

# TÜRKİYE HALK BANKASI AŞ

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2012

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

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

ASSETS	Note	Reviewed			Audited		
		Current period			Prior period		
		31 March 2012			31 December 2011		
		TRY	FC	Total	TRY	FC	Total
<b>I. CASH AND BALANCES WITH THE CENTRAL BANK</b>	(1)	2.183.185	5.556.522	7.739.707	2.511.197	4.776.536	7.287.733
<b>II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS (Net)</b>	(2)	35.047	85.813	120.860	39.599	109.900	149.499
2.1 Trading financial assets		35.047	85.813	120.860	39.599	109.900	149.499
2.1.1 Public sector debt securities		17.432	9.869	27.301	22.435	10.413	32.848
2.1.2 Share certificates		-	-	-	-	-	-
2.1.3 Financial assets held for trading		-	69.160	69.160	37	92.902	92.939
2.1.4 Other marketable securities		17.615	6.784	24.399	17.127	6.585	23.712
2.2 Financial assets at fair value through profit and loss		-	-	-	-	-	-
2.2.1 Public sector debt securities		-	-	-	-	-	-
2.2.2 Share certificates		-	-	-	-	-	-
2.2.3 Loans		-	-	-	-	-	-
2.2.4 Other marketable securities		-	-	-	-	-	-
<b>III. BANKS</b>	(3)	56.798	1.139.135	1.195.933	38.568	1.500.137	1.538.705
<b>IV. MONEY MARKET PLACEMENTS</b>		76.045	-	76.045	33.313	-	33.313
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange Money Market placements		71.799	-	71.799	32.394	-	32.394
4.3 Receivables from reverse repurchase agreements		4.246	-	4.246	919	-	919
<b>V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)</b>	(4)	8.295.403	1.635.132	9.930.535	7.770.489	1.619.931	9.390.420
5.1 Share certificates		8.475	10.063	18.538	5.476	10.095	15.571
5.2 Public sector debt securities		8.286.928	1.625.069	9.911.997	7.765.013	1.609.836	9.374.849
5.3 Other marketable securities		-	-	-	-	-	-
<b>VI. LOANS AND RECEIVABLES</b>	(5)	40.541.748	17.263.688	57.805.436	38.597.858	17.685.745	56.283.603
6.1 Loans and receivables		40.276.309	17.261.049	57.537.358	38.330.900	17.682.932	56.013.832
6.1.1 Loans extended to risk group of the Bank		-	-	-	-	-	-
6.1.2 Public sector debt securities		-	-	-	-	-	-
6.1.3 Other		40.276.309	17.261.049	57.537.358	38.330.900	17.682.932	56.013.832
6.2 Loans under follow-up		1.681.568	12.574	1.694.142	1.668.695	12.189	1.680.884
6.3 Specific provisions (-)		1.416.129	9.935	1.426.064	1.401.737	9.376	1.411.113
<b>VII. FACTORING RECEIVABLES</b>		-	-	-	-	-	-
<b>VIII. HELD TO MATURITY INVESTMENTS (Net)</b>	(6)	12.161.988	2.485.751	14.647.739	12.019.233	2.045.225	14.064.458
8.1 Public sector debt securities		12.161.988	2.485.751	14.647.739	12.019.233	2.045.225	14.064.458
8.2 Other marketable securities		-	-	-	-	-	-
<b>IX. INVESTMENTS IN ASSOCIATES (Net)</b>	(7)	20.983	141.003	161.986	24.215	131.273	155.488
9.1 Accounted under equity method		14.118	141.003	155.121	14.344	131.273	145.617
9.2 Unconsolidated associates		6.865	-	6.865	9.871	-	9.871
9.2.1 Financial investments		5.813	-	5.813	8.819	-	8.819
9.2.2 Non-financial investments		1.052	-	1.052	1.052	-	1.052
<b>X. INVESTMENTS IN SUBSIDIARIES (Net)</b>	(8)	-	-	-	-	-	-
10.1 Unconsolidated financial subsidiaries		-	-	-	-	-	-
10.2 Unconsolidated non-financial subsidiaries		-	-	-	-	-	-
<b>XI. JOINT VENTURES (Net)</b>	(9)	-	-	-	-	-	-
11.1 Accounted with equity method		-	-	-	-	-	-
11.2 Unconsolidated joint ventures		-	-	-	-	-	-
11.2.1 Financial joint ventures		-	-	-	-	-	-
11.2.2 Non-financial joint ventures		-	-	-	-	-	-
<b>XII. FINANCE LEASE RECEIVABLES (Net)</b>	(10)	138.426	771.958	910.384	124.961	764.572	889.533
12.1 Finance lease receivables		171.588	903.091	1.074.679	159.285	889.299	1.048.584
12.2 Operating lease receivables		-	-	-	-	-	-
12.3 Other		-	-	-	-	-	-
12.4 Unearned income (-)		33.162	131.133	164.295	34.324	124.727	159.051
<b>XIII. DERIVATIVE FINANCIAL ASSETS FOR HEDGING PURPOSES</b>	(11)	-	-	-	-	-	-
13.1 Fair value risk hedging		-	-	-	-	-	-
13.2 Cash flow risk hedging		-	-	-	-	-	-
13.3 Net abroad investment risk hedging		-	-	-	-	-	-
<b>XIV. TANGIBLE ASSETS (Net)</b>	(12)	1.478.555	22.728	1.501.283	1.292.527	22.334	1.314.861
<b>XV. INTANGIBLE ASSETS (Net)</b>	(13)	32.323	15.567	47.890	29.508	16.035	45.543
15.1 Goodwill		-	-	-	-	-	-
15.2 Other		32.323	15.567	47.890	29.508	16.035	45.543
<b>XVI. INVESTMENT PROPERTIES (Net)</b>	(14)	-	-	-	-	-	-
<b>XVII. TAX ASSET</b>	(15)	170.502	94	170.596	106.486	97	106.583
17.1 Current assets for tax		1.068	94	1.162	12.815	97	12.912
17.2 Deferred assets for tax		169.434	-	169.434	93.671	-	93.671
<b>XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)</b>	(16)	23.839	-	23.839	85.623	-	85.623
18.1 Held for sale purpose		23.839	-	23.839	85.623	-	85.623
18.2 Held from discontinued operations		-	-	-	-	-	-
<b>XIX. OTHER ASSETS</b>	(17)	889.915	98.158	988.073	744.739	70.556	815.295
<b>TOTAL ASSETS</b>		66.104.757	29.215.549	95.320.306	63.418.316	28.742.341	92.160.657

