





**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS**  
**AS OF 30 SEPTEMBER 2019**

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

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

OFF-BALANCE SHEET	Note	Reviewed			Audited		
		Current Period			Prior Period		
		30 September 2019	31 December 2018	TOTAL	31 December 2018	FC	TOTAL
<b>A. COMMITMENTS AND CONTINGENCIES (I+II+III)</b>		<b>103.034.271</b>	<b>124.267.360</b>	<b>227.301.631</b>	<b>70.717.925</b>	<b>86.627.054</b>	<b>157.344.979</b>
<b>I. GUARANTEES AND WARRANTIES</b>	(1)	<b>40.337.431</b>	<b>47.055.967</b>	<b>87.393.398</b>	<b>37.167.935</b>	<b>45.871.890</b>	<b>83.039.825</b>
1.1 Letters of guarantee		37.956.891	36.491.358	74.448.249	35.165.366	35.686.852	70.852.218
1.1.1 Guarantees subject to public procurement law		1.947.367	10.943.479	12.890.846	1.982.722	12.444.947	14.427.669
1.1.2 Guarantees given for foreign trade operations		-	-	-	-	-	-
1.1.3 Other letters of guarantee		36.009.524	25.547.879	61.557.403	33.182.644	23.241.905	56.424.549
1.2 Bank loans		9.390	6.511.580	6.520.970	11.845	7.038.415	7.050.260
1.2.1 Import acceptances		-	35.834	35.834	-	94.572	94.572
1.2.2 Other bank acceptances		9.390	6.475.746	6.485.136	11.845	6.943.843	6.955.688
1.3 Letters of credit		25.132	3.952.608	3.977.740	119.895	3.016.499	3.136.394
1.3.1 Documentary letters of credit		25.132	3.952.608	3.977.740	119.895	3.016.499	3.136.394
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed refinancing		-	-	-	-	-	-
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to Central Bank of the Republic of Turkey		-	-	-	-	-	-
1.5.2 Other Endorsements		-	-	-	-	-	-
1.6 Purchase guarantees on marketable security issuance		-	-	-	-	-	-
1.7 Factoring guarantees		-	-	-	-	-	-
1.8 Other guarantees		2.346.018	100.421	2.446.439	1.870.829	130.124	2.000.953
1.9 Other sureties		-	-	-	-	-	-
<b>II. COMMITMENTS</b>		<b>26.508.219</b>	<b>5.103.625</b>	<b>31.611.844</b>	<b>24.243.824</b>	<b>1.853.816</b>	<b>26.097.640</b>
2.1 Irrevocable commitments	(1)	26.215.389	4.426.454	30.641.843	24.091.686	1.680.920	25.772.606
2.1.1 Forward asset purchase commitments		2.768.303	3.964.552	6.732.855	807.737	1.228.932	2.036.669
2.1.2 Forward deposit purchase and sale commitments		200.000	-	200.000	-	-	-
2.1.3 Capital commitments to subsidiaries and associates		-	-	-	-	-	-
2.1.4 Loan granting commitments		2.122.454	461.902	2.584.356	4.159.896	451.988	4.611.884
2.1.5 Securities underwriting commitments		-	-	-	-	-	-
2.1.6 Payment commitments for reserve deposits		-	-	-	-	-	-
2.1.7 Payment commitments for Cheques		3.111.617	-	3.111.617	2.661.413	-	2.661.413
2.1.8 Tax and fund liabilities from export commitments		78.096	-	78.096	65.280	-	65.280
2.1.9 Commitments for credit card expenditure limits		13.896.843	-	13.896.843	12.674.648	-	12.674.648
2.1.10 Commitments for credit cards and banking services promotions		29.458	-	29.458	31.409	-	31.409
2.1.11 Receivables from short sale commitments		-	-	-	-	-	-
2.1.12 Payables for short sale commitments		-	-	-	-	-	-
2.1.13 Other irrevocable commitments		4.008.618	-	4.008.618	3.691.303	-	3.691.303
2.2 Revocable commitments		292.830	677.171	970.001	152.138	172.896	325.034
2.2.1 Revocable loan granting commitments		-	-	-	-	-	-
2.2.2 Other revocable commitments		292.830	677.171	970.001	152.138	172.896	325.034
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>36.188.621</b>	<b>72.107.768</b>	<b>108.296.389</b>	<b>9.306.166</b>	<b>38.901.348</b>	<b>48.207.514</b>
3.1 Derivative financial instruments held for risk management		-	-	-	-	-	-
3.1.1 Fair value risk hedging transactions		-	-	-	-	-	-
3.1.2 Cash flow risk hedging transactions		-	-	-	-	-	-
3.1.3 Net foreign investment risk hedging transactions		-	-	-	-	-	-
