

**TÜRKİYE HALK BANKASI AŞ**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2012**

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

**I. CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)**

ASSETS	Note	Reviewed			Audited		
		Current period			Prior period		
		TRY	FC	Total	TRY	FC	Total
				30 September 2012			31 December 2011
<b>I. CASH AND BALANCES WITH THE CENTRAL BANK</b>	(1)	935.948	9.484.459	10.420.407	2.511.197	4.776.536	7.287.733
<b>II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS (Net)</b>	(2)	28.020	120.145	148.165	39.599	109.900	149.499
2.1 Trading financial assets		28.020	120.145	148.165	39.599	109.900	149.499
2.1.1 Public sector debt securities		9.810	10.338	20.148	22.435	10.413	32.848
2.1.2 Share certificates		438	-	438	-	-	-
2.1.3 Financial assets held for trading		-	103.274	103.274	37	92.902	92.939
2.1.4 Other marketable securities		17.772	6.533	24.305	17.127	6.585	23.712
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)	104.271	1.890.038	1.994.309	38.568	1.500.137	1.538.705
<b>IV. MONEY MARKET PLACEMENTS</b>		208.574	-	208.574	33.313	-	33.313
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange Money Market placements		107.507	-	107.507	32.394	-	32.394
4.3 Receivables from reverse repurchase agreements		101.067	-	101.067	919	-	919
<b>V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)</b>	(4)	8.058.026	747.729	8.805.755	7.770.489	1.619.931	9.390.420
5.1 Share certificates		9.936	10.010	19.946	5.476	10.095	15.571
5.2 Public sector debt securities		8.048.090	737.719	8.785.809	7.765.013	1.609.836	9.374.849
5.3 Other marketable securities		-	-	-	-	-	-
<b>VI. LOANS AND RECEIVABLES</b>	(5)	45.391.923	17.623.505	63.015.428	38.597.858	17.685.745	56.283.603
6.1 Loans and receivables		45.067.080	17.620.700	62.687.780	38.330.900	17.682.932	56.013.832
6.1.1 Loans extended to risk group of the Bank		-	-	-	-	-	-
6.1.2 Public sector debt securities		-	-	-	-	-	-
6.1.3 Other		45.067.080	17.620.700	62.687.780	38.330.900	17.682.932	56.013.832
6.2 Loans under follow-up		1.868.712	12.636	1.881.348	1.668.695	12.189	1.680.884
6.3 Specific provisions (-)		1.543.869	9.831	1.553.700	1.401.737	9.376	1.411.113
<b>VII. FACTORING RECEIVABLES</b>		-	-	-	-	-	-
<b>VIII. HELD TO MATURITY INVESTMENTS (Net)</b>	(6)	12.491.976	1.827.761	14.319.737	12.019.233	2.045.225	14.064.458
8.1 Public sector debt securities		12.491.976	1.827.761	14.319.737	12.019.233	2.045.225	14.064.458
8.2 Other marketable securities		-	-	-	-	-	-
<b>IX. INVESTMENTS IN ASSOCIATES (Net)</b>	(7)	21.925	136.944	158.869	24.215	131.273	155.488
9.1 Accounted under equity method		14.554	136.944	151.498	14.344	131.273	145.617
9.2 Unconsolidated associates		7.371	-	7.371	9.871	-	9.871
9.2.1 Financial investments		-	-	-	8.819	-	8.819
9.2.2 Non-financial investments		7.371	-	7.371	1.052	-	1.052
<b>X. INVESTMENTS IN SUBSIDIARIES (Net)</b>	(8)	-	-	-	-	-	-
10.1 Unconsolidated financial subsidiaries		-	-	-	-	-	-
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)	134.975	889.673	1.024.648	124.961	764.572	889.533
12.1 Finance lease receivables		162.635	1.034.281	1.196.916	159.285	889.299	1.048.584
12.2 Operating lease receivables		-	-	-	-	-	-
12.3 Other		-	-	-	-	-	-
12.4 Unearned income (-)		27.660	144.608	172.268	34.324	124.727	159.051
<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)	1.491.854	22.545	1.514.399	1.292.527	22.334	1.314.861
<b>XV. INTANGIBLE ASSETS (Net)</b>	(13)	36.776	14.570	51.346	29.508	16.035	45.543
15.1 Goodwill		-	-	-	-	-	-
15.2 Other		36.776	14.570	51.346	29.508	16.035	45.543
<b>XVI. INVESTMENT PROPERTIES (Net)</b>	(14)	-	-	-	-	-	-
<b>XVII. TAX ASSET</b>	(15)	187.064	90	187.154	106.486	97	106.583
17.1 Current assets for tax		761	90	851	12.815	97	12.912
17.2 Deferred assets for tax		186.303	-	186.303	93.671	-	93.671
<b>XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)</b>	(16)	12.853	-	12.853	85.623	-	85.623
18.1 Held for sale purpose		12.853	-	12.853	85.623	-	85.623
18.2 Held from discontinued operations		-	-	-	-	-	-
<b>XIX. OTHER ASSETS</b>	(17)	950.934	70.469	1.021.403	744.739	70.556	815.295
<b>TOTAL ASSETS</b>		<b>70.055.119</b>	<b>32.827.928</b>	<b>102.883.047</b>	<b>63.418.316</b>	<b>28.742.341</b>	<b>92.160.657</b>

