

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED BALANCE SHEET AS OF 31 DECEMBER 2015
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

ASSETS	Audited			Audited		
	Current period			Prior period		
	31 December 2015			31 December 2014		
	TRY	FC	Total	TRY	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	4.339.419	19.161.120	23.500.539	4.159.392	16.172.544	20.331.936
II. FINANCIAL ASSETS AT FV THROUGH PROFIT AND LOSS (Net)	52.405	287.102	339.507	98.142	127.838	225.980
2.1 Trading financial assets	52.405	287.102	339.507	98.142	127.838	225.980
2.1.1 Public sector debt securities	28.526	33.146	61.672	52.984	12.748	65.732
2.1.2 Share certificates	3.318	-	3.318	7.334	-	7.334
2.1.3 Financial assets held for trading	7	253.097	253.104	8.669	114.951	123.620
2.1.4 Other marketable securities	20.554	859	21.413	29.155	139	29.294
2.2 Financial assets at fair value through profit and loss	-	-	-	-	-	-
2.2.1 Public sector debt securities	-	-	-	-	-	-
2.2.2 Share certificates	-	-	-	-	-	-
2.2.3 Loans	-	-	-	-	-	-
2.2.4 Other marketable securities	-	-	-	-	-	-
III. BANKS	77.100	2.540.551	2.617.651	144.475	1.314.057	1.458.532
IV. MONEY MARKET PLACEMENTS	20.773	33.101	53.874	302.107	-	302.107
4.1 Interbank money market placements	-	-	-	-	-	-
4.2 Istanbul Stock Exchange Money Market placements	19.940	-	19.940	295.531	-	295.531
4.3 Receivables from reverse repurchase agreements	833	33.101	33.934	6.576	-	6.576
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	7.478.138	4.057.005	11.535.143	6.522.618	2.673.229	9.195.847
5.1 Share certificates	22.042	94.891	116.933	23.310	3.803	27.113
5.2 Public sector debt securities	7.442.852	3.947.367	11.390.219	6.487.863	2.669.426	9.157.289
5.3 Other marketable securities	13.244	14.747	27.991	11.445	-	11.445
VI. LOANS AND RECEIVABLES	86.889.420	40.330.131	127.219.551	74.082.436	27.748.717	101.831.153
6.1 Loans and receivables	85.943.567	40.259.165	126.202.732	72.796.798	27.748.717	100.545.515
6.1.1 Loans extended to risk group of the Bank	-	-	-	-	-	-
6.1.2 Public sector debt securities	-	-	-	-	-	-
6.1.3 Other	85.943.567	40.259.165	126.202.732	72.796.798	27.748.717	100.545.515
6.2 Loans under follow-up	3.973.738	215.798	4.189.536	3.699.661	19.385	3.719.046
6.3 Specific provisions (-)	3.027.885	144.832	3.172.717	2.414.023	19.385	2.433.408
VII. FACTORING RECEIVABLES	417.013	69.872	486.885	361.345	-	361.345
VIII. HELD TO MATURITY INVESTMENTS (Net)	14.791.048	2.113.829	16.904.877	16.292.845	1.576.237	17.869.082
8.1 Public sector debt securities	14.773.619	2.113.829	16.887.448	16.282.076	1.576.237	17.858.313
8.2 Other marketable securities	17.429	-	17.429	10.769	-	10.769
IX. INVESTMENTS IN ASSOCIATES (Net)	21.994	242.037	264.031	20.863	205.255	226.118
9.1 Accounted under equity method	15.674	242.037	257.711	14.544	205.255	219.799
9.2 Unconsolidated associates	6.320	-	6.320	6.319	-	6.319
9.2.1 Financial investments	-	-	-	-	-	-
9.2.2 Non-financial investments	6.320	-	6.320	6.319	-	6.319
X. INVESTMENTS IN SUBSIDIARIES (Net)	38.029	-	38.029	37.859	-	37.859
10.1 Unconsolidated financial subsidiaries	-	-	-	-	-	-
10.2 Unconsolidated non-financial subsidiaries	38.029	-	38.029	37.859	-	37.859
XI. JOINT VENTURES (Net)	-	-	-	-	-	-
11.1 Accounted under equity method	-	-	-	-	-	-
11.2 Unconsolidated joint ventures	-	-	-	-	-	-
11.2.1 Financial joint ventures	-	-	-	-	-	-
11.2.2 Non-financial joint ventures	-	-	-	-	-	-
XII. FINANCE LEASE RECEIVABLES (Net)	386.640	1.818.112	2.204.752	284.747	1.617.789	1.902.536
12.1 Finance lease receivables	497.208	2.054.352	2.551.560	341.837	1.856.299	2.198.136
12.2 Operating lease receivables	-	-	-	-	-	-
12.3 Other	-	-	-	-	-	-
12.4 Unearned income (-)	110.568	236.240	346.808	57.090	238.510	295.600
XIII. DERIVATIVE FIN. ASSETS HELD FOR RISK MANAGEMENT	-	-	-	-	-	-
13.1 Fair value risk hedging	-	-	-	-	-	-
13.2 Cash flow risk hedging	-	-	-	-	-	-
13.3 Net foreign investment risk hedging	-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)	3.086.621	57.746	3.144.367	1.647.142	36.773	1.683.915
XV. INTANGIBLE ASSETS (Net)	84.548	17.766	102.314	65.989	16.612	82.601
15.1 Goodwill	-	-	-	-	-	-
15.2 Other	84.548	17.766	102.314	65.989	16.612	82.601
XVI. INVESTMENT PROPERTIES (Net)	482.284	3.310	485.594	24.529	-	24.529
XVII. TAX ASSET	48.174	2.746	50.920	309.467	-	309.467
17.1 Current tax asset	-	1.217	1.217	-	-	-
17.2 Deferred tax asset	48.174	1.529	49.703	309.467	-	309.467
XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	2.694	-	2.694	8.776	-	8.776
18.1 Held for sale purpose	2.694	-	2.694	8.776	-	8.776
18.2 Held from discontinued operations	-	-	-	-	-	-
XIX. OTHER ASSETS	1.816.201	234.561	2.050.762	1.370.246	132.232	1.502.478
TOTAL ASSETS	120.032.501	70.968.989	191.001.490	105.732.978	51.621.283	157.354.261

