

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012

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

II. CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS

	Note	Reviewed			Audited		
		Current period			Prior period		
		30 June 2012			31 December 2011		
OFF BALANCE SHEET		TRY	FC	Total	TRY	FC	Total
A. COMMITMENTS AND CONTINGENCIES (I+II+III)		79.464.907	22.905.926	102.370.833	80.613.586	16.627.863	97.241.449
I. GUARANTEES AND SURETYSHIPS	(1)	9.017.921	9.929.184	18.947.105	8.825.107	9.030.170	17.855.277
1.1 Letters of guarantee		8.568.584	5.279.116	13.847.700	7.625.151	5.097.170	12.722.321
1.1.1 Guarantees subject to public procurement law		578.244	3.943.804	4.522.048	543.113	4.062.660	4.605.773
1.1.2 Guarantees given for foreign trade operations		-	-	-	-	-	-
1.1.3 Other letters of guarantee		7.990.340	1.335.312	9.325.652	7.082.038	1.034.510	8.116.548
1.2 Bank loans		114.656	1.252.476	1.367.132	5.620	622.372	627.992
1.2.1 Import acceptances		-	196.689	196.689	-	147.772	147.772
1.2.2 Other bank acceptances		114.656	1.055.787	1.170.443	5.620	474.600	480.220
1.3 Letters of credit		51.111	3.088.508	3.139.619	988.711	3.093.197	4.081.908
1.3.1 Documentary letters of credit		51.111	3.088.508	3.139.619	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		283.340	309.084	592.424	205.395	217.431	422.826
1.9 Other suretyships		230	-	230	230	-	230
II. COMMITMENTS	(1)	66.632.000	867.723	67.499.723	70.356.620	893.328	71.249.948
2.1 Irrevocable commitments		11.671.720	776.902	12.448.622	10.371.656	893.328	11.264.984
2.1.1 Forward asset purchase commitments		103.323	429.932	533.255	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		637.895	339.495	977.390	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		4.660.482	-	4.660.482	3.976.513	-	3.976.513
2.1.8 Tax and fund liabilities from export commitments		12.486	-	12.486	11.389	-	11.389
2.1.9 Commitments for credit card expenditure limits		5.103.772	3.751	5.107.523	4.614.215	4.369	4.618.584
2.1.10 Commitments for credit cards and banking services promotions		27.008	-	27.008	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		1.125.754	3.724	1.129.478	1.058.973	4.548	1.063.521
2.2 Revocable commitments		54.960.280	90.821	55.051.101	59.984.964	-	59.984.964
2.2.1 Revocable loan granting commitments		54.960.280	90.821	55.051.101	59.984.964	-	59.984.964
2.2.2 Other revocable commitments		-	-	-	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS		3.814.986	12.109.019	15.924.005	1.431.859	6.704.365	8.136.224
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		3.814.986	12.109.019	15.924.005	1.431.859	6.704.365	8.136.224
3.2.1 Forward foreign currency buy/sell transactions		251.725	1.403.372	1.655.097	253.014	1.947.025	2.200.039
3.2.1.1 Forward foreign currency transactions-buy		121.748	217.979	339.727	107.162	222.569	329.731
3.2.1.2 Forward foreign currency transactions-sell		129.977	1.185.393	1.315.370	145.852	1.724.456	1.870.308
3.2.2 Currency and interest rate swaps		3.423.804	9.520.423	12.944.227	907.911	2.904.372	3.812.283
3.2.2.1 Currency swap-buy		-	6.484.757	6.484.757	37.792	1.878.713	1.916.505
3.2.2.2 Currency swap-sell		3.423.804	3.035.666	6.459.470	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		80.357	103.697	184.054	72.864	65.896	138.760
3.2.3.1 Currency call options		40.396	51.654	92.050	36.410	32.970	69.380
3.2.3.2 Currency put options		39.961	52.043	92.004	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	1.081.527	1.140.627	198.070	1.787.072	1.985.142
B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)		538.221.142	271.761.841	809.982.983	468.439.063	257.727.659	726.166.722
IV. CUSTODIES		97.529.321	8.937.685	106.467.006	86.517.071	9.065.031	95.582.102
4.1 Assets under management		-	-	-	-	-	-
4.2 Custody marketable securities		33.907.933	285.114	34.193.047	30.685.555	300.524	30.986.079
4.3 Cheques in collection process		7.032.779	5.271.773	12.304.552	5.914.701	5.311.108	11.225.809
4.4 Commercial notes in collection process		38.036.612	306.119	38.342.731	32.414.352	274.624	32.688.976
4.5 Other assets in collection process		613	-	613	613	-	613
4.6 Underwritten securities		1.178	-	1.178	640	-	640
4.7 Other custodies		4.365	3.270	7.635	2.245	3.418	5.663
4.8 Custodians		18.545.841	3.071.409	21.617.250	17.498.965	3.175.357	20.674.322
V. PLEDGED ASSETS		440.691.821	262.824.156	703.515.977	381.921.992	248.662.628	630.584.620
5.1 Marketable securities		1.562.623	210.267	1.772.890	1.528.764	221.573	1.750.337
5.2 Collateral notes		5.201.535	408.925	5.610.460	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		87.785.689	36.335.560	124.121.249	78.511.399	35.516.868	114.028.267
5.6 Other pledged assets		343.358.719	225.348.192	568.706.911	294.494.533	212.035.121	506.529.654
5.7 Pledges		2.757.425	521.212	3.278.637	2.869.735	475.096	3.344.831
VI. ACCEPTED BILL GUARANTEES AND SURETIES		-	-	-	-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		617.686.049	294.667.767	912.353.816	549.052.649	274.355.522	823.408.171

