## TÜRKİYE HALK BANKASI AŞ UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2017

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

# I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

|                |  |              | C                        | Reviewed<br>urrent period |                          |                     | Audited<br>Prior period |                     |  |  |
|----------------|--|--------------|--------------------------|---------------------------|--------------------------|---------------------|-------------------------|---------------------|--|--|
|                |  |              |                          | 30 June 2017              |                          | 31 December 2016    |                         |                     |  |  |
|                | ASSETS   | Note         | TRY                      | FC                        | Total                    | TRY                 | FC                      | Total               |  |  |
|                |  |              |                          |                           |                          |                     |                         |                     |  |  |
| I.             | CASH AND BALANCES WITH THE CENTRAL BANK  | (1)          | 4.218.366                | 31.039.588                | 35.257.954               | 3.534.232           | 26.464.928              | 29.999.160          |  |  |
| Π.             | FINANCIAL ASSETS AT FV THROUGH PROFIT AND LOSS (Net)                               | (2)          | 44.475                   | 371.317                   | 415.792                  | 70.105              | 359.993                 | 430.098             |  |  |
| 2.1            | Trading financial assets   |              | 44.475                   | 371.317                   | 415.792                  | 70.105              | 359.993                 | 430.098             |  |  |
| 2.1.1          | Public sector debt securities  |              | 34.111                   | -                         | 34.111                   | 62.177              | -                       | 62.177              |  |  |
| 2.1.2          | Share certificates   |              | -                        | -                         | -                        | -                   | 250.005                 | 250.011             |  |  |
| 2.1.3 2.1.4    | Financial assets held for trading  |              | 10.264                   | 371.124<br>193            | 371.124                  | 4<br>7.924          | 359.807                 | 359.811             |  |  |
| 2.1.4          | Other marketable securities Financial assets at fair value through profit and loss |              | 10.364                   | 193                       | 10.557                   | 7.924               | 186                     | 8.110               |  |  |
| 2.2.1          | Public sector debt securities  |              |                          |                           |                          | _                   |                         |                     |  |  |
| 2.2.2          | Share certificates   |              |                          | _                         |                          | _                   |                         |                     |  |  |
| 2.2.3          | Loans  |              | _                        | _                         | _                        | _                   | _                       |                     |  |  |
| 2.2.4          | Other marketable securities  |              | -                        | -                         | -                        | -                   |                         |                     |  |  |
| III.           | BANKS  | (3)          | 78.604                   | 2.732.149                 | 2.810.753                | 196.308             | 1.464.722               | 1.661.030           |  |  |
| IV.            | MONEY MARKET PLACEMENTS  |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 4.1            | Interbank money market placements  |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 4.2            | Istanbul Stock Exchange Money Market placements                                    |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 4.3            | Receivables from reverse repurchase agreements                                     |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| V.             | FINANCIAL ASSETS AVAILABLE FOR SALE (Net)  | (4)          | 11.886.056               | 4.883.042                 | 16.769.098               | 10.770.662          | 4.219.265               | 14.989.927          |  |  |
| 5.1            | Share certificates   |              | 74.830                   | 40.810                    | 115.640                  | 66.434              | 34.160                  | 100.594             |  |  |
| 5.2            | Public sector debt securities  |              | 11.811.226               | 4.842.232                 | 16.653.458               | 10.704.228          | 4.185.105               | 14.889.333          |  |  |
| 5.3            | Other marketable securities  | (5)          | 122 (0( 224              | -                         | 100 456 120              | 102 502 204         |                         | 150 254 222         |  |  |
| VI.            | LOANS AND RECEIVABLES  | (5)          | 122.606.334              |                           |                          | 103.502.394         |                         | 158.354.333         |  |  |
| 6.1            | Loans and receivables  |              | 121.250.692              |                           | 179.100.478              |                     |                         | 157.178.296         |  |  |
| 6.1.1<br>6.1.2 | Loans extended to risk group of the Bank<br>Public sector debt securities          |              | 297.230                  | 894.672                   | 1.191.902                | 250.131             | 828.283                 | 1.078.414           |  |  |
| 6.1.3          | Other  |              | 120.953.462              | 56 055 114                | 177 008 576              | 102.076.226         | 54 023 656              | 156.099.882         |  |  |
| 6.2            | Loans under follow-up  |              | 5.736.359                | 30.933.114                | 5.736.359                | 5.140.082           | 34.023.030              | 5.140.082           |  |  |
| 6.3            | Specific provisions (-)  |              | 4.380.717                |                           | 4.380.717                | 3.964.045           |                         | 3.964.045           |  |  |
| VII.           | FACTORING RECEIVABLES  |              | 4.500.717                | _                         | 4.500.717                | 5.704.045           | _                       | 5.704.045           |  |  |
| VIII.          | HELD TO MATURITY INVESTMENTS (Net)   | (6)          | 17.790.819               | 2.336.654                 | 20.127.473               | 15.823.514          | 2.332.668               | 18.156.182          |  |  |
| 8.1            | Public sector debt securities  | (-)          | 17.790.819               | 2.336.654                 | 20.127.473               |                     | 2.332.668               | 18.156.182          |  |  |
| 8.2            | Other marketable securities  |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| IX.            | INVESTMENTS IN ASSOCIATES (Net)  | (7)          | 19.083                   | 271.087                   | 290.170                  | 19.083              | 249.574                 | 268.657             |  |  |
| 9.1            | Accounted under equity method  |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 9.2            | Unconsolidated associates  |              | 19.083                   | 271.087                   | 290.170                  |                     | 249.574                 | 268.657             |  |  |
| 9.2.1          | Financial investments  |              | 12.763                   | 271.087                   | 283.850                  | 12.763              | 249.574                 | 262.337             |  |  |
| 9.2.2          | Non-financial investments  | (8)          | 6.320                    | -                         | 6.320                    |                     | -                       | 6.320               |  |  |
| X.             | INVESTMENTS IN SUBSIDIARIES (Net)  | (8)          | 2.594.229                | 394.490                   | 2.988.719                | 2.514.639           | 363.185                 | 2.877.824           |  |  |
| 10.1<br>10.2   | Unconsolidated financial subsidiaries Unconsolidated non-financial subsidiaries    |              | 2.552.986<br>41.243      | 394.490                   | 2.947.476<br>41.243      | 2.473.396<br>41.243 | 363.185                 | 2.836.581<br>41.243 |  |  |
| XI.            | JOINT VENTURES (Net)   | (9)          | 41.243                   | -                         | 41.243                   | 41.243              | -                       | 41.243              |  |  |
| 11.1           | Accounted under equity method  | (3)          |                          | -                         |                          | _                   |                         |                     |  |  |
| 11.2           | Unconsolidated joint ventures  |              |                          |                           |                          |                     |                         |                     |  |  |
| 11.2.1         | Financial joint ventures   |              | _                        | _                         | _                        | _                   | _                       | _                   |  |  |
| 11.2.2         | Non-financial joint ventures   |              | _                        | _                         | _                        | _                   | _                       | _                   |  |  |
| XII.           | FINANCE LEASE RECEIVABLES (Net)  | (10)         | _                        | -                         | _                        | -                   |                         | -                   |  |  |
| 12.1           | Finance lease receivables  | ( )          | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 12.2           | Operating lease receivables  |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 12.3           | Other  |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 12.4           | Unearned income (-)  |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| XIII.          | DERIVATIVE FIN. ASSETS HELD FOR RISK MANAGEMENT                                    | (11)         | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 13.1           | Fair value risk hedging  |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 13.2           | Cash flow risk hedging   |              | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 13.3           | Net foreign investment risk hedging  |              |                          |                           |                          |                     |                         |                     |  |  |
| XIV.           | TANGIBLE ASSETS (Net)  | (12)         | 2.335.550                | 102                       | 2.335.652                | 2.313.905           | 102                     | 2.314.007           |  |  |
| XV.            | INTANGIBLE ASSETS (Net)  | (13)         | 81.879                   | -                         | 81.879                   | 88.593              | -                       | 88.593              |  |  |
| 15.1           | Goodwill   |              | 01.070                   | -                         | 01.070                   | 00.502              | -                       | 00.502              |  |  |
| 15.2           | Other  INVESTMENT DROPEDTIES (N. 4)  | (14)         | 81.879<br><b>361.713</b> | -                         | 81.879<br><b>361.713</b> | 88.593              | -                       | 88.593              |  |  |
| XVI.<br>XVII.  | INVESTMENT PROPERTIES (Net) TAX ASSET  | (14)<br>(15) | 301./13                  | -                         | 301./13                  | 363.321             | -                       | 363.321             |  |  |
| 17.1           | Current tax asset  | (15)         | -                        | -                         | -                        | -                   | -                       | -                   |  |  |
| 17.2           | Deferred tax asset   |              |                          |                           |                          |                     |                         |                     |  |  |
| XVIII.         | ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED                                    |              |                          |                           |                          |                     |                         |                     |  |  |
| , 111.         | OPERATIONS (Net)   | (16)         | 740                      | -                         | 740                      | 740                 | _                       | 740                 |  |  |
| 18.1           | Held for sale purpose  | (20)         | 740                      | _                         | 740                      |                     | -                       | 740                 |  |  |
| 18.2           | Held from discontinued operations  |              | -                        | -                         | -                        | -                   | -                       |                     |  |  |
| XIX.           | OTHER ASSETS   | (17)         | 2.695.172                | 216.294                   | 2.911.466                | 1.517.081           | 419.865                 | 1.936.946           |  |  |
|                |  |              |                          |                           |                          |                     |                         |                     |  |  |
|                | TOTAL ASSETS   |              | 4 4 4 4 4 4 4 4 4        | 100.094.509               | 264.807.529              |                     |                         | 231.440.818         |  |  |

