Green Loans

Ziraat supported real sector through i) green mortgage loans rated B or above in terms of energy performance in the local context, ii) long-term loans for pressurized irrigation systems in order to prevent waste and soil erosion due to traditional irrigation while providing water savings, iii) loans to certified organic agriculture and good agricultural practices, iv) energy efficiency loans for improvements and replacements aimed at reducing / minimizing energy losses, v) low carbon vehicle loans and vi) renewable energy loans.

- Renewable Energy
- Green Buildings
- Clean Transportation
- Environmentally sustainable management of living natural resources and land use
- Sustainable water and wastewater management
- Energy Efficiency



\$ 897 mn Eligible Social Loans

Ziraat extended loans to female and young farmers in order to increase the number of young entrepreneurs and women in agro-business through supporting their investments and activities in agricultural production.

Female and young farmer loans are crucial for their contribution to encourage young and women entrepreneurs to continue agrobusiness since the farmers are rapidly aging (around 55+) and financing women is crucial not only for their being under-represented in the financial system but also for supporting their employment and thus revive the social life in rural regions.

55% of eligible green portfolio was originated in 2024

98% of social loans were originated in 2024.

10. Sustainability Bond Terms

In January 2024, the Bank has issued its second Sustainability Bond of 500 million USD with 5-year maturity. The Sustainability Bond has been oversubscribed 4 times by investors from the United States, Europe, United Kingdom, Middle East and Asia.

| Terms | |
|-----------------|---|
| ISIN | XS2741927805 / US90014TAK79 |
| Type/Format | Senior Unsecured /RegS/144A |
| Issue size | USD 500,000,000 |
| Tenor | 5-year |
| Issue Date | 16 January 2024 |
| Coupon | 8.00% annual fixed |
| Maturity date | 16 January 2029 |
| Listing | Euronext Dublin |
| Ratings | B+ (Fitch) |
| Use of Proceeds | To be utilised for eligible loans in accordance with the Issuer's Green, Social and Sustainable Finance Framework |

Appendix-1: T.C. Ziraat Bank A.Ş. Sustainability Bond Allocation Report April 2025 – Reporting Principles

This reporting principle (the "Principle") provides information on the data preparation and reporting methodologies of indicators within the scope of the limited assurance of T.C. Ziraat Bank A.Ş. (the "Bank") included in the Ziraat Bank Sustainability Bond Allocation Report April 2025 (the "Report").

The indicators include category within the scope of the green /social use of proceeds such as Renewable Energy, Green Buildings, Clean Transportation, Energy Efficiency, Environmentally Sustainable Management of Living Natural Resources and Land Use, Sustainable Water and Wastewater Management, Employment Generation and Programs Designed to Prevent and/or Alleviate Unemployment Stemming from Socioeconomic Crises, Including Through the Potential Effect of SME Financing and Microfinance, as identified in the T.C. Ziraat Bank 'Green, Social, Sustainable Finance Framework 2020'

The data included in this principle is for 31 December 2024 and as detailed in the "Key Definitions and Reporting Scope" section.

General Reporting Principles

In preparing this principle document, consideration has been given to following principles:

- Information Preparation - to highlight to users of the information the primary principles of relevance and reliability of information; and
- Information Reporting - to highlight the primary principles of comparability / consistency with other data including prior year and understandability / transparency providing clarity to users.

Key Definitions and Reporting Scope

As of 31 December 2024, the data of T.C. Ziraat Bank is related to:

| Indicator | Scope |
|------------------|--|
| Renewable Energy | It refers to projects related to financing or refinancing of loans to the development, manufacturing, construction, operation and maintenance of energy generation assets from renewable energy sources. These include wind power (both onshore and offshore), solar power (photovoltaics, concentrated solar power, and solar thermal facilities), hydro power (small hydro-power facilities with lifecycle emissions of less than 100gCO ₂ /kWh), geothermal power (limited to facilities with lifecycle emissions of less than 100gCO ₂ /kWh), construction, renovation or refurbishment of electricity grids that facilitate the transmission of renewable energy. This portfolio consists of 1,492 cash loan and total allocated amount is USD 468.1 million, converted at the exchange rate of 34.9686 as of December 31, 2024, which corresponds to T.C. Ziraat Bank forex buying rate. |

