

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI
ANONİM ŞİRKETİ**

**UNCONSOLIDATED FINANCIAL STATEMENTS AND
RELATED DISCLOSURES AS OF 30 SEPTEMBER 2022
WITH AUDITORS'S REVIEW REPORT**



AUDITOR'S REVIEW REPORT ON INTERIM FINANCIAL INFORMATION

(Convenience translation of the independent auditor's review report originally issued in Turkish, See Note I.b of Section Three)

To the General Assembly of Türkiye Cumhuriyeti Ziraat Bankası Anonim Şirketi;

Introduction

We have reviewed the unconsolidated balance sheet of Türkiye Cumhuriyeti Ziraat Bankası Anonim Şirketi ("the Bank") at 30 September 2022 and the related unconsolidated statement of profit or loss, unconsolidated statement of profit or loss and other comprehensive income, unconsolidated statement of changes in shareholders' equity, unconsolidated statement of cash flows and a summary of significant accounting policies and other explanatory notes to the unconsolidated financial statements for the nine-month period then ended. The Bank management is responsible for the preparation and fair presentation of interim financial information in accordance with the Banking Regulation and Supervision Agency ("BRSA") Accounting and Financial Reporting Legislation which includes "Regulation on Accounting Applications for Banks and Safeguarding of Documents" published in the Official Gazette no.26333 dated 1 November 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by BRSA and Turkish Accounting Standard 34 "Interim Financial Reporting" for those matters not regulated by the aforementioned regulations. Our responsibility is to express a conclusion on these interim unconsolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, "Limited 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 the objective of which is to express an opinion on the financial statements. Consequently, a review of the interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an opinion.

Basis for the Qualified Conclusion

As explained in Section Five Part II. 9.3 of Explanations and Notes to the Unconsolidated Financial Statements; the accompanying unconsolidated financial statements as at 30 September 2022 include a free provision amounting to TL 28.300.000 thousand which consist of TL 3.710.000 thousand provided in prior periods and TL 24.590.000 thousand recognized in the current period by the Bank management which is not within the requirements of BRSA Accounting and Financial Reporting Legislation.



Qualified Conclusion

Based on our review, except for the effects of the matter on the unconsolidated financial statements described in the basis for the qualified conclusion paragraph above, nothing has come to our attention that causes us to believe that the accompanying unconsolidated financial information do not present fairly in all material respects the unconsolidated financial position of Türkiye Cumhuriyeti Ziraat Bankası Anonim Şirketi at 30 September 2022 and the results of its unconsolidated operations and its unconsolidated cash flows for the nine-month period then ended in accordance with the BRSA Accounting and Financial Reporting Legislation.

Report on other regulatory requirements arising from legislation

Based on our review, nothing has come to our attention that causes us to believe that the financial information provided in the accompanying interim activity report in Section Seven, is not consistent with the reviewed unconsolidated financial statements and disclosures in all material respects.

Additional Paragraph for Convenience Translation:

BRSA Accounting and Financial Reporting Legislation explained in detail in Section Three differ from International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board including the application of IAS 29- Financial Reporting in Hyperinflationary Economies as of 30 September 2022. Accordingly, the accompanying unconsolidated financial statements are not intended to present fairly the unconsolidated financial position, results of operations, changes in equity and cash flows of the Bank in accordance with IFRS.

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

Didem Demer Kaya, SMMM
Partner

Istanbul, 11 November 2022



**THE UNCONSOLIDATED FINANCIAL AUDIT REPORT OF
TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş. AS OF 30 SEPTEMBER 2022**

The Bank's Headquarter Address: Hacıbayram Mahallesi Atatürk Bulvarı
No:8 06050-Altındağ/ANKARA
Phone: (312) 584 20 00
Facsimile: (312) 584 49 63
Website: www.ziraatbank.com.tr

The unconsolidated financial report for the nine-month prepared in accordance with the "Communiqué on the Financial Statements and Related Policies and Disclosures to be Publicly Announced" as regulated by the Banking Regulation and Supervision Agency, is consist of the section listed below:

- GENERAL INFORMATION ABOUT THE BANK
- UNCONSOLIDATED FINANCIAL STATEMENTS OF THE BANK
- EXPLANATIONS ON THE ACCOUNTING POLICIES APPLIED IN THE RELATED PERIOD
- INFORMATIONS ON THE FINANCIAL STRUCTURE AND RISK MANAGEMENT OF THE BANK
- EXPLANATIONS AND DISCLOSURES RELATED TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
- AUDITOR'S REVIEW REPORT
- INTERIM ACTIVITY REPORT

The accompanying unconsolidated financial statements and notes to these financial statements for the nine month period which are expressed, unless otherwise stated, in thousands of Turkish Lira have been prepared and presented based on the accounting books of the Bank in accordance with the Regulation on the Principles and Procedures Regarding Banks' Accounting and Keeping of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards, and related appendices and interpretations of these, and have been independently reviewed.

Burhaneddin TANYERİ
Chairman of the Board

Alpaslan ÇAKAR
Member of the Board,
CEO

Fazlı KILIÇ
Member of the Board,
Member of the Audit Committee

Mahmut KAÇAR
Member of the Board,
Member of the Audit Committee

Emrah GÜNDÜZ
Assistant General Manager for
Banking Operations and
Corporate Communications

Rehber BİRKAN
Senior Vice President of
Financial
Coordination and Reporting

For the questions regarding this financial report, contact details of the personnel in charge are presented below:

Name/Title : Serkan ÖZKAN / Financial Statements Manager
Telephone Number : 0312 584 59 32
Fax Number : 0312 584 59 38

SECTION ONE
General Information about the Bank

		Page Number
I.	History of the Bank including its incorporation date, initial legal status and amendments to legal status	1
II.	Explanation about the Bank's capital structure, shareholders of the Bank who are in charge of the management and/or auditing of the Bank directly or indirectly, changes in these matters (if any) and the group the Bank belongs to	1
III.	Information on the Board of Directors, members of the audit committee, CEO and executive vice presidents, changes in these matters (if any) and shares of the Bank they possess	1
IV.	Information about the persons and institutions that have qualified shares attributable to the Bank	2
V.	Summary information on the Bank's activities and services	2
VI.	Differences between The Communique On Preparation Of Consolidated Financial Statements Of Banks and Turkish Accounting Standards and short explanation about the entities subject to full consolidation or proportional consolidation and entities which are deducted from equity or entities which are not included in these three methods	2
VII.	Current or Likely, Actual or Legal Barriers To Immediate Transfer of Equity or Repayment of Debts Between Bank and its subsidiaries	2

SECTION TWO
Unconsolidated Financial Statements

I.	Balance sheet (Statement of Financial Position) - Assets	4
II.	Balance sheet (Statement of Financial Position) - Liabilities	5
III.	Statement of Off-Balance Sheet Commitments	6
IV.	Statement of Profit or Loss Income and Expense Items	7
V.	Statement of Profit or Loss and Other Comprehensive Income	8
VI.	Statement of Changes in Shareholders' Equity	9-10
VII.	Statement of Cash Flows	11

SECTION THREE
Explanations on Accounting Policies

I.	Basis of presentation	12-13
II.	Explanations on strategy of using financial instruments and foreign currency transactions	14
III.	Explanations on investments in associates, subsidiaries and joint ventures	15
IV.	Explanations on forward transactions, options and derivative instruments	15
V.	Explanations on interest income and expense	15
VI.	Explanations on fee and commission income and expense	16
VII.	Explanations on financial assets	16-18
VIII.	Explanations on impairment of financial assets	18-21
IX.	Explanations on offsetting of financial instruments	21
X.	Explanations on sales and repurchase agreements and securities lending transactions	21
XI.	Information on non-current assets or disposal groups 'held for sale' and related to discontinued operations explanations on liabilities related with these assets	21-22
XII.	Explanations on goodwill and other intangible assets	22
XIII.	Explanations on property and equipment	22-23
XIV.	Explanations on leasing transactions	23-24
XV.	Explanations on provisions, contingent asset and liabilities	24
XVI.	Explanations on obligations related to employee rights	25-26
XVII.	Explanations on taxation	27-29
XVIII.	Explanations on borrowing	30
XIX.	Explanations on issuance of share certificates	30
XX.	Explanations on avalized drafts and acceptances	30
XXI.	Explanations on government grants	30
XXII.	Cash and cash equivalents	30
XXIII.	Explanations on segment reporting	30
XXIV.	Explanations on other matters	31

SECTION FOUR
Explanations Related to the Financial Position and Risk Management of the Bank

I.	Explanations on the components of shareholders' equity	32-39
II.	Explanations on the currency risk	39-41
III.	Explanations on the interest rate risk	42-44
IV.	Explanations on the position risk of equity instruments	45
V.	Explanations on liquidity risk management and liquidity coverage ratio	46-50
VI.	Explanations on leverage ratio	51
VII.	Explanations on risk management	52
VIII.	Explanations on hedge accounting	52-53
IX.	Explanations on operating segments	53-55

SECTION FIVE
Explanations and Notes Related to Unconsolidated Financial Statements

I.	Explanations and notes related to assets	56-71
II.	Explanations and notes related to liabilities	72-78
III.	Explanations and notes related to off-balance sheet accounts	78-79
IV.	Explanations and notes related to statement of profit or loss	80-84
V.	Explanations and notes related to risk group that the Bank belongs to	85
VI.	Explanations and notes related to subsequent events	85

SECTION SIX
Explanations on Auditor's Review Report

I.	Explanations on independent auditor's report	86
II.	Explanations and notes prepared by the independent auditors	86

SECTION SEVEN
Explanations on Interim Activity Report

I.	Interim period activity report included assessments of chairman of the board of directors and CEO for the interim activities	87-95
----	--	-------

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

SECTION ONE

GENERAL INFORMATION ABOUT THE BANK

I. HISTORY OF THE BANK INCLUDING ITS INCORPORATION DATE, INITIAL LEGAL STATUS AND AMENDMENTS TO LEGAL STATUS

The foundation of Türkiye Cumhuriyeti Ziraat Bankası A.Ş. (“Ziraat Bankası” or “the Bank”) is based on Government Funds established in 1863. In 1883, Government Funds were replaced with Benefit Funds. The Bank was officially established by the re-organization of the Benefit Funds in 1888, to grant loans to farmers, to accept interest-bearing deposits and to act as a moneylender and an intermediary for agricultural operations. All shares of the Bank, which was given the authority to perform all the banking activities, belonged to the Republic of Türkiye Prime Ministry Undersecretariat of Treasury (“Treasury”) transferred to the Türkiye Wealth Fund with the decision of the Council of Ministers numbered 2017/9756 dated 24 January 2017. The Bank’s head office is located in Ankara.

II. EXPLANATION ABOUT THE BANK’S CAPITAL STRUCTURE, SHAREHOLDERS OF THE BANK WHO ARE IN CHARGE OF THE MANAGEMENT AND/OR AUDITING OF THE BANK DIRECTLY OR INDIRECTLY, CHANGES IN THESE MATTERS (IF ANY) AND THE GROUP THE BANK BELONGS TO

The total share capital of the Bank is TL 34.900.000. This capital is divided into 34.900.000.000 registered share with a nominal value of TL 1 each and is fully paid. The Bank's sole shareholder is the Türkiye Wealth Fund.

The decision to increase the capital to TL 34.900.000 was approved at the Extraordinary General Assembly meeting of the Bank held on March 9, 2022, and the capital increase and the related amendment to the relevant article of the Articles of Association were registered on March 14, 2022. It was announced in the Trade Registry Gazette dated 14 March 2022 and numbered 10536. The accounting for the said capital increase was carried out on 14 March 2022, based on the permission obtained from the BRSA.

III. INFORMATION ON THE BOARD OF DIRECTORS, MEMBERS OF THE AUDIT COMMITTEE, CEO AND EXECUTIVE VICE PRESIDENTS, CHANGES IN THESE MATTERS (IF ANY) AND SHARES OF THE BANK THEY POSSESS

Name	Administrative Function
Members of the Board of Directors	
Burhaneddin TANYERI	Chairman
Alpaslan ÇAKAR	CEO and Member
Veysi KAYNAK	Vice Chairman and Member
Dr. Ahmet GENÇ	Member
Faruk ÇELİK	Member
Fazlı KILIÇ	Member
Feyzi ÇUTUR	Member
Mahmut KAÇAR	Member
Serruh KALELİ	Member
Audit Committee Members	
Fazlı KILIÇ	Member
Mahmut KAÇAR	Member
Executive Vice Presidents	
Cüneyt SAĞLIK	Digital Banking and Payment Systems
Emrah GÜNDÜZ	Banking Operations and Corporate Communications
Ferhat PIŞMAF	Corporate Banking
Mehmet Şükrü TAŞCI	Credit Allocation and Management
Recep TURK	Credit Risk Monitoring and Liquidation
Yüksel CESUR	Retail Banking

The Bank's Chairman and Members of the Board of Directors, Members of the Audit Committee, General Manager and Deputy General Managers do not own any shares of the Bank.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

GENERAL INFORMATION ABOUT THE BANK (Continued)

**IV. INFORMATION ABOUT THE PERSONS AND INSTITUTIONS THAT HAVE
QUALIFIED SHARES ATTRIBUTABLE TO THE BANK**

Name/Trade Name	Amount of Share	Percentage of Share (%)	Paid-in Shares	Unpaid Shares
Türkiye Wealth Fund	34.900.000	100	34.900.000	-

The Bank's sole shareholder is the Türkiye Wealth Fund.

V. SUMMARY INFORMATION ON THE BANK’S ACTIVITIES AND SERVICES

The purpose of activity of the Bank is stated in articles of association as to perform all kinds of banking activities including acceptance of deposits. For this purpose, the Bank can perform all sorts of operations, without prejudice to the provisions of the banking regulations and other legislations, such as launching all kinds of cash and non-cash loans in terms of Turkish Lira and foreign currencies, acting as an intermediary in trade and issue of the financial instruments that are used in local and international markets, performing investment banking transactions, forwards dealing in domestic and foreign futures markets, providing funds from interbank money market, domestic and foreign markets, making all kinds of capital market transactions, acting as an intermediary in export and import transactions, acting as an agency for insurance and other financial institutions, participating in all sort of partnership that is founded by domestic or foreign banks or participated by them within the terms of the related legislation or establishing new partnerships for this purpose, performing all kinds of transactions, such as; acquiring limited real and personal claims like all kinds of movable and immovable goods, industrial and intellectual properties, right of usufruct, easement, superficies and disposing and transferring acquired properties and rights, placing pledge and mortgage on those properties and rights, releasing pledged and mortgaged items and declaring leasing agreements and sale commitments to the registry office.

As of 30 September 2022, the Bank carries its activities with a grand total of 1.756, 1.731 domestic branches (31 December 2021: 1.727 domestic branches) and 25 branches abroad which are London branch in England, Baghdad and Arbil branches in Iraq, Athens, Komotini, and Xanthi branches in Greece, Sofia, Plovdiv, Kardzhali, Varna and Burgas branches in Bulgaria, Jeddah branch in Saudi Arabia, Prishtina, Prizren, Peja and Ferizaj branches in Kosovo, Bahrain branch in Bahrain, Lefkoşa, Girne, Güzelyurt, Gazimağusa, Gönyeli, Taşkınıköy, Karaoğlanoğlu and İskele branches in Turkish Republic of Northern Cyprus. As of 30 September 2022, the Bank’s number of employee is 24.531 (31 December 2021: 24.607).

**VI. DIFFERENCES BETWEEN THE COMMUNIQUE ON PREPARATION OF
CONSOLIDATED FINANCIAL STATEMENTS OF BANKS AND TURKISH
ACCOUNTING STANDARDS AND SHORT EXPLANATION ABOUT THE ENTITIES
SUBJECT TO FULL CONSOLIDATION OR PROPORTIONAL CONSOLIDATION AND
ENTITIES WHICH ARE DEDUCTED FROM EQUITY OR ENTITIES WHICH ARE NOT
INCLUDED IN THESE THREE METHODS**

According to Communiqué regarding the Preparation of the Consolidated Financial Statements and Turkish Accounting Standards, Arap Türk Bankası A.Ş., one of the associates of the Bank, and Turkmen Turkish Joint Stock Commercial Bank, entity under common control of the Bank, are accounted by using equity method in the consolidated financial statements of the Bank.

As Ziraat Teknoloji A.Ş. and Ziraat Finansal Teknolojiler A.Ş. are two of the non-financial subsidiaries of the Bank, is not consolidated in the consolidated financial statements of the Bank in accordance with Communiqué of the Preparation Consolidated Financial Statements. Bileşim Finansal Teknolojiler ve Ödeme Sistemleri A.Ş. which is non-financial associate of the Bank is not consolidated in the consolidated financial statements. Central Oto Kiralama A.Ş., ZG Tarım Piyasaları A.Ş, which are subsidiaries of Ziraat Girişim Sermayesi Yatırım Ortaklığı A.Ş. and its subsidiaries, ZY Elektrikli Traktör San. ve Tic. A.S. and MESA İmalat Sanayi ve Ticaret A.Ş. as they are not financial institutions, they are not consolidated. All other associates and subsidiaries are fully consolidated.

**VII. CURRENT OR LIKELY, ACTUAL OR LEGAL BARRIERS TO IMMEDIATE TRANSFER
OF EQUITY OR REPAYMENT OF DEBTS BETWEEN BANK AND ITS SUBSIDIARIES**

None.

SECTION TWO

Unconsolidated Financial Statements

- I. Balance Sheet (Statement of Financial Position) - Assets
- II. Balance Sheet (Statement of Financial Position) - Liabilities
- III. Statement of Off-Balance Sheet Commitments
- IV. Statement of Profit or Loss
- V. Statement of Profit or Loss and Other Comprehensive Income
- VI. Statement of Changes in Shareholders' Equity
- VII. Statement of Cash Flows

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

I- BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)		Note (Section Five I)	Current Period 30 September 2022			Prior Period 31 December 2021		
			TL	FC	Total	TL	FC	Total
ASSETS								
I. FINANCIAL ASSETS (Net)			228.072.247	563.630.918	791.703.165	156.891.377	374.035.478	530.926.855
1.1 Cash and Cash Equivalents			37.215.618	351.247.280	388.462.898	24.359.462	197.701.960	222.061.422
1.1.1 Cash and Balances with Central Bank	(1)		36.508.932	319.361.304	355.870.236	23.319.411	185.466.575	208.785.986
1.1.2 Banks	(4)		353.898	31.886.741	32.240.639	761.150	12.236.212	12.997.362
1.1.3 Money Markets Receivables			358.977	-	358.977	281.931	-	281.931
1.1.4 Expected Loss Provision (-)			6.189	765	6.954	3.030	827	3.857
1.2 Financial Assets at Fair Value Through Profit or Loss	(2)		3.149.639	26.068.359	29.217.998	1.936.236	24.723.476	26.659.712
1.2.1 Government Debt Securities			133.771	24.952.085	25.085.856	131.441	23.766.048	23.897.489
1.2.2 Equity Instruments			-	-	-	-	-	-
1.2.3 Other Financial Assets			3.015.868	1.116.274	4.132.142	1.804.795	957.428	2.762.223
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	(5),(6)		184.557.579	183.720.856	368.278.435	120.157.761	149.999.396	270.157.157
1.3.1 Government Debt Securities			183.661.599	182.836.491	366.498.090	119.331.986	149.301.458	268.633.444
1.3.2 Equity Instruments			366.497	65.358	431.855	301.892	46.511	348.403
1.3.3 Other Financial Assets			529.483	819.007	1.348.490	523.883	651.427	1.175.310
1.4 Derivative Financial Assets	(3)		3.149.411	2.594.423	5.743.834	10.437.918	1.610.646	12.048.564
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss			3.149.411	2.594.423	5.743.834	10.437.918	1.610.646	12.048.564
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income			-	-	-	-	-	-
II. FINANCIAL ASSETS MEASURED AT AMORTISED COST (Net)			835.515.847	380.607.810	1.216.123.657	522.895.453	271.013.864	793.909.317
2.1 Loans	(7)		788.911.475	340.684.420	1.129.595.895	537.517.822	240.886.067	778.403.889
2.2 Lease Receivables	(12)		-	-	-	-	-	-
2.3 Factoring Receivables			-	-	-	-	-	-
2.4 Other Financial Assets Measured at Amortized Cost	(8)		82.782.604	40.073.079	122.855.683	14.359.307	30.224.509	44.583.816
2.4.1 Government Debt Securities			82.619.101	39.307.533	121.926.634	14.243.051	29.999.817	44.242.868
2.4.2 Other Financial Assets			163.503	765.546	929.049	116.256	224.692	340.948
2.5 Expected Credit Loss (-)			36.178.232	149.689	36.327.921	28.981.676	96.712	29.078.388
III. NON-CURRENT ASSETS OR DISPOSAL GROUPS “HELD FOR SALE” AND “HELD FROM DISCONTINUED OPERATIONS” (Net)	(15)		5.470.369	-	5.470.369	5.118.932	-	5.118.932
3.1 Held for Sale Purpose			5.470.369	-	5.470.369	5.118.932	-	5.118.932
3.2 Held from Discontinued Operations			-	-	-	-	-	-
IV. EQUITY INVESTMENTS			22.495.652	9.040.108	31.535.760	14.964.022	6.023.868	20.987.890
4.1 Investments in Associates (Net)	(9)		216.867	-	216.867	152.904	-	152.904
4.1.1 Associates Valued Based on Equity Method			-	-	-	-	-	-
4.1.2 Unconsolidated Associates			216.867	-	216.867	152.904	-	152.904
4.2 Subsidiaries (Net)	(10)		22.278.785	8.815.435	31.094.220	14.811.118	5.799.195	20.610.313
4.2.1 Unconsolidated Financial Subsidiaries			22.176.959	8.815.435	30.992.394	14.759.292	5.799.195	20.558.487
4.2.2 Unconsolidated Non-Financial Subsidiaries			101.826	-	101.826	51.826	-	51.826
4.3 Entities under Common Control (Joint Ventures) (Net)	(11)		-	224.673	224.673	-	224.673	224.673
4.3.1 Joint Ventures Valued Based on Equity Method			-	-	-	-	-	-
4.3.2 Unconsolidated Joint Ventures			-	224.673	224.673	-	224.673	224.673
V. PROPERTY AND EQUIPMENT (Net)	(16)		6.917.197	70.990	6.988.187	6.593.997	60.795	6.654.792
VI. INTANGIBLE ASSETS (Net)			1.745.711	43.031	1.788.742	1.328.388	36.707	1.365.095
6.1 Goodwill			-	-	-	-	-	-
6.2 Other			1.745.711	43.031	1.788.742	1.328.388	36.707	1.365.095
VII. INVESTMENT PROPERTY (Net)	(14)		-	-	-	-	-	-
VIII. CURRENT TAX ASSET			-	-	-	-	-	-
IX. DEFERRED TAX ASSET			2.758.833	-	2.758.833	1.519.079	-	1.519.079
X. OTHER ASSETS (Net)	(20)		15.574.602	2.062.231	17.636.833	8.116.674	2.291.634	10.408.308
TOTAL ASSETS			1.118.550.458	955.455.088	2.074.005.546	717.427.922	653.462.346	1.370.890.268

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

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

II- BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)	LIABILITIES	Note (Section Five II)	Current Period 30 September 2022			Prior Period 31 December 2021		
			TL	FC	Total	TL	FC	Total
I.	DEPOSITS	(1)	720.283.132	816.380.258	1.536.663.390	380.837.924	567.848.691	948.686.615
II.	FUNDS BORROWED	(3)	3.293.446	90.700.297	93.993.743	394.280	58.922.381	59.316.661
III.	MONEY MARKETS BORROWINGS	(4)	79.890.229	38.875.757	118.765.986	139.646.059	37.053.037	176.699.096
IV.	SECURITIES ISSUED (Net)	(5)	1.010.690	24.251.521	25.262.211	1.010.690	25.151.351	26.162.041
4.1	Bills		-	-	-	-	97.988	97.988
4.2	Asset Backed Securities		-	-	-	-	-	-
4.3	Bonds		1.010.690	24.251.521	25.262.211	1.010.690	25.053.363	26.064.053
V.	FUNDS		45.756	-	45.756	31.956	-	31.956
5.1	Borrower Funds		-	-	-	-	-	-
5.2	Other		45.756	-	45.756	31.956	-	31.956
VI.	FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII.	DERIVATIVE FINANCIAL LIABILITIES	(2)	413.181	7.094.338	7.507.519	1.202.899	2.388.020	3.590.919
7.1	Derivative Financial Liabilities at Fair Value		-	-	-	-	-	-
	Through Profit or Loss		413.181	7.094.338	7.507.519	1.202.899	2.388.020	3.590.919
7.2	Derivative Financial Liabilities at Fair Value		-	-	-	-	-	-
	Through Other Comprehensive Income		-	-	-	-	-	-
VIII.	FACTORING LIABILITIES		-	-	-	-	-	-
IX.	LEASE LIABILITIES (Net)	(7)	1.108.211	36.064	1.144.275	747.354	42.129	789.483
X.	PROVISIONS	(9)	36.384.249	29.742	36.413.991	9.042.970	17.042	9.060.012
10.1	Restructuring Provisions		-	-	-	-	-	-
10.2	Reserve for Employee Benefits		2.566.289	-	2.566.289	1.723.250	-	1.723.250
10.3	Insurance Technical Provisions (Net)		-	-	-	-	-	-
10.4	Other Provisions		33.817.960	29.742	33.847.702	7.319.720	17.042	7.336.762
XI.	CURRENT TAX LIABILITY	(10)	9.672.247	6.163	9.678.410	1.259.239	13.192	1.272.431
XII.	DEFERRED TAX LIABILITY	(10)	-	-	-	-	-	-
XIII.	LIABILITIES RELATED TO NON-CURRENT ASSETS "HELD FOR SALE" AND "HELD FROM DISCONTINUED OPERATIONS" (Net)	(11)	-	-	-	-	-	-
13.1	Held for Sale Purpose		-	-	-	-	-	-
13.2	Held from Discontinued Operations		-	-	-	-	-	-
XIV.	SUBORDINATED DEBT INSTRUMENTS	(12)	-	25.701.151	25.701.151	-	21.427.601	21.427.601
14.1	Loans		-	-	-	-	-	-
14.2	Other Debt Instruments		-	25.701.151	25.701.151	-	21.427.601	21.427.601
XV.	OTHER LIABILITIES	(6)	46.310.337	4.942.040	51.252.377	22.674.910	4.078.784	26.753.694
XVI.	SHAREHOLDERS' EQUITY	(13)	198.602.762	(31.026.025)	167.576.737	108.064.597	(10.964.838)	97.099.759
16.1	Paid-in capital		34.900.000	-	34.900.000	13.100.000	-	13.100.000
16.2	Capital Reserves		-	-	-	-	-	-
16.2.1	Share Premium		-	-	-	-	-	-
16.2.2	Share Cancellation Profits		-	-	-	-	-	-
16.2.3	Other Capital Reserves		-	-	-	-	-	-
16.3	Accumulated Other Comprehensive Income or Expense Not Reclassified Through Profit or Loss		22.309.831	(2.056.035)	20.253.796	17.819.572	(1.966.165)	15.853.407
16.4	Accumulated Other Comprehensive Income or Expense Reclassified Through Profit or Loss		42.559.823	(28.969.990)	13.589.833	3.162.858	(8.998.673)	(5.835.815)
16.5	Profit Reserves		73.956.519	-	73.956.519	67.627.159	-	67.627.159
16.5.1	Legal Reserves		5.779.782	-	5.779.782	5.463.080	-	5.463.080
16.5.2	Status Reserves		-	-	-	-	-	-
16.5.3	Extraordinary Reserves		68.176.737	-	68.176.737	62.164.079	-	62.164.079
16.5.4	Other Profit Reserves		-	-	-	-	-	-
16.6	Profit or (Loss)		24.876.589	-	24.876.589	6.355.008	-	6.355.008
16.6.1	Prior Periods' Profit or (Loss)		43.943	-	43.943	63.699	-	63.699
16.6.2	Current Period Profit or (Loss)		24.832.646	-	24.832.646	6.291.309	-	6.291.309
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY			1.097.014.240	976.991.306	2.074.005.546	664.912.878	705.977.390	1.370.890.268

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

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET COMMITMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

III.	STATEMENT OF OFF-BALANCE SHEET COMMITMENTS	Note (Section Five III)	Current Period 30 September 2022			Prior Period 31 December 2021		
			TL	FC	Total	TL	FC	Total
A.	OFF-BALANCE SHEET COMMITMENTS (I+II+III)		342.144.904	873.558.842	1.215.703.746	237.933.561	657.847.925	895.781.486
I.	GUARANTEES AND WARRANTIES	(1)	104.194.336	267.014.955	371.209.291	56.163.538	206.409.718	262.573.256
1.1	Letters of Guarantee		94.526.812	182.941.843	277.468.655	53.164.164	131.292.450	184.456.614
1.1.1	Guarantees Subject to State Tender Law		3.178.781	29.113.728	32.292.509	1.725.374	24.260.049	25.985.423
1.1.2	Guarantees Given for Foreign Trade Operations		75.085.281	114.217.792	189.303.073	44.923.837	76.456.270	121.380.107
1.1.3	Other Letters of Guarantee		16.262.750	39.610.323	55.873.073	6.514.953	30.576.131	37.091.084
1.2	Bank Acceptances		1.279.324	10.814.570	12.093.894	211.032	11.723.519	11.934.551
1.2.1	Import Letter of Acceptance		1.279.324	10.748.345	12.027.669	211.032	11.720.128	11.931.160
1.2.2	Other Bank Acceptances		-	66.225	66.225	-	3.391	3.391
1.3	Letters of Credit		46.089	69.478.584	69.524.673	845.948	59.326.676	60.172.624
1.3.1	Documentary Letters of Credit		46.089	69.436.431	69.482.520	845.948	59.296.678	60.142.626
1.3.2	Other Letters of Credit		-	42.153	42.153	-	29.998	29.998
1.4	Prefinancing Given as Guarantee		-	-	-	-	-	-
1.5	Endorsements		8.342.111	3.779.958	12.122.069	1.942.394	4.067.073	6.009.467
1.5.1	Endorsements to the Central Bank of Türkiye		8.342.111	3.779.958	12.122.069	1.942.394	4.067.073	6.009.467
1.5.2	Other Endorsements		-	-	-	-	-	-
1.6	Purchase Guarantees for Securities Issued		-	-	-	-	-	-
1.7	Factoring Guarantees		-	-	-	-	-	-
1.8	Other Guarantees		-	-	-	-	-	-
1.9	Other Collaterals		-	-	-	-	-	-
II.	COMMITMENTS		159.527.918	41.566.989	201.094.907	112.493.520	25.614.771	138.108.291
2.1	Irrevocable Commitments	(1)	159.527.918	41.566.989	201.094.907	112.493.520	25.614.771	138.108.291
2.1.1	Asset Purchase and Sales Commitments		14.030.373	36.151.015	50.181.388	5.931.540	18.329.423	24.260.963
2.1.2	Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3	Share Capital Commitments to Associates and Subsidiaries		150.000	-	150.000	3.150	-	3.150
2.1.4	Loan Granting Commitments		41.312.853	3.895	41.316.748	22.868.861	19.212	22.888.073
2.1.5	Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6	Commitments for Reserve Requirements		-	-	-	-	-	-
2.1.7	Commitments for Cheques Payments		9.346.254	-	9.346.254	6.609.633	-	6.609.633
2.1.8	Tax and Fund Liabilities from Export Commitments		-	-	-	-	-	-
2.1.9	Commitments for Credit Card Limits		76.374.385	-	76.374.385	61.707.772	-	61.707.772
2.1.10	Commitments for Credit Cards and Banking Services Promotions		149.587	-	149.587	101.762	-	101.762
2.1.11	Receivables from Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.12	Payables for Short Sale Commitments of Marketable Securities		-	-	-	-	-	-
2.1.13	Other Irrevocable Commitments		18.164.466	5.412.079	23.576.545	15.270.802	7.266.136	22.536.938
2.2	Revocable Commitments		-	-	-	-	-	-
2.2.1	Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2	Other Revocable Commitments		-	-	-	-	-	-
III.	DERIVATIVE FINANCIAL INSTRUMENTS		78.422.650	564.976.898	643.399.548	69.276.503	425.823.436	495.099.939
3.1	Hedging Derivative Financial Instruments		-	-	-	-	-	-
3.1.1	Transactions for Fair Value Hedge		-	-	-	-	-	-
3.1.2	Transactions for Cash Flow Hedge		-	-	-	-	-	-
3.1.3	Transactions for Foreign Net Investment Hedge		-	-	-	-	-	-
3.2	Trading Derivative Financial Instruments		78.422.650	564.976.898	643.399.548	69.276.503	425.823.436	495.099.939
3.2.1	Forward Foreign Currency Buy/Sell Transactions		2.975.045	3.367.986	6.343.031	4.835.428	7.257.118	12.092.546
3.2.1.1	Forward Foreign Currency Transactions-Buy		2.585.522	648.605	3.234.127	2.421.698	3.628.653	6.050.351
3.2.1.2	Forward Foreign Currency Transactions-Sell		389.523	2.719.381	3.108.904	2.413.730	3.628.465	6.042.195
3.2.2	Swap Transactions Related to Foreign Currency and Interest Rates		69.054.678	544.919.667	613.974.345	64.441.075	408.569.888	473.010.963
3.2.2.1	Foreign Currency Swap-Buy		6.891.090	245.755.809	252.646.899	4.980.360	193.274.290	198.254.650
3.2.2.2	Foreign Currency Swap-Sell		61.883.588	192.626.446	254.510.034	59.090.715	131.020.654	190.111.369
3.2.2.3	Interest Rate Swap-Buy		140.000	53.268.706	53.408.706	185.000	42.137.472	42.322.472
3.2.2.4	Interest Rate Swap-Sell		140.000	53.268.706	53.408.706	185.000	42.137.472	42.322.472
3.2.3	Foreign Currency, Interest rate and Securities Options		4.239.636	14.618.249	18.857.885	-	9.996.430	9.996.430
3.2.3.1	Foreign Currency Options-Buy		2.043.746	7.380.652	9.424.398	-	4.998.463	4.998.463
3.2.3.2	Foreign Currency Options-Sell		2.195.890	7.237.597	9.433.487	-	4.997.967	4.997.967
3.2.3.3	Interest Rate Options-Buy		-	-	-	-	-	-
3.2.3.4	Interest Rate Options-Sell		-	-	-	-	-	-
3.2.3.5	Securities Options-Buy		-	-	-	-	-	-
3.2.3.6	Securities Options-Sell		-	-	-	-	-	-
3.2.4	Foreign Currency Futures		2.153.291	2.070.996	4.224.287	-	-	-
3.2.4.1	Foreign Currency Futures-Buy		-	2.070.996	2.070.996	-	-	-
3.2.4.2	Foreign Currency Futures-Sell		2.153.291	-	2.153.291	-	-	-
3.2.5	Interest Rate Futures		-	-	-	-	-	-
3.2.5.1	Interest Rate Futures-Buy		-	-	-	-	-	-
3.2.5.2	Interest Rate Futures-Sell		-	-	-	-	-	-
3.2.6	Other		-	-	-	-	-	-
B.	CUSTODY AND PLEDGES RECEIVED (IV+V+VI)		2.766.728.233	812.299.661	3.579.027.894	1.952.713.000	584.318.513	2.537.031.513
IV.	ITEMS HELD IN CUSTODY		407.910.736	192.780.273	600.691.009	263.653.975	121.563.137	385.217.112
4.1	Customer Fund and Portfolio Balances		-	-	-	-	-	-
4.2	Investment Securities Held in Custody		17.757.382	72.344.033	90.101.415	14.933.991	53.322.559	68.256.550
4.3	Cheques Received for Collection		43.025.501	3.959.615	46.985.116	23.819.347	5.134.211	28.953.558
4.4	Commercial Notes Received for Collection		32.211.475	2.575.575	34.787.050	21.450.680	1.632.830	23.083.510
4.5	Other Assets Received for Collection		8.816	8.816	8.816	8.816	-	8.816
4.6	Assets Received for Public Offering		240.535.120	3.292.140	243.827.260	178.476.218	811.746	179.287.964
4.7	Other Items Under Custody		74.370.793	110.608.910	184.979.703	24.963.274	60.661.791	85.625.065
4.8	Custodians		1.649	1.649	1.649	-	-	1.649
V.	PLEDGES RECEIVED		2.356.714.918	609.074.551	2.965.789.469	1.687.499.546	454.506.906	2.142.006.452
5.1	Marketable Securities		3.654.674	3.752.527	7.407.201	2.699.422	2.790.764	5.490.186
5.2	Guarantee Notes		33.014.454	5.025.333	38.039.787	23.434.768	5.116.179	28.550.947
5.3	Commodity		919.910	271.816	1.191.726	919.910	205.378	1.125.288
5.4	Warranty		-	-	-	-	-	-
5.5	Immovable		1.936.299.455	374.880.348	2.311.179.803	1.362.885.844	281.957.707	1.644.843.551
5.6	Other Pledged Items		382.821.216	225.079.164	607.900.380	297.554.393	164.388.763	461.943.156
5.7	Pledged Items-Depository		5.209	65.363	70.572	5.209	48.115	53.324
VI.	ACCEPTED BILL, GUARANTEES AND WARRANTIES		2.102.579	10.444.837	12.547.416	1.559.479	8.248.470	9.807.949
	TOTAL OFF-BALANCE SHEET COMMITMENTS (A+B)		3.108.873.137	1.685.858.503	4.794.731.640	2.190.646.561	1.242.166.438	3.432.812.999

