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Principle 1: Alignment
We will align our business strategy to be consistent with and contribute to individuals' needs and society's goals, as expressed in the Sustainable Development Goals, the Paris Climate Agreement and relevant national and regional frameworks.

Reporting and Self-Assessment Requirements	High-level summary of bank's response	Reference(s)/Link(s) to bank's full response/ relevant information
1.1 Describe (high-level) your bank's business model, including the main customer segments served, types of products and services provided, the main sectors and types of activities, and where relevant the technologies financed across the main geographies in which your bank has operations or provides products and services	In 2021, TSKB continued to offer products and services in the Corporate Banking, Investment Banking and Advisory branches to its customers. TSKB extended a total of USD 1.3 billion in cash loans under Corporate Banking, Project Finance and APEX Banking activities. By the end of the year, the share of investment loans, working capital loans, and APEX loans in Bank's total loan portfolio amounted to 62%, 32%, and 6%, respectively. With the new loans extended, TSKB financed women's employment and projects in developing regions on the axis of inclusion which covers economic and social sustainability themes, as well as investments in capacity increase in various industries, especially investments in electricity generation and distribution activities. In addition, TSKB focused on the working capital and liquidity needs of companies adversely affected by COVID-19 in order to reduce the effects of the pandemic. In 2021, TSKB financed mainly investments in wind, geothermal, solar and biogas/biomass resources in the field of renewable energy. Power generation has the largest share in TSKB's loan portfolio with 39.7%, and renewable energy projects make up 89% of the power generation portfolio. ✓ The total installed capacity of 387 renewable energy projects that TSKB has financed since 2002 is 8,239 MW and represents 15% of Türkiye's total installed capacity in renewable energy. ✓ On the other hand, as part of the fight against climate change, TSKB declares that it will not finance newly established coal-fired thermal power plants and coal mining investments for power generation purposes (Integrated Annual Report 2021, Page 74). In addition, in 2021, when innovative products and collaborations in sustainable finance gained importance, TSKB improved its ESG risk rating and maintained its first rank in Türkiye by adding new steps such as Syndicated Loan Indexed to Sustainability Criteria, Sustainable Bilateral Borrowing Agreements and the 3rd Sustainable Bond Issuance to its sustainable banking journey. As of September 2021, TSKB's ESG Risk Rating was 13.6, placing the Bank in the "low risk" category. As of the date of publication, TSKB ranked top among Turkish banks and 5th among 403 banks in the second percentile in the international banking group (Integrated Annual Report 2021, Page 87). As of the end of 2021, the ratio of ESG linked funds in our total funds reached 80%. The syndicated loan was indexed to 3 different sustainability criteria linked to Gender Equality, exit from coal financing and COVID-19 themes, and all targets set for 2021 were successfully achieved as of the end of the year. The key financial performance indicators and rates of the Bank are presented on page 45 of the Integrated Annual Report 2021.	Integrated Annual Report 2021 Page 47, 48, 53
1.2 Describe how your bank has aligned and/or is planning to align its strategy to be consistent with and contribute to society's goals, as expressed in the Sustainable Development Goals (SDGs), the Paris Climate Agreement, and relevant national and regional frameworks.	TSKB structures its activities in accordance with the Sustainable Development Goals (SDGs), Paris Agreement and national/regional frameworks and supports the sustainable and inclusive development of Türkiye. In this context, the developments and activities that that TSKB carried out in 2021 are as follows: - With the adoption of the Paris Agreement by the Parliament in October, Türkiye officially put the Paris Agreement into force and announced its goal of becoming net-zero in 2053. It is expected that the roadmap to be drawn for this goal and the "Nationally Determined Contribution (NDC)" to be updated will lead to major changes for decarbonization in the energy, waste, transportation, buildings and agriculture industries. This goal is expected to create opportunities for TSKB in climate finance and advisory services. Türkiye published the Green Deal Action Plan in 2021. The Ministry of Environment and Urbanization was renamed as the Ministry of Environment, Urbanization and Climate Change and the Department of Climate Change and Adaptation was established. Paris Agreement was approved by Presidential decree and the goal of net zero emission was announced for 2053. Important developments are expected in the upcoming period