

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2016
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

ASSETS	Reviewed			Audited		
	Current period			Prior period		
	TRY	FC	Total	TRY	FC	Total
	30 June 2016			31 December 2015		
I. CASH AND BALANCES WITH THE CENTRAL BANK	2.943.860	21.292.190	24.236.050	4.339.259	18.985.712	23.324.971
II. FINANCIAL ASSETS AT FV THROUGH PROFIT AND LOSS (Net)	74.085	307.118	381.203	6.831	262.510	269.341
2.1 Trading financial assets	74.085	307.118	381.203	6.831	262.510	269.341
2.1.1 Public sector debt securities	66.130	14.843	80.973	780	15.294	16.074
2.1.2 Share certificates	-	-	-	-	-	-
2.1.3 Financial assets held for trading	31	292.116	292.147	7	247.048	247.055
2.1.4 Other marketable securities	7.924	159	8.083	6.044	168	6.212
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	31.435	820.961	852.396	65.338	2.447.947	2.513.285
IV. MONEY MARKET PLACEMENTS	-	-	-	-	-	-
4.1 Interbank money market placements	-	-	-	-	-	-
4.2 Istanbul Stock Exchange Money Market placements	-	-	-	-	-	-
4.3 Receivables from reverse repurchase agreements	-	-	-	-	-	-
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	8.503.966	4.043.038	12.547.004	7.308.585	3.900.408	11.208.993
5.1 Share certificates	63.490	28.068	91.558	67.558	93.190	160.748
5.2 Public sector debt securities	8.440.476	4.014.970	12.455.446	7.241.027	3.807.218	11.048.245
5.3 Other marketable securities	-	-	-	-	-	-
VI. LOANS AND RECEIVABLES	95.548.613	43.368.594	138.917.207	87.246.312	39.498.665	126.744.977
6.1 Loans and receivables	94.511.093	43.368.594	137.879.687	86.300.459	39.498.665	125.799.124
6.1.1 Loans extended to risk group of the Bank	269.910	752.606	1.022.516	356.892	683.526	1.040.418
6.1.2 Public sector debt securities	-	-	-	-	-	-
6.1.3 Other	94.241.183	42.615.988	136.857.171	85.943.567	38.815.139	124.758.706
6.2 Loans under follow-up	4.330.101	-	4.330.101	3.973.738	-	3.973.738
6.3 Specific provisions (-)	3.292.581	-	3.292.581	3.027.885	-	3.027.885
VII. FACTORING RECEIVABLES	-	-	-	-	-	-
VIII. HELD TO MATURITY INVESTMENTS (Net)	13.884.325	1.912.770	15.797.095	14.745.329	1.931.468	16.676.797
8.1 Public sector debt securities	13.884.325	1.912.770	15.797.095	14.745.329	1.931.468	16.676.797
8.2 Other marketable securities	-	-	-	-	-	-
IX. INVESTMENTS IN ASSOCIATES (Net)	19.083	210.421	229.504	19.083	208.237	227.320
9.1 Accounted under equity method	-	-	-	-	-	-
9.2 Unconsolidated associates	19.083	210.421	229.504	19.083	208.237	227.320
9.2.1 Financial investments	12.763	210.421	223.184	12.763	208.237	221.000
9.2.2 Non-financial investments	6.320	-	6.320	6.320	-	6.320
X. INVESTMENTS IN SUBSIDIARIES (Net)	2.365.535	278.550	2.644.085	2.410.288	275.646	2.685.934
10.1 Unconsolidated financial subsidiaries	2.327.506	278.550	2.606.056	2.372.259	275.646	2.647.905
10.2 Unconsolidated non-financial subsidiaries	38.029	-	38.029	38.029	-	38.029
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)	-	-	-	-	-	-
12.1 Finance lease receivables	-	-	-	-	-	-
12.2 Operating lease receivables	-	-	-	-	-	-
12.3 Other	-	-	-	-	-	-
12.4 Unearned income (-)	-	-	-	-	-	-
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)	2.129.903	98	2.130.001	2.099.353	94	2.099.447
XV. INTANGIBLE ASSETS (Net)	82.749	-	82.749	76.951	-	76.951
15.1 Goodwill	-	-	-	-	-	-
15.2 Other	82.749	-	82.749	76.951	-	76.951
XVI. INVESTMENT PROPERTIES (Net)	363.564	-	363.564	365.000	-	365.000
XVII. TAX ASSET	-	-	-	-	-	-
17.1 Current tax asset	-	-	-	-	-	-
17.2 Deferred tax asset	-	-	-	-	-	-
XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	549	-	549	1.091	-	1.091
18.1 Held for sale purpose	549	-	549	1.091	-	1.091
18.2 Held from discontinued operations	-	-	-	-	-	-
XIX. OTHER ASSETS	1.898.655	297.115	2.195.770	1.373.154	162.089	1.535.243
TOTAL ASSETS	127.846.322	72.530.855	200.377.177	120.056.574	67.672.776	187.729.350