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 31 DECEMBER 2015

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

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

	Audited			Audited		
	Current period			Prior period		
	31 December 2015			31 December 2014		
LIABILITIES AND SHAREHOLDERS' EQUITY	TRY	FC	Total	TRY	FC	Total
I. DEPOSITS	78.808.341	43.696.043	122.504.384	69.388.437	34.265.713	103.654.150
1.1 Deposits Held by the Risk Group of the Bank	5.823	-	5.823	26.936	84	27.020
1.2 Other	78.802.518	43.696.043	122.498.561	69.361.501	34.265.629	103.627.130
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	1.434	174.239	175.673	15	184.714	184.729
III. FUNDS BORROWED	1.314.519	20.829.218	22.143.737	1.343.590	12.838.184	14.181.774
IV. MONEY MARKET BALANCES	7.727.458	728.499	8.455.957	8.534.729	231.208	8.765.937
4.1 Interbank money market borrowings	100.030	-	100.030	-	-	-
4.2 Istanbul Stock Exchange Takasbank borrowings	19.965	-	19.965	338.583	-	338.583
4.3 Funds from repurchase agreements	7.607.463	728.499	8.335.962	8.196.146	231.208	8.427.354
V. MARKETABLE SECURITIES ISSUED (Net)	1.500.713	7.339.847	8.840.560	1.441.777	4.649.617	6.091.394
5.1 Treasury bills	1.500.713	-	1.500.713	1.441.777	-	1.441.777
5.2 Asset-backed securities	-	-	-	-	-	-
5.3 Bonds	-	7.339.847	7.339.847	-	4.649.617	4.649.617
VI. FUNDS	1.963.699	-	1.963.699	1.769.291	-	1.769.291
6.1 Borrower Funds	27.850	-	27.850	19.412	-	19.412
6.2 Other	1.935.849	-	1.935.849	1.749.879	-	1.749.879
VII. SUNDRY CREDITORS	2.196.538	202.206	2.398.744	2.028.200	61.332	2.089.532
VIII. OTHER LIABILITIES	1.332.951	361.001	1.693.952	1.191.543	246.506	1.438.049
IX. FACTORING PAYABLES	11	213	224	-	-	-
X. FINANCE LEASE PAYABLES	-	-	-	-	-	-
10.1 Finance lease payables	-	-	-	-	-	-
10.2 Operating lease payables	-	-	-	-	-	-
10.3 Other	-	-	-	-	-	-
10.4 Deferred finance lease expenses (-)	-	-	-	-	-	-
DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK	-	-	-	-	-	-
XI. MANAGEMENT	-	-	-	-	-	-
11.1 Fair value risk hedging	-	-	-	-	-	-
11.2 Cash flow risk hedging	-	-	-	-	-	-
11.3 Net foreign investment risk hedging	-	-	-	-	-	-
XII. PROVISIONS	3.079.547	81.930	3.161.477	2.787.238	13.992	2.801.230
12.1 General loan provisions	1.123.838	15.452	1.139.290	1.268.847	8.982	1.277.829
12.2 Restructuring provisions	-	-	-	-	-	-
12.3 Employee benefits provisions	682.369	4.785	687.154	613.971	1.529	615.500
12.4 Insurance technical reserves (Net)	932.665	-	932.665	655.718	-	655.718
12.5 Other provisions	340.675	61.693	402.368	248.702	3.481	252.183
XIII. TAX LIABILITY	447.106	2.159	449.265	557.185	3.582	560.767
13.1 Current tax liability	376.691	7	376.698	554.863	1.430	556.293
13.2 Deferred tax liability	70.415	2.152	72.567	2.322	2.152	4.474
XIV. LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	-	-	-	-	-	-
14.1 Held for sale purpose	-	-	-	-	-	-
14.2 Held from discontinued operations	-	-	-	-	-	-
XV. SUBORDINATED CAPITAL	-	47.144	47.144	-	-	-
XVI. SHAREHOLDERS' EQUITY	19.092.405	74.269	19.166.674	15.627.097	190.311	15.817.408
16.1 Paid-in capital	1.250.000	-	1.250.000	1.250.000	-	1.250.000
16.2 Capital reserves	2.816.256	(181.021)	2.635.235	1.437.609	20.667	1.458.276
16.2.1 Share Premium	39.488	-	39.488	39.009	-	39.009
16.2.2 Share cancellation profits	-	-	-	-	-	-
16.2.3 Marketable securities revaluation fund	(104.104)	(181.027)	(285.131)	174.118	20.667	194.785
16.2.4 Tangible assets revaluation reserves	1.672.931	-	1.672.931	-	-	-
16.2.5 Intangible assets revaluation reserves	-	-	-	-	-	-
16.2.6 Revaluation reserves of real estate for investment purpose	-	-	-	-	-	-
16.2.7 Bonus shares of subsidiaries, associates and joint ventures	3.973	-	3.973	4.031	-	4.031
16.2.8 Hedging Funds (effective portion)	-	-	-	-	-	-
16.2.9 Value Increase on Assets Held for Sale	-	-	-	-	-	-
16.2.10 Other capital reserves	1.203.968	6	1.203.974	1.220.451	-	1.220.451
16.3 Profit reserves	12.483.964	113.259	12.597.223	10.446.591	73.615	10.520.206
16.3.1 Legal reserves	1.390.907	3.020	1.393.927	1.250.053	3.020	1.253.073
16.3.2 Statutory reserves	-	-	-	-	-	-
16.3.3 Extraordinary reserves	11.045.915	-	11.045.915	9.163.290	-	9.163.290
16.3.4 Other profit reserves	47.142	110.239	157.381	33.248	70.595	103.843
16.4 Profit/Loss	2.366.453	116.337	2.482.790	2.316.182	93.984	2.410.166
16.4.1 Prior years income/loss	70.822	93.984	164.806	67.304	72.464	139.768
16.4.2 Period profit/loss	2.295.631	22.353	2.317.984	2.248.878	21.520	2.270.398
16.5 Minority shares	175.732	25.694	201.426	176.715	2.045	178.760
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	117.464.722	73.536.768	191.001.490	104.669.102	52.685.159	157.354.261