regarding the draft Climate Law and the draft Regulation on Emissions Trading System set out in 2020. TSKB aims to ensure that the global funds to be provided in the upcoming period will be in accordance with the SDGs, Paris Agreement and Türkiye's economic program and development plan. In this context, TSKB participated actively in the 26th Conference of the Parties (COP 26) of the United Nations Framework Convention on Climate Change held in Glasgow in November. TSKB shared its experience, approaches and practices on climate change and finance with relevant parties at various events and platforms (such as EBRD, IDFC, Republic of Türkiye Pavilions) and closely followed the developments related to the Paris Agreement, climate finance and climate risk. Within the framework of the European Green Agreement, which aims to become a "climate neutral" continent by 2050, the European Commission has published the "Fit for 55" package, which consists of proposals that will affect many industries such as energy, transport, industry and agriculture in order to reduce greenhouse gas emissions by 55% by 2030. Since one of the most important regulations included in the proposal package "Carbon Border Adjustment Mechanism (CBAM)", which is expected to come into effect in 2026 and at the first stage will cover the electricity, cement, iron-steel, aluminum and fertilizer sectors may negatively affect Turkish companies exporting to the EU, the study titled "Green Transformation of Turkish Industrialists" was published by the Bank's European Green Deal and Circular Economy Working Group in September. ✓ TSKB joined the Climate Goal Acceleration Program carried out under the leadership of the UN Global Compact in order to achieve its targets with strategic and science-based action plans. ✓ TSKB exchanged information on the 1.5°C target with companies at different stages of the sustainability journey which want to proceed with their science-based emission reduction targets and become carbon-neutral with, and took part in the same program with the Turkish industrialists in order to understand their financial support needs. - The Bank has established the SDG mapping working group in order to measure and report the contribution of investment and working capital loans to the SDGs and has included the SDG Mapping project that was implemented in 2020 within the scope of this working group. In 2021, SDG 1, SDG 7, SDG 8, SDG 9, SDG 12 and SDG 13 stood out among the SDGs supported through loan activities.	Integrated Annual Report 2021 Page 46, 86

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Principle 2: Impact Analysis and Target Setting
We will continuously increase our positive impacts while reducing the negative impacts on, and managing the risks to, people and environment resulting from our activities, products and services. To this end, we will set and publish targets where we can have the most significant impacts.

Reporting and Self-Assessment Requirements	High-level summary of bank's response	Reference(s)/Link(s) to bank's full response/ relevant information
2.1 Impact Analysis: Show that your bank has identified the areas in which it has its most significant (potential) positive and negative impact through an impact analysis that fulfills the following elements: **a) Scope:** The bank's core business areas, products/services across the main geographies that the bank operates in have been as described under 1.1. have been considered in the scope of the analysis. **b) Scale of Exposure:** In identifying its areas of most significant impact the bank has considered where its core business/its major activities lie in terms of industries, technologies and geographies. **c) Context & Relevance:** Your bank has taken into account the most relevant challenges and priorities related to sustainable development in the countries/regions in which it operates. **d) Scale and intensity/salience of impact:** In identifying its areas of most significant impact, the bank has considered the scale and intensity/ salience of the (potential) social, economic and environmental impacts resulting from the bank's activities and provision of products and services. (your bank should have engaged with relevant stakeholders to help inform your analysis under elements c) and d).) Show that building on this analysis, the bank has • Identified and disclosed its areas of most significant (potential) positive and negative impact • Identified strategic business opportunities in relation to the increase of positive impacts/ reduction of negative impacts	TSKB gives special importance to the management of environmental impacts arising from its operational activities and to objectively identifying the potential risks and impacts that arise in the environmental and social evaluation of the projects it finances in line with sustainable and responsible banking principles and within the scope of the Sustainability Management System (SMS). In this context, the developments for 2021 are summarized as follows. **Operational Impact** TSKB commits to continue to supply its