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2016
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

	Reviewed			Audited		
	Current period			Prior period		
	30 June 2016			31 December 2015		
LIABILITIES AND SHAREHOLDERS' EQUITY	TRY	FC	Total	TRY	FC	Total
I. DEPOSITS	84.441.029	46.029.144	130.470.173	79.722.638	42.423.327	122.145.965
1.1 Deposits Held by the Risk Group of the Bank	1.271.425	63.107	1.334.532	920.174	98.940	1.019.114
1.2 Other	83.169.604	45.966.037	129.135.641	78.802.464	42.324.387	121.126.851
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	49	338.569	338.618	18	150.688	150.706
III. FUNDS BORROWED	502.084	18.209.382	18.711.466	824.208	19.437.408	20.261.616
IV. MONEY MARKET BALANCES	10.065.762	1.314.877	11.380.639	7.681.767	728.499	8.410.266
4.1 Interbank money market borrowings	-	-	-	100.030	-	100.030
4.2 Istanbul Stock Exchange money market takings	-	-	-	-	-	-
4.3 Funds from repurchase agreements	10.065.762	1.314.877	11.380.639	7.581.737	728.499	8.310.236
V. MARKETABLE SECURITIES ISSUED (Net)	1.642.209	7.280.045	8.922.254	1.565.442	7.339.847	8.905.289
5.1 Treasury bills	1.642.209	-	1.642.209	1.565.442	-	1.565.442
5.2 Asset-backed securities	-	-	-	-	-	-
5.3 Bonds	-	7.280.045	7.280.045	-	7.339.847	7.339.847
VI. FUNDS	2.049.708	-	2.049.708	1.963.699	-	1.963.699
6.1 Borrower Funds	11.659	-	11.659	27.850	-	27.850
6.2 Other	2.038.049	-	2.038.049	1.935.849	-	1.935.849
VII. SUNDRY CREDITORS	2.334.668	94.796	2.429.464	2.125.454	192.134	2.317.588
VIII. OTHER LIABILITIES	1.996.344	383.916	2.380.260	1.256.321	336.082	1.592.403
IX. FACTORING PAYABLES	-	-	-	-	-	-
X. FINANCE LEASE PAYABLES	329	-	329	1.090	-	1.090
10.1 Finance lease payables	367	-	367	1.243	-	1.243
10.2 Operating lease payables	-	-	-	-	-	-
10.3 Other	-	-	-	-	-	-
10.4 Deferred finance lease expenses (-)	38	-	38	153	-	153
XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT	-	-	-	-	-	-
11.1 Fair value risk hedging	-	-	-	-	-	-
11.2 Cash flow risk hedging	-	-	-	-	-	-
11.3 Net foreign investment risk hedging	-	-	-	-	-	-
XII. PROVISIONS	2.155.148	4.333	2.159.481	2.124.774	4.369	2.129.143
12.1 General loan provisions	1.226.907	-	1.226.907	1.123.838	-	1.123.838
12.2 Restructuring provisions	-	-	-	-	-	-
12.3 Employee benefits provisions	661.422	-	661.422	670.863	-	670.863
12.4 Insurance technical reserves (Net)	-	-	-	-	-	-
12.5 Other provisions	266.819	4.333	271.152	330.073	4.369	334.442
XIII. TAX LIABILITY	553.804	12	553.816	427.235	7	427.242
13.1 Current tax liability	491.888	12	491.900	357.971	7	357.978
13.2 Deferred tax liability	61.916	-	61.916	69.264	-	69.264
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	-	-	-	-	-	-
XVI. SHAREHOLDERS' EQUITY	20.851.359	129.610	20.980.969	19.426.817	(2.474)	19.424.343
16.1 Paid-in capital	1.250.000	-	1.250.000	1.250.000	-	1.250.000
16.2 Capital reserves	3.402.010	129.610	3.531.620	3.311.617	(2.474)	3.309.143
16.2.1 Share Premium	-	-	-	-	-	-
16.2.2 Share cancellation profits	-	-	-	-	-	-
16.2.3 Marketable securities revaluation fund	1.014.417	129.610	1.144.027	969.309	(2.474)	966.835
16.2.4 Tangible assets revaluation reserves	1.128.134	-	1.128.134	1.128.435	-	1.128.435
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	8.711	-	8.711	8.711	-	8.711
16.2.8 Hedging Funds (effective portion)	-	-	-	-	-	-
16.2.9 Value Increase on Assets Held for Sale	-	-	-	-	-	-
16.2.10 Other capital reserves	1.250.748	-	1.250.748	1.205.162	-	1.205.162
16.3 Profit reserves	14.633.669	-	14.633.669	12.549.887	-	12.549.887
16.3.1 Legal reserves	1.482.358	-	1.482.358	1.335.865	-	1.335.865
16.3.2 Statutory reserves	-	-	-	-	-	-
16.3.3 Extraordinary reserves	13.104.130	-	13.104.130	11.166.841	-	11.166.841
16.3.4 Other profit reserves	47.181	-	47.181	47.181	-	47.181
16.4 Profit/Loss	1.565.680	-	1.565.680	2.315.313	-	2.315.313
16.4.1 Prior years income/loss	-	-	-	-	-	-
16.4.2 Period profit/loss	1.565.680	-	1.565.680	2.315.313	-	2.315.313
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	126.592.493	73.784.684	200.377.177	117.119.463	70.609.887	187.729.350

