

TÜRKİYE HALK BANKASI AŞ

CONSOLIDATED BALANCE SHEET AS OF 31 MARCH 2011

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

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

ASSETS	Note	Reviewed			Audited		
		Current period			Prior period		
		31 March 2011			31 December 2010		
		TRY	FC	Total	TRY	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	(1)	3.983.940	1.968.583	5.952.523	2.782.649	1.866.916	4.649.565
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS (Net)	(2)	98.134	41.612	139.746	46.631	43.356	89.987
2.1 Trading financial assets		98.134	41.612	139.746	46.631	43.356	89.987
2.1.1 Public sector debt securities		95.476	8.662	104.138	44.720	8.958	53.678
2.1.2 Share certificates		67	-	67	77	-	77
2.1.3 Financial assets held for trading		33	32.854	32.887	3	34.304	34.307
2.1.4 Other marketable securities		2.558	96	2.654	1.831	94	1.925
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	(3)	57.569	869.418	926.987	103.332	909.336	1.012.668
IV. MONEY MARKET PLACEMENTS		117.437	-	117.437	216.125	-	216.125
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange Money Market placements		117.392	-	117.392	95.719	-	95.719
4.3 Receivables from reverse repurchase agreements		45	-	45	120.406	-	120.406
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(4)	6.871.860	1.224.802	8.096.662	5.929.654	1.565.336	7.494.990
5.1 Share certificates		4.774	8.861	13.635	4.774	8.861	13.635
5.2 Public sector debt securities		6.867.086	1.215.941	8.083.027	5.924.880	1.556.475	7.481.355
5.3 Other marketable securities		-	-	-	-	-	-
VI. LOANS AND RECEIVABLES	(5)	33.321.924	14.244.619	47.566.543	32.227.015	12.069.472	44.296.487
6.1 Loans and receivables		33.054.100	14.244.619	47.298.719	31.933.792	12.069.472	44.003.264
6.1.1 Loans extended to risk group of the Bank		8.737	93.587	102.324	9.130	66.574	75.704
6.1.2 Public sector debt securities		-	-	-	-	-	-
6.1.3 Other		33.045.363	14.151.032	47.196.395	31.924.662	12.002.898	43.927.560
6.2 Loans under follow-up		1.713.390	-	1.713.390	1.757.753	-	1.757.753
6.3 Specific provisions (-)		1.445.566	-	1.445.566	1.464.530	-	1.464.530
VII. FACTORING RECEIVABLES		-	-	-	-	-	-
VIII. HELD TO MATURITY INVESTMENTS (Net)	(6)	11.005.152	1.771.162	12.776.314	10.838.368	1.911.472	12.749.840
8.1 Public sector debt securities		11.005.152	1.771.162	12.776.314	10.838.368	1.911.472	12.749.840
8.2 Other marketable securities		-	-	-	-	-	-
IX. INVESTMENTS IN ASSOCIATES (Net)	(7)	68.400	127.263	195.663	72.356	115.566	187.922
9.1 Accounted under equity method		60.767	127.263	188.030	64.723	115.566	180.289
9.2 Unconsolidated associates		7.633	-	7.633	7.633	-	7.633
9.2.1 Financial investments		6.581	-	6.581	6.581	-	6.581
9.2.2 Non-financial investments		1.052	-	1.052	1.052	-	1.052
X. INVESTMENTS IN SUBSIDIARIES (Net)	(8)	-	-	-	-	-	-
10.1 Unconsolidated financial subsidiaries		-	-	-	-	-	-
10.2 Unconsolidated non-financial subsidiaries		-	-	-	-	-	-
XI. JOINT VENTURES (Net)	(9)	-	-	-	-	-	-
11.1 Accounted with equity method		-	-	-	-	-	-
11.2 Unconsolidated joint ventures		-	-	-	-	-	-
11.2.1 Financial joint ventures		-	-	-	-	-	-
11.2.2 Non-financial joint ventures		-	-	-	-	-	-
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 FINANCIAL ASSETS FOR HEDGING PURPOSES	(11)	-	-	-	-	-	-
13.1 Fair value risk hedging		-	-	-	-	-	-
13.2 Cash flow risk hedging		-	-	-	-	-	-
13.3 Net abroad investment risk hedging		-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)	(12)	1.212.416	50	1.212.466	1.234.390	47	1.234.437
XV. INTANGIBLE ASSETS (Net)	(13)	19.274	-	19.274	18.655	-	18.655
15.1 Goodwill		-	-	-	-	-	-
15.2 Other		19.274	-	19.274	18.655	-	18.655
XVI. INVESTMENT PROPERTIES (Net)	(14)	-	-	-	-	-	-
XVII. TAX ASSET	(15)	170.372	-	170.372	222.820	-	222.820
17.1 Current assets for tax		-	-	-	-	-	-
17.2 Deferred assets for tax		170.372	-	170.372	222.820	-	222.820
XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(16)	112.390	-	112.390	98.131	-	98.131
18.1 Held for sale purpose		112.390	-	112.390	98.131	-	98.131
18.2 Held from discontinued operations		-	-	-	-	-	-
XIX. OTHER ASSETS	(17)	801.910	55.805	857.715	714.198	41.054	755.252
TOTAL ASSETS		57.840.778	20.303.314	78.144.092	54.504.324	18.522.555	73.026.879