electricity needs from energy sources with 100% International Renewable Energy Certificate (I-REC), and aims to contribute to science-based targets on the net-zero path. By incorporating the ISO 45001 Occupational Health and Safety Management System and ISO 27001 Information Security into its structure in 2021, TSKB has successfully completed the ISO 14001, ISO 14064, ISO 27001 and ISO 45001 audits of the Bank with the efforts in 2021. **Environmental and Social Risk Assessment Model (ERET)** Since 2007, ERET (Environmental and Social Risk Evaluation Tool) Model has been applied to all investment projects on which TSKB focused. It has also been applied to working capital loans as of 2021. The high risk projects evaluated in 2021 consisted of investments in solar plants, fertilizer and the iron & steel industry. Environmental and social risk assessment was carried out for these investments and Environmental and Social Action Plans were established for effective risk management. Investments with moderate-sensitive risk included biogas energy, biomass energy, solar energy and wind energy projects. Environmental and Social Action Plans have been drawn up for these investment and their implementation is followed up. **Portfolio Impact Analysis Tool for Banks** TSKB continues to expand its activities and to develop the impact analysis approach in order to identify and evaluate the positive and negative impacts of its financing activities in all its aspects. In this context, under the UNEP FI Principles for Responsible Banking, of which TSKB is a founding signatory, the "Portfolio Impact Analysis Tool for Banks", developed jointly by UNEP FI and the Positive Impact Initiative, was applied to the loan portfolio (corporate loans and project finance) under Corporate Banking activities as of the end of 2020 for the first time. As a result of this study carried out in 2020, the Bank's cartography was prepared according to the International Standard Industrial Classification sector codes, and in accordance with the sectoral breakdown in the Bank's loan portfolio, the areas where the Bank had a positive impact were determined as "Climate" as well as "Economic Convergence and Employment", and the area where it had a negative impact as "Resource Efficiency/Security". Considering the Bank's mission and Türkiye's needs identified in the Portfolio Impact Analysis Tool, the "Economic Convergence" and "Resource Efficiency/Security" areas were chosen as the important areas to be studied within the scope of the reporting. As of the end of 2021, the analysis study in question was carried out again with the Portfolio Impact Analysis Tool and it was observed that the results were compatible with the 2020 analysis and in this context, our medium- and long-term goals set in 2020 were maintained. As of the end of 2021, TSKB's sectoral loan distribution includes electricity generation from renewable energy (36%), other financial services activities (13%), electricity and gas distribution (6%), transportation and storage (6%), human health and social service activities (4%), manufacture of basic metals (4%), accommodation and food service activities (3%), real estate activities (3%), manufacture of textile products (3%), and manufacture of food products (2%).	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Reporting and Self-Assessment Requirements	High-level summary of bank's response	Reference(s)/Link(s) to bank's full response/ relevant information
2.2 Target Setting Show that the bank has set and published a minimum of two Specific, Measurable (can be qualitative or quantitative), Achievable, Relevant and Time-bound (SMART) targets, which address at least two of the identified "areas of most significant impact", resulting from the bank's activities and provision of products and services. Show that these targets are linked to and drive alignment with and greater contribution to appropriate Sustainable Development Goals, the goals of the Paris Agreement, and other relevant international, national or regional frameworks. The bank should have identified a baseline (assessed against a particular year) and have set targets against this baseline. Show that the bank has analysed and acknowledged significant (potential) negative impacts of the set targets on other dimensions of the SDG/climate change/society's goals and that it has set out relevant actions to mitigate those as far as feasible to maximize the net positive impact of the set targets.	