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

# TÜRKİYE HALK BANKASI AŞ

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2012

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

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

	Note	Reviewed			Audited		
		Current period			Prior period		
		TRY	FC	Total	TRY	FC	Total
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>							
		31 March 2012			31 December 2011		
<b>I. DEPOSITS</b>	(1)	<b>43.925.453</b>	<b>26.667.441</b>	<b>70.592.894</b>	<b>44.029.636</b>	<b>22.198.874</b>	<b>66.228.510</b>
1.1 Deposits Held by the Risk Group of the Parent Bank		31.432	3	31.435	69.408	14.622	84.030
1.2 Other		43.894.021	26.667.438	70.561.459	43.960.228	22.184.252	66.144.480
<b>II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING</b>	(2)	<b>13</b>	<b>159.610</b>	<b>159.623</b>	<b>44</b>	<b>65.314</b>	<b>65.358</b>
<b>III. BORROWING FUNDING LOANS</b>	(3)	<b>419.829</b>	<b>6.641.858</b>	<b>7.061.687</b>	<b>435.310</b>	<b>6.575.035</b>	<b>7.010.345</b>
<b>IV. MONEY MARKET BALANCES</b>		<b>1.714.517</b>	<b>321.468</b>	<b>2.035.985</b>	<b>4.093.779</b>	<b>847.930</b>	<b>4.941.709</b>
4.1 Interbank money market takings		-	-	-	-	-	-
4.2 Istanbul Stock Exchange Takasbank takings		71.920	-	71.920	37.177	-	37.177
4.3 Funds from repurchase agreements		1.642.597	321.468	1.964.065	4.056.602	847.930	4.904.532
<b>V. MARKETABLE SECURITIES ISSUED (Net)</b>	(4)	<b>713.241</b>	<b>-</b>	<b>713.241</b>	<b>495.611</b>	<b>-</b>	<b>495.611</b>
5.1 Treasury bills		713.241	-	713.241	495.611	-	495.611
5.2 Asset-backed securities		-	-	-	-	-	-
5.3 Bonds		-	-	-	-	-	-
<b>VI. FUNDS</b>	(5)	<b>1.380.164</b>	<b>-</b>	<b>1.380.164</b>	<b>1.345.234</b>	<b>-</b>	<b>1.345.234</b>
6.1 Borrower Funds		91.858	-	91.858	32.847	-	32.847
6.2 Other		1.288.306	-	1.288.306	1.312.387	-	1.312.387
<b>VII. SUNDRY CREDITORS</b>		<b>1.267.571</b>	<b>69.056</b>	<b>1.336.627</b>	<b>1.084.441</b>	<b>86.946</b>	<b>1.171.387</b>
<b>VIII. OTHER LIABILITIES</b>	(6)	<b>475.431</b>	<b>220.897</b>	<b>696.328</b>	<b>397.572</b>	<b>184.256</b>	<b>581.828</b>
<b>IX. FACTORING PAYABLES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>X. FINANCE LEASE PAYABLES</b>	(7)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
10.1 Finance lease payables		-	-	-	-	-	-
10.2 Operating lease payables		-	-	-	-	-	-
10.3 Other		-	-	-	-	-	-
10.4 Deferred finance lease expenses (-)		-	-	-	-	-	-
<b>XI. DERIVATIVE FINANCIAL LIABILITIES FOR HEDGING</b>	(8)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
11.1 Fair value risk hedging		-	-	-	-	-	-
11.2 Cash flow risk hedging		-	-	-	-	-	-
11.3 Net abroad investment risk hedging		-	-	-	-	-	-
<b>XII. PROVISIONS</b>	(9)	<b>1.657.961</b>	<b>19.577</b>	<b>1.677.538</b>	<b>1.547.395</b>	<b>19.890</b>	<b>1.567.285</b>