3.2 Transactions for trading		36.188.621	72.107.768	108.296.389	9.306.166	38.901.348	48.207.514
3.2.1 Forward foreign currency buy/sell transactions		1.639.625	4.157.924	5.797.549	1.806.188	5.243.125	7.049.313
3.2.1.1 Forward foreign currency transactions-buy		853.735	2.196.015	3.049.750	1.553.375	3.068.338	4.621.713
3.2.1.2 Forward foreign currency transactions-sell		785.890	1.961.909	2.747.799	252.813	2.174.787	2.427.600
3.2.2 Currency and interest rate swaps		28.048.134	57.784.166	85.832.300	5.202.187	27.857.299	33.059.486
3.2.2.1 Currency swap-buy		434.290	28.529.167	28.963.457	1.012.983	6.973.576	7.986.559
3.2.2.2 Currency swap-sell		27.613.844	3.239.297	30.853.141	4.189.204	3.490.839	7.680.043
3.2.2.3 Interest rate swap-buy		-	13.007.851	13.007.851	-	8.696.442	8.696.442
3.2.2.4 Interest Rate swap-sell		-	13.007.851	13.007.851	-	8.696.442	8.696.442
3.2.3 Currency, interest rate and marketable securities options		1.313.892	2.216.048	3.529.940	2.297.791	3.561.455	5.859.246
3.2.3.1 Currency call options		656.968	1.108.017	1.764.985	1.148.905	1.780.728	2.929.633
3.2.3.2 Currency put options		656.924	1.108.031	1.764.955	1.148.886	1.780.727	2.929.613
3.2.3.3 Interest rate call options		-	-	-	-	-	-
3.2.3.4 Interest rate put options		-	-	-	-	-	-
3.2.3.5 Marketable securities call options		-	-	-	-	-	-
3.2.3.6 Marketable securities put options		-	-	-	-	-	-
3.2.4 Currency futures		5.186.970	4.706.349	9.893.319	-	-	-
3.2.4.1 Currency futures-buy		2.474.772	2.353.175	4.827.947	-	-	-
3.2.4.2 Currency futures-sell		2.712.198	2.353.174	5.065.372	-	-	-
3.2.5 Interest rate buy/sell futures		-	-	-	-	-	-
3.2.5.1 Interest rate futures-buy		-	-	-	-	-	-
3.2.5.2 Interest rate futures-sell		-	-	-	-	-	-
3.2.6 Other		-	3.243.281	3.243.281	-	2.239.469	2.239.469
<b>B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)</b>		<b>1.124.409.479</b>	<b>338.200.445</b>	<b>1.462.609.924</b>	<b>954.219.496</b>	<b>310.868.814</b>	<b>1.265.088.310</b>
<b>IV. CUSTODIES</b>		<b>523.355.008</b>	<b>48.587.569</b>	<b>571.942.577</b>	<b>432.711.289</b>	<b>42.627.039</b>	<b>475.338.328</b>
4.1 Assets under management		-	-	-	-	-	-
4.2 Custody marketable securities		198.486.304	1.344.051	199.830.355	161.920.322	1.017.194	162.937.516
4.3 Cheques in collection process		14.660.233	28.523.340	43.183.573	15.226.267	26.439.655	41.665.922
4.4 Commercial notes in collection process		256.487.341	6.524.897	263.012.238	239.240.554	5.575.684	244.816.238
4.5 Other assets in collection process		-	-	-	-	-	-
4.6 Underwritten securities		-	-	-	-	-	-
4.7 Other custodies		3.140.463	795.940	3.936.403	4.280.917	486.438	4.767.355
4.8 Custodians		50.580.667	11.399.341	61.980.008	12.043.229	9.108.068	21.151.297
<b>V. PLEDGED ASSETS</b>		<b>601.054.471</b>	<b>289.612.876</b>	<b>890.667.347</b>	<b>521.508.207</b>	<b>268.241.775</b>	<b>789.749.982</b>
5.1 Marketable securities		5.950.436	781.017	6.731.453	5.608.542	733.250	6.341.792
5.2 Collateral notes		7.241.739	1.144.165	8.385.904	7.595.289	1.024.377	8.619.666
5.3 Commodity		25.813	-	25.813	25.812	-	25.812
5.4 Warranty		-	-	-	-	-	-
5.5 Land and buildings		449.700.321	237.554.528	687.254.849	384.287.726	224.420.837	608.708.563
5.6 Other pledged assets		119.076.295	39.700.459	158.776.754	76.477.704	39.614.525	116.092.229
5.7 Pledges		19.059.867	10.432.707	29.492.574	47.513.134	2.448.786	49.961.920
<b>VI. ACCEPTED BILL GUARANTEES AND SURETIES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL OFF-BALANCE SHEET ACCOUNTS (A+B)</b>		<b>1.227.443.750</b>	<b>462.467.805</b>	<b>1.689.911.555</b>	<b>1.024.937.421</b>	<b>397.495.868</b>	<b>1.422.433.289</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED**  
**30 SEPTEMBER 2019**