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

**TÜRKİYE HALK BANKASI AŞ**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2012**

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

**I. CONSOLIDATED BALANCE SHEET (CONSOLIDATED STATEMENT OF FINANCIAL POSITION)**

		Reviewed			Audited		
		Current period			Prior period		
		30 September 2012			31 December 2011		
LIABILITIES AND SHAREHOLDERS' EQUITY	Note	TRY	FC	Total	TRY	FC	Total
<b>I. DEPOSITS</b>	(1)	<b>51.161.693</b>	<b>25.087.257</b>	<b>76.248.950</b>	<b>44.029.636</b>	<b>22.198.874</b>	<b>66.228.510</b>
1.1 Deposits Held by the Risk Group of the Parent Bank		36.947	44	36.991	69.408	14.622	84.030
1.2 Other		51.124.746	25.087.213	76.211.959	43.960.228	22.184.252	66.144.480
<b>II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING</b>	(2)	<b>20</b>	<b>63.524</b>	<b>63.544</b>	<b>44</b>	<b>65.314</b>	<b>65.358</b>
<b>III. BORROWING FUNDING LOANS</b>	(3)	<b>578.042</b>	<b>6.035.135</b>	<b>6.613.177</b>	<b>435.310</b>	<b>6.575.035</b>	<b>7.010.345</b>
<b>IV. MONEY MARKET BALANCES</b>		<b>949.838</b>	<b>680.792</b>	<b>1.630.630</b>	<b>4.093.779</b>	<b>847.930</b>	<b>4.941.709</b>
4.1 Interbank money market takings		-	-	-	-	-	-
4.2 Istanbul Stock Exchange Takasbank takings		198.704	-	198.704	37.177	-	37.177
4.3 Funds from repurchase agreements		751.134	680.792	1.431.926	4.056.602	847.930	4.904.532
<b>V. MARKETABLE SECURITIES ISSUED (Net)</b>	(4)	<b>785.210</b>	<b>1.337.137</b>	<b>2.122.347</b>	<b>495.611</b>	<b>-</b>	<b>495.611</b>
5.1 Treasury bills		685.063	-	685.063	495.611	-	495.611
5.2 Asset-backed securities		-	-	-	-	-	-
5.3 Bonds		100.147	1.337.137	1.437.284	-	-	-
<b>VI. FUNDS</b>	(5)	<b>1.371.860</b>	<b>-</b>	<b>1.371.860</b>	<b>1.345.234</b>	<b>-</b>	<b>1.345.234</b>
6.1 Borrower Funds		49.708	-	49.708	32.847	-	32.847
6.2 Other		1.322.152	-	1.322.152	1.312.387	-	1.312.387
<b>VII. SUNDRY CREDITORS</b>		<b>1.378.407</b>	<b>73.822</b>	<b>1.452.229</b>	<b>1.084.441</b>	<b>86.946</b>	<b>1.171.387</b>
<b>VIII. OTHER LIABILITIES</b>	(6)	<b>379.094</b>	<b>180.441</b>	<b>559.535</b>	<b>397.572</b>	<b>184.256</b>	<b>581.828</b>
<b>IX. FACTORING PAYABLES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>X. FINANCE LEASE PAYABLES</b>	(7)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
10.1 Finance lease payables		-	-	-	-	-	-
10.2 Operating lease payables		-	-	-	-	-	-
10.3 Other		-	-	-	-	-	-
10.4 Deferred finance lease expenses (-)		-	-	-	-	-	-