# TÜRKİYE HALK BANKASI AŞ UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2017

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

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

|        |   |      |                       | Reviewed<br>Current period |                              | Audited Prior period        |                         |                               |  |  |
|--------|---|------|-----------------------|----------------------------|------------------------------|-----------------------------|-------------------------|-------------------------------|--|--|
|        |   |      |                       | 30 June 2017               |                              |                             | December 201            | .6                            |  |  |
|        | LIABILITIES AND SHAREHOLDERS' EQUITY                        | Note | TRY                   | FC                         | Total                        | TRY                         | FC                      | Tota                          |  |  |
|        | DEPOSEES  | (4)  | 100.001.000           | <b>50 005 540</b>          | 150 204 000                  | 00.21#.120                  | < 2 0 45 F00            | 150 262 026                   |  |  |
|        | DEPOSITS  Deposite Held by the Piele Course of the Peele    | (1)  | 100.061.260           | 72.225.548                 | 172.286.808                  | 88.217.130                  | 62.045.709              | 150.262.839                   |  |  |
|        | Deposits Held by the Risk Group of the Bank                 |      | 2.416.074             | 64.807                     | 2.480.881                    | 1.676.769                   | 56.764<br>61.988.945    | 1.733.533                     |  |  |
|        | Other   | (2)  | 97.645.186            | 72.160.741                 | 169.805.927                  |                             |                         | 148.529.306<br><b>211.848</b> |  |  |
|        | DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING           | (2)  | 14                    | 156.211                    | 156.225                      | 59                          | 211.789                 |                               |  |  |
|        | FUNDS BORROWED MONEY MARKET BALANCES                        | (3)  | 461.547<br>23.020.821 | 17.123.731                 | 17.585.278                   |                             | 18.527.149<br>1.373.871 | 18.968.104                    |  |  |
|        | MONEY MARKET BALANCES Interbank money market borrowings     |      | 22.907.717            | 1.906.251                  | <b>24.927.072</b> 22.907.717 | <b>16.473.192</b> 7.003.306 | 1.3/3.8/1               | 7.003.30                      |  |  |
|        | Istanbul Stock Exchange money market takings                |      | 22.907.717            | -                          | 22.907.717                   | 7.003.300                   |                         | 7.005.500                     |  |  |
|        | Funds from repurchase agreements                            |      | 113.104               | 1.906.251                  | 2.019.355                    | 9.469.886                   | 1.373.871               | 10.843.75                     |  |  |
|        | MARKETABLE SECURITIES ISSUED (Net)                          | (4)  | 2.687.964             | 10.719.789                 | 13.407.753                   | 1.749.034                   |                         | 12.433.74                     |  |  |
|        | Treasury bills  | ()   | 2.687.964             | 10.715.705                 | 2.687.964                    | 1.749.034                   | 10.004.700              | 1.749.03                      |  |  |
|        | Asset-backed securities                                     |      | 2.007.704             |                            | 2.007.704                    | 1.747.054                   |                         | 1.747.03                      |  |  |
|        | Bonds   |      |                       | 10.719.789                 | 10.719.789                   | _                           | 10.684.708              | 10.684.70                     |  |  |
|        | FUNDS   | (5)  | 2.365.406             | 10.717.707                 | 2.365.406                    | 2.339.808                   | -                       | 2.339.80                      |  |  |
|        | Borrower Funds  | (5)  | 5.764                 | _                          | 5.764                        | 36.600                      | _                       | 36.60                         |  |  |
|        | Other   |      | 2.359.642             | _                          | 2.359.642                    | 2.303.208                   | _                       | 2.303.20                      |  |  |
|        | SUNDRY CREDITORS  |      | 2.826.549             | 92,484                     | 2.919.033                    | 2.621.256                   | 79.420                  | 2.700.67                      |  |  |
|        | OTHER LIABILITIES   | (6)  | 2.599.062             | 498.094                    | 3.097.156                    | 1.289.999                   | 401.861                 | 1.691.86                      |  |  |
|        | FACTORING PAYABLES  | (0)  | 2.000.002             | 470.074                    | 5.057.1150                   | 1.20,,,,,                   | 401.001                 | 1.071.00                      |  |  |
|        | FINANCE LEASE PAYABLES                                      | (7)  | 39                    | _                          | 39                           | 99                          | _                       | 9                             |  |  |
|        | Finance lease payables                                      | (,)  | 46                    | _                          | 46                           | 123                         | _                       | 12                            |  |  |
|        | Operating lease payables                                    |      | -                     | _                          | -                            | 125                         | _                       |                               |  |  |
|        | Other   |      | _                     | _                          | _                            | _                           | _                       |                               |  |  |
|        | Deferred finance lease expenses (-)                         |      | 7                     | _                          | 7                            | 24                          | _                       | 2                             |  |  |
|        | DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK              |      | •                     |                            | •                            | = -                         |                         | _                             |  |  |
|        | MANAGEMENT  | (8)  | _                     | _                          | _                            | _                           | _                       |                               |  |  |
|        | Fair value risk hedging                                     | (-)  | _                     | _                          | _                            | _                           | _                       |                               |  |  |
|        | Cash flow risk hedging                                      |      | _                     | _                          | _                            | _                           | _                       |                               |  |  |
|        | Net foreign investment risk hedging                         |      | _                     | _                          | _                            | _                           | _                       |                               |  |  |
|        | PROVISIONS  | (9)  | 3.129.221             | 5.240                      | 3.134.461                    | 3.046.236                   | 5.286                   | 3.051.52                      |  |  |
|        | General loan provisions                                     |      | 2.154.859             | -                          | 2.154.859                    | 2.027.964                   | -                       | 2.027.96                      |  |  |
|        | Restructuring provisions                                    |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
|        | Employee benefits provisions                                |      | 697.242               | -                          | 697.242                      | 713.732                     | -                       | 713.73                        |  |  |
|        | Insurance technical reserves (Net)                          |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
|        | Other provisions  |      | 277.120               | 5.240                      | 282.360                      | 304.540                     | 5.286                   | 309.82                        |  |  |
|        | TAX LIABILITY   | (10) | 1.106.875             | 23                         | 1.106.898                    | 616.298                     | 13                      | 616.31                        |  |  |
| 3.1    | Current tax liability                                       | ` ′  | 769.810               | 23                         | 769.833                      | 329.626                     | 13                      | 329.63                        |  |  |
|        | Deferred tax liability                                      |      | 337.065               | -                          | 337.065                      | 286.672                     | -                       | 286.67                        |  |  |
| IV.    | LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM           |      |                       |                            |                              |                             |                         |                               |  |  |
|        | DISCONTINUED OPERATIONS (Net)                               | (11) | -                     | -                          | -                            | -                           | -                       |                               |  |  |
|        | Held for sale purpose                                       |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| 4.2    | Held from discontinued operations                           |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| v.     | SUBORDINATED CAPITAL  | (12) | -                     | -                          | -                            | -                           | -                       |                               |  |  |
|        | SHAREHOLDERS' EQUITY  | (13) | 23.793.326            | 28.074                     | 23.821.400                   | 21.541.122                  | (224.176)               | 21.316.94                     |  |  |
|        | Paid-in capital   |      | 1.250.000             | -                          | 1.250.000                    | 1.250.000                   |                         | 1.250.00                      |  |  |
| 6.2    | Capital reserves  |      | 3.379.280             | 28.074                     | 3.407.354                    | 3.099.188                   | (224.176)               | 2.875.01                      |  |  |
| 6.2.1  | Share Premium   |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| 6.2.2  | Share cancellation profits                                  |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| 5.2.3  | Marketable securities revaluation fund                      |      | 885.038               | 28.074                     | 913.112                      | 706.929                     | (224.176)               | 482.75                        |  |  |
| 5.2.4  | Tangible assets revaluation reserves                        |      | 1.283.879             | -                          | 1.283.879                    | 1.284.522                   | -                       | 1.284.52                      |  |  |
| 6.2.5  | Intangible assets revaluation reserves                      |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| 6.2.6  | Revaluation reserves of real estate for investment purpose  |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| 6.2.7  | Bonus shares of subsidiaries, associates and joint ventures |      | 8.711                 | -                          | 8.711                        | 8.711                       | -                       | 8.71                          |  |  |
| 6.2.8  | Hedging Funds (effective portion)                           |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| 5.2.9  | Value Increase on Assets Held for Sale                      |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| 6.2.10 | Other capital reserves                                      |      | 1.201.652             | -                          | 1.201.652                    | 1.099.026                   | -                       | 1.099.02                      |  |  |
| 6.3    | Profit reserves   |      | 16.936.107            | -                          | 16.936.107                   | 14.633.669                  | -                       | 14.633.66                     |  |  |
|        | Legal reserves  |      | 1.645.649             | -                          | 1.645.649                    | 1.482.358                   | -                       | 1.482.35                      |  |  |
| 5.3.2  | Statutory reserves  |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| 6.3.3  | Extraordinary reserves                                      |      | 15.243.277            | -                          | 15.243.277                   | 13.104.130                  | -                       | 13.104.13                     |  |  |
| 6.3.4  | Other profit reserves                                       |      | 47.181                | -                          | 47.181                       | 47.181                      | -                       | 47.18                         |  |  |
|        | Profit/Loss   |      | 2.227.939             | -                          | 2.227.939                    | 2.558.265                   | -                       | 2.558.26                      |  |  |
|        | Prior years income/loss                                     |      | -                     | -                          | -                            | -                           | -                       |                               |  |  |
| 6.4.2  | Period profit/loss  |      | 2.227.939             | -                          | 2.227.939                    | 2.558.265                   | -                       | 2.558.26                      |  |  |
|        |   |      |                       |                            |                              |                             |                         |                               |  |  |
|        | TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY                  |      | 162.052.084           | 102.755.445                | 264.807.529                  | 138.335.188                 | 02 105 (20              | 231.440.81                    |  |  |