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 31 DECEMBER 2015

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

II. CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS

OFF BALANCE SHEET	Audited			Audited		
	Current period			Prior period		
	31 December 2015			31 December 2014		
	TRY	FC	Total	TRY	FC	Total
A. COMMITMENTS AND CONTINGENCIES (I+II+III)	41.171.007	45.929.129	87.100.136	36.641.855	46.036.699	82.678.554
I. GUARANTEES AND SURETYSHIPS	16.654.679	23.382.547	40.037.226	15.065.581	17.800.594	32.865.941
1.1 Letters of guarantee	15.670.049	15.196.628	30.866.677	14.406.581	10.562.412	24.968.993
1.1.1 Guarantees subject to public procurement law	1.039.153	10.454.344	11.493.497	1.192.549	8.229.799	9.422.348
1.1.2 Guarantees given for foreign trade operations	-	11.057	11.057	-	-	-
1.1.3 Other letters of guarantee	14.630.896	4.731.227	19.362.123	13.214.032	2.332.613	15.546.645
1.2 Bank loans	359.503	2.914.278	3.273.781	121.450	2.946.706	3.068.156
1.2.1 Import acceptances	-	154.337	154.337	-	108.977	108.977
1.2.2 Other bank acceptances	359.503	2.759.941	3.119.444	121.450	2.837.729	2.959.179
1.3 Letters of credit	-	5.016.951	5.016.951	10.996	3.912.606	3.923.602
1.3.1 Documentary letters of credit	-	5.002.398	5.002.398	10.996	3.888.067	3.899.063
1.3.2 Other letters of credit	-	14.553	14.553	-	24.539	24.539
1.4 Guaranteed prefinancings	-	-	-	-	-	-
1.5 Endorsements	-	-	-	-	-	-
1.5.1 Endorsements to Central Bank of Turkish Republic	-	-	-	-	-	-
1.5.2 Other Endorsements	-	-	-	-	-	-
1.6 Purchase guarantees on marketable security issuance	-	-	-	-	-	-
1.7 Factoring guarantees	-	-	-	-	-	-
1.8 Other guarantees	625.127	254.690	879.817	526.090	378.870	904.960
1.9 Other suretyships	-	-	-	230	-	230
II. COMMITMENTS	20.845.109	1.196.194	22.041.303	18.932.774	966.589	19.899.363
2.1 Irrevocable commitments	20.845.109	792.417	21.637.526	18.932.774	757.931	19.690.705
2.1.1 Forward asset purchase commitments	99.229	382.449	481.678	121.105	433.442	554.547
2.1.2 Forward deposit purchase and sale commitments	-	-	-	-	-	-
2.1.3 Capital commitments to subsidiaries and associates	-	-	-	-	-	-
2.1.4 Loan granting commitments	2.227.928	332.624	2.560.552	1.767.028	278.710	2.045.738
2.1.5 Securities underwriting commitments	-	-	-	-	-	-
2.1.6 Payment commitments for reserve deposits	-	-	-	-	-	-
2.1.7 Payment commitments for cheques	5.442.458	-	5.442.458	5.073.145	-	5.073.145
2.1.8 Tax and fund liabilities from export commitments	20.764	-	20.764	17.037	-	17.037
2.1.9 Commitments for credit card expenditure limits	11.157.873	23.128	11.181.001	10.312.329	17.089	10.329.418
2.1.10 Commitments for credit cards and banking services promotions	46.532	-	46.532	41.774	-	41.774
2.1.11 Receivables from short sale commitments	-	-	-	-	-	-
2.1.12 Payables for short sale commitments	-	-	-	-	-	-
2.1.13 Other irrevocable commitments	1.850.325	54.216	1.904.541	1.600.356	28.690	1.629.046
2.2 Revocable commitments	-	403.777	403.777	-	208.658	208.658
2.2.1 Revocable loan granting commitments	-	366.688	366.688	-	208.658	208.658
2.2.2 Other revocable commitments	-	37.089	37.089	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS	3.671.219	21.350.388	25.021.607	2.643.734	27.269.516	29.913.250