12.1 General loan provisions		715.756	3.402	719.158	656.783	3.131	659.914
12.2 Restructuring provisions		-	-	-	-	-	-
12.3 Employee benefits provisions		338.969	-	338.969	320.290	-	320.290
12.4 Insurance technical reserves (Net)		328.495	-	328.495	309.277	-	309.277
12.5 Other provisions		274.741	16.175	290.916	261.045	16.759	277.804
<b>XIII. TAX LIABILITY</b>	(10)	<b>390.974</b>	<b>1.786</b>	<b>392.760</b>	<b>190.674</b>	<b>1.846</b>	<b>192.520</b>
13.1 Current tax liability		390.809	3	390.812	190.674	23	190.697
13.2 Deferred tax liability		165	1.783	1.948	-	1.823	1.823
<b>XIV. LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)</b>	(11)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
14.1 Held for sale purpose		-	-	-	-	-	-
14.2 Held from discontinued operations		-	-	-	-	-	-
<b>XV. SUBORDINATED CAPITAL</b>	(12)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XVI. SHAREHOLDERS' EQUITY</b>	(13)	<b>9.270.842</b>	<b>2.617</b>	<b>9.273.459</b>	<b>8.848.336</b>	<b>(287.466)</b>	<b>8.560.870</b>
16.1 Paid-in capital		1.250.000	-	1.250.000	1.250.000	-	1.250.000
16.2 Capital Reserves		1.154.758	(64.008)	1.090.750	1.297.443	(354.964)	942.479
16.2.1 Share Premium		-	-	-	-	-	-
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Marketable securities revaluation fund		(65.924)	(64.008)	(129.932)	76.761	(354.964)	(278.203)
16.2.4 Tangible assets revaluation reserves		-	-	-	-	-	-
16.2.5 Intangible assets revaluation reserves		-	-	-	-	-	-
16.2.6 Revaluation reserves of real estates for investment purpose		-	-	-	-	-	-
16.2.7 Non-paid-up shares of subsidiaries, associates and joint ventures		231	-	231	231	-	231
16.2.8 Hedging Funds (effective portion)		-	-	-	-	-	-
16.2.9 Value Increase on Non-current Assets Held for Sale and Discontinued Operations		-	-	-	-	-	-
16.2.10 Other capital reserves		1.220.451	-	1.220.451	1.220.451	-	1.220.451
16.3 Profit reserves		4.285.202	15.494	4.300.696	4.260.209	19.859	4.280.068
16.3.1 Legal reserves		767.173	-	767.173	765.200	-	765.200
16.3.2 Statutory reserves		-	-	-	-	-	-
16.3.3 Extraordinary reserves		3.470.848	-	3.470.848	3.447.828	-	3.447.828
16.3.4 Other profit reserves		47.181	15.494	62.675	47.181	19.859	67.040
16.4 Profit/Loss		2.575.354	49.569	2.624.923	2.035.430	46.053	2.081.483
16.4.1 Prior years income/loss		2.010.438	46.052	2.056.490	8.731	45.373	54.104
16.4.2 Period profit/loss		564.916	3.517	568.433	2.026.699	680	2.027.379
16.5 Minority shares	(14)	5.528	1.562	7.090	5.254	1.586	6.840
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>61.215.996</b>	<b>34.104.310</b>	<b>95.320.306</b>	<b>62.468.032</b>	<b>29.692.625</b>	<b>92.160.657</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS**  
**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2012**