## TÜRKİYE HALK BANKASI AŞ UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS AS OF 30 JUNE 2017

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

## II. STATEMENT OF OFF-BALANCE SHEET ITEMS

| A. COMMITMI I. GUARANTE 1.1 Letters of gua 1.1.1 Guarantees gi 1.1.2 Guarantees gi 1.1.3 Other letters o 1.2 Bank loans 1.2.1 Import accept 1.3.1 Documentary 1.3.1 Documentary 1.3.2 Other letters o 1.4 Guaranteed pr 1.5 Endorsements 1.5.1 Endorsements 1.5.2 Other Endorse 1.5.1 Endorsements 1.5.2 Other Endorse 1.6 Purchase guarant 1.7 Factoring guar 1.8 Other guarant 1.8 Other guarant 1.9 Other surety si 1.1 COMMITMI 2.1 Irrevocable co 2.1.1 Forward depo: 2.1.2 Forward depo: 2.1.3 Capital commi 2.1.4 Loan granting 2.1.5 Securities und 2.1.6 Payment comr 2.1.7 Payment comr 2.1.8 Tax and fund 1 2.1.9 Commitments 2.1.10 Commitments 2.1.11 Receivables for si 2.1.11 Receivables for si 2.1.11 Porvard forei 2.1.12 Payables for si 2.1.11 Derivative fins 3.1.1 Fair valuer isk 3.1.2 Cash flow risk 3.1.3 Net foreign in 'Tansactions fair valuer isk 3.1.2 Carrency guar 3.2.2.1 Forward forei 3.2.1 Forward forei 3.2.1 Forward forei 3.2.2 Currency swa 3.2.3.1 Gurrency (alterees and sala) 3.2.3 Interest rate co 3.2.3.2 Currency futu 3.2.3.1 Gurrency futu 3.2.3.1 Interest rate to 3.2.3.3 Currency futu 3.2.3.4 Interest rate to 3.2.3.5 Interest rate to 4.4 Custody mark 4.3 Custody mark 4.3 Cheques in co 4.4 Custody mark 4.5 Custody mark 4.6 Custody mark 4.7 Other custodie 4.8 Custody mark 4.9 Custodies 4.1 Currency futu 3.2.3.2 Currency futu 3.2.3.3 Currency futu 3.2.3.4 Interest rate to 4.7 Other excess of 4.8 Custody mark 4.9 Custodies 4.9 Custodies 4.1 Currency futu 4.2 Custody mark 4.3 Cheques in co 4.4 Other scess of 4.6 Other scess of 4.7 Other custodie 4.8 Custodians 4.9 Custodians 5.1 Collateral note 5.2 Collateral note 5.3 Committy 5.4 Warranty 5.4 Warranty  |   |        |                          | Reviewed<br>rent period  |                                 | D.                       | Audited<br>rior period   |                                  |
|--|---|--------|--------------------------|--------------------------|---------------------------------|--------------------------|--------------------------|----------------------------------|
| A. COMMITMI I. GUARANTE 1.1.1 Guarantees giv 11.1.2 Guarantees giv 11.1.3 Other letters o for an an an an an an an an an an an an an   |   |        |                          | June 2017                |                                 |                          | ecember 2016             |                                  |
| A. COMMITMI I. GUARANTE 1.1.1 Guarantees giv 11.1.2 Guarantees giv 11.1.3 Other letters o for an an an an an an an an an an an an an   | OFF BALANCE SHEET   | Note   | TRY                      | FC                       | Total                           | TRY                      | FC                       | Tota                             |
| CUARANTE   Letters of guar   Letters of cred     |   | - 1000 |                          |                          |                                 |                          |                          |                                  |
| 1.1   Letters of guar  | COMMITMENTS AND CONTINGENCIES (I+II+III)                              | 40     | 51.179.151               | 50.997.003               | 102.176.154                     | 45.771.117               | 50.441.206               | 96.212.323                       |
| 1.1.1   Guarantees su   1.1.2   Guarantees su   1.1.3   Other letters o   1.2   Bank loans   1.2.1   Import accepts   1.3.1   Letters of cred   1.3.1   Locumentary   1.3.2   Other letters o   1.4   Guaranteed pr   1.5   Indorsements   1.5.1   Endorsements   1.5.1   Endorsements   1.5.2   Other Endorse   1.6   Purchase guara   1.7   Factoring guar   1.8   Other surety sl   1.9   Other guarant   1.9   Other guarant   1.1   COMMITIM   1.2   Forward depo:   2.1.1   Forward depo:   2.1.2   Forward depo:   2.1.3   Capital commit   2.1.4   Loan granting   2.1.5   Securities und   2.1.6   Payment comm   2.1.7   Payment comm   2.1.8   Tax and fund   2.1.9   Commitments   2.1.10   Commitments   2.1.11   Receivables for sl   2.1.12   Payables for sl   2.1.13   Capital   2.1.14   Derivative fina   3.1.1   Fair value risk   3.1.2   Cash flow risk   3.1.2   Carrency swa   3.2.1   Forward foreig   3.2.1   Forward foreig   3.2.1   Forward foreig   3.2.2   Currency swa   3.2.3   Transactions f   3.2.1   Forward foreig   3.2.2.1   Currency swa   3.2.3   Currency swa   3.2.3   Interest rate to   3.2.3.3   Currency futu   3.2.3   Currency futu   3.2.3   Currency futu   3.2.3   Currency futu   3.2.3   Currency futu   3.2.4   Currency futu   3.2.5   Interest rate to   4.4   Commercial n   4.5   Other   4.6   Other custodie   4.7   Other custodie   4.8   Custodians   4.7   Other sasets in   4.7   Other custodie   4.8   Custodians   4.7   Other custodie   4.8   Custodians   4.7   Other custodie   4.8   Custodians   5.1   Marketable se   5.2   Collateral note   5.3   Commodity   5.4   Warranty  | GUARANTEES AND SURETYSHIPS Latters of guarantee                       | (1)    | 23.470.083<br>22.545.227 | 27.350.250<br>20.999.326 | <b>50.820.333</b><br>43.544.553 | 21.073.620<br>20.268.441 | 26.687.208<br>19.699.090 | <b>47.760.82</b> 8<br>39.967.531 |
| 1.1.2   Guarantees git   | Guarantees subject to public procurement law                          |        | 1.096.487                | 10.819.773               | 11.916.260                      | 1.049.993                | 11.366.716               | 12.416.709                       |
| 1.1.3   Other letters of Bank loans  | Guarantees given for foreign trade operations                         |        | 1.070.407                | 10.017.775               | 11.710.200                      | 1.047.773                | 11.500.710               | 12.410.70                        |
| 1.2   Bank loans   Import accept   | Other letters of guarantee  |        | 21.448.740               | 10.179.553               | 31.628.293                      | 19.218.448               | 8.332.374                | 27.550.822                       |
| 1.2.1  |   |        | 25.876                   | 2.141.116                | 2.166.992                       | 12.876                   | 2.812.590                | 2.825.466                        |
| 1.3  | Import acceptances  |        | 168                      | 228.667                  | 228.835                         | -                        | 320.953                  | 320.953                          |
| 1.3.1   Documentary  | Other bank acceptances  |        | 25.708                   | 1.912.449                | 1.938.157                       | 12.876                   | 2.491.637                | 2.504.513                        |
| 1.3.2   Other letters of Guaranteed pr   | Letters of credit   |        | 8.318                    | 4.032.358                | 4.040.676                       | 18.091                   | 3.993.217                | 4.011.308                        |
| 1.4   Guaranteed pr  | Documentary letters of credit   |        | 8.318                    | 4.032.358                | 4.040.676                       | 18.091                   | 3.993.217                | 4.011.308                        |
| 1.5  | Other letters of credit   |        | -                        | -                        | -                               | -                        | -                        |                                  |
| 1.5.1  | Guaranteed prefinancings  |        | -                        | -                        | -                               | -                        | -                        |                                  |
| 1.5.2   Other Endorse  |   |        | •                        | -                        | -                               | -                        | -                        |                                  |
| 1.6  | Endorsements to Central Bank of the Republic of Turkey                |        | -                        | -                        | -                               | -                        | -                        |                                  |
| 1.7  |   |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 1.8  | Purchase guarantees on marketable security issuance                   |        | -                        | -                        | -                               | -                        | -                        | _                                |
| 1.9   Other surety st  |   |        | 890.662                  | 177.450                  | 1.068.112                       | 774.212                  | 182.311                  | 956.523                          |
| II.   COMMTMI  |   |        | 890.002                  | 177.430                  | 1.006.112                       | 774.212                  | 102.311                  | 930.323                          |
| 2.1         Irrevocable co           2.1.1         Forward asset           2.1.2         Capital commi           2.1.3         Capital commi           2.1.4         Loan granting           2.1.5         Securities und           2.1.6         Payment comm           2.1.7         Payment comm           2.1.8         Tax and fund i           2.1.9         Commitments           2.1.10         Commitments           2.1.11         Revolables fr           2.1.12         Payables for S           2.1.13         Other irrevoca           2.1.14         Deryables for S           2.1.15         Other irrevocable con           2.2.2         Other revocable con           2.2.2.1         Revocable con           2.2.2.2         Other revocab           3.1.1         Fair value risk           3.1.2         Cash flow risk           3.1.1         Forward foreig           3.2.1.1         Forward foreig           3.2.2.2         Currency swa           3.2.2.3         Currency swa           3.2.2.2         Currency swa           3.2.2.3         Currency pur           3.2.3.1  | COMMITMENTS   | (1)    | 24.589.214               | 1.028.212                | 25.617.426                      | 22.842.226               | 674.455                  | 23.516.681                       |
| 2.1.1         Forward asset           2.1.2         Forward depor           2.1.3         Capital commit           2.1.4         Loan granting           2.1.5         Securities und           2.1.6         Payment comm           2.1.7         Payment comm           2.1.8         Tax and fund I           2.1.9         Commitments           2.1.10         Commitments           2.1.11         Receivables for sl           2.1.12         Payables for sl           2.1.13         Other irrevoca           2.2         2.1           2.1.1         Pevocable loa           Other revocable         Corditer revocable           2.2.1         Revocable loa           Other revocable         Carrency alt           3.1         Derivative fin           3.1.1         Fair value risk           3.1.2         Cash flow risk           3.1.3         Net foreign in           3.2.1         Forward foreign           3.2.1.1         Forward foreign           3.2.2.1         Currency swa           3.2.2.2         Currency swa           3.2.3.3         Currency fur           3.2.3.4   | Irrevocable commitments   | (1)    | 24.589.214               | 1.028.212                | 25.617.426                      | 22.842.226               | 674.455                  | 23.516.681                       |