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	3.671.219	21.350.388	25.021.607	2.643.734	27.269.516	29.913.250
3.2.1 Forward foreign currency buy/sell transactions	1.671.380	4.857.438	6.528.818	1.617.866	3.779.936	5.397.802
3.2.1.1 Forward foreign currency transactions-buy	801.439	3.344.181	4.145.620	955.488	2.180.906	3.136.394
3.2.1.2 Forward foreign currency transactions-sell	869.941	1.513.257	2.383.198	662.378	1.599.030	2.261.408
3.2.2 Currency and interest rate swaps	1.893.656	14.489.699	16.383.355	894.813	22.499.038	23.393.851
3.2.2.1 Currency swap-buy	278.222	4.124.940	4.403.162	232.970	10.482.142	10.715.112
3.2.2.2 Currency swap-sell	1.615.434	2.784.399	4.399.833	661.843	10.150.610	10.812.453
3.2.2.3 Interest rate swap-buy	-	3.790.180	3.790.180	-	933.143	933.143
3.2.2.4 Interest Rate swap-sell	-	3.790.180	3.790.180	-	933.143	933.143
3.2.3 Currency, interest rate and marketable securities options	106.183	253.075	359.258	131.055	182.383	313.438
3.2.3.1 Currency call options	53.198	126.436	179.634	65.484	91.236	156.720
3.2.3.2 Currency put options	52.985	126.639	179.624	65.571	91.147	156.718
3.2.3.3 Interest rate call options	-	-	-	-	-	-
3.2.3.4 Interest rate put options	-	-	-	-	-	-
3.2.3.5 Marketable securities call options	-	-	-	-	-	-
3.2.3.6 Marketable securities put options	-	-	-	-	-	-
3.2.4 Currency futures	-	-	-	-	-	-
3.2.4.1 Currency futures-buy	-	-	-	-	-	-
3.2.4.2 Currency futures-sell	-	-	-	-	-	-
3.2.5 Interest rate buy/sell futures	-	-	-	-	-	-
3.2.5.1 Interest rate futures-buy	-	-	-	-	-	-
3.2.5.2 Interest rate futures-sell	-	-	-	-	-	-
3.2.6 Other	-	1.750.176	1.750.176	-	808.159	808.159
B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)	481.309.800	120.750.800	602.060.600	391.435.141	80.671.037	472.106.178
IV. CUSTODIES	228.121.330	17.376.606	245.497.936	177.357.087	12.708.106	190.065.193
4.1 Assets under management	-	-	-	-	-	-
4.2 Custody marketable securities	90.596.004	466.338	91.062.342	68.622.317	352.794	68.975.111
4.3 Cheques in collection process	11.132.981	12.393.872	23.526.853	10.264.686	9.561.090	19.825.776
4.4 Commercial notes in collection process	104.256.213	470.162	104.726.375	78.926.097	277.564	79.203.661
4.5 Other assets in collection process	-	-	-	-	-	-
4.6 Underwritten securities	-	-	-	-	-	-
4.7 Other custodies	2.772.653	15.875	2.788.528	10.378	1.826	12.204
4.8 Custodians	19.363.479	4.030.359	23.393.838	19.533.609	2.514.832	22.048.441
V. PLEDGED ASSETS	253.188.470	102.394.145	355.582.615	214.078.054	67.962.931	282.040.985
5.1 Marketable securities	3.350.711	247.451	3.598.162	1.941.278	10.941	1.952.219
5.2 Collateral notes	6.669.787	623.239	7.293.026	6.926.851	699.726	7.626.577
5.3 Commodity	25.813	-	25.813	25.830	-	25.830
5.4 Warranty	-	-	-	-	-	-
5.5 Land and buildings	199.984.465	76.697.617	276.682.082	164.981.593	51.687.039	216.668.632
5.6 Other pledged assets	39.846.268	23.476.950	63.323.218	37.008.298	14.361.636	51.369.934
5.7 Pledges	3.311.426	1.348.888	4.660.314	3.194.204	1.203.589	4.397.793
VI. ACCEPTED BILL GUARANTEES AND SURETIES	-	980.049	980.049	-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)	522.480.807	166.679.929	689.160.736	428.076.996	126.707.736	554.784.732

