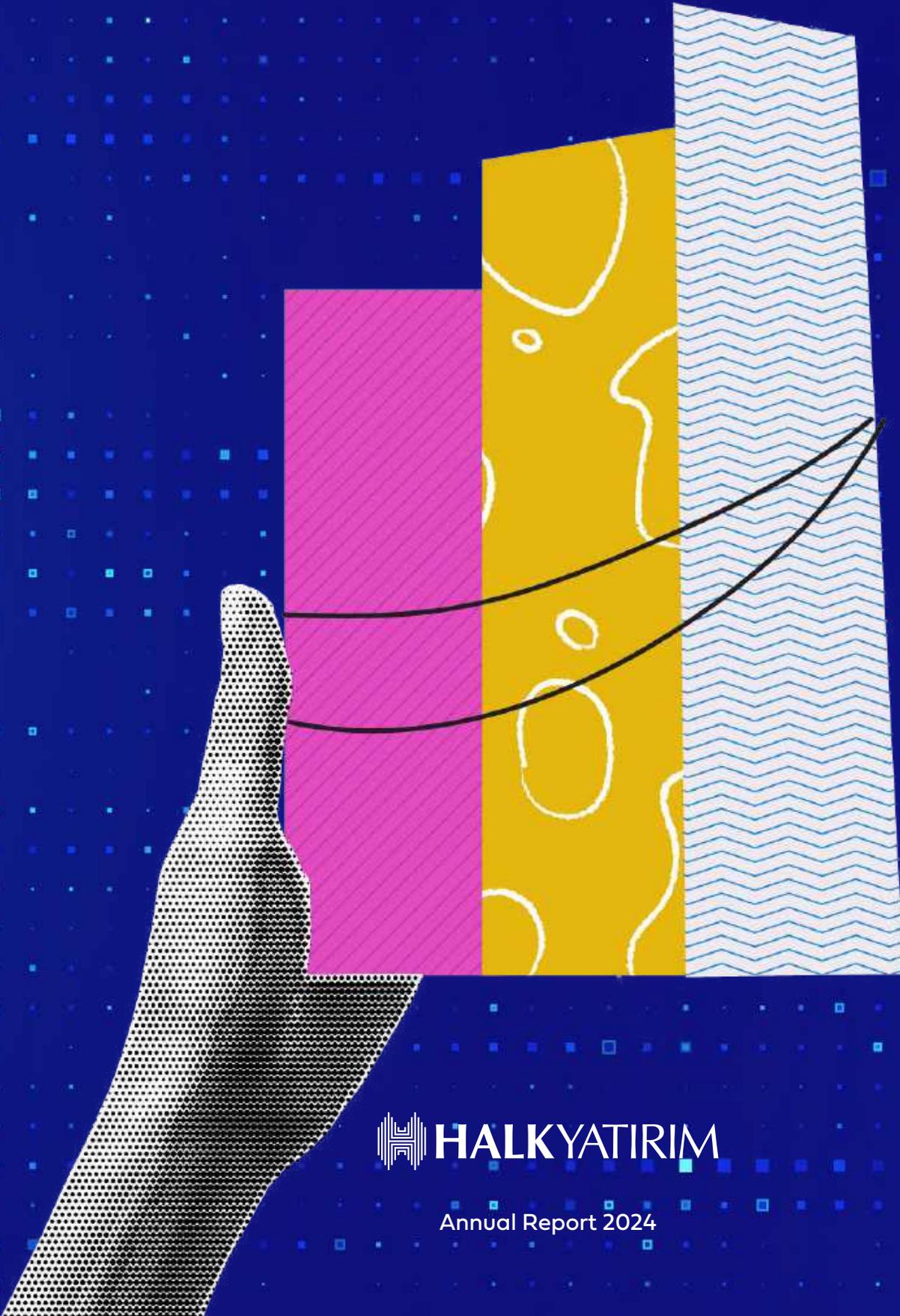


A NEW GENERATION OF GROWTH SUCCESS



 **HALKYATIRIM**

Annual Report 2024

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In line with our mission, we contribute to the broader distribution of capital by offering all services that can be provided in the capital markets swiftly, reliably, and at high quality, through our next-generation investment banking approach.

In recent years, with rising numbers of investors and an increase in investment awareness, we achieved impressive growth. Today, as a new generation takes an active role in investing, we are evolving to meet the needs of both the present and the future.

The year 2024, in particular, has been notably bright for us and our achievements attest to this success. The Halk Invest Trader 4.0 mobile application, which led the way in the investment world, is just one example. Through our digital transformation initiatives, we consistently provided investors with unique experiences while moving forward with pioneering steps and always aiming for better with our expert human resources.



Highly digital,
remarkably easy:

Halk Invest Trader 4.0 is now live!

Our next-generation mobile investment application, Trader 4.0, was launched following a comprehensive and extensive testing phase. Trader 4.0, with its user-friendly interface and AI-powered advanced analysis tools, contains a number of important features designed to support investment decisions, from stock transactions to real-time market monitoring.

Offering a secure and personalized experience, Trader 4.0 is becoming the choice of more investors every day with its unique investment instruments.

Number of downloads for Trader 4.0

Over 100 thousand

Yeni



High technology, digital investments... **Increasing satisfaction!**

Knowing that technological advancements are transforming the investment world—along with many other areas of life—we have focused on technology and digitalization in the past years. Continuing our preparations for the future while staying abreast of developments, we are working on infrastructure to enhance the user experience and raise customer satisfaction. With the increased implementation of robotic coding and artificial intelligence, we aim to make progress in this field over the next five years.

90%

Share in equity market
transactions performed via
electronic platforms





Young, adaptable, enthusiastic... **Human resources distinction!**

While technology and digitalization continue to spread across the investment world, it is our expert human resources that drive our rise. A dynamic team is essential in effectively monitoring market conditions and responding swiftly. Regardless of circumstances, we assure team stability and we reinforce our staff with young talents. Our expert team, with an average age of 35, continues to generate value for our clients, who respond with greater satisfaction and loyalty.

Number of employees

166





Supporting the real economy through public offerings, accelerating our growth

While bolstering our market presence in corporate finance by way of qualified transactions in public offerings, mergers, acquisitions, and consultancy, in 2024, we delivered one of our best performances.

We have ranked among the top ten in corporate finance for the past 14 years and we ranked among the top three in 2024. In terms of profitability, we are in the top five. With results demonstrating that our growth is sustainable and reliable, we are focusing on even more ambitious objectives.

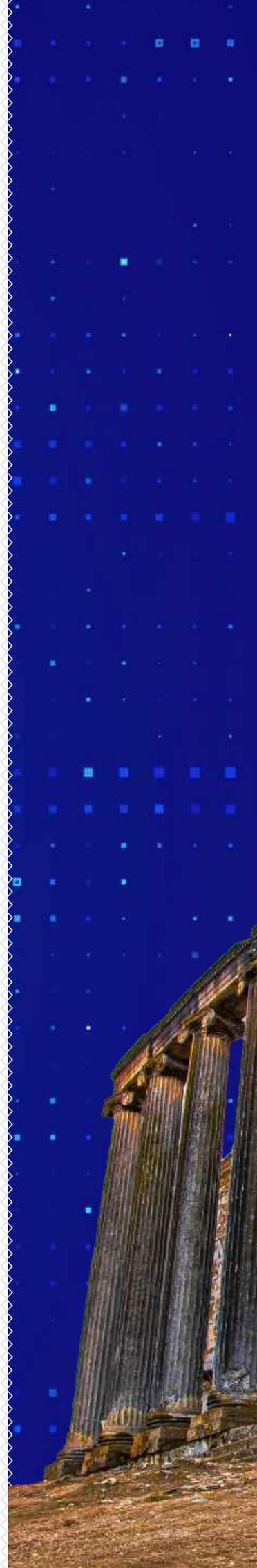
Net profit growth rate

5.8%



Halk Invest has an enduring footprint in the world's first stock exchange

We live in a rich geography that has hosted innumerable values throughout history and we believe in leveraging the deep-rooted knowledge of the past for a strong future. Accordingly, for more than a decade, we maintain our support to bring the Ancient City of Aizanoi into the future; Aizanoi was renowned for the Macellum, the world's first known stock exchange structure. Excavations continue in this ancient city, as we strive to ensure that these values endure in the present day.





HALK INVEST IN BRIEF

Fast, reliable, high-quality service

Halk Invest's mission is to contribute to the spread of capital to the base by offering capital markets services swiftly, safely, and at high quality, in line with its next-generation investment banking approach.

Halk Invest was founded on September 2, 1997, under the relevant provisions of the Capital Markets Law to perform investment services and activities, and sub-services. The Company ranks among the top investment firms in terms of indicators such as equity capital, transaction volume, and asset size.

As a subsidiary of Türkiye Halk Bankası, Halk Invest conducts brokerage activities with a total of 12 branches in Istanbul, Ankara, Izmir, Adana, Antalya, Bursa, Denizli and Samsun provinces, more than 1,000 Halkbank Branches within order transmission contracts executed with Türkiye Halk Bankası A.Ş. and Türkiye Emlak Katılım Bankası A.Ş., and effective alternative distribution channels.

Halk Invest's mission is to contribute to the spread of capital to the base with capital markets services swiftly, safely, and at high quality, in line with its next-generation investment banking approach.

The Company's license was approved by a Capital Markets Board announcement dated 15.10.2015. As an intermediary with broad authority, Halk Invest provides the following services and solutions:

- Trading brokerage activities,
- Portfolio brokerage activities,
- Individual portfolio management activities,
- Public listing intermediary through underwriting,
- Investment advisory activities,
- Limited custody services.

Reaching a broad audience with the advantage of Halkbank's extensive distribution network, Halk Invest has been supporting its customers for 27 years with the opportunity to make investments easily all over the country, to make the right investment decisions, and to secure their future.

Halk Invest stands out in the industry with its strong technological infrastructure. With applications such as Halk Invest Trader 4.0, SRS, Halk Invest Exchange, Halk Invest Mobile, and Halkbank Mobile, the Company offers investors a high-quality and an easier investment experience and the convenience of managing investments whenever and wherever they want.

Halk Invest acts as the leader or co-leader of domestic consortiums involved in three of the five largest public offerings undertaken in Turkish capital markets. The Company is one of the most potent players in the corporate finance and consultancy market that covers public offerings, debt instruments, sukuk issues, and corporate M&A services.



Establishment

1997

Initial Operation

1998

Number of Employees

166

Average Age of Employees

35

Employees' Educational Status

98%

Higher education

Female Employees/
Total Employees Ratio

Female: 45.8%

Male: 54.2%



HALK INVEST IN BRIEF

Established, pioneering, and reputable brand

Founded in 1938 with the aim of supporting tradesmen and craftsmen and accelerating sustainable economic development, Halkbank has become one of the steadily growing, well-established, pioneering, and respected brands of the rising Türkiye.

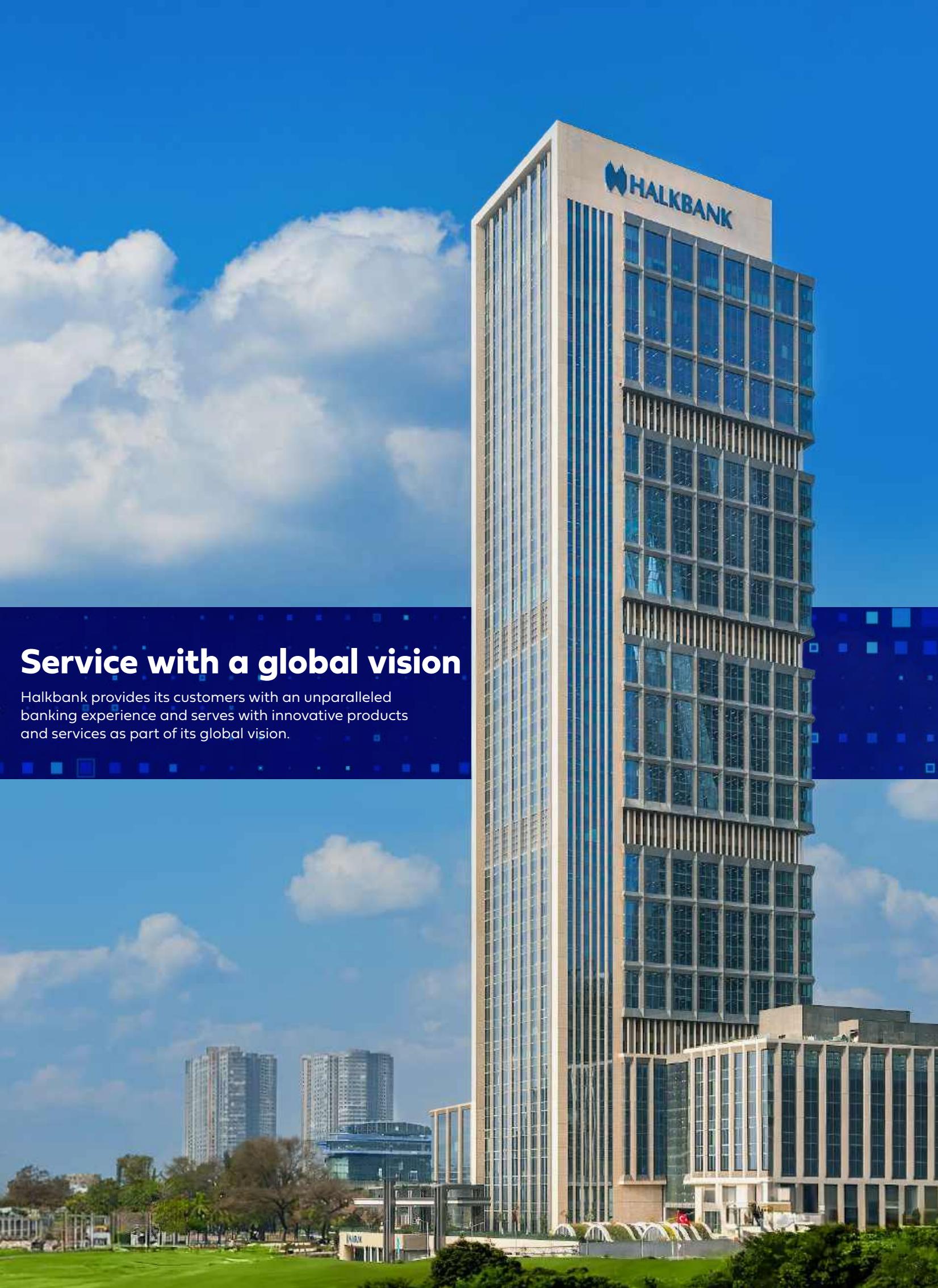
Founded in 1938 to support tradesmen and craftsmen and accelerate permanent economic development, Halkbank has become one of the steadily growing, well-established, pioneering, and respected brands of the rising Türkiye. For 86 years, the Bank has led the development of the Turkish banking industry and continues its mission of supporting the real sector.

As of the end of 2024, Halkbank provides a unique banking experience to its customers with 1,084 domestic branches, 8 overseas branches, 1 country office, 2 overseas representative offices, 4,089 ATMs, as well as Telephone and Internet Banking and Mobile Banking applications. It operates with innovative products and services, offering a global vision.



Halkbank, the Bank of a Productive Türkiye, sees tradespeople and SMEs, who generate production and employment, as its business partners, and embraces the mission of supporting them in both good times and bad through all available financial resources. Increasing its SME lending market share to 15.9%, Halkbank continues to be the biggest supporter of our economy by allocating 53.3% of its commercial cash loans to SMEs.



A tall, modern skyscraper with a glass facade and a white top section. The Halkbank logo, a stylized blue leaf-like symbol, is positioned to the left of the word "HALKBANK" in blue capital letters. The building is set against a clear blue sky with scattered white clouds. In the foreground, there is a green lawn and some trees. In the background, other buildings and a cityscape are visible under a bright sky.

HALKBANK

Service with a global vision

Halkbank provides its customers with an unparalleled banking experience and serves with innovative products and services as part of its global vision.

DEVELOPMENTS IN 2024

Rational solutions for funding requirements

Halk Invest mediated 48 sukuk transactions amounting to a total of TL 17.7 billion and 91 debt instrument issues worth TL 66 billion. As a result of these issuances, the Company ended 2024 in the second rank with a market share of 13.32%.

Halk Invest mediated 139 debt instruments and sukuk issues amounting to TL 84 billion in 2024. The Company mediated 48 sukuk transactions totaling TL 17.7 billion and 91 debt instrument issues summing up to TL 66 billion. With these issues, the Company concluded 2024 as the second in the market with a 13.32% share.

Providing rational solutions to both the financial and real sectors' resource needs with products such as commercial papers, sukuk, and green sukuk, Halk Invest's intermediaries for debt instrument issues in 2024 include Halkbank, Halk Invest, Halk Leasing, Turkcell Finansman, the Turkish Grain Board, and Aztek Teknoloji. In 2024, Halk Invest also intermediated the sukuk and green sukuk issues of Turkcell Superonline, Halk REIT, the Turkish Grain Board, Paycell, Emlak Konut REIT, Dinçer Lojistik, and Yes Oto (Enterprise).

- In 2024, Turkcell Superonline, a subsidiary of Turkcell, one of Türkiye's largest digital operator companies, issued eight sukuks totaling TL 2.4 billion. These sukuks were based on a management contract featuring an asset portfolio that included fiber internet infrastructure services, with Halk Varlık Kiralama A.Ş. (Halk VKŞ) acting as the issuer.





- Halk Gayrimenkul Yatırım Ortaklığı, which undertook the first sukuk transaction in the real estate investment partnership sector, executed 10 sukuk issues totaling TL 2.8 billion in 2024, with Halk Varlık Kiralama A.Ş. (Halk VKŞ) as the issuer and based on a management contract.
- In 2024, the Turkish Grain Board, operating in Türkiye's agricultural product markets, completed one sukuk issue based on a management contract. Halk Varlık Kiralama A.Ş. served as the issuer, with Halk Invest acting as the intermediary, for a total amount of TL 2 billion.
- In 2024, Paycell, a subsidiary of Turkcell operating in the field of payment and electronic money services, undertook 10 sukuk issues with a total value of TL 1.7 billion based on a management contract, with Halk Varlık Kiralama A.Ş. (Halk VKŞ) as the issuer.
- In 2024, Emlak Konut REIT, Türkiye's largest real estate investment trust, undertook 12 sukuk issues with a total value of TL 7.5 billion in which Halk VKŞ participated as the issuer and Halk Invest participated as the intermediary.

TL 9.2 billion

Public offering
transaction
volume

139

Debt
instruments and
sukuk issues

- Dinçer Lojistik, one of Türkiye's leading logistics companies, undertook five sukuk issues based on a management contract for the year 2024. The issues amounted to TL 655 million, with Halk VKŞ as the issuer and Halk Invest as the intermediary.
- In 2024, Yes Oto (Enterprise), the world's largest car rental company, undertook a green sukuk issue based on a management contract amounting to TL 133 million, with Halk VKŞ as the issuer and Halk Invest as the intermediary.

Public offering leaderships

In 2024, Halk Invest completed six public offerings with a total transaction volume of TL 9.2 billion.

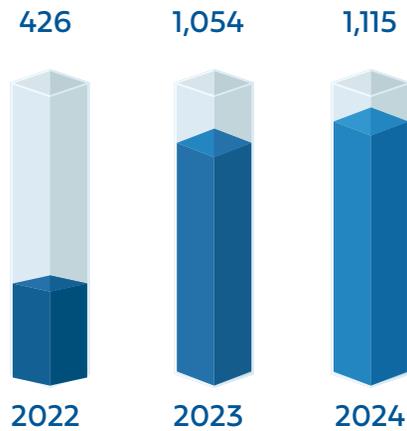
Throughout the year, public offerings were completed including TL 945 million for Pasifik Donanım ve Yazılım Bilgi Teknolojileri A.Ş., TL 2 billion 526 million for Limak Doğu Anadolu Çimento Sanayi ve Ticaret A.Ş., TL 2 billion 601 million for Yiğit Akü Malzemeleri Nakliyat Turizm İnşaat Sanayi ve Ticaret A.Ş., TL 1 billion 305 million for Efor Çay Sanayi ve Ticaret A.Ş., 525 million TL for DCT Trading Dış Ticaret A.Ş., and TL 1 billion 260 million for Ahes Gayrimenkul Yatırım Ortaklığı A.Ş.

FINANCIAL INDICATORS

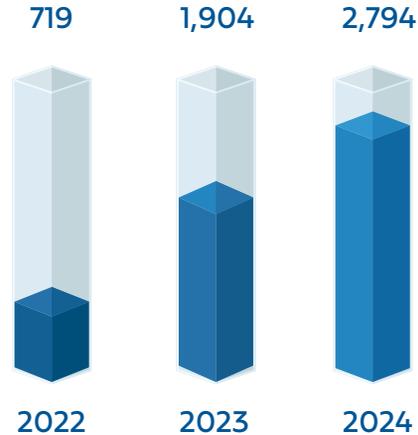
Strong financial performance

Halk Invest increased its total service revenue to TL 2.5 billion in the year 2024, demonstrating strong financial performance.

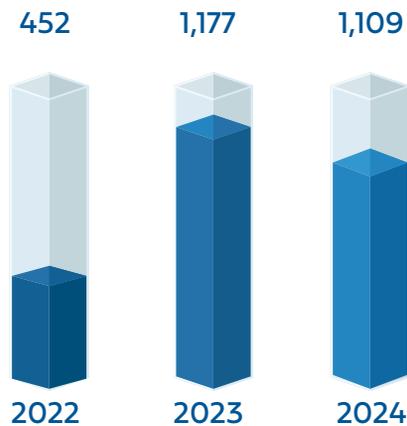
Net Profit (TL Million)



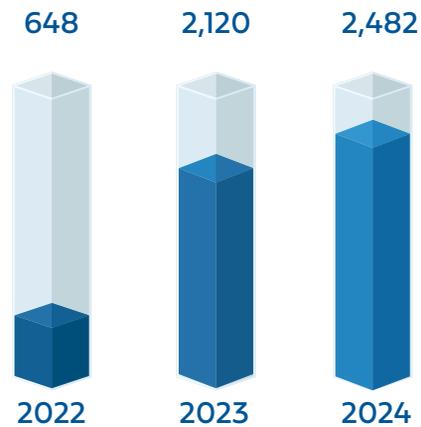
Shareholders' Equity (TL Million)

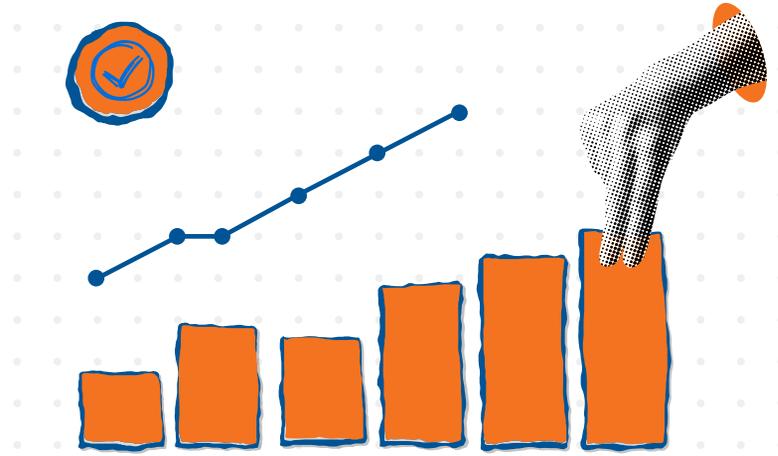


Stock and VIOP commission revenues (TL million)



Total Service Revenue (TL Million)





Balance Sheet Items (TL)

	31.12.2024	31.12.2023
Assets		
Current Assets	5,071,405,906	7,676,914,248
Cash & Cash Equivalents	1,835,990,677	4,421,397,916
Fixed Assets	190,410,134	180,301,528
Total Assets	5,261,816,040	7,857,215,776
Liabilities		
Short-Term Liabilities	2,434,797,035	5,908,241,330
Long-Term Liabilities	33,097,993	45,417,467
Shareholders' Equity	2,793,921,012	1,903,556,979
Net Profit for the Period	1,115,187,739	1,054,040,632
Total Liabilities	5,261,816,040	7,857,215,776

Income Statement Items (TL)

	31.12.2024	31.12.2023
Pre-Tax Profit/(Loss)	1,960,096,279	1,598,201,019
Tax	844,908,540	544,160,387
Net Profit/(Loss) for the Period	1,115,187,739	1,054,040,632

Financial Ratios

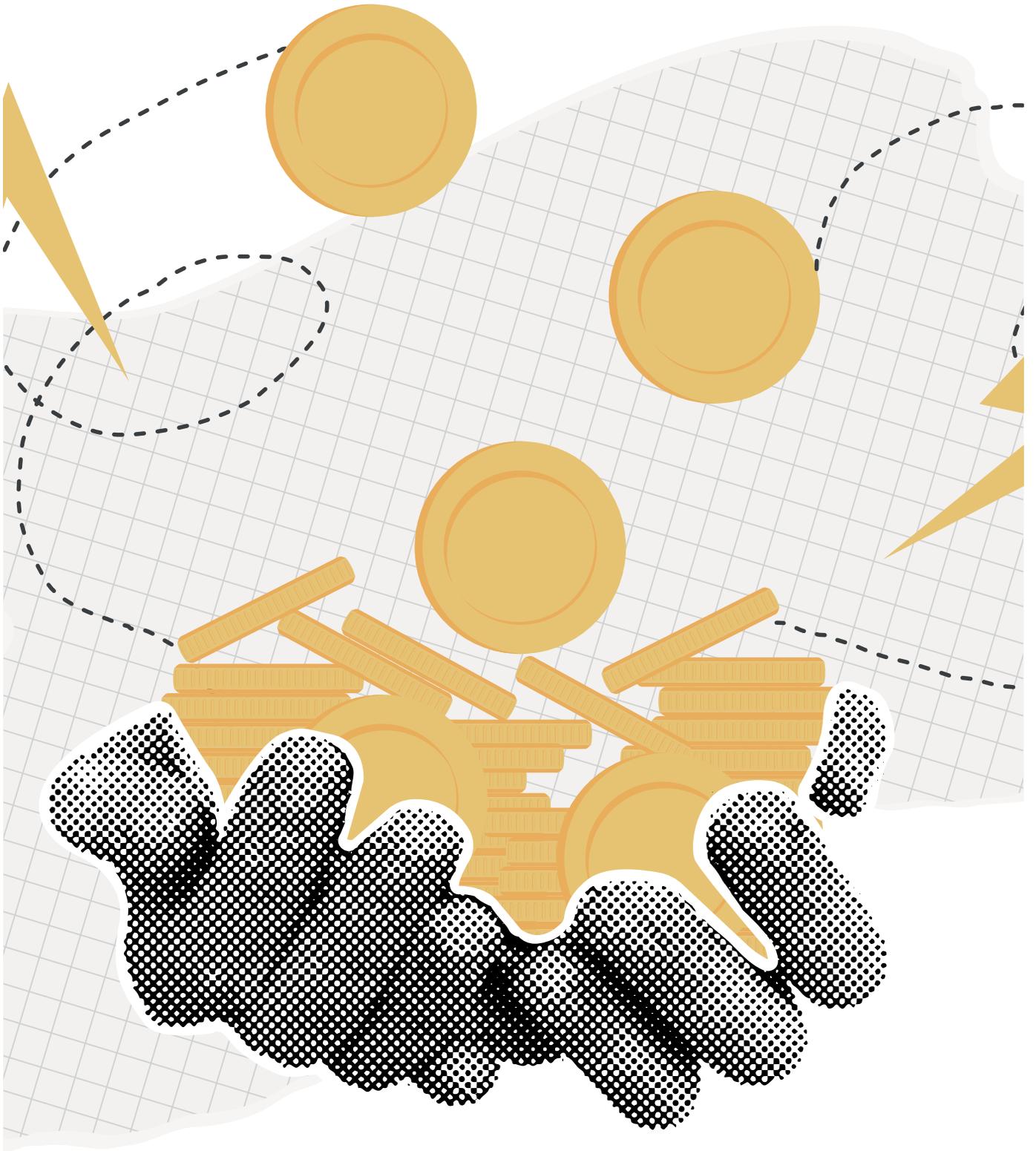
	31.12.2024	31.12.2023
Liquidity Ratios		
Current Ratio (Current Assets/Short-Term Liabilities)	208%	130%
Cash Ratio (Liquid Assets/Short-Term Liabilities)	75%	75%
Financial Structure Ratios		
(Short-Term Liabilities + Long-Term Liabilities)/Assets	47%	76%
Average Shareholders' Equity/Assets	45%	17%
Profitability Ratios		
Net Profit/Assets	21%	13%
Net Profit/Average Shareholders' Equity	47%	80%

As of 31.12.2024, the Company's shareholders' equity is TL 2,793,921,012 and its balance sheet size is TL 5,261,816,040.

CAPITAL AND SHAREHOLDING STRUCTURE

Total Capital:
TL 250,000,000
100% Halkbank

Full Name/Trade Name of Shareholder	Share in Capital (TL)	Share in Capital (%)
Türkiye Halk Bankası A.Ş.	250,000,000	100
Total	250,000,000	100



MILESTONES

The address of accurate investment for 27 years

Halk Invest has been supporting its customers with the opportunity to make investments easily all over the country, to make the right investment decisions, and to secure their future for 27 years.

2007

- The first public offering: The initial transaction in which Halk Invest participated as the co-leader of the consortium became the fourth-largest public offering in the history of the Turkish capital markets.

2011

- First debt instrument issuance: The issuance, which was the first transaction undertaken by Halk Invest as part of its restructuring, was also Halkbank's first domestic debt instrument issuance.
- Establishment of Halk Portfolio: 25% shareholding

2012

- Halkbank second public offering: USD 2.5 billion
- The first merger and acquisition (M&A) advisory transaction involving Bavet, which operates in veterinary pharmaceuticals, was accomplished with NBK Capital Fund, based in Kuwait.