| 2.1.2         Forward depo-           2.1.3         Capital commi           2.1.4         Loan granting           2.1.5         Securities und           2.1.6         Payment comn           2.1.7         Payment comn           2.1.8         Tax and fund i           2.1.9         Commitments           2.1.11         Receivables fr           2.1.12         Payables for si           2.1.13         Other irrevoca           2.2         Revocable con           2.2.1         Revocable loa           2.2.2         Other revocab           2.1.1         Forivative fina           3.1.1         Fair value risk           3.1.2         Cash floor risk           3.1.1         Forward foreig           3.2.1         Forward foreig           3.2.1         Forward foreig           3.2.2.1         Forward foreig           3.2.2.2         Currency swaj           3.2.2.3         Linterest rate sw           3.2.2.3         Currency swaj           3.2.3.4         Currency sput           3.2.3.5         Marketable se           3.2.3.6         Marketable se           3.2.3.7   | Forward asset purchase commitments                                    |        | 275.779                  | 626.602                  | 902.381                         | 112.735                  | 304.715                  | 417.450                          |
| 2.1.3         Capital commi           2.1.4         Loan granting           2.1.5         Securities und           2.1.6         Payment comm           2.1.7         Payment comm           2.1.8         Tax and fund ind           2.1.9         Commitments           2.1.10         Commitments           2.1.11         Receivables for sl           2.1.12         Payables for sl           2.1.12         Revocable cor           2.2.1         Revocable loa           2.2.2.1         Other revocable           3.1         Derivative fina           3.1.1         Fair value risk           3.1.2         Cash flow risk           3.1.3         Transactions f           3.2.1         Forward foreig           3.2.1.1         Forward foreig           3.2.1.2         Forward foreig           3.2.2.1         Currency swarg           3.2.2.2         Currency swarg           3.2.2.3         Currency swarg           3.2.2.3         Currency gate           3.2.3.3         Interest rate gate           3.2.3.4         Currency gate           3.2.3.5         Marketable se           3.2.4<   | Forward deposit purchase and sale commitments                         |        | -                        |                          | -                               | -                        | -                        | -                                |
| 2.1.4         Loan granting           2.1.5         Securities und           2.1.6         Payment comm           2.1.7         Payment comm           2.1.8         Tax and fund ind           2.1.9         Commitments           2.1.10         Commitments           2.1.11         Payables for sl           2.1.12         Payables for sl           2.1.13         Other irrevoca           2.2         Revocable loa           2.2.1         Revocable loa           2.2.2         Other revocable           2.1.1         Derivative fin           3.1.1         Fair value risk           3.1.2         Cash flow risk           3.1.3         Net foreign in           3.2.1         Forward foreig           3.2.1.1         Forward foreig           3.2.1.2         Forward foreig           3.2.2.3         Currency swaj           3.2.2.1         Currency swaj           3.2.2.2         Currency part           3.2.3.3         Interest rate sw           3.2.3.4         Currency futu           3.2.3.5         Interest rate fu           3.2.4.1         Currency futu           3.2.5.2   | Capital commitments to subsidiaries and associates                    |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 2.1.6  | Loan granting commitments   |        | 3.649.997                | 401.610                  | 4.051.607                       | 3.182.164                | 369.740                  | 3.551.904                        |
| 2.1.7         Payment com           2.1.8         Tax and fund I           2.1.9         Commitments           2.1.10         Commitments           2.1.11         Receivables for sl           2.1.12         Payables for sl           2.1.13         Other irrevoca           2.2         Revocable loa           2.2.1         Revocable foa           2.2.2         Other ervocab           III.         DERIVATIV           3.1.1         Fair valuer risk           3.1.2         Cash flow risk           3.1.3         Net foreign in           3.2.1         Forward foreig           3.2.1.1         Forward foreig           3.2.2.1         Forward foreig           3.2.2.2         Currency and           3.2.2.3         Currency and           3.2.2.1         Interest rate s           3.2.2.2         Interest rate s           3.2.3.1         Currency gult           3.2.3.2         Currency futu           3.2.3.4         Currency futu           3.2.4.2         Linterest rate for           3.2.5.2         Interest rate for           3.2.5.2         Interest rate for           3.2.5   | Securities underwriting commitments                                   |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 2.1.8         Tax and fund Identified           2.1.9         Commitments           2.1.10         Commitments           2.1.11         Receivables for sl           2.1.12         Payables for sl           2.1.13         Other irrevocab           2.2.1         Revocable cor           2.2.2         Revocable cor           2.2.1         Revocable cor           2.2.2         Other revocab           III.         DERIVATIV           3.1         Pair value risk           3.1.2         Cash flow risk           3.1.2         Cash flow risk           3.1.3         Net foreign in           3.2.1         Forward foreig           3.2.1.1         Forward foreig           3.2.1.2         Forward foreig           3.2.1.2         Currency swaj           3.2.2.1         Currency swaj           3.2.2.2         Currency swaj           3.2.2.3         Currency gut           3.2.3.2         Currency gut           3.2.3.3         Interest rate p           3.2.3.4         Currency futu           3.2.3.5         Interest rate p           3.2.4.1         Currency futu           3.2.5.1<   | Payment commitments for reserve deposits                              |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 2.1.9         Commitments           2.1.10         Commitments           2.1.11         Receivables for sl           2.1.12         Payables for sl           2.1.13         Other irrevoca           2.2         Revocable loa           2.2.1         Revocable loa           2.2.2         Other revocab           3.1         Derivative fin           3.1.1         Fair value risk           3.1.2         Cash flow risk           3.1.3         Net foreign in           3.2.1         Forward foreig           3.2.1.1         Forward foreig           3.2.1.2         Forward foreig           3.2.2.3         Currency swa           3.2.2.1         Currency swa           3.2.2.2         Interest Rate s           3.2.3.3         Currency inte           3.2.3.4         Currency put c           3.2.3.5         Marketable se           3.2.4.1         Currency futu           3.2.3.5         Interest rate fu           3.2.4.1         Currency futu           3.2.5.1         Interest rate fu           3.2.4.2         Currency futu           3.2.5.1         Interest rate fu           4.   | Payment commitments for cheques                                       |        | 6.119.896                | -                        | 6.119.896                       | 5.805.008                | -                        | 5.805.008                        |
| 2.1.10   Commitments   | Tax and fund liabilities from export commitments                      |        | 32.895                   | -                        | 32.895                          | 28.864                   | -                        | 28.864                           |
| 2.1.11         Receivables fr sl           2.1.12         Payables for sl           2.1.13         Cher irrevocab           2.2         Revocable loa           2.2.1         Revocable loa           2.2.2         Other revocab           III.         DERIVATIV           3.1         Pair value risk           3.1.2         Cash flow risk           3.1.3         Ret foreign im           3.2.1         Forward foreig           3.2.1.1         Forward foreig           3.2.1.2         Forward foreig           3.2.1.2         Forward foreig           3.2.2.1         Currency swaj           3.2.2.2         Currency swaj           3.2.2.3         Currency swaj           3.2.2.3         Currency, inte           3.2.3.3         Interest Rate s           3.2.3.3         Interest rate put           3.2.3.4         Currency put           3.2.3.5         Marketable se           3.2.4.1         Currency futu           3.2.5.2         Interest rate fut           3.2.4.1         Currency futu           3.2.5.2         Interest rate fut           3.2.5.1         Interest rate fut   | Commitments for credit card expenditure limits                        |        | 11.248.687               | -                        | 11.248.687                      | 10.794.813               | -                        | 10.794.813                       |
| 2.1.12   | Commitments for credit cards and banking services promotions          |        | 39.708                   | -                        | 39.708                          | 44.328                   | -                        | 44.328                           |
| 2.1.13   | Receivables from short sale commitments                               |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 2.2         Revocable cor           2.2.1         Revocable cor           2.2.2         Revocable loa           3.1         Derivative fina           3.1.1         Pair value risk           3.1.2         Cash flow risk           3.2.1         Forward foreig           3.2.1.1         Forward foreig           3.2.1.2         Forward foreig           3.2.2.3         Currency swa           3.2.2.1         Currency swa           3.2.2.2         Currency swa           3.2.2.3         Currency swa           3.2.3.2         Currency swa           3.2.3.3         Currency, inte           3.2.3.4         Currency put C           3.2.3.5         Marketable se           3.2.4.1         Currency futu           3.2.5.2         Interest rate fu           3.2.4.1         Currency futu           3.2.5.1         Interest rate fu           3.2.4.2         Currency futu           3.2.5.1         Interest rate fu           3.2.5.2         Interest rate fu           3.2.5.1         CustODY A           4.1         Assets under r           4.2         Custody mark           4.3   | Payables for short sale commitments                                   |        |                          | -                        | -                               | -                        | -                        |                                  |
| 2.2.1         Revocable loa           URL         Other revocab           III.         DERIVATIV           3.1.1         Fair value risk           3.1.2         Fair value risk           3.2.1         Forward foreig           3.2.1.1         Forward foreig           3.2.2.1.2         Forward foreig           3.2.2.1.2         Currency and           3.2.2.2         Currency swaj           3.2.2.3         Currency swaj           3.2.2.3         Currency swaj           3.2.3.1         Currency swaj           3.2.3.2         Currency swaj           3.2.3.3         Currency put           3.2.3.4         Currency put           3.2.3.5         Marketable see           3.2.4.1         Currency futu           3.2.5.2         Interest rate for           3.2.5.1         Interest rate for           3.2.5.2         Interest rate for           3.2.5.1         Interest rate for           3.2.5.2         Interest rate for           3.2.5.1         Currency futu           3.2.5.2         Assets under r           4.1         Assets under r           4.2         Custody mark   | Other irrevocable commitments   |        | 3.222.252                | -                        | 3.222.252                       | 2.874.314                | -                        | 2.874.314                        |