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

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

IV. STATEMENT OF PROFIT OR LOSS INCOME AND EXPENSE ITEMS	Note (Section Five IV)	Current Period 1 January - 30 September 2022	Prior Period 1 January - 30 September 2021	Current Period 1 July - 30 September 2022	Prior Period 1 July - 30 September 2021
I. INTEREST INCOME	(1)	148.366.406	68.605.265	62.650.098	24.948.047
1.1 Interest on Loans		84.660.332	50.612.492	33.419.606	18.255.385
1.2 Interest on Reserve Requirements		467.772	939.718	10.008	420.810
1.3 Interest on Banks		966.524	95.662	792.347	28.546
1.4 Interest on Money Market Transactions		14.165	45	10.355	16
1.5 Interest on Marketable Securities Portfolio		61.928.301	16.780.981	28.314.770	6.173.178
1.5.1 Fair Value Through Profit or Loss		438.669	218.300	152.509	78.081
1.5.2 Fair Value Through Other Comprehensive Income		44.705.301	14.634.237	18.813.386	5.400.813
1.5.3 Measured at Amortised Cost		16.784.331	1.928.444	9.348.875	694.284
1.6 Financial Lease Interest Income		-	-	-	-
1.7 Other Interest Income		329.312	176.367	103.012	70.112
II. INTEREST EXPENSE (-)	(2)	66.935.673	46.077.941	28.107.883	16.069.344
2.1 Interest on Deposits		49.130.616	30.504.224	20.631.501	11.134.915
2.2 Interest on Funds Borrowed		1.844.084	777.280	857.313	273.149
2.3 Interest Expense on Money Market Transactions		10.066.199	13.053.564	3.365.691	4.113.040
2.4 Interest on Securities Issued		2.063.457	1.333.147	714.900	433.212
2.5 Interest on Leases		147.896	80.394	58.120	28.650
2.6 Other Interest Expenses		3.683.421	329.332	2.480.358	86.378
III. NET INTEREST INCOME/EXPENSE		81.430.733	22.527.324	34.542.215	8.878.703
IV. NET FEES AND COMMISSIONS INCOME/EXPENSES		8.741.114	3.600.535	3.378.725	1.384.404
4.1 Fees and Commissions Received		12.311.948	5.154.054	4.747.841	2.008.745
4.1.1 Non-cash Loans		1.781.979	869.872	719.453	313.214
4.1.2 Other		10.529.969	4.284.182	4.028.388	1.695.531
4.2 Fees and Commissions Paid (-)		3.570.834	1.553.519	1.369.116	624.341
4.2.1 Non-cash Loans		709	524	272	192
4.2.2 Other		3.570.125	1.552.995	1.368.844	624.149
V. DIVIDEND INCOME		246.239	112.535	30	930
VI. TRADING PROFIT/(LOSS) (Net)	(3)	1.004.341	(8.303.749)	1.172.659	(3.175.395)
6.1 Trading Gains / (Losses) on Securities		1.079.802	54.942	626.703	(16.399)
6.2 Gains / (Losses) on Derivative Financial Transactions		(6.300.499)	(8.952.754)	(2.575.968)	(3.403.878)
6.3 Foreign Exchange Gains / (Losses)		6.225.038	594.063	3.121.924	244.882
VII. OTHER OPERATING INCOME	(4)	6.125.010	3.450.044	2.271.635	1.342.630
VIII. GROSS OPERATING PROFIT (III+IV+V+VI+VII)		97.547.437	21.386.689	41.365.264	8.431.272
IX. EXPECTED CREDIT LOSS (-)	(5)	13.185.555	6.644.748	5.617.669	3.108.112
X. OTHER PROVISION EXPENSES (-)	(5)	27.503.133	100.292	13.122.460	(12.541)
XI. PERSONNEL EXPENSE (-)		6.483.239	3.793.415	2.493.068	1.292.512
XII. OTHER OPERATING EXPENSES (-)	(6)	10.431.262	6.493.303	4.127.304	2.209.788
XIII. NET OPERATING PROFIT/(LOSS) (VIII-IX-X-XI-XII)		39.944.248	4.354.931	16.004.763	1.833.401
XIV. EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER		-	-	-	-
XV. PROFIT/LOSS FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD		-	-	-	-
XVI. PROFIT/(LOSS) ON NET MONETARY POSITION		-	-	-	-
XVII. PROFIT/LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XII+...+XV)	(7)	39.944.248	4.354.931	16.004.763	1.833.401
XVIII. TAX PROVISION FOR CONTINUED OPERATIONS (±)	(8)	(15.111.602)	(1.334.981)	(7.350.875)	(553.155)
18.1 Current Tax Provision		(24.367.735)	(2.671.281)	(8.079.673)	(798.723)
18.2 Deferred Tax Expense Effect (+)		(2.672.400)	(425.659)	(712.125)	(119.930)
18.3 Deferred Tax Income Effect (-)		11.928.533	1.761.959	1.440.923	365.498
XIX. CURRENT PERIOD PROFIT/LOSS FROM CONTINUED OPERATIONS (XVI±XVII)	(9)	24.832.646	3.019.950	8.653.888	1.280.246
XX. INCOME FROM DISCONTINUED OPERATIONS		-	-	-	-
20.1 Income from Non-current Assets Held for Sale		-	-	-	-
20.2 Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	-	-	-
20.3 Income from Other Discontinued Operations		-	-	-	-
XXI. EXPENSES FOR DISCONTINUED OPERATIONS (-)		-	-	-	-
21.1 Expenses for Non-current Assets Held for Sale		-	-	-	-
21.2 Loss from Sales of Associates, Subsidiaries and Joint Ventures		-	-	-	-
21.3 Expenses from Other Discontinued Operations		-	-	-	-
XXII. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XIX-XX)		-	-	-	-
XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-	-	-
23.1 Current Tax Provision		-	-	-	-
23.2 Deferred Tax Expense Effect (+)		-	-	-	-
23.3 Deferred Tax Income Effect (-)		-	-	-	-
XXIV. CURRENT PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)		-	-	-	-
XXV. NET PROFIT/(LOSS) (XVIII+XXIII)	(10)	24.832.646	3.019.950	8.653.888	1.280.246
Earnings/(Loss) per share (in TL full)		0,852	0,231	0,235	0,098

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

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

V. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	Current Period	Prior Period
	1 January-30 September 2022	1 January-30 September 2021
I. PROFIT (LOSS)	24.832.646	3.019.950
II. OTHER COMPREHENSIVE INCOME	23.800.389	(4.908.396)
2.1 Other Comprehensive Income That will Not Be Reclassified To Profit or Loss	4.374.741	549.253
2.1.1 Gains (Losses) on Revaluation of Property, Plant and Equipment	(50.648)	(85.734)
2.1.2 Gains (losses) on revaluation of Intangible Assets	-	-
2.1.3 Gains (losses) on remeasurements of defined benefit plans	-	235.774
2.1.4 Other Components of Other Comprehensive Income That Will Not Be Reclassified to Profit or Loss	6.411.586	527.107
2.1.5 Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit or Loss	(1.986.197)	(127.894)
2.2 Other Comprehensive Income That Will Be Reclassified to Profit or Loss	19.425.648	(5.457.649)
2.2.1 Exchange Differences on Translation	-	-
2.2.2 Valuation and/or Reclassification Profit or Loss from Financial Assets at Fair Value Through Other Comprehensive Income	25.455.830	(6.818.452)
2.2.3 Income (Loss) Related with Cash Flow Hedge	-	-
2.2.4 Income (Loss) Related with Hedges of Net Investments in Foreign Operations	-	-
2.2.5 Other Components of Other Comprehensive Income that will be Reclassified to Other Profit or Loss	-	-
2.2.6 Taxes Relating To Components Of Other Comprehensive Income That Will Be Reclassified To Profit or Loss	(6.030.182)	1.360.803
III. TOTAL COMPREHENSIVE INCOME (I+II)	48.633.035	(1.888.446)

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

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

VI. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	Paid-in Capital	Share Premiums	Share Cancellation Profit	Other Capital Reserves	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss			Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss			Profit Reserves	Prior Period Net Profit/(Loss)	Current Period Net Profit/(loss)	Total Equity
					1	2	3	4	5	6				
					CURRENT PERIOD									
I. 30 September 2022														
Prior Period End Balance	13.100.000	-	-	-	4.760.771	203.462	10.889.174	-	(5.835.815)	-	67.627.159	6.355.008	-	97.099.759
II. Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effects of Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New Balance (I+II)	13.100.000	-	-	-	4.760.771	203.462	10.889.174	-	(5.835.815)	-	67.627.159	6.355.008	-	97.099.759
IV. Total Comprehensive Income (Loss)	-	-	-	-	(169.209)	(12.717)	4.556.667	-	19.425.648	-	-	-	24.832.646	48.633.035
V. Capital Increase in Cash	21.800.000	-	-	-	-	-	-	-	-	-	-	-	-	21.800.000
VI. Capital Increase Through Internal Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Paid-in capital inflation adjustment difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated debt instruments Increase/(Decrease) Through Other Changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Profit distribution	-	-	-	-	-	-	25.648	-	-	-	6.329.360	43.943	-	43.943
11.1 Dividends paid	-	-	-	-	-	-	-	-	-	-	-	(6.355.008)	-	-
11.2 Transfers to reserves	-	-	-	-	-	-	-	-	-	6.291.309	-	(6.291.309)	-	-
11.3 Other	-	-	-	-	-	-	25.648	-	-	38.051	-	(63.699)	-	-
Balance at the end of the period (III+IV+.....+X+XI)	34.900.000	-	-	-	4.591.562	190.745	15.471.489	-	13.589.833	-	73.956.519	43.943	24.832.646	167.576.737

- Increases and decreases in Tangible and Intangible Assets Revaluation Reserve,
- Accumulated Gains / Losses on Remeasurements of Defined Benefit Plans,
- Other (Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will not be Reclassified to Profit or Loss and Other Accumulated Amounts of Not Reclassified Through Profit or Loss)
- Exchange Differences on Translation,
- Accumulated gains (losses) due to revaluation and/or reclassification of financial assets at fair value through other comprehensive income,
- Other (Accumulated Gains or Losses on Cash Flow Hedges, Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss and Other Accumulated Amounts of Reclassified Through Profit or Loss)

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

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 30 SEPTEMBER 2021**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

VI. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	Paid-in Capital	Share Premiums	Share Cancellation Profit	Other Capital Reserves	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss			Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss			Profit Reserves	Prior Period Net Profit/(Loss)	Current Period Net Profit/(Loss)	Total Equity
					1	2	3	4	5	6				
PRIOR PERIOD														
30 September 2021														
I. Prior Period End Balance	13.100.000	-	-	(17.745)	4.849.771	(12.616)	4.769.008	-	848.310	-	58.398.544	11.342.988	-	93.278.260
Corrections and Accounting Policy Changes Made														
II. According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effects of adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New Balance (I+II)	13.100.000	-	-	(17.745)	4.849.771	(12.616)	4.769.008	-	848.310	-	58.398.544	11.342.988	-	93.278.260
IV. Total Comprehensive Income (Loss)	-	-	-	-	(77.031)	188.619	437.665	-	(5.457.649)	-	-	-	3.019.950	(1.888.446)
V. Capital Increase in Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase Through Internal Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Paid-in capital inflation adjustment difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated debt instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase/(Decrease) Through Other Changes	-	-	-	(3.401)	-	-	-	-	-	-	-	52.765	-	49.364
XI. Profit distribution	-	-	-	-	-	-	2.114.374	-	-	-	9.228.615	(11.342.989)	-	-
11.1 Dividends paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to reserves	-	-	-	-	-	-	-	-	-	8.577.454	(8.577.454)	-	-	-
11.3 Other	-	-	-	-	-	-	2.114.374	-	-	651.161	(2.765.535)	-	-	-
Balance at the end of the period (III+IV+.....+X+XI)	13.100.000	-	-	(21.146)	4.772.740	176.003	7.321.047	-	(4.609.339)	-	67.627.159	52.764	3.019.950	91.439.178

1. Increases and decreases in Tangible and Intangible Assets Revaluation Reserve,

2. Accumulated Gains / Losses on Remeasurements of Defined Benefit Plans,

3. Other (Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will not be Reclassified to Profit or Loss and Other Accumulated Amounts of Not Reclassified Through Profit or Loss)

4. Exchange Differences on Translation,

5. Accumulated gains (losses) due to revaluation and/or reclassification of financial assets at fair value through other comprehensive income,

6. Other (Accumulated Gains or Losses on Cash Flow Hedges, Other Comprehensive Income of Associates and Joint Ventures Accounted for Using Equity Method that will be Reclassified to Profit or Loss and Other Accumulated Amounts of Reclassified Through Profit or Loss)

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

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
UNCONSOLIDATED STATEMENT OF CASH FLOWS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

VII. STATEMENT OF CASH FLOWS	Note	Current Period 1 January- 30 September 2022	Prior Period 1 January- 30 September 2021
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating Profit Before Changes in Operating Assets and Liabilities		20.558.977	3.262.072
1.1.1 Interest Received		128.216.793	63.273.996
1.1.2 Interest Paid		(63.005.924)	(44.796.687)
1.1.3 Dividend Received		246.239	112.535
1.1.4 Fees and Commissions Received		17.098.399	5.335.978
1.1.5 Other Income		3.530.050	795.754
1.1.6 Collections from Previously Written-off Loans and Other Receivables		3.751.909	2.540.941
1.1.7 Cash Payments to Personnel and Service Suppliers		(7.529.013)	(4.280.323)
1.1.8 Taxes Paid		(16.369.539)	(2.785.506)
1.1.9 Other		(45.379.937)	(16.934.616)
1.2 Changes in Operating Assets and Liabilities		136.946.757	25.756.179
1.2.1 Net (Increase) / Decrease in Financial Assets At Fair Value Through Profit Or Loss		(2.399.441)	(3.440.459)
1.2.2 Net (Increase) / Decrease in Due From Banks And Other Financial Institutions		(69.897.115)	(20.583.572)
1.2.3 Net (Increase) / Decrease in Loans		(296.957.954)	(47.512.065)
1.2.4 Net (Increase) / Decrease in Other Assets		(6.349.146)	(237.749)
1.2.5 Net Increase / (Decrease) in Bank Deposits		19.295.307	13.372.541
1.2.6 Net Increase / (Decrease) in Other Deposits		518.514.094	90.277.510
1.2.7 Net Increase / (Decrease) in Financial Liabilities At Fair Value Through Profit Or Loss		-	-
1.2.8 Net Increase / (Decrease) in Funds Borrowed		13.825.870	(32.495)
1.2.9 Net Increase / (Decrease) in Payables		-	-
1.2.10 Net Increase / (Decrease) in Other Liabilities		(39.084.858)	(6.087.532)
I. Net Cash Provided from Banking Operations		157.505.734	29.018.251
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net Cash Provided from Investing Activities		(74.516.598)	(23.053.481)
2.1 Cash Paid for Acquisition of Investments, Associates, Subsidiaries and Entities under Common Control (Joint Venture)		(3.221.558)	(607.250)
2.2 Cash Obtained from Disposal of Investments, Associates, Subsidiaries and Entities under Common Control (Joint Venture)		1.750	-
2.3 Purchases of Property and Equipment		(850.637)	(584.038)
2.4 Disposals of Property and Equipment		1.451.371	805.002
2.5 Purchase of Financial Assets at Fair Value Through Other Comprehensive Income		(73.139.777)	(49.656.404)
2.6 Sale of Financial Assets at Fair Value Through Other Comprehensive Income		56.915.410	24.547.324
2.7 Purchase of Financial Assets Measured at Amortized Cost		(56.771.868)	(206.686)
2.8 Sale of Financial Assets Measured at Amortized Cost		1.098.711	2.648.571
2.9 Other		-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net Cash Provided from Financing Activities		13.113.059	965.638
3.1 Cash Obtained from Funds Borrowed and Securities Issued		1.105.114	5.567.059
3.2 Cash Used for Repayment of Funds Borrowed and Securities Issued		(9.705.529)	(4.393.118)
3.3 Issued Equity Instruments		21.800.000	-
3.4 Dividends Paid		-	-
3.5 Payments for Finance Leases		(86.526)	(208.303)
3.6 Other		-	-
IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents		404.961	1.732.981
V. Net Increase in Cash and Cash Equivalents (I+II+III+IV)		96.507.156	8.663.389
VI. Cash and Cash Equivalents at Beginning of the Period		95.667.786	34.847.422
VII. Cash and Cash Equivalents at End of the Period		192.174.942	43.510.811

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

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

SECTION THREE

EXPLANATIONS ON ACCOUNTING POLICIES

I. BASIS OF PRESENTATION

The unconsolidated financial statements are prepared within the scope of the “Regulation on Accounting Applications for Banks and Safeguarding of Documents” (“Regulation”) related with Banking Law numbered 5411 published in the Official Gazette No. 26333 dated 1 November 2006 and other regulations related to reporting principles on accounting records of Banks published by Banking Regulation and Supervision Agency (“BRSA”) and circulars and interpretations published by BRSA (together referred as BRSA Accounting and Reporting Legislation) and in case where a specific regulation is not made by BRSA, Turkish Accounting Standards 34 (“TAS 34”) and Interim Financial Reporting Standard and Turkish Financial Reporting Standards and Turkish Financial Reporting Standards (“TFRS”) and (referred as “Turkish Accounting and Financial Reporting Regulations” or “Reporting Standards”) put into effect by Public Oversight Accounting and Auditing Standards Authority (“POA”).

The format and content of the publicly announced unconsolidated financial statements and notes to these statements have been prepared in accordance with the “Communiqué on Publicly Announced Financial Statements, Explanations and Notes to These Financial Statements” published in the Official Gazette No. 28337, dated 28 June 2012 and “Communiqué on Public Disclosures on Risk Management”, published in the Official Gazette No. 29511, dated 23 October 2015 and amendments to these Communiqué. The Bank maintains its books in Turkish Lira in accordance with the Banking Law, Turkish Commercial Code and Turkish Tax Legislation.

The unconsolidated financial statements have been prepared on the historical cost convention, except for the financial assets and liabilities carried at fair value.

The preparation of financial statements requires the use of certain critical estimates on assets and liabilities reported as of balance sheet date or amount of contingent assets and liabilities explained and amount of income and expenses occurred in related period. Although these estimates rely on the management’s best judgment, actual results can vary from these estimates. The used assumptions, estimates and the effect of the changes are explained in the related notes.

Unless otherwise specified, all balances in the financial statements and footnotes are expressed in Thousand Turkish Lira (“TL”).

The COVID-19 pandemic, which has emerged in China, has spread to various countries around the world, causing potentially fatal respiratory infections, affects both regional and global economic conditions negatively, as well as causing malfunctions in operations, especially in countries exposed to the pandemic. As a result of the spread of COVID-19 around the world, various measures have been taken in our country as well as in the world in order to prevent the transmission of the virus. In addition to these measures, economic measures are also taken to minimize the economic impact of the virus outbreak on individuals and businesses in our country and worldwide.

While preparing the interim financial statements dated 30 September 2022, the Bank reflected the possible effects of the COVID-19 outbreak on the estimates and judgments used in the preparation of the financial statements. Fair value measurements are revised within the scope of TFRS 13 Fair Value Measurement standard, with the expected credit loss provisions reflected in the financial statements and the assumptions and judgments used in estimating these losses.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

I. BASIS OF PRESENTATION (Continued)

As of 30 September 2022, due to the adverse effects of the COVID-19 pandemic, the Bank reviewed the valuation of financial assets whose fair value difference was reflected to other comprehensive income and whose fair value difference was reflected to profit or loss and has taken into account the necessary adjustments in determining fair values as of the reporting date. The fair values were determined and accounted for as of the valuation date with the valuation reports prepared for the entity under common control monitored with their fair values, the entity under common control and the securities representing a share in the capital. On the other hand, the Bank evaluated the effects of the COVID-19 pandemic with regard to the financial instruments whose fair value hierarchy was determined as Level 3 due to the fact that it involves significant estimates and judgments and there are no changes that require any correction as of the reporting date. As of 30 September 2022, the Bank does not have any assets or liabilities in the fair value hierarchy that would require any adjustment due to COVID-19.

The Bank reflected the estimates and judgments into the calculation of expected credit losses with the maximum effort and the best estimation method. The Bank has revised its macroeconomic expectations and has reflected to the financial statement as of 30 September 2022, by taking into account the change in probability of default and loss given default.

In this context, the Bank has measured the impact of its macroeconomic expectations on NPL receivables in different scenarios. In the NPL conversion rate, it has taken into consideration in the calculation by reflecting the coefficient, which is considered to reflect the current situation, to the loan parameters. The Bank increased the weight of the adverse scenario in the expected credit loss calculation.

On 20 January 2022, the Public Oversight Authority made a statement on the Implementation of Financial Reporting in High Inflation Economies within the Scope of Turkish Financial Reporting Standards Accordingly, it has been stated that companies applying TFRS are not required to make any adjustments in their financial statements for 2021 within the scope of TAS 29 Financial Reporting in High Inflation Economies. As of 30 September 2022, no new announcement has been made by Public Oversight Accounting and Auditing Standards Authority (“POA”) in this context, and no inflation adjustment has been made in accordance with TAS 29 while preparing the financial statements dated 30 September 2022.

The Bank has a subsidiary operating in Russia with the title of “Ziraat Bank (Moscow) JSC”. The tension between Russia and Ukraine for a long time turned into a hot conflict in the first quarter of 2022. In the process that started with Russia's intervention in Ukraine, international sanctions against the Russian Federation and countermeasures implemented by Russia against them had significant effects on financial markets. Ziraat Bank (Moscow) JSC, the subsidiary of the bank, did not encounter any difficulties.

The new measures and practices introduced by the Central Bank of Russia were especially aimed at reducing the foreign exchange outflow from the country and keeping the credit channels provided to the real sector. All financial services previously provided by Ziraat Bank (Moscow) JSC are maintained in line with the rules of the local regulatory authority.

The crisis is not expected to have a negative impact on the Bank's operations. Developments that may occur on a global scale, their possible repercussions on the global and regional economy, and their effects on the Bank's operations are closely monitored and considered with the best estimation approach in the preparation of financial statements.

Changes in Accounting Policies

The Benchmark Interest Rate Reform, which brings amendments to TFRS 9, TAS 39, TFRS 7, TFRS 4 and TFRS 16, effective from 1 January 2021, has been implemented. With the amendments made, certain exceptions are provided for the basis used in determining contractual cash flows and hedge accounting provisions. The Bank has participated in international protocols within the scope of IBOR transformation. The Benchmark Interest Rate Reform process continues and the Bank has been continuing to work within the scope of adaptation to the changes.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

II. EXPLANATIONS ON STRATEGY OF USING FINANCIAL INSTRUMENTS AND FOREIGN CURRENCY TRANSACTIONS

Main activity of the Bank comprises of banking services, such as launching all kinds of cash and non-cash loans denominated in Turkish Lira and foreign currencies, performing transactions in local, international money and capital markets, supporting agricultural sector financially and collecting deposits denominated in Turkish Lira and foreign currencies. The Bank’s main funding sources are deposits, repurchase agreements, issued securities and shareholders’ equity. The Bank directs these funds to assets with high return and low risk that include predominantly domestic government bonds and loans. The Bank’s liquidity structure is considered the financing of all liabilities at due date. Although most of the sources in the Bank’s balance sheet are with fixed interest rate, some of the securities in assets return have floating interest rate. Since the remaining time to re-pricing date of sources is short, cost of sources is repriced in short periods based on the market conditions. Moreover, the Bank adopts higher return principle for its long-term placements.

Loans and securities are instruments from which the Bank gets returns above the average returns within its activity. Letter of guarantees, bank loans, commercial letter of credits, commitments for cheque payments and commitments for credit card limits are the most important risk areas within the off-balance sheet accounts.

Since the Bank’s total debt to the market is low among its total liabilities, the Bank can borrow easily from short-term markets, such as Borsa Istanbul (“BIST”), Central Bank of the Republic of Türkiye, Money Market or Interbank Money Market in case of need. In case of a liquidity crisis, the deposit base of the Bank is not presumed to be significantly affected from liquidity risk since the Bank is a public bank with an extensive branch network.

Cost and return of foreign currency assets are subject to a close follow up. Positive margin of profit is sustained by adjusting deposit interest rates in line with the market interest rates.

Foreign currency operations are valued by Bank’s prevailing counter currency buying rate at transaction date and reflected to records. At period ends, foreign currency asset and liability balances are valued at the Bank’s period end counter currency buying rates and converted to Turkish currency and the resulting exchange differences are recognized as a “foreign exchange profit or loss”

USD-denominated capital amounts and valuation differences sent to partnerships operating abroad are converted into Turkish currency at the exchange rate valid as of the valuation date and presented in the financial statements. For the exchange risk arising from foreign currency conversion of Ziraat Bank International AG, Ziraat Bank BH dd and Ziraat Bank Montenegro AD, the Bank’s subsidiaries to which capital was paid in Euro amounts, Euro deposits are used for hedging purposes. Information on fair value hedge accounting applied in order to hedge the said total capital amount of EUR 336.627 thousand (31 December 2021: EUR 288.527 thousand), which is associated with this purpose, from exchange rate risk effects arising from changes in foreign exchange rates, is presented in Section Four, article no VIII. Assets and liabilities of the overseas branches of the Bank are converted into Turkish Lira with the Bank’s prevailing counter currency buying rates at the balance sheet date.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

III. EXPLANATIONS ON INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES

Investments related to joint ventures and financial subsidiaries are monitored with their fair values in the unconsolidated financial statements according to "Separate Financial Statements Türkiye Accounting Standard 27 (TAS 27)" and the scope of TFRS 9 Financial Instruments Standard. The fair values were determined with the valuation reports prepared for the mentioned partnerships and the changes in the fair values were accounted under equity as of the valuation date.

Subsidiaries are accounted for at their cost value within the scope of TAS 27 and are reflected in the unconsolidated financial statements after the provision for depreciation is deducted, if any.

IV. EXPLANATIONS ON FORWARD TRANSACTIONS, OPTIONS AND DERIVATIVE INSTRUMENTS

The Bank’s derivative transactions include cross currency swaps, interest rate swaps, currency and precious metal swaps, long-term financing transactions, full indemnity options and forward foreign currency buy/sell transactions. The Bank has no embedded derivative instruments separated from the articles of association.

Derivative financial instruments of the Bank are classified under “TFRS 9 Financial Instruments Standard” (“TFRS 9”), “Derivative Financial Assets Measured at Fair Value Through Profit or Loss”.

Derivative financial instruments are initially recognized at fair value. Derivative transactions, depending on the fair value being positive or negative is shown as derivative financial assets at fair value through profit or loss or derivative financial liabilities measured at fair value through profit or loss in the following periods of the recording. Differences in fair value as a result of the valuation are accounted for under profit/loss from derivative financial transactions and profit/loss from foreign exchange transactions in the commercial profit/loss item in the profit or loss statement.

The fair value of derivative instruments is calculated by considering the market values or by applying the cash flow model discounted with market rates.

Liabilities and receivables arising from the derivative instruments are followed in the off-balance sheet accounts with their contractual values.

V. EXPLANATIONS ON INTEREST INCOME AND EXPENSE

Interest income and expenses are recognized according to the effective interest method (rate equal to the rate in calculation of present value of future cash flows of financial assets or liabilities).

Interest income from financial assets is recognized as gross carrying amount according to the effective interest rate method except for interest income from purchased or originated credit-impaired financial assets or financial assets that are not purchased or originated credit-impaired financial assets but subsequently have become credit-impaired financial assets. The Bank has started to calculate rediscount as of 1 January 2018 for its non-performing loans. Rediscount is calculated over the net book value (Gross Book Value - Expected Credit Losses Reserve) of the non-performing loans.

If the expectations for the cash flows in the financial asset are revised for reasons other than the credit risk, the amendment is reflected in the carrying amount of the asset and in the related profit or loss statement line and is amortized over the estimated life of the financial asset.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VI. EXPLANATIONS ON FEE AND COMMISSION INCOME AND EXPENSE

Income and expenses from banking, agency and intermediary services are recognized as income/expense and conformant with TFRS 15 Revenue from Contracts with Customers on the date they are collected.

Prepaid expense amounts are recognized as expense on an accrual basis during the service period.

Commission income from individual, corporate and commercial loans are transferred to income accounts according to periodicity principle using effective interest rate method on an accrual basis.

VII. EXPLANATIONS ON FINANCIAL ASSETS

Financial assets are recognized or derecognized according to TFRS 9 Financial Instruments Part 3 “Recognition and Derecognition”. Financial assets are measured at fair value at initial recognition in the financial statements. They are included in the balance sheet of the Bank if the Bank is a legal party to these instruments.

The Bank classifies and recognizes its financial assets as “Financial Assets Measured at Fair Value Through Profit/Loss”, “Financial Assets Measured at Fair Value Through Other Comprehensive Income” or “Financial Assets Measured at Amortized Cost”. This classification is based on the contractual cash flow characteristics of the related business model used for management of the financial assets at initial recognition.

Financial assets mainly constitute the Bank’s commercial activities and operations. These instruments have the ability to expose, affect and diminish the liquidity, credit and interest rate risks in the financial statements.

Classification and Measurement Within the Scope of TFRS 9

In accordance with TFRS 9 Financial Instruments Standard, financial assets are measured at amortized cost, fair value through other comprehensive income and fair value through profit or loss.

"Business Model Assessment" and "Contractual Cash Properties Test" are performed to determine the classification of financial assets.