2013

- Halk Invest presented its Outlook Report, where it shared its evaluations and predictions about the economy, at the first "Investor Conference" it organized.
- Halk REIT public offering
- Emlak Konut REIT's second public offering: USD 1.6 billion
- Sponsorship of Aizanoi, the world's first known stock exchange
- Leveraged trading (FX) transactions

2014

- Leadership role in the first sukuk issue for Kuwait Turkish Participation Bank, with a market share of 40%
- Corporate identity work

2015

- Leadership with a market share of 68% in sukuk issues
- Halk Invest has donated the Diyarbakır Yıllarca Halkbank Şehit Haşim Türkoğlu Primary School.
- The establishment of Halk Invest Memorial Forest
- Global Banking & Finance Review Best Intermediary Institution Award for Sukuk issues in Türkiye

2016

- JCR Rating AA (Trk)
- The first Halk Invest commercial paper issuance
- Global Banking & Finance Review's Best Brokerage Firm Award in Türkiye for Sukuk issue and Corporate Social Responsibility
- TSPB - Aizanoi Best Corporate Social Responsibility Project Award

2017

- JCR Rating AA+ (Trk)
- Türkiye's first sukuk issue based on agricultural commodities
- Türkiye's first REIT sukuk issue
- Halkbank's subordinated bond issue
- Main sponsorship of the world's first known stock exchange, Aizanoi

2018

- JCR Rating AAA (Trk)
- Support for Türkiye's largest asset-backed securities issuance
- 103 debt instrument and sukuk issues throughout the year
- Commencement of individual portfolio management operations
- Foreign transaction platform Halk Intradet studies

- IFN "Islamic Finance Deal of the Year Award in Türkiye" - Turkish Grain Board ("TMO") Agricultural Commodity-Based Sukuk issue TSPB - Most Creative Capital Markets Project Award (TMO - Agricultural Commodity-Based Sukuk issue)
- Bonds & Loans - Local Bond Transaction (Halkbank-Subordinated Bond First Prize)

2019

- Türkiye Halk Bankası A.Ş. Commercial Paper Issuance marked the 100th issuance transaction in 2019
- 110 debt instruments and sukuk issues during the year
- TLREF issues
- Bonds & Loans - Domestic Bond / Sukuk Transaction of the Year First Prize: Turkish Grain Board (TMO) Agricultural Commodity-Based Sukuk Issue Transaction
- Bonds & Loans Islamic Finance Transaction of the Year First Prize: Turkish Grain Board (TMO) Agricultural Commodity-Based Sukuk Issue Transaction
- Bonds & Loans - Real Estate Finance Deal of the Year First Prize: Halk Gayrimenkul Yatırım Ortaklığı (Halk REIT) Management Contract-Based Sukuk Issue
- Bonds & Loans - Second Prize for Structured Debt Instrument of the Year: Halk Gayrimenkul Yatırım Ortaklığı (Halk REIT) Management Contract-Based Sukuk Issue
- TSPB-Private Sector Debt Instrument Issue and Sales Leader Award

2020

- 98 debt instrument and sukuk issues within the year
- TLREF issues of BIST
- Bonds & Loans - Islamic Finance Transaction of the Year First Prize: Turkcell Superonline - Management Contract-Based Sukuk Issue
- Bonds & Loans - Real Estate Financing Deal of the Year (Sukuk): Emlak Konut Gayrimenkul Yatırım Ortaklığı (EKGYO) Management Contract-Based Sukuk Issue First Prize and Halk REIT Management Contract-Based Sukuk Issue Second Prize
- Bonds & Loans - Real Estate Finance Deal of the Year (Bond): EKGYO - Third Prize for Conventional Bond
- Bonds & Loans - Structured Debt Instrument Deal of the Year: Turkcell Superonline Management Contract-Based Sukuk Issue Third Prize
- + IFN Deal of the Year in Islamic Finance Award: EKGYO - Management Contract-Based Sukuk Transaction
- The first issuance providing an irrevocable guarantee (committed line) by the issuer to investors

2021

- JCR Rating AAA (Trk)
- 74 debt instruments and sukuk issues within the year
- Establishment of Yıldız Tekno Venture Capital Investment Trust Co. Inc. (Yıldız Tekno GSYO)
- The establishment of the www.fonlabuyusun.com crowdfunding platform
- Three awards at the LACP (American Communication Professionals) 2020 Vision Awards
- At the LACP 2020 Vision Awards, the 2020 annual report titled "Smart Suggestions Change Lives" received the Gold Award on the international stage, the Bronze Award in the ranking of the most advanced annual reports, and the Technical Achievement Award.
- Horizon Interactive Awards with halkinzaferi.com and the Love is the Greatest Investment film project received the Golden Award, and the SRS received the Silver Award.
- First Stock Exchange - From Aizanoi to the future of investment, the website ilkborsa.com received the Silver Award in the Banking & Financial Websites category at the Horizon Interactive Awards.

2022

- JCR Rating AAA (TR)
- 88 debt instruments and sukuk issues
- Public offerings of Makim Makina Teknolojileri Sanayi Ticaret A.Ş. with a value of TL 158.4 million and Birikim Varlık Yönetim A.Ş. with a value of TL 174.4 million
- The digital experience offered by ilkborsa.com, which spans from the past of the stock exchange to the future of investment, won the "Best Microsite" award at the Altın Örümcek, one of the most prestigious competitions in Türkiye.
- Three Bronze Awards for SRS at the Stevie Awards' largest award program, the "International Business Awards"
- Halk Invest received the silver award in the "Fintech Company of the Year" category at the Globee Awards with SRS.
- The establishment and issuance approval of the Fonlabüyüsün Venture Capital Investment Fund (Fonlabüyüsün GSYF) by Fonlabüyüsün and Ziraat Portfolio A.Ş.
- IFN Awards 2022 Most Creative Transaction of the Year Award: Kayseri Şeker - Management Contract-Based Sukuk Transaction

2023

- 132 debt instruments and sukuk issues
- Fuzul Gayrimenkul Yatırım Ortaklığı A.Ş. (TL 817.5 million); ASCE Gayrimenkul Yatırım Ortaklığı A.Ş. (TL 2.079 billion); Baydöner Restoranları A.Ş. (TL 378 million); Tarkim Bitki Koruma Sanayi ve Ticaret A.Ş. (TL 537.5 million); Gıpta Ofis Kırtasiye ve Promosyon Ürünleri İmalat Sanayi A.Ş. (TL 836 million); Pasifik Eurasia Lojistik Dış Ticaret A.Ş. (TL 850 million); Batı Ege Gayrimenkul Yatırım Ortaklığı A.Ş. (TL 870 million) public offerings
- The issue for Turkcell Ödeme Hizmetleri A.Ş. (Paycell) received an award in the "Islamic Capital Markets Deal of the Year" category of Bonds, Loans & ESG Capital Markets CEE, CIS & Türkiye 2023 Awards.
- The first green lease certificate issuance undertaken by Halk Invest, with Yes Oto Kiralama ve Turizm Yatırımları A.Ş. as the fund user

2024

- **139 debt instruments and sukuk issues**
- **The public offerings of Pasifik Donanım ve Yazılım Bilgi Teknolojileri A.Ş. (TL 945 million); Limak Doğu Anadolu Çimento Sanayi ve Ticaret A.Ş. (TL 2 billion 526 million); Yiğit Akü Malzemeleri Nakliyat Turizm İnşaat Sanayi ve Ticaret A.Ş. (TL 2 billion 601 million); Efor Çay Sanayi ve Ticaret A.Ş. (TL 1 billion 305 million); DCT Trading Dış Ticaret A.Ş. (TL 525 million); Ahes Gayrimenkul Yatırım Ortaklığı A.Ş. (TL 1 billion 260 million)**

From the Management

MESSAGE FROM THE CHAIRMAN

In 2024, we increased our
shareholders' equity to
TL 2.8 billion



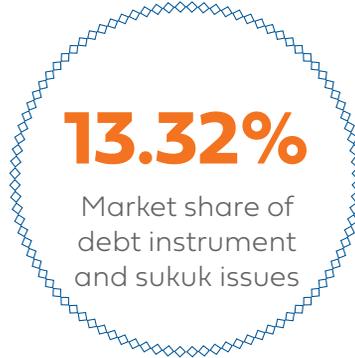
Ali Şöner
Chairman of the Board
of Directors

Esteemed Stakeholders,

The year 2024 marked a period in which the negative impacts of a tight monetary stance, the primary weapon for global economies in the fight against inflation, affected growth. Throughout the process—and although regional policy divergences were observed—this impact remained moderate, thanks to balancing liquidity and a supportive fiscal stance.

In 2025, anticipated to be a period when the central banks in advanced economies will implement policies that support growth while continuing to fight inflation, the fate of supportive monetary steps will depend on receiving clear signals that medium-term inflation targets are being achieved. As a result of last year's global weakening in the manufacturing sector, the observed loss of momentum in employment heightened recession concerns while the rigidity in service inflation led to the adoption of a cautious tone in monetary easing. Therefore, in 2025, we foresee that, influenced by expected protectionist policies, capital flow to emerging markets, such as China, that have fragile macro dynamics, may be exposed to downward risks.

We believe that during this period, with the support of a fiscal discipline commitment underpinned by balanced growth, and by permanently reducing inflation, Türkiye's economy will stand out positively among emerging economies.



The BIST 100 index, bolstered by the economic policies it implemented in 2024, has soared to historic peak levels. Closing the year at 10,016, the BIST 100 index ended the year with a 35.60% increase in value.

As a leading institution in the capital markets, Halk Invest maintains its growth trajectory by means of visionary and effective strategies, as well as through the broad distribution channel of Halkbank. Preserving its strong position in the sector, the Company continued its success, increasing its net profit by 5.8% compared to the previous year and reaching TL 1,115 million. During the same period, Halk Invest raised its shareholders' equity from TL 1,904 million to TL 2,794 million and achieved an average return on equity of 47.5%.

As Halk Invest, we will maintain the rapid expansion of our market share. Our goal is to continue steering the industry by enhancing profitability and increasing our innovative products and services.

In 2024, Halk Invest mediated 139 debt instruments and sukuk issues totaling TL 84 billion, including 48 sukuk deals worth a total of TL 17.7 billion and 91 debt instrument issues worth TL 66 billion. Consequently, in terms of its issues, Halk Invest concluded 2024 ranked second with a market share of 13.32%.

For Turkcell Superonline, a subsidiary of one of Türkiye's largest digital operator companies, Turkcell, a total of eight sukuk issues amounting to TL 2.4 billion were undertaken in 2024. These were based on a management contract featuring an asset portfolio that included fiber internet infrastructure services, with Halk Varlık Kiralama A.Ş. (Halk VKŞ) as the issuer.

In 2024, for Halk Gayrimenkul Yatırım Ortaklığı, which executed the first sukuk transaction in the real estate investment trust sector, Halk Invest completed ten sukuk issues with a total value of TL 2.8 billion, based on a management contract, where Halk Varlık Kiralama A.Ş. (Halk VKŞ) acted as the issuer.

In 2024, the Turkish Grain Board, operating in Türkiye's agricultural product markets, conducted a sukuk issue based on a management contract. Halk VKŞ served as the issuer and Halk Invest acted as the intermediary for a total amount of TL 2 billion.

MESSAGE FROM THE CHAIRMAN

We completed six public offering transactions

In 2024, Halk Invest completed six public offerings with a total transaction volume of TL 9.2 billion.

In 2024, for Paycell, Turkcell's group company operating in payment and electronic money services, 10 sukuk issues based on a management contract were performed, with a total amount of TL 1.7 billion, where Halk Varlık Kiralama A.Ş. (Halk VKŞ) was the issuer.

Emlak Konut REIT, Türkiye's largest real estate investment trust, undertook a total of 12 sukuk issues amounting to TL 7.5 billion based on a management contract in 2024, with Halk VKŞ as the issuer and Halk Invest as the intermediary.

Dinçer Lojistik, one of Türkiye's leading logistics companies, executed five sukuk issues amounting to a total of TL 655 million in 2024 based on a management contract, with Halk VKŞ as the issuer and Halk Invest as the intermediary.

Yes Oto (Enterprise), the world's largest car rental company, executed one green sukuk issue based on a management contract in 2024. With Halk VKŞ as the issuer and Halk Invest as the intermediary, the issue amounted to TL 133 million.

In 2024, Halk Invest completed six public offerings with a total transaction volume of TL 9.2 billion.

Throughout the year, public offerings were completed for Pasifik Donanım ve Yazılım Bilgi Teknolojileri A.Ş., with a value of TL 945 million; Limak Doğu Anadolu Çimento Sanayi ve Ticaret



A.Ş., with a value of TL 2.526 billion; Yiğit Akü Malzemeleri Nakliyat Turizm İnşaat Sanayi ve Ticaret A.Ş., with a value of TL 2.601 billion; Efor Çay Sanayi ve Ticaret A.Ş., with a value of TL 1,305 billion; DCT Trading Dış Ticaret A.Ş., with a value of TL 525 million; and Ahes Gayrimenkul Yatırım Ortaklığı A.Ş., with a value of TL 1,260 billion.

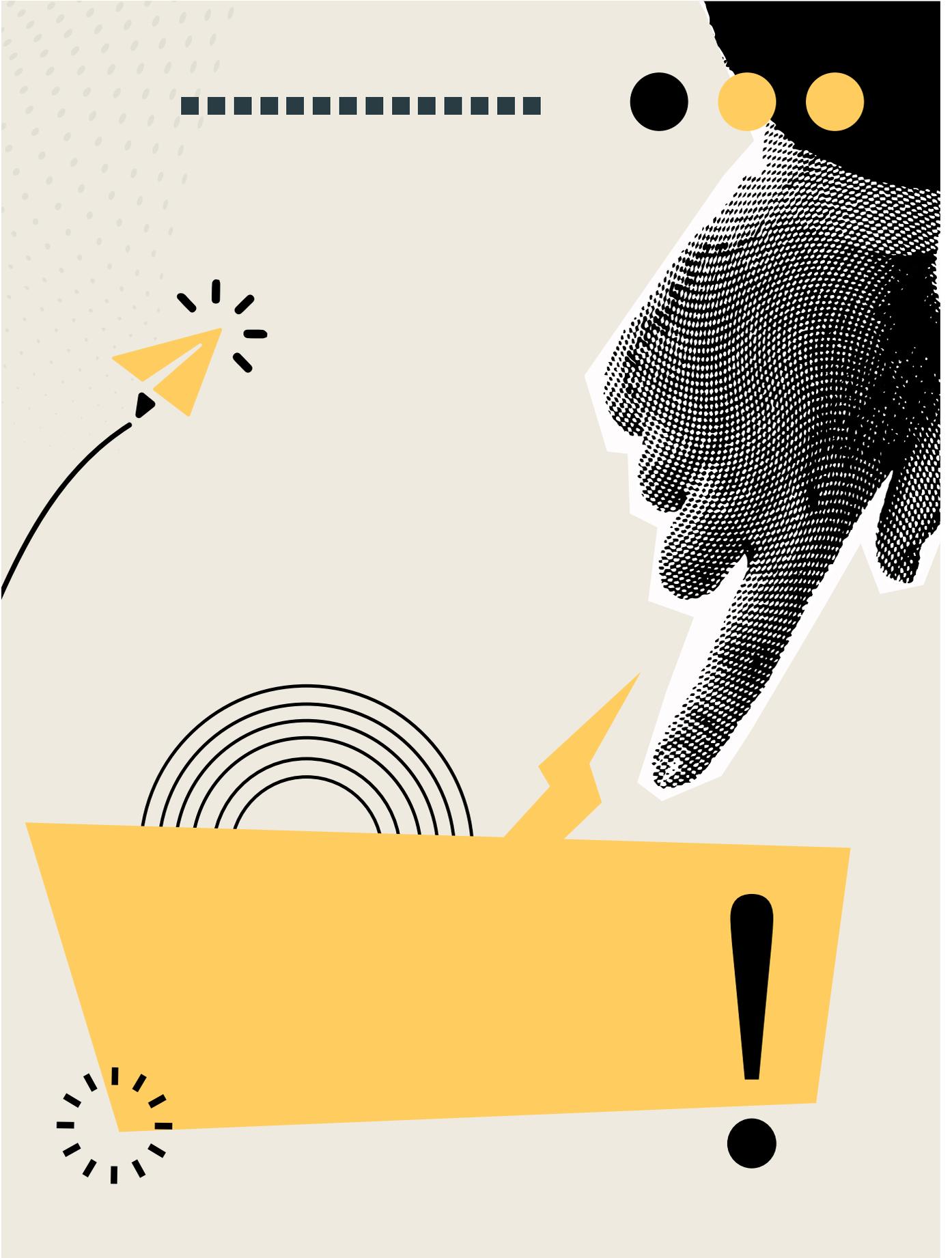
Additionally, on the crowdfunding front, the Fonlabüyüsün Crowdfunding Platform completed the second crowdfunding campaign for Badgeway in 2024, following its first campaign in 2023, alongside

the inaugural crowdfunding campaigns for Orbiba Robotics, Mapla Biotechnology, and Agroculus. Moreover, partnership agreements were made during the year with the Bilkent National Nanotechnology Research Center (UNAM), 1773 ITU Technopark, Boğaziçi University Technopark, Manisa Technocity, Trabzon Technocity, and the Burdur Mehmet Akif Ersoy University Technology Transfer Office (MAKÜ TTO). In addition to these collaborations, investments in ventures were made through both crowdfunding campaigns on Fonlabüyüsün and successive investment rounds in 2024, facilitated by Fonlabüyüsün Venture Capital Investment Fund (Fonlabüyüsün GSYF) and established by Ziraat Portfolio Management A.Ş. with the support of Halk Invest.

I am confident that Halk Invest will continue to be a leading institution in the capital markets in 2025, that we are progressing towards our goals, and that we will ultimately complete the year with the desired outcomes. On behalf of the Board of Directors and myself, I extend my gratitude to our main shareholder, Halkbank, and to our employees, our esteemed customers, and all our business partners.

Sincerely,

Ali Şöner
Chairman of the Board of Directors



BOARD OF DIRECTORS

Ali Şöner

Chairman of the Board of Directors

Ali Şöner was born in Istanbul in 1968. He graduated from Boğaziçi University, Faculty of Economics and Administrative Sciences, Department of International Relations. He worked as an Assistant Specialist and Specialist at Pamukbank TAŞ. Having worked as a Director and Head of Department at Türkiye Halk Bankası A.Ş. since 2004, Şöner has been serving as the Deputy General Manager in charge of Treasury Management and International Banking at Türkiye Halk Bankası A.Ş. since July 28, 2021.

Yusuf Duran Ocak

Vice Chairman of the Board of Directors

Yusuf Duran Ocak was born in Kadirli-Osmaniye in 1966. He graduated from Gazi University, Faculty of Economics and Administrative Sciences, Finance Department. After serving as an Assistant Inspector, Inspector, Deputy Head of the Board of Inspectors, and Department Head at Türkiye Halk Bankası A.Ş., Mr. Ocak has served as the Deputy General Manager in charge of Financial Management and Planning since July 18, 2017.

Şafak Akdaş

Board Member and Deputy CEO

Şafak Akdaş was born in Sivas in 1985. He completed his undergraduate education at Erciyes University, Department of Chemistry, and his graduate education at Cumhuriyet University, Department of Financial Econometrics. He started his career in capital markets in 2010 and held office in various positions. Joining Halk Invest in 2019 as the Manager responsible for the Domestic Sales Unit, Akdaş served as the Deputy General Manager responsible for Markets, Investment Advisory and Corporate Brokerage, and Sales Management and Branches, along with Operations. As of June 11, 2025, Şafak Akdaş has assumed the role of Deputy CEO.

Gökhan Fidan

Board Member

Gökhan Fidan was born in Trabzon in 1975. He completed his Bachelor's degree in Business Administration at Atatürk University Faculty of Economics and Administrative Sciences in 1998. His banking career which started at Halkbank Araklı/Trabzon Branch in 1999 continued under the title of Specialist at Treasury Management between 2003 and 2008. He served as Line Manager at Trabzon Regional Coordination Office from 2008 to 2013, and then as Commercial Branch Manager at Gümüşhane, Ortahisar, Ordu and Samsun, respectively, between 2013 and 2021. He has been serving as the Head of Department of Artisans Banking at Türkiye Halk Bankası A.Ş. since July 2021.

İbrahim Halil Kırşan

Board Member

İbrahim Halil Kırşan was born in 1964 in Gercüş, Batman. He graduated top of his class from the Department of Mining Engineering at the Faculty of Engineering and Architecture, Dokuz Eylül University, in 1987. He went on to complete a master's degree in Mining Engineering at Hacettepe University, followed by a second master's degree in Public Administration Specialization at TODAİE. In 1987, he began his career at the General Directorate of Mineral Research and Exploration (MTA) as a scholarship recipient. Over the years, he held various positions at MTA, including Technical Staff, Head of Department, and Deputy Director General. Between 1993 and 1995, he was temporarily assigned to the General Directorate of Mining Affairs. Mr. Kırşan also served as an Advisor to the Minister of State. In January 2010, he was appointed General Manager and Board Member of Başkent Doğalgaz Dağıtım A.Ş. Later that year, in November, he was appointed Vice President of the Privatization Administration. In September 2013, he became the General Manager and Board Member of TTA Gayrimenkul A.Ş. During his time at the Privatization Administration, Mr. Kırşan served on the boards of directors and audit committees of several companies, including Turkish Airlines. He retired from public service in July 2016 as Vice President of the Privatization Administration and transitioned to the private sector. He later served as President of the Energy and Mining Group and a member of the Advisory Board at Çiftay İnşaat ve Taahhüt Ticaret A.Ş. Since August 2016, he has been the Chairman of the Executive Board of Çiftay. Mr. Kırşan is also a member of the National Mineral Resource and Reserve Reporting Commission (UMREK) and serves as Chairman of the Turkish Mining Council under TOBB. He is married and has two children.

Ahmet Hoşcan

Board Member

He was born in Kadirli in 1984. He graduated from Adana Atatürk High School in 2003. He completed his undergraduate education at Ankara University, Faculty of Political Sciences, Department of International Relations in 2007. He obtained a Master's Degree in Business Administration from Istanbul Aydın University, Institute of Social Sciences. His banking career started when he began to serve as an Assistant Specialist at Türkiye Halk Bankası A.Ş. in 2008. Later, he worked as a Specialist, Senior Specialist, and Director in the same institution. Between October 2018 and August 2021, he held office as the Line Manager of Liquidity Management in the Department of Asset-Liability Management. He has served as the Head of the Treasury Management Department since August 2021.

Beyza Özişel

Board Member

She was born in Ankara in 1976. She completed her undergraduate education at Gazi University, Faculty of Economics and Administrative Sciences, Department of Public Administration. She worked as Inspector, Assistant Inspector, and Head of Department at Sümerbank A.Ş. and OyakBank A.Ş. Ms. Özişel took office as Head of Department and Department Manager at Türkiye Halk Bankası A.Ş. in 2011 and is currently the Head of the Retail Loans Department at Türkiye Halk Bankası A.Ş.

From the Management

MESSAGE FROM THE CEO



Şafak Akdaş
Deputy CEO

Esteemed Stakeholders,

In 2024, the main agenda items for global economies were geopolitical developments, inflation, and the implications of the tightening moves taken by global central banks to combat inflation. Particularly under the shadow of stagflation risks, the issue of when central banks would end their tightening cycle was among those most closely monitored by the markets. The rigidity of service prices generally kept inflation risks at the forefront, while the differences in inflation and growth in leading economies also led to policy divergences among central banks. Specifically for the US economy, 2024 was a period in which the Federal Reserve faced the repercussions of its fight against inflation. However, it should be noted that the pressure on growth caused by tight monetary policy remained moderate, thanks to balancing liquidity policy and a supportive fiscal stance.

We are now entering a year when the preferences of domestic investors, who, post-pandemic, have increased the weight of stocks in their portfolios, will be decisive. In 2024, the rising interest rates domestically led domestic investors to shift their preferences towards investment vehicles such as TL deposits and Money Market Funds. We view the interest rate cuts by the Fed, enacted in a non-recessionary environment, as supportive from the perspective of emerging market central banks and the CBRT. We expect the CBRT to gradually ease its tight stance within an orthodox framework, as in 2024, and we believe such policies will have a positive reflection in the Turkish stock market. Under this macroeconomic outlook, we foresee more space being allocated to the BIST in domestic investor preferences.

Considering both the expectation of a gradual transition to loose monetary policies and the anticipated continued decline in the country's risk premium, we are of the view that the BIST could become a renewed investment preference for foreign investors focusing on bond market opportunities in 2024.

With the improvements made in digitalization and technological infrastructure, increased diversity of products and services, and the performance of the model portfolio, as well as an expanding sales network, and contributions from operational efficiency, Halk Invest had another successful year in 2024, increasing its net profit in real terms by 5.8% according to inflation-adjusted financial statements.

In 2024, Halk Invest continued to accelerate its technological infrastructure investments without pause, aiming to provide high-quality, safe, and fast services to its extensive customer base, taking into account the changing needs in capital markets. To meet the increased workload due to the rise in customer numbers, product diversity, and transaction volume, and to ensure service continuity, the Company expedited the restructuring of its technological architecture.

The infrastructure modernization and monitoring solutions integration efforts initiated in 2023 were successfully completed in 2024. This process led to the establishment of a structure that ensures the continuation of service quality in compliance with the standards and that measures IT infrastructure quality. Our plans for 2025 include detailed analysis and improvement efforts for sub-service systems. Given the increasing risks and regulatory requirements, we are placing more importance on Information Security efforts.

Due to advancing technology and shifting customer expectations, an important mission for Halk Invest is to ensure the currency of alternative transaction channels to provide easier access to financial information and enable faster transactions. As part of the digital channels transformation plan, following the implementation of our next-generation mobile application, Trader 4.0, studies covering other service channels are ongoing. Efforts will continue on the new internet branch, the modernization of financial portals, the structuring of other mobile applications, and the enrichment of mobile application functions.

In 2024, predominantly debt instruments, as well as sukuk and public issues, were realized. Halk Invest conducted a total of 139 transactions, reaching TL 84 billion. These transactions comprise 48 sukuk issues (TL 17 billion 754 million) and 91 issues of conventional debt instruments (TL 66.2 billion). With our issues undertaken in 2024, we rank first in the market.

According to the adjusted financial statements for inflation accounting, Halk Invest increased its net profit by a real rate of 5.8%.

MESSAGE FROM THE CEO

At Halk Invest, six public offerings with a total transaction volume of TL 9.2 billion, including TL 945 million for Pasifik Donanım ve Yazılım Bilgi Teknolojileri A.Ş.; TL 2,526 billion for Limak Doğu Anadolu Çimento Sanayi ve Ticaret A.Ş.; TL 2,601 billion for Yiğit Akü Malzemeleri Nakliyat Turizm İnşaat Sanayi ve Ticaret A.Ş.; TL 1,305 billion for Efor Çay Sanayi ve Ticaret A.Ş.; TL 525 million for DCT Trading Dış Ticaret A.Ş.; and TL 1,206 billion for Ahes Gayrimenkul Yatırım Ortaklığı A.Ş. were completed in 2024.

The Fonlabüyüsün crowdfunding platform focuses on deep technology ventures in their early lifecycle stages—ventures that will contribute to our country's growth targets and high value-added exports. Initiatives with growth potential in the global market, which produce and effectively utilize technology and target corporate customers, will be beneficial for all ecosystem stakeholders by contributing to our country's growth targets and high value-added exports.

The Halk Invest organization possesses a dynamic structure well-suited for accurately managing investor expectations. The Company continues to render services to customers by way of products in mobile and web application formats, comprised by models such as the Smart Recommendation System (SRS). The SRS provides customers with daily investment advisory recommendations and information on investment decisions, as well as quantitative analysis, stock and fund reports created with artificial intelligence, investment advisory recommendations, and up-to-date model portfolio recommendations, etc. The Smart Recommendation System and various other projects are among the driving factors in achieving the Company's objectives. Moreover, following the commissioning of these automated products, the subsequent increase in the diversity and depth of research unit products and services contributed to investor satisfaction. The Model Portfolio performance managed by the Unit achieved a

nominal return of 39.7% and a relative positive return of 11.1% against the BIST in 2024. Additionally, research reports and market evaluations are shared prominently on Halk Invest's YouTube channel, Twitter, LinkedIn, Instagram, and other social media platforms, enhancing the Company's visibility through informational videos on these platforms.

At this point, I will emphasize that the effective combination of Halk Invest's qualified human resources and strong infrastructure has played an important role in the achievement of these successful results.

At the core of our success lies the goal of creating high and sustainable value for our capital markets and stakeholders. The dedicated contributions of our employees, the valuable support of Halkbank, and the trust we receive from our customers are our most important sources of motivation.

Sincerely,

Şafak Akdaş
Deputy CEO

EXECUTIVE MANAGEMENT

Şafak Akdaş

Board Member - Deputy CEO

Şafak Akdaş was born in Sivas in 1985. He completed his undergraduate education at Erciyes University, Department of Chemistry, and his graduate education at Cumhuriyet University, Department of Financial Econometrics. He started his career in capital markets in 2010 and held office in various positions. Joining Halk Invest in 2019 as the Manager responsible for the Domestic Sales Unit, Akdaş served as the Deputy General Manager responsible for Markets, Investment Advisory and Corporate Brokerage, and Sales Management and Branches, along with Operations. As of June 11, 2025, Şafak Akdaş has assumed the role of Deputy CEO.

Ali Mutlu

Deputy General Manager

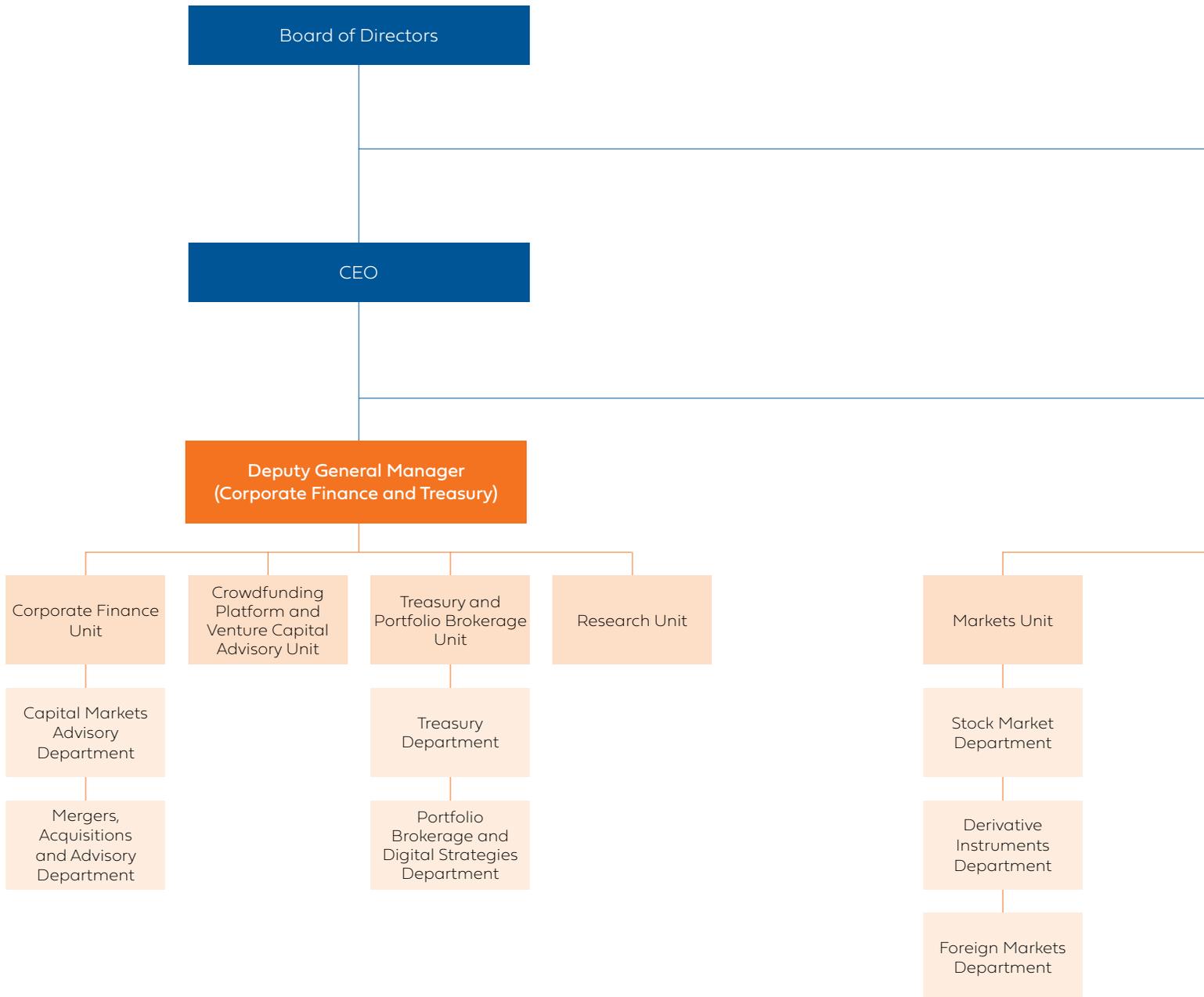
Ali Mutlu was born in Osmaniye in 1968. He received his undergraduate education at Marmara University, Faculty of Economics and Administrative Sciences, Department of Economics, and his graduate education at Oklahoma State University, Department of Economics. Since 1998, he worked in various positions in the field of information technologies in the capital market industry. Starting in 2015 as the Information Technologies Director at Halk Invest, Ali Mutlu currently serves as the Deputy General Manager responsible for Financial Management, Human Resources and Corporate Communications, and Information Technologies.