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

TÜRKİYE HALK BANKASI AŞ

CONSOLIDATED BALANCE SHEET AS OF 31 MARCH 2011

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

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

LIABILITIES AND SHAREHOLDERS' EQUITY	Note	Reviewed			Audited		
		Current period			Prior period		
		31 March 2011			31 December 2010		
		TRY	FC	Total	TRY	FC	Total
I. DEPOSITS	(1)	39.410.103	16.743.459	56.153.562	39.449.915	15.104.500	54.554.415
1.1 Deposits Held by the Risk Group of the Parent Bank		59.334	14.310	73.644	50.153	6.274	56.427
1.2 Other		39.350.769	16.729.149	56.079.918	39.399.762	15.098.226	54.497.988
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(2)	71	39.089	39.160	7	39.144	39.151
III. BORROWING FUNDING LOANS	(3)	253.922	3.904.121	4.158.043	203.429	3.622.658	3.826.087
IV. MONEY MARKET BALANCES		5.025.116	1.123.738	6.148.854	2.666.667	614.156	3.280.823
4.1 Interbank money market takings		-	-	-	-	-	-
4.2 Istanbul Stock Exchange Takasbank takings		157.638	-	157.638	125.768	-	125.768
4.3 Funds from repurchase agreements		4.867.478	1.123.738	5.991.216	2.540.899	614.156	3.155.055
V. MARKETABLE SECURITIES ISSUED (Net)		-	-	-	-	-	-
5.1 Treasury bills		-	-	-	-	-	-
5.2 Asset-backed securities		-	-	-	-	-	-
5.3 Bonds		-	-	-	-	-	-
VI. FUNDS	(4)	1.263.319	-	1.263.319	1.295.232	-	1.295.232
6.1 Borrower Funds		75.419	-	75.419	121.084	-	121.084
6.2 Other		1.187.900	-	1.187.900	1.174.148	-	1.174.148
VII. SUNDRY CREDITORS		799.093	16.413	815.506	755.869	19.362	775.231
VIII. OTHER LIABILITIES	(5)	404.693	170.774	575.467	392.985	140.658	533.643
IX. FACTORING PAYABLES		-	-	-	-	-	-
X. FINANCE LEASE PAYABLES	(6)	922	1	923	565	1	566
10.1 Finance lease payables		1.341	1	1.342	830	1	831
10.2 Operating lease payables		-	-	-	-	-	-
10.3 Other		-	-	-	-	-	-
10.4 Deferred finance lease expenses (-)		419	-	419	265	-	265
XI. DERIVATIVE FINANCIAL LIABILITIES FOR HEDGING	(7)	-	-	-	-	-	-
11.1 Fair value risk hedging		-	-	-	-	-	-
11.2 Cash flow risk hedging		-	-	-	-	-	-
11.3 Net abroad investment risk hedging		-	-	-	-	-	-
XII. PROVISIONS	(8)	1.136.095	15.924	1.152.019	1.059.388	15.869	1.075.257
12.1 General loan provisions		418.607	-	418.607	390.121	-	390.121
12.2 Restructuring provisions		-	-	-	-	-	-
12.3 Employee benefits provisions		291.659	-	291.659	276.605	-	276.605
12.4 Insurance technical reserves (Net)		260.449	-	260.449	216.750	-	216.750
12.5 Other provisions		165.380	15.924	181.304	175.912	15.869	191.781
XIII. TAX LIABILITY	(9)	129.517	1	129.518	274.148	1	274.149
13.1 Current tax liability		129.517	1	129.518	274.148	1	274.149
13.2 Deferred tax liability		-	-	-	-	-	-
XIV. LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(10)	-	-	-	-	-	-
14.1 Held for sale purpose		-	-	-	-	-	-
14.2 Held from discontinued operations		-	-	-	-	-	-
XV. SUBORDINATED CAPITAL	(11)	-	-	-	-	-	-
XVI. SHAREHOLDERS' EQUITY	(12)	7.842.667	(134.946)	7.707.721	7.436.636	(64.311)	7.372.325
16.1 Paid-in capital		1.250.000	-	1.250.000	1.250.000	-	1.250.000
16.2 Capital Reserves		1.307.706	(134.946)	1.172.760	1.398.353	(64.311)	1.334.042
16.2.1 Share Premium		-	-	-	-	-	-
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Marketable securities revaluation fund		87.194	(134.946)	(47.752)	177.841	(64.311)	113.530
16.2.4 Tangible assets revaluation reserves		-	-	-	-	-	-
16.2.5 Intangible assets revaluation reserves		-	-	-	-	-	-
16.2.6 Revaluation reserves of real estates for investment purpose		-	-	-	-	-	-
16.2.7 Non-paid-up shares of subsidiaries, associates and joint ventures		61	-	61	61	-	61
16.2.8 Hedging Funds (effective portion)		-	-	-	-	-	-
16.2.9 Value Increase on Non-current Assets Held for Sale and Discontinued Operations		-	-	-	-	-	-
16.2.10 Other capital reserves		1.220.451	-	1.220.451	1.220.451	-	1.220.451
16.3 Profit reserves		2.898.588	-	2.898.588	2.893.106	-	2.893.106
16.3.1 Legal reserves		625.831	-	625.831	620.349	-	620.349
16.3.2 Statutory reserves		-	-	-	-	-	-
16.3.3 Extraordinary reserves		2.225.576	-	2.225.576	2.225.576	-	2.225.576
16.3.4 Other profit reserves		47.181	-	47.181	47.181	-	47.181
16.4 Profit/Loss		2.381.494	-	2.381.494	1.888.693	-	1.888.693
16.4.1 Prior years income/loss		1.883.211	-	1.883.211	45.998	-	45.998
16.4.2 Period profit/loss		498.283	-	498.283	1.842.695	-	1.842.695
16.5 Minority shares		4.879	-	4.879	6.484	-	6.484
TOTAL LIABILITIES AND EQUITY		56.265.518	21.878.574	78.144.092	53.534.841	19.492.038	73.026.879