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015

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

III. CONSOLIDATED STATEMENT OF INCOME

		Audited	Audited
		Current period	Prior period
INCOME AND EXPENSES		1 January-31 December 2015	1 January-31 December 2014
I.	INTEREST INCOME	13.972.712	11.718.970
1.1	Interest on loans	11.317.212	8.800.720
1.2	Interest received from reserve deposits	18.230	412
1.3	Interest received from banks	49.397	30.948
1.4	Interest received from money market placements	2.641	111
1.5	Interest income on marketable securities	2.372.295	2.694.188
1.5.1	Financial assets held for trading	5.621	5.522
1.5.2	Financial assets at fair value through profit and loss	-	-
1.5.3	Financial assets available-for-sale	825.219	851.913
1.5.4	Investments held-to-maturity	1.541.455	1.836.753
1.6	Finance lease income	139.735	120.336
1.7	Other interest income	73.202	72.255
II.	INTEREST EXPENSE	8.038.592	6.385.518
2.1	Interest on deposits	6.325.313	5.147.030
2.2	Interest on borrowings	413.094	322.722
2.3	Interest on money market borrowings	738.807	542.820
2.4	Interest on bonds issued	457.351	278.922
2.5	Other interest expense	104.027	94.024
III.	NET INTEREST INCOME [I – II]	5.934.120	5.333.452
IV.	NET FEES AND COMMISSIONS INCOME	1.093.934	949.165
4.1	Fees and commissions income	1.522.184	1.414.162
4.1.1	Non-cash loans	220.807	186.032
4.1.2	Other	1.301.377	1.228.130
4.2	Fees and commissions expenses	428.250	464.997
4.2.1	Non-cash loans	3.169	3.242
4.2.2	Other	425.081	461.755
V.	DIVIDEND INCOME	6.254	23.141
VI.	NET TRADING PROFIT (NET)	(240.759)	77.240
6.1	Profit/loss from capital market operations	32.960	300.329
6.2	Profit/loss from financial derivative transactions	125.581	(1.416.795)
6.3	Foreign exchange gains/losses	(399.300)	1.193.706
VII.	OTHER OPERATING INCOME	1.677.504	1.095.182
VIII.	TOTAL OPERATING INCOME (III+IV+V+VI+VII)	8.471.053	7.478.180
IX.	LOANS AND OTHER RECEIVABLES IMPAIRMENT LOSS PROVISIONS (-)	1.376.855	1.229.151
X.	OTHER OPERATING EXPENSES(-)	4.206.319	3.413.481
XI.	NET OPERATING INCOME/(LOSS) (VIII-IX-X)	2.887.879	2.835.548
XII.	AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER	-	-
XIII.	PROFIT/LOSSES FROM EQUITY METHOD APPLIED SUBSIDIARIES	10.481	10.343
XIV.	GAIN / (LOSS) ON NET MONETARY POSITION	-	-
XV.	INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)	2.898.360	2.845.891
XVI.	TAX INCOME PROVISION (±)	(570.050)	(558.588)
16.1	Current tax provision	(182.802)	(955.292)
16.2	Deferred tax provision	(387.248)	396.704
XVII.	NET OPERATING INCOME AFTER TAX (XV±XVI)	2.328.310	2.287.303
XVIII.	INCOME FROM DISCONTINUED OPERATIONS	-	-
18.1	Property and equipment income held for sale	-	-
18.2	Sale profits from associates, subsidiaries and joint ventures (business partners)	-	-
18.3	Other income from terminated operations	-	-
XIX.	EXPENSES FROM DISCONTINUED OPERATIONS (-)	-	-
19.1	Property and equipment expense held for sale	-	-
19.2	Sale losses from associates, subsidiaries and joint ventures (business partners)	-	-
19.3	Other expenses from discontinued operations	-	-
XX.	INCOME/EXPENSE BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)	-	-
XXI.	PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)	-	-
21.1	Current tax provision	-	-
21.2	Deferred tax provision	-	-
XXII.	NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)	-	-
XXIII.	NET PROFIT/(LOSS) (XVII+XXII)	2.328.310	2.287.303
	Group's profit/loss	2.317.984	2.270.398
	Minority shares profit/loss	10.326	16.905
	Earnings/losses per share (Full TRY)	1,85439	1,81632

