

# TÜRKİYE HALK BANKASI AŞ

## BALANCE SHEET AS OF 30 JUNE 2010

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

### I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

ASSETS	Note	Reviewed			Audited		
		Current period			Prior period		
		TRY	FC	Total	TRY	FC	Total
		30 June 2010			31 December 2009		
<b>I. CASH AND BALANCES WITH THE CENTRAL BANK</b>	(1)	<b>1.940.189</b>	<b>1.472.103</b>	<b>3.412.292</b>	<b>2.116.670</b>	<b>1.299.045</b>	<b>3.415.715</b>
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS (Net)</b>	(2)	<b>34.496</b>	<b>47.878</b>	<b>82.374</b>	<b>26.900</b>	<b>28.959</b>	<b>55.859</b>
2.1 Trading financial assets		34.496	47.878	82.374	26.900	28.959	55.859
2.1.1 Public sector debt securities		32.665	8.893	41.558	25.216	8.337	33.553
2.1.2 Share certificates		-	-	-	-	-	-
2.1.3 Financial assets held for trading		-	38.892	38.892	-	20.528	20.528
2.1.4 Other marketable securities		1.831	93	1.924	1.684	94	1.778
2.2 Financial assets at fair value through profit and loss		-	-	-	-	-	-
2.2.1 Public sector debt securities		-	-	-	-	-	-
2.2.2 Share certificates		-	-	-	-	-	-
2.2.3 Loans		-	-	-	-	-	-
2.2.4 Other marketable securities		-	-	-	-	-	-
<b>III. BANKS</b>	(3)	<b>34.808</b>	<b>2.065.007</b>	<b>2.099.815</b>	<b>84.984</b>	<b>1.051.046</b>	<b>1.136.030</b>
<b>IV. MONEY MARKET PLACEMENTS</b>		-	-	-	-	-	-
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange Money Market placements		-	-	-	-	-	-
4.3 Receivables from reverse repurchase agreements		-	-	-	-	-	-
<b>V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)</b>	(4)	<b>4.352.223</b>	<b>1.428.558</b>	<b>5.780.781</b>	<b>3.431.583</b>	<b>1.328.473</b>	<b>4.760.056</b>
5.1 Share certificates		4.272	6.531	10.803	4.272	7.214	11.486
5.2 Public sector debt securities		4.347.951	1.422.027	5.769.978	3.427.311	1.321.259	4.748.570
5.3 Other marketable securities		-	-	-	-	-	-
<b>VI. LOANS AND RECEIVABLES</b>	(5)	<b>27.440.693</b>	<b>10.817.370</b>	<b>38.258.063</b>	<b>23.576.324</b>	<b>8.881.747</b>	<b>32.458.071</b>
6.1 Loans and receivables		27.150.732	10.817.370	37.968.102	23.266.840	8.881.747	32.148.587
6.1.1 Loans extended to risk group of the bank		10.327	41.732	52.059	921	57.690	58.611
6.1.2 Public sector debt securities		-	-	-	-	-	-
6.1.3 Other		27.140.405	10.775.638	37.916.043	23.265.919	8.824.057	32.089.976
6.2 Loans under follow-up		1.703.921	-	1.703.921	1.667.912	-	1.667.912
6.3 Specific provisions (-)		1.413.960	-	1.413.960	1.358.428	-	1.358.428
<b>VII. FACTORING RECEIVABLES</b>		-	-	-	-	-	-