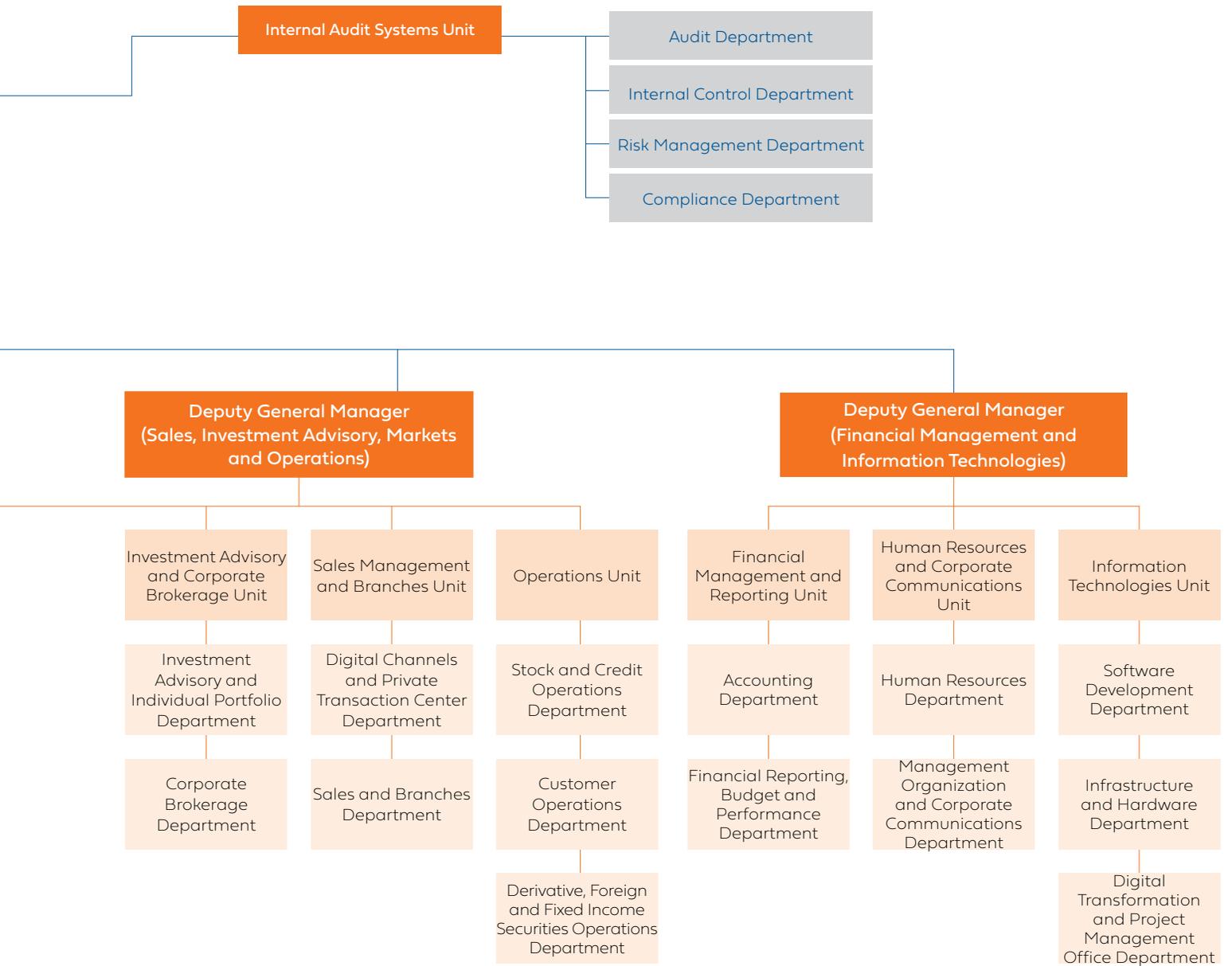
Zafer Mustafaoğlu

Deputy General Manager

Zafer Mustafaoğlu was born in Sivas in 1972. He earned his Bachelor's degree in Management Engineering at Istanbul Technical University and his Master's degree in Business Administration at the same university. Since 1995, following various roles in Corporate Finance and Financial Management in his career, Zafer Mustafaoğlu joined Halk Invest in 2020 as Corporate Finance Director. He currently serves as the Deputy General Manager responsible for Corporate Finance, Crowdfunding Platform and Venture Capital Advisory, Research, and Treasury and Portfolio Brokerage.

ORGANIZATIONAL CHART





MACROECONOMIC OUTLOOK

Ease in monetary stance is expected

It is particularly crucial that the expected ease in monetary stance aligns with inflation developments, ensuring continued exchange rate stability and improvement in expectations.

The year 2024 was marked by a period in which the side effects of the continued high-interest environment, due to the evident rigidities in inflation, were observed on growth. It is anticipated that 2025 will witness the leading economies engage in a struggle against these risks under supportive policies. However, the greatest dilemma during this period is predicted to arise if the growth-oriented policies introduced jeopardize the progress achieved on the inflation front.

In 2025, with the persistent inflationary rigidities and the delayed effect of the monetary transmission mechanism, it is thought that the expected rise in protectionist policies could pose a risk to capital flows into emerging markets with fragile macro dynamics, such as China, maintaining the strong US dollar theme at the forefront. However, supported by economies with strong balances like India, it is anticipated that emerging countries will continue their growth outlook with a projected GDP increase of 4.2%, maintaining the growth differential of 2.4 percentage points between emerging and developed countries.

On the inflation front, it is expected that global inflation, which dropped to 5.9% in 2024 due to the tightening measures carried out by developed countries, will converge to 4.5% in 2025, reflecting the deflation exported from China, aligning with the 2000-2021 trajectory.

2025 will be a period during which the central banks of developed countries will introduce a comprehensive set of policies to support growth while not deviating from the fight against inflation. However, it is considered that this process may be challenging for developing countries with fragile dynamics due to protectionist policies.

In Türkiye, we have left behind a period where the supportive monetary policy shifted towards tightening within the understanding of transitioning to a more rational basis with the new economic administration, initiating a new balancing in economic dynamics. At this point, following the year 2024, which is a period where the delayed effects of policy moves implemented to address economic imbalances have been observed; the development in 2025 will be important as the disinflation process shows improvement beyond base effects, aligning sustainably with medium-term targets.

In the first half of the year, the strong base effect will be decisive in sustaining the decline in annual inflation. However, from the second half onward, it is anticipated that the decline in inflation will become sustainable and converge toward medium-term targets by falling below sticky levels. It is particularly crucial that the expected ease in monetary stance aligns with inflation developments, ensuring continued exchange rate stability and improvement in expectations.

The year 2025 will be a period where a comprehensive set of policies aimed at supporting the real economy while keeping price pressures under control will be adopted. It is expected that the effort to bring inflation, which is a common economic priority both domestically and globally, to medium-term targets will be achieved within the framework of macro-financial stability and more balanced growth internally.



MARKETS

Liquidity management experience

Halk Invest shares its expertise in Forex products with its investors, including technical infrastructure, pricing, and liquidity management structured in compliance with international standards.

The Halk Invest Markets Unit is structured on the Futures and Options Market, in which derivative instruments within Borsa Istanbul are traded, and Stock Market and Foreign Markets activities.

While the Markets Unit uses Halkbank's broad distribution network effectively, 10 investment branches, Stock Market, Derivative Instruments, Foreign Markets, and Corporate Brokerage departments provide services to investors through Halkbank branches in 81 cities across Türkiye. The Unit offers traditional brokerage services to private, corporate, and/or collective investment institutions willing to transfer the trading transactions to stock markets.

The dominance of Halkbank in the retail channel, the climb in the number of mass customers and customers preferring Halk Invest as well as innovations and developments put into practice in terms of service quality contributed to a rise in commission revenues.

Equity Market

Halk Invest, by enabling its investors to execute share trading transactions quickly and securely, has secured the 13th position among 60 brokerage firms, with a market share of 2.73%.

Margin Trading

Lending has been provided by Halk Invest against investors' portfolios, in accordance with the criteria set forth by legislation, provided it is proportional to the portfolios held by investors.

For loan limit demands, the customer must provide collateral to cover the 50% equity ratio of the portfolio value. The customer's current portfolio value must be higher than the loan limit.

Loan limit demands up to TL 20,000,000 are subject to the approval of the Credit Committee, while all demands exceeding TL 20,000,000 require the approval of the Board of Directors following the Credit Committee's approval.

Foreign Markets

Brokerage activities in foreign markets are the brokerage operations that are regulated with the permission of the CMB, and allow individual and institutional investors residing in the country to invest in the products (such as stocks, mutual funds, derivatives and fixed income products) of foreign capital markets.

Reporting to the Halk Invest's Markets Unit, the Foreign Markets Department was established to enable domestic individual and institutional investors to have access to stocks and ETFs (Exchange Traded Funds) traded in the world's leading exchanges such as Frankfurt, London and New York, via desktop and mobile platforms.

Within this scope, an agreement was signed with the relevant foreign intermediary institution in 2021, and the mediation activities were initiated as of August 2022 with the addition of Paris, Milan and Madrid exchange markets.

Derivative Instruments

As the first publicly-owned intermediary operating in the leverage trading market, Halk Invest has been sharing its technical infrastructure as well as its experience in pricing and liquidity management in international norms for Forex products with its investors since 2013.

Customers can transmit their trading orders from the electronic platforms provided to them at no charge via personal computers, smartphones, or tablets and enjoy the advantages provided by the derivative markets.

The total transaction volume with LP amounted to USD 1.3 million.

Following the CMB communiqué issued in 2017, the leverage ratios of 1:100 have been reduced to 1:10 and an initial start limit of TL 50,000 was introduced for new accounts. Following this development, significant contractions in transaction volume and revenues were observed across the sector in leverage trading. Furthermore, within the framework of market conditions, the CMB is authorized to impose product pair-based restrictions on the 1:10 leverage ratio, potentially reducing it to 1:1 in special circumstances. Following the excessive volatility in product prices due to the pandemic, measures were taken to protect the customers and it was decided that only professional investors, whose criteria are determined by the CMB, will trade in this market.

As of the end of 2024, the number of open accounts is 572. The total transaction volume performed with LP amounted to USD 1.3 million.

By the end of 2024, a total VIOP transaction volume of TL 477,316 million accounted for a 1.45% market share. Increasing its market share by 63.7% compared to the same period of the previous year, Halk Invest ranked 18th among 69 intermediary institutions and banks in the market.



INVESTMENT ADVISORY AND CORPORATE BROKERAGE

Experienced and expert staff

The Individual Portfolio Management service, which was actively initiated in 2019, is provided to qualified individuals and institutions. In 2024, services were provided to 33 individuals and institutions.

The Investment Advisory Department provides services related to all capital market instruments. The department, leveraging the deep-rooted history of Halk Invest's main shareholder Türkiye Halk Bankası A.Ş. with the expertise of portfolio managers experienced in capital markets, aims to deliver regular and consistent returns, offer tailored portfolio management services with suitable products for different needs, and ensure sustained performance that will satisfy investors in the long term. By closely monitoring evolving market and sector dynamics with its qualified team, the department provides new financial instruments and alternative investment solutions.

Within the Investment Advisory Framework Agreement and based on the results of the suitability test, it is aimed to enhance investors' knowledge and the quality of their financial literacy. The Suitability Test and the Investment Advisory Framework Agreement can be approved electronically.

The department has continued its project activities to contribute to the development of financial literacy, in addition to providing information efforts and customized analyses to customers and sales teams with qualified capital market products.

The Smart Recommendation System (SRS) is a system designed for Halk Invest customers, centralizing all financial market data and analyses, as well as modules that assist in making investment decisions, in a single platform. This system aims to increase the number of investors in the capital markets, aid existing investors in enhancing their knowledge across all financial services topics, and ensure their success in making investment decisions.

The "Smart Charts Module," which highlights shares that can stand out positively or negatively within the day and shows BIST 30 shares broken down in terms of daily changes, transaction volumes, and relative performances, has been added to the SRS content. Efforts also continued for enhancing the activities of the Research, Treasury and Portfolio Brokerage, Corporate Finance units; Corporate Brokerage, Stock Market, Derivative Instruments, and Private Transaction Center departments, as well as Branches and Qualified Investment Consultants, to facilitate investors' more effective access.

In 2024, the Smart Recommendation System was integrated into the Halk Invest Trader 4.0 application, reaching a wider user base.

In 2023, in addition to the VIOP technical analysis, Sentiment Algo, Analyst Advice and Target Prices, Investment Funds, Strategy Meeting Notes prepared with support from the Research and Treasury departments, Foreign Clearing Rates, CBRT Securities Statistics, and Monthly Foreign Transactions reports, a "Financial Radar" report was prepared. This report includes both micro and macroeconomic data from our country as well as global economies, the country's CDS value, index targets, and fundamental analysis scores calculated based on balance sheet data for BIST 100 shares. Current supplements were also made to existing reports. Additionally, in the upcoming period, projects and reports on various topics will continue to be produced to be more effective in customers' investment decisions and to enhance their financial success. Customized analyses and detailed research aimed at investors' needs will contribute to the development of financial literacy and support more informed investment decisions.



In 2023, a series of YouTube videos was initiated and actively used to help customers access reports and index-based developments easily and understandably. In 2024, alongside the report videos prepared, shorts videos and analyses prepared periodically by the Investment Advisory Unit were shared for the promotion of the IVF fund managed by the Individual Portfolio Management (IPM) Unit. Videos aimed at informing investors will continue in 2025. These series aim to increase financial literacy skills and help investors to have a better understanding of changes and developments in financial markets.

Individual Portfolio Management (IPM) is a portfolio management service designed for individuals and institutions. It is offered by expert portfolio managers to manage their savings in line with the management criteria such as benchmarking criterion, portfolio distribution composition, financial products, and transactions to be included in the portfolio, which will be determined by the investors themselves.

The Individual Portfolio Management service is offered to qualified investors with a portfolio size of TL 5 million and above, through an "Individual Portfolio Management Framework Agreement" signed between investors and Halk Invest.

With this service, investors can capitalize on opportunities in the markets without having to interpret the occasionally dizzying developments, news, and data flows, without constantly and closely monitoring the markets, and without dealing with complex financial calculations. Most importantly, it allows them to dedicate more time to themselves and their work.

In 2024, services were provided to 33 individuals and institutions. The managed portfolio size reached TL 524.5 million.



**The managed
portfolio size
has reached
TL 524.5 million.**

INVESTMENT ADVISORY AND CORPORATE BROKERAGE

139 issues were successfully completed

The year 2024 was remarkably successful in terms of debt instruments and sukuk issues, with brokerage services provided for a total of 139 issues amounting to TL 84.1 billion.

In 2024, as part of the development and improvement of software infrastructure, the Individual Portfolio Management Framework Agreement has been made approvable through the Halk Invest Virtual Branch. This enables customers to quickly and practically open accounts, provided they meet the necessary requirements. In the area of Investment Funds, the modules offered via SRS have increased client interest and awareness in Investment Funds, while fund distribution agreements made with reputable portfolio management companies have expanded the fund pool and led to a significant increase in fund revenues obtained by the institution. With the contributions of the sales teams, total TEFAS fund income by the end of 2024 is TL 54.6 million.

Additionally, the Istanbul Portfolio Participation Equity Fund (IVF), advised by Halk Invest, achieved a return of 41.64% by the end of 2024, outperforming the Participation 50 index by 18.4%.

The Investment Advisory Department will continue to facilitate investors in making their final decisions by providing financial solutions and suggestive recommendations.

Corporate Brokerage

Corporate sales and brokerage activities encompass corporate investment advisory services concerning capital markets offered to portfolio management companies, collective investment institutions, insurance companies, private pension companies, retirement funds, foundations, and qualified investors. These activities include intermediary services for purchases and sales, participation in public offerings and private placements, transactions for publicly-held partnerships to buy their own shares within the scope of the buyback communiqué, monitoring and control of arbitrage funds, and other investment services and activities.

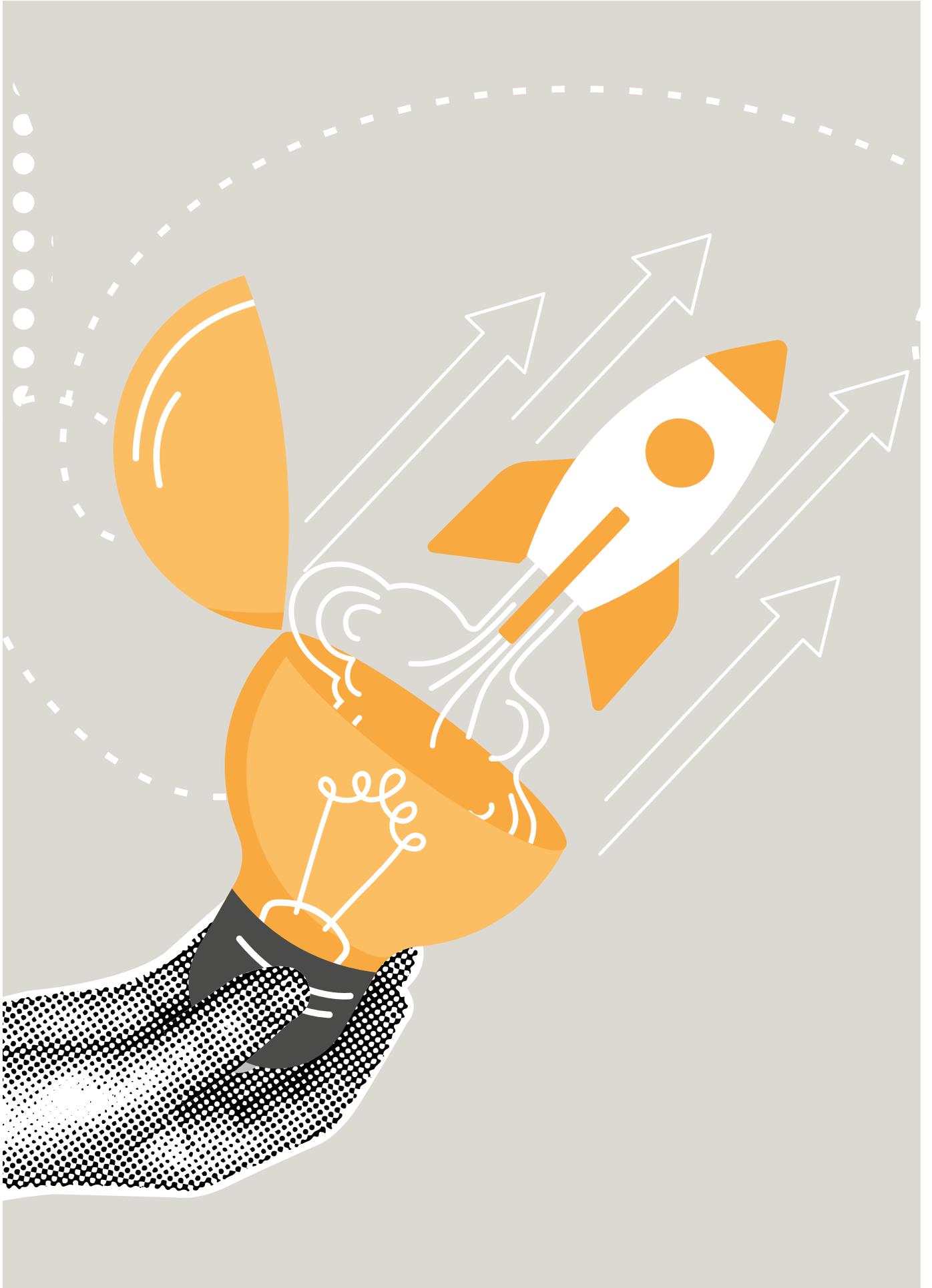
Under this category, the sale of all kinds of securities issued by public or private sector companies to "qualified investors" and the execution of securities market orders transmitted by "professional clients" for stocks, fixed-income securities, derivatives, foreign exchange, and other relevant securities market transactions are carried out pursuant to applicable legislative regulations.

The year 2024 proved to be quite successful in terms of debt instruments and sukuk issues, with a total of 139 issues and brokerage for transactions amounting to TL 84.1 billion. This figure corresponds to a market share of 13.32%.

In 2025, the objectives of the

domestic sales function include not only enhancing the customer portfolio focused on individual customers through domestic sales and marketing activities but also expanding the corporate customer base. This includes further broadening the institutional investor portfolio, which encompasses portfolio management companies, collective investment institutions, insurance companies, pension funds, foundations, other investment institutions, and qualified individual customers.

The Corporate Brokerage Unit continues its operations with the aim of further solidifying and maintaining its leading position in the debt instrument market in 2025, and producing the most appropriate solutions for the periodically changing trends and product needs of investors.



SALES MANAGEMENT AND BRANCHES

We are present in every corner of Türkiye with our strong structure

Leveraging the advantage of Halkbank's extensive distribution network, Halk Invest connects a broad customer base to the markets and uses technology effectively to facilitate the access of investors to the markets.

The Sales Management and Branches Unit provides services to add more value to the financial assets of qualified investors. It offers services to customers with alternative investment products such as fixed-income investment instruments, stocks, derivatives, mutual funds, and Eurobonds, taking their risk and return expectations into account.

The Unit, in line with the Company's profitability and objectives, coordinates with Halkbank and Halk Invest branches to introduce and provide information about products and services to branch managers and personnel.

As of 2024, the Sales Management and Branches Unit obtained a total revenue of TL 14.5 million from 162 Eurobond transactions, and TL 54.6 million from TEFAS funds with an increase of 170.4% on an annual basis.

In 2024, visits were conducted to over 500 different Halkbank branches, taking into account FDG figures, sales activities, efficiency, and demands from Halkbank and Halk Invest branches. Additionally, during 2024, the Sales Management and Branches Unit carried out customer visits to 1,100 existing and potential customers.

The Unit continued the Incentive Premium Campaign in collaboration with Halkbank to enhance sales activities and acquire new customers.

In 2025, it is aimed to boost the number of corporate and individual customers reached as part of sales activities, and to achieve a higher level of income.

In 2025, it is aimed to develop new projects to provide special services for qualified investors in line with the needs of corporate and individual customers. In addition to these services, the organizations which will serve the sales network based on the demands of Halkbank and Halk Invest branches will be established.

Digital Channels and Private Transaction Center

Halk Invest's Digital Channels and Private Transaction Center Department was built upon the activities of Branches, Private Transaction Center, and Digital Channels & Customer Satisfaction Center to offer services from all around Türkiye.

Utilizing Halkbank's extensive branch network, Halk Invest effectively connects a diverse customer base with financial markets and maximizes technology to enhance investors' access.

Halk Invest uses technology effectively to facilitate the access of investors to the markets. In parallel with the development, deepening, and increasing product diversity in the Turkish capital markets, Halk Invest continues its strong and sustainable investments in line with the changing and evolving technological infrastructure of the markets.

Thanks to the strong infrastructure of the internet branch, the Company can send orders to markets quickly and securely. Through the internet branch, customers are provided analyses and allowed to make transactions with order types such as Profit-Take, Loss-Cut, Conditional Order, and Time Order.

In 2024, 90% of equity market transactions were conducted through electronic platforms.

Halk Invest also bridges the world of investment and investors with mobile devices through Halkbank Mobile, Halk Invest Trader 4.0, and Halk Invest Exchange mobile applications. Investors can easily perform transactions, follow instant data flows, and enjoy access to research reports and many investment advisory analyses through such applications.

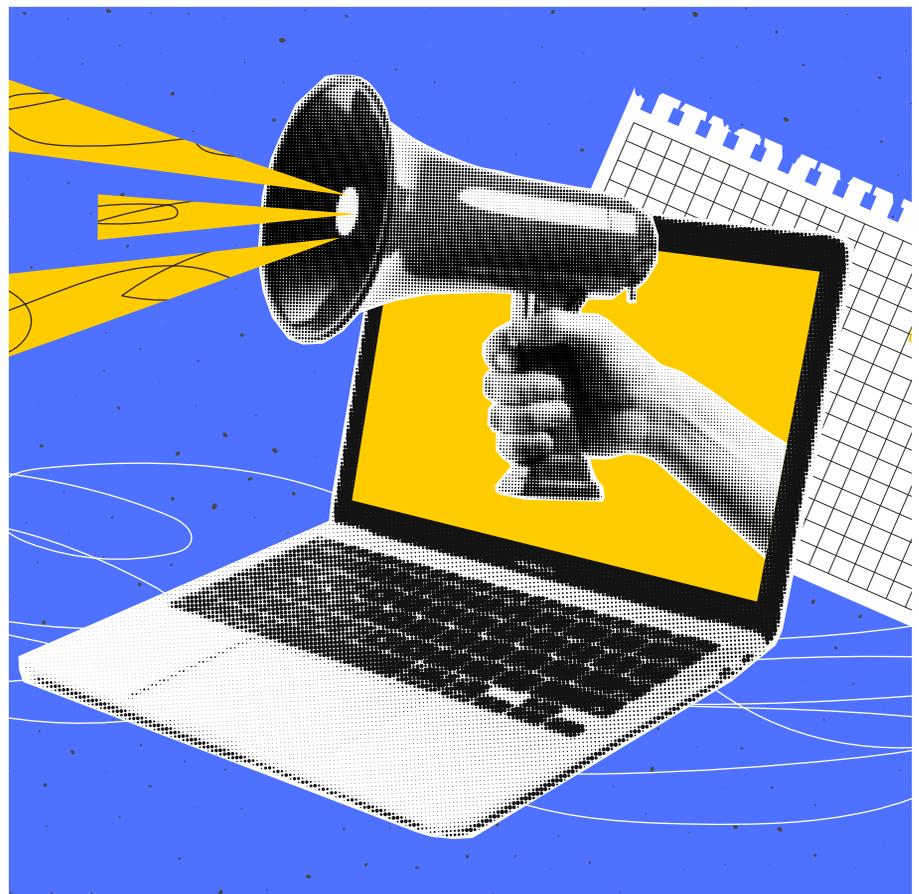
Halk Invest adds value to financial literacy with its mobile solutions. Through the Halk Invest Trader 4.0 application, users can access account reports such as Daily Transaction Result Form, Account Statement, and Stock and VIOP Profit-Loss reports. Customers can securely access their accounts via Biometric Login and convert their balance into cash without waiting for the settlement period using the T0 Emergency Cash facility. With the Lot Sub-Waiver transactions, investors can relinquish shares below a lot in their portfolio. The Contracts tab allows clients to approve contracts through the mobile app without having to log into the internet branch. There is also availability for fund trading transactions, with options to view details through the purchase of depth. The Smart Recommendation System facilitates easy access to investment advisory stock analyses, weekly bulletins, smart charts, Finnet2000 Plus, and Fonbul systems.

In 2024, 90% of the Equities Market transactions were performed by means of electronic platforms. 95% of investors carry out their transactions through electronic platforms. More than 100 thousand investors performed transactions on a singular basis whereas a daily average of over 200 thousand entries were made to the applications.

Investors can comfortably use electronic platforms anytime and anywhere to effectively manage their savings. With next-generation platforms and the internet branch, Halk Invest continues to be the smart financial assistant of investors and

conducts a variety of activities to offer a satisfactory investment experience. Moreover, the Customer Satisfaction Center plays an active role in ensuring customer satisfaction by promptly resolving customer complaints and the complaints received through the CMB, Cimer, BRSA, and social media.

Digital Channels uninterruptedly continue their activities that renew themselves and manage investors' expectations. More comprehensive order types will be made available via the internet branch in the upcoming period.



RESEARCH

Guiding and pioneering services

Maximum benefit was obtained from the efficient operation of the SRS (Smart Recommendation System), a digital platform that enables branches and customers to actively track the Model Portfolio.

Halk Invest Research Unit provides the Bank and the Internal units, branches, and its customers with timely and accurate market data. The Unit is also responsible for following and analyzing trends regarding global and domestic macroeconomic dynamics, making projections regarding the outlook of the economy and financial markets, and providing information support including analysis and forecasts.

The Unit prepares the Daily Bulletin, which includes expectations and predictions regarding financial markets, changes in financial indicators, and company news and developments every morning, and the Smart Charts report, which includes short-term analysis and recommendations, while closely tracking the market dynamics, trends, and foreign asset positions.

Moreover, Company Reports, which include investment opinions in line with financial statements announced by companies, and Sectoral Assessment Reports, which evaluate sector data and their effects on companies in BIST, are also prepared.

Consisting of the stocks selected by Halk Invest based on basic analysis, the Model Portfolio is dynamically managed within the framework of the market strategy set.

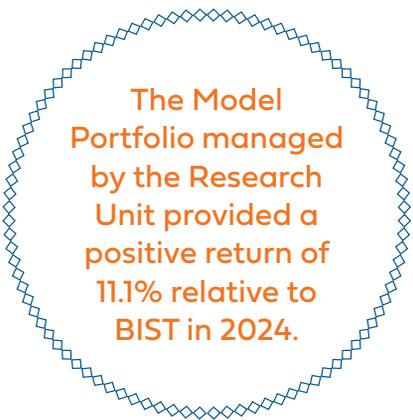
The Outlook Report, which includes comprehensive and medium-term forecasts specific to industries and companies within the scope of research, is prepared annually concerning the predictability of the global and domestic macroeconomic environment.

The Smart Charts report, featuring short-term analyses and suggestions, market trends, and daily recommendations, is effectively utilized by investors.

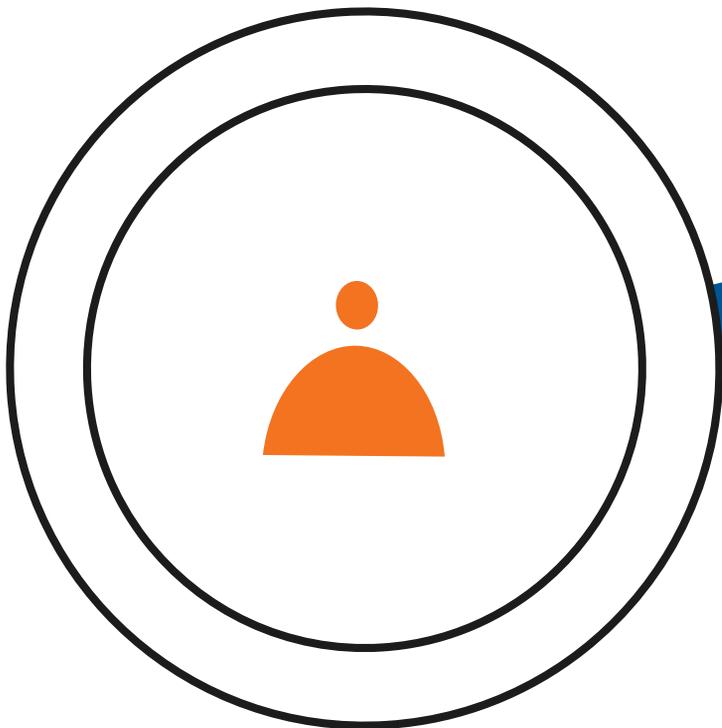
With the implementation of automation products, the increase in the diversity and depth of products and services of the Research Unit has reflected positively on investor satisfaction. The Model Portfolio managed by the Unit achieved a nominal positive return of 39.7% and a relative positive return of 11.1% over BIST in 2024. Maximum benefit was derived from the efficient operation of SRS (Smart Recommendation System), a digital platform that enables branches and customers to actively track the Model Portfolio, where share opinions turn into concrete investment proposals.

Additionally, research reports and evaluations related to companies and sectors are shared on social media platforms, including the Halk Invest YouTube channel, Twitter, LinkedIn, and Instagram, with increased visibility on social media platforms through informational videos conveying research reports.

The primary objectives of the Unit for 2025 include enriching products with high market impact to enhance Research support towards the Investment Advisory Unit and customers, increasing the number of reports by deepening update reports for sectors and companies within the Research scope, and strengthening the Company's market-leading role with accurate and timely effective analysis reports. Additionally, it aims to further increase visibility on social media platforms, enhancing its guiding and pioneering role in the market along with increasing the follower count.



The Model Portfolio managed by the Research Unit provided a positive return of 11.1% relative to BIST in 2024.



TREASURY AND PORTFOLIO BROKERAGE

We connect investors with the markets

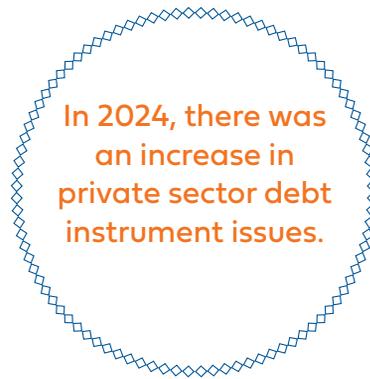
In 2024, the systematic developments for intermediating corporate clients' transactions in the Borsa Istanbul Securities Preferential Repo Market and the Committed Transactions Market have been completed.