<b>XI. DERIVATIVE FINANCIAL LIABILITIES FOR HEDGING</b>	(8)	<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>	(9)	<b>1.964.169</b>	<b>20.461</b>	<b>1.984.630</b>	<b>1.547.395</b>	<b>19.890</b>	<b>1.567.285</b>
12.1 General loan provisions		855.858	3.367	859.225	656.783	3.131	659.914
12.2 Restructuring provisions		-	-	-	-	-	-
12.3 Employee benefits provisions		360.797	-	360.797	320.290	-	320.290
12.4 Insurance technical reserves (Net)		395.325	-	395.325	309.277	-	309.277
12.5 Other provisions		352.189	17.094	369.283	261.045	16.759	277.804
<b>XIII. TAX LIABILITY</b>	(10)	<b>362.198</b>	<b>1.693</b>	<b>363.891</b>	<b>190.674</b>	<b>1.846</b>	<b>192.520</b>
13.1 Current tax liability		362.191	5	362.196	190.674	23	190.697
13.2 Deferred tax liability		7	1.688	1.695	-	1.823	1.823
<b>XIV. LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)</b>	(11)	<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>	(12)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XVI. SHAREHOLDERS' EQUITY</b>	(13)	<b>10.392.040</b>	<b>80.214</b>	<b>10.472.254</b>	<b>8.848.336</b>	<b>(287.466)</b>	<b>8.560.870</b>
16.1 Paid-in capital		1.250.000	-	1.250.000	1.250.000	-	1.250.000
16.2 Capital Reserves		1.360.783	22.422	1.383.205	1.297.443	(354.964)	942.479
16.2.1 Share Premium		-	-	-	-	-	-
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Marketable securities revaluation fund		140.101	22.422	162.523	76.761	(354.964)	(278.203)
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		231	-	231	231	-	231
16.2.8 Hedging Funds (effective portion)		-	-	-	-	-	-
16.2.9 Value Increase on Non-current Assets Held for Sale and Discontinued Operations		-	-	-	-	-	-
16.2.10 Other capital reserves		1.220.451	-	1.220.451	1.220.451	-	1.220.451
16.3 Profit reserves		5.923.979	4.470	5.928.449	4.260.209	19.859	4.280.068
16.3.1 Legal reserves		915.224	(411)	914.813	765.200	-	765.200
16.3.2 Statutory reserves		-	-	-	-	-	-
16.3.3 Extraordinary reserves		4.956.948	-	4.956.948	3.447.828	-	3.447.828
16.3.4 Other profit reserves		51.807	4.881	56.688	47.181	19.859	67.040
16.4 Profit/Loss		1.850.492	51.848	1.902.340	2.035.430	46.053	2.081.483
16.4.1 Prior years income/loss		(10.483)	46.463	35.980	8.731	45.373	54.104
16.4.2 Period profit/loss		1.860.975	5.385	1.866.360	2.026.699	680	2.027.379
16.5 Minority shares	(14)	6.786	1.474	8.260	5.254	1.586	6.840
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>69.322.571</b>	<b>33.560.476</b>	<b>102.883.047</b>	<b>62.468.032</b>	<b>29.692.625</b>	<b>92.160.657</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2012**