Financial Assets at Fair Value Through Profit or Loss

Financial assets at fair value through profit or loss that are managed by business model other than the business model that aims to “hold to collect” and “hold & sell” the contractual cash flows; acquired for the purpose of generating profit from short-term fluctuations in price, or regardless of this purpose, the financial assets that are a part of a portfolio with evidence of short-time profit-taking; and the financial assets, whose terms do not give rise to cash flows that are solely payments of principal of interest at certain dates.

Financial assets at the fair value through profit or loss are initially recognized at fair value. All gains and losses arising from these valuations are reflected in the profit or loss statement. Earned interests are included in interest income and dividends received are included in dividend income.

Among the financial assets at fair value through profit or loss, Government Bonds and Treasury Bills traded in the BIST, the weighted average clearing prices formed in the BIST on the balance sheet date, and the financial assets not traded in the BIST, with the prices of the Central Bank of the Republic of Türkiye, Eurobonds Bench The transaction prices in the Upmarket and the funds in the Bank's portfolio are valued according to the fund price announced for the relevant day. Gains and losses resulting from the valuation are included in the profit/loss accounts.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VII. EXPLANATIONS ON FINANCIAL ASSETS (Continued)

Financial Assets at Fair Value Through Other Comprehensive Income

Financial assets are classified as financial assets at fair value through other comprehensive income where the business models aim to hold financial assets in order to collect the contractual cash flows and selling assets and the terms of financial asset give rise to cash flows that are solely payments of principal of interest at certain dates.

Financial assets at fair value through other comprehensive income are subsequently measured at their fair value. The interest income of financial assets at fair value through other comprehensive income that are calculated by effective interest rate method and dividend income from equity instruments are reflected in the statement of profit or loss. “Unrealized profits and losses”, the difference between the fair value of debt instruments at fair value through other comprehensive income and their amortized cost, are not reflected in the statement of profit or loss for the period until the corresponding financial asset is collected, sold, disposed of or weakened and is followed in the “Other Comprehensive Income or Expenses to be Reclassified in Profit or Loss” account under equity. Accumulated fair value differences under equity are reflected to the income statement when such securities are collected or disposed.

Securities representing a share in the capital are recognized at fair value if they are traded in organized markets and / or their fair value can be determined reliably, and if they are not traded in organized markets, they are reflected in the financial statements with their values found using other valuation models. The valuation differences of the said securities are followed in the “Other Accumulated Comprehensive Income or Expenses Not to be Reclassified in Profit or Loss” account under equity.

Financial Assets at Measured at Amortised Cost

A financial asset is classified as a financial asset measured at amortized cost when the Bank’s policy within a business model is to hold the asset to collect contractual cash flows and the terms give rise to cash flows that are solely payments of principal of interest at certain dates.

Measured at amortized cost is recognized at cost which represents its fair value at initial recognition by adding the transaction costs and subsequently measured at amortized cost by using the effective interest rate method. Interest income related to the financial asset measured at amortized cost is recognized in the statement of profit or loss.

Financial assets measured at fair value through other comprehensive income and measured at amortized cost portfolios of the Bank include Consumer Price Index (CPI) indexed bonds. Mentioned securities are valued and accounted according to the effective interest rate method which is calculated according to the real coupon rate and the reference inflation index on the issue date. The actual coupon payment amounts of these securities, purchase and sale transactions and year-end valuations are calculated by using the index announced by the treasury. Index calculations related to CPI indexed bonds are made by the method specified in Ministry of Treasury and Finance's CPI Indexed Bonds Investor Guide.

The Bank also updates the estimated inflation rate used throughout the year in case of necessity. In this context, as of 30 September 2022, the valuation of the assets was made according to the annual 70% inflation forecast. At the end of the year, the actual inflation rate is used. A 1% increase in the CPI estimate will increase the profit before tax by TL 375.9 million as of 30 September 2022, while a 1% decrease will decrease it by TL 193.5 million.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VII. EXPLANATIONS ON FINANCIAL ASSETS (Continued)

Loans

Loans consist of financial assets which are created by providing money, goods or services to the debtor. Loans are initially recognized at acquisition cost presenting their fair value and thereafter measured at amortized cost using the “Effective Interest Rate Method”.

Cash loans are accounted with their original balances in the accounts specified in Uniform Chart of Accounts and Prospectus according to their type, maturity, and collateral structures. Foreign exchange loans are recognized with fixed price and revalued by the counter foreign exchange buying rate of the Bank. Foreign exchange indexed loans are used as TL by the valid counter foreign exchange buying rate of the Bank at usage date. The repayments of foreign exchange indexed loans, which were extended in TL at the Bank's counter foreign exchange buying rate valid on the date of use, are collected in TL equivalents calculated over the Bank's counter foreign exchange selling rate valid on the installment collection date.

VIII. EXPLANATIONS ON IMPAIRMENT OF FINANCIAL ASSETS

Explanations on Expected Loss Provisions

The Bank sets aside the expected loss provision for its loans and receivables by taking into consideration the “Regulation on the Classification of Loans and the Procedures and Principles Regarding the Provisions to be Set Aside” published in the Official Gazette dated 22 June 2016 and numbered 29750. In this context, the Bank takes into consideration the general structure of the loan portfolio, the financial structure of the customers, the non-financial data, and the economic conjuncture in line with the credit risk policies and prudence principle when determining its estimates

The main principle of the expected credit loss model is to reflect the general outlook of deterioration or improvement in the credit quality of financial instruments. The amount of expected credit losses known as loss provision or provision varies according to the degree of increase in credit risk. There are two measurements according to the general approach:

- 12-Month Expected Loss Provision (Stage 1) applies to all assets unless there is a significant deterioration in credit quality.
- Lifetime Expected Loss Provision (Stage 2 and Stage 3) is applied when there is a significant increase in credit risk.

In addition, using expert opinion, the Bank has made provision on the model outputs for customer groups that it believed that the model did not statistically respond to credit risk factors and/or were affected by the COVID-19 outbreak. The reserved provision will be reviewed in the following reporting periods, considering the impact of the pandemic, the loan portfolio, and changes in future expectations.

Impairment

The expected credit loss model includes instruments that are recorded at amortized cost or at fair value in other comprehensive income tables (such as bank deposits, loans, and securities) and, in addition, financial lease receivables that are not measured at fair value through profit or loss, credit commitments and financial guarantee contracts.

The guiding principle of the expected credit loss model is to reflect the increase in credit risk of financial instruments or the general view of the recovery. The amount of allowance for the loss depends on the extent of the increase in credit risk since the initial issuance of the loan.

Expected credit loss is an estimate of the expected credit losses over the life of a financial instrument and the following aspects are important for the measurement.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VIII. EXPLANATIONS ON IMPAIRMENT OF FINANCIAL ASSETS (Continued)

Impairment (Continued)

- Probability-weighted and neutral amount determined by taking into account possible outcomes,
- Time value of the money,
- Reasonable and supportable information on past events, current conditions and forecast of future economic conditions at the time of reporting.

These financial assets are divided into three categories depending on the gradual increase in credit risk observed since their initial recognition:

12 Month Expected Credit Losses (Stage 1)

These are the financial assets that do not have a significant increase in credit risk at the time of recognition or since initial recognition. For such assets, impairment for credit risk is recorded in the amount of 12-month expected credit losses. It is valid for all assets unless there is a significant deterioration in the credit quality.

The expected 12-month loss values (within 12 months after the reporting date or within a shorter period if the life of a financial instrument is shorter than 12 months) are part of the estimation of lifetime loss expectancy.

Significant Increase in Credit Risk (Stage 2)

Financial assets are transferred to stage 2 if there is a significant increase in credit risk. While 1-year expected credit, loss is calculated for at stage 1, all remain maturity expected credit loss is calculated for loans at stage 2.

The main criteria taken into consideration in determining the credit risk of the financial asset to be significantly increased and transferred to the stage 2 are, having day-past-due more than and equal to 30 days, and the Bank's internal early warning system note.

Credit-Impaired Losses (Stage 3)

Includes financial assets that have objective evidence of impairment at the reporting date. For these assets, lifetime expected credit losses are recognized.

The Bank considers the debt to be in default in the following two cases:

- Objective Default Definition: It means debt having past due more than 90 days. This assumption can be proved otherwise in the light of supportable information.
- Subjective Default Definition: It means it is considered as unlikeliness to pay. Whenever it is considered that an obligor is unlikely to pay its credit obligations, it should be considered as defaulted regardless of the existence of any past-due amount or of the number of days past due.

Collective assessment of financial instruments is based on homogeneous group assets referring to portfolio segmentation including similar credit risk and product characteristics. This section provides an overview of the risk parameter estimation methods for the expected loss calculation approach on a common basis for each stage.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VIII. EXPLANATIONS ON IMPAIRMENT OF FINANCIAL ASSETS (Continued)

Impairment (Continued)

Credit-Impaired Losses (Stage 3) (Continued)

Credits that differ in cash flows or have different characteristics with other credits may be subject to individual valuation instead of aggregate valuation. A credit loss can be defined as the difference between all contractual cash flows that are outstanding under the contract and the original expected Effective Interest Rate value and discounted cash flows.

When cash flows are estimated, the following situations are considered:

- All contractual terms of the financial instrument during the expected life,
- Cash flows expected to be obtained from collateral sales.

In the calculation of the expected credit loss, the basic parameters which are expressed as probability of default, loss in default and default amount are used.

Probability of Default (PD)

Probability of default refers to the likelihood that a loan will default at a certain time.

In default probability models, sectorial information for the corporate portfolio and product information for the individual portfolio are taken as the basis.

Exposure at Default (EAD)

The EAD represents an estimate of the exposure to credit risk at the time of a potential default occurring during the life of a financial instrument.

Loss Given Default (LGD)

Loss given default refers to the ratio of the economic net loss resulting from the default of a loan to the default amount. In other words, it refers to the ratio of net loss due to a defaulted loan to the balance at the time of default.

Future Expectations

The effect of future expectations is included in the credit risk parameters used in the calculation of expected credit losses by using scenarios related to macroeconomic factors. The Bank uses the macroeconomic forecasting model developed during the creation of multiple scenarios to be used in expected credit loss calculations. The macroeconomic variables that stand out during this estimation are the Gross Domestic Product (GDP) and the consumer price index (CPI), and risk parameters are updated if deemed necessary, taking into account their compatibility with the portfolio. In addition to macroeconomic indicators, the Bank takes into account the future expectations of its portfolio and the possible effects of COVID-19 in its models by using its best estimations in the presence of model variables and taking expert opinion.

The Methodology of Behavioral Maturity Calculation

The loans in Stage 1, expected loss provision is calculated until their maturity for the ones which have less than one year to due date and for 1 year which have more than one year to due date. The loans in Stage 2, expected loss provision is calculated for lifetime (until maturity date) of the loan. In this calculation, the remaining maturity information of the loan is taken as basis for each loan. While this information is used for products with real maturity information, behavioral maturity is calculated by analysing historical data for products with no maturity information. Expected loss provisions are calculated based on these maturities depending on the type of loan.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

VIII. EXPLANATIONS ON IMPAIRMENT OF FINANCIAL ASSETS (Continued)

Write-off Policy

The amendment with respect to the regulation "Regulation on the Amendment of the Regulation on the Classification of Loans and the Procedures and Principles Regarding the Classification of Loans and Provisions for These" entered into force with its publication in the Official Gazette No.31533 on 6 July 2021. Pursuant to the regulation, the banks are enabled to write down and move off the balance sheet the portion of a loan which is classified as “Group V Loan” (Loans Classified as Loss) within the period deemed appropriate by the bank specific to the situation of the debtor, if it cannot reasonably be expected to be recovered. Since the reporting period, it can be written-off from the records under TFRS 9. The write-off is an accounting policy and does not result in the waiver of the right to receivable.

IX. EXPLANATIONS ON OFFSETTING FINANCIAL INSTRUMENTS

Financial assets and liabilities are offset, and the net amount is reported in the balance sheet when the Bank has legally enforceable rights to offset the recognized amounts and there is an intention to collect/pay the related financial assets and liabilities on a net basis, or to realize the asset and settle the liability simultaneously.

X. EXPLANATIONS ON SALES AND REPURCHASE AGREEMENTS AND SECURITIES LENDING TRANSACTIONS

Securities sold under agreements for repurchase agreements (“Repos”) are classified as “Fair Value Through Profit or Loss”, “Fair Value Through Other Comprehensive Income” and “Financial Asset Measured at Amortized Cost” in the portfolio of the bank, according to the purposes of the Bank, and they are subject to valuation according to the portfolio which are belong. Funds obtained in return for repo agreements are accounted in "Money Markets Receivables" account and interest expense accruals for the period are calculated with the effective interest rate method.

Securities purchased with Resale commitment (“Reverse Repo”) are accounted in “Money Markets Receivables” on the balance sheet and interest income accruals for the period are calculated with the effective interest rate method.

XI. INFORMATION ON NON-CURRENT ASSETS OR DISPOSAL GROUPS “HELD FOR SALE” AND RELATED TO DISCONTINUED OPERATIONS AND EXPLANATIONS ON LIABILITIES RELATED WITH THESE ASSETS

The assets acquired by the Bank due to its receivables are accounted for in accordance with “TFRS 5 Turkish Financial Reporting Standard for Non-current Assets Held for Sale and Discontinued Operations” in financial statement of the Bank.

The assets that meet the criteria of being classified under assets held for sale are measured at the lower of their book values or fair value less costs to be incurred for sale, and depreciation for these assets is ceased and these assets are presented separately in the balance sheet. In order for an asset to be classified as an asset held for sale, the related asset (or the asset group to be disposed) shall be ready to be sold immediately under usual conditions and should have a high possibility to be sold. In order to have a high probability of sales, a plan for the sale of the asset (or group of assets to be disposed of) must have been prepared by an appropriate management team and an active program has been initiated to identify buyers and complete the plan. Various events or circumstances may extend the completion time of the sale transaction beyond one year. Assets are continued to be classified as held for sale if there is sufficient evidence that the delay is due to events or conditions beyond the Bank's control and that the Bank's plan to sell the related asset (or disposal group) is in progress.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XI. INFORMATION ON NON-CURRENT ASSETS OR DISPOSAL GROUPS “HELD FOR SALE” AND RELATED TO DISCONTINUED OPERATIONS AND EXPLANATIONS ON LIABILITIES RELATED WITH THESE ASSETS (Continued)

The properties acquired by the Bank due to receivables are shown in the line of held for sale purpose in the financial statements depending on the termination of the term sales contract.

A discontinued operation is a division of a business that is classified as disposed or held for sale. The results related to discontinuing operations are presented separately in the profit or loss statement. The Bank does not have any discontinued operations.

XII. EXPLANATIONS ON GOODWILL AND OTHER INTANGIBLE ASSETS

As of the balance sheet date, there is no goodwill in the financial statements of the Bank.

Other intangible assets are based on their initial acquisition amounts and other direct costs required to make the asset available. Other intangible assets were revalued over their remaining amounts after deducting the accumulated depreciation and, if any, the accumulated depreciation from the cost value in the period following their recording.

Other intangible assets are amortized using the straight-line method based on their useful lives. Useful lives of other intangible assets are determined with assessments such as the expected life of the asset, technical, technological, or other types of aging and the maintenance costs required to obtain the economic benefit expected from the asset. There is no change in the depreciation method applied in the current period. Expenditures for other intangible assets are amortized with equal amounts within the lease period, and if the lease period is not certain or is more than five years, the redemption period is accepted as five years (depreciation rate 20%).

The Bank recognizes its software costs incurred under the intangible assets-intangible rights account and the expenses that qualify as development are added to software’s initial costs and amortized over 3 years considering the useful lives. The Bank has determined estimated useful lives of the intangible assets between 3 and 15 years and it applies depreciation rates between 33,3% to 6,7%.

XIII. EXPLANATIONS ON PROPERTY AND EQUIPMENT

Property and equipment are measured at its cost when initially recognized and any directly attributable costs of setting the asset in working order for its intended use are included in the initial measurement. As of 31 January 2014, the Bank has changed its accounting policies and has decided to pursue the real estates registered in its portfolio at fair values. Valuation differences arising as a result of the valuation made by independent expertise firms for real estates are accounted under the tangible fixed asset revaluation differences account under equity.

Property and equipment (except for immovables) are presented in the financial statements over their remaining cost after deducting accumulated depreciation from cost amounts, if any, and after deducting accumulated depreciation from their fair values. Property and equipment are depreciated over their estimated useful lives using the straight-line method. The amortization method applied in the current period has not been changed.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XIII. EXPLANATIONS ON PROPERTY AND EQUIPMENT (Continued)

Estimated useful lives and amortization rates of property and equipment are below:

	Estimated Useful Lives (Year)	Amortization Rate
Buildings	50	2%
Safe-deposit boxes	50	2%
Other movable properties	3-25	4-33,33%
Assets held under leases	4-5	20-25%

Gains or losses emerging from the disposal of property and equipment are reflected in the profit or loss account as the difference between the net disposal revenue of tangible asset and its net book value.

Ordinary maintenance and repair expenses incurred for tangible assets items are recognized as expenses. Investment expenditures that increase the future benefit by enhancing the capacity of property and equipment are capitalized. The investment expenditures include the cost components which are used either to increase the useful life or the capacity of the asset or the quality of the product or to decrease the costs.

There are no mortgages, pledges or similar precautionary measures on tangible assets or commitments given for the purchase or any restrictions designated for the use of those tangible fixed assets.

XIV. EXPLANATIONS ON LEASING TRANSACTIONS

Leases in TFRS 16

The Bank measures the operational lease liabilities based on the present value of the lease payments that have not been paid at the date of lease is actually started, in accordance with TFRS 16. Lease payments are discounted by using the Bank’s incremental borrowing rate. 2-year government bond indicator interest rates are used for Turkish Lira rentals, and Eurobond indicator interest rates are used for foreign currency leasing transactions for ongoing contracts.

After the lease actually started, the Bank; Increases the carrying amount to reflect the interest in the lease obligation, reduce the carrying value to reflect the lease payments made, and re-measure the carrying value to reflect reassessments and changes to the lease, or to reflect fixed lease payments in revised core.

The interest on the lease liability for each period of the lease term, is the amount calculated by charging a fixed periodic interest rate on remaining balance of lease liability.

After the date of lease actually started, the Bank remeasures the lease liability to reflect the changes in lease payments. The Bank reflects the remeasurement amount of the lease liability, in financial statements as adjustments in right to use assets.

The Bank uses a revised discount rate that reflects changes in the interest rate if there is a change in the initial lease period or the use of the purchase option.

The Bank remeasures the lease liability by discounting the revised lease payments using a revised discount rate for a lease modification that is not accounted for as a separate lease, at the effective date of the lease modification. The revised discount rate is determined as the alternative borrowing interest rate at the effective date of the modification. The Bank decreases carrying amount of the right-of-use asset to reflect the partial or full termination of the lease for lease modifications that decrease the scope of the lease. Any gain or loss relating to the partial or full termination of the lease is recognized in profit or loss. A corresponding adjustment to the right-of-use asset is made for all other lease modifications.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XIV. EXPLANATIONS ON LEASING TRANSACTIONS (Continued)

Leases in TFRS 16 (Continued)

The Bank does not apply the standard provisions for leases shorter than 1 year in line with the exception provisions of the relevant standard. The Bank reflects the lease payments associated with these leases linearly throughout the lease period and reflects them in the financial statements.

Tangible assets that are acquired under leasing are amortized with respect to the rates used for directly acquired assets that have similar nature. Assets held under leases are recognized under the tangible fixed assets account and are depreciated on annual and monthly basis with respect to their useful lives. Principal and installment paid for tangible fixed assets that are acquired under leasing are charged to liability account “Lease Liabilities”, whereas interests are recognized in “Deferred Leasing Expenses” account. At installment payments, principal and interest amount of installment amount is debited to “Lease Liabilities” account, whereas interest is credited in “Deferred Leasing Expenses” account and recorded to the “Other Interest Expenses”.

The Bank does not perform financial operations as “Lessor”.

XV. EXPLANATIONS ON PROVISIONS, CONTINGENT ASSET AND LIABILITIES

Provisions other than provisions for impairment set for loans and other receivables and provisory liabilities are accounted in accordance with TAS 37 “Turkish Accounting Standard on Provisions, Contingent Liabilities and Contingent Assets Corresponding”.

The Bank provides provision in case of an existing liability (legal or implicit) as a result of an incident that took place in the past, there is possibility of disposal of assets that bring economic benefit, and the liability is measurable. When a reliable estimate of the amount of obligation from the Bank cannot be made, it is considered that a “contingent” liability exists, and it is disclosed in the related notes to the financial statements.

For transactions that can affect financial structure, provisions are provided by using the existing data if they are accurate, otherwise by using the estimates.

As of the balance sheet date, there are no probable contingent liabilities resulting from past events whose amount can be reliably measured.

Contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the entity. Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized. Contingent assets are disclosed where an inflow of economic benefits is probable. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the financial statements in which the change occurs.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XVI. EXPLANATIONS ON OBLIGATIONS RELATED TO EMPLOYEE RIGHTS

Severance Pay and Leave Rights

The Bank recognizes its liabilities of employment terminations and vacation benefits in accordance with TAS 19 “Turkish Accounting Standard about Benefits for Employee” and estimates the net present value of future liabilities arising from employment terminations and vacation benefits and reflects this provision amount in the financial statements.

Under the Turkish legislation as supplemented by union agreements, Employment Termination Benefit payments are made in case of retirement or employment termination or resignation depending on the arise of the legal conditions. According to the related legislation, depending on the status and position of the employee in the Bank and social security institution, retirement bonus pension/severance payments are calculated for the time that the personnel has worked. Employment termination is calculated based on actuarial assumptions. These assumptions based on the calculation are below.

The Bank uses independent actuaries in determining liability, and also makes assumptions about issues such as discount rate and inflation. As of 30 September 2022, retirement benefit obligation is TL 1.850.364 (31 December 2021: TL 1.355.145).

	Current Period	Prior Period
Discount Rate	19,20%	19,20%
Inflation	14,30%	14,30%

The Bank recognize its actuarial profit and loss under shareholders’ equity in accordance with the revised TAS 19 Turkish Accounting Standard for Employee Benefits, which entered into force as of January 1, 2013. The Bank has reclassified actuarial gain of TL 190.745 after deferred tax effect under shareholders’ equity in the financials (31 December 2021: TL 203.462 gain).

Unused vacation liability is calculated based on number of unused vacation days which is calculated by subtracting used vacation days of all personnel from legally deserved vacation days.

The Bank is not employing its personnel by means of limited-period contracts.

Liability of T.C. Ziraat Bankası and T. Halk Bankası Members Pension and Relief Fund (TZHEMSAN)

Some of the Bank’s personnel are the members of T.C. Ziraat Bankası and T. Halk Bankası A.Ş. Employees’ Pension Fund (“Fund”) which was established by 20th provisional article of Social Security Law Act numbered 506. In accordance with 23rd provisional clause of the Banking Law numbered 5411, the pension fund established within Social Security Law is expected to be transferred to the Social Security Institution by three years following the declaration of the Banking Law numbered 5411. Procedures and principles of the transfer are determined by the decision of Council of Ministers numbered 2006/11345 dated 30 November 2006. However, the 1st paragraph of the 1st article of the 23rd provisional clause of Banking Law numbered 5411 allowing pension funds to be transferred to Social Security Institution (“SSI”) is annulled following the resolution of Constitutional Court declared in the Official Gazette dated 31 March 2007 numbered 26479 E.2005/139, K.2007/13 and K.2007/33

With the publication of the reasoning of the decision, the Grand National Assembly of Türkiye (“GNAT”) started to work on new legal arrangements regarding the transfer of the fund members to SSI and the related articles of the “Law Regarding the Changes in Social Insurance and General Health Insurance Law and Other Related Laws and Regulations” No 5754 (“the New Law”) regulating the transfer of the funds were approved by the GNAT on 17 April 2008. The New Law was published in the Official Gazette dated 8 May 2008, numbered 26870 and came into force.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XVI. EXPLANATIONS ON OBLIGATIONS RELATED TO EMPLOYEE RIGHTS (Continued)

Liability of T.C. Ziraat Bankası and T. Halk Bankası Members Pension and Relief Fund (TZHEMSAN) (Continued)

According to the new law bank pension funds participants and salaried members or the rightful owners would be transferred to Social Security Institution and would be subject to its legislation within three years beginning from the date of publication without any required transaction. Three years transfer period would be extended by two years at most with the decision of Council of Ministers. In accordance with the related legislation, as of the transfer date, the cash value of the liabilities will be calculated by considering the income and expenses of the transferred funds by the insurance branches and by using the actuarial interest rate of 9,80%. Moreover, the unfulfilled other social rights and payments existed in the settlement deeds of the subjected pension funds of the transferred participants, members or the rightful owners will be continued to be fulfilled by the employer entities of the funds and its participants.

In accordance with 58th article and 7th provisional article of the Banking Law, restricting banks from transferring any funds to the pension funds in order to compensate the actuarial deficits effective from 1 January 2008, has been delayed up to 5 years.

Based on the Council of Ministers’ decree numbered 2011/1559 and issued in the Official Gazette numbered 27900, dated 9 April 2011, and 20th provisional article of law numbered 506, the deadline for transferring banks, insurance and reinsurance companies, chambers of commerce, chambers of industry, exchange markets and the participants of the funds that were founded for the personnel constituting these entities and the ones having salary or income and the right holders of them to Social Security Institution has been extended for two years.

Besides, the phrase of “two years” in Clause (2), Article 1 of the temporary 20th provision of the law numbered 5510 is revised as “four years” with the law numbered 6283 amending on the Social Insurance and General Health Insurance Law, published in the Official Gazette numbered 28227, dated 8 March 2012.

Based on the Council of Ministers’ decree numbered 2014/6042 and issued in the Official Gazette numbered 28987 dated 30 April 2014, the participants of the funds that were founded for the personnel constituting these entities and the ones having salary or income and the right holders of them to Social Security Institution has been extended for one year.

Lastly, 51st article of Law No.6645 dated 23 April 2015, published on Official Gazette and the first paragraph of the transient 20th article of Law No.5510 related to the transfer of Bank and Insurance Funds to Social Security Institution; “Council of Ministers is the authority to determine the date of transfer of banks, insurance and reinsurance companies, boards of trade, chambers of industry and stock markets or the participants of funds established for their constitute union personnel and the ones that were endowed salary or income and their beneficiaries within the scope of transient 20th article of Law No.506. As from the transfer date, the participants are considered as insured within the scope of clause (a), first paragraph and 4th article of this Law. Based on the decision of the Council of Ministers dated 24 February 2014; May 2015 was determined as the transfer period. As a result of the last amendment made in the first paragraph of the provisional article 20 of the Law No. 5510 and the Occupational Health and Safety Law No. 6645 published in the Official Gazette dated 23 April 2015 and numbered 29335; The Council of Ministers has been authorized to determine the transfer date and the President has been authorized to determine the transfer date in the repeated Official Gazette numbered 30473 on 9 July 2018.

The technical balance sheet report as of 31 December 2021 which is prepared in accordance with the new law and the rate determined as 9,80%, concluded no technical deficit arises in the above-mentioned fund. Since the Bank has no legal right to hold the present value of any economic benefits available in the form of refunds from Pension Fund or reductions in future contributions to Pension Fund, no asset is recognized in the Bank’s financial statements.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XVII. EXPLANATIONS ON TAXATION

Current Tax

The corporate tax rate has been determined as 20%, effective as of 1 January 2006, with the Corporate Tax Law No. 5520, which was published in the Official Gazette dated 21 June 2006 numbered 26205.

However;

-With the temporary Article 10 added to the Corporate Tax Law on 5 December 2017, the 20% Corporate Tax in the first paragraph of Article 32 of this law has been applied as 22% for the corporate earnings of the companies for the 2018, 2019, 2020 taxation periods,

-In accordance with the regulation introduced with the Law No. 7316 on the "Law on the Collection of Public Claims and Amendments to Certain Laws", published in the Official Gazette dated April 22, 2021, while it is 25% to be applied to the corporate earnings for the 2021 taxation period and 23% to be applied to the corporate earnings of the 2022 taxation period,

-With the Law No. 7394 on Evaluation of Immovable Property Owned by the Treasury and Amending the Value Added Tax Law, which was published in the Official Gazette dated April 15, 2022 and numbered 31810, corporate tax rate has been determined as 25% for banks, companies within the scope of Law No. 6361, electronic payment and money institutions, authorized foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies. This provision entered into force on April 15, 2022 to be applied to corporate earnings for the 2022 taxation period. This amendment will be valid in the taxation of corporate earnings for the periods starting from 1 January 2022, starting with the declarations that must be submitted as of 1 July 2022. According to this; As of 30 September 2022, the corporate tax rate has been applied as 25% in the financial statements.

The corporate tax rate is applied to the tax base to be found as a result of the addition of the non-deductible expenses in accordance with the tax laws to the commercial income of the corporations, and deducting the exceptions (such as the participation earnings exemption) and deductions in the tax laws. No further tax is paid if the profit is not distributed.

Dividends paid to non-resident corporations, which have a place of business or permanent attorney in Türkiye or to resident corporations are not subject to withholding tax. While dividend payments made to individuals and institutions other than these are subject to 15% withholding tax, this rate has been changed to 10% with the Presidential Decision published in the Official Gazette dated 22 December 2021 and No. 31697. An increase in capital via issuing bonus shares is not considered as profit distribution and no withholding tax incurs in such a case.

Corporations calculate advance tax quarterly on their financial profits at the corporate tax rate valid for that year and declare and pay until the 17th day of the second month following that period. Advance tax paid by corporations for the current period is offset against the annual corporation tax calculated on the annual corporate income in the following year. Despite the offset, if there is temporary prepaid tax remaining, this balance can be used to offset any other financial liabilities to the government.

According to 5.1.e. article of Corporation Tax Law which is important tax exemption that is applied by banks, corporations' 50% of revenues that occur from selling of their real estates, are in assets, that belong to the corporations at least two years (730 days), 75% of revenues that occur from selling their founding bonds that are belong to the corporations as long as time of participation stocks, redeemed shares and option to call are exempted from corporation tax (It was changed with 89th article of code 7061 that entries into force in 5 December 2017).

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XVII. EXPLANATIONS ON TAXATION (Continued)

Current Tax (Continued)

This exemption applies to the period the sale is made and the part of return on sales that benefits from the exemption is held in a special fund in the liabilities account until the end of the fifth year started from the following year sale is made. However, the sales payment must be collected until the end of the second calendar year following the year in which the sale is made. Taxes which are not realized in time due to the exemption that hits uncollected sales payment are considered tax loss.

Taxes which do not accrue on time because the applying exemption for the transfer of the exempted part of revenue to the other accounts with other ways out of capitalizing in five years or withdrawn from company or transferring from limited taxpayer corporations to the headquarters, are considered as tax loss. This is also be applicable in the condition of liquidation of business (Except transfers and divisions that make according to this code).

Moreover, according to 5.1.f. article of Corporation Tax Law; corporations which have been fallen to legal proceedings because of owe to the bank or Savings Deposit Insurance Funds, and their warranters' real estates, participation stocks, founding bonds, redeemed shares, options to call of mortgagors' revenues that used for against debts or transferring to SDIF, 50% of the profits arising from the sale of the said assets obtained by the banks in this way, and 75% of the profits arising from the sale of others are exempted from corporation tax.

Under the Turkish Corporate Tax Law, losses can be carried forward to offset against future taxable income for up to five years. Losses cannot be carried back to offset profits from previous periods.

Tax returns are required to be filled and delivered to the related tax office until the end of the fourth month following the balance sheet date and the accrued tax is paid until the end of the same month. Tax returns are open for the end of the fifth year following the balance sheet date and during this period the tax authorities have the right to audit tax returns, and the related accounting records on which they are based and will issue re-assessments based on their findings. On the other hand, as of the end of the 2021 calendar year, the conditions sought for inflation adjustment in the calculation of corporate tax have been fulfilled, within the framework of the repeated provision of Article 298/A of the Tax Procedure Law. However, with the Law No. 7352 on the Amendment of the Tax Procedure Law and the Corporate Tax Law, published in the Official Gazette dated 29 January 2022 and numbered 31734, the temporary article 33 was added to the Tax Procedure Law No. 213, including the provisional tax periods. Financial statements will not be subject to inflation adjustment for the 2021 and 2022 accounting periods (for those designated as a special accounting period, as of the accounting periods ending in 2022 and 2023) and the provisional tax periods for the 2023 accounting period, regardless of whether the conditions for the repetitive inflation adjustment within the scope of Article 298 are met. It has been enacted that the 31 December 2023 financial statements will be subject to inflation adjustment regardless of whether the conditions for the inflation adjustment are met, and the profit/loss differences arising from the inflation adjustment to be made will be shown in the previous years' profit/loss account.

Deferred Tax

The Bank calculates deferred tax for the temporary differences between the applied accounting policies and valuation principles and the tax base value determined in accordance with the tax legislation, in accordance with TAS 12 “Turkish Accounting Standard on Income Taxes”, taking into account the additional regulation introduced with the Law No. 7316 dated April 22, 2021. and accounting.

In accordance with the Law No. 7316 published in the Official Gazette dated 22 April 2021, the corporate tax rate has been increased to 25% for the taxation period of 2021, starting from the declarations that must be submitted as of 1 July 2021 and being valid for the taxation period starting from January 1, 2021. It was announced that this rate would be applied as 23% for the taxation period of 2022 and 20% for the taxation periods of 2023 and beyond.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XVII. EXPLANATIONS ON TAXATION (Continued)

Deferred Tax (Continued)

However, with the Law No. 7394 on the Evaluation of Immovable Property Owned by the Treasury and Amending the Value Added Tax Law, which was published in the Official Gazette dated April 15, 2022 and numbered 31810, and the Law on Amendments to Some Laws and Decree-Laws, Article 26 With the paragraph added to the temporary article 13 of the Corporate Tax Law No. 5520, it is stated that the Corporate Tax rate will be rearranged for the corporate earnings of the 2022 taxation period and the tax rate will be applied as 25% for the banks.