Treasury Department

The Treasury Department, on one hand, intermediates transactions of corporate and individual customers in the Borsa Istanbul Debt Instruments Market and Takasbank Money Market, while on the other hand, managing the Company's portfolio and cash flow, contributing to the Company's asset-liability management and effective use of equity.

Thanks to its advanced technological infrastructure, Halk Invest has reached more individual and corporate customers, facilitating investor access to markets, while realizing an increase in transaction volumes due to the competitive prices offered.

On the side of shareholders' equity and cash flow management, the Company's trading transactions of debt instruments issued to the domestic and foreign markets by the public and the private sector within the scope of short-term and long-term expectations, and the projections made have continued with an increasing volume.



As the Debt Instruments Market operating within Borsa Istanbul is generally preferred for transactions, the over-the-counter market is also used frequently, especially in foreign currency debt instruments.

In 2024, with the impact of increased transaction volumes and financing needs in domestic markets, there was an increase in private sector debt instrument issues. During the last quarter, a total of 11 issues with a nominal value of TL 1.4 billion were made on behalf of the Company, leading to the effective use of borrowing sources and contributing to the Company's profitability.

In 2024, systemic enhancements for intermediary services in Equity Pre-emptive Repo Market and Contractual Transactions Market of Borsa Istanbul for corporate clients were completed, making Halk Invest one of the limited institutions providing services in these markets.

In 2025, the Treasury Department aims to increase the number of individual and corporate customers reached within the framework of its brokerage activities and transaction volume, thereby achieving a higher market share.



Portfolio Brokerage and Digital Strategies Department

The Portfolio Brokerage Department determines the security prices to be applied to customers during the realization of customers’ buy and sell orders related to securities.

The Portfolio Brokerage also offers derivative products, known as structured financial instruments, in addition to the major traditional products in the industry. The department adds these instruments to traditional investment portfolios.

In 2024, activities were carried out for developing domestic products based on derivative transactions in organized and OTC markets, and the needs and demands of the individual/institutional investors, pricing such products and ensuring liquidity. Additionally, in 2024, the number of Eurobond liquidity provider institutions was increased, enhancing the diversity of Eurobonds offered to customers and the quality of their prices.

The department also contributes to the publication of daily and weekly market bulletins and reports related to debt instruments and money markets.

In 2025, the Department will continue its efforts to develop Futures and Options Market (FOM) and over-the-counter derivative products in line with the needs of individual/institutional customers, as well as execute over-the-counter foreign currency bond transactions.

CORPORATE FINANCE

Stable increase in transaction volume

In 2024, Halk Invest conducted 139 transactions with a total size reaching TL 84 billion.

The Corporate Finance Unit conducts activities related to debt instrument issues, public offerings, sukuk issues, as well as merger and acquisition brokerage and consultancy services.

The services offered by the Unit include providing brokerage and advisory services for companies seeking to enhance their operations, enter new markets, achieve competitive market conditions, meet working capital needs, or institutionalize by offering them opportunities to go public in capital markets, issue debt instruments or sukuk, or engage in domestic or foreign partnerships and share sales transactions.

The Unit, within the framework of Halk Invest's corporate finance activities and in line with the developments in economic markets in 2024, has predominantly carried out debt instrument, sukuk, and public issues.

In 2024, Halk Invest undertook 139 transactions amounting to a total of TL 84 billion. These transactions comprised 48 sukuk issues (TL 17,754 million) and 91 conventional debt instruments (TL 66.3 billion). The Company ranked first in the market with the issues it undertook in 2024.

IPO leaderships

In 2024, Halk Invest completed the public offerings of Pasifik Donanım ve Yazılım Bilgi Teknolojileri A.Ş. with a value of TL 945 million; Limak Doğu Anadolu Çimento Sanayi ve Ticaret A.Ş. with a value of TL 2,526 billion; Yiğit Akü Malzemeleri Nakliyat Turizm İnşaat Sanayi ve Ticaret A.Ş. with a value of TL 2,601 billion; Efor Çay Sanayi ve Ticaret A.Ş. with a value of TL 1,305 billion; DCT Trading Dış Ticaret A.Ş. with a value of TL 525 million; and Ahes Gayrimenkul Yatırım Ortaklığı A.Ş. with a value of TL 1,206 billion. The total size of these six public offerings was TL 9.2 billion.

Sukuk issues

- In 2024, a total of eight sukuk issues amounting to TL 2.4 billion were conducted for Turkcell Superonline, a subsidiary of Turkcell, one of Türkiye's largest digital operator companies. These sukuk were structured on a management contract featuring an asset portfolio including fiber internet infrastructure services, with Halk Varlık Kiralama A.Ş. (Halk VKŞ) as the issuer.

- Halk Invest completed 10 sukuk issues amounting to TL 2.8 billion for Halk Gayrimenkul Yatırım Ortaklığı in 2024, with Halk Varlık Kiralama A.Ş. (Halk VKŞ) as the issuer, structured based on a management contract.
- In 2024, the Turkish Grain Board, which operates in Türkiye's agricultural product markets, conducted a sukuk issue based on a management contract. In this issuance, Halk VKŞ acted as the issuer, and Halk Invest served as the intermediary, with a total amount of TL 2 billion.
- In 2024, ten sukuk issues amounting to a total of TL 1.7 billion were carried out for Paycell, a group company of Turkcell operating in payment and electronic money services, with Halk Varlık Kiralama A.Ş. (Halk VKŞ) as the issuer, based on a management contract.
- Emlak Konut REIT, which is Türkiye's largest real estate investment trust, executed 12 sukuk issues with a total value of TL 7.5 billion in 2024 based on a management contract, where Halk VKŞ was the issuer and Halk Invest was the intermediary.



- Dinçer Lojistik, one of Türkiye's leading logistics companies, conducted five sukuk issues amounting to a total of 655 million TL in 2024, with Halk VKŞ as the issuer and Halk Invest as the intermediary, utilizing a management contract-based sukuk structure.
- Yes Oto (Enterprise), the world's largest car rental company, realized one green sukuk issue based on a management contract structure in 2024, with Halk VKŞ as the issuer and Halk Invest as the intermediary, amounting to a total of TL 133 million.

Issuance of debt instruments

In 2024, Halk Invest successfully completed 91 issues of conventional debt instruments. The Company concluded the year 2024 ranking third in the market with a market share of 14.23%, corresponding to debt instrument issues amounting to TL 66,297 million.

- Halk Invest, a 100% subsidiary of Halkbank, which continues to provide services with its nationwide branches and overseas representative offices, mediated Halkbank's 39 debt instrument issuances amounting to TL 60,859 billion in 2024.

- In 2022, Halk Invest began providing brokerage services for debt instrument issues to Turkcell Finansman A.Ş., one of the subsidiaries of Turkcell. In 2024, three debt instruments with a total value of TL 553 million were issued for Turkcell Finansman.
- Halk Invest, which issues sukuk on behalf of Halk Finansal Kiralama A.Ş. (Halk Leasing) operating in the financial leasing sector, also conducts debt instrument issuances. In 2024, seven debt instruments amounting to a total of TL 1,261 billion were issued for Halk Leasing.
- Halk Invest began issuing debt instruments in 2023 for Aztek Teknoloji, a distributor of leading brands in the Turkish technology and consumer electronics accessory market. In 2024, four debt instruments amounting to a total of TL 1,032 billion were issued for Aztek Teknoloji.
- In 2024, Halk Invest undertook a total of 11 debt instrument issues amounting to TL 1,392 billion, with Halk Invest as the issuer.

The Unit aims to contribute to the growth of the market by developing debt instruments and structuring new products in the sukuk market in 2024; sustainably capturing higher market share; and bolstering its market position through qualified transactions in merger and acquisition advisory.

Year	(TL Billion)
2022	30.8
2023	62.2
2024	84.0

Halk Invest ranks first in the market with the issues it undertook in 2024.

CROWDFUNDING PLATFORM AND VENTURE CAPITAL ADVISORY

Supporting entrepreneurs, contributing to the national economy

Fonlabüyüsün provides entrepreneurs with the opportunity to introduce their projects to a wide user and investor audience and to find the financing source they need, as well as to attract potential customers with the equity-based financing model.

Fonlabüyüsün was authorized by the Capital Markets Board on September 30, 2021, to engage in Equity-Based Crowdfunding activities as a service of Halk Yatırım Menkul Değerler A.Ş. Operating within the structure of Halk Invest, Fonlabüyüsün is one of Türkiye's first equity-based crowdfunding platforms that render brokerage services.

Fonlabüyüsün provides entrepreneurs with the opportunity to introduce their projects to a wide user and investor audience and to find the financing source they need, as well as to attract potential customers with the equity-based financing model.

The Fonlabüyüsün crowdfunding platform focuses on initiatives in the early stages of their life cycle, centered on deep technology, and aims to contribute to our country's growth targets and high value-added exports. Initiatives with growth potential in the global market, that produce and effectively deploy technology and aim at corporate customers, will be useful for all ecosystem stakeholders by contributing to our country's growth targets and exports with high added value.

Fonlabüyüsün, by signing protocols with Türkiye's leading technoparks and R&D centers, conducts collaboration-based efforts to develop the entrepreneurship ecosystem in our country. Within this scope, collaboration agreements have been made in 2024 with Bilkent National Nanotechnology Research Center (UNAM), 1773 ITU Technopark, Boğaziçi University Technopark, Manisa Technocity, Trabzon Technocity, and Burdur Mehmet Akif Ersoy University Technology Transfer Office (MAKU TTO).

In addition to partnerships, investments were made in ventures in 2024 through crowdfunding campaigns on Fonlabüyüsün and subsequent funding rounds with the Fonlabüyüsün Venture Capital Investment Fund (Fonlabüyüsün GSYF), established by Ziraat Portfolio Management Co. with the support of Halk Invest.

Crowdfunding Campaigns in 2024

Orbiba Robotics

Orbiba Robotics develops AI-supported autonomous agricultural robots for weed management in the organic farming sector and offers software solutions.

The crowdfunding campaign, which started with a funding target of TL 5,500,000, was successfully concluded by collecting TL 6,709,197 from 1,382 investors, exceeding the 20% additional funding limit. Pursuant to the "Communiqué on Crowdfunding," TL 6,600,000, which is 20% more than the target fund, was transferred to the funded venture company.

Mapla Biotechnology

Mapla Biotechnology focuses on producing bioplastics from food waste and by-products such as apricot kernel shells and engaging in biotechnological R&D activities. It operates with the aim of optimizing bioplastic production processes, developing environmentally-friendly packaging materials, and offering innovative solutions in the field of biotechnology.

The crowdfunding campaign, which started with a target of TL 4,800,000, was successfully completed, raising TL 5,340,258 from 784 investors.

Agroculus

The Agroculus AI-Supported Soilless Agriculture Greenhouse Technology System is developing autonomous data collection and analysis systems utilizing artificial intelligence and robotic technologies to optimize production and increase efficiency in soilless agriculture greenhouses. Agroculus aims to monitor the growth and ripening processes of products such as tomatoes and strawberries, detect diseases early, reduce yield losses, and establish a digital control mechanism.

The crowdfunding campaign for Agroculus, which started with a target of TL 7,200,000, successfully concluded by raising TL 9,205,248 from 413 investors.

Badgeway- 2

Badgeway is a deep technology company that develops innovative solutions enabling individuals to verify, store, and share their knowledge, skills, and competencies throughout their educational and career processes. Contributing to the European Union Commission's digital transformation goals for 2021-2027, Badgeway aims to facilitate the matching of individuals showcasing their competencies with firms and institutions seeking individuals with the necessary skills, utilizing innovative methods in student internship mobility processes (search, application, exchange, post-exchange documentation, etc.).

Badgeway, in the first crowdfunding campaign conducted on Fonlabüyüsün in 2023, successfully reached a fund of TL 6,120,000, including additional funding, in a short period. Badgeway utilized the funds acquired from the initial campaign for R&D and Product Development activities, making the product ready for commercialization, enhancing international visibility, and establishing significant collaborations. Through the Badgeway-2 campaign,

it aims to contribute to national and international integration standards in higher education with Micro-Skills-Qualifications, Open Badges/Digital Badges, and Digital Identity/Wallet solutions, and to sustain its growth potential in the global market by developing business models with financial product/service solutions.

The second crowdfunding campaign of Badgeway, which started with a funding target of TL 8,300,000, was successfully completed by raising TL 9,991,800 from 200 investors in a short period of time.

Initiatives whose campaigns have ended and come to life announce their developments on the Fonlabüyüsün campaign pages and improvements and updates concerning the startups are shared with our members through the campaign page and various communication channels.

2025 Targets

The Fonlabüyüsün Crowdfunding Platform plans to continue conducting crowdfunding campaigns for initiatives in the early stages of their life cycle, which focus on deep technology and will contribute to Türkiye's growth targets and high value-added exports, in alignment with its goals in 2025.

In 2025, it is aimed to organize various meetings and events and/or continue participating in invited organizations to raise awareness of crowdfunding activities and increase the recognition of the Fonlabüyüsün Crowdfunding Platform. Additionally, efforts will continue towards signing cooperation protocols with technoparks and working collaboratively to develop the entrepreneurial ecosystem in our country.



INFORMATION TECHNOLOGIES

Halk Invest Trader 4.0 was launched

The new generation mobile application, Halk Invest Trader 4.0, with a server architecture capable of expanding horizontally, was launched in 2024.

Investment policies and practices

Halk Invest continues its technological investments to provide its wide customer group with high-quality, safe, and fast services in consideration of changing needs in capital markets.

To accommodate the increased workload driven by the rise in customer numbers, product diversity, and transaction volume, efforts to reconfigure the technological architecture have been accelerated to ensure service continuity. The Company, with its focus on business continuity and high quality, aims to swiftly integrate technological advancements.

Hardware infrastructure revision

The infrastructure modernization and integration of monitoring solutions, initiated in 2023, were successfully completed in 2024. Through this process, a structure that ensures the maintenance of service quality in accordance with standards and measures the quality of IT infrastructure has been established.

Among the plans for 2025 are detailed analysis and improvement studies of subsidiary service systems. Considering the increasing risks and regulatory requirements, information security efforts will continue with much greater diligence.

Digital channels transformation plan

Due to advancing technology and changing customer expectations, one of Halk Invest's important missions is to ensure that alternative transaction channels are kept up-to-date in order to provide easier access to financial information and enable faster transactions.

As part of the digital channels transformation plan, works covering Halk Invest's next-generation mobile application Trader 4.0 and other service channels are ongoing. Efforts will continue on the new internet branch, modernization of financial portals, reconfiguration of other mobile applications, and enhancement of mobile application functionalities.

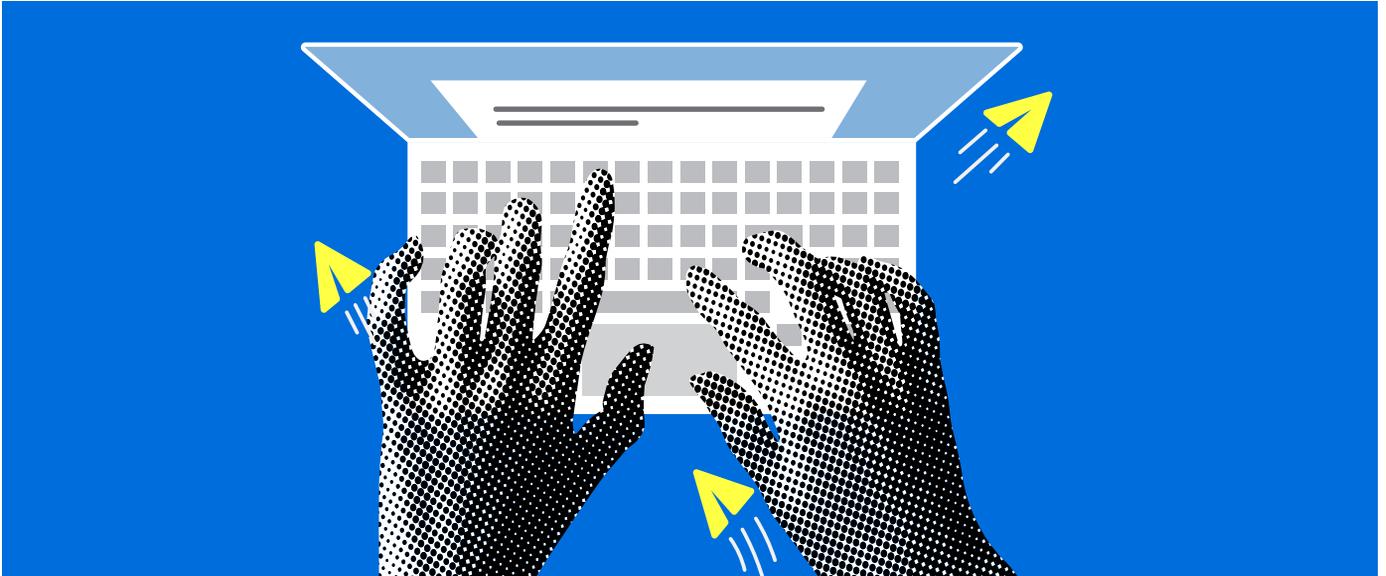
Halk Invest Trader 4.0

The new generation mobile application, Halk Invest Trader 4.0, which features a server architecture capable of expanding horizontally, was launched in 2024. In order to enhance service diversity, new modules are being integrated into the mobile application through both native and MicroApp methods, providing alternative screen options according to customer authorizations, habits, and transaction preferences.

With its content richness and advanced features enhancing user experience, Trader 4.0 has made significant progress on its way to becoming a superapp in a short period of time.

In 2024, the application was enhanced with features such as contracts, account reports, T0, fractional transfers, data screen purchasing options, tradingview, reconciliations, portfolio liquidation, and more. The right-to-acquire conversion module in the brokerage market was used for the first time in a mobile application together with Trader 4.0.

One of the platform's objectives is to enable customers to access information that will guide their investments. Particularly, the seamless integration of micro-applications developed by in-house resources into Trader 4.0 has allowed the inclusion of buy-sell integrated model portfolios, smart charts, foreign market analyses, commodities, fund-finding, video channel, economic calendar, finnet2000, and stockkeys pro modules into the application.



The ongoing efforts to make the Trader 4.0 mobile application a superapp are as follows:

- Function enrichment,
- Adding information portals,
- Two interface preference options as basic mode and pro mode,
- Personalized usage alternative,
- The ability to conduct active campaigns through the mobile application,
- AI-supported information module,
- Additional services to enhance customer productivity.

Due to the modular design of the new mobile application, there is no obligation for version updates in the market. This ensures that developments can be made quickly and independently.

AI-supported solutions

With the attainment of a certain maturity level in artificial intelligence solutions, efforts have commenced to enhance internal business processes and broaden the range of services offered to clients. In line with the AI solutions analysis initiatives launched in 2024, projects supported by artificial intelligence are underway to automate business processes

and generate personalized reports and outputs. It is planned that these initiatives will be offered as alternative services to both internal and external clients in 2025.

Digitalization of processes

Work has commenced within the organization to automate manual processes due to increasing workload and advancing technology, aiming at labor savings and enhancing efficiency.

With the participation of the Corporate Architecture Department, the processes of business units were analyzed and improvement efforts commenced. As a result of these efforts, 50 routine workflows, previously carried out manually throughout the year, were transferred onto Robotic Process Automation (RPA). This initiative resulted in a monthly saving of 200 man-hours and reduced the risk of operational errors.

Decision Support System-CRM Study

In the Decision Support System project, which is planned to be implemented to monitor digitalized services and increase customer profitability, the final stage has been reached during the three-year development period.

With the Data Warehouse project, an infrastructure was established allowing business units to perform their own dynamic reporting independently of the Information Technologies Department, and the ETL work was completed.

The data warehouse project, which will gain visualization, analysis, and reporting capabilities through Tableau integration, is planned to integrate digital traces and campaign management module in 2025.

Thanks to the Data Warehouse and dynamic reporting module, customer data will be analyzed faster and more effectively, thus enhancing customer satisfaction and productivity. Moreover, customers can be segmented according to selected criteria and usage habits.

HR Onboarding

The project encompassing the digitalization of human resources recruitment processes is planned to be implemented in the first quarter of 2025.

A structure has been designed for the project where all interviews during the hiring process can be monitored through the system, and the résumé pool is maintained dynamically.

INTERNAL AUDIT SYSTEMS

Compliance with laws and efficient operation

Controls are conducted to ensure that the activities of all business units of Halk Invest are carried out in accordance with the management strategy, efficiently, orderly, and within the framework of laws, rules, and institutional policies.

Halk Invest Internal Audit Systems Unit comprises the Audit Department, Internal Control Department, Risk Management Department, and Compliance Department. Independence within the Organization was ensured by taking the Unit's activities in the trust of the Board of Directors. Audits are conducted to ensure that activities of all Halk Invest business units, including the head office and external affiliates, are carried out in line with the management strategy, efficiently, orderly, and in accordance with applicable laws, rules, regulations, and institutional policies. Periodic reports are submitted to the Board of Directors via the Audit Committee and the Early Detection of Risk Committee.

Audit Department

Independent from the Company's daily activities, the Audit Unit makes audits of compliance with legislation and Company policies based on the needs of the management and structure of the Company. Audits of the Unit cover all activities and units of the Company, especially the functioning of the Company's internal control system, and provide an assessment related to these fields. As part of the annual audit program, process audits, branch and department audits, and other examinations are performed.

Internal Control Department

Internal Control Department supervises and controls the Company's organization plan and all principles and procedures regarding it to ensure that all works and transactions of the Company, including external affiliates, are performed regularly, efficiently, and effectively in accordance with the management strategy and policies within the framework of the current legislation and rules, and achieving integrity and reliability of the account and record order and acquisition of the information in data system in a timely and proper manner, and preventing and detecting mistakes, frauds, and irregularities.

Internal control activities are organized and maintained as an integral part of the daily activities in a way that allows monitoring of the identified risks.

Risk Management Department

The necessary methods, tools, and implementation procedures for identifying, measuring, monitoring, and controlling the risks carried by the organization are established. For this purpose, periodic assessments, measurement, reporting, and control activities are performed on a daily, weekly, and monthly basis.

The Department monitors conformance of the activities to management strategies, risk preferences, and portfolio limitations, regularly tracks the risk limits approved by the management, and the risks to which the portfolios tracked are exposed, and generates and implements the risk management system which will measure and control risks, makes the relevant reports to eliminate the activities posing risk and ensures that necessary measures are taken.

Compliance Department

The Department ensures the implementation of the compliance program set to achieve compliance with national and international regulations and Group policies and procedures within the strategy to combat the laundering of crime revenues and financing of terrorism.

Periodic inspections are carried out for the detection of possible suspicious transactions within the scope of MASAK regulation.

FINANCIAL MANAGEMENT AND REPORTING

Creating lasting value for stakeholders

The Financial Management and Reporting Unit creates enduring value for all stakeholders by transparently reflecting accurate data in its financial reports.

The Financial Management and Reporting Unit takes into consideration the expectations of all stakeholders in planning the future of accounting and financial reporting as well as in determining competencies and goals. The Unit provides qualified information regarding the financial status, financial performance, and changes in the financial situation of the Company to the decision-makers in order to be used in their decisions. In this regard, the quality of the reports is increased with the training provided to the employees.

The Unit creates permanent value for all stakeholders by transparently providing accurate data in its financial reports.

Based on the accounting policies, it is ensured that the senior management is informed regularly regarding the realization of budget targets during the year.

The company achieved its budget targets in the 2024 operating year.

The Financial Management and Reporting Unit conducts its activities under four main axes:

- Financial Reporting, Budget and Performance
- Accounting
- The Company's cash flow operations (TL and foreign currency)
- Activities conducted within the scope of the Corporate Governance Principles Compliance Program

Interaction and coordination with all Units/Departments of the Company within the framework of Corporate Governance Principles are carried out by the Financial Management and Reporting Unit manager.

The Unit is responsible for supervising and monitoring the fulfillment of obligations arising from the Capital Market Legislation, including all kinds of issues related to Corporate Governance Principles, compliance activities, and public disclosure. Within this framework, the interaction and coordination provided with all units of the Company are ensured again by the Unit.

As the Unit that prepares the balance sheet, it is responsible for issuing the legal reports stipulated by the legislation, ensuring communication with regulatory and supervisory authorities in these processes, and managing relations. In this context, the Unit prepares the documents related to the General Assembly and the Board of Directors meeting that must be submitted for examination.

It is responsible for electronically and systematically retaining and managing all kinds of records, documents, forms, invoices, etc. used by different users via the Electronic Document Management program. The Unit systematically combines business activity results and figures obtained from different business lines.

Financial Affairs also presents the relation of these figures to each other in projections published in accordance with financial reporting techniques. Thanks to the improvements made in business intelligence applications and automation solutions, access to financial reports, in which the Company's budget realizations and sector comparisons are calculated, are provided via the system.

An annual Affiliation Report is issued regarding the Company's relations with parent and affiliate companies as per the provisions of Articles 195 and 209 of the Turkish Commercial Code no. 6102.

In the operating year of 2024, the Company did not carry out any legal transactions with our parent company Türkiye Halk Bankası A.Ş., and/or the affiliate companies of the parent company. Also, the Company did not carry out any legal transactions to the benefit of our parent company Türkiye Halk Bankası A.Ş., and/or the affiliate companies of the parent company, following a request by the parent company. There have not been any actions taken or refrained from being taken, to the benefit of Türkiye Halk Bankası A.Ş. or its affiliate companies.

In 2024, all of the commercial activities that occurred between the Company and the parent company or with the affiliates of the parent company were realized under the prevailing market conditions.

OPERATION

Easy, seamless, and profitable operations

Halk Invest is the only broker that provides trading services in E-Warehouse Receipt (ELÜS) transactions carried out at Turkish Mercantile Exchange (TMEX).

The Operations Unit consists of Share and Credit Operations; Derivative, Foreign and Fixed Income Securities Operations; and Customer Operations. The Unit plays a major role in all projects carried out within the Company. Activity-based operational processes are conducted in all departments under the unit and customer satisfaction is prioritized along with the corporate risk in workflows.

The following activities are within the scope of the Operation Unit:

- Stock operations
- Debt instrument operations
- E-warehouse receipt operations
- Derivative instruments operations
- Issuer company operations
- Fund operations
- Cash operations
- Credit operations
- Customer operations

The Unit aims to reduce operational risk by transferring its workflows to electronic platforms. By incorporating numerous flows into the document tracking system structured within the Company, ease of monitoring and control in processes has been achieved.

The Unit establishes a joint working group with research and business units for determining Company and market risks in the lending methodology. By this means, the customer and corporate risks are assessed at the same rate during the risk assessments performed.

Halk Invest is the only broker that provides trading services in E-Warehouse Receipt (ELÜS) transactions carried out at Turkish Mercantile Exchange (TMEX). ELÜS transactions are managed by the Operations Unit. In this way, the Company allows its customers to trade under TMEX.

Customers' transactions or bids under the Securities Lending Market are carried out by the Share and Credit Operations Department. As customers' demands are met under the Securities Lending Market, the long-term investors are provided with the opportunity to make bids at the Securities Lending Market.

The Share and Credit Operations Department supports the issuer companies in their transactions before the Central Registry System. The transactions of the issuers under the Central Securities Depository are carried out in line with our authority.

In light of the amendments made within the legislation, Halkbank customers were provided with the opportunity to open an investment account electronically. Customer Operations Department actively involved in all stages of the project. In the coming period, it will also be possible to open investment accounts through the Company's electronic platforms as part of the legislation. Business development processes regarding the subject are ongoing.

By automating the blockage application used by investors through the CRA (after unblocking), the system was developed to ensure that investors' order transmission process to Borsa Istanbul is faster.

The process tests regarding the structuring of the products of business units and providing the automation infrastructure are also carried out by the Operations Unit.

The Unit fulfills all other demands of the customers other than market transactions and makes a significant contribution to customer satisfaction. The Operations Unit complies with all relevant legislation and fulfills its responsibilities to regulatory bodies.



HUMAN RESOURCES AND CORPORATE COMMUNICATIONS

Strong employee profile

Halk Invest applies modern human resources management principles aimed at attracting, developing, and retaining talented employees.

Halk Invest possesses a qualified, experienced, highly skilled employee profile with licenses required by capital markets. In 2024, the workforce consists of 166 employees, with 45.8% women and 54.2% men. 98% of the employees have received higher education.

Halk Invest, while conducting capital market brokerage services, applies contemporary human resources management principles aimed at attracting, developing, and retaining talented employees, with the awareness that it is the qualified employees who make the difference in superior success.

Halk Invest believes in the unique effect of synergy in its Human Resources policy. From individuals to teams, from teams to the great Halk Invest family as a whole, outstanding success belongs to the employees.

At Halk Invest, recruitment is conducted using objective evaluation criteria within the scope of modern human resources functions. Each recruited employee is assessed according to their knowledge, skills, abilities, and performance and continues their career at Halk Invest.

Performance management, training and development management, and career management activities conducted at Halk Invest provide employees with the necessary corporate support for a long and successful career journey.

In 2024, all human resources processes were reviewed, and as-is and to-be analyses were conducted. Improvement and development plans were created accordingly, and priorities were determined. The process began with operational improvements and was continued with functional enhancements.

- Within the scope of corporate architecture studies, the processes of preparing workflow diagrams, streamlining processes, and reviewing documents are ongoing.
- The digitalization process for recruitment has begun.
- Assessment processes for Department Managers continued in 2024, and feedback meetings were organized. A "Leadership Styles and Competency Development" training was conducted for all department managers.
- The lists of internal training and internal trainers have been determined.
- Various events have been organized within the Company to enhance employee engagement.
- A new performance and bonus system designed according to the company's needs has been implemented. In 2024, the contribution of each employee to the overall success will be evaluated through business objectives and competency assessments, with successful employees being rewarded and development plans created for those in need of improvement.

Corporate Communications

In Halk Invest's communication, Corporate Communications, which works to ensure information flow and integration, manages communication processes within certain rules to ensure interaction with the target audience.

Corporate Communications also works on the development of corporate social responsibility projects in compliance with the Company's vision. In addition, the Department conducts activities to ensure that services and corporate representation are carried out in line with the predetermined rules and standards, and to keep all communication channels open for the Company's stakeholders and customers.

Developments in the field of Corporate Communications in 2024 are as follows:

- The trademark registration procedure for the next-generation mobile application, Halk Invest Trader 4.0, has been completed, and its launch was carried out in August. In this context, a digital content series was produced for the promotion of the application and to increase the number of downloads of the mobile application, which was shared with sponsorships on social media platforms. In addition, digital media display advertisements were used to reach a larger audience.
- The renewal of the existing corporate identity, reflecting the vision and technological investments achieved by the Company, towards a more modern, pioneering, reliable, and dynamic new corporate identity, has been coordinated with an agency.



- The opening of the Kadıköy Branch, Halk Invest's 12th branch in total and 4th branch in Istanbul, was carried out with the participation of Halkbank General Manager Osman Arslan and senior management.
- Halk Invest intermediated the highest amount real sector and non-bank financial sector lease certificate issue realized in 2024. The communication for this issue was conducted through Halk Invest's digital channels.
- In order to promote the Smart Recommendation System (SRS) and increase the number of mobile application downloads, content was prepared to introduce the modules within the application and shared through social media channels with sponsorship. The Smart Recommendation System, which features new transaction recommendations, strategies, BIST 30 Index company performances, and much more every day, has exceeded 250,000 users in total.
- It is aimed to use the YouTube platform more actively with the goals of expanding Halk Invest's communication strategy, strengthening its digital presence, and increasing the number of followers on social media accounts. In this direction, video series describing products and services in accordance with the YouTube algorithm have been designed, filmed, and published on the YouTube platform, surpassing 50 thousand subscribers.
- As part of efforts to increase brand awareness for Türkiye's equity-based crowdfunding platform, Fonlabüyüsün, which started operating as a service of Halk Invest, content concepts promoting projects, products, and services were created for social media and digital platforms. These contents were sponsored to reach a wider audience. Contents specific to Fonlabüyüsün were also shared on Halk Invest's social media accounts. While all digital channels and social media platforms were effectively used for promotional efforts regarding Fonlabüyüsün's new campaigns, support from Halkbank was also provided. Furthermore, the campaign promotions were featured in print and visual media, contributing to the completion of campaigns with a high funding rate in a very short time.
- Communication activities for the announcements of public offerings conducted throughout the year were carried out through all digital channels and social media platforms, with the support of Halkbank.
- The 2023 Annual Report activities were completed through the coordination of relevant units and agencies, and the report has been published.
- A speech was delivered at the "Vision Meeting of Young Entrepreneurs in the Digital Future" hosted by Halkbank. Communication activities for promoting the event were carried out through social media channels.
- Participation as a speaker was provided at the eighth Türkiye Capital Markets Congress, which is held regularly every year. Communication activities related to the promotion of the congress were carried out through social media channels.
- To contribute further to the promotion of the Aizanoi Ancient City, known as the world's first stock exchange and sponsored by Halk Invest, an extensive stock exchange history experience website, the "ilkborsa.com" microsite offers the opportunity to witness significant moments in the history of the stock exchange from Aizanoi to the present. Through this microsite, milestones such as the world's first marketplace Macellum, the European Stock Exchange, and the New York Stock Exchange are introduced, shedding light on the history of the stock exchange. Visitors to ilkborsa.com experience the history of the stock exchange and have the opportunity to expand their financial repertoire.
- Halk Invest has supported the Halkbank Sports Club, which was established on July 21, 1983, with the aim of nurturing new and successful athletes for Türkiye and contributing to the development of sports in our country, by sponsoring all official and friendly matches, national and international championships, and tournaments for the 2024-2025 season.