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

**II. CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS**

	Note	Reviewed			Audited		
		Current period			Prior period		
		30 September 2012			31 December 2011		
OFF BALANCE SHEET	TRY	FC	Total	TRY	FC	Total	
<b>A. COMMITMENTS AND CONTINGENCIES (I+II+III)</b>		<b>77.192.755</b>	<b>19.043.112</b>	<b>96.235.867</b>	<b>80.613.586</b>	<b>16.627.863</b>	<b>97.241.449</b>
<b>I. GUARANTEES AND SURETYSHIPS</b>	(1)	<b>9.256.657</b>	<b>9.862.901</b>	<b>19.119.558</b>	<b>8.825.107</b>	<b>9.030.170</b>	<b>17.855.277</b>
1.1 Letters of guarantee		8.781.817	5.346.201	14.128.018	7.625.151	5.097.170	12.722.321
1.1.1 Guarantees subject to public procurement law		639.965	4.048.338	4.688.303	543.113	4.062.660	4.605.773
1.1.2 Guarantees given for foreign trade operations		-	-	-	-	-	-
1.1.3 Other letters of guarantee		8.141.852	1.297.863	9.439.715	7.082.038	1.034.510	8.116.548
1.2 Bank loans		114.127	1.198.988	1.313.115	5.620	622.372	627.992
1.2.1 Import acceptances		-	224.869	224.869	-	147.772	147.772
1.2.2 Other bank acceptances		114.127	974.119	1.088.246	5.620	474.600	480.220
1.3 Letters of credit		73.050	3.055.757	3.128.807	988.711	3.093.197	4.081.908
1.3.1 Documentary letters of credit		73.050	3.055.757	3.128.807	988.711	3.093.197	4.081.908
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		287.433	261.955	549.388	205.395	217.431	422.826
1.9 Other suretyships		230	-	230	230	-	230
<b>II. COMMITMENTS</b>	(1)	<b>66.847.821</b>	<b>711.140</b>	<b>67.558.961</b>	<b>70.356.620</b>	<b>893.328</b>	<b>71.249.948</b>
2.1 Irrevocable commitments		11.918.925	620.319	12.539.244	10.371.656	893.328	11.264.984
2.1.1 Forward asset purchase commitments		97.752	384.704	482.456	154.699	522.386	677.085
2.1.2 Forward deposit purchase and sale commitments		-	-	-	-	-	-
2.1.3 Capital commitments to subsidiaries and associates		-	-	-	1.000	-	1.000
2.1.4 Loan granting commitments		716.780	228.140	944.920	528.010	362.025	890.035
2.1.5 Securities underwriting commitments		-	-	-	-	-	-
2.1.6 Payment commitments for reserve deposits		-	-	-	-	-	-
2.1.7 Payment commitments for cheques		4.625.954	-	4.625.954	3.976.513	-	3.976.513
2.1.8 Tax and fund liabilities from export commitments		13.835	-	13.835	11.389	-	11.389
2.1.9 Commitments for credit card expenditure limits		5.298.134	3.751	5.301.885	4.614.215	4.369	4.618.584
2.1.10 Commitments for credit cards and banking services promotions		28.299	-	28.299	26.857	-	26.857
2.1.11 Receivables from short sale commitments		-	-	-	-	-	-
2.1.12 Payables for short sale commitments		-	-	-	-	-	-
2.1.13 Other irrevocable commitments		1.138.171	3.724	1.141.895	1.058.973	4.548	1.063.521
2.2 Revocable commitments		54.928.896	90.821	55.019.717	59.984.964	-	59.984.964
2.2.1 Revocable loan granting commitments		54.928.896	90.821	55.019.717	59.984.964	-	59.984.964
2.2.2 Other revocable commitments		-	-	-	-	-	-
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>1.088.277</b>	<b>8.469.071</b>	<b>9.557.348</b>	<b>1.431.859</b>	<b>6.704.365</b>	<b>8.136.224</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 foreign investment risk hedging transactions		-	-	-	-	-	-