<b>VIII. HELD TO MATURITY INVESTMENTS (Net)</b>	(6)	<b>13.908.918</b>	<b>1.998.057</b>	<b>15.906.975</b>	<b>13.921.344</b>	<b>2.635.458</b>	<b>16.556.802</b>
8.1 Public sector debt securities		13.908.918	1.998.057	15.906.975	13.921.344	2.635.458	16.556.802
8.2 Other marketable securities		-	-	-	-	-	-
<b>IX. INVESTMENTS IN ASSOCIATES (Net)</b>	(7)	<b>55.004</b>	<b>191.052</b>	<b>246.056</b>	<b>48.743</b>	<b>191.052</b>	<b>239.795</b>
9.1 Accounted with equity method		-	191.052	191.052	-	191.052	191.052
9.2 Unconsolidated associates		55.004	-	55.004	48.743	-	48.743
9.2.1 Financial investments		53.952	-	53.952	47.691	-	47.691
9.2.2 Non-financial investments		1.052	-	1.052	1.052	-	1.052
<b>X. INVESTMENTS IN SUBSIDIARIES (Net)</b>	(8)	<b>89.128</b>	-	<b>89.128</b>	<b>81.133</b>	-	<b>81.133</b>
10.1 Unconsolidated financial subsidiaries		89.128	-	89.128	81.133	-	81.133
10.2 Unconsolidated non-financial subsidiaries		-	-	-	-	-	-
<b>XI. JOINT VENTURES (Net)</b>	(9)	-	-	-	-	-	-
11.1 Accounted with equity method		-	-	-	-	-	-
11.2 Unconsolidated joint ventures		-	-	-	-	-	-
11.2.1 Financial joint ventures		-	-	-	-	-	-
11.2.2 Non-financial joint ventures		-	-	-	-	-	-
<b>XII. FINANCE LEASE RECEIVABLES (Net)</b>	(10)	-	-	-	-	-	-
12.1 Finance lease receivables		-	-	-	-	-	-
12.2 Operating lease receivables		-	-	-	-	-	-
12.3 Other		-	-	-	-	-	-
12.4 Unearned income (-)		-	-	-	-	-	-
<b>XIII. DERIVATIVE FINANCIAL ASSETS FOR HEDGING PURPOSES</b>	(11)	-	-	-	-	-	-
13.1 Fair value risk hedging		-	-	-	-	-	-
13.2 Cash flow risk hedging		-	-	-	-	-	-
13.3 Net abroad investment risk hedging		-	-	-	-	-	-
<b>XIV. TANGIBLE ASSETS (Net)</b>	(12)	<b>1.171.121</b>	<b>50</b>	<b>1.171.171</b>	<b>1.138.918</b>	<b>44</b>	<b>1.138.962</b>
<b>XV. INTANGIBLE ASSETS (Net)</b>	(13)	<b>13.115</b>	-	<b>13.115</b>	<b>10.959</b>	-	<b>10.959</b>
15.1 Goodwill		-	-	-	-	-	-
15.2 Other		13.115	-	13.115	10.959	-	10.959
<b>XVI. INVESTMENT PROPERTIES (Net)</b>	(14)	-	-	-	-	-	-
<b>XVII. TAX ASSET</b>	(15)	<b>174.045</b>	-	<b>174.045</b>	<b>207.189</b>	-	<b>207.189</b>
17.1 Current assets for tax		-	-	-	-	-	-
17.2 Deferred assets for tax		174.045	-	174.045	207.189	-	207.189
<b>XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)</b>	(16)	<b>95.248</b>	-	<b>95.248</b>	<b>84.091</b>	-	<b>84.091</b>
18.1 Held for sale purpose		95.248	-	95.248	84.091	-	84.091
18.2 Held from discontinued operations		-	-	-	-	-	-
<b>XIX. OTHER ASSETS</b>	(17)	<b>717.165</b>	<b>34.117</b>	<b>751.282</b>	<b>440.507</b>	<b>64.917</b>	<b>505.424</b>
<b>TOTAL ASSETS</b>		<b>50.026.153</b>	<b>18.054.192</b>	<b>68.080.345</b>	<b>45.169.345</b>	<b>15.480.741</b>	<b>60.650.086</b>