CORPORATE SOCIAL RESPONSIBILITY PROJECTS

Respect for history, support for sports

Halk Invest, which started supporting the excavations at the ancient city of Aizanoi, considered to be home to the world's first stock exchange 1,700 years ago, in 2013, continues to enhance this support.

Halk Invest is committed to fulfilling its social responsibility to the public by implementing projects that overlap with its areas of business activity and that are well-planned around targeted strategies. Having supported excavation efforts at the 1,700-year-old Aizanoi city located in the Çavdarhisar district of Kütahya province, home to the world's first known stock market, since 2013, Halk Invest increasingly continues its support.

Designed under Halk Invest sponsorship, the "ilkborsa.com" microsite aims to contribute further to the promotion of the Ancient City of Aizanoi, the world's first known stock exchange, offering the opportunity to witness significant moments in stock exchange history from Aizanoi to present-day investments. It seeks to enhance financial literacy and increase the number of informed investors, starting from Aizanoi and stretching into the future of investments.

Using the microsite, the milestones such as the world's first known marketplace Macellum, European Stock Exchange, and New York Stock Exchange were described and the history of the stock market was highlighted. Visitors of ilkborsa.com experience the history of the stock exchange and have the opportunity to expand their financial repertoire.

Halk Invest has provided sponsorship support to Halkbank Sports Club, established on July 21, 1983, with the aim of cultivating new and successful athletes in Türkiye and contributing to the development of sports in the country. The support for the 2024-2025 season includes all matches in official and friendly, national and international championships, and tournaments.

In 42 years, Halkbank Sports Club became the National Champion ten times, won the Turkish Cup nine times, and the Super Cup four times. Halkbank Sports Club, the Turkish men's volleyball team that has represented Türkiye most often and successfully in the CEV Cup and CEV Champions League, ranked third in Europe and fourth in the World in the 2022-2023 season and became the first men's team to participate in the World Club Championship.



COMPLIANCE WITH CORPORATE GOVERNANCE PRINCIPLES

PART I - SHAREHOLDERS

Shareholder Relations Unit

Financial Management and Reporting Unit conducts relations with shareholders.

Exercise of Shareholders' Right to Access Information

Shareholders are provided with information regarding the Company's accounts and financial structure at Shareholders' General Assembly meetings. The company's Financial Reports are periodically audited by an Independent Auditor who is appointed by the Board of Directors, and approved by the General Assembly. Independent audit for 2024 has been carried out under the responsibility of DRT Bağımsız Denetim ve SMMM A.Ş. (Deloitte).

Other than General Assembly meetings, information is also provided by the Company's Financial Management and Reporting Unit in interim periods in the 3rd, 6th, and 9th months of the year, either in written form or by e-mail, whenever requested. The request for the appointment of an independent auditor is not regulated in the Company's Articles of Association.

Information on General Assembly Meetings

The General Assembly Meeting for the Company's 2023 operating year was held on 29.03.2024, without announcement or invitation ceremony, in accordance with Article 416 of the Turkish Commercial Code no. 6102. During the meeting, it was decided to pay a first dividend of TL 12,500,000.00, corresponding to 5% of the paid capital, to the Company's shareholders as per Article 21/b of the Articles of Association. Additionally, a second dividend of TL 837,500,000.00 was allocated as per Article 21/d of the Articles of Association, resulting in a total cash dividend payment of TL 850,000,000.00 for both the first and second dividends. Moreover, TL 83,750,000.00 was allocated as second legal reserves.

The Extraordinary General Meeting of Shareholders for the Company's 2023 operating year was held on 12.06.2024 in accordance with Article 416 of the Turkish Commercial Code no. 6102, without announcement or invitation ceremony. In the meeting, Members of the Board of Directors were elected to serve for a period of 3 (three) years.

The minutes of the General Assembly Meeting was made available to all investors on the Company's website. The relevant documents were also uploaded on the Information Society Services web page of the Central Registry Agency ("MKK"), as required by the Turkish Commercial Code.

Voting rights and minority rights

The Company's activities and management are undertaken by the Board of Directors which comprises of at least 5 (five) members that are appointed by the General Assembly in accordance with the provisions of the Turkish Commercial Code. The Board of Directors appoints a chairman and vice chairman in its first meeting.

Profit distribution policy and profit distribution time

This is mentioned in Article 21 "Calculating and Distributing Profit" of the Company's Articles of Association.

<https://www.halkyatirim.com.tr/content/tr/esas-sozlesme>

As per the resolution taken at the Ordinary General Assembly Meeting on 29.03.2024, TL 850,000,000.00 was paid to the sole shareholder Halkbank as a dividend.

Transfer of shares

The Company's Articles of Association do not contain any restrictions regarding the transfer of shares.

Amendments to the Articles of Association during the period

None.

PART II – PUBLIC DISCLOSURE AND TRANSPARENCY

Company Disclosure Policy

www.halkyatirim.com.tr is the Company's website in Turkish and English. Information concerning the Company is published through the CSD e-company platform and the Member Management System and Public Disclosure Form on the TCMA website.

The Company uses Registered Electronic Mail (KEP), a safe electronic mail service, where the sender and recipients are identified, the message time and content may not be changed, and which is legally valid in the event of a dispute.

The Company's periodic financial reports and announcements are published on www.kap.gov.tr and the Company's website.

Material disclosures

The Company's material disclosures as of the end of 2024 are published on www.kap.gov.tr.

Company website and electronic platforms

Market data and trading services have been made available to investors through the Company's website and electronic platforms.

In line with market conditions and technological advancements, technological infrastructure investments have been made to ensure the security, continuity, and performance of the services offered.

	halkyatirim.com.tr	halkbank.com.tr	Halk Invest Trader/ Halk Invest Exchange/Halk Invest Mobile iOS/Android	halkfx.com	Smart Recommendation System (SRS)	FX Platform Meta Trader Mobile
Market Data	√	√	√	√		√
Research Reports	√	√	√	√	√	
Our Financial Statements	√			√		
About Us	√			√		
Emergency Plan	√	√		√		
Portfolio Status	√	√	√			√
Common Stock Trend	√	√	√			
VIOP (Derivatives) Transaction	√	√	√			
I. Fund Transaction	√	√	√			
FX Transaction						√
Foreign Market Transactions						

Investors are also able to monitor the developments in the market through the Company's Facebook and Twitter pages.

Disclosure of non-corporate ultimate shareholder(s) who have a controlling interest

Türkiye Halk Bankası A.Ş. is the sole shareholder of the Company.

Public disclosure of insiders

No such list is disclosed since our Company is not publicly listed.

COMPLIANCE WITH CORPORATE GOVERNANCE PRINCIPLES

PART III - STAKEHOLDERS

Informing stakeholders

Stakeholders may access information concerning the Company at any time by KAP, e-mail, and/or in written form through the Company's website.

Participation of stakeholders in management

Stakeholders receive a written invitation to participate in the General Meeting of Shareholders.

Several models or mechanisms were established for the participation of stakeholders in management.

Besides, opinions of employees on some issues of general interest are directly received. In this way, direct involvement of employees in several resolutions to be taken is ensured.

Also, opinions of the stakeholders are taken via the "Contact Us" tab on the website, social media, and similar alternative means.

Customer satisfaction surveys are conducted during the period as well.

Human resources policy

Halk Invest possesses a workforce characterized by qualified, experienced, and highly skilled employees with the licenses required by capital markets. As of the end of 2024, the company employs 166 individuals, with 45.8% being female and 54.2% male. 98% of the employees have received higher education.

While rendering capital markets brokerage services, Halk Invest applies contemporary human resources management principles aimed at attracting, developing, and retaining talented employees, with the awareness that it is the qualified employees who make the difference in superior success.

Halk Invest believes in the unique effect of synergy in its Human Resources policy.

In Halk Invest's human resources approach, from individuals to teams, and from teams to the larger Halk Invest family as a whole, the employees are the ones who own the outstanding success.

At Halk Invest, recruitment is carried out with objective evaluation criteria within the scope of modern human resources functions. Each recruited employee is assessed according to their knowledge, skills, abilities, and performances, and continues their career at Halk Invest.

Within Halk Invest, human resources activities such as performance management, training and development management, and career management provide employees with the necessary corporate support for a long and successful career journey.

Developments in 2024

In 2024, all human resources processes were reviewed, and as-is and to-be analyses were conducted. Improvement and development plans were created accordingly, and priorities were determined. The process started with operational improvements, followed by functional improvements.

A comprehensive effort has been initiated to update our company's mission, vision, and core values, and to determine our strategic priorities.

Within the framework of corporate architectural works, the processes of preparing workflow diagrams, streamlining and digitizing processes, reviewing documents, and revising them in line with our bank continue.

Efforts have commenced for the digitalization process related to the recruitment process.

The assessment processes for Department Managers continued in 2024, and feedback meetings were organized. A "Leadership Styles and Competency Development" training was conducted for all department managers.

Internal trainers and internal trainer lists have been determined.

Various events have been organized within the company to enhance employee engagement.

The performance and premium system, which was organized and implemented in line with the Company's needs, continues to be used. Each employee's contribution to overall success was evaluated through business targets and competency assessments. Successful employees were rewarded, and development plans were created for those with developmental needs.

Organizational chart

The Company's organizational chart is available at <https://www.halkyatirim.com.tr/content/tr/organizasyon-yapisi>.

Information about relations with customers and suppliers

Customer Satisfaction Center Department was established as per the resolution of the Company's Board of Directors dated July 07, 2021, no. 2021/57. The Department strives to provide services to its customers quickly and accurately with electronic communication tools in addition to the organizational structure it has formed with specialized employees to ensure that the customer demands are met in the best way possible. Within this framework, the Company continues to make new technology investments to increase customer satisfaction.

To promote the Company's products and services and increase the synergy between Halkbank and Halk Invest, product, sales, and marketing training activities are offered to Retail Banking Customer Representatives determined by Halkbank.

Social responsibility

The Company develops and conducts social responsibility policies to contribute to society while aiming to become a pioneer in all fields. A tangible example of these efforts is the support provided for the excavations at the ancient city of Aizanoi, which was home to the world's first known stock market. In line with its commitment to fulfilling its social responsibilities by implementing projects that overlap with its areas of business activity and within the framework of well-planned strategies, the Company started providing financial support for the excavations at the Ancient City of Aizanoi, which is accepted to be the world's first stock market 1,700 years ago and is located on the borders of Çavdarhisar district of Kütahya province today. With the permission of the Ministry of Culture and Tourism, General Directorate of Cultural Assets and Museums, cash support has been provided since 2013. The Company carries on its support incrementally.

Code of ethics

The Code of Ethics, established in accordance with the regulations of the Company's main shareholder Türkiye Halk Bankası A.Ş. and the Turkish Capital Markets Association, was presented to employees in written form.

COMPLIANCE WITH CORPORATE GOVERNANCE PRINCIPLES

PART IV – BOARD OF DIRECTORS

Structure and formation of the Board of Directors and independent members

Name-Surname	Duty
1- Ali Şöner	Chairman of the Board of Directors
2- Yusuf Duran Ocak	Vice Chairman of the Board of Directors
3- Şafak Akdaş	Board Member/Deputy CEO
4- Ahmet Hoşcan	Board Member
5- Gökhan Fidan	Board Member
6- Okan Karadağ	Board Member
7- Beyza Öziçsel	Board Member

There is no Independent Member in the Board of Directors.

Qualifications of the Board Members

The 2nd paragraph of Article 9 titled "Board of Directors and Term of Office" of the Company's Articles of Association states that "One more than half of the Board Members must be university graduates and meet the qualifications set out in the capital markets legislation."

Vision, mission, corporate values and strategic objectives of the Company

Pioneering the structuring of new products in the capital markets, the Company manages projects of strategic importance to adapt quickly to the impact of developing technologies on financial markets by effectively using Halkbank's well-qualified distribution channels.

Our Vision

To become a leading and reputable intermediary institution that fulfills all requirements of financial markets and pays the utmost respect to human values with a strong infrastructure and a wide product range.

Our Mission

To be a reference point in capital markets and to become one of Türkiye's leading intermediary institutions that establishes trustworthy and sustainable customer relations, adheres to ethical values, shares up-to-date and objective information with investors, pioneers in technological innovation, effectively utilizes its distribution channels and opens up to the world through an efficiency-based business model.

Our Corporate Values

Our corporate values are available on <https://www.halkyatirim.com.tr/kurumsal-degerler>.

Evaluation of the Company's Strategic Objectives - Activities

Strategic objectives set for the activities of Halk Invest and its budget targets are submitted to the Board of Directors. As of the end of 2024, the Company's pre-tax profit and net profit targets have been exceeded.

As of the end of 2024, there has been no significant legislative change that could affect the Company's strategic objectives.

Duties and responsibilities of the Board of Directors and Managers

Under Article 10 titled "Duties and Powers of the Board of Directors" in the Articles of Association of the Company;

"The representation and management of the Company belong to the Board of Directors. Except for the authorizations exclusively left to the General Meeting of Shareholders, the Board of Directors has the exclusive power to make decisions regarding all transactions constituting the purpose and scope of the Company."

The Board of Directors regulates, fulfills, and may transfer duties regarding management and representation within the framework of Articles 367 and 370 of the Turkish Commercial Code.

The Board of Directors is authorized to transfer management completely or partially with an internal circular it prepares. The Board of Directors is required to hold the representation power of at least one board member when it transfers the representation power to one, or more than one, executive member or third party as managers."

Operating principles of the Board of Directors

The Board of Directors meets monthly or in interim periods when necessary, and reviews the extent to which the Company has reached its objectives, its activities, and past performance. The agenda of the Board of Directors is created within the context of the proposal offered by the Company management. The Board of Directors took 146 decisions in the operating year between 01.01.2024 and 31.12.2024 without any countervote. None of these decisions received any dissenting views since Board Members were informed in advanced.

The rate of participation of Board members in meetings is 100%.

Distribution of Duties of the Board of Directors

Board of Directors Duties and Responsibilities	Appointed Board Members		
	Name-Surname	Date of Appointment	Procedure of Appointment
Chairman of the Board of Directors	Ali ŞÖNER	12.06.2024 - 2024/62	Resolution of Board of Directors
Vice Chairman of the Board of Directors	Yusuf Duran OCAK	12.06.2024 - 2024/62	Resolution of Board of Directors
Board Member in Charge of Internal Control Board Member in charge of Internal Control as per Article 8 of the CMB Communiqué on "Principles Regarding the Internal Audit System of Brokerage Houses" (Serial: V, No: 68)	Beyza ÖZİÇSEL	30.07.2024 - 2024/77	Resolution of Board of Directors
Board Member in Charge of Financial Reporting Board Member in charge of Financial Reporting as per article 9.2 of CMB Communiqué on "Principles of Financial Reporting in Capital Markets,"	Yusuf Duran OCAK	30.07.2024 - 2024/77	Resolution of Board of Directors
Market Committee	Ahmet HOŞCAN Bülent SEZGİN*	30.07.2024 - 2024/77	Resolution of Board of Directors
Credit Committee Chairman and Members of the Credit Committee as per CMB Communiqué on "Margin Trading, Short Sales and Lending and Borrowing of Securities" (Serial: V, No: 65)	Ali ŞÖNER Bülent SEZGİN*	30.07.2024 - 2024/77	Resolution of Board of Directors
Investment Committee In accordance with Article 9 of the CMB Communiqué on Equity-Based Crowdfunding (Serial: III, No: 35/A.1)	Bülent SEZGİN*	30.07.2024 - 2024/77	Resolution of Board of Directors
Corporate Governance Committee Chairman and Members of the Committee as per article 4.5 of CMB Communiqué on Corporate Governance Principles "Committees Formed within the Board of Directors" (Serial: II, No: 17.I)	Yusuf Duran OCAK Gökhan FIDAN	30.07.2024 - 2024/77	Resolution of Board of Directors
Audit Committee Chairman and Members of the Committee as per article 4.5 of CMB Communiqué on Corporate Governance Principles "Committees Formed within the Board of Directors" (Serial: II, No: 17.I)	Yusuf Duran OCAK Gökhan FIDAN	30.07.2024 - 2024/77	Resolution of Board of Directors
Early Detection of Risk Committee Chairman and Members of the Committee as per article 4.5 of CMB Communiqué on Corporate Governance Principles "Committees Formed within the Board of Directors" (Serial: II, No: 17.I)	Ahmet HOŞCAN Gökhan FIDAN	30.07.2024 - 2024/77	Resolution of Board of Directors

*As of June 11, 2025, Şafak Akdaş has assumed the role of Deputy CEO.

COMPLIANCE WITH CORPORATE GOVERNANCE PRINCIPLES

Prohibition on engaging in transactions and competition with the Company

During the operating period from 01.01.2024 to 31.12.2024, the prohibition on doing business or competing with the Company became effective for the Board members.

The number, structure, and independence of the committees formed within the Board of Directors.

To ensure that the Board of Directors fulfills its duties and responsibilities properly, it was decided in the Articles of Association that regulations of the Capital Markets Board on corporate governance will be followed for the transactions deemed significant for the implementation of Corporate Governance Principles, the transactions of the Company with the related parties, and the transactions about giving guarantees, pledges, and mortgages on behalf of third parties, and that the number and qualifications of the independent members who will serve on the Board of Directors will be determined based on the regulations of the Capital Markets Board on corporate governance.

Audit Committee, Corporate Governance Committee, and Early Detection of Risk Committee serve at the Company as part of the Corporate Governance Principles.

Audit Committee

Name-Surname	Position	Term of Office
	Chairman - Vice Chairman of the Board of Directors	
1- Yusuf Duran Ocak		18.03.2021 – Ongoing
2- Güvenç Usta	Member - Board Member	18.03.2021 – 30.03.2022
3- Gökay Yılmaz	Member	18.03.2021 – 03.12.2021
4- Erkin Çakmak	Member	03.12.2021 – 01.04.2022
5- Gökhan Fidan	Member	30.07.2021 – Ongoing

The Audit Committee meets at least four times a year, at least every three months. Results of the Committee are enclosed in the minutes and presented to the Board of Directors. The Committee met 24 times as of the end of 2024.

Corporate Governance Committee

Name Surname	Position	Term of Office
	Chairman - Vice Chairman of the Board of Directors	
1- Yusuf Duran Ocak		18.03.2021 – Ongoing
2- Filiz Avukat	Member - Board Member	18.03.2021 – 30.03.2021
3- Ahmet Erdoğan	Member - Board Member	30.03.2021 – 30.07.2021
4- Gökhan Fidan	Member - Board Member	30.07.2021 – Ongoing
5- Ahmet Kutluhan Kalyoncu	Member	18.03.2021 – 16.09.2024

The Corporate Governance Committee also assumed the responsibilities of the Nomination Committee and Remuneration Committee. The Committee met twice as of the end of 2024.

Early Detection of Risk Committee

Name-Surname	Position	Term of Office
1- Güvenç Usta	Chairman - Board Member	18.03.2021 – 30.03.2022
2- Ahmet Erdoğan	Member - Board Member	18.03.2021 – 30.07.2021
3- Gökhan Fidan	Member - Board Member	30.07.2021 – Ongoing
4- Gökay Yılmaz	Member	18.03.2021 – 03.12.2021
5- Erkin Çakmak	Member	03.12.2021 – 01.04.2022
6- Ahmet Hoşcan	Member - Board Member	30.03.2022 – Ongoing

The Early Detection of Risk Committee meets at the Company's Head Office at least six times a year, every two months. The results of the Committee are recorded in minutes and presented to the Board of Directors. The Committee met 6 times as of the end of 2024.

The Reporter of the Board of Directors also conducts the work of the committees. The other committees that are structured under the chairmanship of a responsible Board Member determined by the decision of the Board of Directors meet whenever necessary.

Financial benefits and cash benefits or benefits in kind provided to the Board Members and executive managers

The monthly attendance fee is paid to the Board Members with the approval of the General Assembly. The total amount of the financial rights, cash, in-kind benefits, insurance, and similar guarantees provided to the Board Members and executive managers is TL 35,993,375.

Financial rights, cash and in-kind benefits provided to employees.

Within the scope of the Human Resources Regulation;

Financial rights, cash, and in-kind benefits, insurance, and similar guarantees are provided to the employees of the Company.

As of the end of 2024, 166 employees are working at the Company.

Information on donations throughout the year

As of the end of 2024, a donation of TL 23,500 was made to the Turkish Red Crescent.

Information on the Company's affiliates and share ratios

None.

Information on lawsuits filed against the Company, and lawsuits that may affect the Company's financial status

The Company sets aside a provision of 100% for lawsuits filed against the Company by the customers or former employees. There are no lawsuits that may affect the Company's financial status.

There have not been any administrative or legal sanctions imposed on the members of the Company and its Board of Directors for practices in breach of applicable legal or regulatory provisions.

Information on any private or public audit during the accounting period

The Company is within the scope of Independent Audit in accordance with CMB Legislation and is subject to governmental audits of the Turkish Court of Accounts accordance with Law no. 6085.

COMPLIANCE WITH CORPORATE GOVERNANCE PRINCIPLES

Information on related party transactions

As of the end of 2024, no legal transactions have been made, nor have any measures been taken or refrained from that would benefit Türkiye Halk Bankası A.Ş., or its affiliate companies, either with the sole shareholder Türkiye Halk Bankası A.Ş., its affiliate companies, or as directed by Türkiye Halk Bankası A.Ş.

As of the end of 2024, all commercial activities conducted between our Company and both our sole shareholder and the affiliate companies of our shareholder have been carried out under market conditions.

Related Party Transactions

TL	31/12/2024
Cash & Cash Equivalents	
Türkiye Halk Bankası A.Ş.	1,026,503,469
-Term deposit	765,337,171
-Demand deposits	261,166,298
Stock investments	
Halk Gayrimenkul Yatırım Ortaklığı A.Ş.	4,029,287
-Equities	4,029,287
Total	1,026,503,469
Trade receivables from related parties	
Türkiye Halk Bankası A.Ş.	473,113
Total	473,113
Trade payables to related parties	
Halkbank Sports Club	18,000,000
Türkiye Halk Bankası A.Ş.	436,164
Total	18,436,164

NOTES RECEIVED FROM THE RATING AGENCY

As a result of JCR Eurasia Rating's assessment of Halk Yatırım Menkul Değerler A.Ş., the rating agency assigned Halk Invest the highest-level investment grade and confirmed the Company's rating of AAA (tr) on the Long-Term National Credit Rating with a "Stable" outlook. The situation was announced on the Public Disclosure Platform on 24.05.2024.

Long-Term National Credit Rating	AAA (tr) / (Stable Outlook)
Short-Term National Credit Rating	J1+ (tr) / (Stable Outlook)
Long-Term International Foreign Currency Rating	BB / (Stable Outlook)
Long-Term International Local Currency Rating	BB / (Stable Outlook)

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

FINANCIAL STATEMENTS AS AT
31 DECEMBER 2024 AND
INDEPENDENT AUDITOR'S REPORT



KPMG Bağımsız Denetim ve
Serbest Muhasebeci Mali Müşavirlik A.Ş.
İş Kuleleri Kule 3 Kat:2-9
Levent 34330 İstanbul
Tel +90 212 316 6000
Fax +90 212 316 6060
www.kpmg.com.tr

Independent Auditor's Report

To the Shareholders of Halk Yatırım Menkul Değerler Anonim Şirketi

A) Audit of the Financial Statements

Opinion

We have audited the financial statements of Halk Yatırım Menkul Değerler Anonim Şirketi (“the Company”) which comprise the statement of financial position as at 31 December 2024, the statements of profit or loss and other comprehensive income, the statements of changes in equity and the statement of cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2024, and its financial performance and its cash flows for the year then ended in accordance with Turkish Financial Reporting Standards (“TFRS”).

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing which is a component of the Turkish Auditing Standards as adopted within the framework of the Capital Markets Board (“CMB”) regulations, published by the Public Oversight Accounting and Auditing Standards Authority (“POA”) (“Standards on Auditing issued by POA”). Our responsibilities under Standards on Auditing issued by POA are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We declare that we are independent of the Company in accordance with the Code of Ethics for Auditors issued by POA (including Independence Standards) (“POA’s Code of Ethics”) and the ethical principles regarding independent audit of financial statements in the CMB legislation and other relevant legislation. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of Matter**

As detailed in footnote number 23, we draw attention to the following issues that may affect the Bank:

On 15 October 2019, the US Department of Justice, United States Attorney Southern District of New York filed a criminal case against the Bank in the Southern District of New York Court (“District Court”) for the alleged violations of U.S. sanctions on Iran. The criminal procedure at the district court has been stayed due to Bank’s appellate process under the sovereign immunity. Upon further review, the US Court of Appeals for the Second Circuit (Second Circuit) with its decision dated October 22, 2024, rejected the Bank’s common law immunity request and affirmed the District Court’s order. The Bank declared that it will use all its legal rights to appeal with regard to the October 22, 2024 decision of the Second Circuit, particularly with the U.S. Supreme Court. On December 12, 2024, the Bank filed a motion to stay the Second Circuit’s mandate. On December 18, 2024 the Second Circuit ordered that the motion is granted and the mandate is stayed pending the filing and disposition of the Bank’s petition for a writ of certiorari to the U.S. Supreme Court. Currently the Bank is in the process of filing a petition for a writ of certiorari to the U.S. Supreme Court.

In addition, a group of plaintiffs filed a civil lawsuit (the Owens or first civil case) against the Bank with a claim for damages before the District Court for the Southern District of New York on 27 March 2020, "on the grounds that they (plaintiffs) could not collect their judgments from Iran due to the violations of sanctions." The case was dismissed by the District Court, the Second Circuit and the U.S. Supreme Court, respectively. Consequently, the Owens case was conclusively dismissed on 8 January 2024.

Finally, on 26 July 2023, a new civil case (the Hughes or second civil case) was filed against the Bank by a group of plaintiffs in a complaint filed with the District Court, seeking to satisfy judgements similar to the Owens civil case. In accordance with the District Court’s decision dated 1 May 2024, Hughes case is stayed pending a final ruling on the criminal case against the Bank.

At this stage, the Bank’s Management stated that there is no penalty, compensation, sanction or other measure arising from the pending criminal and civil cases against the Bank. There is an uncertainty if any decisions will be made by the US authorities that may adversely affect the financial position of the Bank. No provision has been made in the financial statements of the Bank related to these matters. However, the above mentioned matters do not affect the conclusion provided by us.



Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Revenue Recognition

For details on the accounting policies related to revenue recognition and the significant accounting estimates and assumptions used, please refer to Notes 2 and 18.

Key Audit Matter	How the matter was addressed in the audit
<p>Revenue recognition</p> <p>In the statement of profit or loss for the accounting period from January 1 to December 31, 2024, the Company recognized revenue and revenue from financial sector activities amounting to TL 6.875.979.642 and TL 1.317.512, respectively.</p> <p>Due to the material significance of revenue to the financial statements, the fact that the total revenue is derived from various channels such as loan interest income, equity and securities sales, brokerage commissions, and corporate finance income, and because revenue arises from numerous transactions calculated using different methods and parameters due to the nature of the Company's operations, this area has been identified as a key audit matter.</p>	<ul style="list-style-type: none"> - We assessed the compliance of the Company's financial policies with TFRS (Turkish Financial Reporting Standards). - By gaining an understanding of the Company's revenue process, we evaluated the design, implementation, and operating effectiveness of management's internal controls over revenue recognition. - To assess whether the revenue was appropriately recognized, we tested the existence and accuracy of revenue through supporting documentation for a sample of transactions that occurred during the financial period.

Other Matter

The financial statements of Halk Yatırım Menkul Değerler A.Ş. for the year ended 31 December 2023 were audited by another auditor who expressed an unmodified opinion on those financial statements on 28 March 2024.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company management is responsible for the preparation and fair presentation of these financial statements in accordance with TFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

In an independent audit, our responsibilities as independent auditors are as follows:

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Independent Auditing Standards published by the Capital Markets Board will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the standards on auditing issued by Capital Markets Board and SIA, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. (The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

B) Report on Other Legal and Regulatory Requirements

- 1) Pursuant to the fourth paragraph of Article 402 of the Turkish Commercial Code ("TCC") No. 6102, no significant matter has come to our attention that would indicate the Company's bookkeeping practices and financial statements for the accounting period 1 January – 31 December 2024 are not in compliance with the TCC and the financial reporting provisions of the Company's articles of association.
- 2) In accordance with the fourth paragraph of Article 402 of the TCC, the Board of Directors has provided the explanations requested by us and submitted the documents required within the scope of the audit.