3.2 Transactions for trading		1.088.277	8.469.071	9.557.348	1.431.859	6.704.365	8.136.224
3.2.1 Forward foreign currency buy/sell transactions		301.729	1.906.788	2.208.517	253.014	1.947.025	2.200.039
3.2.1.1 Forward foreign currency transactions-buy		146.510	977.932	1.124.442	107.162	222.569	329.731
3.2.1.2 Forward foreign currency transactions-sell		155.219	928.856	1.084.075	145.852	1.724.456	1.870.308
3.2.2 Currency and interest rate swaps		629.709	4.806.927	5.436.636	907.911	2.904.372	3.812.283
3.2.2.1 Currency swap-buy		-	2.723.148	2.723.148	37.792	1.878.713	1.916.505
3.2.2.2 Currency swap-sell		629.709	2.083.779	2.713.488	870.119	1.025.659	1.895.778
3.2.2.3 Interest rate swap-buy		-	-	-	-	-	-
3.2.2.4 Interest rate swap-sell		-	-	-	-	-	-
3.2.3 Currency, interest rate and marketable securities options		97.739	139.471	237.210	72.864	65.896	138.760
3.2.3.1 Currency call options		49.245	69.368	118.613	36.410	32.970	69.380
3.2.3.2 Currency put options		48.494	70.103	118.597	36.454	32.926	69.380
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		59.100	1.615.885	1.674.985	198.070	1.787.072	1.985.142
<b>B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)</b>		<b>635.643.191</b>	<b>322.675.569</b>	<b>958.318.760</b>	<b>468.439.063</b>	<b>257.727.659</b>	<b>726.166.722</b>
<b>IV. CUSTODIES</b>		<b>102.847.563</b>	<b>8.129.564</b>	<b>110.977.127</b>	<b>86.517.071</b>	<b>9.065.031</b>	<b>95.582.102</b>
4.1 Assets under management		-	-	-	-	-	-
4.2 Custody marketable securities		36.908.448	270.151	37.178.599	30.685.555	300.524	30.986.079
4.3 Cheques in collection process		6.883.097	5.683.957	12.567.054	5.914.701	5.311.108	11.225.809
4.4 Commercial notes in collection process		40.593.182	286.777	40.879.959	32.414.352	274.624	32.688.976
4.5 Other assets in collection process		71	-	71	613	-	613
4.6 Underwritten securities		760	-	760	640	-	640
4.7 Other custodies		48.845	3.280	52.125	2.245	3.418	5.663
4.8 Custodians		18.413.160	1.885.399	20.298.559	17.498.965	3.175.357	20.674.322
<b>V. PLEDGED ASSETS</b>		<b>532.795.628</b>	<b>314.546.005</b>	<b>847.341.633</b>	<b>381.921.992</b>	<b>248.662.628</b>	<b>630.584.620</b>
5.1 Marketable securities		1.628.864	90.391	1.719.255	1.528.764	221.573	1.750.337
5.2 Collateral notes		5.111.976	411.946	5.523.922	4.491.731	413.970	4.905.701
5.3 Commodity		25.830	-	25.830	25.830	-	25.830
5.4 Warranty		-	-	-	-	-	-
5.5 Land and buildings		112.511.666	36.434.382	148.946.048	78.511.399	35.516.868	114.028.267
5.6 Other pledged assets		411.000.082	277.028.943	688.029.025	294.494.533	212.035.121	506.529.654
5.7 Pledges		2.517.210	580.343	3.097.553	2.869.735	475.096	3.344.831
<b>VI. ACCEPTED BILL GUARANTEES AND SURETIES</b>		-	-	-	-	-	-
<b>TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)</b>		<b>712.835.946</b>	<b>341.718.681</b>	<b>1.054.554.627</b>	<b>549.052.649</b>	<b>274.355.522</b>	<b>823.408.171</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2012**