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

# TÜRKİYE HALK BANKASI AŞ

## BALANCE SHEET AS OF 30 JUNE 2010

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

### I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

LIABILITIES AND EQUITY	Note	Reviewed			Audited		
		Current period			Prior period		
		30 June 2010			31 December 2009		
		TRY	FC	Total	TRY	FC	Total
<b>I. DEPOSITS</b>	(1)	<b>35,547.342</b>	<b>15,693.997</b>	<b>51,241.339</b>	<b>29,429.137</b>	<b>14,520.566</b>	<b>43,949.703</b>
1.1 Deposits Held by the Risk Group of the Bank		154.842	11.339	166.181	100.532	15.053	115.585
1.2 Other		35,392.500	15,682.658	51,075.158	29,328.605	14,505.513	43,834.118
<b>II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING</b>	(2)	<b>7</b>	<b>50.414</b>	<b>50.421</b>	<b>-</b>	<b>88.956</b>	<b>88.956</b>
<b>III. BORROWING FUNDING LOANS</b>	(3)	<b>204.667</b>	<b>2,141.287</b>	<b>2,345.954</b>	<b>201.722</b>	<b>1,829.795</b>	<b>2,031.517</b>
<b>IV. MONEY MARKET BALANCES</b>		<b>3,517.241</b>	<b>898.901</b>	<b>4,416.142</b>	<b>5,213.752</b>	<b>547.976</b>	<b>5,761.728</b>
4.1 Interbank money market takings		-	-	-	-	-	-
4.2 Istanbul Stock Exchange Takasbank takings		-	-	-	-	-	-
4.3 Funds from repurchase agreements		3,517.241	898.901	4,416.142	5,213.752	547.976	5,761.728
<b>V. MARKETABLE SECURITIES ISSUED (Net)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
5.1 Treasury bills		-	-	-	-	-	-
5.2 Asset-backed securities		-	-	-	-	-	-
5.3 Bonds		-	-	-	-	-	-
<b>VI. FUNDS</b>	(4)	<b>1,336.322</b>	<b>-</b>	<b>1,336.322</b>	<b>1,315.802</b>	<b>-</b>	<b>1,315.802</b>
6.1 Borrower Funds		224.985	-	224.985	204.776	-	204.776
6.2 Other		1,111.337	-	1,111.337	1,111.026	-	1,111.026
<b>VII. SUNDRY CREDITORS</b>		<b>625.640</b>	<b>12.642</b>	<b>638.282</b>	<b>518.912</b>	<b>16.363</b>	<b>535.275</b>
<b>VIII. OTHER LIABILITIES</b>	(5)	<b>501.212</b>	<b>130.330</b>	<b>631.542</b>	<b>163.850</b>	<b>95.988</b>	<b>259.838</b>
<b>IX. FACTORING PAYABLES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>X. FINANCE LEASE PAYABLES</b>	(6)	<b>353</b>	<b>1</b>	<b>354</b>	<b>137</b>	<b>2</b>	<b>139</b>
10.1 Finance lease payables		513	1	514	194	2	196
10.2 Operating lease payables		-	-	-	-	-	-
10.3 Other		-	-	-	-	-	-
10.4 Deferred finance lease expenses (-)		160	-	160	57	-	57
<b>XI. DERIVATIVE FINANCIAL LIABILITIES FOR HEDGING</b>	(7)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
11.1 Fair value risk hedging		-	-	-	-	-	-
11.2 Cash flow risk hedging		-	-	-	-	-	-
11.3 Net abroad investment risk hedging		-	-	-	-	-	-
<b>XII. PROVISIONS</b>	(8)	<b>795.392</b>	<b>16.034</b>	<b>811.426</b>	<b>715.450</b>	<b>15.499</b>	<b>730.949</b>
12.1 General loan provisions		343.118	-	343.118	275.695	-	275.695
12.2 Restructuring provisions		-	-	-	-	-	-
12.3 Employee benefits provisions		250.248	-	250.248	242.845	-	242.845
12.4 Insurance technical reserves (Net)		-	-	-	-	-	-
12.5 Other provisions		202.026	16.034	218.060	196.910	15.499	212.409
<b>XIII. TAX LIABILITY</b>	(9)	<b>176.578</b>	<b>1</b>	<b>176.579</b>	<b>216.631</b>	<b>1</b>	<b>216.632</b>
13.1 Current tax liability		176.578	1	176.579	216.631	1	216.632
13.2 Deferred tax liability		-	-	-	-	-	-
<b>XIV. LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)</b>	(10)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
14.1 Held for sale purpose		-	-	-	-	-	-
14.2 Held from discontinued operations		-	-	-	-	-	-
<b>XV. SUBORDINATED CAPITAL</b>	(11)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XVI. SHAREHOLDERS' EQUITY</b>	(12)	<b>6,373.409</b>	<b>58.575</b>	<b>6,431.984</b>	<b>5,713.842</b>	<b>45.705</b>	<b>5,759.547</b>
16.1 Paid-in capital		1,250.000	-	1,250.000	1,250.000	-	1,250.000
16.2 Capital Reserves		1,244.334	58.575	1,302.909	1,264.161	45.705	1,309.866
16.2.1 Share Premium		-	-	-	-	-	-
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Marketable securities revaluation fund		39.165	58.575	97.740	74.177	45.705	119.882
16.2.4 Tangible assets revaluation reserves		-	-	-	-	-	-
16.2.5 Intangible assets revaluation reserves		-	-	-	-	-	-
16.2.6 Revaluation reserves of real estates for investment purpose		-	-	-	-	-	-
16.2.7 Non-paid-up shares of subsidiaries, associates and joint ventures		61	-	61	61	-	61
16.2.8 Hedging Funds (effective portion)		(15.343)	-	(15.343)	(30.528)	-	(30.528)
16.2.9 Value Increase on Assets Held for Sale		-	-	-	-	-	-
16.2.10 Other capital reserves		1,220.451	-	1,220.451	1,220.451	-	1,220.451
16.3 Profit reserves		2,843.860	-	2,843.860	1,568.590	-	1,568.590
16.3.1 Legal reserves		610.282	-	610.282	507.495	-	507.495
16.3.2 Statutory reserves		-	-	-	-	-	-
16.3.3 Extraordinary reserves		2,186.397	-	2,186.397	1,013.914	-	1,013.914
16.3.4 Other profit reserves		47.181	-	47.181	47.181	-	47.181
16.4 Profit/Loss		1,035.215	-	1,035.215	1,631.091	-	1,631.091
16.4.1 Prior years income/loss		-	-	-	-	-	-
16.4.2 Period profit/loss		1,035.215	-	1,035.215	1,631.091	-	1,631.091
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>49,078.163</b>	<b>19,002.182</b>	<b>68,080.345</b>	<b>43,489.235</b>	<b>17,160.851</b>	<b>60,650.086</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**STATEMENT OF OFF- BALANCE SHEET CONTINGENCIES AND COMMITMENTS**  
**AS OF 30 JUNE 2010**