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

Ali Tuğrul Uzun
Partner

25 February 2025
İstanbul, Turkey

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HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİStatement of Financial Position
as at 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

	Note s	Audited 31 December 2024	Audited 31 December 2023
ASSETS			
Current assets			
Cash and cash equivalents	3	1.835.990.677	6.383.559.991
Financial investments	4	979.157.834	1.122.096.588
Trade receivables	5-6	2.013.746.680	2.869.036.786
- Trade receivables from related parties	5	473.113	383.977
- Trade receivables from third parties	6	2.013.273.567	2.868.652.809
Other receivables	6	197.692.084	662.636.767
Prepaid expenses		44.818.631	46.504.343
TOTAL CURRENT ASSETS		5.071.405.906	11.083.834.475
Non-current assets			
Financial investments	4	16.378.841	15.013.229
Property, plant and equipment	8	106.825.077	75.087.250
Intangible assets	9	26.612.858	10.913.935
Right-of-use assets	10	40.593.358	159.302.717
TOTAL NON-CURRENT ASSETS		190.410.134	260.317.131
TOTAL ASSETS		5.261.816.040	11.344.151.606
LIABILITIES			
Current liabilities			
Short-Term Borrowings	7	239.916.198	5.952.056.997
- Short-term borrowings from third parties	7	239.916.198	5.952.056.997
Trade payables	5-6	1.818.912.085	2.264.166.340
- Trade payables to related parties	5	18.436.164	20.116.052
- Trade payables to third parties	6	1.800.475.921	2.244.050.288
Other tax and debt liabilities		140.149.199	87.558.344
Current tax liability	13	167.461.373	142.002.233
Short-term provisions		48.014.343	53.610.689
- Short-term provisions for employee benefits	12	42.610.199	48.967.071
- Other short-term provisions	11	5.404.144	4.643.618
IFRS 9			
Lease liabilities	10	20.343.837	30.851.641
TOTAL CURRENT LIABILITIES		2.434.797.035	8.530.246.244

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

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİStatement of Financial Position
as at 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

	<u>Notes</u>	<u>Audited 31 December 2024</u>	<u>Audited 31 December 2023</u>
Non-current liabilities			
Long-term provisions		11.632.973	24.030.585
- Long-term provisions for employee benefits	12	11.632.973	24.030.585
Lease liabilities	10	9.429.286	31.657.772
Deferred tax liability	13	12.035.734	9.884.825
TOTAL NON-CURRENT LIABILITIES		33.097.993	65.573.182
EQUITY			
Equity attributable to owners of the Company			
Share capital	14	250.000.000	250.000.000
Capital adjustment differences	14	1.552.499.817	1.552.499.817
Restricted reserves appropriated from profit	14	647.499.246	517.316.507
Accumulated other comprehensive income (expenses) that will not be reclassified to profit or loss	12	917.479	3.959.013
Actuarial gains (losses)	12	2.720.907	5.122.494
-Gains (losses) on revaluation and remeasurement	12	(997.575)	--
-Other gains (losses)	12	(805.853)	(1.163.481)
Prior years' profit or losses	14	(772.183.269)	(1.097.254.072)
Net profit or loss for the period		1.115.187.739	1.521.810.915
TOTAL EQUITY		2.793.921.012	2.748.332.180
TOTAL LIABILITIES AND EQUITY		5.261.816.040	11.344.151.606

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

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Statement of Profit or Loss and Other Comprehensive Income for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

	Notes	Audited January - 31 December 2024	Audited January - 31 December 2023
PROFIT OR LOSS			
Revenue	15	6.875.979.642	24.073.076.526
Cost of sales	15	(3.756.672.793)	(20.867.883.561)
GROSS PROFIT (LOSS) FROM BUSINESS OPERATIONS		3.119.306.849	3.205.192.965
Receivables from Financial Activities	15	1.317.512	701.694
GROSS PROFIT (LOSS)		3.120.624.361	3.205.894.659
General administrative expenses	16	(665.698.814)	(529.602.771)
Marketing expenses	16	(325.902.496)	(376.253.253)
Other income from operating activities	17	78.914.953	12.289.421
Other expenses from operating activities	17	(2.958.756)	(93.181.506)
OPERATING PROFIT (LOSS)		2.204.979.248	2.219.146.550
Finance income	18	2.491.618.658	3.476.293.631
Finance expenses	18	(1.740.534.551)	(2.262.016.129)
		(995.967.076)	(1.125.961.056)
Net monetary position gains/(losses)	19		
PROFIT (LOSS) BEFORE TAX FROM CONTINUING OPERATIONS		1.960.096.279	2.307.462.996
Tax (Expense) Income from Continuing Operations			
- Current tax (expense) income	13	(842.757.631)	(772.284.217)
- Deferred tax (expense) income	13	(2.150.909)	(13.367.864)
PROFIT (LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS		1.115.187.739	1.521.810.915
PROFIT (LOSS) FOR THE PERIOD		1.115.187.739	1.521.810.915
OTHER COMPREHENSIVE INCOME		(3.041.534)	(2.304.557)
Items that will not be reclassified to profit or loss			
Other comprehensive income items that will not be reclassified as other profit or loss		(3.041.534)	(2.304.557)
TOTAL COMPREHENSIVE INCOME (EXPENSE)		1.112.146.205	1.519.506.358

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

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Statement of Changes in Equity
for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

	Notes	Paid-in capital	Capital adjustment differences	Accumulated other comprehensive income that will not be reclassified subsequently to profit or loss	Gains/losses on revaluation and reclassification	Restricted reserves appropriated from profit	Retained earnings		Equity
							Prior years' profits / (losses)	Net profit/(loss) for the period	
Balances as at 1 January 2023	14	150,000,000	1,508,121,045	6,263,570	602,414,233	(973,447,744)	484,255,002	1,777,606,106	
Transfers		--	--	--	(85,097,726)	569,352,728	(484,255,002)	--	
Profit (loss) for the period		--	--	--	--	--	1,521,810,915	1,521,810,915	
Other comprehensive income (expense)	12	--	--	(2,304,557)	--	--	--	(2,304,557)	
Revaluation and reclassification gains (losses)	14	--	--	(2,304,557)	--	--	--	(2,304,557)	
<i>Increase / (decrease) due to other changes</i>		--	--	--	--	--	--	--	
Total comprehensive income (expense)	14	--	--	(2,304,557)	--	--	1,521,810,915	1,519,506,358	
Dividend payment		--	44,378,772	--	--	(548,780,284)	--	(548,780,284)	
Capital increase		100,000,000	--	--	--	(144,378,772)	--	--	
Balances as at 31 December 2023	14	250,000,000	1,552,499,817	3,959,013	517,316,507	(1,097,254,072)	1,521,810,915	2,748,332,180	
Balances as at 1 January 2024	14	250,000,000	1,552,499,817	3,959,013	517,316,507	(1,097,254,072)	1,521,810,915	2,748,332,180	
Transfers		--	--	--	130,182,739	1,391,628,176	(1,521,810,915)	--	
Profit (loss) for the period		--	--	--	--	--	1,115,187,739	1,115,187,739	
Other comprehensive income (expense)		--	--	(3,041,534)	--	--	--	(3,041,534)	
Revaluation and reclassification gains (losses)	12	--	--	(997,575)	--	--	--	(997,575)	
<i>Increase / (decrease) due to other changes</i>		--	--	(2,043,959)	--	--	--	(2,043,959)	
Total comprehensive income (expense)	14	--	--	(3,041,534)	--	--	1,115,187,739	1,112,146,205	
Dividend payment	14	--	--	--	--	(1,066,557,373)	--	(1,066,557,373)	
Capital increase		--	--	--	--	--	--	--	
Balances as at 31 December 2024	14	250,000,000	1,552,499,817	917,479	647,499,246	(772,183,269)	1,115,187,739	2,793,921,012	

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

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Statement of Cash Flows for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

	Notes	Audited January- 31 December 2024	Audited January- 31 December 2023
A. Cash flows from operating activities		5.080.161.467	5.155.281.298
Profit (Loss) for the Period		1.115.187.739	1.521.810.915
Adjustments to reconcile net profit (loss) for the period		1.364.323.176	1.718.004.487
Adjustments related to depreciation and amortization expenses	8-9-10	79.726.625	57.105.216
Adjustments related to provisions		35.532.216	27.637.391
-Adjustments related to litigation and/or penalty provisions (cancellation)	6	(5.028.601)	(10.528.858)
-Adjustments related to provisions for employee benefits (cancellations)	12	39.800.291	41.223.510
-Adjustments related to other provisions (cancellations)		760.526	(3.057.261)
Adjustments related to interest income and expenses	18	(786.321.659)	(723.562.477)
-Adjustments related to interest income	18	(2.272.721.522)	(2.918.724.165)
-Adjustments related to interest expenses	18	1.486.399.863	2.195.161.688
Adjustments related to fair value losses (fains)	17	1.071.914	816.461
-Adjustments related to fair value losses (gains) of financial assets	17	1.071.914	816.461
-Adjustments related to current tax expense	13	840.606.722	758.916.353
-Adjustments related to deferred tax (income) expenses	13	842.757.631	772.284.217
-Adjustments related to interest income	13	(2.150.909)	(13.367.864)
Net monetary position gains/(losses)		1.194.599.272	1.597.873.234
Dividend income from associates		(891.914)	(781.691)
Changes in working capital		1.093.716.767	(217.699.884)
Increase/decrease in financial investments		142.938.754	(484.375.840)
Adjustments related to increase/decrease in trade receivables		874.542.656	(343.530.141)
Adjustments related to increase/decrease in trade payables		(445.254.255)	692.211.425
Adjustments related to other increase/decrease in working capital		435.516.543	(23.164.957)
Adjustments related do decrease (increase) in assets arising from customer contracts		85.973.069	(58.840.371)
-Decrease (increase) in other contract assets		85.973.069	(58.840.371)
Cash flows from operating activities		3.573.227.682	3.022.115.518
Interests received		2.367.833.616	2.934.474.702
Dividends received		(180.000)	(3.179)
Payments related to provision for employee benefits	12	(43.421.340)	(22.414.325)
Tax (payments) returns	13	(817.298.491)	(778.891.418)
Cash flows from investing activities		(93.290.173)	(84.563.221)
Cash flows from Purchases of tangible and intangible fixed assets	8-9	(93.290.173)	(84.563.221)
-Cash flows from purchases of tangible fixed assets	8	(65.424.488)	(84.563.221)
-Cash flows from purchases of intangible fixed assets	9	(27.865.685)	-
Cash flows from financing activities		(8.269.407.532)	(2.354.410.663)
Cash inflows from borrowing	7	(5.715.808.432)	467.857.237
-Cash Inflows from Issued Debt Instrument	7	(1.195.378.672)	(477.979.190)
-Cash Inflows from Other Financial Borrowings	7	(4.520.429.760)	945.836.427
Dividends paid		(1.066.557.373)	(548.780.284)
		(1.487.041.727)	(2.273.487.616)
Net increase (decrease) in cash and cash equivalents before the effect of foreign currency translation differences		(3.282.536.238)	2.716.307.414
Effects of foreing currency translation differences on cash and cash equivalents		1.305.025	44.049.197
Net increase (decrease) in cash and cash equivalents		(3.281.231.213)	2.760.356.611
Cash and cash equivalents at the beginning of the period	3	6.097.960.592	4.866.856.370
Inflation effect on cash and cash equivalents		(1.209.211.895)	(1.529.252.389)
Cash and cash equivalents at the end of the period	3	1.607.517.484	6.097.960.592

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

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİNotes to the Financial Statements
for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

1 Organization and operations of the Company

Halk Yatırım Menkul Değerler AŞ (“the Company”) was established on 2 September 1997. The purpose of the Company is to perform capital market activities in accordance with its Article of Association and Capital Markets Law and the related legislation provisions.

According to Capital Market Law’s serial III-37.1 numbered “Disclosure of Investment Services and Operations with Ancillary Services Principles” that was published in official gazette on 11 July 2013 and come into force on 1 July 2014, the Company operates as “Broad Authorized Intermediary Firm”.

The Company was classified as “Broad Authorized Intermediary Firm” in the bulletin published in Capital Market Law’s 15 October 2015 dated 2015/27 numbered, and it is authorized to operate in investment service and activities.

The Company operates with 12 branches (31 December 2023: 10). Each branch of T. Halk Bankası A.Ş., act as an intermediary for the transmission of orders on behalf of the Company in capital market transactions.

The address of the Company is Barbaros Mah. Mor Sümbül Sk. WBC İş Merkezi Blok No:9 İç Kapı No:21 Ataşehir / İstanbul.

As at 31 December 2024, the Company has 166 employees (31 December 2023: 165).

The shareholders of the Company and their ownership percentages are as follows:

	31 December 2024	31 December 2023
Türkiye Halk Bankası A.Ş.	100,00%	100,00%
Total	100,00%	100,00%

Approval of the Financial Statements:

The financial statements prepared as at December 31, 2024, and for the period ending on this date, were approved by the Company’s management on February 25, 2025. The General Assembly and other authorized bodies have the authority to amend these approved financial statements.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Notes to the Financial Statements for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

2 Basis of presentation of the financial statements

The preparation of financial statements

Statement of Compliance to TFRS

The accompanying financial statements are prepared in accordance with the requirements of Capital Markets Board (“CMB”) Communiqué Serial II, No: 14.1 “Basis of Financial Reporting in Capital Markets” (“the Communiqué”), which was published in the Official Gazette No:28676 on 13 June 2013. The accompanying financial statements are prepared based on the Turkish Financial Reporting Standards (“TFRS”) and interpretations that have been put into effect by the Public Oversight Accounting and Auditing Standards Authority (“POA”) under Article 5 of the Communiqué.

In addition, the financial statements and footnotes have been presented in accordance with the formats announced by the POA on 15 April 2019 with the “Announcement on TFRS Taxonomy” and with the CMB's announcement on 7 June 2013. The financial statements are prepared on the basis of historical cost, with the exception of financial assets, derivative financial instruments at FVTPL and financial assets at FVTOCI. In determining the historical cost, the fair value of the amount paid for the assets is generally taken as the basis.

Currency Used

The accompanying financial statements are presented in the Company's functional and presentation currency, which is Turkish Lira (“TL”), unless otherwise stated.

Restatement of financial statements during periods of high inflation

The financial statements and related figures for previous periods have been restated for changes in the general purchasing power of the functional currency and, consequently, the financial statements and related figures for previous periods are expressed in terms of the measuring unit current at the end of the reporting period in accordance with TAS 29 Financial Reporting in Hyperinflationary Economies.

TAS 29 applies to the financial statements, including the financial statements, of each entity whose functional currency is the currency of a hyperinflationary economy. If an economy is subject to hyperinflation, TAS 29 requires an entity whose functional currency is the currency of a hyperinflationary economy to present its financial statements in terms of the measuring unit current at the end of the reporting period.

As at the reporting date, entities operating in Türkiye are required to apply TAS 29 "Financial Reporting in Hyperinflationary Economies" for the reporting periods ending on or after 31 December 2023, as the cumulative change in the general purchasing power of the last three years based on the Consumer Price Index (“CPI”) is more than 100%.

POA made an announcement on 23 November 2023 regarding the scope and application of TAS 29. It stated that the financial statements of the entities applying Turkish Financial Reporting Standards for the annual reporting period ending on or after 31 December 2023 should be presented in accordance with the related accounting principles in TAS 29, adjusted for the effects of inflation.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİNotes to the Financial Statements
for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

2 Basis of presentation of the financial statements (cont'd)**Restatement of financial statements during periods of high inflation (cont'd)**

In accordance with the CMB's decision dated 28 December 2023 and numbered 81/1820, issuers and capital market institutions subject to financial reporting regulations applying Turkish Accounting/Financial Reporting Standards are required to apply inflation accounting by applying the provisions of TAS 29 to their annual financial statements for the accounting periods ending on 31 December 2023.

Accordingly, the financial statements as at 31 December 2024 have been adjusted for the effects of inflation in accordance with the accounting principles set out in TAS 29.

The table below shows the inflation rates for the relevant years calculated by taking into account the Consumer Price Indices published by the Turkish Statistical Institute (TURKSTAT):

Date	Index	Adjustment coefficient	Three-year cumulative inflation rates
31 December 2024	2.684,55	1,00000	291%
31 December 2023	1.859,38	1,44379	268%
31 December 2022	1.128,45	2,37897	156%

The main lines of TAS 29 indexation transactions are as follows:

- As of the balance sheet date, all items other than those stated in terms of current purchasing power are restated by using the relevant price index coefficients. Prior year amounts are also restated in the same way.
- Monetary assets and liabilities are expressed in terms of the purchasing power at the balance sheet date and are therefore not subject to restatement. Monetary items are cash and items to be received or paid in cash.
- Fixed assets, subsidiaries and similar assets are indexed to their acquisition values, which do not exceed their market values. Depreciation has been adjusted in a similar manner. Amounts included in shareholders' equity have been restated by applying general price indices for the periods in which they were contributed to or arose within the Company.
- All items in the income statement, except for the effects of non-monetary items in the balance sheet on the income statement, have been restated by applying the multiples calculated over the periods when the income and expense accounts were initially recognised in the financial statements.
- The gain or loss arising on the net monetary position as a result of general inflation is the difference between the adjustments to non-monetary assets, equity items and income statement accounts. This gain or loss on the net monetary position is included in net profit.

The impact of the application of TAS 29 Inflation Accounting is summarised below:

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Notes to the Financial Statements for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

2 **Basis of presentation of the financial statements (cont'd)**

Restatement of financial statements during periods of high inflation (cont'd)

Restatement of the Statement of Financial Position

Amounts in the statement of financial position that are not expressed in terms of the measuring unit current at the end of the reporting period are restated. Accordingly, monetary items are not restated because they are expressed in the currency of the reporting period. Non-monetary items are required to be restated unless they are expressed in terms of the currency in effect at the end of the reporting period.

The gain or loss on the net monetary position arising on restatement of non-monetary items is recognised in profit or loss and presented separately in the statement of comprehensive income.

Restatement of the Statement of Profit or Loss

All items in the statement of profit or loss are expressed in terms of the measuring unit current at the end of the reporting period. Therefore, all amounts have been restated by applying changes in the monthly general price index.

Cost of inventories sold has been restated using the restated inventory balance.

Depreciation and amortisation expenses have been restated using the restated balances of property, plant and equipment, intangible assets, investment property and right-of-use assets

Restatement of Statement of Cash Flows

All items in the statement of cash flows are expressed in terms of the measuring unit current at the end of the reporting period.

Comparative figures

Relevant figures for the previous reporting period are restated by applying the general price index so that the comparative financial statements are presented in the measuring unit applicable at the end of the reporting period. Information disclosed for prior periods is also expressed in terms of the measuring unit current at the end of the reporting period.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Notes to the Financial Statements for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

2 Basis of presentation of the financial statements (*cont'd*)

Comparative Information and Restatement of Prior Period Financial Statements

The financial statements of the Company include comparative financial information to enable the determination of the financial position and performance trends. In order to comply with the presentation of the current period financial statements, comparative information is reclassified, and significant changes are disclosed if necessary.

Derivative transaction income and expenses previously recognised in financial income and financial expenses have been reclassified to revenue from finance sector operations and cost of finance sector operations in the current period.

Changes in Accounting Policies

Significant changes in accounting policies have been applied retrospectively and prior year financial statements are restated. The Company has not made any changes in its accounting policies due to the effects of changes in standards in the current year.

Changes in Accounting Estimates and Errors

If changes in accounting policies are for only one period, changes are applied on the current year but if the changes affect the future periods, changes are applied both on the current period and future periods prospectively. There has been no significant change in the Company's accounting estimates in the current year.

Significant changes in the accounting policies and significant accounting errors are applied retrospectively and the financial statements of the previous period are restated. The Company has not identified any accounting errors in the current year that would cause the financial statements to be restated.

Standards and Amendments Issued but Not Yet Effective as at 31 December 2024

Lack of Exchangeability – Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates

In August 2023, IASB amended IAS 21 to clarify:

- when a currency is exchangeable into another currency; and
- how a company estimates a spot rate when a currency lacks exchangeability.

Related amendments were published by Public Oversight Accounting and Auditing Standards Authority (“POA”) on 5 June 2024.

A currency is exchangeable into another currency when a company is able to exchange that currency for the other currency at the measurement date and for a specified purpose. When a currency is not exchangeable, a company needs to estimate a spot rate.

A company’s objective when estimating a spot rate is only that it reflects the rate at which an orderly exchange transaction would take place at the measurement date between market participants under prevailing economic conditions. The amendments contain no specific requirements for estimating a spot rate.

Therefore, when estimating a spot rate a company can use:

- an observable exchange rate without adjustment; or
- another estimation technique.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Notes to the Financial Statements for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

2 Basis of presentation of the financial statements (*cont'd*)

Lack of Exchangeability – Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates (*cont'd*)

Under the amendments, companies will need to provide new disclosures to help users assess the impact of using an estimated exchange rate on the financial statements. These disclosures might include:

- the nature and financial impacts of the currency not being exchangeable;
- the spot exchange rate used;
- the estimation process; and
- risks to the company because the currency is not exchangeable.

The amendments apply for annual reporting periods beginning on or after 1 January 2025. Earlier application is permitted.

The Company does not expect that application of these Amendments to TAS 21 will have significant impact on its financial statements.

The new standards, amendments and interpretations that are issued by the International Accounting Standards Board (IASB) but not issued by Public Oversight Accounting and Auditing Standards Authority (“POA”)

IFRS 18 Presentation and Disclosure in Financial Statements

On 9 April 2024, IASB has issued IFRS 18 *Presentation and Disclosure in Financial Statements* that will replace IAS 1 *Presentation of Financial Statements*. It carries forward many requirements from IAS 1 unchanged.

The objective of IFRS 18 is to set out requirements for the presentation and disclosure of information in general purpose financial statements (financial statements) to help ensure they provide relevant information that faithfully represents an entity’s assets, liabilities, equity, income and expenses.

IFRS 18 introduces three defined categories for income and expenses—operating, investing and financing—to improve the structure of the income statement, and requires all companies to provide new defined subtotals, including operating profit.

IFRS 18 is effective for annual reporting periods beginning on or after 1 January 2027 and applies retrospectively. Early adoption is permitted.

The Company does not expect that application of IFRS 18 will have significant impact on its financial statements.

Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures

Classification of financial assets with contingent feature

The amendments introduce an additional SPPI (solely payment of principal and interest) test for financial assets with contingent features that are not related directly to a change in basic lending risks or costs – e.g. where the cash flows change depending on whether the borrower meets an ESG (environmental, social, and governance) target specified in the loan contract. This contingent financial asset's classification will be determined by the SPPI test. The SPPI test determines whether the asset should be accounted for at amortized cost or fair value.

Under the amendments, certain financial assets including those with ESG-linked features could now meet the SPPI criterion, provided that their cash flows are not significantly different from an identical financial asset without such a feature. Judgement will be required in determining whether the new test is met.

The amendments also include additional disclosures for all financial assets and financial liabilities that have certain contingent features that are:

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Notes to the Financial Statements for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

2 Basis of presentation of the financial statements (*cont'd*)

Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures (*cont'd*)

Classification of financial assets with contingent feature (*cont'd*)

- Not related directly to a change in basic lending risks or costs; and
- Are not measured at fair value through profit or loss.

Settlement by electronic payments

A company that settles its trade payable by using an electronic payment system generally derecognises its trade payable on settlement date. The amendments provide an exception for the derecognition of such financial liabilities. The exception allows the company to derecognise its trade payable before the settlement date when it uses an electronic payment system that meets all of the following criteria:

- No practical ability to withdraw, stop or cancel the payment instruction;
- no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- the settlement risk associated with the electronic payment system is insignificant.

Other amendments

Contractually linked instruments (CLIs) and non-recourse features

The amendments clarify the key characteristics of CLIs and how they differ from financial assets with non-recourse features. The amendments also include factors that a company needs to consider when assessing the cash flows underlying a financial asset with non-recourse features (the 'look through' test).

Disclosures on investments in equity instruments

The amendments require additional disclosures for investments in equity instruments that are measured at fair value with gains or losses presented in other comprehensive income (FVOCI).

The amendments apply for annual reporting periods beginning on or after 1 January 2026. Companies can choose to early-adopt these amendments (including the associated disclosure requirements), separately from the amendments for the recognition and derecognition of financial assets and financial liabilities.

The Company does not expect that application of these Amendments to IFRS 9 and IFRS 7 will have significant impact on its financial statements.

IFRS 19 Subsidiaries without Public Accountability: Disclosures

Subsidiaries of companies using IFRS Accounting Standards can substantially reduce their disclosures and focus more on users' needs following the release of IFRS 19.

A subsidiary may choose to apply the new standard in its consolidated, separate or individual financial statements provided that, at the reporting date:

- It does not have public accountability;
- Its parent produces consolidated financial statements under IFRS Accounting Standards.

A subsidiary applying IFRS 19 is required to clearly state in its explicit and unreserved statement of compliance with IFRS Accounting Standards that IFRS 19 has been adopted.

The amendments apply for annual reporting periods beginning on or after 1 January 2027. Earlier application is permitted.

The Company does not expect that application of IFRS 19 will have significant impact on its financial statements.

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Notes to the Financial Statements for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

2 Basis of presentation of the financial statements (cont'd)

Annual Improvements to IFRS Accounting Standards- Volume 11 – Amendments to:

The annual improvements process aims to improve the clarity and internal consistency of IFRS Accounting Standards. In July 2024, the IASB issued “Annual Improvements to IFRS Accounting Standards—Volume 11” to make minor amendments to 5 standards.

Transaction Price (Amendments to IFRS 9: Financial Instruments) The term "transaction price" used in IFRS 9, with a meaning that is not necessarily consistent with the definition in IFRS 15, has been updated to "the amount determined by applying IFRS 15" for consistency.

Lessee derecognition of lease liabilities (Amendments to IFRS 9: Financial Instruments): If a lease liability is derecognised, then the derecognition is accounted for under IFRS 9. However, when a lease liability is modified, the modification is accounted for under IFRS 16 Leases. The IASB’s amendment states that when lease liabilities are derecognised under IFRS 9, the difference between the carrying amount and the consideration paid is recognised in profit or loss.

The amendment on derecognition of lease liabilities applies only to lease liabilities extinguished on or after the beginning of the annual reporting period in which the amendment is first applied.

The amendments apply for annual reporting periods beginning on or after 1 January 2026. Earlier application is permitted.

Hedge Accounting by a First-time Adopter (Amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards)

IFRS 1 is amended:

- to improve their consistency with the requirements in IFRS 9 for hedge accounting; and
- to improve the understandability.

A cross-reference to IFRS 9 in IFRS 1 “Exception to the retrospective application of other IFRSs” is added.

Gain or Loss on Derecognition (Amendments to IFRS 7 Financial Instruments: Disclosures): With this amendment, a statement is added clarifying that the guidance in IFRS 7 does not illustrate all the requirements regarding the accounting for gains and losses arising from derecognition. Additionally, the phrase “inputs that were not based on observable market data” is adjusted to “unobservable inputs” to align with IFRS 13 terminology

Disclosure of Deferred Difference between Fair Value and Transaction Price (Amendments to IFRS 7 Financial Instruments: Disclosures): The statement that was not amended after the publication of IFRS 13 in May 2011 is clarified and simplified with this change, explaining that the transaction price at initial recognition may differ from the fair value. Fair value is not supported by a quoted price in an active market for an identical asset or liability (Level 1 input) nor by a valuation technique relying solely on observable market data. (In these circumstances, the difference will be recognised in profit or loss in subsequent periods in accordance with IFRS 9.)

Credit Risk Disclosures (Amendments to IFRS 7 Financial Instruments: Disclosures): The IG1 paragraph has been revised to provide clarity, explaining that not all requirements in the referenced paragraphs of IFRS 7 are necessarily illustrated.

Determination of a ‘De Facto Agent’ (Amendments to IFRS 10 Consolidated Financial Statements)

When determining an investor whether another party is acting on its behalf, IFRS 10 is amended to use conclusive language when the parties that direct the activities of the investor have the ability to direct that party to act on the investor’s behalf, judgement is required to determine whether a party is acting as a de facto agent.

Cost Method (Amendments to IAS 7): Following the removal of the term "cost method" in previous amendments, the statement in IAS 7 is adjusted from "cost method" to “accounted at cost”.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Notes to the Financial Statements for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

2 Basis of presentation of the financial statements (*cont'd*)

Contracts Referencing Nature-dependent Electricity – Amendments to IFRS 9 and IFRS 7

In December 2024, The International Accounting Standards Board (IASB) has now amended IFRS 9 to address challenges in applying IFRS 9 to contracts referencing nature-dependent electricity – sometimes referred to as renewable power purchase agreements (“PPAs”). The amendments include guidance on:

- the ‘own-use’ exemption for purchasers of electricity under such PPAs; and
- hedge accounting requirements for companies that hedge their purchases or sales of electricity using PPAs.
- new disclosure requirements for certain PPAs to IFRS 7 Financial Instruments: Disclosures and IFRS 19 Subsidiaries without Public Accountability: Disclosures.

The amendments apply for reporting periods beginning on or after 1 January 2026. Early application is permitted.

Own-use Exemption for PPAs

If the own-use exemption does not apply under IFRS 9 when purchasing electricity through PPAs, PPAs are treated as derivatives, measured at FVTPL, potentially causing significant volatility in the income statement over time, especially as PPAs are often long-term agreements.

To apply the own-use exemption to a PPA, IFRS 9 currently requires companies to assess whether the contract is for receipt of electricity in line with the company’s expected purchase or usage requirements – e.g. the company expects to consume the purchased electricity. Due to electricity’s unique characteristics, its inability to be stored and the requirement to sell unused electricity back to the market within a short period and these sales occur due to market conditions rather than short-term price speculation, a clarification of application of own-use exemption under existing requirements was needed. The amendments allow companies to apply the own-use exemption to PPAs if they have been, and expect to continue being, net purchasers of electricity during the contract period.

These amendments apply retrospectively based on the facts and circumstances at the start of the reporting period of initial application, without requiring restatement of prior periods.

Hedge accounting requirements for PPAs

Since virtual PPAs (contracts for differences) and PPAs that do not meet the own-use exemption are accounted for as derivatives and measured at FVTPL, the hedge accounting requirements in IFRS 9 have been amended to allow applying hedge accounting for PPAs, to reduce profit or loss volatility:

- It permits companies to designate a variable nominal volume of forecasted sales or purchases of renewable electricity as the hedged transaction, rather than a fixed volume.
- It allows the measurement the hedged item using the same volume assumptions as those used for the hedging instrument.

The amendments apply prospectively to new hedging relationships designated on or after the date of initial application. They also allow companies to discontinue an existing hedging relationship, if the same hedging instrument (i.e. the nature-dependent electricity contract) is designated in a new hedging relationship applying the amendments.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Notes to the Financial Statements for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

2 Basis of presentation of the financial statements (*cont'd*)

Amendments are effective on 1 January 2024

Changes that have become effective and have been adopted for annual periods beginning on or after 1 January 2024:

1. Classification of Liabilities as Current or Non-current (Amendments to TAS 1) for SMEs Accounting Standard – International Tax Reform – Pillar Two Model Rules
2. Lease Liability in a Sale and Leaseback – Amendments to TFRS 16 Leases
3. Amendments to TAS 7 Statement of Cash Flows and TFRS 7 Financial Instruments: Disclosures – Supplier Finance Arrangements
4. TSRS 1 General Requirements for Disclosure of Sustainability-related Financial Information and TSRS 2 Climate-related Disclosures
5. International Tax Reform – Pillar Two Model Rules- Amendments to IAS 12: The IASB has amended IAS 12 to introduce a temporary mandatory relief from accounting for deferred tax that arises from legislation implementing the Global Anti-Base Erosion Model Rules (“the GloBE model rules”). Under the relief, companies are effectively exempt from providing for and disclosing deferred tax related to top-up tax. However, they need to disclose that they have applied the relief. The relief is effective immediately and applies retrospectively in accordance with IAS 8. It will apply until the IASB decides either to remove it or to make it permanent. This amendment is published by POA by amending TAS 12.

These newly adopted amendments to standards have not been a significant impact on the financial statements of the Company.

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for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

3 Cash and cash equivalents

Cash and cash equivalents as at 31 December 2024 and 31 December 2023 are as follows:

	31 December 2024	31 December 2023
Banks	1.614.232.599	5.342.788.527
- Time deposit	1.323.488.858	5.104.261.495
- Demand deposit	290.743.741	238.527.032
Receivables from reverse repo transactions	221.976.000	1.041.631.250
Provision for expected credit loss (-)	(217.922)	(859.786)
Total cash and cash equivalents on statement of financial position	1.835.990.677	6.383.559.991
Interest income discount on cash and cash equivalents	(9.963.293)	(119.299.336)
Provision for expected credit loss on cash and cash equivalents	217.922	859.786
Customer deposits ⁽¹⁾	(218.727.822)	(167.159.849)
Total cash and cash equivalents on statement of cash flows	1.607.517.484	6.097.960.592

⁽¹⁾ The portion of the bank deposits amounting to TL 218.727.822 (31 December 2023: TL 167.159.849) consists of the customers' assets held as demand deposits in the Company's deposit accounts as at 31 December 2024, which have not yet been invested.

As at 31 December 2024, TL 765.337.171 of time deposit (31 December 2023: TL : 1.709.708.055) and TL 261.166.298 of demand deposit (31 December 2023: TL 220.387.111) is at T. Halk Bankası A.Ş., the main shareholder of the Company.

As at 31 December 2024, the maturity of the receivables from reverse repo transactions is 1 day and the interest rate is 48.84% (31 December 2023: 7 days maturity, 43.75%).