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012

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

III. CONSOLIDATED STATEMENT OF INCOME

			Reviewed	Reviewed	Reviewed	Reviewed
			Current period	Prior period	Current period	Prior period
			1 January-30	1 January-30	1 April-30	1 April-30
			June 2012	June 2011	June 2012	June 2011
INCOME AND EXPENSES		Note				
I.	INTEREST INCOME	(1)	4.537.989	3.255.889	2.337.743	1.704.380
1.1	Interest on loans		3.246.960	2.337.006	1.681.331	1.209.791
1.2	Interest received from reserve deposits		147	-	81	(50)
1.3	Interest received from banks		5.124	3.670	3.180	2.622
1.4	Interest received from money market placements		7.288	128	7.263	16
1.5	Interest income on marketable securities		1.235.848	911.232	625.615	489.580
1.5.1	Financial assets held for trading		2.076	3.333	1.193	1.592
1.5.2	Financial assets at fair value through profit and loss		-	-	-	-
1.5.3	Financial assets available-for-sale		445.706	335.808	223.074	187.335
1.5.4	Investments held-to-maturity		788.066	572.091	401.348	300.653
1.6	Finance lease income		38.225	-	19.603	-
1.7	Other interest income		4.397	3.853	670	2.421
II.	INTEREST EXPENSE	(2)	2.273.392	1.714.590	1.130.905	903.271
2.1	Interest on deposits		2.014.329	1.442.653	1.031.980	739.591
2.2	Interest on borrowings		90.791	52.445	47.134	28.964
2.3	Interest on money market borrowings		105.705	201.578	20.234	126.248
2.4	Interest on marketable securities issued		35.978	-	19.230	-
2.5	Other interest expense		26.589	17.914	12.327	8.468
III.	NET INTEREST INCOME [I – II]		2.264.597	1.541.299	1.206.838	801.109
IV.	NET FEES AND COMMISSIONS INCOME		412.321	324.854	258.805	172.913
4.1	Fees and commissions income		492.566	377.562	302.534	202.458
4.1.1	Non-cash loans		59.856	51.074	31.010	26.110
4.1.2	Other	(10)	432.710	326.488	271.524	176.348
4.2	Fees and commissions expenses		80.245	52.708	43.729	29.545
4.2.1	Non-cash loans		877	41	221	23
4.2.2	Other		79.368	52.667	43.508	29.522
V.	DIVIDEND INCOME		655	5.552	652	5.407
VI.	NET TRADING PROFIT (NET)	(3)	17.758	96.369	6.263	(9.144)
6.1	Profit/loss from capital market operations		69.348	52.866	41.532	14.008
6.2	Profit/loss from financial derivative transactions		(315.666)	186.728	(279.529)	166.349
6.3	Foreign exchange gains/losses		264.076	(143.225)	244.260	(189.501)
VII.	OTHER OPERATING INCOME	(4)	342.663	467.460	168.970	277.451
VIII.	TOTAL OPERATING INCOME (III+IV+V+VI+VII)		3.037.994	2.435.534	1.641.528	1.247.736
IX.	LOANS AND OTHER RECEIVABLES IMPAIRMENT LOSS PROVISIONS (-)	(5)	369.845	201.719	223.454	115.512
X.	OTHER OPERATING EXPENSES(-)	(6)	1.091.195	974.576	564.763	496.876
XI.	NET OPERATING INCOME/(LOSS) (VIII-IX-X)		1.576.954	1.259.239	853.311	635.348
XII.	AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER		-	-	-	-
XIII.	PROFIT/LOSSES FROM EQUITY METHOD APPLIED SUBSIDIARIES		4.829	(471)	1.582	(5.567)
XIV.	GAIN / (LOSS) ON NET MONETARY POSITION		-	-	-	-
XV.	INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)	(7)	1.581.783	1.258.768	854.893	629.781
XVI.	TAX INCOME PROVISION (±)	(8)	(345.601)	(261.305)	(187.407)	(129.523)
16.1	Current tax provision		(462.309)	(141.919)	(179.420)	(95.362)
16.2	Deferred tax provision		116.708	(119.386)	(7.987)	(34.161)
XVII.	NET OPERATING INCOME AFTER TAX (XV±XVI)	(9)	1.236.182	997.463	667.486	500.258
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)	(7)	-	-	-	-
XXI.	PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)	(8)	-	-	-	-
21.1	Current tax provision		-	-	-	-
21.2	Deferred tax provision		-	-	-	-
XXII.	NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)	(9)	-	-	-	-
XXIII.	NET PROFIT/(LOSS) (XVII+XXII)	(10)	1.236.182	997.463	667.486	500.258
	Group's profit/loss		1.235.324	998.554	666.891	500.271
	Minority shares profit/loss		858	(1.091)	595	(13)
	Earnings/losses per share (Full TRY)		0,98895	0,79884	0,53399	0,40022