TÜRKİYE HALK BANKASI AŞ**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE YEAR ENDED 31 DECEMBER 2015***(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)***IV. CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY**

	Audited	Audited
	Current period	Prior period
	1 January-31	1 January-31
	December 2015	December 2014
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY		
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	(916.936)	584.354
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	2.091.164	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	39.926	(16.970)
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	(62.034)	(34.657)
IX. DEFERRED TAX OF VALUATION DIFFERENCES	92.389	(97.645)
X. TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	1.244.509	435.082
XI. PROFIT/LOSS	2.328.310	2.287.303
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	31.393	304.259
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	2.296.917	1.983.044
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)	3.572.819	2.722.385

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE YEAR ENDED 31 DECEMBER 2015
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Paid in capital	Effect of inflation adjustments on paid in capital	Share certificate premium	Share cancellation on profit	Legal reserves	Statutory reserves	Extra-ordinary reserves	Other reserves	Current period net income/(loss)	Prior period net income/(loss)	Valuation changes in marketable sec.	Revaluation changes in prop. and equip. and int. assets	Bonus shares from shareholders	Hedging funds	Value change in pro. and equip. held for sale purp./term. op.	Total equity excluding minority shares	Minority shares	Total equity
1 January 2014– 31 December 2014																		
I. Balance at end of prior period	1.250.000	1.220.451	39.009	- 1.075.946	-	- 6.838.498	149.403	2.842.698	74.549	(284.669)	-	2.183	-	-	13.208.068	162.947	13.371.015	
II. Corrections according to TAS 8																		
2.1 The effect of corrections of errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 The effects of changes in accounting policy	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New balance (I + II)	1.250.000	1.220.451	39.009	- 1.075.946	-	- 6.838.498	149.403	2.842.698	74.549	(284.669)	-	2.183	-	-	13.208.068	162.947	13.371.015	
Changes within the period																		
IV. Increase/decrease generated by merger	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Valuation changes in marketable securities	-	-	-	-	-	-	-	-	-	-	479.454	-	-	-	-	479.454	87	479.541
VI. Hedging funds (effective portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.1 Cash-flow hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2 Hedges for investment made in foreign countries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Revaluation changes of property and equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Revaluation changes of intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bonus shares from investment and associates, subsidiaries and joint ventures (business partners).	-	-	-	-	-	-	-	-	-	-	-	-	1.848	-	-	1.848	-	1.848
X. Foreign exchange differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(16.879)	(91)	(16.970)
XI. Changes after disposal of securities	-	-	-	-	-	-	-	(16.879)	-	-	-	-	-	-	-	-	-	-
XII. Changes after reclassification of securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Effect of changes in shareholders equity of investments and associates to bank's shareholders equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Increase in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1 Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2 From internal resources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Issuance of share certificates at end of period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Share cancellation profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Adjustment to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII. Other	-	-	-	-	57	-	10	(28.681)	365	-	-	-	-	-	-	(28.249)	(1.088)	(29.337)
XIX. Net profit or losses	-	-	-	-	-	-	-	-	2.270.398	-	-	-	-	-	-	2.270.398	16.905	2.287.303
XX. Profit distribution	-	-	-	-	177.070	-	2.324.782	-	(2.842.698)	64.854	-	-	-	-	-	(275.992)	-	(275.992)
20.1 Dividends distributed	-	-	-	-	-	-	-	-	-	(275.992)	-	-	-	-	-	(275.992)	-	(275.992)
20.2 Transfers to legal reserves	-	-	-	-	177.070	-	2.324.782	-	-	(2.501.852)	-	-	-	-	-	-	-	-
20.3 Other	-	-	-	-	-	-	-	-	(2.842.698)	2.842.698	-	-	-	-	-	-	-	-
Closing balance	1.250.000	1.220.451	39.009	- 1.253.073	-	- 9.163.290	103.843	2.270.398	139.768	194.785	-	4.031	-	-	15.638.648	178.760	15.817.408	
1 January 2015 – 31 December 2015																		
I. Balance at end of prior period	1.250.000	1.220.451	39.009	- 1.253.073	-	- 9.163.290	103.843	2.270.398	139.768	194.785	-	4.031	-	-	15.638.648	178.760	15.817.408	
Changes within the period																		
II. Increase or decrease generated by merger	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation changes in marketable securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IV. Hedging Funds (effective portion)	-	-	-	-	-	-	-	-	-	-	(407.591)	-	-	-	-	(407.591)	1.277	(406.314)