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

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

OFF BALANCE SHEET	Note	Reviewed			Audited		
		Current period			Prior period		
		TRY	FC	Total	TRY	FC	Total
		31 March 2012			31 December 2011		
<b>A.</b>							
<b>COMMITMENTS AND CONTINGENCIES (I+II+III)</b>		<b>81.202.564</b>	<b>23.170.423</b>	<b>104.372.987</b>	<b>80.613.586</b>	<b>16.627.863</b>	<b>97.241.449</b>
<b>I. GUARANTEES AND SURETYSHIPS</b>	(1)	<b>9.807.387</b>	<b>9.585.025</b>	<b>19.392.412</b>	<b>8.825.107</b>	<b>9.030.170</b>	<b>17.855.277</b>
1.1 Letters of guarantee		7.919.188	5.061.580	12.980.768	7.625.151	5.097.170	12.722.321
1.1.1 Guarantees subject to public procurement law		531.875	3.740.511	4.272.386	543.113	4.062.660	4.605.773
1.1.2 Guarantees given for foreign trade operations		-	-	-	-	-	-
1.1.3 Other letters of guarantee		7.387.313	1.321.069	8.708.382	7.082.038	1.034.510	8.116.548
1.2 Bank loans		85.780	793.039	878.819	5.620	622.372	627.992
1.2.1 Import acceptances		-	158.127	158.127	-	147.772	147.772
1.2.2 Other bank acceptances		85.780	634.912	720.692	5.620	474.600	480.220
1.3 Letters of credit		1.583.105	3.500.831	5.083.936	988.711	3.093.197	4.081.908
1.3.1 Documentary letters of credit		1.583.105	3.500.831	5.083.936	988.711	3.093.197	4.081.908
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed prefinancings		-	-	-	-	-	-
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to Central Bank of Turkish Republic		-	-	-	-	-	-
1.5.2 Other Endorsements		-	-	-	-	-	-
1.6 Purchase guarantees on marketable security issuance		-	-	-	-	-	-
1.7 Factoring guarantees		-	-	-	-	-	-
1.8 Other guarantees		219.084	229.575	448.659	205.395	217.431	422.826
1.9 Other suretyships		230	-	230	230	-	230
<b>II. COMMITMENTS</b>	(1)	<b>66.380.776</b>	<b>817.831</b>	<b>67.198.607</b>	<b>70.356.620</b>	<b>893.328</b>	<b>71.249.948</b>
2.1 Irrevocable commitments		11.286.692	731.605	12.018.297	10.371.656	893.328	11.264.984
2.1.1 Forward asset purchase commitments		34.864	370.746	405.610	154.699	522.386	677.085
2.1.2 Forward deposit purchase and sale commitments		-	-	-	-	-	-
2.1.3 Capital commitments to subsidiaries and associates		1.000	-	1.000	1.000	-	1.000
2.1.4 Loan granting commitments		563.079	352.275	915.354	528.010	362.025	890.035
2.1.5 Securities underwriting commitments		-	-	-	-	-	-
2.1.6 Payment commitments for reserve deposits		-	-	-	-	-	-
2.1.7 Payment commitments for cheques		4.668.086	-	4.668.086	3.976.513	-	3.976.513
2.1.8 Tax and fund liabilities from export commitments		12.168	-	12.168	11.389	-	11.389
2.1.9 Commitments for credit card expenditure limits		4.897.975	4.277	4.902.252	4.614.215	4.369	4.618.584
2.1.10 Commitments for credit cards and banking services promotions		27.154	-	27.154	26.857	-	26.857
2.1.11 Receivables from short sale commitments		-	-	-	-	-	-
2.1.12 Payables for short sale commitments		-	-	-	-	-	-
2.1.13 Other irrevocable commitments		1.082.366	4.307	1.086.673	1.058.973	4.548	1.063.521
2.2 Revocable commitments		55.094.084	86.226	55.180.310	59.984.964	-	59.984.964
2.2.1 Revocable loan granting commitments		55.094.084	86.226	55.180.310	59.984.964	-	59.984.964
2.2.2 Other revocable commitments		-	-	-	-	-	-
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>5.014.401</b>	<b>12.767.567</b>	<b>17.781.968</b>	<b>1.431.859</b>	<b>6.704.365</b>	<b>8.136.224</b>
3.1 Derivative financial instruments for hedging		-	-	-	-	-	-
3.1.1 Fair value risk hedging transactions		-	-	-	-	-	-