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 SIX-MONTH PERIOD ENDED 30 JUNE 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 -
	30 June 2012	30 June 2011
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY		
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	310.671	(225.148)
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	(12.871)	16.798
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	-	170
IX. DEFERRED TAX OF VALUATION DIFFERENCES	(54.787)	42.011
X. TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	243.013	(166.169)
XI. PROFIT/LOSS	1.236.182	997.463
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	46.871	63.304
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	1.189.311	934.159
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)	1.479.195	831.294

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 SIX-MONTH PERIOD ENDED 30 JUNE 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
1 January 2011 – 30 June 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.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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.		-	-	-	-	-	-	-	-	-	-	(183.143)	-	-	-	-	(183.143)	6	(183.137)
VI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.		-	-	-	-	-	-	-	-	-	-	-	-	170	-	-	170	-	170
X.		-	-	-	-	-	-	-	16.798	-	-	-	-	-	-	-	16.798	-	16.798
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIX.		-	-	-	-	-	-	-	-	998.554	-	-	-	-	-	-	998.554	(1.091)	997.463
XX.		-	-	-	-	-	-	-	-	(1.842.695)	8.106	-	-	-	-	-	(467.486)	(536)	(468.022)
20.1		-	-	-	-	-	-	-	-	-	(467.486)	-	-	-	-	-	(467.486)	(536)	(468.022)
20.2		-	-	-	-	-	-	-	-	-	(1.367.103)	-	-	-	-	-	-	-	-
20.3		-	-	-	-	-	-	-	-	(1.842.695)	1.842.695	-	-	-	-	-	-	-	-
		1.250.000	1.220.451	-	- 765.200	-	-	3.447.828	63.979	998.554	54.104	(69.613)	-	231	-	-	7.730.734	8.748	7.739.482
1 January 2012 – 30 June 2012																			
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.		-	-	-	-	-	-	-	-	-	-	255.847	-	-	-	-	255.847	37	255.884
IV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.		-	-	-	-	-	-	-	(12.730)	-	-	-	-	-	-	-	(12.730)	(141)	(12.871)
IX.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.		-	-	-	-	-	-	-	-	1.235.324	-	-	-	-	-	-	1.235.324	858	1.236.182
XVIII.		-	-	-	-	-	-	-	-	(2.027.379)	(18.124)	-	-	-	-	-	(386.770)	-	(386.770)
18.1		-	-	-	-	-	-	-	-	-	(386.770)	-	-	-	-	-	(386.770)	-	(386.770)
18.2		-	-	-	-	-	-	-	-	-	(1.658.733)	-	-	-	-	-	-	-	-
18.3		-	-	-	-	-	-	-	-	(2.027.379)	2.027.379	-	-	-	-	-	-	-	-
		1.250.000	1.220.451	-	- 914.813	-	-	4.956.948	54.310	1.235.324	35.980	(22.356)	-	231	-	-	9.645.701	7.594	9.653.295