Deferred tax liability or assets are determined by calculating the tax effects of the temporary differences between the amounts of assets and liabilities shown in the financial statements and the amounts taken into account in the calculation of the legal tax base, according to the balance sheet method, taking into account the enacted tax rates. In the calculation of deferred tax, the Bank estimates the time when temporary differences will be taxable/deductible and uses enacted tax rates as of the balance sheet date in accordance with the current tax legislation. As the deferred tax assets or liabilities within the scope of TAS 12 are calculated based on the tax rates (and tax laws) that are in effect or nearly effective as of the end of the reporting period (balance sheet date), using the tax rates expected to be applied in the periods when the assets are converted into income or the liabilities are paid. As of 30 September 2022, the Bank has deferred tax calculations were made based on rate 25% on assets and liabilities. While deferred tax liabilities are calculated for all taxable temporary differences, deferred tax assets consisting of deductible temporary differences are calculated provided that it is highly probable to benefit from these differences by generating taxable profit in the future. Except for goodwill or business combinations, deferred tax liability or asset is not calculated for temporary timing differences arising from the initial recognition of assets or liabilities and which do not affect both commercial and financial profit or loss.

The carrying amount of a deferred tax asset is reviewed at each balance sheet date. Carrying amount of a deferred tax asset can be reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to be applied in the period in which the liability is settled, or the asset realized and reflected in the statement of income as expense or income. Moreover, if the deferred tax is related with items directly recorded under the equity in the same or different period, deferred tax is associated directly with equity.

Deferred tax asset and deferred tax liability are presented as net in these unconsolidated financial statements.

According to December 8, 2004 BRSA.DZM.2/13/1-a-3 notice, there is no deferred tax assets on general provision and free provision. In addition to this, deferred tax asset calculation has started to be measured over temporary expected provision losses differences according to TFRS 9 articles, beginning from January 1, 2018. Deferred rate calculation for free provisions is not calculated.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XVIII. EXPLANATIONS ON BORROWINGS

The Bank recognizes its debt instruments in accordance with TFRS 9 “Financial Instruments” and all financial liabilities are carried at amortized cost by using effective interest rate method. The Bank has no borrowings that require hedging techniques for accounting and revaluation of debt instruments and liabilities representing the borrowings.

If required, the Bank borrows from domestic and foreign real people and entities with debt instruments such as bill/bond issuance. These transactions are recognized at fair value including acquisition costs at the transaction date while accounted with effective interest rate method over their discounted costs in the following periods. The Bank has issued no convertible bonds to shares and has no instruments representing its own borrowings.

XIX. EXPLANATIONS ON ISSUANCE OF SHARE CERTIFICATES

There are no issued shares by The Bank.

XX. EXPLANATIONS ON AVALIZED DRAFTS AND ACCEPTANCES

Commitments regarding bill guarantees and acceptances of the Bank are presented in the “Off-Balance Sheet” commitments.

XXI. EXPLANATIONS ON GOVERNMENT GRANTS

There are no government incentives utilized by the Bank as of the balance sheet date.

XXII. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are cash on hand, demand deposits and other highly liquid short-term investments with maturities of 3 months or less following the date of acquisition, which is readily convertible to a known amount of cash and does not bear the risk of significant amount of value change. The book values of these assets represent their fair values. FC cash equivalents and balances regarding banks are valued by the period end counter foreign currency buying rate of the Bank.

For the purposes of the cash flow statement, “Cash” includes cash, effectives, cash in transit, purchased cheques and demand deposits including balances with the Central Bank; and “Cash equivalents” include interbank money market placements and time deposits at banks with original maturity periods of less than three months.

XXIII. EXPLANATIONS ON SEGMENT REPORTING

Information about operating segments which are determined in line with TFRS 8 “Turkish Accounting Standard Operating Segments” together with organizational and internal reporting structure of the Bank, are disclosed in Note IX of Section Four.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

EXPLANATIONS ON ACCOUNTING POLICIES (Continued)

XXIV. EXPLANATIONS ON OTHER MATTERS

Profit Distribution

According to the Bank's Ordinary General Assembly Meeting dated on 25 March 2022.

In accordance with paragraph 1 of Article 33 of the Bank's Articles of Association regarding the determination, allocation and distribution of net profit for the period; has been set aside 5% (TL314.565) of the remaining legal reserve from the net profit of TL 6.291.309.

Real estate sales revenue exception calculated in accordance with the TPL within the scope of the 5/1-e clause of the Corporate Tax Law no. 5520 after deducting 50% of its base, TL 4.685, which is the portion associated with the profit for the period, is taken into a special fund account under the shareholders' equity to be followed up until the end of the 5th year following the year of the sale, the remaining TL 5.972.059 is transferred to extraordinary reserves,

TL 20.963, which is 50% of the real estate sales income exemption base calculated according to the TPL within the scope of the 5/1-e clause of the Corporate Tax Law no. 5520, out of TL 63.699, which arises from real estate valuation differences and is monitored in the profit of previous years as required by TAS-16 to be monitored until the end of the fifth year following the year in which the sale was made, to a special fund account under equity, 5% (TL 2.137) of the remaining TL 42.736 to be allocated as legal reserves, and the remaining TL 40.599 to be decided to transfer to extraordinary reserves.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

SECTION FOUR

EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT

I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS' EQUITY

Shareholders' equity and capital adequacy ratio were calculated within the framework of “Regulation on Banks' Equity” and “Regulation on Measurement and Evaluation of Capital Adequacy of Banks” and in addition to these, the following regulations of the BRSA.

- In accordance with the Decision of the Banking Regulation and Supervision Agency dated 28 April 2022 and numbered 10188, the Central Bank's foreign exchange buying rate of 31 December 2021 was used while calculating the valued amounts in foreign currency in calculating the amount subject to credit risk.
- Within the framework of the regulation dated December 21, 2021 No. 9996, if the net valuation differences of the securities held by banks in the portfolio of “Financial Assets at Fair Value through Other Comprehensive Income” are negative, these differences may not be taken into consideration in the calculation of equity amount. The said exception was not used in the calculation of equity on 30 September 2022.

As of 30 September 2022, Bank's total regulatory capital has been calculated as TL 205.206.636 (31 December 2021: TL 131.051.873), capital adequacy ratio is 15,64% (31 December 2021: 16,52%). This ratio is well above the minimum ratio required by the legislation.

1. Information Related to The Components of Shareholders' Equity

	Current Period 30 September 2022
COMMON EQUITY TIER 1 CAPITAL	
Paid-in capital following all debts in terms of claim in liquidation of the Bank	34.900.000
Share issue premiums	-
Reserves	73.956.519
Gains recognized in equity as per TAS	64.876.877
Profit	24.876.589
Current Period Profit	24.832.646
Prior Period Profit	43.943
Shares acquired free of charge from subsidiaries, affiliates and entities under common control and cannot be recognized within profit for the period	274.394
Common Equity Tier 1 Capital Before Deductions	198.884.379
Deductions from Common Equity Tier 1 Capital	
Common Equity as per the 1st clause of Provisional Article 9 of the Regulation on the Equity of Banks	-
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	31.307.642
Improvement costs for operating leasing	9.945
Goodwill (net of related tax liability)	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	1.788.742
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-
Differences are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	-
Communiqué Related to Principles of the amount credit risk calculated with the Internal Ratings Based Approach, total expected loss amount exceeds the total provision	-
Gains arising from securitization transactions	-
Unrealized gains and losses due to changes in own credit risk on fair valued liabilities	-
Defined-benefit pension fund net assets	-
Direct and indirect investments of the Bank in its own Common Equity	-
Shares obtained contrary to the 4th clause of the 56th Article of the Law	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	-
Portion of mortgage servicing rights exceeding 10% of the Common Equity	-
Portion of deferred tax assets based on temporary differences exceeding 10% of the Common Equity	-

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS EQUITY (Continued)

1. Information Related to The Components of Shareholders Equity (Continued)

	Current Period 30 September 2022
Amount exceeding 15% of the common equity as per the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks	-
Excess amount arising from the net long positions of investments in common equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital	-
Excess amount arising from mortgage servicing rights	-
Excess amount arising from deferred tax assets based on temporary differences	-
Other items to be Defined by the BRSA	-
Deductions to be made from common equity due to insufficient Additional Tier I Capital or Tier II Capital	-
Total Deductions from Common Equity Tier I Capital	33.106.329
Total Common Equity Tier I Capital	165.778.050
ADDITIONAL TIER I CAPITAL	
Preferred Stock not Included in Common Equity Tier I Capital and the Related Share Premiums	-
Debt instruments and premiums approved by BRSA	25.152.820
Debt instruments and premiums approved by BRSA (Temporary Article 4)	-
Additional Tier I Capital before Deductions	25.152.820
Deductions from Additional Tier I Capital	
Direct and Indirect Investments of the Bank on its own Additional Tier I Capital	-
Investments of Bank to Banks that invest in Bank's additional equity and components of equity issued by financial institutions with compatible with Article 7.	-
Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital	-
The Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital	-
Other Items to be defined by the BRSA	-
Transition from the Core Capital to Continue to deduce Components	
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-
Net deferred tax asset/liability which is not deducted from Common Equity Tier 1 capital for the purposes of the sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	-
Total Deductions from Additional Tier I Capital	-
Total Additional Tier I Capital	25.152.820
Total Tier I Capital (Tier I Capital= Common Equity Tier I Capital + Additional Tier I Capital)	190.930.870
TIER II CAPITAL	
Debt instruments and share issue premiums deemed suitable by the BRSA	-
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	14.290.679
Tier II Capital Before Deductions	14.290.679
Deductions from Tier II Capital	
Direct and Indirect Investments of the Bank on its own Tier II Capital (-)	-
Investments of Bank to Banks that invest on Bank's Tier 2 and components of equity issued by financial institutions with the conditions declared in Article 8.	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank(-)	-
Portion of the total of net long positions of investments made in Additional Tier I Capital item of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	-
Other items to be defined by the BRSA (-)	-
Total Deductions from Tier II Capital	-
Total Tier II Capital	14.290.679
Total Capital (The sum of Tier I Capital and Tier II Capital)	205.221.549

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS EQUITY (Continued)

1. Information Related to The Components of Shareholders Equity (Continued)

	Current Period 30 September 2022
Total Capital (The sum of Tier I Capital and Tier II Capital)	205.221.549
Deductions from Capital Loans granted contrary to the 50th and 51st Article of the Law	-
Net Book Values of Movables and Immovables Exceeding the Limit Defined in the Article 57, Clause 1 of the Banking Law and the Assets Acquired against Overdue Receivables and Held for Sale but Retained more than Five Years	-
Other items to be defined by the BRSA	14.913
In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Download Components	
The Sum of net long positions of investments (the portion which exceeds the 10% of Banks Common Equity) in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the Bank does not own more than 10% of the issued common share capital of the entity which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-
The Sum of net long positions of investments in the Additional Tier 1 capital and Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-
The Sum of net long positions of investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity, mortgage servicing rights, deferred tax assets arising from temporary differences which will not deducted from Common Equity Tier1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-
CAPITAL	
Total Capital (Total of Tier I Capital and Tier II Capital)	205.206.636
Total Risk Weighted Assets	1.312.326.627
CAPITAL ADEQUACY RATIOS	
CET 1 Capital Ratio (%)	12,63
Tier I Capital Ratio (%)	14,55
Capital Adequacy Ratio (%)	15,64
BUFFERS	
Total additional core capital requirement ratio (a+b+c)	2,534
a) Capital conservation buffer requirement (%)	2,5
b) Bank specific countercyclical buffer requirement (%)	0,034
c) Higher bank buffer requirement ratio (%) (**)	-
Additional CET 1 Capital Over Total Risk Weighted Assets Ratio Calculated According to the Article 4 of Capital Conservation and Counter-Cyclical Capital Buffers Regulation	8,13
Amounts Lower than Excesses as per Deduction Rules	
Remaining Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital	308.202
Remaining Total of Net Long Positions of the Investments in Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% or less of the Issued Share Capital	133.220
Remaining Mortgage Servicing Rights	-
Net Deferred Tax Assets arising from Temporary Differences	2.785.833
Limits for Provisions Used in Tier II Capital Calculation	
General Loan Provisions for Exposures in Standard Approach (before limit of one hundred and twenty-five per the thousand)	29.013.068
General Loan Provisions for Exposures in Standard Approach Limited by 1,25% of Risk Weighted Assets	14.290.679
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communique on Calculation of Credit Risk by Internal Ratings Based Approach	-
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communique on Calculation of Credit Risk by Internal Ratings Based Approach, Limited by 0,6% Risk Weighted Assets	-
Debt Instruments Covered by Temporary Article 4 (effective between 01 January 2018- 01 January 2022)	
Upper Limit for Additional Tier I Capital Items subject to Temporary Article 4	-
Amount of Additional Tier I Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit	-
Upper Limit for Additional Tier II Capital Items subject to Temporary Article 4	-
Amount of Additional Tier II Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit	-

(*) The systemic significant bank buffer ratio has been shown as “-” in the unconsolidated financial report since it is necessary to fill in the systematic significant banks that are not required to prepare financial statements in the context of the 4th paragraph of Article 4 of the "Regulation on Systemic Significant Banks"

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS’ EQUITY (Continued)

1. Information Related To The Components Of Shareholders' Equity (Continued)

	Prior Period 31 December 2021
COMMON EQUITY TIER 1 CAPITAL	
Paid-in capital following all debts in terms of claim in liquidation of the Bank	13.100.000
Share issue premiums	-
Reserves	67.627.159
Gains recognized in equity as per TAS	21.005.831
Profit	6.355.008
Current Period Profit	6.291.309
Prior Period Profit	63.699
Shares acquired free of charge from subsidiaries, affiliates and entities under common control and cannot be recognized within profit for the period	138.703
Common Equity Tier 1 Capital Before Deductions	108.226.701
Deductions from Common Equity Tier 1 Capital	
Common Equity as per the 1st clause of Provisional Article 9 of the Regulation on the Equity of Banks	-
Portion of the current and prior periods’ losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS	5.329.097
Improvement costs for operating leasing	10.219
Goodwill (net of related tax liability)	-
Other intangibles other than mortgage-servicing rights (net of related tax liability)	1.365.095
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability)	-
Differences are not recognized at the fair value of assets and liabilities subject to hedge of cash flow risk	-
Communiqué Related to Principles of the amount credit risk calculated with the Internal Ratings Based Approach, total expected loss amount exceeds the total provision	-
Gains arising from securitization transactions	-
Unrealized gains and losses due to changes in own credit risk on fair valued liabilities	-
Defined-benefit pension fund net assets	-
Direct and indirect investments of the Bank in its own Common Equity	-
Shares obtained contrary to the 4th clause of the 56th Article of the Law	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	-
Portion of mortgage servicing rights exceeding 10% of the Common Equity	-
Portion of deferred tax assets based on temporary differences exceeding 10% of the Common Equity	-
Amount exceeding 15% of the common equity as per the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks	-
Excess amount arising from the net long positions of investments in common equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital	-
Excess amount arising from mortgage servicing rights	-

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS’ EQUITY (Continued)

1. Information Related to The Components of Shareholders' Equity (Continued)

	Prior Period 31 December 2021
Excess amount arising from deferred tax assets based on temporary differences	-
Other items to be Defined by the BRSA (-)	-
Deductions to be made from common equity due to insufficient Additional Tier I Capital or Tier II Capital	-
Total Deductions from Common Equity Tier I Capital	6.704.411
Total Common Equity Tier I Capital	101.522.290
ADDITIONAL TIER I CAPITAL	
Preferred Stock not Included in Common Equity Tier I Capital and the Related Share Premiums	-
Debt instruments and premiums approved by BRSA	20.710.200
Debt instruments and premiums approved by BRSA (Temporary Article 4)	-
Additional Tier I Capital before Deductions	20.710.200
Deductions from Additional Tier I Capital	
Direct and Indirect Investments of the Bank on its own Additional Tier I Capital	-
Investments of Bank to Banks that invest in Bank's additional equity and components of equity issued by financial institutions with compatible with Article 7.	-
Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital Exceeding the 10% Threshold of above Tier I Capital	-
The Total of Net Long Position of the Direct or Indirect Investments in Additional Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% of the Issued Share Capital	-
Other Items to be defined by the BRSA	-
Transition from the Core Capital to Continue to deduce Components	
Goodwill and other intangible assets and related deferred tax liabilities which will not deducted from Common Equity Tier 1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-
Net deferred tax asset/liability which is not deducted from Common Equity Tier I capital for the purposes of the sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds (-)	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	-
Total Deductions from Additional Tier I Capital	-
Total Additional Tier I Capital	20.710.200
Total Tier I Capital (Tier I Capital= Common Equity Tier I Capital + Additional Tier I Capital)	122.232.490
TIER II CAPITAL	
Debt instruments and share issue premiums deemed suitable by the BRSA	-
Debt instruments and share issue premiums deemed suitable by BRSA (Temporary Article 4)	-
Provisions (Article 8 of the Regulation on the Equity of Banks)	8.833.639
Tier II Capital Before Deductions	8.833.639
Deductions from Tier II Capital	
Direct and Indirect Investments of the Bank on its own Tier II Capital (-)	-
Investments of Bank to Banks that invest on Bank's Tier 2 and components of equity issued by financial institutions with the conditions declared in Article 8.	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-
Portion of the total of net long positions of investments made in Additional Tier I Capital item of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank	-
Other items to be defined by the BRSA (-)	-
Total Deductions from Tier II Capital	-
Total Tier II Capital	8.833.639
Total Capital (The sum of Tier I Capital and Tier II Capital)	131.066.129

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS' EQUITY (Continued)

1. Information Related to The Components of Shareholders' Equity (Continued)

	Prior Period 31 December 2021
Total Capital (The sum of Tier I Capital and Tier II Capital)	131.066.129
Deductions from Capital Loans granted contrary to the 50th and 51st Article of the Law	-
Net Book Values of Movables and Immovables Exceeding the Limit Defined in the Article 57, Clause 1 of the Banking Law and the Assets Acquired against Overdue Receivables and Held for Sale but Retained more than Five Years	-
Other items to be defined by the BRSA	14.256
In transition from Total Core Capital and Supplementary Capital (the capital) to Continue to Download Components	
The Sum of net long positions of investments (the portion which exceeds the 10% of Banks Common Equity) in the capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-
The Sum of net long positions of investments in the Additional Tier 1 capital and Tier 2 capital of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity which will not deducted from Common Equity Tier 1 capital, Additional Tier 1 capital, Tier 2 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-
The Sum of net long positions of investments in the common stock of banking, financial and insurance entities that are outside the scope of regulatory consolidation, where the bank does not own more than 10% of the issued common share capital of the entity, mortgage servicing rights, deferred tax assets arising from temporary differences which will not deducted from Common Equity Tier1 capital for the purposes of the first sub-paragraph of the Provisional Article 2 of the Regulation on Banks' Own Funds	-
CAPITAL	
Total Capital (Total of Tier I Capital and Tier II Capital)	131.051.873
Total Risk Weighted Assets	793.370.100
CAPITAL ADEQUACY RATIOS	
CET 1 Capital Ratio (%)	12,80
Tier I Capital Ratio (%)	15,41
Capital Adequacy Ratio (%)	16,52
BUFFERS	
Total additional core capital requirement ratio (a+b+c)	2,538
a) Capital conservation buffer requirement (%)	2,50
b) Bank specific countercyclical buffer requirement (%)	0,038
c) Higher bank buffer requirement ratio (%) ^(*)	-
Additional CET 1 Capital Over Total Risk Weighted Assets Ratio Calculated According to the Article 4 of Capital Conservation and Counter-Cyclical Capital Buffers Regulation(%)	8,30
Amounts Lower than Excesses as per Deduction Rules	
Remaining Total of Net Long Positions of the Investments in Equity Items of Unconsolidated Banks and Financial Institutions where the Bank Owns 10% or less of the Issued Share Capital	255.802
Remaining Total of Net Long Positions of the Investments in Tier I Capital of Unconsolidated Banks and Financial Institutions where the Bank Owns more than 10% or less of the Issued Share Capital	95.387
Remaining Mortgage Servicing Rights	-
Net Deferred Tax Assets arising from Temporary Differences	1.519.079
Limits for Provisions Used in Tier II Capital Calculation	
General Loan Provisions for Exposures in Standard Approach (before limit of one hundred and twenty five per the thousand)	18.998.909
General Loan Provisions for Exposures in Standard Approach Limited by 1,25% of Risk Weighted Assets	8.833.639
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communique on Calculation of Credit Risk by Internal Ratings Based Approach	-
Total Loan Provision that Exceeds Total Expected Loss Calculated According to Communique on Calculation of Credit Risk by Internal Ratings Based Approach, Limited by 0,6% Risk Weighted Assets	-
Debt Instruments Covered by Temporary Article 4 (effective between 01 January 2018- 01 January 2022)	
Upper Limit for Additional Tier I Capital Items subject to Temporary Article 4	-
Amount of Additional Tier I Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit	-
Upper Limit for Additional Tier II Capital Items subject to Temporary Article 4	-
Amount of Additional Tier II Capital Items Subject to Temporary Article 4 that Exceeds Upper Limit	-

^(*) The systemic significant bank buffer ratio has been shown as “-” in the unconsolidated financial report since it is necessary to fill in the systematic significant banks that are not required to prepare financial statements in the context of the 4th paragraph of Article 4 of the “Regulation on Systemic Significant Banks”.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS’ EQUITY (Continued)

2. Items Included in Capital Calculation

Information about instruments included in total capital calculation-Current Period	
Issuer	T.C Ziraat Bankası A.Ş.
Identifier (CUSIP, ISIN etc.)	XS1984644739
Governing law (s) of the instrument	Subject to English Law and in terms of certain articles to Turkish Regulations. It is issued within the scope of the Communiqué VII-128.8 on Debt Instruments of the Capital Markets Board and the Regulation on Bank Capital of the BRSA
Regulatory treatment	
Subject to 10% deduction as of 1/1/2015	None
Eligible on unconsolidated and /or consolidated basis	Eligible on unconsolidated and consolidated.
Instrument type	Additional Capital Bond Issuance (Tier 1 Capital)
Amount recognized in regulatory capital (Currency in TL million, as of most recent reporting date)	25.153
Nominal value of instrument (TL million)	25.153
Accounting classification of the instrument	347001-Subordinated Debts
Original date of issuance	24.04.2019
Maturity structure of the instrument (perpetual/dated)	Perpetual
Issue date of the instrument	24.04.2019
Issuer call subject to prior supervisory (BRSA) approval	Yes
Call option dates, conditioned call dates and call amount	Subject to the approval of the BRSA, a repayment option is available at the end of each 5-year period from the date of issue.
Subsequent call dates, if applicable	24.04.2024
Interest/dividend payment	
Fixed or floating coupon/dividend payments	Fixed
Coupon rate and any related index	First 5 years fixed 5,076%, next 5 years MS + 5,031% fixed
Existence of any dividend payment restriction	None
Fully discretionary, partially discretionary or mandatory	Fully discretionary
Existence of step up or other incentive to redeem	None
Noncumulative or cumulative	Noncumulative
Convertible into equity shares	
If convertible, conversion trigger (s)	None
If convertible, fully or partially	None
If convertible, conversion rate	None
If convertible, mandatory or optional conversion	None
If convertible, type of instrument convertible into	None
If convertible, issuer of instrument to be converted into	None
Write-down feature	
If bonds can be written-down, write-down trigger(s)	Yes. Article 7 of the Regulation on Bank Capital
If bond can be written-down, full or partial	Has full or partial write down feature
If bond can be written-down, permanent or temporary	Has permanent or temporary write down feature
If temporary write-down, description of write-up mechanism	Has-write up mechanism
Position in subordination hierarchy in case of liquidation (instrument type immediately senior to the instrument)	After the debt instruments to be included in secondary capital calculation, the depositors and all other creditors
In compliance with article number 7 and 8 of Regulation on Bank Capital	Instrument is in compliant with Article 7 of the Regulation on Bank Capital.
Details of incompliances with article number 7 and 8 of Regulation on Bank Capital	Instrument is in compliant with Article 7 of the Regulation on Bank Capital.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

I. EXPLANATIONS ON THE COMPONENTS OF SHAREHOLDERS’ EQUITY (Continued)

3. Necessary Explanations in order to Reach an Agreement Between the Statement of Shareholders’ Equity and Balance-Sheet Amounts

	Current Period	Prior Period
Balance Sheet – Equity	167.576.737	97.099.759
Operational Leasing Development Costs	(9.945)	(10.219)
Goodwill and Other Intangible Assets and Related Deferred Taxes Liabilities	(1.788.742)	(1.365.095)
TIER 2 Capital (Provisions)	14.290.679	8.833.639
Debt Instruments and the Related Issuance Premiums Defined by the BRSA TIER 2 Capital (Provisions)	25.152.820	20.710.200
Other deductions from common equity	(14.913)	(14.256)
Other regulations	-	5.797.845
Amount recognized in regulatory capital	205.206.636	131.051.873

II. EXPLANATIONS ON THE CURRENCY RISK

1. Whether the Bank is Exposed to Foreign Currency Risk, Whether The Effects of This Matter are Estimated, Whether Limits for The Daily Followed Positions are Determined by The Board of Director

The Bank’s policy is to avoid carrying significant position by means of foreign currency management. Risks are monitored by the currency risk tables prepared based on the standard method. Besides, Value at Risk (VAR) is calculated for daily foreign exchange position and reported to the related departments. VAR based currency risk limit approved by the Board of Directors is also monitored on daily basis. Additionally, dealer’s position and operational limits for foreign exchange transactions are under the authorization of the Board of Directors.

2. Hedge Against Foreign Exchange Debt Instruments and Net Foreign Exchange Investments by Hedging Derivative Instruments, if Material

None.

3. Management Policy for Foreign Currency Risk

Periodic “Liquidity Gap Analysis” and “Repricing Gap Analysis” to determine the liquidity and structural interest rate risks in the US Dollar and Euro, which are the most important foreign currencies in which the Bank operates, and the historical renewal rates of foreign exchange deposit accounts. “Structural Liquidity Gap Analysis” is performed. In addition, daily VAR analysis for the follow-up of the currency risk and within the scope of legal reporting, Foreign Currency Net General Position/Equity Standard Ratio and Foreign Currency Liquidity Position are regularly monitored. The Bank manages the Turkish Lira or foreign currency risks that may occur in, domestic and international markets and follow the transactions that create these risks and manages these risks at the optimum level within the framework of market expectations and within the scope of its strategies by considering the balance with other financial risks. Sensitivity analysis regarding the currency risk that the Group is exposed to is explained in Note 6.

4. Current Foreign Exchange Bid Rates of The Bank for The Last 5 Business Days Prior to The Financial Statement Date

	USD	EUR	AUD	DKK	SEK	CHF	CAD	NOK	GBP	SAR	100 JPY
23.09.2022	18,2254	17,6950	11,9194	2,3799	1,6189	18,5765	13,4247	1,7178	19,8766	4,8446	12,7290
26.09.2022	18,2677	17,6229	11,8649	2,3702	1,6191	18,4392	13,3556	1,7032	19,7218	4,8584	12,6657
27.09.2022	18,2947	17,6013	11,8184	2,3670	1,6151	18,4795	13,3314	1,7003	19,6906	4,8643	12,6432
28.09.2022	18,3422	17,6507	11,8656	2,3738	1,6212	18,6841	13,4041	1,6970	19,6830	4,8718	12,6892
29.09.2022	18,3303	17,8941	11,8689	2,4071	1,6351	18,6873	13,3671	1,7068	20,1982	4,8777	12,6766
30.09.2022	18,3274	17,9663	11,8120	2,4163	1,6521	18,6671	13,3620	1,6843	20,4570	4,8795	12,6693

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

II. EXPLANATIONS ON THE CURRENCY RISK (Continued)

5. Simple Arithmetic Average of The Bank’s Current Foreign Exchange Bid Rates for The Last 30 Days Prior to The Balance Sheet Date

USD	EUR	AUD	DKK	SEK	CHF	CAD	NOK	GBP	SAR	100 JPY
18,1268	17,9640	12,1277	2,4161	1,6671	18,6340	13,6290	1,7695	20,5558	4,8225	12,6887

6. Information on The Foreign Currency Risk of The Bank

	EUR	USD	Other FC	Total
Current Period				
Assets				
Cash (Cash in vault, effectives, money in transit, cheques purchased) and Balances with Central Bank of the Republic of Türkiye	87.652.607	196.436.260	35.272.436	319.361.303
Banks ⁽⁶⁾	10.189.101	18.653.261	3.043.615	31.885.977
Financial Assets at Fair Value Through Profit and Loss	-	1.132.983	24.935.376	26.068.359
Money Markets Receivables	-	-	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	12.548.694	170.891.474	280.688	183.720.856
Loans ⁽¹⁾	139.081.431	201.184.304	308.929	340.574.664
Subsidiaries, Associates, Entities Under Common Control (Joint Ventures)	5.137.078	3.903.030	-	9.040.108
Financial Assets Measured at Amortised Cost	29.818.848	10.091.470	162.761	40.073.079
Derivative Financial Assets for Hedging Purposes	-	-	-	-
Tangible Fixed Assets	27.864	6.695	36.431	70.990
Intangible Assets	12.682	9.358	20.991	43.031
Other Assets ⁽³⁾	1.464.280	2.989.763	192.762	4.646.805
Total Assets ⁽⁴⁾	285.932.585	605.298.598	64.253.989	955.485.172
Liabilities				
Interbank Deposits	30.442.608	8.245.789	815.301	39.503.698
Foreign Currency Deposits	314.487.212	361.535.449	100.853.899	776.876.560
Money Market Borrowings	-	38.875.757	-	38.875.757
Funds Provided from Other Financial Institutions	31.186.622	58.217.171	1.296.504	90.700.297
Issued Marketable Securities ⁽⁵⁾	25.701.151	23.835.131	416.390	49.952.672
Miscellaneous Payables	833.790	855.666	58.297	1.747.753
Derivative Financial Liabilities for Hedging Purposes	-	-	-	-
Other Liabilities	1.960.188	8.049.242	351.164	10.360.594
Total Liabilities	404.611.571	499.614.205	103.791.555	1.008.017.331
Net Balance Sheet Position	(118.678.986)	105.684.393	(39.537.566)	(52.532.159)
Net Off-Balance Sheet Position ⁽²⁾	118.383.905	(112.249.160)	47.137.893	53.272.638
Financial Derivative Assets	137.430.685	119.266.174	52.427.909	309.124.768
Financial Derivative Liabilities	19.046.780	231.515.334	5.290.016	255.852.130
Non-Cash Loans	89.780.368	153.821.829	23.412.758	267.014.955
Prior Period				
Total Assets	216.317.019	384.673.468	52.500.557	653.491.044
Total Liabilities	314.860.776	319.056.472	83.024.980	716.942.228
Net Balance Sheet Position	(98.543.757)	65.616.996	(30.524.423)	(63.451.184)
Net Off-Balance Sheet Position ⁽²⁾	100.143.416	(69.826.336)	31.937.240	62.254.320
Financial Derivative Assets	113.697.053	92.098.223	38.243.602	244.038.878
Financial Derivative Liabilities	13.553.637	161.924.559	6.306.362	181.784.558
Non-Cash Loans	71.771.602	118.836.410	15.801.706	206.409.718

⁽¹⁾ TL 29.326 (31 December 2021: TL 26.812) equivalent of loans granted is USD and TL 10.607 (31 December 2021: TL 13.291) equivalent of EUR balance is caused by foreign currency indexed loans.

⁽²⁾ Indicates the net balance of receivables and payables on derivative financial instruments.

⁽³⁾ Prepaid expenses in other assets amounting to TL 9.849 are not included in the table.

⁽⁴⁾ Expected loss provisions for financial assets and other assets are reflected in related items.

⁽⁵⁾ Includes subordinated debt instruments.

⁽⁶⁾ Includes the guarantees given for derivative and repo transactions with foreign banks.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

II. EXPLANATIONS ON THE CURRENCY RISK (Continued)

6. Information on The Foreign Currency Risk of The Bank (Continued)

Analysis of Sensitivity to Currency Risk

The effect of 10% depreciation of TL against the USD, Euro and other currencies on the equity and profit or loss statement (excluding tax effects) for the nine-month accounting periods ending on 30 September 2022 and 30 September 2021 is shown in the table below.

This analysis is prepared with the assumption that all other variables, especially interest rates, remain constant.

	Current Period - 30 September 2022		Prior Period - 30 September 2021	
	Profit/Loss Statement	Equity (*)	Profit/Loss Statement	Equity (*)
USD	(441.695)	(831.998)	(564.413)	(694.722)
EUR	(81.943)	(595.651)	(695)	(240.866)
Other currencies	10.970	10.970	(478)	(478)
Total (Net) (**)	(512.668)	(1.416.679)	(565.586)	(936.066)

(*) Equity effect also includes the effect of the profit or loss to occur due to the 10% depreciation of the against the relevant foreign currencies

(**) Associates, subsidiaries, and entities under common control are included in the profit or loss statement impact calculation, but not in equity impact calculation. Tangible and intangible assets are not included in the equity and profit or loss statement impact calculation.