With the Portfolio Impact Analysis Tool used for the 2020 UNEP FI Responsible Banking Principles Report, the important impact areas where the Bank can increase its positive effects and reduce its negative effects were determined as "Climate", "Economic Convergence", "Employment" and "Resource Efficiency and Security." Considering the Bank's mission and Türkiye's needs identified in the Portfolio Impact Analysis Tool, Economic Convergence and Resource Efficiency/Security areas were selected as important areas to be studied within the scope of the reporting, and thus the following SMART targets and commitments were determined by the Bank. - TSKB aims to provide SDG-linked financing of minimum USD 8 billion by 2030. As an intermediate goal, TSKB aims to provide SDG-linked financing of USD 3.5 billion and more by the end of 2025. **Related impact areas: Economic Convergence and Resource Efficiency/Security** - TSKB aims to keep the ratio of SDG-linked loans in the total portfolio at 90% and above from 2021 to 2025. **Related impact areas: Economic Convergence and Resource Efficiency/Security** In line with SDG 8 - Decent Work and Economic Growth, TSKB aims to provide USD 150 million in financing in 2021 in order to contribute to improvement of the resilience of companies adversely affected by the Covid-19 pandemic, to meet their liquidity needs and to support the sustainability of operations. **Related impact areas: Economic Convergence** - In line with of SDG 5 - Gender Equality and SDG 8 - Decent Work and Economic Growth, TSKB aims to provide USD 200 million financing in 2021 to support women's employment and the economy in developing regions. **Related impact areas: Economic Convergence**	Integrated Annual Report 2021 Page 76, 103
2.3 Plans for Target Implementation and Monitoring Show that your bank has defined actions and milestones to meet the set targets. Show that your bank has put in place the means to measure and monitor progress against the set targets. Definitions of key performance indicators, any changes in these definitions, and any rebasing of baselines should be transparent.	As detailed in article 5.3 of this report, the implementation of the UNEP FI Principles for Responsible Banking is undertaken by the Collaborations with International Initiatives and Indexes Working Group among the working groups under the Sustainability Management Committee, and the Bank's Sustainability Reporting Working Group and other relevant working groups collaborate for the annual reporting. The results of the impact analysis shared in the first UNEP FI Principles for Responsible Banking Report published in 2020, and the goals set were followed up by the relevant teams under the coordination of the Collaborations with International Initiatives and Indexes Working Group. The realizations of the key performance indicators determined for the measurement and monitoring of the goals were calculated by the SDG Mapping of Loans Working Group. On the other hand, as mentioned above, the Portfolio Impact Analysis Tool has been re-applied to the loan portfolio under corporate banking as of the end of 2021, and the validity of the resulting impact areas has been confirmed. The goals set here are also supported by other goals and commitments set for future capital items in the Integrated Annual Report and the Climate Risk Report and included in the 2021 Integrated Annual Report.	Integrated Annual Report 2021 Page 30-32

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Reporting and Self-Assessment Requirements	High-level summary of bank's response	Reference(s)/Link(s) to bank's full response/ relevant information
2.4 Progress on Implementing Targets For each target separately: Show that your bank has implemented the actions it had previously defined to meet the set target. Or explain why actions could not be implemented/needed to be changed and how your bank is adapting its plan to meet its set target. Report on your bank's progress over the last 12 months (up to 18 months in your first reporting after becoming a signatory) towards achieving each of the set targets and the impact your progress resulted in. (where feasible and appropriate, banks should include quantitative disclosures)	The realizations of these goals are as follows: - TSKB aims to provide SDG-linked financing of minimum USD 8 billion by 2030. As an intermediate goal, TSKB aims to provide SDG-linked financing of USD 3.5 billion and more by the end of 2025. Realization in 2021: SDG-linked financing amounting to USD 1.1 billion has been provided. - TSKB aims to keep the ratio of SDG-linked loans in the total portfolio at 90% and above from 2021 to 2025. Realization in 2021: Rate of SDG-linked loans in total portfolio was 89%. In line with SDG 8 - Decent Work and Economic Growth, TSKB aims to provide USD 150 million in financing in 2021 in order to contribute to improvement of the resilience of companies adversely affected by the Covid-19 pandemic, to meet their liquidity needs and to support the sustainability of operations. Realization in 2021: USD 155 million was provided in financing for this theme. - In line with of SDG 5 - Gender Equality and SDG 8 - Decent Work and Economic Growth, TSKB aims to provide USD 200 million in financing in 2021 to support women's employment and the economy in developing regions. Realization in 2021: USD 223 million was provided in financing for this theme.	Integrated Annual Report 2021 Page 76, 103
Principle 3: Clients and Customers We will work responsibly with our clients and our customers to encourage sustainable practices and enable economic activities that create shared prosperity for current and future generations.		
