



Allocation Report 2025 2Q

Sustainability at QNB

QNB Turkey (QNB) defines sustainability as a transformation journey that starts from its own activities and extends to all its stakeholders.

The main guidance of QNB's sustainability strategy is the sustainability framework of QNB Group.

The key pillars of QNB Group's sustainability framework are

**Sustainable Finance,
Sustainable Operations and
Beyond Banking.**

In this regard, QNB has adopted the Group's sustainability framework and created "QNB Sustainability Road Map". All three pillars support QNB's goal of Sustainable Financial Performance, through reducing risks, opening up new business opportunities and strengthening our brand. Under each pillar, we have identified Material Topics and a series of actions plans to improve our performance.

The QNB sustainability roadmap focuses on four main impact areas: **"Green Transformation", "Responsible Transformation", "Internal Transformation" and "Transformation of the Financier"**.

The first two impact areas,

Green Transformation and Responsible Transformation, focus on the sustainable transformation of our customers,

The other two impact areas,

Internal Transformation and Financier Transformation, centers sustainability of the Bank's own operations.



Green / Blue/ Sustainable Bonds

In 2024, QNB issued a public Sustainable Eurobond in the amount of USD 500 million along with 4 Private Placements in the amount of USD 185 mio with Green, Blue and Social themes.

- In 2024, QNB issued a USD 500 million Sustainable Eurobond. The use of proceeds will be Applicable Green and Social categories in QNB's Portfolio
- In first half of 2025, QNB issued USD 20 million Green, USD 55 million Social Bond

Bond Details

Issuer: QNB Bank A.Ş.
LEI:
789000Q21SW842S9IJ5
8

| | Bond #1 | Bond #2 | Bond #3 | Bond #4 | Bond #5 | Bond#6 | Bond #7 |
|----------------------------------|------------------------|----------------|----------------|-----------------|----------------|----------------|----------------|
| ISIN | XS2798098310 | XS2912352551 | XS2921631003 | XS2921631185 | XS3008522891 | XS3008522974 | XS2968728068 |
| Issuance Type | Sustainable Bond | Green Bond | Blue Bond | Green Bond | Green Bond | Social Bond | Social Bond |
| Issue Date | 21 May 2024 | 03 Oct 2024 | 16 Oct 2024 | 16 Oct 2024 | 27 Feb 2025 | 27 Feb 2025 | 30 June 2025 |
| Maturity | 21 May 2029 | 15 Sep 2029 | 20 Sep 2029 | 20 Sep 2029 | 3 Dec 2029 | 3 Dec 2029 | 1 Jul 2026 |
| Bond Amount | USD 500 million | USD 20 million | USD 25 million | USD 100 million | USD 20 million | USD 15 million | USD 40 million |
| Allocation | 100% | 100% | 0% | 16% | 100% | 100% | 100% |
| Total as of 30.06.2025 | USD 720 million | | | | | | |



Green / Sustainable Deposit - 1st in Türkiye

We enable our customers to invest in sustainable projects in our portfolio

- As QNB, we enable our customers to access finance/refinance sustainable projects under our eligible portfolio constructed in accordance with QNB Sustainable Finance and Product Framework
- QNB is the 1st Bank in Türkiye offering such product to its clients. With this opportunity given;
 - We allow depositors to invest their excess cash in projects in line with the UN Sustainable Development Goals.
 - Support customers' sustainability reports and ESG KPIs.
 - Offer the advantage of having a reliable and sustainable product.
- In accordance with QNB Sustainable Finance and Product Framework, the equivalent of USD 6.27 million proceeds will be used to finance/refinance green/social projects in the QNB's portfolio.

| Depositors | Deposit Amount (million) | Agreement Date | Tenor | Status |
|--------------|--------------------------|----------------|-----------|--------|
| Depositor 18 | TL 100 | Jan 2025 | 9 months | Open |
| Depositor 19 | TL 100 | Jan 2025 | 10 months | Open |
| Depositor 54 | TL 50 | March 2025 | 3 months | Open |