| 2.2.2 Other revocab  III. DERIVATIV. 3.1.1 Fair value risk 3.1.2 Cash flow risk 3.1.3 Net foreign in 3.2.1 Forward foreig 3.2.1.1 Forward foreig 3.2.1.1 Forward foreig 3.2.1.2 Currency and 3.2.2.1 Currency swa 3.2.2.3 Currency swa 3.2.2.3 Currency swa 3.2.2.3 Currency swa 3.2.3.3 Currency swa 3.2.3.1 Currency swa 3.2.3.2 Currency swa 3.2.3.3 Currency swa 3.2.3.3 Currency swa 3.2.3.1 Currency futu 3.2.3.2 Currency put of 3.2.3.3 Marketable se 3.2.3.4 Currency futu 3.2.3.5 Interest rate put 3.2.3.6 Currency futu 3.2.3.1 Curr | Revocable commitments   |        | -                        | -                        | -                               | -                        | -                        | -                                |
| III.   DERIVATIV.     3.1   Derivative fins     3.1.1   Fair value risk     3.1.2   Cash flow risk     3.2.1   Forward foreig     3.2.1.1   Forward foreig     3.2.1.2   Currency and     3.2.1.2   Currency and     3.2.2.1   Currency sway     3.2.2.2   Currency sway     3.2.2.3   Interest rate sw     3.2.2.4   Currency sway     3.2.3.2   Currency just     3.2.3.1   Currency just     3.2.3.2   Currency put     3.2.3.3   Interest rate sw     3.2.3.4   Currency futu     3.2.3.5   Marketable se     3.2.3.6   Currency futu     3.2.3.7   Interest rate to     3.2.3.8   Currency futu     3.2.3.1   Interest rate to     3.2.3.2   Currency futu     3.2.3.1   Interest rate to     3.2.3.2   Currency futu     3.2.3.1   Currency futu     3.2.3.1   Currency futu     3.2.3.2   Currency futu     3.2.3.3   Currency futu     3.2.3.4   Currency futu     3.2.3.5   Interest rate to     3.2.3.6   Currency futu     3.2.3.1   Currency futu     3.2.3.2   Currency futu     3.2.3.3   Currency futu     3.2.3.4   Currency futu     3.2.3.5   Currency futu     3.2.3.6   Currency futu     3.2.3.1   Currency futu     3.2.3.2   Currency futu     3.2.3.3   Currency futu     3.2.3.4   Currency futu     3.2.3.5   Currency futu     3.2.3.6   Currency futu     3.2.3.7   Currency futu     3.2.3.8   Currency futu     3.2.3.9   Currency futu     3.2.3.1   Currency futu     3.2.3.2   Currency futu     3.2.3.3   Currency futu     3.2.3.4   Currency futu     3.2.3.5   Currency futu     3.2.3.6   Currency futu     3.2.3.7   Currency futu     3.2.3.8   Currency futu     3.2.3.9   Currency futu     3.2.3.1   Currency fut   | Revocable loan granting commitments                                   |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 3.1         Derivative fin.           3.1.1         Fair value risk           3.1.2         Cash flow risk           3.1.3         Net foreign in           3.2         3.2.1           3.2.1.1         Forward foreig           3.2.2.2         Currency swaj           3.2.2.3         Currency swaj           3.2.2.2         Currency swaj           3.2.2.3         Currency swaj           3.2.2.4         Interest rate swaj           3.2.3.1         Currency put           3.2.3.2         Currency put           3.2.3.3         Currency put           3.2.3.4         Interest rate can           3.2.3.5         Marketable se           3.2.3.1         Currency futu           3.2.4         Currency futu           3.2.4.1         Currency futu           3.2.5.2         Interest rate for           3.2.5.3         Interest rate for           3.2.5.4         CustroDYA           4.1         Assets under r           4.2         Custody mark           4.3         Cheques in co           4.4         Commercial n           4.5         Other custodie           4.6         Unde  | Other revocable commitments  DERIVATIVE FINANCIAL INSTRUMENTS         |        | 2 110 054                | 22 (19 54)               | 25 729 205                      | 1 055 271                | 22 070 542               | 24 024 914                       |
| 3.1.1  | Derivative financial instruments held for risk management             |        | 3.119.854                | 22.618.541               | 25.738.395                      | 1.855.271                | 23.079.543               | 24.934.814                       |
| 3.1.2  | Fair value risk hedging transactions                                  |        | •                        | •                        | •                               | -                        | -                        | -                                |
| 3.1.3   Net foreign in   | Cash flow risk hedging transactions                                   |        |                          |                          |                                 |                          |                          |                                  |
| 3.2.1   Fransactions f   Sale  | Net foreign investment risk hedging transactions                      |        |                          |                          |                                 |                          |                          | _                                |
| 3.2.1.1   Forward foreig   3.2.1.2   Forward foreig   3.2.2.1   Currency sward   3.2.2.1   Currency sward   3.2.2.2   Currency sward   3.2.2.2   Currency sward   3.2.2.3   Interest rate sward   3.2.3.1   Currency put   3.2.3.1   Currency put   3.2.3.2   Currency put   3.2.3.5   Marketable sed   3.2.3.6   Marketable sed   3.2.3.6   Marketable sed   3.2.3.6   Currency future   3.2.3.1   Curr   | Transactions for trading  |        | 3.119.854                | 22.618.541               | 25.738.395                      | 1.855.271                | 23.079.543               | 24.934.814                       |
| 3.2.1.1   Forward foreign  | Forward foreign currency buy/sell transactions                        |        | 1.762.331                | 5.926.816                | 7.689.147                       | 1.162.609                | 5.842.371                | 7.004.980                        |
| 3.2.1.2   Forward foreig   | Forward foreign currency transactions-buy                             |        | 895.512                  | 3.793.995                | 4.689.507                       | 564.492                  | 3.958.120                | 4.522.612                        |
| 3.2.2   Currency and   3.2.2.1   Currency swa   3.2.2.2   Interest rate swa   3.2.2.4   Interest Rate   3.2.3   Currency, inte   3.2.3.1   Currency call   3.2.3.1   Currency call   3.2.3.2   Currency put   3.2.3.2   Interest rate call   3.2.3.4   Currency put   3.2.3.5   Marketable ses   3.2.3.6   Marketable ses   3.2.3.6   Currency futu   3.2.4.1   Currency futu   3.2.4.1   Currency futu   3.2.5.1   Interest rate fu   3.2.5.2   Interest rate fu   3.2.5.2   Currency futu   3.2.5.1   Currency futu   3.2.5.2   Currency futu   3.2.5.   | Forward foreign currency transactions-sell                            |        | 866.819                  | 2.132.821                | 2.999.640                       | 598.117                  | 1.884.251                | 2.482.368                        |
| 3.2.2.2   Currency swaj     3.2.2.3   Interest rate sv     3.2.3.1   Currency, inte     3.2.3.2   Currency, inte     3.2.3.2   Currency put c     3.2.3.2   Currency put c     3.2.3.5   Marketable sec     3.2.3.6   Marketable sec     3.2.3.6   Currency futu     3.2.4.1   Currency futu     3.2.4.1   Currency futu     3.2.4.2   Currency futu     3.2.4.1   Currency futu     3.2.4.2   Currency futu     3.2.4.2   Currency futu     3.2.4.2   Currency futu     3.2.4.2   Currency futu     3.2.4.1   Currency futu     4.2   Currency futu     4.3   Currency futu     4.4   Currency futu     4.5   Custody mark     4.6   Custody mark     4.7   Custody mark     4.8   Custodians     4.9   Custodians     4.1   Custodians     4.2   Custodians     4.3   Custodians     4.4   Custodians     5.1   Marketable sec     5.2   Collateral note     5.3   Commodity     5.3   Commodity     5.4   Custodians     5.4   Custodians     5.1   Custodians     5.2   Custodians     5.3   Commodity     5.3   Custodians     5.4   Custodians     5.3   Custodians     5.4   Custodians     5.4   Custodians     5.5   Custodians     6.5   Custodians     7.5   Custodians      | Currency and interest rate swaps                                      |        | 609.158                  | 14.257.270               | 14.866.428                      | 433.093                  | 14.634.799               | 15.067.892                       |
| 3.2.2.3   Interest rate so   | Currency swap-buy   |        | 2.921                    | 2.475.434                | 2.478.355                       | -                        | 2.707.908                | 2.707.908                        |
| 3.2.2.4   Interest Rate s   3.2.3.1   Currency, inte   3.2.3.2   Currency put   3.2.3.3   Interest rate ca   3.2.3.4   Interest rate ca   3.2.3.5   Marketable se   3.2.4.1   Currency futu   3.2.4.1   Currency futu   3.2.5.1   Interest rate fu   3.2.5.2   Interest rate fu   3   | Currency swap-sell  |        | 606.237                  | 1.779.007                | 2.385.244                       | 433.093                  | 2.182.361                | 2.615.454                        |
| 3.2.3   Currency, inte     3.2.3.1   Currency call     3.2.3.2   Currency call     3.2.3.3   Interest rate ca     3.2.3.4   Marketable ses     3.2.3.5   Marketable ses     3.2.3.6   Currency futu     3.2.4   Currency futu     3.2.4   Currency futu     3.2.5   Interest rate fu     3.2.5   Interest rate fu     3.2.5   Currency futu     3.2.4   Currency futu     3.2.5   Currency futu     3.2.5   Currency futu     4.2   Currency futu     4.3   Custody mark     4.4   Custody mark     4.5   Custody mark     4.6   Custodians     4.7   Custodians     4.8   Custodians     4.9   Custodians     5.1   Marketable ses     5.1   Marketable ses     5.2   Collateral note     5.3   Commodity     5.4   Custodians     5.4   Custodians     5.5   Cullateral note     5.6   Cullateral Note     5.7   Cullateral Note     5.8   Cullateral Note     5.9   Cullateral Note     5.1   Cullateral Note     5.2   Cullateral Note     5.3   Cullateral Note     5.4   Cullateral Note     5.4   Cullateral Note     5.4   Cullateral Note     5.5   Cullateral Note     5.6   Cullateral Note     5.7   Cullateral Note     5.8   Cullateral Note     5.8   Cullateral Note     5.8   Cullateral Note     5.9   Cullateral Note     5.0   Cullateral Note     5.1   Cullateral Note     5.2   Cullateral Note     5.3   Cullateral Note     5.4   Cullateral Note     5.5   Cullatera   | Interest rate swap-buy  |        | -                        | 5.001.414                | 5.001.414                       | -                        | 4.872.265                | 4.872.265                        |
| 3.2.3.1   Currency call     3.2.3.2   Currency put of     3.2.3.3   Interest rate co     3.2.3.4   Interest rate put of     3.2.3.5   Marketable sec     3.2.3.6   Marketable sec     3.2.4   Currency futur     3.2.4   Currency futur     3.2.4   Currency futur     3.2.5   Interest rate but     3.2.5   Interest rate fut     3.2.5   Interest rate fut     3.2.5   Other     4.2   CUSTODY A     IV.   CUSTODIS     4.1   Assets under ruch     4.2   Custody mark     4.3   Cheques in co     4.4   Commercial nuch     4.5   Cheques in co     4.6   Custodians     4.7   Custodians     4.8   Custodians     4.9   Custodians     4.1   Custodians     4.2   Custodians     4.3   Custodians     4.4   Custodians     4.5   Custodians     4.7   Custodians     4.8   Custodians     4.9   Custodians     4.1   Custodians     4.2   Custodians     4.3   Custodians     4.4   Custodians     4.5   Custodians     4.7   Custodians     4.8   Custodians     4.9   Custodians     4.1   Custodians     4.2   Custodians     4.3   Custodians     4.4   Custodians     4.5   Custodians     4.7   Custodians     4.8   Custodians     4.8   Custodians     4.9   Custodians     4.1   Custodians     4.2   Custodians     4.3   Custodians     4.4   Custodians     4.5   Custodians     4.6   Custodians     4.7   Custodians     4.8   Custodians     4.9   Custodians     4.1   Custodians     4.2   Custodians     4.3   Custodians     4.4   Custodians     4.5   Custodians     4.5   Custodians     4.6   Custodians     4.7   Custodians     4.8   Custodians     4.9   Custodians     4.1   Custodians     4.1   Custodians     4.2   Custodians     4.3   Custodians     4.4   Custodians     4.5   Custodians     4.6   Custodians     4.7   Custodians     4.8   Custodians     4.8   Custodians     4.9   Custodians     4.1   Custodians     4.1   Custodians     4.2   Custodians     4.3   Custodians     4.4   Custodians     4.5   Custodians     4.6   Custodians     4.7   Custodians     4.8   Custodians     4.9   Custodians     4.1   Custodians     4.1   Custodians     4.2   Custodians     | Interest Rate swap-sell   |        | -                        | 5.001.415                | 5.001.415                       | -                        | 4.872.265                | 4.872.265                        |