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

**III. STATEMENT OF PROFIT OR LOSS**

		Reviewed Current Period	Reviewed Prior Period	Reviewed Current Period	Reviewed Prior Period
		1 January- 30 September 2019	1 January- 30 September 2018	1 July- 30 September 2019	1 July - 30 September 2018
	<b>INCOME AND EXPENSES</b>	<b>Note</b>			
<b>I.</b>	<b>INTEREST INCOME</b>	<b>(1)</b>	<b>35.403.362</b>	<b>24.878.047</b>	<b>12.511.611</b>
1.1	Interest on Loans		27.438.476	20.282.569	9.700.583
1.2	Interest on Reserve Requirements		95.424	93.905	28.495
1.3	Interest on Banks		305.477	376.420	71.244
1.4	Interest on Money Market Transactions		-	34.255	-
1.5	Interest on Marketable Securities Portfolio		7.504.854	4.068.062	2.697.265
1.5.1	Fair Value Through Profit or Loss		8.293	10.652	1.695
1.5.2	Fair Value Through Other Comprehensive Income		1.119.325	142.155	391.785
1.5.3	Measured at Amortized Cost		6.377.236	3.915.255	2.303.785
1.6	Financial Lease Interest Income		-	-	-
1.7	Other Interest Income		59.131	22.836	14.024
<b>II.</b>	<b>INTEREST EXPENSE (-)</b>	<b>(2)</b>	<b>28.588.822</b>	<b>18.751.475</b>	<b>9.692.671</b>
2.1	Interest on Deposits		18.604.723	13.605.196	6.204.598
2.2	Interest on Funds Borrowed		224.924	393.482	75.347
2.3	Interest Expense on Money Market Transactions		7.606.476	3.590.275	2.600.664
2.4	Interest on Securities Issued		1.882.676	974.444	729.788
2.5	Interest on Leases		72.023	-	23.355
2.6	Other Interest Expenses		198.000	188.078	58.919
<b>III.</b>	<b>NET INTEREST INCOME (I - II)</b>		<b>6.814.540</b>	<b>6.126.572</b>	<b>2.818.940</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME</b>		<b>2.049.620</b>	<b>1.386.237</b>	<b>713.217</b>
4.1	Fees and Commissions Received		2.899.466	1.865.608	1.005.706
4.1.1	Non – cash Loans		694.861	416.047	235.510
4.1.2	Other	<b>(11)</b>	2.204.605	1.449.561	770.196
4.2	Fees and Commissions Paid (-)		849.846	479.371	292.489
4.2.1	Non – cash Loans		125	73	57
4.2.2	Other	<b>(11)</b>	849.721	479.298	292.432
<b>V.</b>	<b>DIVIDEND INCOME</b>		<b>421.655</b>	<b>510.194</b>	<b>327</b>
<b>VI.</b>	<b>TRADING INCOME / LOSS (Net)</b>	<b>(3)</b>	<b>(2.691.407)</b>	<b>(39.262)</b>	<b>(845.682)</b>
6.1	Trading Gains / (Losses) on Securities		192.232	18.443	160.826
6.2	Gains / (Losses) on Derivate Financial Transactions		(2.236.343)	2.373.334	(2.183.785)
6.3	Foreign Exchange Gains / (Losses)		(647.296)	(2.431.039)	1.177.277
<b>VII.</b>	<b>OTHER OPERATING INCOME</b>	<b>(4)</b>	<b>2.046.174</b>	<b>452.720</b>	<b>174.442</b>
<b>VIII.</b>	<b>GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)</b>		<b>8.640.582</b>	<b>8.436.461</b>	<b>2.861.244</b>