3.1 Provide an overview of the policies and practices your bank has in place and/ or is planning to put in place to promote responsible relationships with its customers. This should include high-level information on any programmes and actions implemented (and/ or planned), their scale and, where possible, the results thereof.	TSKB considers relations with its customers as essential for the ability and success of creating long-term value for Türkiye's economic, environmental and social development, it works hard to encourage its customers to adopt sustainable and responsible practices and uses its knowledge of sustainable banking to implement innovative products. On the other hand, TSKB maintains high standards of behavior in order to be the first and preferred business partner of its customers and continues to constantly improve the Bank's governance culture and accountability mechanisms to ensure its customers' absolute satisfaction. TSKB meticulously considers stakeholder priorities and expectations in the process of determining its focus areas, and conducts large-scale Stakeholder Analysis studies at regular intervals in order to align its strategy and priorities with the views of its stakeholders, and to share transparent information on stakeholder priorities in its reporting, by contacting all stakeholder groups, including customers, within the scope of its business cycle. This approach turns into a strategy that enables the Bank to offer products and services in line with the customer expectations and dynamics of the market in which it operates. In parallel with its mission of supporting Türkiye's sustainable and inclusive development, TSKB implements various awareness, development, education, culture and arts projects on climate change, low carbon economy, women's participation in production and equal opportunity. TSKB makes a tangible contribution to increasing good practices in the business world, touching more people's lives, and developing a productive ecosystem that protects the environment.	Integrated Annual Report 2021 Page 24-29

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Reporting and Self-Assessment Requirements	High-level summary of bank's response	Reference(s)/Link(s) to bank's full response/ relevant information
3.2 Describe how your bank has worked with and/or is planning to work with its clients and customers to encourage sustainable practices and enable sustainable economic activities. This should include information on actions planned/implemented, products and services developed, and, where possible, the impacts achieved.	TSKB supports its customers in all matters they need, with appropriate and diverse financing resources, and high-quality investment banking and advisory services, and helps its customers transition to more sustainable practices and business models. TSKB diversifies and develops innovative products, initiatives and information sharing channels for environmental and social development for its customers, within the scope of its sustainable and responsible banking approach. In this framework, in 2021, TSKB continued its activities on corporate banking, investment banking and advisory services; implementing the following innovative tools and ESG products, conducting theme studies and implementing innovative projects. - TSKB established the Innovative ESG Products - Investment Banking Working Group in 2021 to develop sustainable labeled products on behalf of our customers, to follow the best practices in the world and carry out similar practices at our Bank. In 2021, the Bank issued its first SDG-linked lease certificate in line with its green transformation efforts in capital markets. - Developments in the EU Green Deal are closely followed, and the green and inclusive transformation of stakeholders is supported through three business lines. In the upcoming period, TSKB aims to provide direct and indirect support to companies in the transition to the EU Green Deal. - TSKB has launched an afforestation project on behalf of its customers whom it provides loans for their sustainable investments within the scope of its lending activities aimed at providing direct support to SDGs. With the social enterprise Ecording, the Bank supported the aerial seeding in areas determined by the Ministry of Forestry. - In line with its vision of supporting inclusive development, TSKB has contiued to take responsibility for increasing women's employment in Türkiye as well as for extending equal opportunity practices in business life. In addition to its lending activities, TSKB has continued its impact in the corporate field with social responsibility projects such as "Equal Steps", Empowerment-through-Education Scholarship Fund and "Young Women Musicians Education Support Fund" in 2021. - Within the scope of the COVID-19 loan agreement signed with the AIIB in 2020, TSKB has successfully achieved the financing target of USD 150 million in 2021 in order to support the working capital and liquidity needs of companies adversely affected by the pandemic. - It is expected that the European Green Deal will have significant effects on Türkiye, which has strong commercial relations with the EU. In this context, 4 different reports on the themes of "Water, Food Safety, Soil and Biodiversity" related to the "Climate Review" series were published in 2021 by the Green Swans Platform established in 2020. - TSKB aims to conduct a gender bias analysis in the financial sector and organize trainings in this context within the scope of the World Bank's Inclusive Access to Finance (IncA2F) Project.	Integrated Annual Report 2021 Page 30-32, 89-94, 102-107