The effect of 10% appreciation of TL against the USD, Euro and other currencies on the equity and profit or loss statement (excluding tax effects) for nine-month accounting periods ending on 30 September 2022 and 30 September 2021 is shown in the table below:

	Current Period - 30 September 2022		Prior Period - 30 September 2021	
	Profit/Loss Statement	Equity (*)	Profit/Loss Statement	Equity (*)
USD	441.695	831.998	564.413	694.722
EUR	81.943	595.651	695	240.866
Other currencies	(10.970)	(10.970)	478	478
Total (Net) (**)	512.668	1.416.679	565.586	936.066

(*) Equity effect also includes the effect of the profit or loss to occur due to the 10% appreciation of the TL against the relevant foreign currencies.

(**) Associates, subsidiaries, and entities under common control are included in the profit or loss statement impact calculation, but not in equity impact calculation. Tangible and intangible assets are not included in the equity and profit or loss statement impact calculation.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

III. EXPLANATIONS ON THE INTEREST RATE RISK

1. Information Related to Interest Rate Sensitivity of Assets, Liabilities and Off-Balance Sheet Items

(Based on days to repricing dates)

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash (Cash in Vault, Effectives, Money in Transit, Cheques Purchased) and Balances with Central Bank of the Republic of Türkiye	32.305.891	-	-	-	-	323.560.500	355.866.391
Banks ⁽⁷⁾	2.849.633	97.139	148.710	-	-	29.142.048	32.237.530
Financial Assets at Fair Value Through Profit and Loss	64.088	20.647	49.274	24.935.377	16.471	4.132.141	29.217.998
Money Markets Receivables	358.977	-	-	-	-	-	358.977
Financial Assets at Fair Value Through Other Comprehensive Income	12.418.688	56.716.216	158.347.724	76.031.759	63.660.086	1.103.962	368.278.435
Loans Given ⁽³⁾	365.895.317	212.500.391	153.300.536	261.132.818	98.171.885	2.283.613	1.093.284.560
Financial Assets Measured at Amortised Cost	1.725.417	2.725.048	57.648.326	44.057.499	16.682.807	-	122.839.097
Other Assets ⁽²⁾	1.212.107	4.106.008	500.874	467.141	77.127	65.559.301	71.922.558
Total Assets ^{(1) (5)}	416.830.118	276.165.449	369.995.444	406.624.594	178.608.376	425.781.565	2.074.005.546
Liabilities							
Interbank Deposits	47.451.201	6.413.970	13.797.642	-	-	8.786.605	76.449.418
Other Deposits	641.042.350	226.580.894	104.738.989	4.550.013	22.767	483.278.959	1.460.213.972
Money Markets Borrowings	104.840.198	1.650.895	4.889.631	7.385.262	-	-	118.765.986
Miscellaneous Payables	-	-	-	-	-	27.292.983	27.292.983
Issued Marketable Securities ⁽⁶⁾	-	10.690	10.178.932	40.773.740	-	-	50.963.362
Funds Provided from Other Financial Institutions	25.305.822	35.365.140	26.902.532	5.077.075	1.343.174	-	93.993.743
Other Liabilities ⁽⁴⁾	2.378.182	3.530.802	1.627.947	680.419	480.200	237.628.532	246.326.082
Total Liabilities ⁽¹⁾	821.017.753	273.552.391	162.135.673	58.466.509	1.846.141	756.987.079	2.074.005.546
Balance Sheet Long Position	-	2.613.058	207.859.771	348.158.085	176.762.235	-	735.393.149
Balance Sheet Short Position	(404.187.635)	-	-	-	-	(331.205.514)	(735.393.149)
Off-Balance Sheet Long Position	-	1.282.989	-	848	-	-	1.283.837
Off-Balance Sheet Short Position	(849.294)	-	(1.248.494)	-	(1.015.345)	-	(3.113.133)
Total Position	(405.036.929)	3.896.047	206.611.277	348.158.933	175.746.890	(331.205.514)	(1.829.296)

(1) Balances without fixed maturity are shown in the “Non-Interest Bearing” columns.

(2) Deferred tax asset is shown under the “Non-Interest Bearing” column.

(3) Net balance of loans under follow-up is shown under the “Non-Interest Bearing” column in loans given.

(4) Total shareholders’ equity is shown under the “Non-Interest Bearing” column.

(5) Allowance for expected losses for financial assets and other assets are reflected in the related items.

(6) Includes subordinated debt instruments.

(7) Includes the guarantees given for derivative and repo transactions with foreign banks.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

III. EXPLANATIONS ON THE INTEREST RATE RISK (Continued)

**1. Information Related to Interest Rate Sensitivity of Assets, Liabilities and Off-Balance Sheet Items
(Continued)**

(Based on days to repricing dates)

Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash (Cash in Vault, Effectives, Money in Transit, Cheques Purchased) and Balances with Central Bank of the Republic of Türkiye	20.747.759	-	-	-	-	188.035.974	208.783.733
Banks	3.304.258	66.892	197.651	26.674	-	9.400.283	12.995.758
Financial Assets at Fair Value Through Profit and Loss	52.804	6.091.471	3.044.935	14.694.397	13.883	2.762.222	26.659.712
Money Markets Receivables	281.931	-	-	-	-	-	281.931
Financial Assets at Fair Value Through Other Comprehensive Income	42.215.186	18.916.429	58.076.657	89.769.490	60.482.373	697.022	270.157.157
Loans Given ⁽³⁾	250.585.887	76.865.425	146.926.458	213.152.913	58.808.968	2.991.869	749.331.520
Financial Assets Measured at Amortised Cost	813.083	1.110.034	10.183.161	26.068.356	6.403.163	-	44.577.797
Other Assets ⁽²⁾	4.467.502	4.321.012	2.853.665	563.769	357.272	45.539.440	58.102.660
Total Assets ⁽¹⁾⁽⁵⁾	322.468.410	107.371.263	221.282.527	344.275.599	126.065.659	249.426.810	1.370.890.268
Liabilities							
Interbank Deposits	30.528.589	5.066.998	16.050.940	-	-	3.708.562	55.355.089
Other Deposits	367.327.135	116.204.261	70.541.419	2.277.210	1.804	336.979.697	893.331.526
Money Markets Borrowings	149.756.072	21.374.101	2.553.454	3.015.469	-	-	176.699.096
Miscellaneous Payables	-	-	-	-	-	17.351.965	17.351.965
Issued Marketable Securities ⁽⁶⁾	97.988	231.881	8.629.634	38.630.139	-	-	47.589.642
Funds Provided from Other Financial Institutions	2.548.228	21.139.126	24.584.477	10.468.740	576.090	-	59.316.661
Other Liabilities ⁽⁴⁾	338.368	804.943	1.964.271	668.174	636.602	116.833.931	121.246.289
Total Liabilities ⁽¹⁾	550.596.380	164.821.310	124.324.195	55.059.732	1.214.496	474.874.155	1.370.890.268
Balance Sheet Long Position	-	-	96.958.332	289.215.867	124.851.163	-	511.025.362
Balance Sheet Short Position	(228.127.970)	(57.450.047)	-	-	-	(225.447.345)	(511.025.362)
Off-Balance Sheet Long Position	7.299.963	2.263.522	-	10	-	-	9.563.495
Off-Balance Sheet Short Position	-	-	(408.869)	-	(1.015.345)	-	(1.424.214)
Total Position	(220.828.007)	(55.186.525)	96.549.463	289.215.877	123.835.818	(225.447.345)	8.139.281

⁽¹⁾ Balances without fixed maturity are shown in the “Non-Interest Bearing” columns.

⁽²⁾ Deferred tax asset is shown under the “Non-Interest Bearing” column.

⁽³⁾ Net balance of loans under follow-up is shown under the “Non-Interest Bearing” column in loans given.

⁽⁴⁾ Total shareholders’ equity is shown under the “Non-Interest Bearing” column.

⁽⁵⁾ Allowance for expected losses for financial assets and other assets are reflected in the related items.

⁽⁶⁾ Includes subordinated debt instruments.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

III. EXPLANATIONS ON THE INTEREST RATE RISK (Continued)

2. Average Interest Rate Applied to the Monetary Financial Instruments (%)

	EUR	USD	JPY	TL
Current Period ⁽³⁾				
Assets				
Cash (Cash in Vault, Effectives, Money in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Türkiye	-	-	-	-
Banks	1,38	3,20	-	17,88
Financial Assets at Fair Value Through Profit or Loss	-	5,36	-	-
Money Markets Receivables	-	5,50	-	18,74
Financial Assets at Fair Value Through Other				
Comprehensive Income	3,71	5,13	-	34,02
Loans Given ⁽¹⁾	5,45	6,64	-	14,01
Financial Assets Measured at Amortised Cost	4,68	7,58	-	18,09
Liabilities				
Interbank Deposits	0,80	3,00	-	12,75
Other Deposits	1,20	3,77	-	14,51
Money Markets Borrowings	-	4,02	-	12,17
Miscellaneous Payables	-	-	-	-
Issued Marketable Securities ⁽²⁾	5,08	5,04	-	16,99
Funds Provided from Other Financial Institutions	2,58	3,98	-	11,08

⁽¹⁾ Credit card loan balances are not included.

⁽²⁾ Subordinated debt instruments are included.

⁽³⁾ Foreign branches are excluded.

	EUR	USD	JPY	TL
Prior Period ⁽⁴⁾				
Assets				
Cash (Cash in Vault, Effectives, Money in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Türkiye ⁽¹⁾	-	-	-	8,50
Banks	4,30	-	-	17,63
Financial Assets at Fair Value Through Profit or Loss	-	5,36	-	-
Money Markets Receivables	-	-	-	17,31
Financial Assets at Fair Value Through Other				
Comprehensive Income	3,72	4,83	-	14,70
Loans Given ⁽²⁾	4,74	5,68	6,00	13,42
Financial Assets Measured at Amortised Cost	4,76	7,47	-	14,33
Liabilities				
Interbank Deposits	0,22	0,25	-	14,14
Other Deposits	0,27	0,93	-	14,15
Money Markets Borrowings	-	1,78	-	14,22
Miscellaneous Payables	-	-	-	-
Issued Marketable Securities ⁽³⁾	5,08	5,05	-	16,99
Funds Provided from Other Financial Institutions	1,69	2,38	-	15,67

⁽¹⁾ The rate on TL column denotes the interest rates applied for required reserve at CBRT.

⁽²⁾ Credit card loan balances are not included.

⁽³⁾ Subordinated debt instruments are included.

⁽⁴⁾ Foreign branches are excluded.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

IV. EXPLANATIONS ON THE POSITION RISK OF EQUITY INSTRUMENTS

1. Equity Instruments Position Risk Derived from Banking Books

Comparison with the market value if the market value is significantly different from the fair value for balance sheet, fair and market values of equity share

Investments in Equity Instruments - Current Period	Comparison		
	Balance Sheet Value	Fair Value	Market Value
1. Investment in Equity Instruments Group A	2.948.153	2.948.153	2.948.153
Traded on Stock Exchange	-	-	-
2. Investment in Equity Instruments Group B	12.756.430	12.756.430	12.756.430
Traded on Stock Exchange	12.756.430	12.756.430	12.756.430
3. Investment in Equity Instruments Group C	-	-	-
Traded on Stock Exchange	-	-	-
4. Investment in Equity Instruments Group Other	-	-	-
Other ⁽¹⁾	431.856	431.856	-

⁽¹⁾ The mentioned stock investments are not traded on the stock exchange and there is no stock market price since they are not publicly traded.

Investments in Equity Instruments - Prior Period	Comparison		
	Balance Sheet Value	Fair Value	Market Value
1. Investment in Equity Instruments Group A	1.742.260	1.742.260	1.742.260
Traded on Stock Exchange	-	-	-
2. Investment in Equity Instruments Group B	7.538.625	7.538.625	7.538.625
Traded on Stock Exchange	7.538.625	7.538.625	7.538.625
3. Investment in Equity Instruments Group C	-	-	-
Traded on Stock Exchange	-	-	-
4. Investment in Equity Instruments Group Other	-	-	-
Other ⁽¹⁾	347.431	347.431	-

⁽¹⁾ The mentioned stock investments are not traded on the stock exchange and there is no stock market price since they are not publicly traded.

The breakdown of capital requirements on the basis of related investments in equity instruments depending on the method of the calculation of capital requirement which is chosen by Bank among approaches that are allowed to be used within the Communiqué regarding Credit Risk Standard Method or the Calculation of Counterparty Credit Risk based upon Internal Rating Approaches

The investments in equity instruments, partaking in banking accounts according to the credit risk standard method, are amounted TL 431.856 and all of them are 100% risk weighted (31 December 2021: are amounted TL 347.431 and all of them are 100% risk weighted)

Total unrealized gains or losses, total revaluation value increases and their amounts included in principal and contribution capital

Portfolio	Realized Gain/Loss in Current Period	Revaluation Surplus		Unrealized Gain and Loss		
		Total	Included in Supplementary Capital	Total	Included in Supplementary Capital	Included in Contribution Capital
1. Private Capital Investments	-	-	-	-	-	-
2. Stocks Traded in the Stock Exchange	-	11.441.093	11.441.093	-	-	-
3. Other Stocks	-	50.103	50.103	-	-	-
Total	-	11.491.197	11.491.197	-	-	-

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

**V. EXPLANATIONS ON THE LIQUIDITY RISK MANAGEMENT AND LIQUIDITY
COVERAGE RATIO**

Matters related to liquidity and financial emergency management are determined in the Liquidity and Financial Emergency Management-Liquidity Funding Plan Approved by the Board of Directors.

The Bank conducts the remaining maturity analysis in order to observe the maturity structure of its balance sheet, liquidity gap and structural liquidity gap analysis to monitor the liquidity need by periods, and Liquidity Stress Test in order to evaluate the liquidity need of the Bank in the worst possible situation. Core deposit analysis is carried out to determine the stable part of the deposit, which is the most important fund resource of the Bank. In addition, the Bank-sector maturity structures and legal liquidity ratios are monitored in order to compare the Bank's liquidity risk level with the sector.

1. Liquidity Risk

Explanations related to the liquidity risk management including the Bank's risk capacity, responsibilities and structure of liquidity risk management, reporting of liquidity risk in internal banking, the strategy of liquidity risk and how to provide the communication of policies and implementations with board of directors and business lines

The Bank's risk capacity, risk appetite, responsibilities and tasks of liquidity risk management and sharing of issues related to liquidity risk management with the bank network are explained in Bank's "Regulations of Risk Management, Stress Test Program and ICAAP Regulations" of the Bank. In this context, liquidity risk strategies, policies and implementations are shared within the Bank on a weekly, monthly, quarterly and annual basis with all relevant departments and the Bank's senior management. The analysis and reports made within this scope are handled at the Asset-Liability Committee meetings and the Board of Directors is informed through the Audit Committee.

Liquidity management and the degree of centralization of fund strategies, the information about the procedure between Bank and the subsidiaries of Bank

Continuously the information exchange is actualized about the liquidity need and surpluses between the Bank and its subsidiaries, the necessary guidance and procedures are moderated by Treasury Management and International Banking Group Presidency in order to manage liquidity need and surplus in effective way.

Information on the Bank's funding strategy, including policies on diversity of funding sources and duration

The Bank's main funding resource is deposit and the strategy of preserving the granular deposit structure is sustained. Moreover, within the diversification of funding strategy, long-term and cost-effective non-deposit funding is also targeted. In the non-deposit funding; repurchase agreements, post finance, syndication loan facility, loans from international financial institutions, marketable securities issuances, subordinated debt instruments and bilateral loan agreements are at the forefront.

Explanation related to liquidity management as currencies forming at least 5 percentage of aggregate liabilities of the Bank

The Bank's total liabilities are consisted of mostly TL, USD and EUR currencies. Besides these currencies, for other currencies, daily and long-term cash flows are monitored, and future projections are made for effective liquidity management purposes.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

**V. EXPLANATIONS ON THE LIQUIDITY RISK MANAGEMENT AND LIQUIDITY
COVERAGE RATIO (Continued)**

1. Liquidity Risk (Continued)

Information related to the techniques about the reduction of current liquidity risk

The Bank’s source of funds is mainly formed of deposits. The Bank’s deposits do not fluctuate considerably in line with the broadly dispersed customer network and the granular structure of the deposits. Besides, in order to increase the diversification of funds and decrease the maturity gap between assets and liabilities, non-deposit funds such as bond/bill issuances, repo transactions and funds borrowed are executed.

Explanation regarding the usage of the stress test

In the presence of unexpected negative circumstances, periodical stress tests being done in order to test the endurance of the bank. These actions have been shared with key management of the Bank and all related units for the purpose of taking necessary precautions. Additionally, stress tests also taken into consideration on subjects like the Bank’s estimated financial position for the next period, the progress of legal ratios and the liquidity need in short and long term as part of budget practices.

General information on liquidity urgent and unexpected situation plan

The internal and external sources which can be used in an emergency case to satisfy the liquidity need are periodically monitored and the borrowing limits of the Bank from organized market and other banks are on the level where they meet the structural liquidity deficits on different maturity segments. The Bank lines off its exposition to liquidity risk by limits that are approved by Board of Directors and within the frame of “Regulation on Risk Management, Stress Test Program and ICAAP Regulations”. In addition, matters related to liquidity and financial emergency management have been identified.

2. Liquidity Coverage Ratio

Within the framework of "Regulation on Calculation of Liquidity Covered Rate of Banks" published in the Official Gazette dated 21 March 2014 and numbered 28948 by the BRSA, the Bank calculates the liquidity coverage ratio and transmits unconsolidated on weekly and consolidated on monthly basis to the BRSA. Within the last 3 months the unconsolidated lowest ratios are as follows:

Current Period - 30 September 2022

Liquidity Coverage Ratio	FC		TL+FC	
	Date	Ratio	Date	Ratio
The Lowest	23 September 2022	268,21	15 July 2022	153,90
The Highest	12 August 2022	558,00	19 August 2022	190,71

Prior Period - 31 December 2021

Liquidity Coverage Ratio	FC		TL+FC	
	Date	Ratio	Date	Ratio
The Lowest	19 November 2021	360,79	5 November 2021	164,49
The Highest	15 October 2021	590,73	17 December 2021	211,97

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

**V. EXPLANATIONS ON THE LIQUIDITY RISK MANAGEMENT AND LIQUIDITY
COVERAGE RATIO (Continued)**

2. Liquidity Coverage Ratio (Continued)

	Total Unweighted Value (Average) ^(*)		Total Weighted Value (Average) ^(*)	
	TL +FC	FC	TL +FC	FC
Current Period				
HIGH QUALITY LIQUID ASSETS				
High Quality Liquid Assets			510.440.351	344.171.332
CASH OUTFLOWS				
Retail and Small Business Customers, of which:	864.403.698	485.272.581	77.825.796	48.527.258
Stable deposits	172.291.475	-	8.614.574	-
Less stable deposits	692.112.223	485.272.581	69.211.222	48.527.258
Unsecured wholesale funding, of which:	556.529.688	265.383.671	266.795.924	134.310.374
Operational deposit	28.477.741	1.484.045	7.119.435	371.011
Non-operational deposits	443.719.219	225.364.853	192.941.240	95.545.956
Other unsecured funding	84.332.728	38.534.773	66.735.249	38.393.407
Secured funding			-	-
Other cash outflows, of which:	190.502.332	34.435.917	26.770.389	22.416.301
Derivatives cash outflow and liquidity needs related to market valuation changes on derivatives or other transactions	14.081.727	19.627.961	14.081.727	19.627.961
Obligations related to structured financial products	-	-	-	-
Commitments related to debts to financial markets and other off-balance sheet obligations	176.420.605	14.807.956	12.688.662	2.788.340
Other revocable off-balance sheet commitments and contractual obligations	-	-	-	-
Other irrevocable or conditionally revocable off-balance sheet obligations	126.407.189	95.498.898	7.351.441	4.774.945
TOTAL CASH OUTFLOWS			378.743.550	210.028.878
CASH INFLOWS				
Secured lending	-	-	-	-
Unsecured lending	121.229.106	58.016.840	79.418.622	37.696.130
Other cash inflows	1.615.024	65.748.641	1.615.024	65.748.641
TOTAL CASH INFLOW	122.844.130	123.765.481	81.033.646	103.444.771
			Upper Limit Applied Amounts	
TOTAL HQLA STOCK			510.440.351	344.171.332
TOTAL NET CASH OUTFLOWS			297.709.904	107.091.766
LIQUIDITY COVERAGE RATIO (%)			171,46	321,38

(*) The average of last three months' liquidity coverage ratio calculated by weekly simple averages.

	Total Unweighted Value (Average) ^(*)		Total Weighted Value (Average) ^(*)	
	TL+FC	FC	TL+FC	FC
Prior Period				
HIGH QUALITY LIQUID ASSETS				
High Quality Liquid Assets			300.736.856	200.714.763
CASH OUTFLOWS				
Retail and Small Business Customers, of which:	581.812.451	332.382.725	51.406.715	33.238.272
Stable deposits	135.490.601	-	6.774.530	-
Less stable deposits	446.321.850	332.382.725	44.632.185	33.238.272
Unsecured wholesale funding, of which:	282.060.859	128.934.723	131.806.306	63.046.713
Operational deposit	21.302.776	1.054.124	5.325.694	263.531
Non-operational deposits	211.440.349	115.759.087	96.058.640	50.798.731
Other unsecured funding	49.317.734	12.121.512	30.421.972	11.984.451
Secured funding			-	-
Other cash outflows, of which:	122.992.761	21.838.758	12.973.546	12.897.830
Derivatives cash outflow and liquidity needs related to market valuation changes on derivatives or other transactions	3.394.483	9.552.971	3.394.483	9.552.971
Obligations related to structured financial products	-	-	-	-
Commitments related to debts to financial markets and other off-balance sheet obligations	119.598.278	12.285.787	9.579.063	3.344.859
Other revocable off-balance sheet commitments and contractual obligations	-	-	-	-
Other irrevocable or conditionally revocable off-balance sheet obligations	72.709.422	52.737.203	4.156.946	2.636.860
TOTAL CASH OUTFLOWS			200.343.513	111.819.675
CASH INFLOWS				
Secured lending	-	-	-	-
Unsecured lending	53.225.618	24.182.269	32.425.321	15.797.790
Other cash inflows	3.807.508	50.122.404	3.807.508	50.122.404
TOTAL CASH INFLOW	57.033.126	74.304.673	36.232.829	65.920.194
			Upper Limit Applied Amounts	
TOTAL HQLA STOCK			300.736.856	200.714.763
TOTAL NET CASH OUTFLOWS			164.110.684	45.960.150
LIQUIDITY COVERAGE RATIO (%)			183,25	436,71

(*) The average of last three months' liquidity coverage ratio calculated by weekly simple averages.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

**V. EXPLANATIONS ON THE LIQUIDITY RISK MANAGEMENT AND LIQUIDITY
COVERAGE RATIO (Continued)**

3. Explanations on Liquidity Coverage Ratio

Important points affecting the results of liquidity coverage ratio and the changes of the considered items in the course of time to calculate this ratio

Bank deposits, which constitute a significant part of its resources and cash outflows in the liquidity coverage ratio, have a non-fluctuating structure, but may cause periodic changes in total deposits compared to public deposits and other deposits. While considering the previous periods, the amount of the total deposits has an increasing trend.

Although they have low conversion into cash rate, non-cash loans also have a remarkable extent in proportion to financial statement, they have an impact on the calculation of liquidity coverage ratio. Comparing to previous periods, non-cash loans are in increasing trend.

Bonds and bills in the securities portfolio are being used in repo transactions as collateral. Since the securities used in repo transactions lose the characteristic of being free, in accordance with that securities can be used as collateral, liquidity coverage ratio is affected.

The content of high-quality liquid assets

All of the high-quality liquid assets in the calculation of liquidity coverage ratio are first quality liquid assets. These are cash, the accounts in Central Bank, reserve requirements and securities portfolio (the important part of bonds and T-bills issued by Ministry of Treasury and Finance and other bonds).

The content of funds and their share in the total liabilities and funding

A major part of the resources of funds in Bank is comprised of deposits, the remaining is divided according to their share in the balance sheet as repo, funds borrowed, and issued securities.

Information about cash out-flows arising from derivative operations and margin operations likely to processing

Derivative operations in Bank are carried out on the purpose of protection from the risks that may exist or occur in the balance sheet, liquidity management, or meeting customer demand. Customer operations are carried out under the “Framework Agreement on Purchase and Sale of Derivative Instruments” or ISDA (International Swaps and Derivatives Association) and CSA (Credit Support Annex), as well as transactions with banks are performed again under ISDA and CSA agreements signed. Operations performed under the said contracts in the determined periods are subject to daily market valuation and additional cash margining. Operations could create additional collateral inflow or outflow depending on market valuation.

The concentration limits regarding collateral and counterparty and product-based fund resources

For the counterparty and product-based concentration limits are determined under Regulation on Risk Management, Stress Test Program, and the Bank’s Internal Capital Adequacy Assessment Process (“ICAAP”) with the approval of Senior Management. These limits are followed in particular frequency. Besides, it is being reported to the relevant units and senior management. There is no excess regarding the limits during operating period.

Liquidity risk and needed funding on the basis of the bank itself, the branches in foreign countries and the partnerships consolidated by considering operational and legal factors preventing liquidity transfer

The needed and surplus of liquidity of the branches in foreign countries of the bank and partnerships consolidated are followed and managed regularly. There is no constraint of operational and legal factors preventing liquidity transfer. In the analysis made, it is observed that the impact of the foreign branches and subsidiaries on the Bank’s liquidity structure remain limited comparing to the size of the balance sheet. The need and surplus of the liquidity is encountered properly between partnerships, as well as the branches abroad.

Explanations of cash in-flow and cash out-flow items that are considered to be related to liquidity profile of the Bank and to be placed on the calculation of liquidity coverage ratio but not on the second paragraph of the disclosure template

All items on the calculation of liquidity coverage ratio are included in calculation in aggregated form on the table. In this context, there is no point included in the calculation of liquidity coverage ratio and not included in the disclosure template.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

**V. EXPLANATIONS ON THE LIQUIDITY RISK MANAGEMENT AND LIQUIDITY
COVERAGE RATIO (Continued)**

4. Presentation of Assets and Liabilities According to Their Remaining Maturities

	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Undistributed ⁽¹⁾	Total
Current Period								
Assets								
Cash (Cash in Vault, Effectives, Money in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Türkiye	177.802.228	178.064.163	-	-	-	-	-	355.866.391
Banks ⁽⁴⁾	29.142.048	2.849.633	97.139	148.710	-	-	-	32.237.530
Financial Assets at Fair Value Through Profit and Loss	-	64.087	20.647	49.274	24.935.377	16.471	4.132.142	29.217.998
Money Markets Receivables	-	358.977	-	-	-	-	-	358.977
Financial Assets at Fair Value Through Other Comprehensive Income	-	4.281.934	20.042.260	117.175.096	137.628.002	88.719.288	431.855	368.278.435
Loans Given	-	50.713.196	123.188.806	386.676.785	355.971.072	174.451.088	2.283.613	1.093.284.560
Investments Held-to-Maturity	-	418.295	1.233.857	18.224.143	48.636.333	54.326.469	-	122.839.097
Other Assets	13.750.517	1.212.106	4.106.008	500.874	467.141	77.127	51.808.785	71.922.558
Total Assets⁽²⁾	220.694.793	237.962.391	148.688.717	522.774.882	567.637.925	317.590.443	58.656.395	2.074.005.546
Liabilities								
Interbank Deposits	8.786.605	47.451.201	6.413.970	13.797.642	-	-	-	76.449.418
Other Deposits	483.278.959	641.035.433	226.554.576	104.658.048	4.659.999	26.957	-	1.460.213.972
Funds Provided from Other Financial Institutions	-	1.291.970	15.018.732	47.990.873	21.099.403	8.592.765	-	93.993.743
Money Markets Borrowings	-	104.840.198	1.650.895	4.889.631	7.385.262	-	-	118.765.986
Issued Marketable Securities ⁽³⁾	-	-	10.690	10.178.932	40.773.740	-	-	50.963.362
Miscellaneous Payables	3.824.351	23.468.632	-	-	-	-	-	27.292.983
Other Liabilities	20.064.767	3.977.874	11.609.520	1.627.947	680.419	3.046.487	205.319.068	246.326.082
Total Liabilities	515.954.682	822.065.308	261.258.383	183.143.073	74.598.823	11.666.209	205.319.068	2.074.005.546
Liquidity Gap	(295.259.889)	(584.102.917)	(112.569.666)	339.631.809	493.039.102	305.924.234	(146.662.673)	-
Net Off-Balance Sheet Position	-	(1.307.479)	(1.466.121)	(1.248.494)	848	2.191.950	-	(1.829.296)
Financial Derivative Assets	-	163.214.280	79.300.812	19.376.617	2.277.416	3.207.295	-	267.376.420
Financial Derivative Liabilities	-	164.521.759	80.766.933	20.625.111	2.276.568	1.015.345	-	269.205.716
Non-cash Loans	33.302.377	20.319.810	49.532.339	128.396.379	57.220.321	82.438.065	-	371.209.291
Prior Period								
Total Assets	104.286.501	170.059.967	90.191.450	339.918.709	441.096.517	180.142.146	45.194.978	1.370.890.268
Total Liabilities	353.078.824	563.576.406	144.996.297	123.985.350	72.064.557	8.260.880	104.927.954	1.370.890.268
Liquidity Gap	(248.792.323)	(393.516.439)	(54.804.847)	215.933.359	369.031.960	171.881.266	(59.732.976)	-
Net Off-Balance Sheet Position	-	6.986.546	307.117	(408.868)	10	1.267.128	-	8.151.933
Financial Derivative Assets	-	148.284.721	33.587.880	23.589.508	1.558.882	2.282.473	-	209.303.464
Financial Derivative Liabilities	-	141.298.175	33.280.763	23.998.376	1.558.872	1.015.345	-	201.151.531
Non-cash Loans	80.872.752	10.955.329	32.527.108	83.606.042	46.844.385	7.767.640	-	262.573.256

(1) Assets which are required for banking operations and could not be converted into cash in short-term, such as; property and equipment, associates, subsidiaries and entities under common control, office supply inventory, prepaid expenses and net under follow-up loans as well as securities representing a share in capital; and other liabilities such as provisions which are not considered as payables and equity are classified as undistributed.

(2) Expected Loss Provision for financial assets and other assets are recognized in the related account.

(3) Includes subordinated debt instruments.

(4) Includes the guarantees given for derivative and repo transactions with foreign banks.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

VI. EXPLANATIONS ON LEVERAGE RATIO

1. Explanations on Issues that Cause Differences Between Leverage Ratios

The Bank’s leverage calculated by force of the regulation “Regulation on Measurement and Assessment of Leverage Ratios of Banks” is 7,30% (31 December 2021: 6,70%). The increase in the leverage ratio resulted from the increase in the Tier 1 capital amount. The regulation sentenced the minimum leverage ratio as 3%.

Balance sheet assets	Current Period (*)	Prior Period (*)
On-balance sheet items (excluding derivative financial instruments and credit derivatives but including collateral)	1.972.489.165	1.270.737.165
(Assets deducted in determining Tier 1 capital)	(32.229.071)	(10.259.737)
Total on-balance sheet risks (sum of lines 1 and 2)	1.940.260.094	1.260.477.428
Derivative financial instruments and credit derivatives		
Replacement cost associated with all derivative financial instruments and credit derivatives	5.571.081	10.774.720
Add-on amounts for PFE associated with all derivative financial instruments and credit derivatives	6.746.935	2.681.655
Total risks of derivative financial instruments and credit derivatives	12.318.016	13.456.375
Securities or commodity financing transactions (SCFT)		
Risks from SCFT assets (Excluding the balance sheet)	20.696.575	18.956.230
Risks from brokerage activities related exposures	-	-
Total risks related with securities or commodity financing transactions	20.696.575	18.956.230
Other off-balance sheet transactions		
Gross notional amounts of off-balance sheet transactions	593.505.078	364.362.353
(Adjustments for conversion to credit equivalent amounts)	-	-
Total risks of off-balance sheet items	593.505.078	364.362.353
Capital and total risks		
Tier 1 capital	187.392.963	110.958.241
Total risks	2.566.779.763	1.657.252.386
Leverage ratio		
Leverage ratio %	7,30	6,70

(*) Three-month average of the amounts in the table are taken into account.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

VII. EXPLANATIONS ON RISK MANAGEMENT

Notes and explanations prepared in accordance with “the Communiqué on Disclosures about Risk Management to Be Announced to Public by Banks” published in Official Gazette no. 29511 on 23 October 2015 and became effective as of 31 March 2016 are presented in this section.

1. Explanations on Risk Management and Risk Weighted Amount

Overview of Risk Weighted Amounts

		Risk Weighted Amount		Minimum capital Requirement
		Current Period	Prior Period	Current Period
1	Credit Risk (excluding counterparty credit risk)	1.111.203.898	684.077.782	88.896.312
2	Standardised approach	1.111.203.898	684.077.782	88.896.312
3	Internal rating-based approach	-	-	-
4	Counterparty credit risk	13.087.637	11.260.224	1.047.011
5	Standardised approach for counterparty credit risk	13.087.637	11.260.224	1.047.011
6	Internal model method	-	-	-
7	Basic risk weight approach to internal model’s equity position in the banking account	-	-	-
8	Investments made in collective investment companies-look through approach	-	-	-
9	Investments made in collective investment companies-mandate-based approach	18.962.796	11.353.137	1.517.024
10	Investments made in collective investment companies-1250% weighted risk approach	-	-	-
11	Settlement risk	-	-	-
12	Securitization positions in banking accounts	-	-	-
13	IRB ratings-based approach	-	-	-
14	IRB Supervisory Formula approach	-	-	-
15	SA/simplified supervisory formula approach	-	-	-
16	Market risk	113.091.087	39.765.354	9.047.287
17	Standardised approach	113.091.087	39.765.354	9.047.287
18	Internal model approaches	-	-	-
19	Operational risk	55.981.209	46.913.603	4.478.497
20	Basic Indicator approach	55.981.209	46.913.603	4.478.497
21	Standard approach	-	-	-
22	Advanced measurement approach	-	-	-
23	The amount of the discount threshold under the equity (subject to a 250% risk weight)	-	-	-
24	Floor adjustment	-	-	-
25	Total (1+4+7+8+9+10+11+12+16+19+23+24)	1.312.326.627	793.370.100	104.986.131

VIII. EXPLANATIONS ON HEDGE ACCOUNTING

Along with the hedge accounting, it is aimed to hedge the capital amounts allocated to foreign partnerships in the unconsolidated financial statements of the Bank from the currency risk effect due to changes in foreign exchange rates. Within the scope of fair value hedge accounting, the fair value changes of the hedging instrument are recognized in the income statement together with the fair value changes of the hedged item.