<b>IX.</b>	<b>EXPECTED LOSS PROVISIONS (-)</b>	<b>(5)</b>	<b>3.182.986</b>	<b>1.795.860</b>	<b>700.216</b>
<b>X.</b>	<b>OTHER PROVISION EXPENSES (-)</b>	<b>(5)</b>	<b>21.215</b>	<b>163.447</b>	<b>20.737</b>
<b>XI.</b>	<b>PERSONNEL EXPENSE (-)</b>		<b>2.093.242</b>	<b>1.705.306</b>	<b>803.306</b>
<b>XII.</b>	<b>OTHER OPERATING EXPENSES (-)</b>	<b>(6)</b>	<b>2.487.979</b>	<b>2.145.808</b>	<b>865.916</b>
<b>XIII.</b>	<b>NET OPERATING INCOME /LOSS (IX-X-XI)</b>		<b>855.160</b>	<b>2.626.040</b>	<b>471.069</b>
<b>XIV.</b>	<b>INCOME AFTER MERGER</b>		-	-	-
<b>XV.</b>	<b>INCOME / (LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD</b>		-	-	-
<b>XVI.</b>	<b>INCOME / (LOSS) ON NET MONETARY POSITION</b>		-	-	-
<b>XVII.</b>	<b>PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XIII+...+XVI)</b>	<b>(7)</b>	<b>855.160</b>	<b>2.626.040</b>	<b>471.069</b>
<b>XVIII.</b>	<b>TAX PROVISIONS FOR CONTINUED OPERATIONS (±)</b>	<b>(8)</b>	<b>68.590</b>	<b>(420.792)</b>	<b>(162.756)</b>
18.1	Current Tax Provision		9.425	6.467	3.002
18.2	Deferred Tax Income Effect (+)		677.097	1.378.493	157.645
18.3	Deferred Tax Expense Effect (-)		755.112	964.168	(2.109)
<b>XIX.</b>	<b>CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVII±XVIII)</b>	<b>(9)</b>	<b>923.750</b>	<b>2.205.248</b>	<b>308.313</b>
<b>XX.</b>	<b>INCOME FROM DISCONTINUED OPERATIONS</b>		-	-	-
20.1	Income from non- Current Assets Held for Sale		-	-	-
20.2	Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	-	-
20.3	Income from Other Discontinued Operations		-	-	-
<b>XXI.</b>	<b>EXPENSES FOR DISCONTINUED OPERATIONS (-)</b>		-	-	-
21.1	Expenses for Non-current Assets Held for Sale		-	-	-
21.2	Loss from Sales of Associates, Subsidiaries and Joint Ventures		-	-	-
21.3	Expenses for Other Discontinued Operations		-	-	-
<b>XXII.</b>	<b>PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (IXX-XX)</b>		-	-	-
<b>XXIII.</b>	<b>TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</b>		-	-	-
23.1	Current Tax Provision		-	-	-
23.2	Deferred Tax Expense Effect (+)		-	-	-
23.3	Deferred Tax Income Effect (-)		-	-	-
<b>XXIV.</b>	<b>PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XIX±XXII)</b>		-	-	-
<b>XXV.</b>	<b>NET PROFIT/(LOSS) (XVIII+XXIII)</b>	<b>(10)</b>	<b>923.750</b>	<b>2.205.248</b>	<b>308.313</b>
25.1	Profit / (Loss) of Group		923.750	2.205.248	308.313
25.2	Profit / (Loss) of Minority Shares (-)		-	-	-
	Profit / (Loss) Per Share (full TRY)		0,7390000	1,7641984	0,2466504

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED**  
**30 SEPTEMBER 2019**