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

**III. CONSOLIDATED STATEMENT OF INCOME**

INCOME AND EXPENSES	Note	Reviewed	Reviewed	Reviewed	Reviewed
		Current period	Prior period	Current period	Prior period
		1 January-30 September 2012	1 January-30 September 2011	1 July-30 September 2012	1 July-30 September 2011
<b>I. INTEREST INCOME</b>	(1)	<b>6.687.730</b>	<b>5.144.858</b>	<b>2.149.741</b>	<b>1.888.969</b>
1.1 Interest on loans		4.962.842	3.733.687	1.715.882	1.396.681
1.2 Interest received from reserve deposits		245	163	98	163
1.3 Interest received from banks		6.696	8.163	1.572	4.493
1.4 Interest received from money market placements		8.869	165	1.581	37
1.5 Interest income on marketable securities		1.644.260	1.379.445	408.412	468.213
1.5.1 Financial assets held for trading		2.355	4.579	279	1.246
1.5.2 Financial assets at fair value through profit and loss		-	-	-	-
1.5.3 Financial assets available-for-sale		593.062	511.641	147.356	175.833
1.5.4 Investments held-to-maturity		1.048.843	863.225	260.777	291.134
1.6 Finance lease income		58.622	15.352	20.397	15.352
1.7 Other interest income		6.196	7.883	1.799	4.030
<b>II. INTEREST EXPENSE</b>	(2)	<b>3.428.246</b>	<b>2.736.850</b>	<b>1.154.854</b>	<b>1.022.260</b>
2.1 Interest on deposits		3.060.080	2.258.410	1.045.751	815.757
2.2 Interest on borrowings		134.118	96.776	43.327	44.331
2.3 Interest on money market borrowings		129.464	348.813	23.759	147.235
2.4 Interest on marketable securities issued		65.333	6.836	29.355	6.836
2.5 Other interest expense		39.251	26.015	12.662	8.101
<b>III. NET INTEREST INCOME [ I – II ]</b>		<b>3.259.484</b>	<b>2.408.008</b>	<b>994.887</b>	<b>866.709</b>
<b>IV. NET FEES AND COMMISSIONS INCOME</b>		<b>609.861</b>	<b>513.723</b>	<b>197.540</b>	<b>188.869</b>
4.1 Fees and commissions income		748.800	602.921	256.234	225.359
4.1.1 Non-cash loans		90.368	81.013	30.512	29.939
4.1.2 Other	(10)	658.432	521.908	225.722	195.420
4.2 Fees and commissions expenses		138.939	89.198	58.694	36.490
4.2.1 Non-cash loans		2.161	123	1.284	82
4.2.2 Other		136.778	89.075	57.410	36.408
<b>V. DIVIDEND INCOME</b>		<b>656</b>	<b>5.673</b>	<b>1</b>	<b>121</b>
<b>VI. NET TRADING PROFIT (NET)</b>	(3)	<b>243.117</b>	<b>146.302</b>	<b>225.359</b>	<b>49.933</b>
6.1 Profit/loss from capital market operations		255.706	101.786	186.358	48.920
6.2 Profit/loss from financial derivative transactions		(262.366)	176.490	53.300	(10.238)
6.3 Foreign exchange gains/losses		249.777	(131.974)	(14.299)	11.251
<b>VII. OTHER OPERATING INCOME</b>	(4)	<b>489.244</b>	<b>660.530</b>	<b>146.581</b>	<b>193.070</b>
<b>VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)</b>		<b>4.602.362</b>	<b>3.734.236</b>	<b>1.564.368</b>	<b>1.298.702</b>
<b>IX. LOANS AND OTHER RECEIVABLES IMPAIRMENT LOSS PROVISIONS (-)</b>	(5)	<b>562.251</b>	<b>342.639</b>	<b>192.406</b>	<b>140.920</b>
<b>X. OTHER OPERATING EXPENSES(-)</b>	(6)	<b>1.664.924</b>	<b>1.466.016</b>	<b>573.729</b>	<b>491.440</b>
<b>XI. NET OPERATING INCOME/(LOSS) (VIII-IX-X)</b>		<b>2.375.187</b>	<b>1.925.581</b>	<b>798.233</b>	<b>666.342</b>
<b>XII. AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER</b>		-	-	-	-
<b>XIII. PROFIT/LOSSES FROM EQUITY METHOD APPLIED SUBSIDIARIES</b>		<b>4.829</b>	<b>834</b>	-	<b>1.305</b>
<b>XIV. GAIN / (LOSS) ON NET MONETARY POSITION</b>		-	-	-	-
<b>XV. INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)</b>	(7)	<b>2.380.016</b>	<b>1.926.415</b>	<b>798.233</b>	<b>667.647</b>
<b>XVI. TAX INCOME PROVISION (±)</b>	(8)	<b>(512.146)</b>	<b>(411.707)</b>	<b>(166.545)</b>	<b>(150.402)</b>
16.1 Current tax provision		(683.396)	(330.483)	(221.087)	(188.564)
16.2 Deferred tax provision		171.250	(81.224)	54.542	38.162
<b>XVII. NET OPERATING INCOME AFTER TAX (XV±XVI)</b>	(9)	<b>1.867.870</b>	<b>1.514.708</b>	<b>631.688</b>	<b>517.245</b>
<b>XVIII. 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. 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. INCOME/EXPENSE BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)</b>	(7)	-	-	-	-
<b>XXI. PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)</b>	(8)	-	-	-	-
21.1 Current tax provision		-	-	-	-
21.2 Deferred tax provision		-	-	-	-
<b>XXII. NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)</b>	(9)	-	-	-	-
<b>XXIII. NET PROFIT/(LOSS) (XVII+XXII)</b>	(10)	<b>1.867.870</b>	<b>1.514.708</b>	<b>631.688</b>	<b>517.245</b>
Group's profit/loss		1.866.360	1.515.473	631.036	516.919
Minority shares profit/loss		1.510	(765)	652	326
Earnings/losses per share (Full TRY)		1,49309	1,21238	0,50483	0,41354