3.1.2 Cash flow risk hedging transactions		-	-	-	-	-	-
3.1.3 Net foreign investment risk hedging transactions		-	-	-	-	-	-
3.2 Transactions for trading		5.014.401	12.767.567	17.781.968	1.431.859	6.704.365	8.136.224
3.2.1 Forward foreign currency buy/sell transactions		243.447	2.504.350	2.747.797	253.014	1.947.025	2.200.039
3.2.1.1 Forward foreign currency transactions-buy		107.434	534.908	642.342	107.162	222.569	329.731
3.2.1.2 Forward foreign currency transactions-sell		136.013	1.969.442	2.105.455	145.852	1.724.456	1.870.308
3.2.2 Currency and interest rate swaps		4.625.734	8.086.760	12.712.494	907.911	2.904.372	3.812.283
3.2.2.1 Currency swap-buy		-	6.331.014	6.331.014	37.792	1.878.713	1.916.505
3.2.2.2 Currency swap-sell		4.625.734	1.755.746	6.381.480	870.119	1.025.659	1.895.778
3.2.2.3 Interest rate swap-buy		-	-	-	-	-	-
3.2.2.4 Interest rate swap-sell		-	-	-	-	-	-
3.2.3 Currency, interest rate and marketable securities options		86.120	103.261	189.381	72.864	65.896	138.760
3.2.3.1 Currency call options		43.254	51.453	94.707	36.410	32.970	69.380
3.2.3.2 Currency put options		42.866	51.808	94.674	36.454	32.926	69.380
3.2.3.3 Interest rate call options		-	-	-	-	-	-
3.2.3.4 Interest rate put options		-	-	-	-	-	-
3.2.3.5 Marketable securities call options		-	-	-	-	-	-
3.2.3.6 Marketable securities put options		-	-	-	-	-	-
3.2.4 Currency futures		-	-	-	-	-	-
3.2.4.1 Currency futures-buy		-	-	-	-	-	-
3.2.4.2 Currency futures-sell		-	-	-	-	-	-
3.2.5 Interest rate buy/sell futures		-	-	-	-	-	-
3.2.5.1 Interest rate futures-buy		-	-	-	-	-	-
3.2.5.2 Interest rate futures-sell		-	-	-	-	-	-
3.2.6 Other		59.100	2.073.196	2.132.296	198.070	1.787.072	1.985.142
<b>B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)</b>		<b>493.840.425</b>	<b>253.760.719</b>	<b>747.601.144</b>	<b>468.439.063</b>	<b>257.727.659</b>	<b>726.166.722</b>
<b>IV. CUSTODIES</b>		<b>90.695.373</b>	<b>9.193.012</b>	<b>99.888.385</b>	<b>86.517.071</b>	<b>9.065.031</b>	<b>95.582.102</b>
4.1 Assets under management		-	-	-	-	-	-
4.2 Custody marketable securities		30.874.878	287.747	31.162.625	30.685.555	300.524	30.986.079
4.3 Cheques in collection process		6.330.023	5.196.863	11.526.886	5.914.701	5.311.108	11.225.809
4.4 Commercial notes in collection process		35.212.659	283.797	35.496.456	32.414.352	274.624	32.688.976
4.5 Other assets in collection process		613	-	613	613	-	613
4.6 Underwritten securities		1.009	-	1.009	640	-	640
4.7 Other custodies		4.321	3.271	7.592	2.245	3.418	5.663
4.8 Custodians		18.271.870	3.421.334	21.693.204	17.498.965	3.175.357	20.674.322
<b>V. PLEDGED ASSETS</b>		<b>403.145.052</b>	<b>244.567.707</b>	<b>647.712.759</b>	<b>381.921.992</b>	<b>248.662.628</b>	<b>630.584.620</b>
5.1 Marketable securities		1.740.744	209.381	1.950.125	1.528.764	221.573	1.750.337
5.2 Collateral notes		4.781.624	427.848	5.209.472	4.491.731	413.970	4.905.701
5.3 Commodity		25.830	-	25.830	25.830	-	25.830
5.4 Warranty		-	-	-	-	-	-
5.5 Land and buildings		82.156.702	35.116.568	117.273.270	78.511.399	35.516.868	114.028.267
5.6 Other pledged assets		311.729.160	208.276.892	520.006.052	294.494.533	212.035.121	506.529.654
5.7 Pledges		2.710.992	537.018	3.248.010	2.869.735	475.096	3.344.831
<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>575.042.989</b>	<b>276.931.142</b>	<b>851.974.131</b>	<b>549.052.649</b>	<b>274.355.522</b>	<b>823.408.171</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2012**