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

**II. STATEMENT OF OFF-BALANCE SHEET CONTINGENCIES AND COMMITMENTS**

		Reviewed			Audited		
		Current period			Prior period		
		30 June 2010			31 December 2009		
OFF BALANCE SHEET	Note	TRY	FC	Total	TRY	FC	Total
<b>A. COMMITMENTS AND CONTINGENCIES (I+II+III)</b>		<b>14.000.365</b>	<b>17.167.683</b>	<b>31.168.048</b>	<b>10.028.306</b>	<b>12.782.239</b>	<b>22.810.545</b>
<b>I. GUARANTEES AND SURETYSHIPS</b>	(1)	<b>4.490.670</b>	<b>6.528.235</b>	<b>11.018.905</b>	<b>3.722.965</b>	<b>5.591.977</b>	<b>9.314.942</b>
1.1 Letters of guarantee		4.427.681	3.293.985	7.721.666	3.680.889	3.094.424	6.775.313
1.1.1 Guarantees subject to public procurement law		363.935	2.559.424	2.923.359	353.921	2.375.248	2.729.169
1.1.2 Guarantees given for foreign trade operations		-	-	-	-	-	-
1.1.3 Other letters of guarantee		4.063.746	734.561	4.798.307	3.326.968	719.176	4.046.144
1.2 Bank loans		-	95.603	95.603	-	138.242	138.242
1.2.1 Import acceptances		-	61.146	61.146	-	74.508	74.508
1.2.2 Other bank acceptances		-	34.457	34.457	-	63.734	63.734
1.3 Letters of credit		-	3.021.198	3.021.198	-	2.243.228	2.243.228
1.3.1 Documentary letters of credit		-	3.021.198	3.021.198	-	2.243.228	2.243.228
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed prefinancings		-	-	-	-	-	-
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to Central Bank of Turkish Republic		-	-	-	-	-	-
1.5.2 Other Endorsements		-	-	-	-	-	-
1.6 Purchase guarantees on marketable security issuance		-	-	-	-	-	-
1.7 Factoring guarantees		-	-	-	-	-	-
1.8 Other guarantees		62.759	117.449	180.208	41.846	116.083	157.929
1.9 Other suretyships		230	-	230	230	-	230
<b>II. COMMITMENTS</b>	(1)	<b>8.442.529</b>	<b>2.899.287</b>	<b>11.341.816</b>	<b>4.988.824</b>	<b>828.762</b>	<b>5.817.586</b>
2.1 Irrevocable commitments		8.439.310	2.899.287	11.338.597	4.985.605	828.762	5.814.367
2.1.1 Forward asset purchase commitments		86.994	2.612.502	2.699.496	169.106	510.342	679.448
2.1.2 Forward deposit purchase and sale commitments		-	-	-	-	-	-
2.1.3 Capital commitments to subsidiaries and associates		2.250	-	2.250	2.250	-	2.250
2.1.4 Loan granting commitments		235.144	286.785	521.929	722.229	318.420	1.040.649
2.1.5 Securities underwriting commitments		-	-	-	-	-	-
2.1.6 Payment commitments for reserve deposits		-	-	-	-	-	-
2.1.7 Payment commitments for cheques		3.558.333	-	3.558.333	1.255.978	-	1.255.978
2.1.8 Tax and fund liabilities from export commitments		23.963	-	23.963	11.284	-	11.284
2.1.9 Commitments for credit card expenditure limits		3.744.838	-	3.744.838	2.793.507	-	2.793.507
2.1.10 Commitments for credit cards and banking services promotions.		32.353	-	32.353	27.446	-	27.446
2.1.11 Receivables from short sale commitments		-	-	-	-	-	-
2.1.12 Payables for short sale commitments		-	-	-	-	-	-
2.1.13 Other irrevocable commitments		755.435	-	755.435	3.805	-	3.805
2.2 Revocable commitments		3.219	-	3.219	3.219	-	3.219
2.2.1 Revocable loan granting commitments		-	-	-	-	-	-
2.2.2 Other revocable commitments		3.219	-	3.219	3.219	-	3.219
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>	(1)	<b>1.067.166</b>	<b>7.740.161</b>	<b>8.807.327</b>	<b>1.316.517</b>	<b>6.361.500</b>	<b>7.678.017</b>
3.1 Derivative financial instruments for hedging		-	-	-	-	-	-
3.1.1 Fair value risk hedging transactions		-	-	-	-	-	-
3.1.2 Cash flow risk hedging transactions		-	-	-	-	-	-