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 30 JUNE 2016

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

II. STATEMENT OF OFF-BALANCE SHEET ITEMS

	Reviewed			Audited		
	Current period			Prior period		
	30 June 2016			31 December 2015		
OFF BALANCE SHEET	TRY	FC	Total	TRY	FC	Total
A. COMMITMENTS AND CONTINGENCIES (I+II+III)	47.022.947	49.760.585	96.783.532	40.688.452	44.850.486	85.538.938
I. GUARANTEES AND SURETYSHIPS	19.876.412	24.656.174	44.532.586	16.654.679	23.126.571	39.781.250
1.1 Letters of guarantee	18.248.367	16.605.051	34.853.418	15.670.049	14.955.563	30.625.612
1.1.1 Guarantees subject to public procurement law	1.055.039	10.535.201	11.590.240	1.039.153	10.454.344	11.493.497
1.1.2 Guarantees given for foreign trade operations	-	-	-	-	-	-
1.1.3 Other letters of guarantee	17.193.328	6.069.850	23.263.178	14.630.896	4.501.219	19.132.115
1.2 Bank loans	936.692	3.234.915	4.171.607	359.503	2.914.278	3.273.781
1.2.1 Import acceptances	-	172.330	172.330	-	154.337	154.337
1.2.2 Other bank acceptances	936.692	3.062.585	3.999.277	359.503	2.759.941	3.119.444
1.3 Letters of credit	5.901	4.646.694	4.652.595	-	5.002.040	5.002.040
1.3.1 Documentary letters of credit	5.901	4.646.694	4.652.595	-	5.002.040	5.002.040
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	685.452	169.514	854.966	625.127	254.690	879.817
1.9 Other surety ships	-	-	-	-	-	-
II. COMMITMENTS	23.401.572	1.222.620	24.624.192	20.685.806	697.959	21.383.765
2.1 Irrevocable commitments	23.401.572	1.222.620	24.624.192	20.685.806	697.959	21.383.765
2.1.1 Forward asset purchase commitments	347.277	903.800	1.251.077	99.229	382.449	481.678
2.1.2 Forward deposit purchase and sale commitments	-	-	-	-	-	-
2.1.3 Capital commitments to subsidiaries and associates	-	-	-	-	-	-
2.1.4 Loan granting commitments	2.733.500	318.820	3.052.320	2.227.928	315.510	2.543.438
2.1.5 Securities underwriting commitments	-	-	-	-	-	-
2.1.6 Payment commitments for reserve deposits	-	-	-	-	-	-
2.1.7 Payment commitments for cheques	5.791.714	-	5.791.714	5.442.458	-	5.442.458
2.1.8 Tax and fund liabilities from export commitments	23.948	-	23.948	20.764	-	20.764
2.1.9 Commitments for credit card expenditure limits	11.908.658	-	11.908.658	11.157.873	-	11.157.873
2.1.10 Commitments for credit cards and banking services promotions	49.390	-	49.390	46.532	-	46.532
2.1.11 Receivables from short sale commitments	-	-	-	-	-	-
2.1.12 Payables for short sale commitments	-	-	-	-	-	-
2.1.13 Other irrevocable commitments	2.547.085	-	2.547.085	1.691.022	-	1.691.022
2.2 Revocable commitments	-	-	-	-	-	-
2.2.1 Revocable loan granting commitments	-	-	-	-	-	-
2.2.2 Other revocable commitments	-	-	-	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS	3.744.963	23.881.791	27.626.754	3.347.967	21.025.956	24.373.923
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	3.744.963	23.881.791	27.626.754	3.347.967	21.025.956	24.373.923
3.2.1 Forward foreign currency buy/sell transactions	1.693.231	5.597.953	7.291.184	1.626.350	4.808.139	6.434.489
3.2.1.1 Forward foreign currency transactions-buy	865.373	3.980.032	4.845.405	801.439	3.297.724	4.099.163