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 31 MARCH 2011

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

II. CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS

		Reviewed			Audited		
		Current period			Prior period		
		31 March 2011			31 December 2010		
OFF BALANCE SHEET	Note	TRY	FC	Total	TRY	FC	Total
A. COMMITMENTS AND CONTINGENCIES (I+II+III)		18.488.534	10.556.172	29.044.706	17.089.689	10.385.583	27.475.272
I. GUARANTEES AND SURETYSHIPS	(1)	7.254.300	6.015.263	13.269.563	6.747.813	5.978.539	12.726.352
1.1 Letters of guarantee		5.721.087	3.616.876	9.337.963	5.140.511	3.802.506	8.943.017
1.1.1 Guarantees subject to public procurement law		465.596	2.805.766	3.271.362	477.740	3.006.494	3.484.234
1.1.2 Guarantees given for foreign trade operations		-	-	-	-	-	-
1.1.3 Other letters of guarantee		5.255.491	811.110	6.066.601	4.662.771	796.012	5.458.783
1.2 Bank loans		-	274.613	274.613	-	149.594	149.594
1.2.1 Import acceptances		-	117.069	117.069	-	88.531	88.531
1.2.2 Other bank acceptances		-	157.544	157.544	-	61.063	61.063
1.3 Letters of credit		1.430.240	1.931.497	3.361.737	1.521.453	1.855.885	3.377.338
1.3.1 Documentary letters of credit		1.430.240	1.931.497	3.361.737	1.521.453	1.855.885	3.377.338
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed prefinancings		-	-	-	-	-	-
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to Central Bank of Turkish Republic		-	-	-	-	-	-
1.5.2 Other Endorsements		-	-	-	-	-	-
1.6 Purchase guarantees on marketable security issuance		-	-	-	-	-	-
1.7 Factoring guarantees		-	-	-	-	-	-
1.8 Other guarantees		102.743	192.277	295.020	85.619	170.554	256.173
1.9 Other suretyships		230	-	230	230	-	230
II. COMMITMENTS	(1)	9.604.240	892.376	10.496.616	9.198.369	689.509	9.887.878
2.1 Irrevocable commitments		9.604.240	892.376	10.496.616	9.195.150	689.509	9.884.659
2.1.1 Forward asset purchase commitments		137.131	567.491	704.622	248.007	383.194	631.201
2.1.2 Forward deposit purchase and sale commitments		-	-	-	-	-	-
2.1.3 Capital commitments to subsidiaries and associates		2.000	-	2.000	2.000	-	2.000
2.1.4 Loan granting commitments		304.410	324.885	629.295	296.308	306.315	602.623
2.1.5 Securities underwriting commitments		-	-	-	-	-	-
2.1.6 Payment commitments for reserve deposits		-	-	-	-	-	-
2.1.7 Payment commitments for cheques		3.936.997	-	3.936.997	3.604.999	-	3.604.999
2.1.8 Tax and fund liabilities from export commitments		31.063	-	31.063	34.849	-	34.849
2.1.9 Commitments for credit card expenditure limits		4.135.138	-	4.135.138	4.089.791	-	4.089.791
2.1.10 Commitments for credit cards and banking services promotions		25.532	-	25.532	26.217	-	26.217
2.1.11 Receivables from short sale commitments		-	-	-	-	-	-
2.1.12 Payables for short sale commitments		-	-	-	-	-	-
2.1.13 Other irrevocable commitments		1.031.969	-	1.031.969	892.979	-	892.979
2.2 Revocable commitments		-	-	-	3.219	-	3.219
2.2.1 Revocable loan granting commitments		-	-	-	-	-	-
2.2.2 Other revocable commitments		-	-	-	3.219	-	3.219
III. DERIVATIVE FINANCIAL INSTRUMENTS	(1)	1.629.994	3.648.533	5.278.527	1.143.507	3.717.535	4.861.042
3.1 Derivative financial instruments for hedging		-	-	-	-	-	-
3.1.1 Fair value risk hedging transactions		-	-	-	-	-	-