3.1.3 Net abroad investment risk hedging transactions		-	-	-	-	-	-
3.2 Transactions for trading		1.067.166	7.740.161	8.807.327	1.316.517	6.361.500	7.678.017
3.2.1 Forward foreign currency buy/sell transactions		275.689	558.722	834.411	22.859	523.002	545.861
3.2.1.1 Forward foreign currency transactions-buy		135.666	281.467	417.133	6.012	266.585	272.597
3.2.1.2 Forward foreign currency transactions-sell		140.023	277.255	417.278	16.847	256.417	273.264
3.2.2 Currency and interest rate swaps		564.485	6.377.177	6.941.662	1.095.588	5.318.678	6.414.266
3.2.2.1 Currency swap-buy		-	3.486.139	3.486.139	-	2.871.470	2.871.470
3.2.2.2 Currency swap-sell		564.485	2.891.038	3.455.523	788.498	2.129.008	2.917.506
3.2.2.3 Interest rate swap-buy		-	-	-	-	318.200	318.200
3.2.2.4 Interest Rate swap-sell		-	-	-	307.090	-	307.090
3.2.3 Currency, interest rate and marketable securities options		28.922	45.673	74.595	-	-	-
3.2.3.1 Currency call options		14.455	22.842	37.297	-	-	-
3.2.3.2 Currency put options		14.467	22.831	37.298	-	-	-
3.2.3.3 Interest rate call options		-	-	-	-	-	-
3.2.3.4 Interest rate put options		-	-	-	-	-	-
3.2.3.5 Marketable securities call options		-	-	-	-	-	-
3.2.3.6 Marketable securities put options		-	-	-	-	-	-
3.2.4 Currency futures		-	-	-	-	-	-
3.2.4.1 Currency futures-buy		-	-	-	-	-	-
3.2.4.2 Currency futures-sell		-	-	-	-	-	-
3.2.5 Interest rate buy/sell futures		-	-	-	-	-	-
3.2.5.1 Interest rate futures-buy		-	-	-	-	-	-
3.2.5.2 Interest rate futures-sell		-	-	-	-	-	-
3.2.6 Other		198.070	758.589	956.659	198.070	519.820	717.890
<b>B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)</b>		<b>304.694.745</b>	<b>132.864.485</b>	<b>437.559.230</b>	<b>266.713.440</b>	<b>107.979.743</b>	<b>374.693.183</b>
<b>IV. CUSTODIES</b>		<b>62.397.881</b>	<b>5.983.668</b>	<b>68.381.549</b>	<b>56.546.821</b>	<b>5.412.880</b>	<b>61.959.701</b>
4.1 Assets under management		-	-	-	-	-	-
4.2 Custody marketable securities		28.135.562	266.263	28.401.825	27.988.177	271.653	28.259.830
4.3 Cheques in collection process		3.482.348	2.241.971	5.724.319	2.859.578	1.845.612	4.705.190
4.4 Commercial notes in collection process		14.539.892	213.719	14.753.611	9.685.107	178.807	9.863.914
4.5 Other assets in collection process		949	-	949	679	-	679
4.6 Underwritten securities		790	-	790	321	6.956	7.277
4.7 Other custodies		3.098	7.993	11.091	2.424	8.072	10.496
4.8 Custodians		16.235.242	3.253.722	19.488.964	16.010.535	3.101.780	19.112.315
<b>V. PLEDGED ASSETS</b>		<b>242.296.864</b>	<b>126.880.817</b>	<b>369.177.681</b>	<b>210.166.619</b>	<b>102.566.863</b>	<b>312.733.482</b>
5.1 Marketable securities		1.267.933	186.022	1.453.955	802.955	209.987	1.012.942
5.2 Collateral notes		3.290.189	182.710	3.472.899	2.726.527	170.390	2.896.917
5.3 Commodity		25.831	-	25.831	25.830	-	25.830
5.4 Warranty		-	-	-	-	-	-
5.5 Land and buildings		48.345.583	14.090.376	62.435.959	40.468.190	11.866.210	52.334.400
5.6 Other pledged assets		186.609.690	112.264.338	298.874.028	164.097.281	89.571.870	253.669.151
5.7 Pledges		2.757.638	157.371	2.915.009	2.045.836	748.406	2.794.242
<b>VI. ACCEPTED BILL GUARANTEES AND SURETIES</b>		-	-	-	-	-	-
<b>TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)</b>		<b>318.695.110</b>	<b>150.032.168</b>	<b>468.727.278</b>	<b>276.741.746</b>	<b>120.761.982</b>	<b>397.503.728</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**STATEMENT OF INCOME FOR SIX-MONTH PERIOD ENDED 30 JUNE 2010**