The efficiency test is performed using the “Amount balancing method” (“Dollar off-set method”) to compare the changes in fair value of the hedging instrument and the item subject to financial risk hedging. Efficiency tests are carried out at the beginning of hedge accounting and as of reporting periods. According to this method, the change in the value of the hedged item between the date when the hedging relationship started and the end of each reporting period is compared with the change in the value of the hedging instrument and the effectiveness ratio of the hedging relationship is calculated.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT
(Continued)**

VIII. EXPLANATIONS ON HEDGE ACCOUNTING (Continued)

Hedge accounting is terminated when the hedging instrument expires, realizes, is sold or the effectiveness test is ineffective. If efficiency is restored, hedge accounting can be resumed.

Hedging instrument	Hedged Item	Risk Exposure	Fair Value Difference of Hedging Instrument	Fair Value Difference of Hedged Items	Ineffective Portion
FC Deposit (EUR)	EUR Capital Amounts Allocated to Foreign Partnerships	Foreign exchange rate risk	(3.112.654)	3.112.654	-

IX. EXPLANATIONS ON OPERATING SEGMENTS

Organizational and internal reporting structure of the Bank is determined in line with TFRS 8 “Operating Segments”.

The Bank has operations in retail banking, corporate and commercial banking, specialized banking, investment banking and international banking areas.

Known as having the most extensive branch network in retail banking sector, the Bank renders services, such as; deposits, consumer loans, loans originated from public funds whose risk does not belong to the Bank, pension payments, credit cards, automatic and regular payment, cheques and notes, money transfer order, foreign exchange transactions, ATM, internet banking, mobile banking, safe-deposit box and insurance brokerage services. Moreover, existing banking products are improved and new banking products are launched in order to increase profitability and benefit from the services undertaken as being a state bank. By “Anahtar” IT system, which is working in a centralized manner, the Bank has the technical infrastructure required by modern banking to meet its clients’ needs.

In the context of corporate and commercial banking, the Bank allocates working capital loans, mid-term and long-term investment loans, foreign trade financing loans, letter of credits and guarantees in Turkish Lira and foreign currencies; renders project financing, other corporate finance related services, foreign exchange transactions and banking services to large-scale corporate clients and middle-small scale enterprises.

As the Bank is the main financial institution that meets the financing needs of agricultural sector in Türkiye, it extends agricultural working capital and investment loans from its own sources for crop and animal production, fishery products and agricultural mechanization directly to producers and The Central Union of Turkish Agricultural Credit Cooperatives. Besides, it gives support to entities and enterprises having operations in agricultural sector by acting as an intermediary for loans originated from public funds.

Treasury transactions and international banking activities are conducted by the Treasury Management and International Banking Group and, spot and forward TL, foreign currency, precious metal, securities, derivative transactions are executed in local and international organized and over the counter money and capital markets. Also the Bank’s liquidity and securities portfolio management, deposit and non-deposit funding management activities are being executed. Additionally the distribution of treasury products to branches and other channels for marketing purposes and the intermediation to the customers’ trade finance are other responsibilities. The Bank acts as an intermediary for sale and purchase of securities, for public offerings as an agency of Ziraat Yatırım Menkul Değerler A.Ş. and for transaction of mutual funds founded by Ziraat Portföy Yönetimi A.Ş. and other portfolio management companies. It also provides custody service for these financial instruments and besides, long term financing from banks and international financial institutions, issuing bonds in local and international markets, managing relationship with correspondent banks and relations with international investors so as to diversify its funding base are among the responsibilities of the department.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT OF THE
BANK (Continued)**

IX. EXPLANATIONS ON OPERATING SEGMENTS (Continued)

Besides, the Bank has commission revenue from life, non-life and private pension insurance and other finance institutions by rendering agency services through its branches

As of 30 September 2022, explanations on segment reporting as shown on the following page are in line with Communiqué on “Financial Statements to be Publicly Announced and the Accompanying Policies and Disclosures”.

1. Table for Segment Reporting

Current Period	Retail Banking	Corporate/ Commercial Banking	Specialized Banking	Treasury/ Investment Banking	Other/ Undistributed	Total
OPERATING INCOME/EXPENSE						
Interest Income	18.942.454	40.109.899	16.059.387	72.925.354	329.312	148.366.406
Interest Expense	27.684.631	17.852.584	-	17.567.141	3.831.317	66.935.673
Net Interest Income/Expense	(8.742.177)	22.257.315	16.059.387	55.358.213	(3.502.005)	81.430.733
Net Fees and Commission Income/Expense	5.947.729	4.546.456	325.091	(3.288.266)	1.210.104	8.741.114
Dividend Income	-	-	-	246.239	-	246.239
Trading Profit/Loss (Net)	-	-	-	1.004.341	-	1.004.341
Other Operating Income	41.840	970.427	86.387	7.923	5.018.433	6.125.010
Provision for Expected Loss (-)	2.433.452	8.563.976	2.188.127	2.863.213	24.639.920	40.688.688
Other Expenses	3.943.597	141.793	190.527	-	12.638.584	16.914.501
Net Operating Profit/Loss	(9.129.657)	19.068.429	14.092.211	50.465.237	(34.551.972)	39.944.248
Profit/Loss on Equity Method Applied Subsidiaries	-	-	-	-	-	-
Tax Provision	-	-	-	-	(15.111.602)	(15.111.602)
Net Profit/Loss	(9.129.657)	19.068.429	14.092.211	50.465.237	(49.663.574)	24.832.646
SEGMENT ASSETS						
Financial Assets at Fair Value Through Profit or Loss (Net)	-	-	-	29.217.998	-	29.217.998
Banks and Money Markets	-	-	-	32.596.507	-	32.596.507
Financial Assets at Fair Value Through Other Comprehensive Income (Net)	-	-	-	368.278.435	-	368.278.435
Loans	205.654.496	631.853.861	186.316.932	69.459.271	-	1.093.284.560
Financial Assets Measured at Amortised Cost (Net)	-	-	-	122.839.097	-	122.839.097
Derivative Financial Assets	-	-	-	5.743.834	-	5.743.834
Associates, Subsidiaries and Entities under Common Control	-	-	-	31.535.760	-	31.535.760
Other Assets	5.364	4.929.042	99.505	342.177.415	43.298.029	390.509.355
Total Segment Assets	205.659.860	636.782.903	186.416.437	1.001.848.317	43.298.029	2.074.005.546
SEGMENT LIABILITIES						
Deposits	1.056.851.005	319.170.689	-	76.449.418	84.192.278	1.536.663.390
Derivative Financial Liabilities Held for Trading	-	-	-	7.507.519	-	7.507.519
Funds Borrowed	-	-	-	93.993.743	-	93.993.743
Money Markets Borrowing	10.532	79.879.697	-	38.875.757	-	118.765.986
Securities Issued (Net)	-	-	-	25.262.211	-	25.262.211
Provisions	-	5.131.241	-	-	31.282.750	36.413.991
Other Liabilities	-	-	-	-	87.821.969	87.821.969
Shareholders' Equity	-	-	-	-	167.576.737	167.576.737
Total Segment Liabilities	1.056.861.537	404.181.627	-	242.088.648	370.873.734	2.074.005.546

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS RELATED TO THE FINANCIAL POSITION AND RISK MANAGEMENT OF THE
BANK (Continued)**

IX. EXPLANATIONS ON OPERATING SEGMENTS (Continued)

1. Table for Segment Reporting (Continued)

	Retail Banking	Corporate/ Commercial Banking	Specialized Banking	Treasury/ Investment Banking	Other/ Undistributed	Total
Prior Period						
OPERATING INCOME/EXPENSE						
Interest Income	14.568.369	22.153.020	9.078.626	22.628.883	176.367	68.605.265
Interest Expense	18.588.522	8.837.605	-	18.242.088	409.726	46.077.941
Net Interest Income/Expense	(4.020.153)	13.315.415	9.078.626	4.386.795	(233.359)	22.527.324
Net Fees and Commission Income/Expense	2.463.561	2.173.509	127.903	(1.380.139)	215.701	3.600.535
Dividend Income	-	-	-	112.535	-	112.535
Trading Profit/Loss (Net)	-	-	-	(8.303.749)	-	(8.303.749)
Other Operating Income	22.361	146.973	33.303	4.764	3.242.643	3.450.044
Provision for Expected Loss (-)	1.696.954	3.854.179	1.093.615	84.892	15.400	6.745.040
Other Expenses	2.903.545	65.780	78.040	-	7.239.353	10.286.718
Net Operating Profit/Loss	(6.134.730)	11.715.938	8.068.177	(5.264.686)	(4.029.768)	4.354.931
Profit/Loss on Equity Method Applied Subsidiaries	-	-	-	-	-	-
Tax Provision	-	-	-	-	(1.334.981)	(1.334.981)
Net Profit/Loss	(6.134.730)	11.715.938	8.068.177	(5.264.686)	(5.364.749)	3.019.950
SEGMENT ASSETS						
Financial Assets at Fair Value Through Profit or Loss (Net)	-	-	-	26.659.712	-	26.659.712
Banks and Money Markets	-	-	-	13.277.689	-	13.277.689
Financial Assets at Fair Value Through Other Comprehensive Income (Net)	-	-	-	270.157.157	-	270.157.157
Loans	165.351.499	452.349.808	116.303.978	15.326.235	-	749.331.520
Financial Assets Measured at Amortised Cost (Net)	-	-	-	44.577.797	-	44.577.797
Derivative Financial Assets	-	-	-	12.048.564	-	12.048.564
Associates, Subsidiaries and Entities under Common Control	-	-	-	20.987.890	-	20.987.890
Other Assets	7.334	4.806.870	121.636	200.444.597	28.469.502	233.849.939
Total Segment Assets	165.358.833	457.156.678	116.425.614	603.479.641	28.469.502	1.370.890.268
SEGMENT LIABILITIES						
Deposits	697.033.528	129.831.454	-	55.355.089	66.466.544	948.686.615
Derivative Financial Liabilities Held for Trading	-	-	-	3.590.919	-	3.590.919
Funds Borrowed	-	-	-	59.316.661	-	59.316.661
Money Markets Borrowing	13.812	120.192.120	-	56.493.164	-	176.699.096
Securities Issued (Net)	-	-	-	26.162.041	-	26.162.041
Provisions	-	3.285.225	-	-	5.774.787	9.060.012
Other Liabilities	-	-	-	-	50.275.165	50.275.165
Shareholders' Equity	-	-	-	-	97.099.759	97.099.759
Total Segment Liabilities	697.047.340	253.308.799	-	200.917.874	219.616.255	1.370.890.268

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

SECTION FIVE

EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS

I. EXPLANATIONS AND NOTES RELATED TO ASSETS

1. Information related to cash equivalents and the account of the Central Bank of the Republic of Türkiye (the “CBRT”)

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL/Foreign Currency	4.287.703	9.637.193	2.631.639	5.664.428
Central Bank of the Republic of Türkiye	32.220.229	309.541.608	20.687.772	179.575.342
Other	1.000	182.503	-	226.805
Total	36.508.932	319.361.304	23.319.411	185.466.575

Explanation on reserve requirements

Banks that are established in Türkiye or performing their operations by opening branches in Türkiye are subject to Communiqué on Required Reserves of Central Bank of the Republic of Türkiye’s numbered 2013/15. Based on accounting standards and registration layout for banks, the items specified within the Communiqué, except from liabilities to Central Bank, Treasury, Domestic banks, and head offices and branches in Türkiye of the banks established by international agreements, constitute required reserves liabilities.

Banks establish required reserves at the Central Bank of the Republic of Türkiye for their Turkish Lira and foreign currency liabilities specified in the aforementioned communiqué. Establishment of required reserves begins on Friday, two weeks after the liability calculation date, and lasts for 14 days. Required reserves can be kept in Turkish Lira, USD, EUR and standard gold in accordance with the “Communiqué on Required Reserves” at the Central Bank of the Republic of Türkiye. Required reserve ratios vary according to the maturity structure of the liabilities and are applied between 3% and 8% for Turkish Lira deposits and other liabilities, and between 5% and 26% for foreign currency deposits and other liabilities.

Within the scope of “Communiqué on Supporting the Conversion of Turkish Lira Deposit and Participation Accounts” numbered 2021/14, the conversion rate from foreign currency deposit accounts in US dollars, Euros and British Pounds and participation fund accounts in foreign currency to time deposits and participation funds in Turkish lira as of the obligation date of September 2, 2022 It has been decided to apply an annual commission of 5% over the amount up to the amount to be kept for their liabilities until the end of 2022, to banks that cannot reach the level of 20% separately for real person and legal accounts. As of the obligation date of September 2, 2022, besides the 5% commission rate applied to foreign currency deposits, a commission application based on the Turkish lira share of the deposit has been introduced. It has been decided to charge a commission of 3% over the required reserve amount (excluding foreign banks) required to be established for foreign currency deposit liabilities, excluding banks whose Turkish Lira share is above 50% separately for real and legal persons.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

1. Information related to cash equivalents and the account of the Central Bank of the Republic of Türkiye (the “CBRT”) (Continued)

Information on the account of the Central Bank of the Republic of Türkiye

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposit	30.239.619	39.959.180	20.125.127	41.371.285
Unrestricted Time Deposit	-	93.469.740	-	18.403.250
Restricted Time Deposit	-	-	-	682
Other ⁽¹⁾	1.980.610	176.112.688	562.645	119.800.125
Total	32.220.229	309.541.608	20.687.772	179.575.342

(1) Includes required reserves and CBRT restricted electronic money funds amounting to TL 25.291. Required reserve of branches abroad amounting to TL 551.025 is presented in this line. TL 6.311.411 of the current period’s FC required reserve is the part of the required reserves that are held in FC (31 December 2021: Includes required reserves and CBRT restricted electronic money funds amounting to TL 16.046. Required reserve of branches abroad amounting to TL 399.329 is presented in this line. TL 3.731.084 of the current period’s FC required reserve is the part of the required reserves that are held in FC).

2. Information on Financial Assets at Fair Value Through Profit and Loss Given or Blocked as Collateral or Subject to Repurchase Agreements

	Current Period	Prior Period
Assets Subject to Repurchase Agreements	-	-
Assets Blocked/Given as Collateral	25.085.735	23.897.387
Total	25.085.735	23.897.387

3. Positive Differences Statement Regarding Trading Derivative Financial Asset

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	192.991	8.457	805.568	6.458
Swap Transactions	2.948.828	2.385.259	9.632.350	1.531.626
Futures Transactions	150	-	-	-
Options	7.442	200.707	-	72.562
Other	-	-	-	-
Total	3.149.411	2.594.423	10.437.918	1.610.646

4. Information on Bank Account and Foreign Banks

4.1. Information on Bank Balances

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic banks	8.755	445.181	-	156.451
Foreign banks	345.143	31.441.560	761.150	12.079.761
Branches and offices abroad	-	-	-	-
Total	353.898	31.886.741	761.150	12.236.212

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

5. Explanation Regarding to the Comparison of Net Values of Financial Assets at Fair Value Through Other Comprehensive Income or Blocked as Collateral and Subject to Repurchase Agreements

	Current Period	Prior Period
Assets Subject to Repurchase Agreements	108.572.203	170.822.248
Assets Blocked/Given as Collateral	166.708.903	52.938.310
Total	275.281.106	223.760.558

6. Information on Financial Assets at Fair Value Through Other Comprehensive Income

	Current Period	Prior Period
Debt Securities	395.547.312	283.683.100
Quoted in Stock Exchange	394.786.344	283.103.217
Not Quoted in Stock Exchange	760.968	579.883
Share Certificates	508.184	403.034
Quoted in Stock Exchange	1.947	1.130
Not Quoted in Stock Exchange	506.237	401.904
Provision for Impairment (-)	27.777.061	13.928.977
Total	368.278.435	270.157.157

7. Information Related to Loans

7.1. Information on All Types of Loans and Advances Given to Shareholders and Employees of The Bank

	Current Period		Prior Period	
	Cash	Non-Cash	Cash	Non-Cash
Direct Loans Granted to Shareholders	-	-	-	-
Granted loans to Legal Entity partners	-	-	-	-
Granted loans to Individual partners	-	-	-	-
Indirect Loans Granted to Shareholders	-	-	-	-
Loans Granted to Employees ^{(1) (2)}	1.182.707	-	680.721	-
Total	1.182.707	-	680.721	-

(1) Interest rediscount and interest accrual amounting TL 11.760. are not included (31 December 2021: Interest rediscount and interest accrual amounting TL 6.094 are not included).

(2) Since the balance of overdraft accounts related to employees amounting TL 37.040, is showed under Table 7.3. as overdraft accounts (real person), it is not included to the table above (31 December 2021: Since the balance of overdraft accounts related to employees amounting TL 32.334, is showed under Table 7.3. as overdraft accounts (real person), it is not included to the table above).

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

7. Information Related to Loans (Continued)

**7.2. Information on the First and Second Group Loans and Other Receivables Including
Restructured or Rescheduled Loans**

Current Period		Loans Under Close Monitoring			
		Standard Loans	Not Under the Scope of Restructuring	Loans under restructuring	
				Loans with revised contract terms	Refinancing
Cash Loans					
Non-Specialized Loans	836.445.675	15.292.441	1.360.338	61.106.653	
Commercial Loans	534.541.957	11.569.823	1.206.323	61.015.465	
Export Loans	56.088.034	224.280	-	-	
Import Loans	-	-	-	-	
Loans Given to Financial Sector	13.146.957	-	-	-	
Consumer Loans	174.906.591	2.506.313	154.015	89.817	
Credit Cards	55.901.194	982.053	-	1.371	
Other	1.860.942	9.972	-	-	
Specialized Lending ⁽¹⁾	172.033.900	2.162.360	37.038	1.004.323	
Other Receivables	-	-	-	-	
Interest Income Accruals	23.687.708	760.163	41.531	2.032.523	
Total	1.032.167.283	18.214.964	1.438.907	64.143.499	

⁽¹⁾ Agricultural loans to support farmers are shown in specialized loans.

Prior Period		Loans Under Close Monitoring			
		Standard Loans	Not Under the Scope of Restructuring	Loans under restructuring	
				Loans with revised contract terms	Refinancing
Cash Loans					
Non-Specialized Loans	566.176.396	21.827.316	1.060.894	46.423.145	
Commercial Loans	377.447.969	13.878.516	843.686	46.271.295	
Export Loans	8.496.269	181.335	-	-	
Import Loans	-	-	-	-	
Loans Given to Financial Sector	6.648.631	-	-	-	
Consumer Loans	139.705.521	5.242.855	217.208	150.676	
Credit Cards	31.310.393	2.369.584	-	1.174	
Other	2.567.613	155.026	-	-	
Specialized Lending ⁽¹⁾	104.062.560	3.789.550	38.766	1.269.130	
Other Receivables	-	-	-	-	
Interest Income Accruals	13.081.851	816.949	38.443	4.678.258	
Total	683.320.807	26.433.815	1.138.103	52.370.533	

⁽¹⁾ Agricultural loans to support farmers are shown in specialized loans

	Current Period		Prior Period	
	Standard Loans	Loans Under Close Monitoring	Standard Loans	Loans Under Close Monitoring
Expected Credit Loss of Stage 1 and Stage 2				
12 Month Expected Credit Losses	3.370.104	-	2.159.100	-
Significant Increase in Credit Risk	-	21.593.602	-	14.764.508

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

7. Information Related to Loans (Continued)

7.3. Information on Consumer Loans, Personal Credit Cards and Personnel Loans and Personnel Credit Card

Current Period	Short-Term	Medium and Long-Term	Total
Consumer Loans-TL	2.662.888	171.518.918	174.181.806
Mortgage Loans	22.260	113.249.401	113.271.661
Automotive Loans	53.718	4.454.347	4.508.065
Consumer Loans	2.586.910	53.815.170	56.402.080
Other	-	-	-
Consumer Loans- Indexed to FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	2.135	139.493	141.628
Mortgage Loans	-	11.450	11.450
Automotive Loans	-	-	-
Consumer Loans	2.135	128.043	130.178
Other	-	-	-
Retail Credit Cards-TL	24.675.938	356.522	25.032.460
With Installment	7.709.809	315.948	8.025.757
Without Installment	16.966.129	40.574	17.006.703
Retail Credit Cards-FC	2.604	-	2.604
With Installment	-	-	-
Without Installment	2.604	-	2.604
Personnel Loans-TL	42.560	786.787	829.347
Mortgage Loans	-	127	127
Automotive Loans	-	-	-
Consumer Loans	42.560	786.660	829.220
Other	-	-	-
Personnel Loans-Indexed to FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Loans-FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Credit Cards-TL	343.698	9.415	353.113
With Installment	115.627	8.303	123.930
Without Installment	228.071	1.112	229.183
Personnel Credit Cards-FC	247	-	247
With Installment	-	-	-
Without Installment	247	-	247
Overdraft Accounts-TL (Real Person)	2.503.955	-	2.503.955
Overdraft Accounts-FC (Real Person)	-	-	-
Total ⁽¹⁾	30.234.025	172.811.135	203.045.160

(1) TL 1.660.431 amounting of interest income rediscount and accrual is not included.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

7. Information Related to Loans (Continued)

**7.3. Information on Consumer Loans, Personal Credit Cards and Personnel Loans and Personnel
Credit Card (Continued)**

Prior Period	Short-Term	Medium and Long-Term	Total
Consumer Loans-TL	1.160.323	141.206.544	142.366.867
Mortgage Loans	11.624	85.779.706	85.791.330
Automotive Loans	7.212	666.168	673.380
Consumer Loans	1.141.487	54.760.670	55.902.157
Other	-	-	-
Consumer Loans- Indexed to FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Consumer Loans-FC	2.044	113.465	115.509
Mortgage Loans	-	11.511	11.511
Automotive Loans	-	-	-
Consumer Loans	2.044	101.954	103.998
Other	-	-	-
Retail Credit Cards-TL	17.032.219	219.848	17.252.067
With Installment	4.840.781	196.427	5.037.208
Without Installment	12.191.438	23.421	12.214.859
Retail Credit Cards-FC	1.415	-	1.415
With Installment	-	-	-
Without Installment	1.415	-	1,415
Personnel Loans-TL	20.826	425.907	446.733
Mortgage Loans	-	74	74
Automotive Loans	-	-	-
Consumer Loans	20.826	425.833	446.659
Other	-	-	-
Personnel Loans-Indexed to FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Loans-FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Personnel Credit Cards-TL	226.732	7.216	233.948
With Installment	61.138	6.537	67.675
Without Installment	165.594	679	166.273
Personnel Credit Cards-FC	40	-	40
With Installment	-	-	-
Without Installment	40	-	40
Overdraft Accounts-TL (Real Person)	2.387.151	-	2.387.151
Overdraft Accounts-FC (Real Person)	-	-	-
Total ⁽¹⁾	20.830.750	141.972.980	162.803.730

⁽¹⁾ TL 1.202.131 amounting of interest income rediscount and accrual is not included.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

7. Information Related to Loans (Continued)

7.4. Information on Commercial Installment Loans and Corporate Credit Cards

Current Period	Short-Term	Medium and Long-Term	Total
Installment Based Commercial Loans-TL	5.889.825	72.916.003	78.805.828
Mortgage Loans	15.306	1.117.042	1.132.348
Automotive Loans	194.563	3.267.536	3.462.099
Consumer Loans	5.679.956	68.531.425	74.211.381
Other	-	-	-
Installment Based Commercial Loans- Indexed to FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Installment Based Commercial Loans - FC	58.729	88.843.767	88.902.496
Mortgage Loans	-	5.544	5.544
Automotive Loans	-	1.450	1.450
Consumer Loans	58.729	88.836.773	88.895.502
Other	-	-	-
Corporate Credit Cards- TL	30.707.161	787.597	31.494.758
With Installment	13.649.158	787.014	14.436.172
Without Installment	17.058.003	583	17.058.586
Corporate Credit Cards-FC	1.436	-	1.436
With Installment	-	-	-
Without Installment	1.436	-	1.436
Overdraft Account- TL (Legal Entity)	3.331.633	-	3.331.633
Overdraft Account-FC (Legal Entity)	-	-	-
Total ⁽¹⁾	39.988.784	162.547.367	202.536.151

(1) Accrual and rediscount amounts related to loans are not included in the table.

Prior Period	Short-Term	Medium and Long-Term	Total
Installment Based Commercial Loans- TL	3.636.789	88.457.130	92.093.919
Mortgage Loans	3.577	812.938	816.515
Automotive Loans	128.475	2.621.274	2.749.749
Consumer Loans	3.504.737	85.022.918	88.527.655
Other	-	-	-
Installment Based Commercial Loans- Indexed to FC	-	-	-
Mortgage Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Installment Based Commercial Loans - FC	126.647	70.121.314	70.247.961
Mortgage Loans	-	6.864	6.864
Automotive Loans	-	1.582	1.582
Consumer Loans	126.647	70.112.868	70.239.515
Other	-	-	-
Corporate Credit Cards- TL	15.944.209	247.639	16.191.848
With Installment	7.042.609	247.539	7.290.148
Without Installment	8.901.600	100	8.901.700
Corporate Credit Cards-FC	1.833	-	1.833
With Installment	-	-	-
Without Installment	1.833	-	1.833
Overdraft Account- TL (Legal Entity)	1.463.188	-	1.463.188
Overdraft Account-FC (Legal Entity)	-	-	-
Total ⁽¹⁾	21.172.666	158.826.083	179.998.749

(1) Accrual and rediscount amounts related to loans are not included in the table.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

7. Information Related to Loans (Continued)

7.5 Distribution of Domestic and Foreign Loans

	Current Period	Prior Period
Domestic Loans	1.079.881.857	736.873.161
Foreign Loans	9.560.871	7.774.596
Interest Income Accruals of Loans	26.521.925	18.615.501
Total	1.115.964.653	763.263.258

7.6. Loans Granted to Investments in Associates and Subsidiaries

	Current Period	Prior Period
Direct loans granted to subsidiaries and associates	5.163.106	4.147.452
Indirect loans granted to subsidiaries and associates	-	-
Total	5.163.106	4.147.452

7.7. Credit-Impaired Losses (Stage III / Specific Provision)

	Current Period	Prior Period
Loans and other receivables with limited collectability	234.209	352.969
Loans and other receivables with doubtful collectability	559.867	758.849
Uncollectible loans and other receivables	10.553.553	11.036.943
Total	11.347.629	12.148.761

7.8. Information on Non-performing Loans (net)

7.8.1. Information on Non-performing Loans Restructured or Rescheduled and other Receivables

	Group III Loans with limited collectability	Group IV Loans with doubtful collectability	Group V Uncollectible loans
Current Period			
Gross amounts before the provisions	59.512	218.101	1.257.530
Restructured loans	59.512	218.101	1.257.530
Prior Period			
Gross amounts before the provisions	176.132	282.169	1.629.295
Restructured loans	176.132	282.169	1.629.295

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

7. Information Related to Loans (Continued)

7.8. Information on Non-performing Loans (Net) (Continued)

7.8.2. Information on the Movement of Total Non-performing Loans

	Group III Loans with limited collectibility	Group IV Loans with doubtful collectibility	Group V Uncollectible loans
Prior Period Ending Balance	997.656	1.688.208	12.454.767
Additions (+)	2.488.508	206.341	452.525
Transfers from Other Categories of Loans under Follow-Up (+)	-	1.996.764	2.137.156
Transfers to Other Categories of Loans under Follow-Up (-)	1.996.764	2.137.156	-
Collections (-) ⁽¹⁾	855.179	677.258	3.124.326
Write-offs (-)	-	-	-
Sold (-)	-	-	-
Corporate and Commercial Loans	-	-	-
Consumer Loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Current Period End Balance	634.221	1.076.899	11.920.122
Provisions (-)	234.209	559.867	10.553.553
Net Balance on Balance Sheet	400.012	517.032	1.366.569

⁽¹⁾ Includes transfers to first and second group loans amounting to TL 904.854

7.8.3. Information on Non-performing Loans Granted as Foreign Currency Loans

	Group III Loans with limited collectibility	Group IV Loans with doubtful collectibility	Group V Uncollectible loans
Current Period:			
Period Ending Balance	132.111	13.672	2.548.507
Provision (-)	52.390	12.548	2.507.151
Net Balance on Balance Sheet	79.721	1.124	41.356
Prior Period			
Period Ending Balance	11.725	17.074	3.105.191
Provision (-)	4.494	10.376	3.027.593
Net Balance on Balance Sheet	7.231	6.698	77.598

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

7. Information Related to Loans (Continued)

7.8. Information on Non-performing Loans (Net) (Continued)

7.8.4. Breakdown of Non-performing Loans According to Their Gross and Net Values

	Group III Loans with limited collectibility	Group IV Loans with doubtful collectibility	Group V Uncollectible loans
Current Period (Net)	400.012	517.032	1.366.569
Loans to Real Persons and Legal Entities (Gross)	634.221	1.076.899	11.754.740
Provisions (-)	234.209	559.867	10.388.171
Loans to Real Persons and Legal Entities (Net)	400.012	517.032	1.366.569
Banks (Gross)	-	-	-
Provisions (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	165.382
Provisions (-)	-	-	165.382
Other Loans and Receivables (Net)	-	-	-
Prior Period (Net)	644.687	929.359	1.417.824
Loans to Real Persons and Legal Entities (Gross)	997.656	1.688.208	12.298.052
Provisions (-)	352.969	758.849	10.880.228
Loans to Real Persons and Legal Entities (Net)	644.687	929.359	1.417.824
Banks (Gross)	-	-	-
Provisions (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	156.715
Provisions (-)	-	-	156.715
Other Loans and Receivables (Net)	-	-	-

**7.8.5. Information on Interest Accruals, Rediscount and Valuation Effect and Their Provisions
Calculated for Non-Performing Loans Banks which Provide Expected Credit Loss
According to TFRS 9**

	Group III Loans with limited collectibility	Group IV Loans with doubtful collectibility	Group V Uncollectible loans
Current Period (Net)	14.928	17.326	67.413
Interest Accruals and Valuation Differences	27.715	42.258	599.387
Provisions (-)	12.787	24.932	531.974
Prior Period (Net)	24.345	41.925	71.583
Interest Accruals and Valuation Differences	41.171	81.810	660.824
Provisions (-)	16.826	39.885	589.241

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

8. Other Financial Assets Measured at Amortized Cost

8.1. Information on Financial Assets Subject to Repurchase Agreements and those Given as Collateral/Blocked

Financial Assets Measured at Amortized Cost subject to repo transactions

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bonds	19.683.225	5.255.696	1.390.806	3.209.928
Treasury Bills	-	-	-	-
Other Government Debts	-	-	-	-
Bank Bonds and Bank Guaranteed Bonds	-	-	-	-
Asset Backed Securities	-	-	-	-
Other	-	-	-	-
Total	19.683.225	5.255.696	1.390.806	3.209.928

Financial Assets Measured at Amortized Cost given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Bills	969.321	-	-	-
Bonds and Similar Investment Securities	45.474.185	32.462.503	607.105	25.626.356
Other	-	-	-	-
Total	46.443.506	32.462.503	607.105	25.626.356

8.2. Information on Government Debt Securities at Amortized Cost

	Current Period	Prior Period
Government Bonds	120.000.488	43.952.455
Treasury Bills	1.047.629	-
Other Public Sector Debt Securities	878.517	290.413
Total	121.926.634	44.242.868

8.3. Information on Financial Assets Measured at Amortized Cost

	Current Period	Prior Period
Debt securities	122.855.683	44.583.816
Quoted at Stock Exchange	121.926.634	44.242.868
Unquoted at Stock Exchange	929.049	340.948
Provision for Impairment (-)	-	-
Total	122.855.683	44.583.816

8.4. The Movements of Financial Assets Measured at Amortized Cost

	Current Period	Prior Period
Beginning Balance	44.583.816	29.686.696
Foreign Currency Differences on Monetary Assets	7.799.585	10.816.560
Purchases During the Year ⁽¹⁾	71.570.993	6.870.391
Disposals through Sales and Redemptions	(1.098.711)	(2.789.831)
Provision for Impairment (-)	-	-
Period End Balance	122.855.683	44.583.816

⁽¹⁾ Accruals are shown in “Purchases During the Year”.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

9. Information on Investments in Associates (Net)

9.1. Information about Investment in Associates

	Description	Address (City/ Country)	The Bank’s Share Percentage, if Different, Voting Percentage (%)	The Bank’s Risk Group Share Percentage (%)
1	Arap Türk Bankası A.Ş.	İstanbul/Türkiye	15,43	15,43
2	Bileşim Finansal Teknolojiler ve Ödeme Sistemleri A.Ş.	İstanbul/Türkiye	33,34	33,34

	Total Assets ⁽¹⁾	Shareholders’ Equity ⁽¹⁾	Total Non- Current Assets ⁽¹⁾⁽²⁾	Interest Income ⁽¹⁾	Income from Marketable Securities ⁽¹⁾	Current Period Profit / Loss ⁽¹⁾	Prior Period Profit / Loss ⁽¹⁾	Fair Value
1	10.902.085	1.489.779	216.028	307.019	159.921	178.126	129.574	-
2	421.588	327.359	107.197	26.272	-	(22.711)	261	-

⁽¹⁾ The current period financial information has been provided from unaudited financial statements as of 30 September 2022. Prior period profit/loss information has been provided from unaudited financial statements as of 30 September 2021.