4.1 Cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Hedges for investments made in foreign countries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Revaluation changes of property and equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation changes of intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Bonus shares from investment and associates, subsidiaries and joint ventures (business partners).	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Foreign exchange differences	-	-	-	-	-	-	-	-	25.309	-	-	-	-	-	-	39.640	286	39.926
IX. Changes after disposal of securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes after reclassification of securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Effect of changes in shareholders equity of investments and associates to bank's shareholders equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Increase in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1 Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2 From internal resources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Issuance of share certificates at end of period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Share cancellation profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Adjustment to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Other	-	-	479	-	174	-	1.498	(2.579)	-	(72.325)	-	-	(58)	-	-	(72.811)	10.777	(62.034)
XVII. Net profit or losses	-	-	-	-	-	-	-	-	2.292.675	-	-	-	-	-	-	2.317.984	10.326	2.328.310
XVIII. Profit distribution	-	-	-	-	140.680	-	1.881.127	-	(2.270.398)	25.038	-	-	-	-	-	(223.553)	-	(223.553)
18.1 Dividends distributed	-	-	-	-	-	-	-	-	-	(223.553)	-	-	-	-	-	(223.553)	-	(223.553)
18.2 Transfers to legal reserves	-	-	-	-	140.680	-	1.881.127	-	-	(2.021.807)	-	-	-	-	-	-	-	-
18.3 Other	-	-	-	-	-	-	-	-	(2.270.398)	2.270.398	-	-	-	-	-	-	-	-
Closing balance	1.250.000	1.220.451	39.488	- 1.393.927	-	- 11.045.915	140.904	2.317.984	164.806	(285.131)	-	1.672.931	3.973	-	18.965.248	201.426	19.166.674	

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED
31 DECEMBER 2015

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

VI. CONSOLIDATED STATEMENT OF CASH FLOWS

	Audited	Audited
	Current period	Prior period
	31 December 2015	31 December 2014
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating profit before changes in operating assets and liabilities	670.541	2.206.511
1.1.1 Interest received	13.429.916	11.570.543
1.1.2 Interest paid	(7.729.275)	(6.335.886)
1.1.3 Dividend received	6.254	11.993
1.1.4 Fees and commissions received	1.522.184	1.414.162
1.1.5 Other income	1.446.916	821.288
1.1.6 Collections from previously written off loans	493.998	603.708
1.1.7 Cash payments to personnel and service suppliers	(1.664.087)	(1.355.011)
1.1.8 Taxes paid	(580.287)	(723.349)
1.1.9 Other	(6.255.078)	(3.800.937)
1.2 Assets and Liabilities Subject to Banking Operations	(2.391.044)	(6.008.751)
1.2.1 Net decrease in financial assets held for sale	15.591	(56.473)
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	18.000	(12.000)
1.2.4 Net (increase) decrease in loans	(25.790.309)	(17.215.914)
1.2.5 Net (increase) decrease in other assets	(4.111.117)	788.478
1.2.6 Net increase (decrease) in bank deposits	(2.351.756)	7.084.142
1.2.7 Net increase (decrease) in other deposits	21.031.587	(3.850.890)
1.2.8 Net increase (decrease) in loans borrowed	7.906.157	(898.547)
1.2.9 Net increase (decrease) in matured payables	-	-
1.2.10 Net increase (decrease) in other liabilities	890.803	8.152.453
I. Net cash provided from banking operations	(1.720.503)	(3.802.240)
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
II. Net cash provided from/ (used in) investing activities	(12.078)	2.666.750
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries	(29.076)	-
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries	-	-
2.3 Fixed assets purchases	(2.320.322)	(475.483)
2.4 Fixed assets sales	2.950.770	(129.524)
2.5 Cash paid for purchase of financial assets available for sale	(2.710.759)	(5.387.343)
2.6 Cash obtained from sale of financial assets available for sale	911.568	7.066.089
2.7 Cash paid for purchase of investment securities	(2.388.371)	(3.826.270)
2.8 Cash obtained from sale of investment securities	3.604.368	5.433.161
2.9 Other	(30.256)	(13.880)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net cash used in financing activities	2.451.094	1.643.809
3.1 Cash obtained from loans borrowed and securities issued	4.424.647	3.019.801
3.2 Cash used for repayment of loans borrowed and securities issued	(1.750.000)	(1.100.000)
3.3 Bonds issued	-	-
3.4 Dividends paid	(223.553)	(275.992)
3.5 Payments for finance leases	-	-
3.6 Other	-	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents	846.458	263.031
V. Net increase / (decrease) in cash and cash equivalents	1.564.971	771.350
VI. Cash and cash equivalents at beginning of the period	7.290.931	6.519.581
VII. Cash and cash equivalents at end of the period	8.855.902	7.290.931