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

**III. STATEMENT OF INCOME**

		Reviewed	Reviewed	Reviewed	Reviewed	
		Current period	Prior period	Current period	Prior period	
		1 January-30 June 2010	1 January-30 June 2009	1 April-30 June 2010	1 April-30 June 2009	
INCOME AND EXPENSES		Note				
<b>I.</b>	<b>INTEREST INCOME</b>	(1)	<b>3.160.657</b>	<b>3.526.421</b>	<b>1.595.661</b>	<b>1.696.559</b>
1.1	Interest on loans		2.037.957	2.137.478	1.036.055	1.035.784
1.2	Interest received from reserve deposits		79	225	40	42
1.3	Interest received from banks		41.409	78.007	21.477	33.460
1.4	Interest received from money market placements		12	1.008	11	487
1.5	Interest income on marketable securities		1.075.119	1.300.590	535.121	622.267
1.5.1	Financial assets held for trading		2.334	2.344	1.124	1.455
1.5.2	Financial assets at fair value through profit and loss		-	-	-	-
1.5.3	Financial assets available-for-sale		302.340	267.036	137.625	150.294
1.5.4	Investments held-to-maturity		770.445	1.031.210	396.372	470.518
1.6	Finance lease income		-	-	-	-
1.7	Other interest income		6.081	9.113	2.957	4.519
<b>II.</b>	<b>INTEREST EXPENSE</b>	(2)	<b>1.497.372</b>	<b>2.078.998</b>	<b>771.925</b>	<b>927.628</b>
2.1	Interest on deposits		1.285.486	1.865.128	669.219	822.293
2.2	Interest on borrowings		27.728	42.142	13.606	17.966
2.3	Interest on money market borrowings		162.736	139.479	79.584	72.305
2.4	Interest on marketable securities issued		-	-	-	-
2.5	Other interest expense		21.422	32.249	9.516	15.064
<b>III.</b>	<b>NET INTEREST INCOME [ I – II ]</b>		<b>1.663.285</b>	<b>1.447.423</b>	<b>823.736</b>	<b>768.931</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME</b>		<b>270.423</b>	<b>216.151</b>	<b>136.193</b>	<b>113.917</b>
4.1	Fees and commissions income		313.983	255.484	160.180	134.931
4.1.1	Non-cash loans		40.297	27.790	21.190	15.254
4.1.2	Other		273.686	227.694	138.990	119.677
4.2	Fees and commissions expenses		43.560	39.333	23.987	21.014
4.2.1	Non-cash loans		4	1	2	-
4.2.2	Other		43.556	39.332	23.985	21.014
<b>V.</b>	<b>DIVIDEND INCOME</b>	(3)	<b>29.218</b>	<b>10.708</b>	<b>24.479</b>	<b>6.785</b>
<b>VI.</b>	<b>NET TRADING PROFIT (NET)</b>	(4)	<b>75.587</b>	<b>4.067</b>	<b>14.976</b>	<b>10.473</b>
6.1	Profit/loss from capital market operations		122.543	56.392	34.476	26.296
6.2	Profit/loss from financial derivative transactions		(247.787)	(2.469)	(138.736)	(48.819)
6.3	Foreign exchange gains/losses		200.831	(49.856)	119.236	32.996
<b>VII.</b>	<b>OTHER OPERATING INCOME</b>	(5)	<b>191.470</b>	<b>163.996</b>	<b>98.293</b>	<b>73.119</b>
<b>VIII.</b>	<b>TOTAL OPERATING INCOME (III+IV+V+VI+VII)</b>		<b>2.229.983</b>	<b>1.842.345</b>	<b>1.097.677</b>	<b>973.225</b>
	<b>LOANS AND OTHER RECEIVABLES IMPAIRMENT LOSS PROVISIONS (-)</b>	(6)	<b>248.055</b>	<b>292.889</b>	<b>99.320</b>	<b>145.772</b>
<b>X.</b>	<b>OTHER OPERATING EXPENSES(-)</b>	(7)	<b>693.223</b>	<b>565.342</b>	<b>358.834</b>	<b>293.729</b>
<b>XI.</b>	<b>NET OPERATING INCOME/(LOSS) (VIII-IX-X)</b>		<b>1.288.705</b>	<b>984.114</b>	<b>639.523</b>	<b>533.724</b>
<b>XII.</b>	<b>AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER PROFIT/LOSSES FROM EQUITY METHOD APPLIED SUBSIDIARIES</b>		-	-	-	-
<b>XIII.</b>	<b>GAIN / (LOSS) ON NET MONETARY POSITION</b>		-	-	-	-
<b>XIV.</b>	<b>INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)</b>	(8)	<b>1.288.705</b>	<b>984.114</b>	<b>639.523</b>	<b>533.724</b>
<b>XV.</b>	<b>TAX INCOME PROVISION (±)</b>	(9)	<b>(253.490)</b>	<b>(196.744)</b>	<b>(119.772)</b>	<b>(111.209)</b>
16.1	Current tax provision		(207.675)	(243.969)	(86.937)	(141.503)
16.2	Deferred tax provision		(45.815)	47.225	(32.835)	30.294
<b>XVII.</b>	<b>NET OPERATING INCOME AFTER TAX (XV±XVI)</b>	(10)	<b>1.035.215</b>	<b>787.370</b>	<b>519.751</b>	<b>422.515</b>
<b>XVIII.</b>	<b>INCOME FROM DISCONTINUED OPERATIONS</b>		-	-	-	-
18.1	Property and equipment income held for sale		-	-	-	-
18.2	Sale profits from associates, subsidiaries and joint ventures (business partners)		-	-	-	-
18.3	Other income from terminated operations		-	-	-	-
<b>XIX.</b>	<b>EXPENSES FROM DISCONTINUED OPERATIONS (-)</b>		-	-	-	-
19.1	Property and equipment expense held for sale		-	-	-	-
19.2	Sale losses from associates, subsidiaries and joint ventures (business partners)		-	-	-	-
19.3	Other expenses from discontinued operations		-	-	-	-
<b>XX.</b>	<b>INCOME/EXPENSE BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)</b>	(8)	-	-	-	-
<b>XXI.</b>	<b>PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)</b>	(9)	-	-	-	-
21.1	Current tax provision		-	-	-	-
21.2	Deferred tax provision		-	-	-	-
<b>XXII.</b>	<b>NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)</b>	(10)	-	-	-	-
<b>XVIII.</b>	<b>NET PROFIT/(LOSS) (XVII+XXII)</b>	(11)	<b>1.035.215</b>	<b>787.370</b>	<b>519.751</b>	<b>422.515</b>
	Earnings/losses per share (Full TRY)		0,82817	0,62990	0,41580	0,33801