3.1.2 Cash flow risk hedging transactions		-	-	-	-	-	-
3.1.3 Net foreign investment risk hedging transactions		-	-	-	-	-	-
3.2 Transactions for trading		1.629.994	3.648.533	5.278.527	1.143.507	3.717.535	4.861.042
3.2.1 Forward foreign currency buy/sell transactions		278.935	423.247	702.182	43.389	61.207	104.596
3.2.1.1 Forward foreign currency transactions-buy		72.205	277.497	349.702	15.883	36.443	52.326
3.2.1.2 Forward foreign currency transactions-sell		206.730	145.750	352.480	27.506	24.764	52.270
3.2.2 Currency and interest rate swaps		1.108.425	1.580.951	2.689.376	814.044	2.365.756	3.179.800
3.2.2.1 Currency swap-buy		-	1.350.424	1.350.424	154.773	1.451.293	1.606.066
3.2.2.2 Currency swap-sell		1.108.425	230.527	1.338.952	659.271	914.463	1.573.734
3.2.2.3 Interest rate swap-buy		-	-	-	-	-	-
3.2.2.4 Interest rate swap-sell		-	-	-	-	-	-
3.2.3 Currency, interest rate and marketable securities options		44.564	59.535	104.099	88.004	104.185	192.189
3.2.3.1 Currency call options		20.849	31.178	52.027	43.922	52.174	96.096
3.2.3.2 Currency put options		23.715	28.357	52.072	44.082	52.011	96.093
3.2.3.3 Interest rate call options		-	-	-	-	-	-
3.2.3.4 Interest rate put options		-	-	-	-	-	-
3.2.3.5 Marketable securities call options		-	-	-	-	-	-
3.2.3.6 Marketable securities put options		-	-	-	-	-	-
3.2.4 Currency futures		-	-	-	-	-	-
3.2.4.1 Currency futures-buy		-	-	-	-	-	-
3.2.4.2 Currency futures-sell		-	-	-	-	-	-
3.2.5 Interest rate buy/sell futures		-	-	-	-	-	-
3.2.5.1 Interest rate futures-buy		-	-	-	-	-	-
3.2.5.2 Interest rate futures-sell		-	-	-	-	-	-
3.2.6 Other		198.070	1.584.800	1.782.870	198.070	1.186.387	1.384.457
B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)		390.717.710	169.984.954	560.702.664	357.507.925	151.968.388	509.476.313
IV. CUSTODIES		72.599.800	6.697.959	79.297.759	65.622.963	6.599.017	72.221.980
4.1 Assets under management		-	-	-	-	-	-
4.2 Custody marketable securities		29.153.923	282.729	29.436.652	27.486.898	279.199	27.766.097
4.3 Cheques in collection process		4.689.264	3.441.171	8.130.435	4.208.585	2.885.911	7.094.496
4.4 Commercial notes in collection process		22.422.383	213.088	22.635.471	19.368.036	191.272	19.559.308
4.5 Other assets in collection process		1.099	-	1.099	1.099	-	1.099
4.6 Underwritten securities		87	-	87	129	-	129
4.7 Other custodies		2.087	7.926	10.013	3.114	7.881	10.995
4.8 Custodians		16.330.957	2.753.045	19.084.002	14.555.102	3.234.754	17.789.856
V. PLEDGED ASSETS		318.117.910	163.286.995	481.404.905	291.884.962	145.369.371	437.254.333
5.1 Marketable securities		1.530.648	181.555	1.712.203	1.356.594	184.735	1.541.329
5.2 Collateral notes		3.710.326	170.561	3.880.887	3.483.737	166.385	3.650.122
5.3 Commodity		25.830	-	25.830	25.830	-	25.830
5.4 Warranty		-	-	-	-	-	-
5.5 Land and buildings		61.030.084	19.524.311	80.554.395	56.223.803	17.792.541	74.016.344
5.6 Other pledged assets		249.591.321	143.144.082	392.735.403	228.225.320	127.085.348	355.310.668
5.7 Pledges		2.229.701	266.486	2.496.187	2.569.678	140.362	2.710.040
VI. ACCEPTED BILL GUARANTEES AND SURETIES		-	-	-	-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		409.206.244	180.541.126	589.747.370	374.597.614	162.353.971	536.951.585