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CASH FLOWS FOR
THE SIX-MONTH PERIOD ENDED 30 JUNE 2012

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

VI. CONSOLIDATED STATEMENT OF CASH FLOWS

	Reviewed	Reviewed
	Current period	Prior period
Note	30 June 2012	30 June 2011
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating profit before changes in operating assets and liabilities	1.999.345	845.739
1.1.1 Interest received	4.663.452	3.153.680
1.1.2 Interest paid	(2.107.307)	(1.662.717)
1.1.3 Dividend received	655	4.483
1.1.4 Fees and commissions received	492.566	377.562
1.1.5 Other income	237.627	299.084
1.1.6 Collections from previously written off loans	212.592	252.471
1.1.7 Cash payments to personnel and service suppliers	(506.236)	(468.365)
1.1.8 Taxes paid	(399.618)	(255.768)
1.1.9 Other (1)	(594.386)	(854.691)
1.2 Assets and Liabilities Subject to Banking Operations	1.060.047	4.389.369
1.2.1 Net decrease in financial assets held for sale	21.001	(20.477)
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	(12.112)	-
1.2.4 Net (increase) decrease in loans	(4.267.791)	(6.978.483)
1.2.5 Net (increase) decrease in other assets	(2.378.907)	(864.231)
1.2.6 Net increase (decrease) in bank deposits	1.534.873	1.043.278
1.2.7 Net increase (decrease) in other deposits	10.265.000	2.339.601
1.2.8 Net increase (decrease) in loans borrowed	(253.610)	1.103.084
1.2.9 Net increase (decrease) in matured payables	-	-
1.2.10 Net increase (decrease) in other liabilities (1)	(3.848.407)	7.766.597
I. Net cash provided from banking operations	3.059.392	5.235.108
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
II. Net cash provided from/ (used in) investing activities	(846.179)	(1.246.655)
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries	-	(39.133)
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries	-	-
2.3 Fixed assets purchases	(146.833)	(154.665)
2.4 Fixed assets sales	91.753	172.283
2.5 Cash paid for purchase of financial assets available for sale	(2.179.876)	(2.728.513)
2.6 Cash obtained from sale of financial assets available for sale	2.536.420	1.857.213
2.7 Cash paid for purchase of investment securities	(1.834.285)	(477.522)
2.8 Cash obtained from sale of investment securities	691.253	127.810
2.9 Other	(4.611)	(4.128)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net cash used in financing activities	(170.212)	(468.022)
3.1 Cash obtained from loans borrowed and securities issued	716.806	-
3.2 Cash used for repayment of loans borrowed and securities issued	(500.000)	-
3.3 Marketable securities issued	-	-
3.4 Dividends paid	(386.770)	(468.022)
3.5 Payments for finance leases	(262)	-
3.6 Other	14	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents (1)	(424.679)	54.394
V. Net increase / (decrease) in cash and cash equivalents	1.618.322	3.574.825
VI. Cash and cash equivalents at beginning of the period (4)	4.783.966	4.557.605
VII. Cash and cash equivalents at end of the period (5)	6.402.288	8.132.430

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