| | |
|---|---|
| Green Buildings | It refers to projects related to financing or refinancing of loans to low-carbon new, existing or refurbished public, commercial, and residential buildings, ensuring sustainability within the local environment. This includes new or existing public, commercial and residential buildings that achieve a B rating or above in energy performance according to the Energy Performance Certificate (BEP-TR), as well as buildings with environmental certifications such as LEED (min. Gold), BREEAM (min. Very Good), DNGB (min. Gold), and ÇEDBİK Green Building certification. This portfolio consists of 6,924 cash loan and total allocated amount is USD 121.8 million, converted at the exchange rate of 34.9686 as of December 31, 2024, which corresponds to T.C. Ziraat Bank forex buying rate. |
| Clean Transportation | It refers to projects related to financing or refinancing of loans to production, establishment, acquisition, expansion, upgrades, maintenance, and operation of low-carbon vehicles and associated public or private infrastructure. This includes low-carbon transport vehicles and infrastructure, such as fully electrified public transportation (buses, trains, trams, or ferries) and low-carbon passenger and freight vehicles (plug-in hybrid electric or hydrogen). Furthermore, it encompasses infrastructure for electric transportation, including electrified railways, charging stations for electric vehicles, and bicycle paths. This portfolio consists of 9,504 cash loan and total allocated amount is USD 132.2 million, converted at the exchange rate of 34.9686 as of December 31, 2024, which corresponds to T.C. Ziraat Bank forex buying rate. |
| Energy Efficiency | It refers to projects related to financing or refinancing of loans to the establishment, acquisition, expansion, and upgrading of transmission lines, energy storage facilities, smart technologies, and/or the related infrastructure. This includes refurbishment, rehabilitation, and renovation investments in non-fossil fuel-based technologies that enhance energy consumption efficiency by at least 15% and/or reduce greenhouse gas emissions by at least 15%. It covers energy efficiency improvements in the grid, such as investments aimed at minimizing energy losses, and adopting smart grids, energy storage facilities, metering systems, and other intelligent electricity systems that facilitate the integration of renewable energy into overall energy usage. This portfolio consists of 10 cash loan and total allocated amount is USD 29.6 million, converted at the exchange rate of 34.9686 as of December 31, 2024, which corresponds to T.C. Ziraat Bank forex buying rate. |
| Environmentally Sustainable Management of Living Natural Resources and Land Use | It refers to projects related to financing or refinancing of loans to agriculture that is environmentally responsible, economically viable, and socially beneficial, along with land restoration, forest management, and urban greening initiatives. This includes certified agricultural practices under sustainable certification schemes (EU Organic, Global G.A.P., etc.) and sustainable agriculture, including efforts to improve and rehabilitate agricultural lands and local farming. Moreover, it supports the adoption of conservation agriculture techniques, including no-till farming systems, soil recovery, minimal or no use of synthetic fertilizers, biological nitrogen fixation, and crop rotation for carbon sequestration. This portfolio consists of 3,058 cash loan and total allocated amount is USD 140.5 million, converted at the exchange rate of 34.9686 as of December 31, 2024, which corresponds to T.C. Ziraat Bank forex buying rate. |

| | |
|--|--|
| Sustainable Water and Wastewater Management | It refers to projects related to financing or refinancing of loans to the development, construction, operation, and maintenance of sustainable water and wastewater management. This includes water treatment facilities, activities and technologies that increase water quality, water-use efficiency, water recycling and water saving systems. This portfolio consists of 45,741 cash loan and total allocated amount is USD 444 million, converted at the exchange rate of 34.9686 as of December 31, 2024, which corresponds to T.C. Ziraat Bank forex buying rate. |
| Employment Generation and Programs Designed to Prevent and/or Alleviate Unemployment Stemming from Socioeconomic Crises, Including Through the Potential Effect of MSME Financing and Microfinance | It refers to projects related to financing or refinancing of loans to SMEs located in economically underperforming regions of Türkiye, as well as those operated by women or vulnerable groups that are affected by natural disasters and/or health pandemics. Employment through SMEs is provided based on the criteria: SMEs located in areas that have lower income; SMEs where more than 50% of shares belong to women, the company has at least 20% female ownership and women occupy at least one managerial role or the overall operational management responsibility is held by a woman; SMEs owned by migrants, youth (up to 35 years) and / or other vulnerable groups. This includes loans to SMEs and start-ups affected by natural disasters for the construction, development, maintenance or renovation of buildings, aimed at preventing potential unemployment. It also covers the impact of the health pandemics, such as COVID-19. This portfolio consists of 73,658 cash loan and total allocated amount is USD 897.3 million, converted at the exchange rate of 34.9686 as of December 31, 2024, which corresponds to T.C. Ziraat Bank forex buying rate. |

Restatement

The measuring and reporting of data inevitably involve a degree of estimation. Restatements are considered where there is a change in the data of greater than 5 percent at the Bank level.



Limited Assurance Report to the Board of Directors of T.C. Ziraat Bankası A.Ş.

We have been engaged by the Board of Directors of T.C. Ziraat Bankası A.Ş. (the “Bank”) to perform a limited assurance engagement in respect of the Selected Allocation Information (the “Selected Information”) stated in the Ziraat Bank Sustainability Bond Allocation Report (the “Allocation Report”) for the year ended 31 December 2024 and listed below.