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

**IV. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Reviewed Current Period 1 January - 30 September 2019	Reviewed Prior Period 1 January - 30 September 2018
<b>STATEMENT OF PROFIT OR LOSS ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY</b>		
<b>I. CURRENT PERIOD INCOME/LOSS</b>	<b>923.750</b>	<b>2.205.248</b>
<b>II. OTHER COMPREHENSIVE INCOME</b>	<b>341.664</b>	<b>139.122</b>
<b>2.1 Not Reclassified Through Profit or Loss</b>	<b>95.062</b>	<b>(325.720)</b>
2.1.1 Property and Equipment Revaluation Increase/Decrease	-	(4.984)
2.1.2 Intangible Assets Revaluation Increase/Decrease	-	-
2.1.3 Defined Benefit Pension Plan Remeasurement Gain/Loss	-	-
2.1.4 Other Comprehensive Income Items Not Reclassified Through Profit or Loss	95.062	(321.234)
2.1.5 Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	498
<b>2.2 Reclassified Through Profit or Loss</b>	<b>246.602</b>	<b>464.842</b>
2.2.1 Foreign Currency Translation Differences	(3.383)	(55.133)
2.2.2 Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	248.430	604.993
2.2.3 Cash Flow Hedge Income/Loss	-	-
2.2.4 Foreign Net Investment Hedge Income/Loss	-	-
2.2.5 Other Comprehensive Income Items Reclassified Through Profit or Loss	-	-
2.2.6 Tax Related Other Comprehensive Income Items Reclassified Through Profit or Loss	1.555	(85.018)
<b>III. TOTAL COMPREHENSIVE INCOME (I+II)</b>	<b>1.265.414</b>	<b>2.344.370</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2019**  
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss							Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss							Current Period Profit or (Loss)	Total Equity Expect Minority Shares	Minority Shares	Total Equity
	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Accumulated Revaluation Increase/Decrease of Fixed Assets	Accumulated Remeasurement Gain/Loss of Defined Benefit Pension Plan	Other/(Shares of Investments Valued by Equity Method in Other Comprehensive Income Not Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Not Reclassified Through Other Profit or Loss)	Foreign Currency Translation Differences	Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income	Other (Cash Flow Hedge Gain/Loss, Shares of Investments Valued by Equity Method in Other Comprehensive Income Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Reclassified Through Other Profit or Loss)	Profit Reserves	Prior Period Profit or (Loss)						
<b>Reviewed (1 January – 30 September 2018)</b>																		
I. Prior Period End Balance	1.250.000	-	-	1.176.589	1.273.315	(10.263)	1.660.659	52.631	(687.761)	-	16.936.107	3.725.462	-	25.376.739	-	25.376.739		
II. Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	704.534	-	704.534	-	704.534		
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	704.534	-	704.534	-	704.534		
III. Adjusted Beginning Balance (I-II)	1.250.000	-	-	1.176.589	1.273.315	(10.263)	1.660.659	52.631	(687.761)	-	16.936.107	4.429.996	-	26.081.273	-	26.081.273		
IV. Total Comprehensive Income	-	-	-	-	(4.486)	-	(321.234)	(55.133)	519.975	-	-	-	2.205.248	2.344.370	-	2.344.370		
V. Capital Increase by Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
VI. Capital Increase by Internal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
VII. Paid in Capital Inflation Adjustment Difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
VIII. Convertible Bonds to Share	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
IX. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
X. Increase / Decrease by Other Changes	-	-	-	55.133	-	-	-	-	-	-	-	-	-	55.133	-	55.133		
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	3.539.188	(3.725.462)	-	(186.274)	-	(186.274)		
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	(186.274)	-	(186.274)	-	(186.274)		
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	3.539.188	(3.539.188)	-	-	-	-		
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
<b>Period End Balance (III+IV+.....+X+XI)</b>	<b>1.250.000</b>	<b>-</b>	<b>-</b>	<b>1.231.722</b>	<b>1.268.829</b>	<b>(10.263)</b>	<b>1.339.425</b>	<b>(2.502)</b>	<b>(167.786)</b>	<b>-</b>	<b>20.475.295</b>	<b>704.534</b>	<b>2.205.248</b>	<b>28.294.502</b>	<b>-</b>	<b>28.294.502</b>		
<b>(1 January – 30 September 2019)</b>																		
I. Prior Period End Balance	1.250.000	-	-	1.230.674	1.324.802	9.543	1.695.865	(1.454)	(190.319)	-	20.475.295	3.226.329	-	29.020.735	-	29.020.735		
II. Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
III. Adjusted Beginning Balance (I-II)	1.250.000	-	-	1.230.674	1.324.802	9.543	1.695.865	(1.454)	(190.319)	-	20.475.295	3.226.329	-	29.020.735	-	29.020.735		
IV. Total Comprehensive Income	-	-	-	-	-	-	95.062	(3.383)	249.985	-	-	-	923.750	1.265.414	-	1.265.414		
V. Capital Increase by Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
VI. Capital Increase by Internal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
VII. Paid in Capital Inflation Adjustment Difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
VIII. Convertible Bonds to Share	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
IX. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
X. Increase / Decrease by Other Changes	-	-	-	(83.576)	-	-	-	-	-	-	-	-	-	(83.576)	-	(83.576)		
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	3.226.329	(3.226.329)	-	-	-	-		
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	3.226.329	(3.226.329)	-	-	-	-		
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
<b>Period End Balance (III+IV+.....+X+XI)</b>	<b>1.250.000</b>	<b>-</b>	<b>-</b>	<b>1.147.098</b>	<b>1.324.802</b>	<b>9.543</b>	<b>1.790.927</b>	<b>(4.837)</b>	<b>59.666</b>	<b>-</b>	<b>23.701.624</b>	<b>-</b>	<b>923.750</b>	<b>30.202.573</b>	<b>-</b>	<b>30.202.573</b>		