| 3.2.3.2   Currency put (a)   | Currency, interest rate and marketable securities options             |        | 748.365                  | 778.635                  | 1.527.000                       | 259.569                  | 420.684                  | 680.253                          |
| 3.2.3.3 Interest rate ca 3.2.3.4 Interest rate pa 3.2.3.5 Marketable se 3.2.3.6 Marketable se 3.2.3.6 Marketable se 3.2.3.1 Currency futur 3.2.4.1 Currency futur 3.2.4.2 Currency futur 3.2.4.2 Interest rate bu 3.2.5.1 Interest rate bu 3.2.5.2 Interest rate fu 3.2.5.2 Unterest rate fu 3.2.5.2 Unterest rate fu 4.2 CusTODY A 1V. CUSTODY A 4.1 Assets under r 4.2 Custody mark 4.3 Cheques in co 4.4 Commercial n 4.5 Underwritten s 4.6 Underwritten s 4.7 Other custodie 4.8 Custodians V. PLEDGED A 5.1 Marketable se 5.2 Collateral note 5.3 Commodity 5.4 Warranty   | Currency call options   |        | 374.156                  | 389.343                  | 763.499                         | 129.783                  | 210.341                  | 340.124                          |
| 3.2.3.4   Interest rate pt   | Currency put options  |        | 374.209                  | 389.292                  | 763.501                         | 129.786                  | 210.343                  | 340.129                          |
| 3.2.3.5   Marketable see   | Interest rate call options  |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 3.2.3.6  | Interest rate put options   |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 3.2.4.1   Currency future  | Marketable securities call options  Marketable securities put options |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 3.2.4.1   Currency futur     3.2.5   Interest rate fu     3.2.5.1   Interest rate fu     3.2.5.2   3.2.6     3.2.6   Other     IV.   | Marketable securities put options                                     |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 3.2.4.2   Currency futures   | Currency futures Currency futures-buy                                 |        | •                        | -                        | •                               | -                        | -                        | -                                |
| 3.2.5.1 Interest rate by 3.2.5.1 Interest rate fur 3.2.5.2 Interest rate fur 3.2.5.2 Interest rate fur 3.2.5.2 Other Br. CUSTODY A IV. CUSTODIES 4.1 Assets under r 4.2 Custody mark 4.3 Cheques in co 4.4 Commercial n 4.5 Other assets in 4.6 Underwritten s 4.7 Other custodie 4.8 Custodians V. PLEDGED A 5.1 Marketable sc 5.2 Collateral note 5.3 Commodity Warranty   | Currency futures-buy  |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 3.2.5.1   Interest rate fu   | Interest rate buy/sell futures  |        | -                        | -                        | -                               | -                        | -                        | -                                |
| 3.2.5.2 Interest rate fu 3.2.6 Other B. CUSTODY A IV. CUSTODIES 4.1 Assets under r 4.2 Custody mark 4.3 Cheques in co 4.4 Commercial n 4.5 Other assets in 4.6 Underwritten s 4.7 Other custodians V. PLEDGED A 5.1 Marketable se 5.2 Collateral note 5.3 Commodity 5.4 Warranty   | Interest rate buyysen rutures  Interest rate futures-buy              |        | -                        | -                        | -                               | _                        | _                        | -                                |
| 3.2.6 Other B. CUSTODY A IV. CUSTODIES 4.1 Assets under r 4.2 Custody mark 4.3 Cheques in co 4.4 Commercial n 4.5 Other assets in 4.6 Underwritten s 4.7 Other custodie 4.8 Custodians V. PLEDGED A 5.1 Marketable se 5.2 Collateral note 5.3 Commodity 5.4 Warranty   | Interest rate futures-sell  |        | _                        | _                        | _                               | _                        | _                        | _                                |
| B.         CUSTODY A           IV.         CUSTODIES           4.1         Assets under r           4.2         Custody mark           4.3         Cheques in co           4.4         Commercial n           4.5         Other assets in           4.6         Underwritten s           4.7         Other custodians           V.         PLEDGED A           5.1         Marketable s           5.2         Collateral note           5.3         Commodity           5.4         Warranty   |   |        | -                        | 1.655.820                | 1.655.820                       | _                        | 2.181.689                | 2.181.689                        |
| IV.   CUSTODIES  | CUSTODY AND PLEDGED ASSETS (IV+V+VI)                                  |        | 728.683.915              | 175.275.974              | 903.959.889                     | 660.197.757              | 154.850.365              | 815.048.122                      |
| 4.1         Assets under r           4.2         Custody mark           4.3         Cheques in co           4.4         Commercial n           4.5         Other assets in           4.6         Underwritten 1           4.7         Other custodie           4.8         Custodians           V.         PLEOGED A           5.1         Marketable se           5.2         Collateral note           5.3         Commodity           5.4         Warranty  | CUSTODIES   |        | 354.036.418              | 26.100.368               | 380.136.786                     | 342.844.925              | 23.694.435               | 366.539.360                      |
| 4.2 Custody mark 4.3 Cheques in co 4.4 Commercial n 4.5 Other assets in 4.6 Underwritten s 4.7 Other custodie 4.8 Custodians V. PLEDGED A 5.1 Marketable s 5.2 Collateral note 5.3 Commodity 5.4 Warranty  | Assets under management   |        | -                        | -                        | -                               | _                        | -                        | -                                |
| 4.3 Cheques in co 4.4 Commercial n 4.5 Other assets in 4.6 Underwritten s 4.7 Other custodie 4.8 Custodians V. PLEDGED A 5.1 Marketable se 5.2 Collateral note 5.3 Commodity 5.4 Warranty  | Custody marketable securities   |        | 165.533.200              | 682.926                  | 166.216.126                     | 166.136.992              | 728.810                  | 166.865.802                      |
| 4.4         Commercial n           4.5         Other assets in           4.6         Underwritten s           4.7         Other custodie           4.8         Custodians           V.         PLEOGED A           5.1         Marketable sec           5.2         Collateral note           5.3         Commodity           5.4         Warranty   | Cheques in collection process   |        | 13.068.996               | 19.311.167               | 32.380.163                      | 12.428.736               | 17.253.652               | 29.682.388                       |
| 4.6 Underwritten s 4.7 Other custodia 4.8 Custodians V. PLEDGED A 5.1 Marketable see 5.2 Collateral note 5.3 Commodity 5.4 Warranty  | Commercial notes in collection process                                |        | 164.520.015              | 492.996                  | 165.013.011                     | 137.515.100              | 517.259                  | 138.032.359                      |
| <ul> <li>4.7 Other custodie</li> <li>4.8 Custodians</li> <li>V. PLEDGED A</li> <li>5.1 Marketable see</li> <li>5.2 Collateral note</li> <li>5.3 Commodity</li> <li>5.4 Warranty</li> </ul>   | Other assets in collection process                                    |        | 1                        | -                        | 1                               | -                        | -                        | -                                |
| 4.8 Custodians V. PLEDGED A 5.1 Marketable see 5.2 Collateral note 5.3 Commodity 5.4 Warranty  | Underwritten securities   |        | -                        | -                        | -                               | -                        | -                        | -                                |
| V. PLEDGED A 5.1 Marketable see 5.2 Collateral note 5.3 Commodity 5.4 Warranty   | Other custodies   |        | 3.893.823                | 106.981                  | 4.000.804                       | 3.485.883                | 98.721                   | 3.584.604                        |
| <ul> <li>5.1 Marketable see</li> <li>5.2 Collateral note</li> <li>5.3 Commodity</li> <li>5.4 Warranty</li> </ul>   |   |        | 7.020.383                | 5.506.298                | 12.526.681                      | 23.278.214               | 5.095.993                | 28.374.207                       |
| 5.2 Collateral note<br>5.3 Commodity<br>5.4 Warranty   | PLEDGED ASSETS  |        | 374.647.497              | 149.175.606              | 523.823.103                     | 317.352.832              | 131.155.930              | 448.508.762                      |
| 5.3 Commodity<br>5.4 Warranty  | Marketable securities   |        | 4.109.229                | 498.122                  | 4.607.351                       | 4.037.694                | 473.880                  | 4.511.574                        |
| 5.4 Warranty   |   |        | 6.538.496                | 776.595                  | 7.315.091                       | 7.292.482                | 820.012                  | 8.112.494                        |
|  |   |        | 25.813                   | -                        | 25.813                          | 25.813                   | -                        | 25.813                           |
|  |   |        | 207.407.444              | 120 522 025              | 415 041 501                     | 250 221 022              | 116 450 704              | 275 701 500                      |
|  | Land and buildings  |        | 287.407.646              | 128.533.935              | 415.941.581                     | 259.321.832              | 116.459.706              | 375.781.538                      |
| <ul><li>5.6 Other pledged</li><li>5.7 Pledges</li></ul>  | Other pledged assets  |        | 53.874.916<br>22.691.397 | 17.995.792<br>1.371.162  | 71.870.708<br>24.062.559        | 42.614.826<br>4.060.185  | 12.035.647<br>1.366.685  | 54.650.473<br>5.426.870          |
| -  |   |        | 44.071.37/               | 1.3/1.102                | 24.002.337                      | 4.000.103                | 1.500.005                | 3.420.670                        |
| VI. ACCEPTED   | ACCEPTED BILL GUARANTEES AND SURETIES                                 |        | -                        | -                        | -                               | -                        | -                        | -                                |
| momit c  | TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)                                |        | 779.863.066              | 226,272,977              | 1.006.136.043                   | 705.968.874              | 205,291,571              | 911.260.445                      |