Closing Balance
As of 30.06.2025

TL 250 million

USD 6.27 million¹



Syndicated Loan

Sustainable Syndicated Loan Allocation Status

- In 1H 2025, QNB issued a USD 600 million Sustainable Syndicated Loan with 1-,2- and 3- year tenor options. All amounts borrowed under the Facility Agreement has been applied towards financing of loans to SMEs and microfinance clients (including but not restricted to trade Finance) aligned with socio-economic advancement and empowerment category included in QNB Sustainable Finance and Product Framework. No balance remains unallocated. All loans allocated as new financing.
- On 2H 2024, QNB also issued USD 650 million Sustainability-Linked Syndicated Loan with 1-, 2-, and 3-year tenor tranches, marking Türkiye's first 3-year SLL deal.

Syndication Details

Borrower: QNB Bank A.Ş.

| | |
|----------------------------------|--|
| Type | Dual Currency Sustainable Syndicated Loan |
| Signing Date | 29 May 2025 |
| Maturity | 367 days, 734 days and 1101 days |
| Transaction Amount | USD 600 million (EUR 110,4 million + USD 473,9 million) |
| Allocation | 100% |
| Total as of 30.06.2025 | USD 600 million |

Local Bond

Sustainable Syndicated Loan Allocation Status

- QNB Turkey has completed its first domestic sustainable bond issuance, worth 250 million Turkish Lira, for domestic investors. The funds raised through this bond will be invested in projects supporting renewable energy, green building, clean transportation and social inclusion.
- QNB Turkey has completed its first domestic sustainable bond issuance, which will create positive environmental and social impact by providing Funding for projects in the sustainable finance sector. Adding another step to its sustainable finance efforts, QNB Turkey has completed its first domestic sustainable bond issuance, worth 250 million Turkish Lira and with a maturity of 185 days.

Local Bond

Issuer: QNB Bank A.Ş.

ISIN TRFQNBB82520

Issuance type Sustainable Bond

Maturity 185 days

Transaction Amount TL 250 million

Allocation 100%

Total
as of 30.06.2025 **TL 250 million USD 6.29 million¹**



1 USD/TL 30/06/2025 39.74

Allocation Report

Bond and Deposit Allocation Status

The Allocation Report is prepared in accordance with the QNB Sustainable Finance and Product Framework.

Total amount of Green/Sustainable Bond issuance is USD 720 million and TL 250 million, 627 million is allocated to eligible projects for refinancing purposes.

Total amount of Green/Sustainable Deposit is USD 6,27 million as well as the total amount of proceeds allocated to eligible projects.

Total amount of Sustainable Syndicated Loan is USD 400 million as well as the total amount of proceeds allocated to eligible loans.

As of June 2025, allocation is made to 9 green and 2 social loan projects and 1173 SME Loans.

USD 93 million of the Bonds proceeds remains unallocated.

The size of the identified eligible green and social loan Portfolio allocated is USD 834 million for Green and USD 228 Million for Social Projects.

Eligible portfolio consists of 66,55% new assets (booked within 24 months)

Allocation of proceeds by...

| Asset Category ^{1,2} | Allocation Amount, (USD'million) ² | Number of Eligible Loans | UN SDG |
|---|---|--------------------------|---|
| Renewable Energy | 38 | 4 |   |
| Green Buildings | 245 | 3 |   |
| Clean Transportation | 164 | 2 |    |
| Access to Essential Services | 131 | 2 |  |
| Environmentally sustainable management of living natural resources, land and biodiversity | 47 | 38 |   |
| Socio-economic advancement and empowerment | 615 | 1135 |  |
| Total | 1240 | 1184 | |



- 1 Eligible categories as defined in the QNB Sustainable Finance and Product Framework
- 2 All projects are located in Türkiye.