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED**  
**30 SEPTEMBER 2019**

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

**VI. STATEMENT OF CASH FLOWS**

	Reviewed Current Period	Reviewed Prior Period
Note	1 January- 30 September 2019	1 January- 30 September 2018
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1 Operating profit before changes in operating assets and liabilities</b>	<b>(4.455.010)</b>	<b>(7.752.105)</b>
1.1.1 Interest received	30.685.948	20.999.663
1.1.2 Interest paid	(28.525.718)	(16.672.752)
1.1.3 Dividend received	421.655	232.923
1.1.4 Fees and commissions received	2.886.871	1.876.368
1.1.5 Other income	929.992	180.840
1.1.6 Collections from previously written off loans	1.075.605	844.994
1.1.7 Cash payments to personnel and service suppliers	(2.125.550)	(1.727.756)
1.1.8 Taxes paid	(609.298)	(702.932)
1.1.9 Other	(9.194.515)	(12.783.453)
<b>1.2 Changes in Assets and Liabilities Subject to Banking Operations</b>	<b>5.756.007</b>	<b>10.370.818</b>
1.2.1 Net Increase / decrease in financial assets at fair value through profit or loss	53.994	(64.378)
1.2.2 Net (increase) / decrease in due from banks	(4.708)	(2.254)
1.2.3 Net (increase) / decrease in loans	(45.691.398)	(60.924.229)
1.2.4 Net (increase) / decrease in other assets	(5.017.622)	4.024.734
1.2.5 Net increase / (decrease) in bank deposits	(6.350.316)	11.197.233
1.2.6 Net increase / (decrease) in other deposits	41.282.784	33.084.900
1.2.7 Net Increase / decrease in financial liabilities at fair value through profit or loss	-	-
1.2.8 Net increase / (decrease) in funds borrowed	(1.184.385)	1.753.028
1.2.9 Net increase / (decrease) in matured payables	-	-
1.2.10 Net increase / (decrease) in other liabilities	22.667.658	21.301.784
<b>I. Net cash provided from banking operations</b>	<b>1.300.997</b>	<b>2.618.713</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		
<b>II. Net cash provided from/ (used in) investing activities</b>	<b>(17.955.625)</b>	<b>(14.349.608)</b>
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries	(91.724)	(310.406)
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries	39.375	-
2.3 Fixed assets purchases	(154.814)	(759.903)
2.4 Fixed assets sales	318.401	165.592
2.5 Cash paid for purchase of financial assets at fair value through other comprehensive income	(13.910.403)	(8.740.998)
2.6 Cash obtained from sale of financial assets at fair value through other comprehensive income	7.963.568	4.415.747
2.7 Cash paid for purchase of investment securities	(14.334.243)	(12.305.830)
2.8 Cash obtained from sale of investment securities	2.206.682	3.171.713
2.9 Other	7.533	14.477
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III. Net cash flow from financing activities</b>	<b>7.306.155</b>	<b>4.192.083</b>
3.1 Cash obtained from loans borrowed and securities issued	12.227.983	7.134.795
3.2 Cash used for repayment of loans borrowed and securities issued	(4.471.938)	(2.756.438)
3.3 Bonds issued	-	-
3.4 Dividends paid	-	(186.274)
3.5 Payments for leases	(187.506)	-
3.6 Other	(262.384)	-
<b>IV. Effect of change in foreign exchange rate on cash and cash equivalents</b>	<b>1.208.798</b>	<b>7.106.247</b>
<b>V. Net increase / (decrease) in cash and cash equivalents</b>	<b>(8.139.675)</b>	<b>(432.565)</b>
<b>VI. Cash and cash equivalents at beginning of the period</b>	<b>23.631.619</b>	<b>27.121.864</b>
<b>VII. Cash and cash equivalents at end of the period</b>	<b>15.491.944</b>	<b>26.689.299</b>

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