## TÜRKİYE HALK BANKASI AŞ UNCONSOLIDATED STATEMENT OF INCOME AS OF 30 JUNE 2017

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

#### III. STATEMENT OF INCOME

|                     |   |      | Reviewed                   | Reviewed                | Reviewed                 | Reviewed                 |
|---------------------|---|------|----------------------------|-------------------------|--------------------------|--------------------------|
|                     |   |      | Current period             | Prior period 1 January- | Current period           | Prior period             |
|                     | INCOME AND EXPENSES   | Note | 1 January-<br>30 June 2017 | 30 June 2016            | 1 April-<br>30 June 2017 | 1 April-<br>30 June 2016 |
| I.                  | INTEREST INCOME   | (1)  | 10.573.035                 | 7.966.077               | 5.401.630                | 4.020.891                |
| 1.1                 | Interest on loans   | (1)  | 8.438.624                  | 6.678.956               | 4.375.046                | 3.460.785                |
| 1.2                 | Interest received from reserve deposits   |      | 51.730                     | 29.872                  | 29.885                   | 15.002                   |
| 1.3                 | Interest received from banks  |      | 90.588                     | 40.846                  | 51.554                   | 20.141                   |
| 1.4                 | Interest received from money market placements  |      | 23.079                     | -                       | 11.030                   | -                        |
| 1.5                 | Interest income on marketable securities  |      | 1.957.095                  | 1.212.001               | 930.000                  | 523.217                  |
| 1.5.1               | Financial assets held for trading   |      | 352                        | 2.521                   | 192                      | 1.545                    |
| 1.5.2               | Financial assets at fair value through profit and loss  |      | -                          | _                       | _                        | _                        |
| 1.5.3               | Financial assets available-for-sale   |      | 784.959                    | 480.435                 | 383.011                  | 229.154                  |
| 1.5.4               | Investments held-to-maturity  |      | 1.171.784                  | 729.045                 | 546.797                  | 292.518                  |
| 1.6                 | Finance lease income  |      | -                          | -                       | -                        | -                        |
| 1.7                 | Other interest income   |      | 11.919                     | 4.402                   | 4.115                    | 1.746                    |
| II.                 | INTEREST EXPENSE  | (2)  | 6.363.484                  | 4.868.396               | 3.473.705                | 2.449.169                |
| 2.1                 | Interest on deposits  |      | 4.701.358                  | 4.005.437               | 2.564.346                | 2.001.818                |
| 2.2                 | Interest on borrowings  |      | 187.761                    | 174.057                 | 88.308                   | 86.623                   |
| 2.3                 | Interest on money market borrowings   |      | 1.037.049                  | 391.260                 | 609.045                  | 215.423                  |
| 2.4                 | Interest on bonds issued  |      | 372.713                    | 251.288                 | 185.073                  | 128.134                  |
| 2.5                 | Other interest expense  |      | 64.603                     | 46.354                  | 26.933                   | 17.171                   |
| III.                | NET INTEREST INCOME [ I – II ]  |      | 4.209.551                  | 3.097.681               | 1.927.925                | 1.571.722                |
| IV.                 | NET FEES AND COMMISSIONS INCOME   |      | 1.046.252                  | 616.456                 | 508.829                  | 324.370                  |
| 4.1                 | Fees and commissions income   |      | 1.252.323                  | 794.658                 | 614.778                  | 418.359                  |
| 4.1.1               | Non-cash loans  |      | 185.750                    | 137.617                 | 94.220                   | 74.353                   |
| 4.1.2               | Other   |      | 1.066.573                  | 657.041                 | 520.558                  | 344.006                  |
| 4.2                 | Fees and commissions expenses   |      | 206.071                    | 178.202                 | 105.949                  | 93.989                   |
| 4.2.1               | Non-cash loans  |      | 28                         | 31                      | 19                       | 21                       |
| 4.2.2               | Other   |      | 206.043                    | 178.171                 | 105.930                  | 93.968                   |
| v.                  | DIVIDEND INCOME   | (3)  | 22.165                     | 196.162                 | 22.113                   | 196.162                  |
| VI.                 | NET TRADING PROFIT (NET)  | (4)  | 102.842                    | 37.122                  | 33.065                   | 16.351                   |
| 6.1                 | Profit/loss from capital market operations  |      | 18.264                     | 6.908                   | 9.512                    | 3.623                    |
| 6.2                 | Profit/loss from financial derivative transactions  |      | (189.004)                  | (413.803)               | (49.828)                 | (202.525)                |
| 6.3                 | Foreign exchange gains/losses   |      | 273.582                    | 444.017                 | 73.381                   | 215.253                  |
| VII.                | OTHER OPERATING INCOME  | (5)  | 294.194                    | 402.777                 | 144.874                  | 170.772                  |
| VIII.<br>IX.        | TOTAL OPERATING INCOME (III+IV+V+VI+VII)<br>LOANS AND OTHER RECEIVABLES IMPAIRMENT LOSS                   |      | 5.675.004                  | 4.350.198               | 2.636.806                | 2.279.377                |
|                     | PROVISIONS (-)  | (6)  | 730.284                    | 539.748                 | 259.597                  | 268.669                  |
| X.                  | OTHER OPERATING EXPENSES(-)   | (7)  | 2.133.681                  | 1.892.671               | 1.112.664                | 931.068                  |
| XI.                 | NET OPERATING INCOME/(LOSS) (VIII-IX-X)   |      | 2.811.039                  | 1.917.779               | 1.264.545                | 1.079.640                |
| XII.                | AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER  |      | <u>-</u>                   | -                       | <u>-</u>                 | -                        |
| XIII.               | PROFIT/LOSSES FROM EQUITY METHOD APPLIED SUBSIDIARIES   |      | <u>-</u>                   | -                       | -                        | -                        |
| XIV                 | GAIN / (LOSS) ON NET MONETARY POSITION  |      | -                          | -                       | -                        | -                        |
| XV.                 | INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)  | (8)  | 2.811.039                  | 1.917.779               | 1.264.545                | 1.079.640                |
| XVI.                | TAX INCOME PROVISION (±)  | (9)  | (583.100)                  | (352.099)               | (255.774)                | (194.043)                |
| 16.1                | Current tax provision   |      | (554.475)                  | (407.507)               | (271.529)                | (225.845)                |
| 16.2                | Deferred tax provision  |      | (28.625)                   | 55.408                  | 15.755                   | 31.802                   |
| XVII.               | NET OPERATING INCOME AFTER TAX (XV±XVI)   | (10) | 2.227.939                  | 1.565.680               | 1.008.771                | 885.597                  |
| XVIII.              | INCOME FROM DISCONTINUED OPERATIONS   |      | -                          | -                       | -                        | -                        |
| 18.1                | Property and equipment income held for sale   |      | -                          | -                       | -                        | -                        |
| 18.2                | Sale profits from associates, subsidiaries and joint ventures   |      |                            |                         |                          |                          |
| 10.2                | (business partners)   |      | -                          | -                       | -                        | -                        |
| 18.3<br><b>XIX.</b> | Other income from terminated operations   |      | -                          | -                       | -                        | -                        |
|                     | EXPENSES FROM DISCONTINUED OPERATIONS (-)   |      | -                          | -                       | -                        | -                        |
| 19.1<br>19.2        | Property and equipment expense held for sale Sale losses from associates, subsidiaries and joint ventures |      | -                          | -                       | -                        | -                        |
| 19.3                | (business partners)   |      | -                          | -                       | -                        | -                        |
| XX.                 | Other expenses from discontinued operations INCOME/EXPENSE BEFORE TAXES FROM                              |      | -                          | -                       | -                        | -                        |
| XXI.                | DISCONTINUED OPERATIONS (XVIII-XIX) PROVISION FOR TAXES ON INCOME FROM                                    |      | -                          | -                       | -                        | -                        |
|                     | DISCONTINUED OPERATIONS (±)   |      | -                          | -                       | -                        | -                        |
| 21.1                | Current tax provision   |      | -                          | -                       | -                        | -                        |
| 21.2                | Deferred tax provision  |      | -                          | -                       | -                        | -                        |
| XXII.               | NET PROFIT/LOSSES FROM DISCONTINUED<br>OPERATIONS (XX±XXI)  |      | -                          | -                       | -                        | -                        |
| XXIII.              | NET PROFIT/(LOSS) (XVII+XXII)   | (11) | 2.227.939                  | 1.565.680               | 1.008.771                | 885.597                  |
|                     | Earnings/losses per share (Full TRY)  |      | 1,78235                    | 1,25254                 | 0,80702                  | 0,<br>70848              |
|                     | •   |      | ,                          |                         | ,                        |                          |

## TÜRKİYE HALK BANKASI AŞ UNCONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS OF 30 JUNE 2017

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

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

|           |  | Reviewed               | Reviewed               |
|-----------|--|------------------------|------------------------|
|           |  | Current period         | Prior period           |
|           | STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY   | 1 January-30 June 2017 | 1 January-30 June 2016 |
| т         | ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS                           | 452.162                | 225.267                |
| ı.<br>II. | TANGIBLE ASSETS REVALUATION DIFFERENCES  TANGIBLE ASSETS REVALUATION DIFFERENCES   | 452.162<br>(677)       | (316)                  |
|           |  | (677)                  | (310)                  |
| III.      | INTANGIBLE ASSETS REVALUATION DIFFERENCES  | <del>-</del>           |                        |
| IV.       | FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS   | 102.626                | 45.586                 |
| 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  | -                      | -                      |
| IX.       | DEFERRED TAX OF VALUATION DIFFERENCES  | (21.768)               | (48.060)               |
| X.        | TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II++IX)  | 532.343                | 222.477                |
| XI.       | PROFIT/LOSS  | 2.227.939              | 1,565,680              |
| 11.1      | Change in fair value of marketable securities (Transfer to profit/loss)  | 18.260                 | 3.772                  |
| 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  | 2.209.679              | 1.561.908              |
| XII.      | TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)  | 2.760.282              | 1.788.157              |

## TÜRKİYE HALK BANKASI AŞ UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 30 JUNE 2017 (Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