As at 31 December 2024 and 31 December 2023, the details of time deposits of the Company are as follows:

31 December 2024				
	Interest rate (%)	Maturity	Currency	Amount
Time deposits	%48.50-%50.25	2 January 2025-27 March 2025	TL	1.323.488.858
Total				1.323.488.858
31 December 2023				
	Interest rate (%)	Maturity	Currency	Amount
Time deposits	42%-47%	2 January 2024-28 February 2024	TL	5.104.261.495
Total				5.104.261.495

As at 31 December 2024 and 31 December 2023, there is no blockage on cash and cash equivalents of the Company.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİNotes to the Financial Statements
for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

4 Financial investments**Short-term financial investments**

As at 31 December 2024 and 31 December 2023, short-term financial investments are as follows:

Financial assets at fair value through profit/loss

	31 December 2024			31 December 2023		
	Nominal value	Cost value	Carrying value	Nominal value	Cost value	Carrying value
Shares	63.600	1.602.720	1.602.720	394.154	1.182.462	1.150.930
Government bonds	3.290.553	3.615.742	3.712.691	78.686.430	69.284.314	75.812.457
Investment Funds	383.221.204	921.245.149	973.842.423	661.104.550	852.919.273	1.045.133.201
Total			979.157.834			1.122.096.588

Long-term financial investments

As at 31 December 2024 and 31 December 2023, long-term financial investments are as follows:

Financial assets at fair value through other comprehensive income

Share investments	31 December 2024		31 December 2023	
	Carrying value	Ownership (%)	Carrying value	Ownership (%)
Borsa İstanbul A.Ş. ⁽¹⁾	11.747.695	0,038	11.437.231	0,038
Halk Gayrimenkul Yatırım Ortaklığı A.Ş. ⁽²⁾	4.029.287	0,038	3.298.154	0,038
Ziraat Portföy Yönetimi A.Ş. ⁽³⁾	601.859	0,001	277.844	0,001
Total	16.378.841		15.013.229	

⁽¹⁾ In the current period, the related shares are valued with the price per share determined by Borsa İstanbul A.Ş. at the meeting dated 15 January 2018 and numbered 2018/6 and the valuation effect is recognized under gains on revaluation and reclassification in equity.

⁽²⁾ Halk GYO is recognised at fair value in the financial statements.

⁽³⁾ Stated at cost value in financial statements.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİNotes to the Financial Statements
for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

5 Related party disclosures**Receivables from related parties and payables to related parties**

As at 31 December 2024 and 31 December 2023, the receivables and payables from related parties are as follows:

	31 December 2024	31 December 2023
Cash and cash equivalents		
Türkiye Halk Bankası A.Ş.	1.026.503.469	1.930.095.166
-Time deposits	765.337.171	1.709.708.055
-Demand deposits	261.166.298	220.387.111
Total	1.026.503.469	1.930.095.166
Stock shares investments		
Halk Gayrimenkul Yatırım Ortaklığı A.Ş.	4.029.287	3.298.154
-Stock shares	4.029.287	3.298.154
Total	4.029.287	3.298.154
Trade receivables from related parties		
Türkiye Halk Bankası A.Ş.	473.113	383.977
Total	473.113	383.977
Payables to related parties		
Halkbank Spor Kulübü	18.000.000	19.491.134
Türkiye Halk Bankası A.Ş.	436.164	624.918
Total	18.436.164	20.116.052

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİNotes to the Financial Statements
for the Year Ended 31 December 2024

(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

5 Related party disclosures (cont'd)**Transactions with related parties**

Transactions with related parties for the periods ended 31 December 2024 and 31 December 2023 are as follows:

Income from related parties

	1 January – 31 December 2024	1 January – 31 December 2023
<u>Türkiye Halk Bankası A.S.</u>		
Interest income on deposits	598.632.475	1.209.112.787
Commission income on public offerings brokerage	38.462.294	57.972.841
Commission income from brokerage	7.041.128	3.102.653
Investment consultancy service income	4.604.888	5.544.145
Other income	40.236	3.106.644
<u>Halk Gayrimenkul Yatırım Ortaklığı A.S.</u>		
Consultancy service income	959.293	--
Commission income from brokerage	766	2.718
<u>Halk Finansal Kiralama A.S.</u>		
Commission income on public offerings brokerage	2.487.159	3.116.957
Amortization income on bonds	--	29.468
<u>Halk Varlık Kiralama A.S.</u>		
Sukuk issuance brokerage commission income	21.506.734	13.052.260
Amortization income from lease certificate	--	57.091
Total	673.734.973	1.295.097.564

Payables to related parties

	1 January – 31 December 2024	1 January – 31 December 2023
<u>Türkiye Halk Bankası A.S.</u>		
Common expense contribution expense	21.021.255	12.050.074
Rent expenses	17.660.222	11.340.056
Campaign bonus expense	981.238	1.333.650
Commissions of guarantee letter	347.166	380.252
Bank charges	226.594	131.797
<u>Halkbank Spor Kulübü</u>		
Sponsorship expenses	35.591.240	26.782.262
Total	75.827.715	52.018.091

Benefits provided to key management

The key personnel received remuneration and fees amounting in total TL 35.993.375 for the period ended 31 December 2024 (31 December 2023: TL 20.152.792).

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6 Trade receivables and payables**Trade receivables**

As at 31 December 2024 and 31 December 2023, trade receivables of the Company are as follows:

	31 December 2024	31 December 2023
Futures and options market collaterals	1.264.298.614	1.520.674.592
Receivables from loan customers	736.573.848	1.336.146.190
Leveraged trade collaterals	10.229.260	9.503.676
Receivables from customers	2.171.845	2.328.351
Due from related parties (Note 5)	473.113	383.977
Doubtful trade receivables	15.076.962	20.105.563
Provision for doubtful trade receivables	(15.076.962)	(20.105.563)
Total	2.013.746.680	2.869.036.786

The movement of the provision of doubtful receivables of the Company as at 31 December 2024 and 31 December 2023 is as follows:

	1 January - 31 December 2024	1 January - 31 December 2023
Beginning of the period	20.105.563	31.693.608
Provisions during the period	(5.028.601)	(10.528.858)
Provisions no longer required	--	(1.059.187)
End of the period	15.076.962	20.105.563

Trade payables

As at 31 December 2024 and 31 December 2023, trade payables of the Company is as follows:

	31 December 2024	31 December 2023
Futures and options market collaterals	1.264.162.617	1.520.456.541
Payables to customers	429.589.531	677.766.925
Public offering demands	69.327.000	--
Sellers	29.370.271	37.941.344
Payables to related parties (Note 5)	18.436.164	20.116.052
Leveraged trade collaterals	8.026.502	7.885.478
Total	1.818.912.085	2.264.166.340

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6 Trade Receivables and payables (cont'd)**Other receivables and payables****Other receivables**

As at 31 December 2024 and 31 December 2023, other receivables are as follows:

	31 December 2024	31 December 2023
BISTECH Share MKT transaction collateral (2)	66.579.824	59.589.511
VIOP, Share, Lending and Debt Instruments guarantees (1)	42.848.804	74.899.681
BAP MTK transaction collaterals (3)	30.483.014	106.293.136
TEFAS transaction collateral (4)	26.136.286	10.280.961
Leveraged transaction foreign collaterals	16.868.918	33.054.167
TMM Debt Instruments collateral	7.315.244	371.036.355
Rental and other security deposits	464.156	73.431
Other	7.117.324	7.627.810
Expected loss provision(-)	(121.486)	(218.285)
Total	197.692.084	662.636.767

- (1) Consists of cash guarantees given by the Company to Istanbul Takas ve Saklama Bankası A.Ş. to transact in VIOP and other markets.
- (2) Consists of cash guarantees given by the Company to Istanbul Takas ve Saklama Bankası A.Ş. for trading in the Equity market.
- (3) Consists of cash guarantees given by the Company to Istanbul Takas ve Saklama Bankası A.Ş. for trading in the debt securities market.
- (4) Consists of cash guarantees given by the Company to Istanbul Takas ve Saklama Bankası A.Ş. for TEFAS transactions.
- (5) Consists of cash collaterals given by the Company to İstanbul Takas ve Saklama Bankası A.Ş. for TMM transactions.

Other payables

As at 31 December 2024 and 31 December 2023, other payables are as follows:

	31 December 2024	31 December 2023
Taxes, duties and fees payable	140.116.648	87.494.930
Other	32.551	63.414
Total	140.149.199	87.558.344

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7 Short-term borrowings

As at 31 December 2024 and 31 December 2023, the details of the Company's borrowings are as follows:

	31 December 2024	31 December 2023
Issued financial bonds	186.814.043	1.379.085.237
Payables to Takasbank money market	53,102,155	4.572.971.760
Total	239.916.198	5.952.056.997

As at 31 December 2024 and 31 December 2023, the details of bonds, notes and bills issued by the Company are as follows:

31 December 2024					
ISIN	Issue date	Maturity	Interest rate (%)	Nominal	Amount
TRFHALK32513	17 December 2024	18 March 2024	%50,50	155.750.000	141.782.340
TRFHALK32521	26 December 2024	27 March 2024	%50,00	50.000.000	45.031.703
Total					186.814.043

31 December 2023					
ISIN	Issue date	Maturity	Interest rate (%)	Nominal	Amount
TRFHALK12416	31 October 2023	31 January 2024	39,50%	361.000.000	505.817.584
TRFHALK22415	07 November 2023	06 February 2024	39,50%	330.000.000	459.552.204
TRFHALK22423	13 November 2023	12 February 2024	40,50%	200.000.000	276.656.381
TRFHALK22431	16 November 2023	20 February 2024	47,60%	100.000.000	137.059.068
Total					1.379.085.237

As at 31 December 2024 and 31 December 2023, the Company's financial borrowings are as follows.

31 December 2024			
	Interest rate (%)	Maturity	Amount
Takasbank Money Market	47,25% - 48,50%	25 March 2025-26 March 2025	53.102.155
Total			53.102.155

31 December 2023			
	Interest rate (%)	Maturity	Amount
Takasbank Money Market	39,15%-45%	2 January 2024-28 February 2024	4.572.971.760
Total			4.572.971.760

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8 Property, plant and equipment

For the years ended 31 December 2024 and 31 December 2023, movement of the property, plant and equipment is as follows:

	Machinery and equipment	Furniture and fixtures	Leasehold improvements	Total
<u>Cost</u>				
Opening balance, 1 January 2023	84.995.299	24.099.662	39.553.102	148.648.063
Additions	33.134.196	518.749	2.322.568	35.975.513
Closing balace, 31 December 2023	118.129.495	24.618.411	41.875.670	184.623.576
Opening balance, 1 January 2024	118.129.495	24.618.411	41.875.670	184.623.576
Additions	45.033.730	2.194.860	18.195.898	65.424.488
Çıkışlar	--	--	--	--
Closing balace, 31 December 2024	163.163.225	26.813.271	60.071.568	250.048.064
<u>Accumulated depreciation</u>				
Opening balance, 1 January 2023	55.448.456	21.363.373	14.236.482	91.048.311
Charge for the period	10.360.182	647.312	7.480.521	18.488.015
Closing balace, 31 December 2023	65.808.638	22.010.685	21.717.003	109.536.326
Opening balance, 1 January 2024	65.808.638	22.010.685	21.717.003	109.536.326
Charge for the period	23.445.569	1.280.459	8.960.633	33.686.661
Closing balace, 31 December 2024	89.254.207	23.291.144	30.677.636	143.222.987
<u>Net carrying value</u>				
31 December 2023	52.320.857	2.607.726	20.158.667	75.087.250
31 December 2024	73.909.018	3.522.127	29.393.932	106.825.077

All depreciation expenses for the periods ended 31 December 2024 and 31 December 2023 are accounted for under general administrative expenses.

As at 31 December 2024, the total insurance coverage on property, plant and equipment amounts to TL 100.510.848 (31 December 2023: TL 60.421.534).

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9 Intangible assets

For the years ended 31 December 2024 and 31 December 2023, movement of the intangible assets is as follows:

	Software programs
Cost value	
Opening balance, 1 January 2023	73.568.499
Closing balance, 31 December 2023	73.568.499
Opening balance, 1 January 2024	73.568.499
Additions	27.865.685
Closing balance, 31 December 2024	101.434.184
Accumulated amortization	
Opening balance, 1 January 2023	57.568.162
Charge for the period	5.086.402
Closing balance, 31 December 2023	62.654.564
Opening balance, 1 January 2024	62.654.564
Charge for the period	12.166.762
Closing balance, 31 December 2024	74.821.326
Net carrying value	
31 December 2023	10.913.935
31 December 2024	26.612.858

All depreciation expenses for the years ended 31 December 2024 and 31 December 2023 are recognized under General Administrative Expenses.

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10 Right-of-use assets and lease liabilities

As at 31 December 2024 and 31 December 2023, movement of right-of-use assets and lease liabilities are as follows:

	Building lease rights	Vehicle lease rights	Total
Cost			
Opening balance, 1 January 2023	59.197.131	29.610.804	88.807.935
Additions	96.315.769	42.357.074	138.672.843
Closing balance, 31 December 2023	155.512.900	71.967.878	227.480.778
Opening balance, 1 January 2024	155.512.900	71.967.878	227.480.778
Additions	21.326.120	12.314.835	33.640.955
Exits	(114.730.788)	(52.375.339)	(167.106.127)
Closing balance, 31 December 2024	62.108.232	31.907.374	94.015.606
Accumulated depreciation			
Opening balance, 1 January 2023	28.133.779	6.513.483	34.647.262
Charge for the period	13.745.282	19.785.517	33.530.799
Closing balance, 31 December 2023	41.879.061	26.299.000	68.178.061
Opening balance, 1 January 2024	41.879.061	26.299.000	68.178.061
Charge for the period	19.741.209	14.131.993	33.873.202
Exits	(30.519.222)	(18.109.793)	(48.629.015)
Closing balance, 31 December 2024	31.101.048	22.321.200	53.422.248
Net carrying value			
31 December 2023	113.633.839	45.668.878	159.302.717
31 December 2024	31.007.184	9.586.174	40.593.358

	31 December 2024	31 December 2023
Current	20.343.837	30.851.641
Non-current	9.429.286	31.657.772
Closing balance	29.773.123	62.509.413

11 Provisions, contingent assets and liabilities**Other short-term provisions**

As at 31 December 2024 and 31 December 2023, short-term provisions for liabilities are as follows:

	31 December 2024	31 December 2023
Provision for litigation	2.565.000	4.425.209
Expenses payable	127.972	201.709
Other expense provisions	2.711.172	16.700
Total	5.404.144	4.643.618

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11 Provisions, contingent assets and liabilities (cont'd)**Off-balance sheet liabilities**

As at 31 December 2024 and 31 December 2023 off-balance sheet liabilities are as follows:

Guarantee letters

	31 December 2024	31 December 2023
TMM Transaction Collaterals (Takasbank)	924.000.000	5.752.050.253
Borsa İstanbul AŞ (BİST)	81.776	115.503
CBM	-	2.564
Other	1.906.050	2.357.778
Total	925.987.826	5.754.526.098

As at 31 December 2024, the Company has a guarantee given to liquidity providers amounting to USD 2.000.000 in order to be able to perform KAS transactions (31 December 2023: USD 2.000.000).

Other off-balance sheet liabilities

Items held in custoday (nominal)	31 December 2024	31 December 2023
Stock share	16.611.141.580	16.228.806.411
Warrants	15.111.050.035	13.611.383.316
Other securities	113.605.679	155.128.705
Futures and options market contracts (number)	434.034	763.492

As at 31 December 2024, there are futures and option markets guarantees amounting to TL 1.086.176.363 at Istanbul Takas ve Saklama Bankası A.Ş. (31 December 2023: TL 1.520.674.592).

As at 31 December 2024 and 31 December 2023, the open transaction amounts of customers in the Futures and Options Market are as follows:

	31 December 2024	31 December 2023
Open transaction amount	3.663.098.334	3.611.875.641

Lawsuits

As at 31 December 2024 total risk of lawsuits sued against the Company are amounting to approximately TL 2.565.000 (31 December 2023: TL 4.425.209) and TL 2.565.000 of provision is provided for these lawsuits on the financial statements (31 December 2023: TL 4.425.209).

	1 January – 31 December 2024	1 January – 31 December 2023
Beginning of the period	4.425.209	6.019.854
Provision released	(500.000)	(179.318)
Monetary gain/loss	(1.360.209)	(1.415.327)
End of the period	2.565.000	4.425.209

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12 Provisions related to employee benefits

As at 31 December 2024 and 31 December 2023, the details of employee benefits are as follows:

	31 December 2024	31 December 2023
<i>Short-term</i>		
- Provision for unused vacation	10.475.550	13.381.873
- Personnel bonus provision	32.134.649	35.585.197
<i>Long-term</i>		
- Provision for employment termination benefit	11.632.973	24.030.585

Provision for unused vacation

Provision for unused vacations is the total undiscounted liability amount corresponding to the days of leave entitled but not yet used by all employees. The movements of provision for the unused vacation in the accounting periods ended 31 December 2024 and 31 December 2023 are as follows:

	1 January – 31 December 2024	1 January – 31 December 2023
Beginning of the period	13.381.873	12.050.733
Increase in the period	4.921.161	2.027.628
Paid within the period	(3.714.199)	(696.488)
Monetary gain/loss	(4.113.285)	(1.063.652)
End of the period	10.475.550	12.318.221

Provision for personnel premium

The provision for employee profit-sharing bonus consists of an amount of TL 32,134,649 that the Company intends to distribute to its personnel from the provisions set aside in the statement of financial position for the profit distribution of the year 2024 (31 December 2023: TL 35,585,197). The Company has expensed the related amount in the current period in accordance with TAS 19.

	1 January – 31 December 2024	1 January – 31 December 2023
Beginning of the period	35.585.197	31.283.174
Increase in the period	32.134.649	32.903.392
Paid during the period	(23.192.918)	(18.985.628)
Monetary gain/loss	(12.392.279)	(9.615.741)
End of the period	32.134.649	35.585.197

Termination and retirement benefits

Provision for termination and retirement benefits has been calculated according to the net present value of future liabilities due to retirement of all employees and reflected in the accompanying financial statements.

Under TFRS, actuarial calculation is required to calculate the Company's liabilities. The Company calculated the provision for termination and retirement benefits based on the Company's experience in completing employee service term and entitlement to severance pay using the "Projection Method" in prior periods and recognized it in the accompanying financial statements. Provision for termination and retirement benefits has been calculated according to the net present value of future liabilities due to retirement of all employees. Accordingly, the actuarial assumptions used to calculate the liability as at 31 December 2024 and 31 December 2023 are as follows:

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12 Provisions related to employee benefits (cont'd)**Termination and retirement benefits (cont'd)**

	31 December 2024	31 December 2023
Discount rate	24,58%	24,58%
Estimated salary increase rate	19,79%	19,99%
Net discount rate	3,38%	4,00%
Annual average inflation rate	23,33%	--
Annual average interest rate	27,50%	--

The movements of provision for termination and retirement benefits within the accounting periods ended 31 December 2024 and 31 December 2023 are as follows:

	1 January – 31 December 2024	1 January – 31 December 2023
Beginning of the period	24.030.585	23.152.109
Interest cost	961.223	876.350
Service cost	1.783.258	2.502.815
Payments during the period	(16.514.223)	(2.732.209)
Monetary gain/loss	(52.977)	231.520
Actuarial gain/loss	1.425.107	--
End of the period	11.632.973	24.030.585

13 Tax assets and liabilities

In Türkiye, the general corporate tax rate is 20%. However, within the scope of the Law No. 7316 on the "Law on the Collection of Public Claims and Amendments to Certain Laws" published in the Official Gazette dated 22 April 2021, this rate will be applied as 25% for the corporate earnings of the institutions for the 2022 taxation period, and 23% for the corporate earnings for the 2021 taxation period, starting from the declarations that must be submitted as at 1 July 2021. This change will be valid for the taxation of corporate earnings for the periods starting from 1 January 2021, starting with the declarations that must be submitted as at 1 July 2021. The corporate tax rate is applied to the tax base to be found as a result of adding the expenses that are not accepted as a deduction in accordance with the tax laws to the commercial income of the corporations, deducting the exceptions and discounts in the tax laws. If there is no dividend distribution, no further tax charges are made.

Evaluation of Immovable Property Owned by the Treasury No. 7394, which was published in the Official Gazette dated 15 April 2022 and numbered 31810 and the Law on Amending the Value Added Tax Law and the Law on Amending Certain Laws and Decrees with the Force of Law and with the paragraph added to the provisional article 13 of the Corporate Tax Law No. 5520, it has been decided to apply the corporate tax rate for financial institutions as 25% of the corporate earnings for the 2022 taxation period.

Pursuant to the "Law on the Issuance of Additional Motor Vehicles Tax for the Compensation of Economic Losses Caused by the Earthquakes Occurring on 6/2/2023 and Amendments to Certain Laws and the Decree Law No. 375" published in the Official Gazette dated 15 July 2023; the corporate tax rate of 25% for banks, financial leasing, factoring, financing and savings finance companies, electronic payment and money institutions, authorised foreign exchange institutions, asset management companies, capital market institutions, insurance and reinsurance companies and pension companies has been increased to 30% and the corporate tax rate of 20% for other companies has been increased to 25%. The tax rate change will be effective for the earnings of the companies in 2023 and the following taxation periods. As at 31 December 2024, deferred tax rate of 30% was used for temporary differences in the deferred tax calculation.

Transfer pricing provisions have been stated under the Article 13 of Corporate Tax Law numbered 5520, published at Official Gazette dated 21 June 2006 and with number 26205 and these new regulations have become valid as at 1 January 2007. New arrangements for transfer pricing are in line with basis and principles in guidelines of OECD about transfer pricing.

The article 13 of Corporate Tax Law and announcements related with this article make clear how to apply arm's length principle between related parties.

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13 Tax assets and liabilities (cont'd)

If a taxpayer enters into transactions regarding sale or purchase of goods and services with related parties, where the prices are not set in accordance with arm's length principle, then related profits are considered to be distributed in a disguised manner through transfer pricing. Purchase, sale, manufacturing and construction transactions, leasing and renting transactions, borrowing and lending money, premium, fees and similar payment transactions are always accepted as good or service purchase or sale.

Companies are obliged to fill out transfer pricing form attached to yearly corporate tax return. This form should include amounts of all transactions made with related parties and methods of transfer pricing used for these transactions.

According to “the General Communiqué on Disguised Profit Distribution via Transfer Pricing” numbered 1, dated 18 November 2007 and published on Official Gazette, taxpayers registered in “Large Taxpayers Office” have to prepare Transfer Pricing Report for domestic or foreign transactions made with related parties in an accounting period. Other corporate taxpayers have to prepare Transfer Pricing Report for foreign transactions made with related parties in an accounting period.

As per the decision no. 2006/10731 of the Council of Ministers published in the Official Gazette no. 26237 dated 23 July 2006, certain duty rates included in the articles no. 15 and 30 of the new Corporate Tax Law no.5520 are revised. Accordingly, the withholding tax rate on the dividend payments other than the ones paid to the non-resident institutions generating income in Türkiye through their operations or permanent representatives and the resident institutions, increased to 15% from 10%. In applying the withholding tax rates on dividend payments to the non-resident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are taken into account.

In Türkiye, there is no procedure for a final and definitive agreement on tax assessments. Corporate tax returns are submitted to the relevant tax office until the evening of the 25th day of the fourth month following the month in which the accounting period is closed. Tax authorities may, however, examine such returns and the underlying accounting records and may revise assessments within five years.

In accordance with the tax legislation, tax losses can be carried forward up to 5 years.

A reconciliation illustrates the differences between the total tax provision and the amount calculated by applying the legal tax rate to the profit before tax of the periods ended 31 December 2024 and 31 December 2023.

	1 January – 31 December 2024		1 January – 31 December 2023	
		Tax Rate(%)		Tax Rate(%)
Profit before tax	1.960.096.279		2.307.462.996	
Corporate tax calculated with statutory tax rate (30%)	(588.028.884)	30,00	(692.238.899)	30,00
Effect of non-deductible expenses	53.168.887	2,71	(31.838.960)	1,38
(Additional)/discounts, net	(29.756.477)	(1,52)	(245.984.086)	(10,66)
Effect of inflation accounting	(280.292.066)	(14,30)	121.213.701	(5,25)
Other	--	--	(481.757)	(0,02)
Tax expense	(844.908.540)	16,89	(785.652.081)	25,95

	1 January – 31 December 2024	1 January – 31 December 2023
Current tax expense	(842.757.631)	(772.284.217)
Deferred tax (expense)/income	(2.150.909)	(13.367.864)
Tax expense	(844.908.540)	(785.652.081)

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13 Tax assets and liabilities (cont'd)

As at 31 December 2024 and 31 December 2023, the remaining amount after netting off the corporate tax provision and corporate tax paid is recognised under “corporate tax payable” or “assets related to current period tax” in the “current period tax liability” account.

	31 December 2024	31 December 2023
Prepaid provisional tax	675.296.258	630.281.984
Current corporate tax provision	(842.757.631)	(772.284.217)
Current tax liabilities / (assets)	(167.461.373)	(142.002.233)

Deferred tax

As at 31 December 2024 and 31 December 2023, details of net deferred tax assets and liabilities are as follows:

	Total Temporary Differences		Deferred Tax Asset / (Liability)	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
Deferred tax assets				
Provision for employment termination benefits	16.700.352	24.030.585	5.010.106	7.209.176
Provision for unused vacation	10.475.550	13.381.873	3.142.665	4.014.561
Provision for personnel dividend premium	32.134.649	35.585.197	9.640.395	10.675.560
Provision for doubtful receivables	603.395	1.726.522	181.019	517.956
Provision for litigation	2.565.000	4.425.209	769.500	1.327.563
Financial investments valuation differences	--	4.793.453	--	948.034
Provision for expected loss	814.252	1.078.122	244.276	323.439
Diğer	42.575.620	--	12.772.686	--
Total deferred tax assets	105.868.818	85.020.961	31.760.647	25.016.289
Deferred tax liabilities				
Tax laws and method differences of property, plant and equipment and intangible asset depreciation	(53.987.581)	(81.734.193)	(16.196.274)	(20.433.548)
Adjustment related to rediscounts (*)	(40.325.405)	--	(12.097.622)	--
IFRS 16	(26.598.067)	--	(7.979.420)	--
Other	(25.076.880)	(50.753.225)	(7.523.065)	(14.467.566)
Total deferred tax liability	(145.987.933)	(132.487.418)	(43.796.381)	(34.901.114)
Net deferred tax asset / (liability)	(40.119.115)	(47.466.457)	(12.035.734)	(9.884.825)

(*) Deferred tax liability increased due to the rediscounting of investment funds.

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14 Shareholders' equity

At the General Assembly held on 29 March 2024, it was resolved to allocate TL 20.000.000 as the first legal reserve in accordance with Article 519, Paragraph 1 of the Turkish Commercial Code (TCC), since the amount has not yet reached one-fifth of the paid-in/issued capital. It was also resolved to distribute a total cash dividend of TL 850.000.000 to the Company's shareholders, comprising TL 12.500.000 as the first dividend in accordance with Article 21/b of the Articles of Association, and TL 837.500.000 as the second dividend in accordance with Article 21/d of the Articles of Association. Furthermore, TL 83.750.000 was allocated as the second legal reserve.

The decision was registered and announced in the Turkish Trade Registry Gazette dated 8 April 2024 and numbered 11060.

	31 December 2024	31 December 2023
Paid-in Capital	250.000.000	250.000.000
Capital adjustment differences	1.552.499.817	1.552.499.817
Restricted reserves appropriated from profit	647.499.246	517.316.507
Total	2.449.999.063	2.319.816.324

Restricted reserves appropriated from profit

Under the Turkish Commercial Code legal reserves consist of first and second legal reserves. The first legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the paid-in share capital. The second legal reserve is calculated as the 10% of dividend distributions, in excess of 5% of paid-in capital. The legal reserves can be used only to offset losses and are not available for any other usage unless they exceed 50% of paid-in capital.

As at 31 December 2024, the Company has restricted reserves amounting to TL 647.499.246 appropriated from profit (31 December 2023: TL 517.316.507).

Revaluation and reclassification gains (securities increment value fund)

Securities increment value fund consists of the accumulated net change in the fair value of financial assets held for sale until they are derecognized or impaired.

Other earnings

All actuarial gains and losses arising from the recognition of defined benefit liabilities resulting from the new amendment to TAS 19, are recognized as "other earnings" under other comprehensive income.

Retained earnings

As at 31 December 2024, the Company has retained earnings profit amounting to TL 772.183.269 (31 December 2023: TL 1.097.254.074).

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15 Revenue and cost of sales

Income from operating activities for the years ended 31 December 2024 and 31 December 2023 is as follows:

	1 January – 31 December 2024	1 January – 31 December 2023
Revenue		
Investment Fund Sales	1.523.996.471	6.987.701.740
Eurobond sales	1.463.354.991	1.668.691.864
Government bond sales	1.215.363.378	1.229.320.967
Share sales	117.153.442	240.909.152
Finance bond sales	41.233.979	119.757.418
Government bonds and treasury bills repo sales	32.953.679	10.585.057.672
Private sector bond sales	--	62.294.862
Treasury bond sales	--	118.563.374
Total revenue	4.394.055.940	21.012.297.049
Services		
Share transactions brokerage commissions	1.048.541.880	1.641.853.439
Interest income from customers	958.921.835	886.024.684
Public offering, issuance commissions and consultancy income	317.337.834	387.291.928
Futures and options market transaction brokerage commissions	60.644.096	57.279.445
Fund sales and distribution commissions	54.558.765	29.131.559
Portfolio management and consultancy service income	11.985.467	20.958.079
Securities Lending Market and other commission income	7.486.811	9.120.193
Repo-reverse repo brokerage commissions	6.976.730	13.937.924
Takasbank Money Market brokerage commissions	5.635.296	1.409.127
Leveraged income	4.120.205	7.879.343
Crowdfunding platform and venture capital advisory income	3.820.840	2.552.384
Bank transfer instrument income on condition of electronic product note	1.308.685	2.438.586
Commission on common stock trading	585.258	902.786
Total service income	2.481.923.702	3.060.779.477
Total sales income	6.875.979.642	24.073.076.526
Cost of sales		
Government bond purchases	(1.182.111.955)	(1.211.332.604)
Eurobond purchases	(1.448.851.106)	(1.646.201.781)
Investment fund purchases	(980.924.080)	(6.901.382.940)
Share purchases	(73.947.948)	(227.331.385)
Financing bills purchases	(37.884.025)	(117.155.806)
Government bond repo purchases	(32.953.679)	(10.585.057.672)
Private sector bond purchases	--	(62.213.973)
Treasury bond purchases	--	(117.207.400)
Total cost of sales	(3.756.672.793)	(20.867.883.561)
Gross profit from trade activity	3.119.306.849	3.205.192.965
Revenue from financial sector activities		
Gain from Financial Derivative Transactions	1.317.512	701.694
Total finance sector operations costs	1.317.512	701.694
Gross profit	3.120.624.361	3.205.894.659

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(Amounts are expressed in Turkish Lira (TL) based on purchasing power as at December 31, 2024, unless otherwise stated.)

16 General administrative and marketing expenses

General administrative expenses for the years ended 31 December 2024 and 31 December 2023 are as follows:

<i>General administrative expenses</i>	1 January – 31 December 2024	1 January – 31 December 2023
Personnel expenses	364.835.854	318.510.826
-Personnel salaries and bonuses	197.752.631	162.370.747
-Personnel insurance and premium expenses	60.068.256	46.554.375
Personnel additional bonus	36.704.577	42.063.929
-Personnel food expenses	16.871.977	12.735.833
-Personnel employment termination expenses	7.905.881	14.680.810
-Other personnel expenses	45.532.532	40.105.132
Depreciation expenses and amortization	79.726.625	57.105.216
Data display and distribution expenses	24.323.648	26.523.029
Outsourced benefits and services	52.819.436	31.766.450
Taxes and fees	48.924.345	16.806.207
Vehicle rent and fuel expenses	33.514.909	32.128.796
Communication expenses	13.015.624	11.749.999
Audit and consultancy expenses	9.862.441	5.397.085
Service and travel expenses	9.644.025	7.583.859
Common expense share	8.355.295	8.800.371
Vehicle rent and fuel expenses	1.733.993	2.337.904
Representation and entertainment expenses	1.657.972	2.708.149
Other	17.284.647	8.184.880
Total	665.698.814	529.602.771

As at 31 December 2024 and 31 December 2023, marketing expenses are as follows:

<i>Marketing expenses</i>	1 January – 31 December 2024	1 January – 31 December 2023
Stock exchange expenses	104.099.327	146.453.220
Data display and distribution expenses	62.026.046	66.886.837
Exchange and custody expenses	51.239.109	52.444.639
Sponsorship expenses	38.530.193	32.390.274
Commission, premium and service expenses	30.924.939	40.017.614
Advertisement, publication and rent expenses	21.113.089	19.393.941
Stock exchange remote access expense	8.315.850	5.874.224
Stock exchange and union fees	6.607.806	2.236.572
Financing bill issuance expenses	3.046.137	10.555.932
Total	325.902.496	376.253.253

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17 Other income and expenses from operating activities

Other income and expenses from operation activities for the years ended 31 December 2024 and 31 December 2023 are as follows:

<i>Other operating income</i>	1 January – 31 December 2024	1 January – 31 December 2023
Revenues collected from customers ⁽¹⁾	69.421.723	--
Other service income ⁽³⁾	6.635.028	10.491.986
Provisions released	1.040.014	209.211
SSI refund premiums and other income ⁽²⁾	926.273	763.462
Dividend income	891.915	824.762
Total	78.914.953	12.289.421

⁽¹⁾ It comprises remittance commissions received from customers, support services provided, collections from lawsuits and other income.⁽²⁾ The amount of TL 926.273 is received as grant from treasury for SSI payments. (31 December 2023: TL 763.462).⁽³⁾ It comprises reversal income for provisions for lawsuits in prior periods.

