

Yapi Kredi Bank

Analyst Meeting Notes

Mücahid Yıldırım

Analyst

myildirim@sekeryatirim.com.tr

+90 (212) 334 3333 ext.150

Following the announcement of its third-quarter financial results, Yapı Kredi has held an analyst meeting. During the meeting, the Bank discussed its 2025-2026 net interest margin outlook, fee and commission income trends, asset quality, capital policy, and macroeconomic expectations.

Key Highlights

- A gradual improvement in the NIM outlook continues, with the peak expected in 3Q26.
- No clear signs of deterioration in credit risk cost; net NPL inflows remain at lower levels.
- A stronger profitability performance is expected in 2026.
- A gradual normalization in the Fee/Operating Expenses ratio is anticipated starting in 2026.

Profitability and Operational Outlook: The Bank stated that there has been no change in its year-end 2025 return on equity (ROE) guidance, which remains in the 24% range. Management noted that, supported by macroeconomic conditions and improvements in swap-adjusted net interest margin (NIM) dynamics, year-end 2026 ROE is expected to be stronger compared to 2025.

On the fee income side, the Fee Income to Operating Expenses ratio—which increased noticeably in 3Q25—is expected to partially normalize in 2026. Management noted that the ratio is sustainable in the 80-85% range over the long term, although a full return to these levels is not anticipated in 2026.

Net Interest Margin and Funding: The Bank expects a quarterly improvement of roughly 100 bps in its net interest margin by end-2025, while projecting the peak in swap-adjusted NIM to occur in the third quarter of 2026 (3Q25: 2.6%). On the funding side, management noted that swap and repo sources remain highly advantageous, with swap costs still running below TL deposit costs.

Asset Quality: Management stated that the decline in net NPL inflows was driven by the credit card segment. They also highlighted that the Bank continues to lose market share on the NPL side (a positive development), while maintaining prudent risk appetite, continuing to set higher provisions, and maintaining its net credit risk cost guidance.

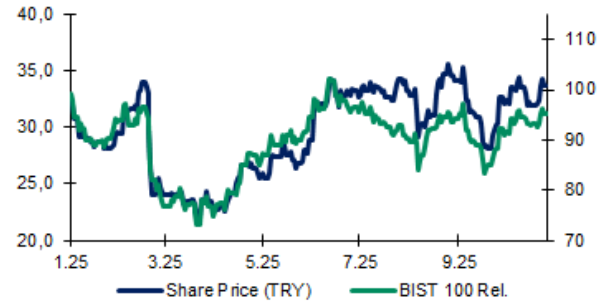
Yapı Kredi stated that it continues to prioritize capital, and expects its leverage ratio to generally increase in 2026.

	TRY	US\$
Close	33,70	0,80
BIST 100	10.923	258
US\$/TRY (CBT Bid Rate):	42,28	
52 Week High:	36,20	0,95
52 Week Low:	21,92	0,58
Bloomberg Ticker:	YKBNK.TI	

Number of Shares (Mn): 8.447

	(TRY Mn)	(US\$ Mn)
Current Mcap:	284.666	6.732
Free Float Mcap:	111.020	2.625
Avg. Daily Volume:	6.432	166

Returns (%)	1 M	3M	6M	12M	Ytd
TRY Return:	13,3	-0,3	26,7	20,0	10,1
US\$ Return:	12,2	-3,7	16,2	-2,3	-8,3
BIST 100 Relative:	8,6	3,3	9,0	2,9	-0,9



ŞEKER INVEST RESEARCH

Şeker Yatırım Menkul Değerler A.Ş.
 Büyükdere Cad. No:171 Metrocity
 A Blok Kat 4-5 34330 SİSLİ /İST
 TURKEY

TEL: +90 (212) 334 33 33
 Fax: +90 (212) 334 33 34
 E-mail: research@sekeryatirim.com
 Web: <http://www.sekeryatirim.com/english/index.aspx>

For additional information, please contact:

Research

Kadir Tezeller	Head	+90 (212) 334 33 81	ktezeller@sekeryatirim.com.tr
Burak Demirbilek	Utilities	+90 (212) 334 33 33-128	bdemirbilek@sekeryatirim.com.tr
Atasav Can Tuglu	Food & Beverages, Automotive, Retail, Aviation	+90 (212) 334 33 33-334	atuglu@sekeryatirim.com.tr
Basak Kamber	Glass, Pharmaceutical, Defense, Telcos, Cons. Dur.	+90 (212) 334 33 33-251	bkamber@sekeryatirim.com.tr
M. Mucahid Yıldırım	Banks	+90 (212) 334 33 33-150	myildirim@sekeryatirim.com.tr
Yusuf Kemal Erdekli	Cement, Conglomerates, Real Estate	+90 (212) 334 33 33-115	yerdekli@sekeryatirim.com.tr
O. Furkan Ozdemir	Iron & Steel, Oil- Gas & Deriv.	+90 (212) 334 33 33-245	oozdemir@sekeryatirim.com.tr

Economy & Politics

Abdulkadir Dogan	Chief Economist	+90 (212) 334 91 04	adogan@sekeryatirim.com.tr
------------------	-----------------	---------------------	--

Institutional Sales

Deniz Keskin	Trader	+90 (212) 334 33 36	dkeskin@sekeryatirim.com.tr
Kerim Culum	Trader	+90 (212) 334 33 33-316	kculum@sekeryatirim.com.tr

DISCLAIMER

I, Mücahid Yıldırım, hereby certify that the views expressed in this research accurately reflect my personal views about the subject securities and issuers. I also certify that no part of my compensation was, is or will be, directly or indirectly, related to the specific recommendations or views expressed in this report.

This report has been prepared by the Şeker Yatırım Menkul Değerler A.Ş. (Şeker Invest, Inc.) Research Team. The information and opinions contained herein have been obtained from and are based upon public sources that Şeker Invest considers to be reliable. No representation or warranty, express or implied, is made that such information is accurate or complete and should not be relied upon, as such. All estimates and opinions included in this report constitute our judgments as of the date of this report and are subject to change without notice. This report is for informational purposes only and is not intended as an offer or solicitation for the purchase or sale of a security. Investors must make their own investment decisions based on their specific investment objectives and financial position and using such independent advisors as they believe necessary. Şeker Invest may, from time to time, have a long or short position in the securities mentioned in this report and may solicit, perform or have performed investment banking, underwriting or other services (including acting as adviser, manager, underwriter or lender) for any company referred to in this report and may, to the extent permitted by law, have acted upon or used the information contained herein, or the research or analysis upon which it is based, before its publication. This report is for the use of intended recipients and may not be reproduced in whole or in part or delivered or transmitted to any other person without the prior written consent of Şeker Invest. By accepting this document you agree to be bound by the foregoing limitations.