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

**III. CONSOLIDATED STATEMENT OF INCOME**

			Reviewed	Reviewed
			Current period	Prior period
			1 January-31 March	1 January-31 March
			2012	2011
INCOME AND EXPENSES		Note		
<b>I.</b>	<b>INTEREST INCOME</b>	(1)	<b>2.200.246</b>	<b>1.551.509</b>
1.1	Interest on loans		1.565.629	1.127.215
1.2	Interest received from reserve deposits		66	50
1.3	Interest received from banks		1.944	1.048
1.4	Interest received from money market placements		25	112
1.5	Interest income on marketable securities		610.233	421.652
1.5.1	Financial assets held for trading		883	1.741
1.5.2	Financial assets at fair value through profit and loss		-	-
1.5.3	Financial assets available-for-sale		222.632	148.473
1.5.4	Investments held-to-maturity		386.718	271.438
1.6	Finance lease income		18.622	-
1.7	Other interest income		3.727	1.432
<b>II.</b>	<b>INTEREST EXPENSE</b>	(2)	<b>1.142.487</b>	<b>811.319</b>
2.1	Interest on deposits		982.349	703.062
2.2	Interest on borrowings		43.657	23.481
2.3	Interest on money market borrowings		85.471	75.330
2.4	Interest on marketable securities issued		16.748	-
2.5	Other interest expense		14.262	9.446
<b>III.</b>	<b>NET INTEREST INCOME [ I – II ]</b>		<b>1.057.759</b>	<b>740.190</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME</b>		<b>153.516</b>	<b>151.941</b>
4.1	Fees and commissions income		190.032	175.104
4.1.1	Non-cash loans		28.846	24.964
4.1.2	Other	(10)	161.186	150.140
4.2	Fees and commissions expenses		36.516	23.163
4.2.1	Non-cash loans		656	18
4.2.2	Other		35.860	23.145
<b>V.</b>	<b>DIVIDEND INCOME</b>		<b>3</b>	<b>145</b>
<b>VI.</b>	<b>NET TRADING PROFIT (NET)</b>	(3)	<b>11.495</b>	<b>105.513</b>
6.1	Profit/loss from capital market operations		27.816	38.858
6.2	Profit/loss from financial derivative transactions		(36.137)	20.379
6.3	Foreign exchange gains/losses		19.816	46.276
<b>VII.</b>	<b>OTHER OPERATING INCOME</b>	(4)	<b>173.693</b>	<b>190.009</b>
<b>VIII.</b>	<b>TOTAL OPERATING INCOME (III+IV+V+VI+VII)</b>		<b>1.396.466</b>	<b>1.187.798</b>
<b>IX.</b>	<b>LOANS AND OTHER RECEIVABLES IMPAIRMENT LOSS PROVISIONS (-)</b>	(5)	<b>146.391</b>	<b>86.207</b>
<b>X.</b>	<b>OTHER OPERATING EXPENSES(-)</b>	(6)	<b>526.432</b>	<b>477.700</b>
<b>XI.</b>	<b>NET OPERATING INCOME/(LOSS) (VIII-IX-X)</b>		<b>723.643</b>	<b>623.891</b>
<b>XII.</b>	<b>AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER</b>		-	-
<b>XIII.</b>	<b>PROFIT/LOSSES FROM EQUITY METHOD APPLIED SUBSIDIARIES</b>		3.247	5.096
<b>XIV.</b>	<b>GAIN / (LOSS) ON NET MONETARY POSITION</b>		-	-
<b>XV.</b>	<b>INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)</b>	(7)	<b>726.890</b>	<b>628.987</b>
<b>XVI.</b>	<b>TAX INCOME PROVISION (±)</b>	(8)	<b>(158.194)</b>	<b>(131.782)</b>
16.1	Current tax provision		(282.889)	(46.557)
16.2	Deferred tax provision		124.695	(85.225)
<b>XVII.</b>	<b>NET OPERATING INCOME AFTER TAX (XV±XVI)</b>	(9)	<b>568.696</b>	<b>497.205</b>
<b>XVIII.</b>	<b>INCOME FROM DISCONTINUED OPERATIONS</b>		-	-
18.1	Property and equipment income held for sale		-	-
18.2	Sale profits from associates, subsidiaries and joint ventures (business partners)		-	-
18.3	Other income from terminated operations		-	-
<b>XIX.</b>	<b>EXPENSES FROM DISCONTINUED OPERATIONS (-)</b>		-	-
19.1	Property and equipment expense held for sale		-	-
19.2	Sale losses from associates, subsidiaries and joint ventures (business partners)		-	-
19.3	Other expenses from discontinued operations		-	-
<b>XX.</b>	<b>INCOME/EXPENSE BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)</b>	(7)	-	-
<b>XXI.</b>	<b>PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)</b>	(8)	-	-
21.1	Current tax provision		-	-
21.2	Deferred tax provision		-	-
<b>XXII.</b>	<b>NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)</b>	(9)	-	-
<b>XXIII.</b>	<b>NET PROFIT/(LOSS) (XVII+XXII)</b>	(10)	<b>568.696</b>	<b>497.205</b>
	Group's profit/loss		568.433	498.283
	Minority shares profit/loss		263	(1.078)
	Earnings/losses per share (Full TRY)		0,45475	0,39863