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Reporting and Self-Assessment Requirements	High-level summary of bank's response	Reference(s)/Link(s) to bank's full response/ relevant information
Principle 4: Stakeholders We will proactively and responsibly consult, engage and partner with relevant stakeholders to achieve society's goals		
4.1 Describe which stakeholders (or groups/ types of stakeholders) your bank has consulted, engaged, collaborated or partnered with for the purpose of implementing these Principles and improving your bank's impacts. This should include a high-level overview of how your bank has identified relevant stakeholders and what issues were addressed/results achieved.	In order to comply with the UNEP FI Principles for Responsible Banking and to improve their impacts, the Bank took the following actions and continued to develop cooperation with its relevant stakeholders in 2021. - Focusing on theme development activities, 3 Sub-Theme Working Groups have been established; Circular Economy, European Green Deal, and Sustainable Agriculture. In addition, Climate Change Adaptation and Youth Employment groups were established with the contributions of different units. Efforts of theme groups were communicated with external stakeholders in Theme Reports. - The publications of TSKB Economic Research continued to attach special importance to the discussions on the climate crisis and the European Green Deal in 2021. TSKB Economic Research analyzes Green Deal discussions with its publications, "The European Version of the Green Deal: A Step to Shaping the Climate Agenda" and "#FitFor55: The EU's Climate Roadmap Gets Clarified." TSKB Economic Research also shared its evaluation on the post-pandemic structure in its report, "Sailing to a Greener World After the Pandemic", in which it synthesized the development perspective from a macro perspective. The report titled with "Leapfrogging Ahead: The Role of Development Banks in Structural Transformation" created from a medium term perspective in order to share the role that development banks can play in the structural transformation needed by countries with the international development finance institutions and national policy makers. - In the report titled "Energy Outlook 2021" prepared by the TSKB Energy Working Group and published in November, the prominent trends in the energy market were evaluated with a detailed analysis. In 2021, Working Group also published the following studies: "Off-Shore Wind Power Plants Fact Sheet", "Demand Side Management Fact Sheet", "Hydrogen Energy Fact Sheet", "Electric Vehicles and Storage Technologies Fact Sheet" and "Water and Energy Fact Sheet." As a signatory to the Business World Plastics Initiative commitments, TSKB published its plastic reduction targets. - TSKB continued its efforts on Gender Equality, Biodiversity, SDG Mapping and similar issues at the IDFC Club, to which it has been an active member since 2011, and its duty as the IDFC Climate Facility coordinator in 2021. TSKB took part in the coordination of the consultancy work carried out by the Frankfurt School of Finance and Management within the business plan of the IDFC Gender Equality Working Group, which it chaired. As a result of this study, a common roadmap covering all members of the IDFC was prepared, an analysis was also made in TSKB, and forward-looking action plans were presented. In addition, TSKB held a panel themed "The Relationship between Gender Equality and Climate in the Perspective of Development Banking", in cooperation with AFD and BICE, at the COP26 IDFC Pavilion. In addition to previous statements, TSKB announced its support for the "Social Investment Statement" in the Finance in Common Summit 2 in 2021. - TSKB positions the fight against climate change and adaptation among its strategic focuses. As a supporter of climate-themed outsourcing to Türkiye, TSKB meticulously monitors the issue of financing the fight against climate change and adaptation, and also supports the climate legislation and infrastructure development efforts by Türkiye. Having published the Fight Against Climate Change and Adaptation Policy in 2021, it works in cooperation with its stakeholders on the management of risks arising from climate change. In this context, in 2020, TSKB became the only bank from Türkiye to participate in the UNEP-FI Task Force on Climate-Related Financial Disclosures (TCFD) Phase 2 Banking Pilot Program, and in 2021, and participated in the Phase 3 program, which is a continuation of these studies, and the studies are still