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME FOR THE THREE-MONTH PERIOD
ENDED 31 MARCH 2011

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

III. CONSOLIDATED STATEMENT OF INCOME

INCOME AND EXPENSES	Note	Reviewed	Reviewed
		Current period	Prior period
		1 January-31 March 2011	1 January-31 March 2010
I. INTEREST INCOME	(1)	1.551.509	1.567.788
1.1 Interest on loans		1.127.215	1.001.714
1.2 Interest received from reserve deposits		50	39
1.3 Interest received from banks		1.048	20.577
1.4 Interest received from money market placements		112	2
1.5 Interest income on marketable securities		421.652	541.051
1.5.1 Financial assets held for trading		1.741	1.220
1.5.2 Financial assets at fair value through profit and loss		-	-
1.5.3 Financial assets available-for-sale		148.473	165.216
1.5.4 Investments held-to-maturity		271.438	374.615
1.6 Finance lease income		-	-
1.7 Other interest income		1.432	4.405
II. INTEREST EXPENSE	(2)	811.319	724.219
2.1 Interest on deposits		703.062	615.117
2.2 Interest on borrowings		23.481	14.125
2.3 Interest on money market borrowings		75.330	83.071
2.4 Interest on marketable securities issued		-	-
2.5 Other interest expense		9.446	11.906
III. NET INTEREST INCOME [I – II]		740.190	843.569
IV. NET FEES AND COMMISSIONS INCOME		151.941	132.475
4.1 Fees and commissions income		175.104	153.628
4.1.1 Non-cash loans		24.964	19.094
4.1.2 Other	(12)	150.140	134.534
4.2 Fees and commissions expenses		23.163	21.153
4.2.1 Non-cash loans		18	2
4.2.2 Other		23.145	21.151
V. DIVIDEND INCOME	(3)	145	4.739
VI. NET TRADING PROFIT (NET)	(4)	105.513	60.683
6.1 Profit/loss from capital market operations		38.858	88.170
6.2 Profit/loss from financial derivative transactions		20.379	(109.049)
6.3 Foreign exchange gains/losses		46.276	81.562
VII. OTHER OPERATING INCOME	(5)	190.009	135.705
VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)		1.187.798	1.177.171
IX. LOANS AND OTHER RECEIVABLES IMPAIRMENT LOSS PROVISIONS (-)	(6)	86.207	148.735
X. OTHER OPERATING EXPENSES(-)	(7)	477.700	363.599
XI. NET OPERATING INCOME/(LOSS) (VIII-IX-X)		623.891	664.837
XII. AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER		-	-
XIII. PROFIT/LOSSES FROM EQUITY METHOD APPLIED SUBSIDIARIES		5.096	2.306
XIV. GAIN / (LOSS) ON NET MONETARY POSITION		-	-
XV. INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)	(8)	628.987	667.143
XVI. TAX INCOME PROVISION (±)	(9)	(131.782)	(137.627)
16.1 Current tax provision		(46.557)	(124.499)
16.2 Deferred tax provision		(85.225)	(13.128)
XVII. NET OPERATING INCOME AFTER TAX (XV±XVI)	(10)	497.205	529.516
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)	(8)	-	-
XXI. PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)	(9)	-	-
21.1 Current tax provision		-	-
21.2 Deferred tax provision		-	-
XXII. NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)	(10)	-	-
XXIII. NET PROFIT/(LOSS) (XVII+XXII)	(11)	497.205	529.516
Group's profit/loss		498.283	529.208
Minority shares profit/loss		(1.078)	308
Earnings/losses per share (Full TRY)		0,39863	0,42337