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 2012**

(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 -	1 January -
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	31 March 2012	31 March 2011
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	198.062	(194.062)
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	(4.365)	-
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	(49.804)	32.789
X. TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	143.893	(161.273)
XI. PROFIT/LOSS	568.696	497.205
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	19.692	40.852
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	549.004	456.353
<b>XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X+XI)</b>	<b>712.589</b>	<b>335.932</b>

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

# TÜRKİYE HALK BANKASI AŞ

## CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2012

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

### V. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Note	Paid in capital	Effect of inflation adjustments on paid in capital	Share premium	Share certificate cancellation profit	Legal reserves	Statutory reserves	Extra-ordinary reserves	Other reserves	Current period net income/(loss)	Prior period net income/(loss)	Valuation changes in marketable sec.	Revaluation changes in prop. and equip. and int. assets	Free shares from shareholders	Hedging funds	Value change in pro. and equip. held for sale purp./term. op.	Total equity excluding minority shares	Minority shares	Total equity
<b>1 January 2011 – 31 March 2011</b>																			
I.		1.250.000	1.220.451	-	- 620.349	-	-	2.225.576	47.181	1.842.695	45.998	113.530	-	61	-	-	7.365.841	6.484	7.372.325
II.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.		1.250.000	1.220.451	-	- 620.349	-	-	2.225.576	47.181	1.842.695	45.998	113.530	-	61	-	-	7.365.841	6.484	7.372.325
IV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.		-	-	-	-	-	-	-	-	-	-	(161.282)	-	-	-	-	(161.282)	9	(161.273)
VI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIX.		-	-	-	-	-	-	-	-	498.283	-	-	-	-	-	-	498.283	(1.078)	497.205
XX.		-	-	-	-	5.482	-	-	-	(1.842.695)	1.837.213	-	-	-	-	-	-	(536)	(536)
20.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(536)	(536)
20.2		-	-	-	-	5.482	-	-	-	-	(5.482)	-	-	-	-	-	-	-	-
20.3		-	-	-	-	-	-	-	-	(1.842.695)	1.842.695	-	-	-	-	-	-	-	-
		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
<b>1 January 2012 – 31 March 2012</b>																			
I.		1.250.000	1.220.451	-	- 765.200	-	-	3.447.828	67.040	2.027.379	54.104	(278.203)	-	231	-	-	8.554.030	6.840	8.560.870
II.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.		-	-	-	-	-	-	-	-	-	-	148.271	-	-	-	-	148.271	(13)	148.258
IV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	(4.365)	-	-	-	-	-	-	-	(4.365)	-	(4.365)
IX.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	568.433	-	-	-	-	-	-	568.433	263	568.696
XVIII.		-	-	-	-	1.973	-	23.020	-	(2.027.379)	2.002.386	-	-	-	-	-	-	-	-
18.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2		-	-	-	-	1.973	-	23.020	-	-	(24.993)	-	-	-	-	-	-	-	-
18.3		-	-	-	-	-	-	-	-	(2.027.379)	2.027.379	-	-	-	-	-	-	-	-
		1.250.000	1.220.451	-	- 767.173	-	-	3.470.848	62.675	568.433	2.056.490	(129.932)	-	231	-	-	9.266.369	7.090	9.273.459