continuing. At the same time, in 2021, TSKB continued to serve as the Chairperson of the Banks Association of Türkiye Sustainability Working Group, which was established in 2020. The Bank coordinated the efforts to update the "Sustainability Guide for the Banking Sector", which was published in 2014 and includes good practices of the contribution of the banking and financial sector to sustainable development. The updated guide was published in March 2021. As part of cooperation and experience sharing with all stakeholders, Banks Association of Türkiye organized video conferences on "Possible Impacts of Risks and Opportunities Arising from Climate Change on the Banking Sector" and "European Union Green Deal" in 2021. TSKB took part in the conferences where both regulatory authorities, academicians and esteemed speakers from abroad were brought together.	Integrated Annual Report 2021 Page 33, 91-95, 103
Principle 5: Governance and Culture We will implement our commitment to these Principles through effective governance and a culture of responsible banking		
5.1 Describe the relevant governance structures, policies and procedures your bank has in place/is planning to put in place to manage significant positive and negative (potential) impacts and support effective implementation of the Principles.	In 2021, TSKB has structured the Sustainability Management System (SMS) to cover all its business processes. For more inclusive and effective results, the Bank has made a structural change in the management of the Sustainability Committee in 2021, and a Sustainability Coordination Officer position has been created in the organizational structure. Four main Working Groups have been established in line with the Bank's 4 focal points under the sustainability theme. These main groups and their focal points are: Strategy, Corporate Governance, Environment and Climate, Social Impact and Inclusiveness. These main groups, on the other hand, involve 11 sub-working groups. The aim of this structural change is to plan and manage the Bank's core strategies and targets, as well as the Committee's work and objectives, in a more inclusive, effective and synchronized manner. In 2021, the Sustainability Committee convened 3 times. The heads of the Working Groups are selected from various department managers and group managers, and the Working Groups are managed in a dynamic manner. As of the end of 2021, 74 people from TSKB and its subsidiaries took part in committees and working groups. This represents 20% of the banking staff. In 2021, TSKB Sustainability Strategy 2023 and TSKB Climate Change Mitigation and Adaptation Policy as a compementary policy of the TSKB Sustainability Policy were also published.	Integrated Annual Report 2021 Page 30-32 Combating Climate Change and Compliance Policy

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Reporting and Self-Assessment Requirements	High-level summary of bank's response	Reference(s)/Link(s) to bank's full response/ relevant information
5.2 Describe the initiatives and measures your bank has implemented or is planning to implement to foster a culture of responsible banking among its employees. This should include a high-level overview of capacity building, inclusion in remuneration structures and performance management and leadership communication, amongst others.	Established under the updated SMS for 2021, the Sustainability Management System Working Group was established to monitor and assess the Bank's internal environmental impacts and occupational health and safety performances. Trainings were provided for the Bank and related subcontractors to increase OHS and sustainability awareness. In this framework, an integrated program was designed to develop a responsible banking culture and deepen the awareness of sustainability among TSKB employees, and in the second half of the year, the Bank started to work on transforming the training contents designed under the guidance of Escarus into an online education module with the contribution of different departments within the bank. The first online training programs on the topics of "Introduction to Sustainability" and "Corporate Sustainability" were published. The program will continue to be developed under the title"What is ESG?". The new content is aimed to be published in 2022. TSKB continued to carry out various training and development activities in order to improve the technical and professional knowledge of its employees as well as their personal skills. In 2021, an average of 51.5 hours of training was provided per head. The Bank prioritized the development of competencies and management skills in its training activities, which it started in 2020 and continued in 2021 with the motto of "Partner the Future."	Integrated Annual Report 2021 Page 67-72