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2011

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

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

	Reviewed	Reviewed
	Current period	Prior period
	1 January-31 March 2011	1 January-31 March 2010
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY		
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	(194.062)	10.779
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	-	-
V. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR CASH FLOW HEDGE PURPOSES (Effective portion of fair value differences)	-	-
VI. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGE OF NET INVESTMENTS IN FOREIGN OPERATIONS (Effective portion of fair value differences)	-	3.165
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	32.789	(3.523)
X. TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	(161.273)	10.421
XI. PROFIT/LOSS	497.205	529.516
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	40.852	108.609
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	-	(2.532)
11.4 Other	456.353	423.439
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)	335.932	539.937

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2011

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

V. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Note	Paid in capital	Effect of inflation adjustments on paid in capital	Share premium	Share certificate cancellation profit	Legal reserves	Statutory reserves	Extra-ordinary reserves	Other reserves	Current period net income/(loss)	Prior period net income/(loss)	Valuation changes in marketable sec.	Revaluation changes in prop. and equip. and int. assets	Free shares from shareholders	Hedging funds	Value change in pro. and equip. held for sale purp./term. op.	Total equity excluding minority shares	Minority shares	Total equity
I January 2010 – 31 March 2010																			
I.		1.250.000	1.220.451	-	-	515.312	-	1.048.423	47.181	1.664.665	7.104	26.446	-	61	(10.087)	-	5.769.556	6.594	5.776.150
II.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.		1.250.000	1.220.451	-	-	515.312	-	1.048.423	47.181	1.664.665	7.104	26.446	-	61	(10.087)	-	5.769.556	6.594	5.776.150
Changes within the period																			
IV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.		-	-	-	-	-	-	-	-	-	-	8.235	-	-	-	-	8.235	-	8.235
VI.		-	-	-	-	-	-	-	-	-	(893)	(35)	-	-	2.532	-	1.604	-	1.604
6.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2		-	-	-	-	-	-	-	-	-	(893)	(35)	-	-	2.532	-	1.604	-	1.604
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.		-	-	-	-	-	-	-	-	-	-	(303)	-	-	-	-	(303)	-	(303)
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(8)	(8)
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIX.		-	-	-	-	-	-	-	-	529.208	-	-	-	-	-	-	529.208	308	529.516
XX.		-	-	-	-	-	-	-	-	(1.664.665)	1.664.665	-	-	-	-	-	-	-	-
20.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20.3		-	-	-	-	-	-	-	-	(1.664.665)	1.664.665	-	-	-	-	-	-	-	-
Closing balance																			
		1.250.000	1.220.451	-	-	515.312	-	1.048.423	47.181	529.208	1.670.876	34.343	-	61	(7.555)	-	6.308.300	6.894	6.315.194
I January 2011 – 31 March 2011																			
I.		1.250.000	1.220.451	-	-	620.349	-	2.225.576	47.181	1.842.695	45.998	113.530	-	61	-	-	7.365.841	6.484	7.372.325
II.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.		-	-	-	-	-	-	-	-	-	-	(161.282)	-	-	-	-	(161.282)	9	(161.273)
IV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	498.283	-	-	-	-	-	-	498.283	(1.078)	497.205
XVIII.		-	-	-	-	5.482	-	-	-	(1.842.695)	1.837.213	-	-	-	-	-	-	(536)	(536)
18.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(536)	(536)
18.2		-	-	-	-	5.482	-	-	-	-	(5.482)	-	-	-	-	-	-	-	-
18.3		-	-	-	-	-	-	-	-	(1.842.695)	1.842.695	-	-	-	-	-	-	-	-
Closing balance																			
		1.250.000	1.220.451	-	-	625.831	-	2.225.576	47.181	498.283	1.883.211	(47.752)	-	61	-	-	7.702.842	4.879	7.707.721