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 2012

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

### VI. CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	Reviewed	Reviewed
		Current period	Prior period
		31 March 2012	31 March 2011
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>			
<b>1.1 Operating profit before changes in operating assets and liabilities</b>		<b>1.320.272</b>	<b>429.803</b>
1.1.1 Interest received		2.369.923	1.631.362
1.1.2 Interest paid		(1.081.533)	(815.162)
1.1.3 Dividend received		3	145
1.1.4 Fees and commissions received		190.032	175.104
1.1.5 Other income		116.604	118.404
1.1.6 Collections from previously written off loans		99.125	118.384
1.1.7 Cash payments to personnel and service suppliers		(246.599)	(200.858)
1.1.8 Taxes paid		(104.049)	(208.261)
1.1.9 Other	(1)	(23.234)	(389.315)
<b>1.2 Assets and Liabilities Subject to Banking Operations</b>		<b>(534.992)</b>	<b>1.420.109</b>
1.2.1 Net decrease in financial assets held for sale		4.750	(52.027)
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		(1.518.510)	(3.223.525)
1.2.5 Net (increase) decrease in other assets		(724.101)	(206.398)
1.2.6 Net increase (decrease) in bank deposits		534.496	1.580.071
1.2.7 Net increase (decrease) in other deposits		3.767.529	22.696
1.2.8 Net increase (decrease) in loans borrowed		62.652	340.767
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities	(1)	(2.661.808)	2.958.525
<b>I. Net cash provided from banking operations</b>		<b>785.280</b>	<b>1.849.912</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>			
<b>II. Net cash provided from/ (used in) investing activities</b>		<b>(1.091.576)</b>	<b>(951.387)</b>
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries		-	-
Cash obtained from sale of entities joint ventures, associates and subsidiaries		-	-
2.2		-	-
2.3 Fixed assets purchases		(68.118)	(65.547)
2.4 Fixed assets sales		50.428	50.801
2.5 Cash paid for purchase of financial assets available for sale		(1.210.148)	(2.000.249)
2.6 Cash obtained from sale of financial assets available for sale		987.760	1.257.266
2.7 Cash paid for purchase of investment securities		(1.537.182)	(272.666)
2.8 Cash obtained from sale of investment securities		689.604	79.462
2.9 Other		(3.920)	(454)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>III. Net cash used in financing activities</b>		<b>220.537</b>	<b>357</b>
3.1 Cash obtained from loans borrowed and securities issued		720.682	-
3.2 Cash used for repayment of loans borrowed and securities issued		(500.000)	-
3.3 Marketable securities issued		-	-
3.4 Dividends paid		-	-
3.5 Payments for finance leases		(134)	(32)
3.6 Other		(11)	389
<b>IV. Effect of change in foreign exchange rate on cash and cash equivalents</b>	(1)	<b>(362.181)</b>	<b>57.476</b>
<b>V. Net increase / (decrease) in cash and cash equivalents</b>		<b>(447.940)</b>	<b>956.358</b>
<b>VI. Cash and cash equivalents at beginning of the period</b>	(4)	<b>4.783.966</b>	<b>4.557.605</b>
<b>VII. Cash and cash equivalents at end of the period</b>	(5)	<b>4.336.026</b>	<b>5.513.963</b>

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