Selected Information

The scope of the Selected Information for the year ended 31 December 2024, which is subject to our limited assurance work, set out in the page 12 of the Allocation Report with the sign “✔” is summarized below:

- Renewable Energy
 - Wind
 - Solar power plants
- Energy Efficiency
- Green Buildings
- Clean Transportation
- Environmentally Sustainable Management of Living Natural Resources and Land Use
 - Organic & Good agriculture practices
- Sustainable Water and Wastewater Management
 - Pressurized irrigation systems
- Employment generation and programs designated to prevent and/or alleviate unemployment stemming from socioeconomic crisis, including through the potential effect of SME financing and microfinance
 - SMEs where more than 50% of shares belong to women
 - SMEs and micro-enterprises owned and / or operated by migrants, youth (up to 35 years)

Our assurance was with respect to the Selected Information marked with “✔” in the in the Allocation Report, and we have not performed any procedures with respect to earlier periods or any information other than Selected Information marked with “✔” in the Allocation Report and, any other elements included in the Allocation Report and, therefore, do not express any conclusion thereon.

Criteria

The criteria used by the Bank to prepare the Selected Information is set out in section T.C. Ziraat Bank A.Ş. Sustainability Bond Allocation Report April 2025 – Reporting Principles (the “Reporting Principles”) on pages 15, 16 and 17 of the Allocation Report.



The Bank's Responsibility

The Bank is responsible for the content of Allocation Report and the preparation of the Selected Information in accordance with the Reporting Principles. This responsibility includes the design, implementation, and maintenance of internal control relevant to the preparation of Selected Information that is free from material misstatement, whether due to fraud or error.

Inherent Limitations

Non-financial performance information is subject to more inherent limitations than financial information, given the characteristics of the subject matter and the methods used for determining such information.

The absence of a significant body of established practice on which to draw to evaluate and measure non-financial information allows for different, but acceptable, measures and measurement techniques and can affect comparability between entities. The precision of different measurement techniques may also vary. Furthermore, the nature and methods used to determine such information, as well as the measurement criteria and the precision thereof, may change over time. It is important to read the Selected Information in the context of the Reporting Principles.

Our Independence and Quality Management

We have complied with the independence and other ethical requirements of the Code of Ethics for Professional Accountants issued by the International Ethics Standards Board for Accountants, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality, and professional behavior.

Our firm applies International Standard on Quality Management 1 and accordingly maintains a comprehensive system of quality management including documented policies and procedures regarding compliance with ethical requirements, professional standards, and applicable legal and regulatory requirements.



Our Responsibility

Our responsibility is to form a limited assurance, based on limited assurance procedures, on whether anything has come to our attention that causes us to believe that the Selected Information has not been properly prepared in all material respects in accordance with the Reporting Principles. We conducted our limited assurance engagement in accordance with International Standard on Assurance Engagements 3000 (Revised), *Assurance Engagements other than Audits or Reviews of Historical Financial Information*, and, in respect of greenhouse gas emissions, International Standard on Assurance Engagements 3410, *Assurance Engagements on Greenhouse Gas Statements*, issued by the International Auditing and Assurance Standards Board.

A limited assurance engagement is substantially less in scope than a reasonable assurance engagement under ISAE 3000 (Revised) and ISAE 3410. Consequently, the nature, timing and extent of procedures for gathering sufficient appropriate evidence are deliberately limited relative to a reasonable assurance engagement.

The procedures we performed were based on our professional judgment and included inquiries, observation of processes performed, inspection of documents, analytical procedures, evaluating the appropriateness of quantification methods and reporting policies, and agreeing or reconciling with underlying records.

Given the circumstances of the engagement, in performing the procedures listed above we:

- made inquiries of the persons responsible for the Selected Information;
- understood the process for collecting and reporting the Selected Information. This included analyzing the key processes and controls for managing and reporting the Selected Information;
- evaluated the source data used to prepare the Selected Information and re-performed selected examples of calculation;
- performed limited substantive testing on a selective basis of the preparation and collation of the Selected Information prepared by the Bank and
- undertook analytical procedures over the reported data.

Limited Assurance Conclusion

Based on the procedures we have performed and the evidence we have obtained, nothing has come to our attention that causes us to believe that Bank's Selected Information for the year ended 31 December 2024, is not properly prepared, in all material respects, in accordance with the Reporting Principles.



Restriction of use

This report, including the conclusion, has been prepared for the Board of Directors of the Bank as a body, to assist the Board of Directors in reporting Bank's performance and activities related to the Selected Information. We permit the disclosure of this report within the Allocation Report for the year ended 31 December 2024, to enable the Board of Directors to demonstrate they have discharged their governance responsibilities by commissioning a limited assurance report in connection with the Selected Information. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Board of Directors of T.C. Ziraat Bankası A.Ş. as a body and T.C. Ziraat Bankası A.Ş. for our work or this report save where terms are expressly agreed and with our prior consent in writing.

PwC Bağımsız Denetim ve
Serbest Muhasebeci Mali Müşavirlik A.Ş.

A handwritten signature in blue ink, appearing to read 'Didem Demer Kaya', is positioned above the printed name of the auditor.

Didem Demer Kaya, SMMM
Independent Auditor

Istanbul, 16 April 2025