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

**TÜRKİYE HALK BANKASI AŞ**  
**CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2012**

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

**IV. CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY**

	Reviewed	
	Current period	Prior period
	1 January - 30 September 2012	1 January - 30 September 2011
<b>STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY</b>		
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	519.395	(256.299)
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	(10.493)	25.062
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)	-	-
VII. THE EFFECT OF CORRECTIONS OF ERRORS AND CHANGES IN ACCOUNTING POLICIES	-	-
VIII. OTHER PROFIT LOSS ITEMS ACCOUNTED UNDER EQUITY DUE TO TAS	-	170
IX. DEFERRED TAX OF VALUATION DIFFERENCES	(78.618)	31.148
X. TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	430.284	(199.919)
XI. PROFIT/LOSS	1.867.870	1.514.708
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	238.576	75.126
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	1.629.294	1.439.582
<b>XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)</b>	<b>2.298.154</b>	<b>1.314.789</b>

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

**TÜRKİYE HALK BANKASI AŞ**

**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2012**

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

**V. CONSOLIDATED 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 excluding minority shares	Minority shares	Total equity
<b>1 January 2011 – 30 September 2011</b>																			
I.		1.250.000	1.220.451	-	-	620.349	-	2.225.576	47.181	1.842.695	45.998	113.530	-	61	-	-	7.365.841	6.484	7.372.325
II.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.		1.250.000	1.220.451	-	-	620.349	-	2.225.576	47.181	1.842.695	45.998	113.530	-	61	-	-	7.365.841	6.484	7.372.325
IV.		-	-	764	-	159	-	-	1.101	-	(58)	17	-	-	-	-	1.983	1.981	3.964
V.		-	-	-	-	-	-	-	-	-	-	(225.188)	-	-	-	-	(225.188)	20	(225.168)
VI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.		-	-	-	-	-	-	-	-	-	-	-	-	170	-	-	170	-	170
X.		-	-	-	-	-	-	-	25.062	-	-	-	-	-	-	-	25.062	-	25.062
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIX.		-	-	-	-	-	-	-	-	1.515.473	-	-	-	-	-	-	1.515.473	(765)	1.514.708
XX.		-	-	-	-	144.851	-	1.222.252	-	(1.842.695)	8.106	-	-	-	-	-	(467.486)	(536)	(468.022)
20.1		-	-	-	-	-	-	-	-	-	(467.486)	-	-	-	-	-	(467.486)	(536)	(468.022)
20.2		-	-	-	-	144.851	-	1.222.252	-	-	(1.367.103)	-	-	-	-	-	-	-	-
20.3		-	-	-	-	-	-	-	-	(1.842.695)	1.842.695	-	-	-	-	-	-	-	-
		1.250.000	1.220.451	764	-	765.359	-	3.447.828	73.344	1.515.473	54.046	(111.641)	-	231	-	-	8.215.855	7.184	8.223.039
<b>1 January 2012 – 30 September 2012</b>																			
I.		1.250.000	1.220.451	-	-	765.200	-	3.447.828	67.040	2.027.379	54.104	(278.203)	-	231	-	-	8.554.030	6.840	8.560.870
II.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.		-	-	-	-	-	-	-	-	-	-	440.726	-	-	-	-	440.726	51	440.777
IV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	(10.352)	-	-	-	-	-	-	-	(10.352)	(141)	(10.493)
IX.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	1.866.360	-	-	-	-	-	-	1.866.360	1.510	1.867.870
XVIII.		-	-	-	-	149.613	-	1.509.120	-	(2.027.379)	(18.124)	-	-	-	-	-	(386.770)	-	(386.770)
18.1		-	-	-	-	-	-	-	-	-	(386.770)	-	-	-	-	-	(386.770)	-	(386.770)
18.2		-	-	-	-	149.613	-	1.509.120	-	-	(1.658.733)	-	-	-	-	-	-	-	-
18.3		-	-	-	-	-	-	-	-	(2.027.379)	2.027.379	-	-	-	-	-	-	-	-
		1.250.000	1.220.451	-	-	914.813	-	4.956.948	56.688	1.866.360	35.980	162.523	-	231	-	-	10.463.994	8.260	10.472.254