TÜRKİYE HALK BANKASI AŞ
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

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

VII. STATEMENT OF PROFIT DISTRIBUTION TABLE⁽¹⁾

	Audited	Audited
	Current period	Prior period
	31 December 2015⁽¹⁾	31 December 2014
I. DISTRIBUTION OF CURRENT YEAR PROFIT		
1.1. Current Period Profit	2.855.643	2.727.255
1.2. Taxes and Legal Duties Payables (-)	540.330	521.487
1.2.1. Corporate Tax (Income Tax)	133.834	905.543
1.2.2. Withholding Tax	-	-
1.2.3. Other Taxes and Duties	406.496	(384.056)
A. Net Profit For The Period (1.1-1.2)	2.315.313	2.205.768
1.3. Accumulated Losses (-)	-	-
1.4. First Legal Reserves (-)	-	91.086
1.5. Other Statutory Reserves (-) ⁽²⁾	-	384.056
B. Net Profit Available for Distribution [(A-(1.3+1.4+1.5)]	-	1.730.626
1.6. First Dividend to shareholders (-)	-	62.500
1.6.1. To Owners of Ordinary Shares	-	62.500
1.6.2. To Owners of Privileged Shares	-	-
1.6.3. To Owners of Redeemed Shares	-	-
1.6.4. To Profit Sharing Bonds	-	-
1.6.5. To Holders of Profit and Loss Sharing Certificates	-	-
1.7. Dividends to personnel (-)	-	115.000 ⁽³⁾
1.8. Dividends to Board of Directors (-)	-	-
1.9. Second Dividend to Shareholders (-)	-	158.077
1.9.1. To Owners of Ordinary Shares	-	158.077
1.9.2. To Owners of Privileged Shares	-	-
1.9.3. To Owners of Redeemed Shares	-	-
1.9.4. To Profit Sharing Bonds	-	-
1.9.5. To Holders Of Profit And Loss Sharing Certificates	-	-
1.10. Second Legal Reserves (-)	-	27.308
1.11. Status Reserves (-)	-	-
1.12. Extraordinary Reserves	-	1.866.797
1.13. Other Reserves	-	-
1.14. Special Funds	-	-
II. Distribution of Reserves		
2.1. Appropriated Reserves	-	-
2.2. Second Legal Reserves (-)	-	-
2.3. Dividends to Shareholders (-)	-	-
2.3.1. To Owners of Ordinary Shares	-	-
2.3.2. To Owners of Privileged Shares	-	-
2.3.3. To Owners of Redeemed Shares	-	-
2.3.4. To Profit Sharing Bonds	-	-
2.3.5. To Holders of Profit and Loss Sharing Certificates	-	-
2.4. Dividends to Personnel (-)	-	-
2.5. Dividends to Board of Directors (-)	-	-
III. Earnings per Share		
3.1. To Owners of Ordinary Shares	1,8523	1,7646
3.2. To Owners of Ordinary Shares (%)	185,2%	176,5%
3.3. To Owners of Privileged Shares	-	-
3.4. To Owners of Privileged Shares (%)	-	-
IV. Dividend per Share		
4.1. To Owners of Ordinary Shares	-	0,1765
4.2. To Owners of Ordinary Shares (%)	-	17,65%
4.3. To Owners of Privileged Shares	-	-
4.4. To Owners of Privileged Shares (%)	-	-

(1) Board of Directors meeting was not held as of 31 December 2015 financial reporting date.

(2) As of 31 December 2014 the amount of deferred tax income is shown in this line.

(3) Dividends to personnel which is added to 2014 net profit as a provision not sentenced in profit distribution, only shown in the table for information.