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CASH FLOWS FOR
THE THREE-MONTH PERIOD ENDED 31 MARCH 2011

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

VI. CONSOLIDATED STATEMENT OF CASH FLOWS

		Reviewed	Reviewed
		Current period	Prior period
	Note	31 March 2011	31 March 2010
A.	CASH FLOWS FROM BANKING OPERATIONS		
1.1	Operating profit before changes in operating assets and liabilities	429.803	1.057.412
1.1.1	Interest received	1.631.362	1.896.011
1.1.2	Interest paid	(815.162)	(690.379)
1.1.3	Dividend received	145	18
1.1.4	Fees and commissions received	175.104	154.463
1.1.5	Other income	118.404	71.489
1.1.6	Collections from previously written off loans	118.384	113.020
1.1.7	Cash payments to personnel and service suppliers	(200.858)	(167.508)
1.1.8	Taxes paid	(208.261)	(196.778)
1.1.9	Other	(389.315)	(122.924)
1.2	Assets and Liabilities Subject to Banking Operations	1.420.109	(648.943)
1.2.1	Net decrease in financial assets held for sale	(52.027)	(18.325)
1.2.2	Net (increase) decrease in financial assets at fair value through profit or loss	-	-
1.2.3	Net (increase) decrease in due from banks and other financial institutions	-	-
1.2.4	Net (increase) decrease in loans	(3.223.525)	(2.583.629)
1.2.5	Net (increase) decrease in other assets	(206.398)	(84.498)
1.2.6	Net increase (decrease) in bank deposits	1.580.071	391.464
1.2.7	Net increase (decrease) in other deposits	22.696	2.461.748
1.2.8	Net increase (decrease) in loans borrowed	340.767	195.830
1.2.9	Net increase (decrease) in matured payables	-	-
1.2.10	Net increase (decrease) in other liabilities	2.958.525	(1.011.533)
I.	Net cash provided from banking operations	1.849.912	408.469
B.	CASH FLOWS FROM INVESTMENT ACTIVITIES		
II.	Net cash provided from/ (used in) investing activities	(951.387)	(395.726)
2.1	Cash paid for purchase of joint ventures, associates and subsidiaries	-	(944)
2.2	Cash obtained from sale of entities joint ventures, associates and subsidiaries	-	-
2.3	Fixed assets purchases	(65.547)	(34.527)
2.4	Fixed assets sales	50.801	52.827
2.5	Cash paid for purchase of financial assets available for sale	(2.000.249)	(1.532.671)
2.6	Cash obtained from sale of financial assets available for sale	1.257.266	2.206.261
2.7	Cash paid for purchase of investment securities	(272.666)	(2.345.450)
2.8	Cash obtained from sale of investment securities	79.462	1.261.466
2.9	Other	(454)	(2.688)
C.	CASH FLOWS FROM FINANCING ACTIVITIES		
III.	Net cash used in financing activities	357	106
3.1	Cash obtained from loans borrowed and securities issued	-	-
3.2	Cash used for repayment of loans borrowed and securities issued	-	-
3.3	Marketable securities issued	-	-
3.4	Dividends paid	-	-
3.5	Payments for finance leases	(32)	(68)
3.6	Other	389	174
IV.	Effect of change in foreign exchange rate on cash and cash equivalents (1)	57.476	34.804
V.	Net increase / (decrease) in cash and cash equivalents	956.358	47.653
VI.	Cash and cash equivalents at beginning of the period (4)	4.557.605	3.732.344
VII.	Cash and cash equivalents at end of the period (5)	5.513.963	3.779.997

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