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

**TÜRKİYE HALK BANKASI AŞ**  
**PROFIT OR LOSS ACCOUNTED FOR UNDER EQUITY FOR SIX-MONTH PERIOD ENDED 30 JUNE 2010**

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

**IV. PROFIT AND LOSS ACCOUNTED FOR UNDER EQUITY**

	Reviewed	Reviewed
	Current period	Prior period
	1 January - 30 June 2010	1 January - 30 June 2009
<b>STATEMENT OF PROFIT AND LOSS ACCOUNTED FOR UNDER EQUITY</b>		
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	2.758	139.779
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	-	-
V. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR CASH FLOW HEDGE PURPOSES (Effective portion of fair value differences)	-	-
VI. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGE OF NET INVESTMENTS IN FOREIGN OPERATIONS (Effective portion of fair value differences)	18.981	(14.028)
VII. THE EFFECT OF CORRECTIONS OF ERRORS AND CHANGES IN ACCOUNTING POLICIES	-	-
VIII. OTHER PROFIT LOSS ITEMS ACCOUNTED UNDER EQUITY DUE TO TAS	-	-
IX. DEFERRED TAX OF VALUATION DIFFERENCES	12.778	(13.260)
X. TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	34.517	112.491
XI. PROFIT/LOSS	(41.474)	(25.447)
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	(34.130)	(25.447)
11.2 Reclassification and transfer of derivatives accounted for cash flow hedge purposes to income statement	-	-
11.3 Transfer of hedge of net investments in foreign operations to income statement	-	-
11.4 Other	(7.344)	-
<b>XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)</b>	<b>(6.957)</b>	<b>87.044</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR SIX-MONTH PERIOD ENDED 30 JUNE 2010**

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

**V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

	Note	Paid in capital	Effect of inflation adjustments on paid in capital	Share premium	Share certificate cancellation profit	Legal reserves	Statutory reserves	Extra-ordinary reserves	Other reserves	Current period net income/(loss)	Prior period net income/(loss)	Valuation changes in marketable sec.	Revaluation changes in prop. and equip. and int. assets	Free shares from shareholders	Hedging funds	Value change in pro. and equip. held for sale purp./term. op.	Total equity
<b>1 January 2009 – 30 June 2009</b>																	
I.		1.250.000	1.220.451	-	-	434.671	-	333.180	33.337	1.018.315	16.822	15.419	-	-	(33.368)	-	4.288.827
II.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.		1.250.000	1.220.451	-	-	434.671	-	333.180	33.337	1.018.315	16.822	15.419	-	-	(33.368)	-	4.288.827
Changes within the period																	
IV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.		-	-	-	-	-	-	-	-	-	-	101.072	-	-	-	-	101.072
VI.		-	-	-	-	-	-	-	-	-	-	-	-	-	(14.028)	-	(14.028)
6.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2		-	-	-	-	-	-	-	-	-	-	-	-	-	(14.028)	-	(14.028)
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.		-	-	-	-	-	-	-	-	-	-	-	-	49	-	-	49
X.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	127	-	-	-	-	-	-	-	127
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIX.		-	-	-	-	-	-	-	-	787.370	-	-	-	-	-	-	787.370
XX.		-	-	-	-	72.824	-	680.734	-	(1.018.315)	(16.822)	-	-	-	-	-	(281.579)
20.1		-	-	-	-	-	-	-	-	-	(281.579)	-	-	-	-	-	(281.579)
20.2		-	-	-	-	72.824	-	680.734	-	-	(753.558)	-	-	-	-	-	-
20.3		-	-	-	-	-	-	-	-	(1.018.315)	1.018.315	-	-	-	-	-	-
		1.250.000	1.220.451	-	-	507.495	-	1.013.914	33.464	787.370	-	116.491	-	49	(47.396)	-	4.881.838
<b>1 January 2010 – 30 June 2010</b>																	
I.		1.250.000	1.220.451	-	-	507.495	-	1.013.914	47.181	1.631.091	-	119.882	-	61	(30.528)	-	5.759.547
Changes within the period																	
II.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.		-	-	-	-	-	-	-	-	-	-	(21.472)	-	-	-	-	(21.472)
IV.		-	-	-	-	-	-	-	-	-	-	-	-	-	15.185	-	15.185
4.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2		-	-	-	-	-	-	-	-	-	-	-	-	-	15.185	-	15.185
V.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	-	-	-	(670)	-	-	-	-	(670)
IX.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	1.035.215	-	-	-	-	-	-	1.035.215
XVIII.		-	-	-	-	102.787	-	1.172.483	-	(1.631.091)	-	-	-	-	-	-	(355.821)
18.1		-	-	-	-	-	-	-	-	-	(355.821)	-	-	-	-	-	(355.821)
18.2		-	-	-	-	102.787	-	1.172.483	-	-	(1.275.270)	-	-	-	-	-	-
18.3		-	-	-	-	-	-	-	-	(1.631.091)	1.631.091	-	-	-	-	-	-
		1.250.000	1.220.451	-	-	610.282	-	2.186.397	47.181	1.035.215	-	97.740	-	61	(15.343)	-	6.431.984