<i>Other operating expenses</i>	1 January – 31 December 2024	1 January – 31 December 2023
Other expenses and losses ⁽¹⁾	2.958.756	93.181.506
Total	2.958.756	93.181.506

⁽¹⁾ A cash donation of TL 90.585.691 was made to the Disaster and Emergency Management Presidency (AFAD) of the Ministry of Interior of the Republic of Türkiye, which organises the aid in the region, in order to contribute to the support to be provided to the disaster victims in order to support our citizens who were damaged in the earthquakes that hit Kahramanmaraş and devastatingly affected 11 provinces.

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18 Finance income and finance expenses

As at 31 December 2024 and 31 December 2023, the details of finance income and expenses are as follows:

<i>Finance income</i>	1 January – 31 December 2024	1 January – 31 December 2023
Interest Income		
Deposit interest income	1.000.130.982	2.177.452.575
Reverse repo interest income	1.032.314.658	618.700.151
Investment fund valuation differences	165.488.720	225.029.202
Futures and options market and other collateral interest income	151.118.550	78.876.668
Takasbank money market interest income	77.247.044	7.286.828
Exchange differences income	47.349.355	70.708.663
Fixed income securities depreciation, coupon rate and discount income	11.910.288	36.407.943
Other	6.059.061	261.831.601
Total	2.491.618.658	3.476.293.631
Finance expenses		
Interest expenses		
Repo interest expenses	680.421.934	412.532.351
TPP borrowing and loan interest expenses	597.403.857	1.339.352.079
Financial bond interest expenses	208.574.072	443.277.258
Investment fund valuation differences	197.527.487	6.837.309
Exchange differences expenses	34.560.497	15.576.455
Letter of guarantee commissions	12.045.669	39.706.608
Other	9.768.020	4.702.479
Stock valuation differences	233.015	31.590
Total	1.740.534.551	2.262.016.129

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19 Net Monetary Position Gains/(Losses)

As at 31 December 2024, the details of net monetary position gains/(losses) are as follows:

Financial Position Items	1 January – 31 December 2024
Property, Plant. and Equipment	1.050.826
Intangible Assets	2.801.556
Right-of-Use Assets	(83.996.504)
Prepaid Expenses	(12.460.705)
Investments Accounted for Using the Equity Method	1.629.295
Deferred Tax Assets/Liabilities	(11.865.131)
Paid-in Capital	(110.946.929)
Restricted Reserves Allocated from Profit	(76.122.228)
Retained Earnings/Losses from Previous Years	(400.546.795)
Other Comprehensive Income/Losses Not Reclassified to Profit or Loss	997.575
<i>Remeasurement Gains of Defined Benefit Plans</i>	997.575
Total	(689.459.040)
Income Statement Items	1 January – 31 December 2024
Revenue	(790.728.984)
Cost of Sales	403.924.287
Financial Sector Activities Revenue	(267.512)
General Administrative Expenses	102.107.230
Marketing Expenses	40.291.020
Other Income from Main Operations	(11.318.608)
Other Expenses from Main Operations	226.495
Financial Income	(429.448.092)
Financial Expenses	295.782.257
Income Tax (Expense)	81.695.140
Deferred Tax (Expense) or Income	1.228.731
Total	(306.508.036)
Net monetary position gains/(losses)	(995.967.076)

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20 Fees for services provided by the independent audit firm

The fees for the services received by the Company from the Independent Audit Firm (IAF) in the periods of 1 January - 31 December 2024 and 1 January - 31 December 2023 are as follows:

	31 December 2024	31 December 2023
Independent audit fee	2.325.000	840.000
Tax audit fees	211.496	91.788
Total	2.536.496	931.788

21 Nature and level of risks arising from financial instruments

The Company manages its financial risk in accordance with the Communiqué Serial: V. No: 34 “Communiqué on Capital and Capital Adequacy of Brokerage Companies” (“Communiqué 34”) promulgated by CMB. The Company is obliged to prepare risk provision, capital adequacy basis and liquidity requirement calculation tables in accordance with Communiqué 34 and report these to CMB periodically.

21.1 Credit risk

The Company conducts brokerage services on behalf of corporate and individual investors and provides advisory services. The Company also makes trading of various marketable securities. The Company may be exposed to the risk that counterparty may default on its contractual obligations resulting in financial loss to the Company. In order to control or mitigate such risks, the Company wants its customers to hold cash or cash equivalents in their accounts. Credit risk monitoring is carried out by monitoring the liquidity and value of collaterals (such as stocks) over daily loan balances, by limiting daily the risks of counterparty and monitoring the adequacy of collateral received for the credit. The Company sells trust collaterals if counterparty fails to keep its credit margin which has determined before.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Notes to the Financial Statements for the Year Ended 31 December 2024

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21 Nature and level of risks arising from financial instruments (cont'd)

21.1 Credit risk (cont'd)

Credit risks exposed by types of financial instruments:

31 December 2024	Receivables				
	Trade receivables			Deposits at bank ⁽¹⁾	Financial investments ⁽²⁾
	Related party	Other	Other		
Maximum credit risk exposed as at balance sheet date (A+B+C+D+E)	473.113	2.013.273.567	197.692.084	1.835.990.677	977.555.114
- Secured portion of the maximum credit risk by guarantees, etc.	--	--	--	--	--
A. Net book value of financial assets that are neither past due nor impaired	473.113	2.013.273.567	197.692.084	1.835.990.677	977.555.114
B. Net book value of financial assets with renegotiated terms that will be considered as past due or not impaired otherwise	--	--	--	--	--
C. Net book value of financial assets that are past due but not impaired	--	--	--	--	--
- Secured portion by guarantees, etc.	--	--	--	--	--
D. Net book value of the impaired assets	--	--	--	--	--
- Past due (gross amount)	--	15.076.962	--	--	--
- Impairment (-)	--	(15.076.962)	--	--	--
- Secured portion of the net book value by guarantees, etc.	--	--	--	--	--
- Not past due (gross amount)	--	--	--	--	--
- Impairment (-)	--	--	--	--	--
- Secured portion of the net book value by guarantees, etc.	--	--	--	--	--
E. Off-balance sheet items that include credit risk	--	--	--	--	--

(1) Receivables from reverse repurchase agreements amounting to TL 1.835.990.677 included in cash and cash equivalents.

(2) Long-term financial investments are not included. Equity shares are not included in financial investments since they do not carry credit risk.

31 December 2023	Receivables				
	Trade receivables			Deposits at bank ⁽¹⁾	Financial investments ⁽²⁾
	Related party	Other	Other		
Maximum credit risk exposed as at balance sheet date (A+B+C+D+E)	383.977	2.868.652.809	662.636.767	6.383.559.991	1.120.945.658
- Secured portion of the maximum credit risk by guarantees, etc.	--	--	--	--	--
A. Net book value of financial assets that are neither past due nor impaired	383.977	2.868.652.809	662.636.767	6.383.559.991	1.120.945.658
B. Net book value of financial assets with renegotiated terms that will be considered as past due or not impaired otherwise	--	--	--	--	--
C. Net book value of financial assets that are past due but not impaired	--	--	--	--	--
- Secured portion by guarantees, etc.	--	--	--	--	--
D. Net book value of the impaired assets	--	--	--	--	--
- Past due (gross amount)	--	20.105.563	--	--	--
- Impairment (-)	--	(20.105.563)	--	--	--
- Secured portion of the net book value by guarantees, etc.	--	--	--	--	--
- Not past due (gross amount)	--	--	--	--	--
- Impairment (-)	--	--	--	--	--
- Secured portion of the net book value by guarantees, etc.	--	--	--	--	--
E. Off-balance sheet items that include credit risk	--	--	--	--	--

(1) Receivables from reverse repurchase agreements amounting to TL 6.383.559.991 included in cash and cash equivalents.

(2) Long-term financial investments are not included. Equity shares are not included in financial investments since they do not carry credit risk.

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21 Nature and level of risks arising from financial instruments (cont'd)**21.2 Liquidity risk**

As at 31 December 2024, the profile of financial liabilities according to their remaining maturities is as follows:

Contractual maturities	Carrying value	Total contractual cash outflows	Less than 3 months	3 to 12 months	1 to 5 years
Non-derivative financial liabilities	2.228.750.605	2.253.512.741	2.212.170.345	19.396.103	21.946.293
Trade payables	1.818.912.085	1.818.912.085	1.818.912.085	--	--
Financial borrowings	239.916.198	243.583.831	243.583.831	--	--
Other payables	140.149.199	143.256.677	143.256.677	--	--
Lease liabilities	29.773.123	47.760.148	6.417.752	19.396.103	21.946.293

As at 31 December 2023, the profile of financial liabilities according to their remaining maturities is as follows:

Contractual maturities	Carrying value	Total contractual cash outflows	Less than 3 months	3 to 12 months	1 to 5 years
Non-derivative financial liabilities	8.366.291.093	8.535.301.331	8.488.176.585	28.465.378	18.659.368
Trade payables	2.264.166.339	2.264.166.339	2.264.166.339	--	--
Financial borrowings	5.952.056.997	6.058.484.238	6.058.484.238	--	--
Other payables	87.558.334	141.910.996	141.910.996	--	--
Lease liabilities	62.509.413	70.739.758	23.615.012	28.465.378	18.659.368

As at 31 December 2024 and 31 December 2023, the liquidity requirement of the Company in accordance with Communiqué 34 is as follows:

	31 December 2024	31 December 2023
Current assets (A)	5.089.294.399	11.029.920.608
Short-term payables (B)	2.482.155.056	8.530.246.245
Current assets/Short-term payables (A/B)	2,05	1,29

The Company is not exposed to liquidity risk since its current assets exceed its current liabilities.

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

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21 Nature and level of risks arising from financial instruments (cont'd)

21.3 Market risk

Foreign currency risk

The assets denominated in foreign currency of the Company expose to foreign currency risk, due to changes between currency rate at transaction date and at end of the reporting date, while translating the assets denominated in foreign currency. As at 31 December 2024 and 31 December 2023, the Company's foreign currency position is as follows:

	31 December 2024			
	TL equivalent (Functional currency)	US Dollar	Euro	GBP
1. Trade receivables	15.119.698	499.079	-	--
2a. Monetary financial assets (including cash, bank deposit accounts)	35.020.281	986.754	155.856	420
3. Other	--	--	--	--
4. Current assets (1+2+3)	50.139.979	1.485.833	155.856	420
5. Trade receivables	--	--	--	--
6a. Monetary financial assets	--	--	--	--
6b. Non-monetary financial assets	--	--	--	--
7. Other	--	--	--	--
8. Non-current assets (5+6+7)	--	--	--	--
9. Total assets (4+8)	50.139.979	1.485.833	155.856	420
10. Trade payables	75.738	2.500	--	--
11. Financial liabilities	--	--	--	--
12a. Other monetary liabilities	--	--	--	--
12b. Other non-monetary liabilities	--	--	--	--
13. Current liabilities (10+11+12)	75.738	2.500	--	--
14. Trade payables	--	--	--	--
15. Financial liabilities	--	--	--	--
16a. Other monetary liabilities	--	--	--	--
16b. Other non-monetary liabilities	--	--	--	--
17. Non-current liabilities (14+15+16)	--	--	--	--
18. Total liabilities (13+17)	75.738	2.500	--	--
19. Net asset/(liability) position of off balance sheet derivative financial instruments (19a-19b)	--	--	--	--
19a. Amount of active foreign derivative currency off-balance sheet	--	--	--	--
19b. Amount of passive foreign derivative currency off-balance sheet	--	--	--	--
20. Net foreign currency assets/(liabilities) position (9-18+19)	50.064.241	1.483.333	155.856	420
21. Monetary items net foreign currency asset/(liability) position (frs 7.b23) (=1+2a+5+6a-10-11-12a-14-15-16a))	50.064.241	1.483.333	155.856	420
22. Fair value of financial instruments used for currency hedge	--	--	--	--
23. Hedged foreign currency assets	--	--	--	--
24. Hedged foreign currency liabilities	--	--	--	--

HALK YATIRIM MENKUL DEĞERLER ANONİM ŞİRKETİ

Notes to the Financial Statements for the Year Ended 31 December 2024

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21 Nature and level of risks arising from financial instruments (cont'd)

21.3 Market risk (cont'd)

Foreign currency risk (cont'd)

	31 December 2023			
	TL equivalent (Functional currency)	US Dollar	Euro	GBP
1. Trade receivables	34.745.984	788.422	12.517	11.976
2a. Monetary financial assets (including cash, bank deposit accounts)	85.747.391	1.908.601	75.498	19.912
3. Other	--	--	--	--
4. Current assets (1+2+3)	120.493.375	2.697.023	88.015	31.888
5. Trade receivables	--	--	--	--
6a. Monetary financial assets	--	--	--	--
6b. Non-monetary financial assets	--	--	--	--
7. Other	--	--	--	--
8. Non-current assets (5+6+7)	--	--	--	--
9. Total assets (4+8)	120.493.375	2.697.023	88.015	31.888
10. Trade payables	180.126	4.238	--	--
11. Financial liabilities	--	--	--	--
12a. Other monetary liabilities	--	--	--	--
12b. Other non-monetary liabilities	--	--	--	--
13. Current liabilities (10+11+12)	180.126	4.238	--	--
14. Trade payables	--	--	--	--
15. Financial liabilities	--	--	--	--
16a. Other monetary liabilities	--	--	--	--
16b. Other non-monetary liabilities	--	--	--	--
17. Non-current liabilities (14+15+16)	--	--	--	--
18. Total liabilities (13+17)	180.126	4.238	--	--
19. Net asset/(liability) position of off balance sheet derivative financial instruments (19a-19b)	--	--	--	--
19a. Amount of active foreign derivative currency off-balance sheet	--	--	--	--
19b. Amount of passive foreign derivative currency off-balance	--	--	--	--
20. Net foreign currency assets/(liabilities) position (9-18+19)	120.313.249	2.692.785	88.015	31.888
21. Monetary items net foreign currency asset/(liability) position (tfrs 7.b23) (=1+2a+5+6a-10-11-12a-14-15-16a))	120.313.249	2.692.785	88.015	31.888
22. Fair value of financial instruments used for currency hedge	--	--	--	--
23. Hedged foreign currency assets	--	--	--	--
24. Hedged foreign currency liabilities	--	--	--	--

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21 Nature and level of risks arising from financial instruments (cont'd)**21.3 Market risk (cont'd)***Sensitivity to foreign currency*

The Company is exposed to foreign currency risk denominated mainly in Euro, US Dollar and GBP.

The sensitivity of the Company to 20% increase and decrease of Euro, US Dollar and GBP presented below. This rate of 20% is the rate that is used in reporting of the Company's currency risk to key management and represents possible change in foreign currency rates that is expected by the management. Sensitivity analysis includes only foreign currency monetary items and represents the effect of change of 20% currency rate at the end of period. Positive value represents increase in profit/loss and other equity items.

31 December 2024		
	Foreign currency appreciation	Foreign currency depreciation
<u>Change in US Dollar by 20% against TL:</u>		
1- US Dollar net asset/liability	8.987.574	(8.987.574)
2- Hedged risk (US Dollar) (-)	--	--
3- US Dollar net effect (1+2)	8.987.574	(8.987.574)
<u>Change in Euro by 20% against TL:</u>		
4- Euro net asset / liability	1.022.054	(1.022.054)
5- Hedged risk (Euro) (-)	--	--
6- Euro net effect (4+5)	1.022.054	(1.022.054)
<u>Change in GBP by 20% against TL:</u>		
7- GBP net asset / liability	3.220	(3.220)
8- Hedged risk (GBP) (-)	--	--
9- GBP net effect (7+8)	3.220	(3.220)
Total (3+6+9)	10.012.848	(10.012.848)

31 December 2023		
	Foreign currency appreciation	Foreign currency depreciation
<u>Change in US Dollar by 20% against TL:</u>		
1- US Dollar net asset/liability	22.890.025	(22.890.025)
2- Hedged risk (US Dollar) (-)	--	--
3- US Dollar net effect (1+2)	22.890.025	(22.890.025)
<u>Change in Euro by 20% against TL:</u>		
4- Euro net asset / liability	827.866	(827.866)
5- Hedged risk (Euro) (-)	--	--
6- Euro net effect (4+5)	827.866	(827.866)
<u>Change in GBP by 20% against TL:</u>		
7- GBP net asset / liability	344.759	(344.759)
8- Hedged risk (GBP) (-)	--	--
9- GBP net effect (7+8)	344.759	(344.759)
Total (3+6+9)	24.062.650	(24.062.650)

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21 Nature and level of risks arising from financial instruments (cont'd)**21.4 Market risk (cont'd)***Price risk*

Share price risk is the market value decrease risk of shares due to the change in the share index levels and relevant equity shares.

As at 31 December 2024 and 31 December 2023, in case of having a 20% decrease/increase in Borsa İstanbul stock market index while having all other variables constant, the effects on profit or loss and comprehensive income would be as follows:

31 December 2024	Profit / (loss)		Equity ^(*)	
	Increase by 20%	Decrease by 20%	Increase by 20%	Decrease by 20%
<i>Financial assets at fair value through profit or loss</i>				
- Stock shares	320.544	(320.544)	320.544	(320.544)
<i>Financial assets at fair value through other comprehensive income</i>				
- Stock shares	--	--	805.857	(805.857)
Total	320.544	(320.544)	1.126.401	(1.126.401)

(*) Profit / (loss) change is included.

31 December 2023	Profit / (loss)		Equity ^(*)	
	Increase by 20%	Decrease by 20%	Increase by 20%	Decrease by 20%
<i>Financial assets at fair value through profit or loss</i>				
- Stock shares	230.186	(230.186)	230.186	(230.186)
<i>Financial assets at fair value through other comprehensive income</i>				
- Stock shares	--	--	659.631	(659.631)
Total	230.186	(230.186)	889.817	(889.817)

(*) Profit / (loss) change is included.

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21 Nature and level of risks arising from financial instruments (cont'd)**21.5 Market risk (cont'd)***Interest rate risk*

The Company allocates cash and cash equivalents it possesses in marketable securities or bank deposits, depending on the market conditions.

		31 December 2024	31 December 2023
Financial instruments with fixed interest			
Financial assets	Financial assets at fair value through profit or loss	789.986	--
	Time deposits at banks	1.323.488.858	5.104.261.495
	Receivables from reverse repo agreements	221.976.000	1.041.631.250
Trade receivables	Receivables from credit customers	736.573.848	1.336.146.190
Financial liabilities	Financial payables	239.916.198	5.952.056.997
Financial instruments with floating interest			
Financial assets	Financial assets at fair value through profit or loss	3.380.714	82.085.787
Financial liabilities		--	--

Interest risk position table

Stocks are not included in financial investments.

The Company's debt securities classified as financial assets at fair value through profit/loss, are exposed to price risk depending upon interest rate changes in the market. As at 31 December 2024, according to the Company's analysis, in case of 1% interest rate increase or decrease in TL interest rates, on the assumption that all other variables remain constant, the effect of debt securities on the fair value, net profit/loss before tax and shareholders' equity is presented in the table below. Sensitivity analysis was applied for 2023 on the same basis.

	Profit / (loss)		Equity	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
31 December 2024				
Financial investments	(284.466)	149.379	(284.466)	149.379
31 December 2023				
Financial investments	(571.355.342)	75.068.475	(571.355.342)	75.068.475

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21 Nature and level of risks arising from financial instruments (cont'd)**21.6 Capital management**

As at 31 December 2024 and 31 December 2023, the minimum liability for shareholders' equity that the Company should possess shall be TL 80.000.000 since the Company is defined as "Entity with Broad Authority" in the scope of the Communiqué 34.

In addition, the capital adequacy basis that has to be attained by the Company in accordance with the valuation regulations in Communiqué 34, is the amount calculated by deducting following asset items from share capital compensated by shareholders.

a) Non-current assets;

1) Property, plant and equipment (net).

2) Intangible assets (net).

3) Non-current financial assets (not publicly traded) less any impairment and capital commitments.

4) Other non-current assets.

b) Unsecured receivables from personnel, shareholders, associates, subsidiaries and direct or indirect related parties, even if these are customers, and capital market instruments issued by above mentioned entities which are not publicly traded.

The Company's capital base is TL 2.641.412.620 as at 31 December 2024 (31 December 2023: TL 1.721.191.708). The base of adequacy cannot be less than the items stated below.

b) Risk provision.

c) Operational expenses occurred last three months before valuation date.

As at 31 December 2024, the capital adequacy base of the Company is higher than the abovementioned items.

Risk provision

The Company calculates risk provision both on and off-balance sheet items in accordance with the Communiqué Serial V, No: 34. Risk provision is the sum of position risk, counter-party risk, concentration risk and foreign exchange risk calculated as per Communiqué Serial V, No: 34.

As at 31 December 2024 and 31 December 2023, the risk provision amounts calculated in accordance with the Communiqué: V, No: 34 are as follows:

	31 December 2024	31 December 2023
Position risk	246.378.641	396.485.702
Counter party risk	107.040.343	350.992.991
Currency risk	561.429	5.554.048
Total risk provision	353.980.413	753.032.741

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22 Financial instruments*Fair value disclosures*

The Company determined the estimated current price of the financial instruments by using the appropriate valuation methods and available market information.

It is estimated that the fair values and carrying amounts of the financial assets and financial liabilities are close to each other. since they have short term maturities.

Classification of fair value measurement

“IFRS 7 – *Financial Instruments: Disclosures*” standard necessitates the demonstration of a classified data sorted according to its importance and relevancy while determining the fair value of financial instruments. This classification depends on quality of related data observability. Observable data means the usage of market data received from independent sources and non-observable data means the usage of the Company’s estimates and assumptions about the market. This distinction reveals the following classifications.

Level 1: the fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices

Level 2: the fair value of other financial assets and financial liabilities are determined in accordance with generally accepted pricing models based on discounted cash flow analysis using prices from observable current market transactions

Level 3: the fair value of the financial assets and financial liabilities are determined where there is no observable market data.

Classification requires the utilization of observable market data. if available.

In this context. fair value classification of assets and liabilities which are measured over their fair values is as follows:

31 December 2024	Level 1	Level 2	Level 3	Total
Financial assets				
Financial investments (short-term)	979.157.834	--	--	979.157.834
Financial investments (long-term) (*)	4.029.287	11.747.695	--	15.776.982

(*) Stock investments amounting to TL 100.000 that are recognized at cost value are not included.

31 December 2023	Level 1	Level 2	Level 3	Total
Financial assets				
Financial investments (short-term)	1.122.096.588	--	--	1.122.096.588
Financial investments (long-term) (*)	3.298.154	11.437.231	--	14.735.385

(*) Stock investments amounting to TL 50.000 that are recognized at cost value are not included.

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22 Financial instruments (cont'd)**Fair value disclosures (cont'd)***Classification of fair value measurement (cont'd)*

Since Halk Gayrimenkul Yatırım Ortaklığı A.Ş. is publicly traded company, the fair value is determined over the market price and represented as Level 1 in the table above.

As at 31 December 2024 and 31 December 2023, the Company's Borsa İstanbul associate rate is 0.377%. The Company holds 159.711 shares with nominal value of TL 15.971.094. In the current period, the relevant shares are valued with price per share that is determined in the 15 January 2018 dated and 2018/6 numbered meeting of Borsa İstanbul, and the valuation effect is recognized under equity in financial statements.

23 Other matters

On October 15, 2019, the U.S. Department of Justice, United States Attorney Southern District of New York indicted the Bank by repeating the allegations set forth in the case filed against the former executive of the Bank due to the Iranian sanction violations.

First, the Bank applied to the District Court on November 4, 2019 and requested a special appearance to discuss the issues of personal jurisdiction and recusal. On December 5, 2019, the District Court denied the request of special appearance. The Bank objected to the District Court's decision and appealed the decision at the Second Circuit on December 17, 2019. On February 21, 2020, the Second Circuit denied Bank's objection.

In the meeting held by the Bank's Board of Directors on March 27, 2020, it was decided to attend the District Court hearing at which the case starts to be heard on the merits on March 31, 2020, to accept the arraignment and to appoint Williams & Connolly law firm with a proxy to represent the Bank.

At the hearing on March 31, 2020, the District Court decided to postpone the hearing initially to June 9, 2020 and subsequently to June 30, 2020 due to the global scale COVID-19 outbreak.

At the hearing held in the District Court on June 30, 2020; the schedule was determined regarding the motion to recuse, discovery motions, and filings of other motions. It was decided that the jury trials would begin on March 1, 2021 for which the schedule was revised on October 26, 2020. Accordingly, the jury trials are scheduled to be held on May 3, 2021. In this regard, the Bank filed its recusal motion on July 14, 2020 and its other motions to dismiss the indictment on August 10, 2020 at the District Court.

Bank's recusal motion was denied by the District Court on August 24, 2020 and the Second Circuit on December 23, 2020.

District Court denied Bank's motion to dismiss the indictment on October 1, 2020. The Bank appealed to the Second Circuit against the dismissal of its motion to dismiss the indictment on the grounds that the Bank entitled to sovereign immunity under both the FSIA (Foreign Sovereign Immunity Act) and common law. On December 23, 2020, the Second Circuit accepted to hear the appeal on the merits and granted Bank's motion to stay the case pending sovereign immunity appeal. Before the Second Circuit, the oral argument was presented on April 12, 2021. The Second Circuit denied the Bank's appeal on October 22, 2021. The Bank filed its petition with the Second Circuit for an en banc rehearing. Second Circuit denied Bank's petition on December 15, 2021.

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23 Other matters (cont'd)

As the Bank would file its petition for a writ of certiorari with the US Supreme Court in regard to the sovereign immunity decision, it requested the Second Circuit to stay the mandate so that the stay on the proceedings in the District Court continues. The petition was granted by the Second Circuit on January 14, 2022. The proceedings in the District Court are stayed until the process is completed in the US Supreme Court.

The Bank filed its sovereign immunity petition for a writ of certiorari with the US Supreme Court on May 13, 2022. The Solicitor General under the U.S. Department of Justice filed their brief in opposition to the Bank's writ of certiorari on July 18, 2022, and the briefing was concluded on August 2, 2022.

The US Supreme Court reviewed the Bank's petition for a writ of certiorari on September 28, 2022 and announced its decision to grant review on October 3, 2022. Following the grant of review, the Bank filed its appeal on the merits with the Supreme Court on November 14, 2022. Then, the Solicitor General under the U.S. Department of Justice filed its reply brief on December 14, 2022. Briefing was concluded with the Bank filing its counter reply brief with the Court on January 6, 2023. Oral argument was held before the Court on January 17, 2023.

The US Supreme Court announced its opinion regarding the Bank's sovereign immunity appeal on April 19, 2023, ruling that FSIA applied only in civil cases and not in criminal cases. On the other hand, the Supreme Court ruled that the Second Circuit did not fully consider the Bank's sovereign immunity status under common law and remanded the case to the Second Circuit for reconsideration.

The briefing with the Second Circuit started with the Bank's opening brief filed on July 31, 2023 and completed on January 12, 2024. The oral argument was held on February 28, 2024.

Upon further review, the Second Circuit with its decision dated October 22, 2024, rejected the Bank's common law immunity request and affirmed the District Court's order. The Bank declared that it will use all its legal rights to appeal with regard to the October 22, 2024 decision of the Second Circuit, particularly with the U.S. Supreme Court.

As a part of that process; the Bank submitted a "motion for rehearing" to the Second Circuit on November 4, 2024. On December 6, 2024, the Second Circuit denied the Bank's petition for rehearing. On December 12, 2024, the Bank filed a motion to stay the Second Circuit's mandate. On December 18, 2024 the Second Circuit ordered that the motion is granted and the mandate is stayed pending the filing and disposition of the Bank's petition for a writ of certiorari to the U.S. Supreme Court. Currently the Bank is in the process of filing a petition for a writ of certiorari to the U.S. Supreme Court.

If the appeal processes result in a decision that the Bank is entitled to common law sovereign immunity the case will be dismissed before the trial process. In the case of an adverse ruling, the case will be returned to the District Court for the Southern District of New York, with Bank's rights to appeal being fully reserved, and the District Court will need to create a new schedule for the trials.

In addition, a civil case (the *Owens* or *first civil* case) was filed by a group of plaintiffs against the Bank on March 27, 2020 with a claim for damages in the Southern District of New York Court "on the grounds that they (the plaintiffs) could not collect their judgments from Iran due to violations of sanctions" and it was served to the Bank's attorneys on July 1, 2020. The Bank filed a motion at the District Court to dismiss the complaint of plaintiffs, and thereby dismiss the case on September 25, 2020. The case was fully briefed on December 16, 2020. District Court conditionally granted Bank's motion to dismiss on the grounds of forum non conveniens on February 16, 2021. The case was closed at the District Court on March 3, 2021.

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23 Other matters (cont'd)

The Plaintiffs appealed to the decision by taking the District Court's decision to the Second Circuit on June 30, 2021. After the case is fully briefed, the oral arguments were heard before the Second Circuit on October 13, 2022. The Second Circuit ruled in the Bank's favor and dismissed the lawsuit seeking to satisfy judgements on May 2, 2023. Plaintiffs applied to the US Supreme Court on August 30, 2023 for a writ of certiorari in order to appeal the Second Circuit decision. The Supreme Court reviewed the application on January 5, 2024 and announced its decision to reject the plaintiff's appeal on January 8, 2024. Accordingly, the *Owens* case brought against the Bank on March 27, 2020 was conclusively dismissed.

Finally, on July 26, 2023, 151 plaintiffs filed a complaint in the U.S. District Court for the Southern District of New York and a new civil case (*the Hughes* or *second civil* case) against the Bank seeking to satisfy judgments similar to the *Owens* case.

The service was processed on October 1, 2023. According to the complaint, the plaintiffs seek judgments decision from the Court to the fullest extent permitted by law, attempting to establish a connection between certain aggrievements they have suffered in various countries and the supposed allegations in the current criminal case against the Bank, which was filed on October 15, 2019.

The Bank filed its motion to dismiss with the District Court on December 22, 2023 and the fully briefing is ended on April 22, 2024. On May 1, 2024, the district court in an appeal against the Government's request, ruled to stay all judicial proceedings in the civil case until the conclusion of the criminal proceedings against the Bank. Therefore, the *Hughes* case is stayed until the final decision is made in the criminal case against the Bank.

The proceedings of both the criminal case and the civil case are closely monitored by the Bank through U.S. law firms with relevant expertise.

24 Events after the reporting period

The Company has issued the following bonds:

A bond with a nominal value of TL 200.000.000. starting on January 21, 2025. maturing on April 25, 2025. with ISIN code TRFHALK42512.

A bond with a nominal value of TL 305.000.000 starting on January 23, 2025. maturing on April 25, 2025. with ISIN code TRFHALK42520.

A bond with a nominal value of TL 155.250.000 starting on January 31, 2025. maturing on May 5, 2025. with ISIN code TRFHALK52511.



Barbaros Mah. Mor Smbl Sk.
WBC İř Merkezi, Blok No: 9, İ Kapı No: 21,
Atařehir/Istanbul - TRKİYE
Phone: +90 216 285 09 00
Fax: +90 216 688 53 90
www.halkyatirim.com.tr