# V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

|                  | Reviewed   | Note | Paid in<br>capital | Effect of<br>inflation<br>adjustments<br>on paid in<br>capital | Share<br>premium | Share<br>certificate<br>cancellation<br>profit | Legal<br>reserves | Statutory<br>reserves | Extra-<br>ordinary<br>reserves | Other reserves | Current<br>period net<br>income/<br>(loss) | Prior<br>period net<br>income/<br>(loss) | Valuation<br>changes in<br>marketable<br>sec. | Revaluation<br>changes in prop.<br>and equip. and<br>int. assets | Bonus shares<br>from<br>shareholders | Hedging<br>funds | Value change in<br>pro. and equip.<br>held for sale<br>purp./term. op. | Tota<br>shareholders<br>equity |
|------------------|--|------|--------------------|--|------------------|--|-------------------|-----------------------|--------------------------------|----------------|--|--|---|--|--------------------------------------|------------------|--|--------------------------------|
| I.               | 1 January 2016 – 30 June 2016<br>Balance at end of prior period<br>Changes within the period         |      | 1.250.000          | 1.220.451  | -                | -  | 1.335.865         | -                     | 11.166.841                     | 31.892         | 2.315.313                                  | -  | 966.835                                       | 1.128.435  | 8.711                                | -                |  | - 19.424.343                   |
| II.              | Increase/decrease generated by merger  |      | -                  | -  | -                | -  | -                 |                       | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| III.             | Valuation changes in marketable securities   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | 177.192                                       | -  | -                                    |                  |  | - 177.192                      |
| IV.              | Hedging funds (effective portion)  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| 4.1<br>4.2       | Cash-flow hedge  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                | •  |                                |
| 4.2<br><b>V.</b> | Hedges for investment made in foreign countries  Revaluation changes of property and equipment       |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | (301)  | -                                    | -                |  | - (301)                        |
| v.<br>VI.        | Revaluation changes of intangible assets   |      | -                  | _  |                  | -  | _                 | -                     | _                              | -              | _  | _  | _   | (301)  | -                                    | _                |  | - (301)                        |
| VII.             | Bonus shares from investment and associates, subsidiaries and joint                                  |      | -                  |  |                  |  |                   |                       |                                |                |  |  |   |  | -                                    |                  |  | •                              |
|                  | ventures (business partners).  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                | •  | -                              |
| VIII.            | Foreign exchange differences   |      | -                  | -  | -                | -  | -                 | -                     | -                              | 45.586         | -  | -  | -   | -  | -                                    | -                |  | 45.586                         |
| IX.              | Changes after disposal of securities   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| X.               | Changes after reclassification of securities   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  | · •                            |
| XI.              | Effect of changes in shareholders equity of investments and associates                               |      | -                  | -  | -                | -  | _                 | -                     | -                              |                | -  | -  | _   | -  | -                                    | -                |  |                                |
| VII              | to bank's shareholders equity  |      |                    |  |                  |  |                   |                       |                                |                |  |  |   |  |                                      |                  |  |                                |
| XII.<br>12.1     | Increase in capital Cash   |      | -                  | -  | -                | -  | -                 | -                     | -                              | •              | -  | -  | -   | -  | -                                    | -                |  |                                |
| 12.1             | From internal resources  |      | _                  |  |                  | _  | _                 | _                     | -                              |                | -  | _  | _   | _  | _                                    | _                |  |                                |
| XIII.            | Issuance of share certificates at end of period  |      | -                  | -  | -                | -  | _                 | _                     | -                              |                | -  | -  | _   |  | -                                    | -                |  |                                |
| XIV.             | Share cancellation profits   |      | -                  | -  |                  | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| XV.              | Adjustment to paid-in capital  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| XVI.             | Other  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| XVII.            | Net profit or losses   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | 1.565.680                                  | -  | -   | -  | -                                    | -                |  | - 1.565.680                    |
|                  |  |      | -                  | -  | -                | -  | 146.493           | -                     | 1.937.289                      | -              | (2.315.313)                                | -  | -   | -  | -                                    | -                |  | - (231.531)                    |
| 18.1             | Dividends distributed  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | (231.531)                                | -   | -  | -                                    | -                |  | - (231.531)                    |
| 18.2<br>18.3     | Transfers to legal reserves<br>Other   |      | -                  | -  | -                | -  | 146.493           | -                     | 1.937.289                      | -              | (2.315.313)                                | (2.083.782)<br>2.315.313                 | -   | -  | -                                    | -                |  |                                |
| 16.5             | Closing balance  |      | 1.250.000          | 1.220.451  |                  |  | 1.482.358         |                       | 13.104.130                     | 77.478         | 1.565.680                                  | 2.313.313                                | 1.144.027                                     | 1.128.134  | 8.711                                |                  |  | - 20.980.969                   |
|                  | Cooling busines  |      | 112001000          | 112201101  |                  |  | 111021000         |                       | 1011011120                     | 771170         | 110001000                                  |  | 111111027                                     | 111201101  | 011                                  |                  |  | 2000000                        |
| I.               | 1 January 2017 – 30 June 2017 Balance at end of prior period Changes within the period               |      | 1.250.000          | 1.220.451  | -                | -  | 1.482.358         | -                     | 13.104.130                     | (74.244)       | 2.558.265                                  | -  | 482.753                                       | 1.284.522  | 8.711                                | -                |  | - 21.316.946                   |
| II.              | Increase or decrease generated by merger   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| III.             | Valuation changes in marketable securities   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | 430.359                                       | -  | -                                    | -                |  | - 430.359                      |
| IV.              | Hedging Funds (effective portion)  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| 4.1<br>4.2       | Cash flow hedge<br>Hedges for investments made in foreign countries                                  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  | -                              |
| V.               | Revaluation changes of property and equipment  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | (643)  | -                                    | -                | •  | - (643)                        |
| VI.              | Revaluation changes of intangible assets   |      |                    | -  |                  | -  |                   | -                     | -                              | -              |  |  |   | (043)  |                                      |                  |  | - (043)                        |
| VII.             | Bonus shares from investment and associates, subsidiaries and joint                                  |      |                    |  |                  |  |                   |                       |                                |                |  |  |   |  |                                      |                  |  |                                |
|                  | ventures (business partners)   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  | •                              |
| VIII.            | Foreign exchange differences   |      | -                  | -  | -                | -  | -                 | -                     | -                              | 102.626        | -  | -  | _   | -  | -                                    | -                |  | 102.626                        |
| IX.              | Changes after disposal of securities   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| X.               | Changes after reclassification of securities   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| XI.              | Effect of changes in shareholders equity of investments and associates to bank's shareholders equity |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| XII.             | Increase in capital  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| 12.1<br>12.2     | Cash   |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                | •  |                                |
|                  | From internal resources  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | -  | -   | -  | -                                    | -                |  |                                |
| XIII.<br>XIV.    | Issuance of share certificates at end of period<br>Share cancellation profits                        |      | •                  | -  | -                | -  | •                 | •                     | -                              | •              | •  | -  | -   | -  | -                                    | •                | •  |                                |
| XV.              | Adjustment to paid-in capital  |      |                    | -  |                  | -  |                   |                       | - :                            |                | - :  | - :                                      | - :   |  | -                                    |                  |  |                                |
| XVI.             | Other  |      |                    | -  |                  | _  |                   |                       | _                              | -              |  | _  | _   |  | -                                    |                  |  |                                |
| XVII.            | Net profit or losses   |      |                    | -  |                  | -  | -                 |                       | -                              | -              | 2.227.939                                  | -  | -   |  | -                                    | -                |  | - 2.227.939                    |
| XVIII.           |  |      |                    | -  |                  | -  | 163.291           |                       | 2.139.147                      | -              | (2.558.265)                                | -  | -   |  | -                                    | -                |  | - (255.827)                    |
| 18.1             | Dividends distributed  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | -  | (255.827)                                | -   | -  | -                                    | -                |  | - (255.827)                    |
| 18.2             | Transfers to legal reserves  |      | -                  | -  | -                | -  | 163.291           | -                     | 2.139.147                      | -              | -  | (2.302.438)                              | -   | -  | -                                    | -                |  |                                |
| 18.3             | Other  |      | -                  | -  | -                | -  | -                 | -                     | -                              | -              | (2.558.265)                                | 2.558.265                                | -   | -  | -                                    | -                |  | - 23.821.400                   |
| 10.5             | Closing balance  |      | 1.250.000          | 1.220.451  |                  |  | 1.645.649         |                       | 15.243.277                     | 28.382         | 2,227,939                                  |  | 913.112                                       | 1.283.879  | 8.711                                |                  |  |                                |

## TÜRKİYE HALK BANKASI AŞ UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 30 JUNE 2017

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

## VI. STATEMENT OF CASH FLOWS

|        |  | Reviewed Current period    | Reviewed<br>Prior period   |
|--------|--|----------------------------|----------------------------|
|        |  | 1 January-<br>30 June 2017 | 1 January-<br>30 June 2017 |
| A.     | CASH FLOWS FROM BANKING OPERATIONS   |                            |                            |
| 1.1    | Operating profit before changes in operating assets and liabilities              | 3.425.984                  | 1.950.643                  |
| 1.1.1  | Interest received  | 10.630.177                 | 7.763.379                  |
| 1.1.2  | Interest paid  | (5.693.938)                | (4.851.301)                |
| 1.1.3  | Dividend received  | 22.165                     | 55.815                     |
| 1.1.4  | Fees and commissions received  | 1.252.323                  | 794.658                    |
| 1.1.5  | Other income   | 124.445                    | 282.873                    |
| 1.1.6  | Collections from previously written off loans                                    | 275.921                    | 235.424                    |
| 1.1.7  | Cash payments to personnel and service suppliers                                 | (966.899)                  | (887.398)                  |
| 1.1.8  | Taxes paid   | (261.654)                  | (196.814)                  |
| 1.1.9  | Other  | (1.956.556)                | (1.245.993)                |
| 1.2    | Assets and Liabilities Subject to Banking Operations                             | 2.332.760                  | (5.292,222)                |
| 1.2.1  | Net decrease in financial assets held for sale                                   | 25.256                     | (66.813)                   |
| 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       | 5.763                      | (1.144.108)                |
| 1.2.4  | Net (increase) decrease in loans   | (22.268.921)               | (12.083.595)               |
| 1.2.5  | Net (increase) decrease in other assets  | (3.985.644)                | (2.536.835)                |
| 1.2.6  | Net increase (decrease) in bank deposits   | (5.990.014)                | 3.070.036                  |
| 1.2.7  | Net increase (decrease) in other deposits  | 27.390.763                 | 5.153.505                  |
| 1.2.8  | Net increase (decrease) in loans borrowed  | (1.381.989)                | (1.538.929)                |
| 1.2.9  | Net increase (decrease) in matured payables                                      | -                          | -                          |
| 1.2.10 | Net increase (decrease) in other liabilities                                     | 8.537.546                  | 3.854.517                  |
| I.     | Net cash provided from banking operations  | 5.758.744                  | (3.341.579)                |
| B.     | CASH FLOWS FROM INVESTMENT ACTIVITIES  |                            |                            |
| II.    | Net cash provided from/(used in) investing activities                            | (3.746.959)                | (326.263)                  |
| 2.1    | Cash paid for purchase of joint ventures, associates and subsidiaries            | -                          | -                          |
| 2.2    | Cash obtained from sale of entities joint ventures, associates and subsidiaries  | -                          | -                          |
| 2.3    | Fixed assets purchases   | (143.876)                  | (172.789)                  |
| 2.4    | Fixed assets sales   | 66.930                     | 88.151                     |
| 2.5    | Cash paid for purchase of financial assets available for sale                    | (3.689.038)                | (1.513.553)                |
| 2.6    | Cash obtained from sale of financial assets available for sale                   | 2.675.429                  | 367.348                    |
| 2.7    | Cash paid for purchase of investment securities                                  | (2.974.241)                | (266.329)                  |
| 2.8    | Cash obtained from sale of investment securities                                 | 316.770                    | 1.177.756                  |
| 2.9    | Other  | 1.067                      | (6.847)                    |
| C.     | CASH FLOWS FROM FINANCING ACTIVITIES   |                            |                            |
| III.   | Net cash used in financing activities  | 717.615                    | (127.952)                  |
| 3.1    | Cash obtained from loans borrowed and securities issued                          | 3.059.860                  | 1.854.340                  |
| 3.2    | Cash used for repayment of loans borrowed and securities issued                  | (2.086.358)                | (1.750.000)                |
| 3.3    | Bonds issued   | `                          | ` _                        |
| 3.4    | Dividends paid   | (255.827)                  | (231.531)                  |
| 3.5    | Payments for finance leases  | (60)                       | (67)                       |
| 3.6    | Other  | -                          | (694)                      |
| IV.    | Effect of change in foreign exchange rate on cash and cash equivalents           | 16.914                     | (6.760)                    |
| v.     | Net increase / (decrease) in cash and cash equivalents                           | 2.746.314                  | (3.802.554)                |
|        |  | 14.388.793                 | 8.874.614                  |
| VI.    | Cash and cash equivalents at beginning of the period                             | 14.300.773                 | 0.074.014                  |