⁽²⁾ Total fixed assets include tangible and intangible assets.

⁽³⁾ The share transfer agreement for the sale of the Bank's shares in Platform Ortak Kartlı Sistemler A.Ş., which was previously a subsidiary, to Türkiye Halk Bankası A.Ş. was signed on 21.06.2022 and all of the participation shares were transferred to Türkiye Halk Bankası A.Ş.

9.2. Information on Financial Associates

	Current Period	Prior Period
Balance at the Beginning of the Period	88.846	88.846
Movement During the Period	-	-
Additions	-	-
Bonus Share Certificates	-	-
Shares of Current Year Profits	-	-
Transfer (-)	-	-
Sales	-	-
Revaluation Increase	-	-
Revaluation/Impairment	-	-
Balance at the End of the Period	88.846	88.846
Capital Commitments	-	-
Share Percentage at the End of the Period (%)	-	-

9.3. Sectoral Information on Financial Associates and the Related Carrying Amounts

	Current Period	Prior Period
Banks	88.846	88.846
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	-	-
Finance Companies	-	-
Other Financial Associates	-	-

9.4. Subsidiaries Quoted to the Stock Exchange

None (31 December 2021: None).

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

10. Information on Subsidiaries (Net)

10.1. Information on Subsidiaries

Financial subsidiaries are followed in the unconsolidated financial statements at fair value within the scope of "Separate Financial Statements Türkiye Accounting Standard 27 (TAS 27)" in accordance with IFRS 9 Financial Instruments. Fair values were determined with the valuation reports prepared for these partnerships and were accounted under equity as of the valuation date.

	Description	Address (City/ Country)	The Bank's Share Percentage-if different Voting Percentage (%)	The Bank's Risk Group Share Percentage (%)
1	Ziraat Yatırım Menkul Değerler A.Ş.	İstanbul / Türkiye	99,60	99,60
2	Ziraat Portföy Yönetimi A.Ş.	İstanbul / Türkiye	74,90	99,80
3	Ziraat Katılım Bankası A.Ş.	İstanbul / Türkiye	100,00	100,00
4	Ziraat Gayrimenkul Yatırım Ortaklığı A.Ş.	İstanbul / Türkiye	81,06	81,06
5	Ziraat Girişim Sermayesi Yatırım Ortaklığı A.Ş.	İstanbul / Türkiye	100,00	100,00
6	Ziraat Teknoloji A.Ş.	İstanbul / Türkiye	100,00	100,00
7	Ziraat Finansal Teknolojiler A.Ş. ⁽¹⁾	İstanbul / Türkiye	100,00	100,00
8	Ziraat Bank International A.G.	Frankfurt / Germany	100,00	100,00
9	Ziraat Bank BH d.d.	Sarajevo / Bosnia Herzegovina	100,00	100,00
10	Ziraat Bank (Moscow) JSC	Moscow / Russia	99,91	100,00
11	Kazakhstan Ziraat Int. Bank	Almaty / Kazakhstan	99,92	99,92
12	Ziraat Bank Azerbaycan ASC	Baku / Azerbaijan	99,98	100,00
13	Ziraat Bank Montenegro AD	Podgorica / Montenegro	100,00	100,00
14	JSC Ziraat Bank Georgia	Tbilisi / Georgia	100,00	100,00
15	Ziraat Bank Uzbekistan JSC	Tashkent / Uzbekistan	100,00	100,00

- (2) The current paid-in capital of the Company, which was established to operate in the field of Electronic Money and Payment Services, with a capital of TL 200.000.000 in accordance with the decision of the Bank's Board of Directors dated 12.05.2022 and numbered 13/21, is TL 50.000.000. The company, which was registered and announced on 23.08.2022, will start operating after the permission of the CBRT.

	Total Assets	Shareholder's Equity	Total Non- Current Assets	Interest Income	Income from Marketable Securities	Current Period Profit / Loss	Prior Period Profit / Loss	Fair Value	Sharehold er's equity amount needed
1	1.283.787	879.737	5.462	192.090	-	378.417	257.823	1.415.705	-
2	320.645	274.322	7.231	16.490	-	90.952	50.368	268.123	-
3	182.203.540	10.324.315	754.028	14.137.183	3.863.995	3.387.993	306.007	3.668.158	-
4	9.617.171	8.665.899	8.859.556	27.132	-	253.473	140.176	15.704.583	-
5	1.124.810	1.123.285	696	37.433	-	45.527	32.320	1.120.390	-
6	204.821	40.242	8.044	1.474	31	20.686	(3.337)	51.826	-
7	50.000	50.000	-	-	-	-	-	-	-
8	17.181.155	5.172.785	57.241	338.487	5.456	(254.345)	136.677	4.336.520	-
9	11.759.410	1.375.134	99.039	170.565	-	(64.477)	22.092	530.042	-
10	3.726.793	1.300.523	54.686	145.884	839	91.981	34.739	674.735	-
11	6.147.895	2.106.071	465.072	202.982	-	(499.221)	52.041	2.056.409	-
12	4.649.726	1.046.491	250.868	158.950	11.729	21.290	19.305	535.517	-
13	1.390.538	293.911	13.259	27.597	6.207	(1.602)	1.066	191.763	-
14	1.228.455	423.648	36.511	43.787	395	29.760	5.006	216.604	-
15	3.401.507	661.823	44.371	116.101	3.050	71.916	30.355	273.845	-

- (1) The amounts shown in the interest income column of Ziraat Katılım Bankası include profit share income

- (2) The current period financial statement information of the subsidiaries is taken from the unaudited financial statements dated 30 September 2022 and the profit/loss figures for the previous period are taken from the unaudited financial statements dated 30 September 2021.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

10. Information on Subsidiaries (Net) (Continued)

10.1. Information on Subsidiaries (Continued)

	Current Period	Prior Period
Balance at the Beginning of the Period	20.558.487	13.901.878
Movements During the Period	10.433.907	6.656.609
Additions to Scope of Consolidation	-	-
Purchases	3.105.845	767.894
Bonus Shares Obtained	86.121	99.967
Dividends from current year income	-	-
Sales	-	-
Revaluation Increase ⁽¹⁾	7.241.941	7.476.690
Impairment Provision (-)	-	1.687.942
Transfer (-)	-	-
Balance at the End of the Period	30.992.394	20.558.487
Capital Commitments	-	-
Share percentage at the end of the period (%)	-	-

⁽¹⁾ Includes changes arising from conversion of subsidiaries, whose capitals are paid in Euro amounts, into TL at period end currency rate

⁽²⁾ Non-financial subsidiaries are not included in the table.

10.2. Sectoral Information on Financial Subsidiaries and the Related Carrying Amounts

	Current Period	Prior Period
Banks	12.483.593	8.567.353
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	-	-
Financing Companies	-	-
Other Financial Subsidiaries	18.508.801	11.991.134

10.3. Subsidiaries Quoted to the Stock Exchange

	Current Period	Prior Period
Quoted at domestic stock exchanges	15.704.583	9.280.885
Quoted at international stock exchanges	-	-

11. Information on Entities Under Common Control (Joint Ventures)

Investments on entities under common control are monitored at fair value in the unconsolidated financial statements within the scope of "Separate Financial Statements Türkiye Accounting Standard 27 (TAS 27)" according to TFRS 9 Financial Instruments Standard. The fair values were determined with the valuation reports prepared for these joint ventures and were accounted under equity as of the valuation date.

Entities under Common Control (Joint Ventures) ⁽¹⁾	Bank's Share (%)	Bank's Risk Group Share (%)	Current Assets	Non-Current Assets	Long Term Liabilities	Income	Expense
Turkmen Turkish Joint Stock Commercial Bank	50,00	50,00	12.969.204	50.964	13.206	434.010	179.263

⁽¹⁾ Information on entity under joint control is provided from the unaudited financial statements as of 30 September 2022

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira ("TL"))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

12. Information on Lease Receivables

The Bank has no financial lease receivables.

13. Information on Derivative Financial Assets for Hedging Purposes

The Bank has no hedging derivative financial assets.

14. Information on the Investment Property

None.

15. Information on Non-Currents Assets or Disposal Groups "Held for Sale" and "From Discontinued Operations"

Bank does not have any discontinuing operations. The assets held for sale are composed of immovables acquired due to consumer, commercial and agricultural loans and immovables for which has no necessity of usage exists by the Bank. Those immovables considered for sales are announced at the web site of the Bank.

The total of the partnership shares acquired by the Bank due to the aforementioned receivables is TL 415.578 (31 December 2021: TL 181.483). The Bank's immovables acquired amount to TL 5.054.791 (31 December 2021: TL 4.935.840) consisting of TL 5.364 (31 December 2021: TL 7.334) due to consumer loans, TL 4.929.042 (31 December 2021: TL 4.806.870) on its commercial loans and TL 99.505 (31 December 2021: TL 121.636) on its agricultural loans. Also, the sum of movables acquired from consumer loans amounts to TL 20.880 (31 December 2021: TL 1.609). The net book value of the Bank's fixed assets held for sale acquired through fiduciary rights is TL 2.229.690 (31 December 2021: TL 1.551.212).

16. Explanations on Tangible Assets

	Immovables	Immovables with Right of Use	Movables	Movables with Right of Use	Leasing Development Costs	Other Tangibles	Total
Prior Period End							
Cost	6.250.005	834.218	1.828.003	218.638	275.752	-	9.406.616
Accumulated Depreciation (-)	931.843	170.075	1.238.517	143.533	265.533	-	2.749.501
Impairment (-)	2.323	-	-	-	-	-	2.323
Net Book Value	5.315.839	664.143	589.486	75.105	10.219	-	6.654.792
Current Period End							
Net Book Value at the Beginning of the Period	5.315.839	664.143	589.486	75.105	10.219	-	6.654.792
Change During the Period (Net)	(62.960)	223.173	70.824	102.631	(273)	-	333.395
Cost	(43.847)	187.766	277.141	109.581	96	-	530.737
Depreciation – Net (-)	19.113	(35.407)	206.317	6.950	369	-	197.342
Impairment (-)	-	-	-	-	-	-	-
Net Currency Translation from Foreign Subsidiaries	-	-	-	-	-	-	-
Cost at Period End	6.206.158	1.021.984	2.105.144	328.219	275.848	-	9.937.353
Accumulated Depreciation at Period End (-)	950.956	134.668	1.444.834	150.483	265.902	-	2.946.843
Impairment (-)	2.323	-	-	-	-	-	2.323
Closing Net Book Value	5.252.879	887.316	660.310	177.736	9.946	-	6.988.187

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

I. EXPLANATIONS AND NOTES RELATED TO ASSETS (Continued)

17. The Impairment Provision Set or Cancelled in The Current Period According to The Asset Groups Not Individually Significant but Materially Affecting the Overall Financial Statements, and The Reason and Conditions for This

None.

18. Pledges, mortgages and other restrictions on the tangible assets, expenses arising from the construction for tangible assets, commitments given for the purchases of tangible assets

None.

19. Information on Expected Credit Loss for Financial Assets

	Current Period	Prior Period
Cash and Balances at Central Bank	3.845	2.253
Banks and Receivables from Money Markets	3.109	1.604
Financial Assets Measured at Amortized Cost	16.586	6.019
Other assets	98.063	39.431
Total	121.603	49.307

20. Information on Other Assets

As of 30 September 2022 and 31 December 2021, other assets do not exceed 10% of the total assets excluding off-balance sheet commitments saving.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES

1. Information on Deposits/Funds Collected

1.1. Information on Maturity Structure of Deposits

Current Period	Demand	7 Day Call Accounts	Up to 1 Month	1-3 Months	3-6 Months	6 Months-1 Year	1 Year and Over	Cumulative Deposits	Total
Saving Deposits (*)	105.227.692	-	13.022.370	203.561.622	17.737.605	6.887.707	17.699.616	153.588	364.290.200
Foreign Currency Deposits	235.065.142	-	165.691.436	176.745.517	37.926.998	18.035.421	59.082.448	13.843	692.560.805
Residents in Türkiye.	188.843.583	-	158.376.911	154.073.329	29.425.839	9.188.577	26.412.640	11.575	566.332.454
Residents on Abroad	46.221.559	-	7.314.525	22.672.188	8.501.159	8.846.844	32.669.808	2.268	126.228.351
Public Sector Deposits	21.888.586	-	104.573.215	8.847.209	1.024.908	884.546	7.774	-	137.226.238
Commercial Deposits	45.425.140	-	45.940.104	46.496.747	3.211.102	15.551.692	1.326.372	-	157.951.157
Other Institutions Deposits	4.529.348	-	4.545.422	12.454.798	2.048.312	78.588	336.826	-	23.993.294
Precious Metals Deposit	71.143.051	-	1.659.695	9.533.845	870.396	466.236	519.055	-	84.192.278
Interbank Deposits	8.786.605	-	41.367.710	6.048.141	-	13.412.220	6.834.742	-	76.449.418
The CBRT	4.175.783	-	-	-	-	-	-	-	4.175.783
Domestic Banks	931.003	-	35.190.192	-	-	-	3.599.271	-	39.720.466
Foreign Banks	2.520.726	-	144.488	6.048.141	-	13.412.220	3.235.471	-	25.361.046
Participation Banks	1.159.093	-	6.033.030	-	-	-	-	-	7.192.123
Other	-	-	-	-	-	-	-	-	-
Total	492.065.564	-	376.799.952	463.687.879	62.819.321	55.316.410	85.806.833	167.431	1.536.663.390

(*) As of September 30, 2022, the deposit balance includes Treasury Currency Protected Deposits of TL 103.907.476, TL 81.036.555 CBRT Currency Protected Deposits and TL 12.049.802 YUVAM Account Deposits.

Prior Period	Demand	7 Day Call Accounts	Up to 1 Month	1-3 Months	3-6 Months	6 Months-1 Year	1 Year and Over	Cumulative Deposits	Total
Saving Deposits	69.081.481	-	12.341.347	106.372.892	23.985.121	2.673.848	7.565.839	181.935	222.202.463
Foreign Currency Deposits	173.028.421	-	49.157.167	160.231.048	25.048.802	15.563.665	51.786.493	15.469	474.831.065
Residents in Türkiye.	145.652.163	-	47.805.777	140.021.008	17.513.749	7.925.055	23.353.389	13.806	382.284.947
Residents on Abroad	27.376.258	-	1.351.390	20.210.040	7.535.053	7.638.610	28.433.104	1.663	92.546.118
Public Sector Deposits	13.981.623	-	8.730.365	7.609.837	788.442	381.429	12.929	-	31.504.625
Commercial Deposits	23.812.359	-	31.349.097	15.987.692	625.219	2.164.146	956.357	-	74.894.870
Other Institutions Deposits	2.774.107	-	7.880.478	10.860.196	1.161.427	442.151	313.600	-	23.431.959
Precious Metals Deposit	54.301.706	-	1.279.645	9.197.319	770.292	469.926	447.656	-	66.466.544
Interbank Deposits	3.708.562	-	29.940.583	5.466.808	26.430	9.629.879	6.582.827	-	55.355.089
The CBRT	349.015	-	-	-	-	-	-	-	349.015
Domestic Banks	289.262	-	28.744.372	310.661	-	-	2.662.812	-	32.007.107
Foreign Banks	2.285.699	-	113.667	5.156.147	26.430	9.629.879	3.920.015	-	21.131.837
Participation Banks	784.586	-	1.082.544	-	-	-	-	-	1.867.130
Other	-	-	-	-	-	-	-	-	-
Total	340.688.259	-	140.678.682	315.725.792	52.405.733	31.325.044	67.665.701	197.404	948.686.615

(*) As of 31 December 2021, the balance of the deposit includes the amount of TL 13.001.011 Treasury Currency Protected Deposit and TL 2.696.662 CBRT Currency Protected Deposit products.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (Continued)

1. Information on Deposits/Funds Collected (Continued)

1.2. Information on Saving Deposits Under the Guarantee of the Saving Deposit Insurance Fund and Amounts Exceeding the Limit of the Deposit Insurance Fund

	Under the Guarantee of Deposit Insurance		Exceeding Deposit Insurance Limit	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits				
Saving Deposits ⁽¹⁾	198.710.567	136.169.941	164.597.715	85.235.756
Foreign Currency Saving Deposits ⁽¹⁾	153.415.435	119.403.684	312.529.016	258.417.350
Other Deposits in the form of Saving Deposits	-	-	-	-
Foreign Branches’ Deposits under the Guarantees of Foreign Authority Insurance ⁽²⁾	4.388.161	3.353.517	2.302.412	1.629.055
Off-Shore Banking Regions’ and under Foreign Authorities’ Insurance	-	-	-	-

⁽¹⁾ Related deposit balances do not include foreign branches.

⁽²⁾ In Bulgaria and Greece, since both real person and legal entity’s saving deposits are under the guarantee of insurance and since such balances included in insurance limit are calculated by the system, the legal entity saving deposits amounting to TL 1.986.575 and TL 40.648 respectively, cannot be decomposed by type and are therefore included in the table above (31 December 2021: TL 1.208.852 and TL 34.311).

Pursuant to the Regulation Amending the Regulation on Deposits and Participation Funds Subject to Insurance and Premiums to be Collected by the Savings Deposit Insurance Fund, published in the Official Gazette dated August 27, 2022 and numbered 31936, other than those belonging to official institutions, credit institutions and financial institutions in the presence of credit institutions; all deposit and participation funds are covered by insurance. In line with this change, commercial deposits amounting to TL 21.304.841 within the scope of insurance are not included in the table. The portion of the said deposits exceeding the insurance limit is TL 599.416.201.

Based on the Council of Minister’s decree dated 29 December 2003 and numbered 2003/6668, TL 436 (31 December 2021: TL 479) of demand deposits is not included in the above calculation, since the Bank paid the saving deposits amount attributable to T. İmar Bank T.A.Ş.

1.3. Information on Saving Deposits/Real Persons’ Private Current and Accession Accounts Not Related to Commercial Transactions in a Turkish Branch of The Bank Whose Head Office is Abroad, And Reasons if it is Covered in Where The Head Office is Located

The Bank’s head office is located in Türkiye.

1.4. Saving Deposits of Real Persons which are Not Under the Guarantee of Saving Deposit Insurance Fund

	Current Period	Prior Period
Deposits and other Accounts in Branches Abroad	12.820	12.236
Deposits of Ultimate Shareholders and Their Close Family Members	-	-
Deposits of Chairman and Members of the Board of Directors, CEO, Executive Vice Presidents and Their Close Family Members	43.251	30.545
Deposits Obtained through Illegal Acts Defined in the 282nd Article of the 5237 numbered Turkish Criminal Code dated September 26, 2004	-	-
Saving Deposits in Banks Established in Türkiye Exclusively for Off-Shore Banking Activities	-	-

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (Continued)

2. Negative Differences Statement Regarding Trading Derivative Financial Assets

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	110.568	8.237	798.079	6.271
Swap Transactions	294.014	6.882.252	404.820	2.309.871
Futures Transactions	8.599	-	-	-
Options	-	203.849	-	71.878
Other	-	-	-	-
Total	413.181	7.094.338	1.202.899	2.388.020

3. Information on Banks and Other Financial Institutions

3.1. General Information on Banks and Other Financial Institutions

	Current Period		Prior Period	
	TL	FC	TL	FC
Borrowings from CBRT	3.048.755	-	-	-
Domestic Banks and Institutions	239.635	12.384.602	383.712	8.878.194
Foreign Banks, Institutions and Funds	5.056	78.315.695	10.568	50.044.187
Total	3.293.446	90.700.297	394.280	58.922.381

3.2. Information on Maturity Structure of Borrowings

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	3.287.620	3.891.124	382.907	3.654.798
Medium and Long-Term	5.826	86.809.173	11.373	55.267.583
Total	3.293.446	90.700.297	394.280	58.922.381

3.3. Further Information is Disclosed for the Areas of Liability Concentrations. Main Liability Concentration Areas are Fund Suppliers, Sector Groups, or other Risk Concentration Criteria

74,09% of the Bank’s total liabilities consist of deposits. Deposits have a diversified base and have steady structures. The Bank’s liabilities are not subject to a significant concentration risk.

4. Information on Money Market Borrowings

	Current Period		Prior Period	
	TL	FC	TL	FC
From Domestic Transactions	79.890.229	-	139.646.059	-
Financial Institutions and Organizations	79.724.463	-	139.473.430	-
Other Institutions and Organizations	155.236	-	158.819	-
Real Person	10.530	-	13.810	-
From Overseas Operations	-	38.875.757	-	37.053.037
Financial Institutions and Organizations	-	38.875.757	-	37.053.037
Other Institutions and Organizations	-	-	-	-
Real Person	-	-	-	-
Total	79.890.229	38.875.757	139.646.059	37.053.037

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (Continued)

5. Information on Securities Issued

	Current Period		Prior Period	
	TL	FC	TL	FC
Bank Bills	-	-	-	97.988
Asset-Backed Securities	-	-	-	-
Treasury Bonds	1.010.690	24.251.521	1.010.690	25.053.363
Total	1.010.690	24.251.521	1.010.690	25.151.351

6. If Other Foreign Liabilities exceed 10% of The Total Balance Sheet, Names and Amounts of Sub Accounts That Make Up At Least 20% of These

Other foreign liabilities do not exceed 10% of the total balance sheet.

7. Information on Lease Liabilities (Net)

Information on lease liabilities represented in the table below.

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 Year	60.026	47.261	23.256	11.893
Between 1-4 Years	514.027	444.851	360.218	329.674
More than 4 Years	1.253.465	652.163	812.434	447.916
Total	1.827.518	1.144.275	1.195.908	789.483

8. Information on the Hedging Derivative Financial Liabilities

There are no hedging derivative financial liabilities.

9. Information on Provisions

9.1. Provisions Related with Principal Foreign Currency Decrease of Foreign Indexed Loans and Finance Leasing Receivables

There are no foreign exchange loss provisions on foreign currency indexed loans and financial lease receivables (31 December 2021: None).

9.2. Liabilities on Employee Benefits Provision

9.2.1. Termination Benefit and Unused Vacation Rights

The Bank accounts for its vacation and retirement pay obligations in accordance with the TAS 19 “Employee Benefits”. The vacation and retirement pay obligations recognized in the balance sheet represent the present value of the defined benefit obligation. As of 30 September 2022, unpaid vacation liability amounted to TL 715.926 and employment termination amounted to TL 1.850.364 are presented under the “Employee Benefits Provision” in the financial statements (31 December 2021 unpaid vacation liability amounted to TL 368.105 and employment termination amounted to TL 1.355.145 are presented under the “Employee Benefits Provision” in the financial statements).

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (Continued)

9. Information on Provisions (Continued)

9.3. Information on Other Provision

Except for the requirements of the BRSA Accounting and Financial Reporting Legislation, the Bank's management has free provisions amounting to TL 28.300.000 of which TL 3.710.000 has been reserved in previous periods and TL 24.590.000 has been set to be in the current period. (31 December 2021: Except for the requirements of the BRSA Accounting and Financial Reporting Legislation, the Bank's management has free provisions amounting to TL 3.710.000 thousand, of which TL 3.460.000 thousand has been reserved in previous periods and TL 250.000 thousand has been set to be in the current period.)

Expected loss provisions for non-cash loans are TL 5.131.241. (31 December 2021: Expected loss provisions for non-cash loans are TL 3.285.225). The Bank has set aside a provision amounting to TL 110.300 for cases that have not been finalized yet. (December 31, 2021: The Bank has made a provision amounting to TL 92.600 for cases that are not yet finalized.) In addition, there is another provisions amounting to TL 306.161 (31 December 2021: Other provisions amounting to TL 248.937).

10. Explanations on Tax Liability

10.1. Explanations on Current Tax Liability

10.1.1. Information on Taxes Payable

As of 30 September 2022, the remaining corporate tax liability after deducting temporary taxes paid for the period is TL 8.054.676 (As of 31 December 2021, the remaining corporate tax liability after deducting temporary taxes paid for the period is TL 107.752).

10.1.2. Information on Current Taxes Payable

	Current Period	Prior Period
Corporate Tax Payable	8.054.676	107.752
Taxation on Income From Securities	548.636	407.297
Property Tax	4.482	3.716
Banking Insurance Transactions Tax (BITT)	751.582	444.573
Foreign Exchange Transactions Tax	46.483	114.244
Value Added Tax Payable	35.035	41.867
Other	122.321	91.426
Total	9.563.215	1.210.875

10.1.3. Information on Premium Payables

	Current Period	Prior Period
Social Security Premiums Employee	125	62
Social Security Premiums - Employer	158	83
Bank Social Aid Pension Fund Premium – Employee	42.863	22.904
Bank Social Aid Pension Fund Premium – Employer	62.821	33.563
Pension Fund Membership Fees and Provisions – Employee	-	4
Pension Fund Membership Fees and Provisions – Employer	37	15
Unemployment Insurance - Employee	3.063	1.641
Unemployment Insurance - Employer	6.128	3.284
Other	-	-
Total	115.195	61.556

10.2. Information on Deferred Tax Liabilities If Any

The Bank does not have any deferred tax liability.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (Continued)

11. Information on liabilities related to non-current assets “held for sale” and “held from discontinued operations”

The Bank does not have any liabilities related to non-current assets held for sale and held from discontinued operations.

12. Information on Subordinated Loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Debt instruments to be included in additional capital calculation	-	25.701.151	-	21.427.601
Subordinated loans	-	-	-	-
Subordinated debt instruments	-	25.701.151	-	21.427.601
Debt instruments to be included in contribution capital calculation	-	-	-	-
Subordinated loans	-	-	-	-
Subordinated debt instruments	-	-	-	-
Total	-	25.701.151	-	21.427.601

(*) Subordinated loans are explained in detail in the Note “Information on debt instruments included in the calculation of equity” in Section Four.

13. Information on Shareholders’ Equity

13.1. Presentation of Paid-In Capital

	Current Period	Prior Period
Common stock	34.900.000	13.100.000
Preferred stock	-	-

13.2. Amount of Paid-In Capital, Explanation as to Whether the Registered Share Capital System is Applied, if so the Amount of Registered Share Capital Ceiling

The Bank does not have a registered capital system.

13.3. Capital Increases and Sources in the Current Period and Other Information Based on Increased Capital Share

The decision to increase the capital to TL 34.900.000 was approved at the Bank's Extraordinary General Assembly meeting held on March 9, 2022. It was announced in the Trade Registry Gazette numbered 10536. The accounting for the said capital increase was carried out on 14 March 2022, based on the permission obtained from the BRSA.

Increase Date	Increase Amount	Cash	Profit Reserves Subject to Increase	Capital Reserves Subject to Increase
14 March 2022	21.800.000	21.800.000	-	-

13.4. Other Information on Capital Increases and Increased Share Capital with Reserves within the Current Period

There is no share capital amount included in capital.

13.5. Information on Capital Commitments, the Purpose and the Sources Until the End of the Fiscal Year and the Subsequent Interim Period

The Bank has no capital commitments.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

II. EXPLANATIONS AND NOTES RELATED TO LIABILITIES (Continued)

13. Information on Shareholders’ Equity (Continued)

13.6. The effects of anticipations based on the financial figures for prior periods regarding the Bank’s income, profitability and liquidity, and possible effects of these future assumptions on the Bank’s equity due to uncertainties at these indicators

In the current period, the Bank follows its operations in line with the previous periods. The Bank’s balance sheet has been managed with precaution by being affected by the interest, rate of exchange and credit risks at the minimum level. This helps to reduce the effects of fluctuations in the market to the Bank’s performance and contributes to the profitability structure to be sustainable.

13.7. Summary Information on Privileges Given to Shares Representing the Capital

The Bank has no preferred shares.

13.8. Information on Marketable Securities Value Increase Fund

	Current Period		Prior Period	
	TL	FC	TL	FC
From Associates, Subsidiaries, and Entities under Common Control (Joint Ventures)	11.156.024	(2.198.089)	6.526.598	(2.023.299)
Valuation Difference	42.559.823	(28.969.990)	3.162.858	(8.998.673)
Foreign Exchange Difference	4.060.946	-	4.060.946	-
Total	57.776.793	(31.168.079)	13.750.402	(11.021.972)

III. EXPLANATIONS AND NOTES RELATED TO OFF-BALANCE SHEET ACCOUNTS

1. Explanations on Off-Balance Sheet Commitments

1.1. Nature and Amount of Irrevocable Loan Commitments

	Current Period	Prior Period
Asset Purchase Sale Commitments	50.181.388	24.260.963
Subsidiaries and Associates Capital Contribution Commitments	150.000	3.150
Loan Granting Commitments	41.316.748	22.888.073
Commitments for Cheque Payments	9.346.254	6.609.633
Commitments for Credit Card Expenditure Limits	76.374.385	61.707.772
Promotion Campaigns Commitments Relating to Credit Card and Bank Services	149.587	101.762
Other Irrevocable Commitments	23.576.545	22.536.938
Total	201.094.907	138.108.291

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

**III. EXPLANATIONS AND NOTES RELATED TO OFF-BALANCE SHEET ACCOUNTS
(Continued)**

1. Explanations on Off-Balance Sheet Commitments (Continued)

**1.2. A Nature and Amount of Possible Losses and Commitments Arising from the Off-Balance Sheet
Items Including the Below Mentioned**

The Bank has provided provision amounting to TL 5.131.242 for expected credit losses arising from the off-balance sheet items in the current period. (31 December 2021: TL 3.285.225).

**1.2.1. Non-Cash Loans Including Guarantees, Acceptances, Financial Guarantees and Other
Letter of Credits**

	Current Period	Prior Period
Letters of Guarantee	277.468.655	184.456.614
Letters of Credit	69.524.673	60.172.624
Bank Acceptances	12.093.894	11.934.551
Endorsements	12.122.069	6.009.467
Total	371.209.291	262.573.256

1.2.2. Certain Guarantees, Temporary Guarantees, Surety Ships and Similar Transactions

	Current Period	Prior Period
Letters of Certain Guarantees	170.599.837	113.961.477
Letters of Advance Guarantees	42.921.152	29.420.428
Letters of Temporary Guarantees	8.074.593	3.983.624
Letters of Guarantees Given to Customs Offices	3.556.987	1.830.957
Other Letters of Guarantees	52.316.086	35.260.128
Total	277.468.655	184.456.614

1.3. Explanations on Non-Cash Loans

1.3.1. Total Non-Cash Loans

	Current Period	Prior Period
Non-Cash Loans for Providing Cash Loans	42.861.953	30.904.082
With Original Maturity of One Year or Less	27.013.298	18.644.642
With Original Maturity of More than One Year	15.848.655	12.259.440
Other Non-Cash Loans	328.347.338	231.669.174
Total	371.209.291	262.573.256

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

IV. EXPLANATIONS AND NOTES RELATED TO STATEMENT OF PROFIT OR LOSS

1. Interest Income

1.1. Information on Interest Income from Loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest on Loans ⁽¹⁾	70.560.160	14.100.172	44.028.876	6.583.616
Short Term Loans	25.859.570	1.536.700	11.720.768	578.586
Medium and Long Term Loans	43.380.081	12.563.472	31.652.044	6.005.030
Interest on Loans Under Follow-up	1.320.509	-	656.064	-
Premiums from Resource Utilization Support Fund	-	-	-	-

⁽¹⁾ Includes fees and commissions income on cash loans.

1.2. Information on Interest Income on Banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of the Republic of Türkiye	-	-	-	-
Domestic Banks	90.142	740.489	688	11
Foreign Banks	82.274	53.619	84.475	10.488
Foreign Headquarters and Branches Abroad	-	-	-	-
Total	172.416	794.108	85.163	10.499

1.3. Information on Interest Income on Marketable Securities

	Current Period		Prior Period	
	TL	FC	TL	FC
Financial Assets at Fair Value Through Profit or Loss	435.843	2.826	216.699	1.601
Financial Assets at Fair Value Through Other Comprehensive Income	37.286.603	7.418.698	11.051.352	3.582.885
Financial Assets Measured at Amortized Cost	15.297.052	1.487.279	1.179.535	748.909
Total	53.019.498	8.908.803	12.447.586	4.333.395

^(*) As stated in Note VII of Section Three, the Bank’s securities portfolios, whose fair value difference is reflected in other comprehensive income and measured at amortized cost, include consumer price (“CPI”) indexed bonds. These securities are valued and accounted for using the effective interest method, based on the real coupon rates, the reference inflation index on the issue date, and the index calculated by taking into account the estimated inflation rate. The reference indices used in the calculation of the actual coupon payment amounts of these securities are created according to the CPI of two months ago. The bank determines the estimated inflation rate in parallel with this. The estimated inflation rate used is updated during the year when deemed necessary. In this context, as of 30 September 2022, the valuation of the said assets was made according to the annual 70% inflation forecast. A 1% increase in the CPI forecast will increase the profit before tax by TL 375.9 million as of 30 September 2022, while a 1% decrease will decrease it by TL 193.5 million.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

**IV. EXPLANATIONS AND NOTES RELATED TO STATEMENT OF PROFIT OR LOSS
(Continued)**

1. Interest Income (Continued)

1.4. Information on Interest Income Received from Associates and Subsidiaries

	Current Period	Prior Period
Interest Income from Associates and Subsidiaries	194.053	154.938

2. Interest Expense

2.1. Information of Interest Expense on Borrowings

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks ⁽¹⁾	163.194	1.680.890	93.445	683.835
Central Bank of the Republic of Türkiye	-	-	-	-
Domestic Banks	104.594	289.823	46.785	126.332
Foreign Banks	58.600	1.391.067	46.660	557.503
Foreign Headquarters and Branches Abroad	-	-	-	-
Other Institutions	-	-	-	-
Total	163.194	1.680.890	93.445	683.835

⁽¹⁾ Includes fees and commissions expenses on cash loans.