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

**TÜRKİYE HALK BANKASI AŞ**  
**STATEMENT OF CASH FLOWS FOR SIX-MONTH PERIOD ENDED 30 JUNE 2010**

(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

**VI. STATEMENT OF CASH FLOW**

		Reviewed	Reviewed
		Current period	Prior period
	Note	30 June 2010	30 June 2009
<b>A.</b>	<b>CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1</b>	<b>Operating profit before changes in operating assets and liabilities</b>	<b>1.072.933</b>	<b>997.941</b>
1.1.1	Interest received	3.181.396	3.603.054
1.1.2	Interest paid	(1.332.489)	(2.182.607)
1.1.3	Dividend received	15.906	3.194
1.1.4	Fees and commissions received	313.983	255.484
1.1.5	Other income	66.024	13.535
1.1.6	Collections from previously written off loans	229.988	161.349
1.1.7	Cash payments to personnel and service suppliers	(335.817)	(313.200)
1.1.8	Taxes paid	(281.203)	(121.024)
1.1.9	Other	(784.855)	(421.844)
<b>1.2</b>	<b>Assets and Liabilities Subject to Banking Operations</b>	<b>462.633</b>	<b>886.518</b>
1.2.1	Net decrease in financial assets held for sale	(7.884)	11.511
1.2.2	Net (increase) decrease in financial assets at fair value through profit or loss	-	-
1.2.3	Net (increase) decrease in due from banks and other financial institutions	-	-
1.2.4	Net (increase) decrease in loans	(5.972.645)	(2.896.252)
1.2.5	Net (increase) decrease in other assets	(248.229)	(128.221)
1.2.6	Net increase (decrease) in bank deposits	1.165.196	3.246.777
1.2.7	Net increase (decrease) in other deposits	4.744.385	60.145
1.2.8	Net increase (decrease) in loans borrowed	308.659	313.835
1.2.9	Net increase (decrease) in matured payables	-	-
1.2.10	Net increase (decrease) in other liabilities	473.151	278.723
<b>I.</b>	<b>Net cash provided from banking operations</b>	<b>1.535.566</b>	<b>1.884.459</b>
<b>B.</b>	<b>CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		
<b>II.</b>	<b>Net cash provided from investing activities</b>	<b>(375.301)</b>	<b>(1.930.771)</b>
2.1	Cash paid for purchase of joint ventures, associates and subsidiaries	(944)	(10.487)
2.2	Cash obtained from sale of entities joint ventures, associates and subsidiaries	-	-
2.3	Fixed assets purchases	(56.226)	(105.754)
2.4	Fixed assets sales	93.161	54.171
2.5	Cash paid for purchase of financial assets available for sale	(3.931.458)	(880.300)
2.6	Cash obtained from sale of financial assets available for sale	4.156.450	-
2.7	Cash paid for purchase of investment securities	(2.402.940)	(2.085.681)
2.8	Cash obtained from sale of investment securities	1.767.402	1.097.280
2.9	Other	(746)	-
<b>C.</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III.</b>	<b>Net cash provided from financing activities</b>	<b>(355.606)</b>	<b>(281.859)</b>
3.1	Cash obtained from loans borrowed and securities issued	-	-
3.2	Cash used for repayment of loans borrowed and securities issued	-	-
3.3	Marketable securities issued	-	-
3.4	Dividends paid	(355.821)	(281.579)
3.5	Payments for finance leases	(83)	(280)
3.6	Other	298	-
<b>IV.</b>	<b>Effect of change in foreign exchange rate on cash and cash equivalents</b>	<b>154.209</b>	<b>40.974</b>
<b>V.</b>	<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>958.868</b>	<b>(287.197)</b>
<b>VI.</b>	<b>Cash and cash equivalents at beginning of the period</b>	<b>(3) 4.532.319</b>	<b>5.077.497</b>
<b>VII.</b>	<b>Cash and cash equivalents at end of the period</b>	<b>(4) 5.491.187</b>	<b>4.790.300</b>

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