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

**TÜRKİYE HALK BANKASI AŞ**  
**CONSOLIDATED STATEMENT OF CASH FLOWS FOR**  
**THE SIX-MONTH PERIOD ENDED 30 JUNE 2012**

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

**VI. CONSOLIDATED STATEMENT OF CASH FLOWS**

	Note	Reviewed	Reviewed
		Current period	Prior period
		30 September 2012	30 September 2011
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>			
<b>1.1 Operating profit before changes in operating assets and liabilities</b>		<b>2.866.424</b>	<b>1.003.461</b>
1.1.1 Interest received		6.960.889	4.993.116
1.1.2 Interest paid		(3.342.162)	(2.701.562)
1.1.3 Dividend received		656	4.604
1.1.4 Fees and commissions received		748.800	602.921
1.1.5 Other income		354.126	432.060
1.1.6 Collections from previously written off loans		335.637	358.303
1.1.7 Cash payments to personnel and service suppliers		(777.595)	(767.358)
1.1.8 Taxes paid		(581.165)	(338.736)
1.1.9 Other	(1)	(832.762)	(1.579.887)
<b>1.2 Assets and Liabilities Subject to Banking Operations</b>		<b>(5.270.125)</b>	<b>3.871.633</b>
1.2.1 Net decrease in financial assets held for sale		12.106	(4.241)
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		(102.663)	-
1.2.4 Net (increase) decrease in loans		(6.837.817)	(10.384.555)
1.2.5 Net (increase) decrease in other assets		(4.843.330)	(1.881.958)
1.2.6 Net increase (decrease) in bank deposits		348.352	1.008.188
1.2.7 Net increase (decrease) in other deposits		9.575.383	6.351.786
1.2.8 Net increase (decrease) in loans borrowed		(384.157)	2.277.267
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities	(1)	(3.037.999)	6.505.146
<b>I. Net cash provided from banking operations</b>		<b>(2.403.701)</b>	<b>4.875.094</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>			
<b>II. Net cash provided from/ (used in) investing activities</b>		<b>664.086</b>	<b>(2.163.041)</b>
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries		-	(39.133)
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries		-	-
2.3 Fixed assets purchases		(207.843)	(247.501)
2.4 Fixed assets sales		135.594	269.431
2.5 Cash paid for purchase of financial assets available for sale		(3.799.434)	(3.955.754)
2.6 Cash obtained from sale of financial assets available for sale		5.125.328	2.514.485
2.7 Cash paid for purchase of investment securities		(2.112.403)	(958.596)
2.8 Cash obtained from sale of investment securities		1.530.996	261.397
2.9 Other		(8.152)	(7.370)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>III. Net cash used in financing activities</b>		<b>1.242.813</b>	<b>31.978</b>
3.1 Cash obtained from loans borrowed and securities issued		2.880.007	500.000
3.2 Cash used for repayment of loans borrowed and securities issued		(1.250.000)	-
3.3 Marketable securities issued		-	-
3.4 Dividends paid		(386.770)	(468.022)
3.5 Payments for finance leases		(384)	-
3.6 Other		(40)	-
<b>IV. Effect of change in foreign exchange rate on cash and cash equivalents</b>	(1)	<b>(417.248)</b>	<b>611.920</b>
<b>V. Net increase / (decrease) in cash and cash equivalents</b>		<b>(914.050)</b>	<b>3.355.951</b>
<b>VI. Cash and cash equivalents at beginning of the period</b>	(4)	<b>4.783.966</b>	<b>4.557.605</b>
<b>VII. Cash and cash equivalents at end of the period</b>	(5)	<b>3.869.916</b>	<b>7.913.556</b>

The accompanying notes are an integral part of these consolidated financial statements