5.3 Governance Structure for Implementation of the Principles Show that your bank has a governance structure in place for the implementation of the PRB, including: a) target-setting and actions to achieve targets set b) remedial action in the event of targets or milestones not being achieved or unexpected negative impacts being detected.	The Sustainability Management Structure of the Bank, detailed above, supports the implementation of the Principles. The implementation of the UNEP FI Principles for Responsible Banking, of which the Bank was a founding signatory in 2019, is carried out by the Bank's Collaborations with International Initiatives and Indexes Working Group and Indices Working Group with the support of other relevant working groups, the coordination of the annual reporting being done by the Sustainability Reporting Working Group in particular. In the same way, the monitoring of the goals determined in relation to the areas analyzed within the scope of the principles is carried out under the responsibility of these working groups and coordination is provided both inside and outside the Bank. Compliance with the UNEP FI Principles for Responsible Banking is supported by the decisions taken by the Bank, policies, goals and business associations and memberships. In the event that set goals are not achieved or unexpected negative effects are detected, Collaborations with International Initiatives and Indexes Working Group will make a comprehensive assessment in synergy with the relevant working groups, and inform the members of the Sustainability Committee and the Sustainability Management Committee in the light of the findings, and will carry out efforts to determine and put into practice the issues to be managed and the corrective action plans to be taken.	Integrated Annual Report 2021 Page 30-33
Principle 6: Transparency and Accountability We will periodically review our individual and collective implementation of these Principles and be transparent about and accountable for our positive and negative impacts and our contribution to society's goals.		
6.1 Progress on Implementing the Principles for Responsible Banking Show that your bank has progressed on implementing the six Principles over the last 12 months (up to 18 months in your first reporting after becoming a signatory) in addition to the setting and implementation of targets in minimum two areas (see 2.1- 2.4). Show that your bank has considered existing and emerging international/regional good practices relevant for the implementation of the six Principles for Responsible Banking. Based on this, it has defined priorities and ambitions to align with good practice. Show that your bank has implemented/ is working on implementing changes in existing practices to reflect and be in line with existing and emerging international/regional good practices and has made progress on its implementation of these Principles.	TSKB closely monitors developments, good practices and reporting trends concerning the international standards, and makes improvements in its reporting by taking into account the stakeholder feedback. TSKB prepared the 2021 Integrated Annual Report based on the feedback received annually under the Reporting Matters project as well as the comments of nearly 10 important international stakeholders about the report this year. In accordance with the TCFD recommendations published in May, TSKB has signed a first in the financial sector with its Climate Risk Report. With this report, the Bank has announced its climate risk strategy, governance, risks and opportunities that has been identified and analyzed, its main performance indicators, long-term goals and roadmap to its stakeholders in a comprehensive manner. Important issues and key performance indicators in the aforementioned report have been included in the 2021 EFR. The Sustainability Management System Working Group evaluated the Bank's Scope 1 emission sources in 2021 and determined its emission reduction potential. Consequently, long-term Scope 1 and Scope 2 emission reduction targets were set in line with the Science Based Targets published for the finance industry and communicated in the Climate Risk Report. On the other hand, for Scope 3 indirect emissions, greenhouse gas emissions originating from financing were included in the inventory as part of the transition to the ISO 14064-1:2018 standard in 2021. Accordingly, coal and natural gas fired thermal power plants, iron-steel and cement projects from the carbon-intensive industries that make up 7.5% of the portfolio were taken into account. In addition to the Integrated Annual Report and Climate Risk Report, the other sustainability reports, especially the CDP report, were coordinated. While noting that the global sector rating is B, it is observed that the ratings of most banks operating in Türkiye and reporting CDP have decreased, and it has been confirmed that TSKB is on the way to achieving its high targets in the field of sustainable development by maintaining its success line with rating B in 2021. The UNEP FI Principles for Responsible Banking Report, the first of which was made in 2020, was conducted for the second time this year, and the progress made towards the implementation of the targets set as a result of the impact analysis study carried out in 2021 was published with this report.	Integrated Annual Report 2021 Page 73-87 CDP Report Climate Risk Report