2.2. Information on Interest Expense Given to Associates and Subsidiaries

	Current Period	Prior Period
Interest Expenses Given to Subsidiaries and Associates	108.591	180.561

2.3. Information on Interest Expense Given on Securities Issued

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Expenses Given to Securities Issued	127.424	1.936.033	127.424	1.205.723

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

IV. EXPLANATIONS AND NOTES RELATED TO STATEMENT OF PROFIT OR LOSS (Continued)

2. Interest Expense (Continued)

2.4. Maturity Structure of the Interest Expense on Deposits

Current Period Account Name	Demand Deposit	Time Deposits					Cumulative Deposit	Total
		Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	More Than 1 year		
TL								
Bank Deposit	-	3.444.033	-	-	-	-	-	3.444.033
Saving Deposit	-	1.187.336	16.889.305	2.965.455	573.910	2.749.591	11.340	24.376.937
Public Sector Deposit	69	4.245.210	921.620	88.002	44.657	1.129	-	5.300.687
Commercial Deposit	96	3.601.348	2.488.328	1.592.176	2.796.033	78.373	-	10.556.354
Other Deposit	-	389.351	1.382.504	137.344	50.470	35.873	-	1.995.542
Deposit with 7 Days Notification	-	-	-	-	-	-	-	-
Total	165	12.867.278	21.681.757	4.782.977	3.465.070	2.864.966	11.340	45.673.553
FC								
Foreign Currency Deposit	1.711	1.212.644	1.593.930	159.057	81.551	213.024	1	3.261.918
Bank Deposit	21	33.240	27.811	-	43.915	44.379	-	149.366
Deposit with 7 Days Notification	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	5.376	33.982	3.037	1.647	1.737	-	45.779
Total	1.732	1.251.260	1.655.723	162.094	127.113	259.140	1	3.457.063
Grand Total	1.897	14.118.538	23.337.480	4.945.071	3.592.183	3.124.106	11.341	49.130.616

Prior Period Account Name	Demand Deposit	Time Deposits					Cumulative Deposit	Total
		Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	More Than 1 year		
TL								
Bank Deposit	-	2.998.416	1.653	-	-	-	-	3.000.069
Saving Deposit	1	1.177.916	12.237.826	2.709.853	312.476	791.805	8.075	17.237.952
Public Sector Deposit	590	890.614	795.015	54.145	19.554	7.242	-	1.767.160
Commercial Deposit	114	2.445.784	2.286.416	65.908	515.916	12.257	-	5.326.395
Other Deposit	-	272.542	1.250.166	102.009	81.607	37.726	-	1.744.050
Deposit with 7 Days Notification	-	-	-	-	-	-	-	-
Total	705	7.785.272	16.571.076	2.931.915	929.553	849.030	8.075	29.075.626
FC								
Foreign Currency Deposit	2.021	151.780	823.527	88.840	71.271	183.315	2	1.320.756
Bank Deposit	38	1.425	30.348	1.013	12.989	32.216	-	78.029
Deposit with 7 Days Notification	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	2.959	22.557	1.846	1.446	1.005	-	29.813
Total	2.059	156.164	876.432	91.699	85.706	216.536	2	1.428.598
Grand Total	2.764	7.941.436	17.447.508	3.023.614	1.015.259	1.065.566	8.077	30.504.224

3. Information on Trading Profit/Loss (Net)

	Current Period	Prior Period
Profit	314.617.479	162.554.421
Trading Gains on Securities	1.343.515	81.357
Gains on Derivative Financial Transactions	8.593.902	5.714.552
Foreign Exchange Profits	304.680.062	156.758.512
Loss (-)	313.613.138	170.858.170
Trading Loss on Securities	263.713	26.415
Loss on Derivative Financial Transactions	14.894.401	14.667.306
Foreign Exchange Loss	298.455.024	156.164.449

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

**IV. EXPLANATIONS AND NOTES RELATED TO STATEMENT OF PROFIT OR LOSS
(Continued)**

4. Information on Other Operating Income

Significant proportion of other operating income consists of reversals from prior period provisions amounting to TL 3.920.586 and income from sales of assets amounting to TL 512.237. (30 September 2021: Significant proportion of other operating income consists of reversals from prior period provisions amounting to TL 2.676.849 and income from sales of assets amounting to TL 205.779).

5. Expected Credit Loss and Other Provision Expense

	Current Period	Prior Period
Expected Credit Loss Provisions	13.185.555	6.644.748
12 Month Expected Credit Loss (Stage 1)	1.533.142	12.863
Significant Increase in Credit Risk (Stage 2)	8.493.185	3.623.403
Non-Performing Loans (Stage 3)	3.159.228	3.008.482
Marketable Securities Impairment Expense	2.863.213	84.892
Financial Assets at Fair Value through Profit or Loss	-	-
Financial Assets at Fair Value Through Other Comprehensive Income	2.863.213	84.892
Subsidiaries, Associates and Entities Under Common Control Impairment Provision	-	-
Associates	-	-
Subsidiaries	-	-
Entities Under Common Control	-	-
Other ^(*)	24.639.920	15.400
Total	40.688.688	6.745.040

(*) Includes TL 24.590.000 free provision expense

6. Information Related to Other Operating Expenses

	Current Period	Prior Period
Reserve for Employee Termination Benefits	495.218	303.504
Bank Social Aid Fund Deficit Provision	-	-
Impairment Expenses of Tangible Assets	100	-
Depreciation Expenses of Tangible Assets	454.882	374.060
Impairment Expenses of Intangible Assets	-	-
Goodwill Impairment Expense	-	-
Amortization Expenses of Intangible Assets	137.429	93.743
Impairment Expense of Equity Participations for which Equity Method is Applied	-	-
Impairment Expenses of Assets Held for Sale	-	-
Depreciation Expenses of Assets Held for Sale	-	-
Impairment Expenses for Non-Current Assets Held for Sale and Discontinued Operations	-	-
Other Operating Expenses	4.982.974	3.292.962
Leasing Expenses Related to TFRS 16 Exceptions	75.220	59.969
Maintenance Expenses	244.242	149.320
Advertisement Expenses	266.906	190.774
Other Expenses	4.396.606	2.892.899
Loss on Sales of Assets	1.915	2.797
Other ⁽¹⁾	4.358.744	2.426.237
Total	10.431.262	6.493.303

(1) TL 1.916.480 of other items consists of Saving Deposit Insurance Fund accrual expense while TL 1.555.011 consists of taxes, duties and charges expense (30 September 2021: TL 1.218.767 of other items consists of Saving Deposit Insurance Fund accrual expense while TL 769.390 consists of taxes, duties and charges expense.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

**IV. EXPLANATIONS AND NOTES RELATED TO STATEMENT OF PROFIT OR LOSS
(Continued)**

7. Information on Profit/Loss Before Tax from Continuing and Discontinuing Operations

The Bank does not have any discontinuing operations. The compositions of the profit/loss before tax from the continuing operations are following:

	Current Period	Prior Period
Net Interest Income	81.430.733	22.527.324
Net Fees and Commissions Income	8.741.114	3.600.535
Other Operating Income	6.125.010	3.450.044
Dividend Income	246.239	112.535
Trading Profit/Loss (Net)	1.004.341	(8.303.749)
Personnel Expenses (-)	6.483.239	3.793.415
Expected Credit Loss (-)	13.185.555	6.644.748
Other Provision Expenses (-)	27.503.133	100.292
Other Operating Expenses (-)	10.431.262	6.493.303
Profit / Loss From Continuing Operations	39.944.248	4.354.931

8. Information on Tax Provision for Continued and Discontinued Operations

As of September 30, 2022, the Bank's tax provision expense amounting to TL 15.111.602 consists of TL 24.367.735 current tax expense, while remaining balances amounting to TL 9.256.133 part consists of deferred tax income. (As of 30 September 2021. TL 1.334.981 of the Bank's total tax provision expense amounting to TL 2.671.281 consists of current tax expense while remaining balances amounting to TL 1.336.300 consists of deferred tax income)

9. Explanation on Current Period Net Profit and Loss of Continued and Discontinued Operations

Net profit of the Bank from continuing operations is TL 24.832.646 (30 September 2021: TL 3.019.950).

10. Information on Net Profit/Loss

10.1. Nature, Amount and Frequency of Income and Expenses Arising from Ordinary Banking Activities, if Required for the Understanding the Performance of the Bank in The Current Period

The Bank mainly utilizes its resources from domestic deposits on loans, securities and interbank operations. Besides, it obtains income via commissions taken from non-cash loans, other banking operations and insurance agencies.

10.2. The Effect of the Change in Accounting Estimates to the Net Profit/Loss; Including the Effects to the Future Period, if any

As of the balance sheet date, there is no change in accounting estimates that may require further explanations in the current period.

11. If Other Items in the Profit or Loss Statement Exceed 10% of the Profit or Loss Statement Total, Sub-Accounts Constituting At Least 20% of These Items are Shown Below

The “Other” statement under the “Fees and Commission Income” in the Profit or Loss Statement mainly consists of commissions received from credit card and fees and commissions received from banking transactions.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

**EXPLANATIONS AND NOTES RELATED TO UNCONSOLIDATED FINANCIAL STATEMENTS
(Continued)**

V. EXPLANATIONS AND NOTES RELATED TO RISK GROUP THAT THE BANK BELONGS TO

1. Information on the Volume of Transactions Relating to the Bank’s Risk Group, Outstanding Loan and Deposit Transactions and Profit and Loss of the Period

1.1 Information on Loans of the Bank’s Risk Group

Risk Group of the Bank	Subsidiaries, Associates and Entities Under Common Control (Joint Ventures)		Direct or Indirect Shareholders of the Bank		Other Real and Legal Persons in the Risk Group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Current Period						
Loans						
Beginning Balance	4.147.452	8.985.638	-	-	-	-
Ending Balance	5.163.106	6.818.811	-	-	-	-
Interest and Commissions Income	194.053	635	-	-	-	-

Risk Group of the Bank	Subsidiaries, Associates and Entities Under Common Control (Joint Ventures)		Direct or Indirect Shareholders of the Bank		Other Real and Legal Persons in the Risk Group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Prior Period						
Loans						
Beginning Balance	2.513.483	7.410.848	-	-	-	-
Ending Balance	4.147.452	8.985.638	-	-	-	-
Interest and Commissions Income	154.938	385	-	-	-	-

1.2. Information on Deposits of the Bank’s Risk Group

Risk Group of the Bank	Subsidiaries, Associates and Entities Under Common Control (Joint Ventures)		Direct or Indirect Shareholders of the Bank		Other Real and Legal Persons in the Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Deposit						
Beginning Balance	3.495.970	1.674.595	-	-	-	-
Ending Balance	8.570.937	3.495.970	-	-	-	-
Interest Expense on Deposits	108.591	180.561	-	-	-	-

1.3. Information on Forward and Option Agreements and Other Similar Agreements made with the Bank’s Risk Group

Risk Group of the Bank	Subsidiaries, Associates and Entities Under Common Control (Joint Ventures)		Direct or Indirect Shareholders of the Bank		Other Real and Legal Persons in the Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Transactions at fair value through Profit or Loss						
Beginning Balance	489.081	1.126.974	-	-	-	-
Ending Balance	122.298	489.081	-	-	-	-
Total Profit/Loss	(15.052)	(32.677)	-	-	-	-
Risk Protection Oriented Processes						
Beginning Balance	-	-	-	-	-	-
Ending Balance	-	-	-	-	-	-
Total Profit/Loss	-	-	-	-	-	-

1.4. Information Regarding Benefits Provided to the Bank’s Key Management

Fees paid to the Bank’s senior management amount to TL 18.234 (30 September 2021: TL 13.336).

VI. EXPLANATIONS AND NOTES RELATED TO SUBSEQUENT EVENTS

None.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in thousands of Turkish Lira (“TL”))

SECTION SIX

EXPLANATIONS ON INDEPENDENT AUDIT REPORT

I. MATTERS TO BE EXPLAINED ON THE INDEPENDENT AUDITOR’S REPORT

The unconsolidated financial statements prepared as of 30 September 2022 and for the fiscal period ending on the same date have been prepared by PwC Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. is subject to audit by the independent auditors' report dated 11 November 2022 is presented preceding the unconsolidated financial statements.

II. EXPLANATIONS AND NOTES PREPARED BY THE INDEPENDENT AUDITORS

None.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in Turkish Lira Full (“TL”))

SECTION SEVEN

EXPLANATION ON INTERIM ACTIVITY REPORT

I. CHAIRMAN’S ASSESSMENT

As we leave behind the third quarter of 2022, the tightening financial conditions with the increase in interest rates as part of the fight against rising inflation on a global basis, the ongoing slowdown in China due to the ongoing pandemic restrictions and the problems in the real estate sector, the continuation of the Ukraine-Russia war and Russia's cutting off the natural gas flow to Europe and developments such as the increasing energy crisis concerns in Europe caused the risks regarding the global growth outlook to increase.

While the US Federal Reserve (Fed) has increased interest rates by 225 basis points since June, it did not foresee a reduction in interest rates in 2023, contrary to market expectations. While the European Central Bank (ECB) increased interest rates by 75 basis points in September, it was a period of aggressive interest rate increase pressure on the ECB with the CPI reaching double-digit levels in the Euro Zone. Standing apart from its peers and maintaining its expansionary stance in monetary policy, the Bank of Japan intervened in the Yen for the first time since 1998. Developments focused on the UK also intensified the discourse on financial stability. Despite these steps of the Bank of England (BoE), which continues the interest rate increase cycle, the desire to put into effect a significant tax reduction package put pressure on bond rates and Sterling in the country. In order to improve market conditions, the BoE tried to ease the pressure by announcing that it will make temporary purchases of long-term bonds.

All these developments indicate that global growth rates will decrease in the upcoming period. As a matter of fact, the IMF lowered its global growth forecast to 2,7% for 2023. This level coincides with the weakest growth outlook since 2001, excluding the global financial crisis and the most intense period of the pandemic.

Despite the challenging global conditions, in the first half of 2022, the Turkish economy displayed a strong growth rate of 7,5%. In 2022, significant gains were also achieved in the employment market. The unemployment rate fell to 9,6% in August, the lowest level since March 2014. Although the leading indicators for the second half of 2022 point to a partial slowdown in growth due to the weakening foreign demand, it shows that the overall growth may be around 5% throughout the year.

With the support of economic activities in the first 8 months of the year, the budget surplus was realized with the strong increase in revenues. On the other hand, although the current account deficit is observed to increase significantly in 2022 due to the increase in energy imports, the strong course in services revenues with the contribution of tourism and transportation revenues limited the increase in the current account deficit. In addition, excluding energy and gold, the current account balance gave a surplus over the previous year in this period.

In these difficult circumstances, the banking sector continues to contribute to our country by increasing its financial support in the areas needed by our economy. Ziraat Bank, as the leading bank of the sector, continues its activities by focusing more on the areas that will contribute the most to our economy with its selective loan policy.

Burhaneddin TANYERİ
Chairman of the Board

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in Turkish Lira Full ("TL"))

EXPLANATION ON INTERIM ACTIVITY REPORT (Continued)

II. ASSESSMENT OF GENERAL MANAGER

With the developments in the world, we are experiencing a process in which the monetary policies of developed countries have completely changed. Expansionary monetary policies implemented in 2020 have been replaced by the opposite practices in 2022. The war in our nearby geography, the problems in agriculture and energy, the global inflationary environment and the tight monetary policies of the central banks of developed countries force all countries to find a balance between inflation and growth.

In line with the decisions taken by our economy management, which prioritizes the efficient use of resources in a challenging global environment, we, as banks, are more focused on supporting areas of strategic importance for our country, such as exports, employment, manufacturing, agriculture and energy, with the selective credit policy implemented.

In this context, Ziraat Bank, the leading bank of the sector, continues to increase its contribution to the economy of our country with resolution while being aware of its responsibilities.

In the 9 months of 2022, the asset size of our bank has reached TL 2.1 trillion with an increase of 51%, and the size of cash loans has reached TL 1.1 trillion with an increase of 45% thanks to the loan focused growth policy in effect. Together with non-cash loans, total loans amounted to TL 1.5 trillion.

Focusing primarily on financing with Turkish Lira (TL) and further supporting the real sector, 70% of our Bank's cash loans consist of TL loans. In addition, 81% of cash loans consist of corporate loans extended to the real sector.

Production, employment, exports, energy and especially agriculture financing are the areas we deal with as a priority. We also prioritize supporting SMEs, which are an important source of production and employment. We increase our support by designing product packages under proper circumstances for SMEs.

The agricultural sector is the sector that our Bank has always considered as the top priority. The share of our agricultural loans, which are fully extended in TL, in our corporate loans in TL is around 32%. The size of our agricultural loans exceeded TL 175 billion with an increase of 60% in the 9-month period of the year.

We finance our balance sheet growth with our main funding source, deposits. With Currency-Linked Deposits, the share of TL deposits in total deposits is increasing and TL-weighted financing of loans is supported. We continue to increase our deposits and contribute to our country's savings balance in an accurate and effective manner, while maintaining its broad base structure.

We are more focused on digitalization while renewing and developing our branches within the framework of customer satisfaction. The number of our active digital banking customers has reached 19 million, and the rate of realization of financial transactions through digital channels is over 93%. We continue our investments in this area without slowing down.

The Bank's wide service network at home and abroad, product diversity, customer-oriented service approach and with the responsibility of being the leading bank of our country, we continue our work with the effort to contribute more to our economy by providing the fastest and most convenient access to financial services for every segment and everywhere.

Alpaslan ÇAKAR
Member of the Board, CEO

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in Turkish Lira Full (“TL”))

EXPLANATION ON INTERIM ACTIVITY REPORT (Continued)

III. CORPORATE PROFILE

Since its establishment in 1863, Ziraat Bank has provided funds to all segments of the economy with its main mission of financing agriculture, and has been among the greatest promoters of the development of the country.

The Bank, which produces effective financial solutions to meet all financial needs of the traders, businesspeople, industrialists, entrepreneurs, pensioners, employees, and particularly the farmers, increases its competitive power with its ability to provide end-to-end financial services. Ziraat Bank uses its competitive power for the domestic economy and financial solutions that offer value to its customers from all segments.

Ziraat Bank has a broad domestic and international subsidiaries portfolio in banking, investment services, portfolio management, venture capital, real estate investment trust and financial technologies.

Ziraat Bank offers its customers superior and quality services corporate, commercial and retail banking with;

- 1.756 domestic and foreign branch.
- 24.531 employees,
- Domestic and foreign ATMs,
- Internet Banking (Retail and Corporate Internet Branch),
- Mobile Banking (Ziraat Mobile, Ziraat Tablet, Bankkart Mobile)
- Telephone and SMS Banking,

In line with the strategy of the Ziraat Finance Group, it produces integrated solutions with domestic and foreign subsidiary banks, branches and financial companies in order to meet the financial needs of the Ziraat Bank customers as a whole, and offers these solutions to its customers in the most efficient way by taking advantage of the economies of scale provided by the benefit of being a finance group.

IV. SHAREHOLDING STRUCTURE

The paid in capital of T.C. Ziraat Bank is TL 34.900.000.000. The Bank's sole shareholder is Türkiye Wealth Fund.

Chairman and Members of the Board of Directors, Members of the Supervisory Board and General Manager and Vice General Managers are not shareholders in the Bank.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in Turkish Lira Full (“TL”))

EXPLANATION ON INTERIM ACTIVITY REPORT (Continued)

V. MAIN FINANCIAL INDICATORS

ASSETS (TL Million)	30.09.2022	31.12.2021
Cash and Cash Equivalents	388.463	222.061
Securities Portfolio	520.352	341.401
Cash Loans (Gross)	1.129.596	778.404
Other Assets	35.595	29.024
Total Assets	2.074.006	1.370.890
LIABILITIES (TL Million)	30.09.2022	31.12.2021
Deposits	1.536.663	948.687
Non-deposits Funds	263.723	283.605
Other Liabilities	106.043	41.498
Shareholders' Equity	167.577	97.100
Total Liabilities	2.074.006	1.370.890
SUMMARY OF PROFIT OR LOSS TABLE (TL Million)	30.09.2022	30.09.2021
Net Interest Income	81.431	22.527
Net Fees and Commission Income	8.741	3.601
Other Operations Income	6.125	3.450
Other Operations Expense	10.431	6.493
Allowance for Expected Credit Losses	13.186	6.645
Net Profit/Losses	24.833	3.020
RATIOS (%)	30.09.2022	31.12.2021
Capital Adequacy Ratio	15,64	16,52
Equity / Total Assets	8,1	7,1
Cash Loans (Gross) / Total Assets	54,5	56,8
Loans under follow-up (Gross) / Total Loans	1,2	1,9
Liquid Assets / Total Assets	18,7	16,2

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in Turkish Lira Full ("TL"))

EXPLANATION ON INTERIM ACTIVITY REPORT (Continued)

VI. 2022 III. INTERIM PERIOD OPERATIONS

Credit Rating Agencies

The international credit rating agency Fitch Ratings downgraded Türkiye's long-term credit rating to "B" on 8 July 2022 and declared the outlook as negative. Then, taking negative action for 25 Turkish Banks on July 26, the institution downgraded Ziraat Bank's long-term foreign currency rating to "B-", long-term local currency rating to "B" financial capacity rating to "b-" and announced the support rating as "no support" – "ns".

International credit rating agency Moody's downgraded Türkiye's long-term credit rating to "B3" on 12 August 2022. Afterwards, on 16 August 2022, the institution, which took a downward action on the ratings of 17 Turkish banks, downgraded Ziraat Bank's long-term local and foreign currency bond and deposit ratings to "B3" and changed its negative rating outlook to stable.

The ratings of the Bank are as follows:

Credit Rating Agency	Category	Credit Grade	Date
Fitch Ratings	FC Long Term IDR	B-	July 2022
	Outlook	Negative	
	FC Short Term IDR	B	
	TL Long Term IDR	B	
	Outlook	Negative	
	TL Short Term IDR	B	
	National Long Term	AA(tur)	
	Outlook	Stable	
	Support	Ns	
	Viability Rating	b-	
Moody's	Outlook	Negative	August 2022
	Long Term Deposit- FC	B3	
	Short Term Deposit –FC	Not-Prime	
	Long Term Deposit- TL	B3	
	Short Term Deposit- TL	Not-Prime	
	Long Term Issuer- FC	B3	
	Baseline Credit Assessment	caa1	
	Adjusted Baseline Credit Assessment	caa1	
JCR Eurasia	Long Term International FC	BB	January 2022
	Outlook	Stable	
	Long Term International TL	BB	
	Outlook	Stable	
	Long Term National	AAA (Trk)	
	Outlook	Stable	
	Short Term International FC	B	
	Outlook	Stable	
	Short Term International TL	B	
	Outlook	Stable	
	Short Term National	A-1+ (Trk)	
	Sponsor Support	1	
	Stand Alone	A	

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in Turkish Lira Full ("TL"))

EXPLANATION ON INTERIM ACTIVITY REPORT (Continued)

VI. 2022 III. INTERIM PERIOD OPERATIONS (Continued)

Sustainability

With its 2021 Integrated Annual Report, the Bank was awarded two platinum and two gold awards in the banking and financial service groups segments it competes in as part of the 2021 Vision Awards organized by the League of American Communications Professionals (LACP), while also receiving a technical achievement award for the design and presentation of the report.

Foreign Trade Operations

With the structure of "Customer Oriented Foreign Trade Operation", the share of the bank in the country's foreign trade volume increased from 14,1% as of the end of 2021 to 16,55% as of September 30, 2022.

As of September 30, 2022, approximately 700 letters of guarantee amounting to USD 1.9 billion equivalent, and approximately 180 letters of guarantee amounting to USD 170 million equivalent to other banks' counter-guarantees were issued, providing support mainly to contracting companies and exporting companies.

Within the special limits provided by the CBRT to the Bank, at the end of the third quarter of 2022, approximately USD 713 million of rediscount credits from the CBRT were provided, supporting the exports of 1.033 companies.

In 2022, new developments such as the issuance of an Export Price Acceptance Certificate and foreign currency transfer transactions over internet banking, in order to reduce the transaction intensity in branches and direct customers to non-branch channels, enabled mass-intensive transactions to be carried out without visiting the branch.

Financing the Agricultural Sector

As Ziraat Bank, while the Bank continue to provide financial support to the agricultural sector, the Bank also develop projects aimed at the solution of structural problems of the sector and facilitating access to finance. The Bank have been working with related institutions, and agricultural organizations. In this context, facilitating access to direct financing especially to small-scale farmers, which constitute the most important link in the agricultural value chain, is one of the top priorities.

Contractual production model, controlled greenhouse agriculture, increasing the production of products that will reduce imports, bringing agricultural enterprises to the economic scale, evaluating idle business capacities, increasing the level of agricultural mechanization of enterprises, using technology to increase productivity in agriculture, will create added value in agricultural production and investments and activities aimed at increasing the capacity of storage, processing, packaging and marketing of agricultural enterprises' own products, especially the investment projects that can respond, and licensed warehousing and cold storage investments, stand out among the target production areas of the Bank.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in Turkish Lira Full (“TL”))

EXPLANATION ON INTERIM ACTIVITY REPORT (Continued)

VI. 2022 III. INTERIM PERIOD OPERATIONS (Continued)

Financing of Agriculture Sector (Continued)

TL 175.2 billion of loans for financing the agricultural sector

Ziraat Bank has allocated TL 121.9 billion loans in the first nine months of 2022 to more than 501 thousand customers from its own funds for financing the agricultural sector and number of the customers and within the period more than 69 thousand new customers have been added to the portfolio.

The balance of agricultural loans extended from the bank’s funds reached TL 175.2 billion as of the end of third quarter of 2022, and the number of loan customers exceeded 755 thousand.

When evaluated as a whole, the sum of the loans extended by Ziraat Bank from its own funds for the financing of the agricultural sector and the intermediated fund sourced loans reached TL 177.2 billion in the first nine months of 2022, and the number of loan customers reached over 833 thousand. By the end of the third quarter of 2022, approximately 379 thousand producers and companies operating in the agricultural sector were provided with subsidized (interest-reduced) loans amounting to TL 101.3 billion.

“I Have a Flock of Reasons To Live in My Village” Project

In the last quarter of 2020, this project was implemented with the aim of reducing animal imports and providing financial solution alternatives for small businesses while enhancing the scale of the small cattle breeding enterprises, bringing idle business capacities into production, ensuring regional development with domestic sheep breeds, increasing the demand for domestically born female animals, while creating a market. As of the end of the first half of 2022; The number of governorships with which the protocol was signed reached 36, the number of producers benefiting from the project reached over 6 thousand, the loan amount extended within the scope of the project reached TL 855 million and the number of animals obtained with these loans reached 580 thousand heads.

Other Important Activities

“The My First Home Housing Loan” product was created in May in order to enable the Bank's customers to own a home for the first time with proper financing conditions. In this context, as of September 30, 2022, TL 3.8 billion was disbursed from the My First Home Housing Loan package.

The Extended Housing Loan product was created to support the bank's customers in purchasing new or second-hand housing. In this context, as of 30 September 2022, an Extended Housing Loan package amounting to 149.9 Million TL has been disbursed.

Within the scope of the Retail Energy Efficiency and Retail Energy Management loan, which was put into use in order to increase energy efficiency within the scope of the Environmental Loan products within the scope of Sustainability products directive, the “Houses Heat Insulation Loan” was created to provide financial support only for the expenditures to be made for the thermal insulation of the houses in order to increase the energy efficiency and reduce the energy costs.

New account opening continued for TL Currency-Protected Time Deposits, FX-Converted FX-Protected TL Time Deposits, Yuvam TL Time Deposits, Time Gold Quarter Accounts and Demand Gold Quarter Accounts which were introduced to meet the needs of customers who are sensitive to exchange rate changes and to prevent customers who evaluate their investments in Turkish Lira from being adversely affected by exchange rate risk, and to prevent them from being victims of volatility in exchange rates.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in Turkish Lira Full ("TL"))

EXPLANATION ON INTERIM ACTIVITY REPORT (Continued)

VI. 2022 III. INTERIM PERIOD OPERATIONS (Continued)

Bankkart Brand is growing

As of the end of the second quarter of 2022, the number of credit cards was 11 million, the market share of number of credit cards was 11,6% and the monthly turnover market share was 10%. The trend is expected to continue in the medium and long term. The number of debit cards reached 43 million and the Bank's sector leadership continued with a market share of 22,4% in terms of monthly turnover.

As of the end of the third quarter of 2022, the number of contracted merchants of the Bank is 998 thousand and the total number of physical terminals is over 684 thousand. The third quarter total turnover of the merchant is TL 183 billion, and the Bank's turnover market share in September 2022 was 16,1%. With the rapid expansion of the card and contracted merchant network, the Bankkart brand's journey towards leadership continues, and the Bank's efforts to expand the card systems market continue.

VII. OTHER IMPORTANT ACTIVITIES

Advertising Activities

Within the scope of TalentforBIZ-2022 organized by the Presidential Career Office, career fairs were attended in Uzbekistan and the Bank and the Banking School were introduced.

The opening of the Istanbul Medeniyet University Ziraat Bank Library, which was completed with the support of the bank and which is the largest university library in our country, was held on August 12, 2022.

Cultural Values are protected

Ziraat Bank has been supporting cultural and artistic fields continuously, acting with the spirit of social community for 158 years. Within the framework of these values, the Bank provided necessary support to health, education, culture, service and sports activities in the third quarter of 2022 as part of its social responsibility.

Supporting The Art is a tradition at Ziraat Bank

Ziraat Bank, which has integrated the importance it attaches to art and artists with the slogan "For Art, Within Art" since its establishment, continues to carry out various activities in various branches of art.

Ziraat Bank continues its support for art through the Kuğulu, Tünel and Çukurambar Art Galleries. Çukurambar Art Gallery and Ankara Kuğulu Art Gallery located in Ankara Next Level AVM are open to art lovers. Istanbul Tunel Art Gallery, which is closed to visitors due to renovations, will be opened to art lovers with its new face as soon as possible.

The First Banking Museum from Ziraat

Witnessing every stage of the republic, the deep-rooted history of Ziraat Bank is exhibited in Ziraat Bank Museum, the first Banking Museum of Türkiye.

Ziraat Bank Museum was opened in 1981 in the ground floor Honor Hall of the Ziraat Bank Head Office in the Ulus district of Ankara, one of the buildings of the First National Architecture Period built by Italian Architect Giulio Mongeri in 1929 in order to transfer the know-how and experience of the bank to the future. From the beginning to the present, Türkiye's commercial banking system, economic, political, cultural, artistic, educational exchanges and in the past, which have the ability to show the progress to date Ziraat Bank Museum, many antique objects used in hosting and banking systems of these properties are exhibited in a historical atmosphere.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN
TURKISH**

**TÜRKİYE CUMHURİYETİ ZİRAAT BANKASI A.Ş.
NOTES TO THE UNCONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2022**

(Unless otherwise stated amounts are expressed in Turkish Lira Full (“TL”))

EXPLANATIONS ON INTERIM ACTIVITY REPORT (Continued)

VII. OTHER IMPORTANT ACTIVITIES (Continued)

The museum, which was closed to visitors due to the pandemic, was reopened as of 18 May 2022 and has been visited by more than 2.500 people since that date. In addition, with the Ziraat Bank Museum Virtual Tour, which is prepared by transferring all sections and details to digital media with three-dimensional imaging technology and accessed via the Bank's website, the Museum will be able to be visited and experienced step by step via computer and mobile phone.

In the virtual tour, information and visuals about the objects and ephemera (historical papers / documents) exhibited in the museum are included, as well as the works of the Ziraat Bank Art Collection, which can be examined in ultra-high resolution and detail thanks to the special techniques used in the application.

Digital Platforms and Field Research

The Bank's corporate website, ziraatbank.com.tr, features user-friendly menus that provide easy access to content, and features such as the most up-to-date financial data, campaigns, announcements, products, and calculation tools. Ziraat Assistant chatbot application provides easy access to Ziraat Bank services and functions, and the functionality of the corporate website is increased by integrating the innovations brought by technology into the website.

As of the third quarter of 2022, in the social media channels that operate in order to meet the demands and expectations of the customers in the best way, to inform about the products and services of the Bank, and to keep the customer satisfaction at the highest level, on the Facebook page, which is the most effective bank of the sector, on every platform where the customers are present, there were 2.3 million people. The Bank's effectiveness in social media is increasing day by day, with over 450 thousand followers on Twitter, over 228 thousand followers on Instagram, over 81 million views on YouTube, and on other platforms.

In addition, as of the third quarter, the number of bank digital customers reached 30.4 million and the number of active digital customers reached approximately 19 million. The rate of realization of financial transactions through digital channels is over 93%.

Career Management

In order to meet the personnel needs of Ziraat Finance Group, the recruitment exam, which will be held on November 05, 2022 in cooperation with Istanbul University, was announced in 17 exam centers. In this context, it has been reported that quotas have been reserved for 30 Assistant Inspectors, 120 Assistant Specialists to be employed in the units of the Bank in Istanbul, and 1.500 Service Staff to be employed throughout the country.

.....