3.2.1.2 Forward foreign currency transactions-sell	827.858	1.617.921	2.445.779	824.911	1.510.415	2.335.326
3.2.2 Currency and interest rate swaps	1.167.616	14.830.727	15.998.343	1.615.434	14.214.566	15.830.000
3.2.2.1 Currency swap-buy	738.316	3.456.002	4.194.318	-	4.120.520	4.120.520
3.2.2.2 Currency swap-sell	429.300	3.828.073	4.257.373	1.615.434	2.513.686	4.129.120
3.2.2.3 Interest rate swap-buy	-	3.773.326	3.773.326	-	3.790.180	3.790.180
3.2.2.4 Interest Rate swap-sell	-	3.773.326	3.773.326	-	3.790.180	3.790.180
3.2.3 Currency, interest rate and marketable securities options	884.116	950.166	1.834.282	106.183	253.075	359.258
3.2.3.1 Currency call options	442.075	475.068	917.143	53.198	126.436	179.634
3.2.3.2 Currency put options	442.041	475.098	917.139	52.985	126.639	179.624
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	-	2.502.945	2.502.945	-	1.750.176	1.750.176
B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)	533.582.304	132.487.682	666.069.986	480.296.733	119.742.716	600.039.449
IV. CUSTODIES	247.168.427	18.268.501	265.436.928	227.145.078	17.363.468	244.508.546
4.1 Assets under management	-	-	-	-	-	-
4.2 Custody marketable securities	93.460.423	588.866	94.049.289	89.815.704	466.338	90.282.042
4.3 Cheques in collection process	12.200.122	12.881.589	25.081.711	10.945.509	12.380.792	23.326.301
4.4 Commercial notes in collection process	118.770.594	514.756	119.285.350	104.247.786	470.104	104.717.890
4.5 Other assets in collection process	-	-	-	-	-	-
4.6 Underwritten securities	-	-	-	-	-	-
4.7 Other custodies	3.144.286	66.273	3.210.559	2.772.600	15.875	2.788.475
4.8 Custodians	19.593.002	4.217.017	23.810.019	19.363.479	4.030.359	23.393.838
V. PLEDGED ASSETS	286.413.877	114.219.181	400.633.058	253.151.655	102.379.248	355.530.903
5.1 Marketable securities	3.833.841	390.041	4.223.882	3.330.457	232.562	3.563.019
5.2 Collateral notes	7.514.054	713.725	8.227.779	6.665.323	623.239	7.288.562
5.3 Commodity	25.812	-	25.812	-	-	25.813
5.4 Warranty	-	-	-	-	-	-
5.5 Land and buildings	226.664.277	89.367.321	316.031.598	199.973.383	76.697.617	276.671.000
5.6 Other pledged assets	44.998.443	22.550.864	67.549.307	39.845.263	23.476.950	63.322.213
5.7 Pledges	3.377.450	1.197.230	4.574.680	3.311.416	1.348.880	4.660.296
VI. ACCEPTED BILL GUARANTEES AND SURETIES	-	-	-	-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)	580.605.251	182.248.267	762.853.518	520.985.185	164.593.202	685.578.387

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF INCOME AS OF 30 JUNE 2016
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

III. STATEMENT OF INCOME

		Current period	Prior period	Current period	Prior period
		1 January-30 June	1 January-31 June	1 April-30 June	1 April-30 June
		2016	2015	2016	2015
INCOME AND EXPENSES					
I.	INTEREST INCOME	7.966.077	6.399.052	4.020.891	3.398.351
1.1	Interest on loans	6.678.956	5.189.459	3.460.785	2.679.263
1.2	Interest received from reserve deposits	29.872	2.448	15.002	2.321
1.3	Interest received from banks	40.846	12.051	20.141	6.108
1.4	Interest received from money market placements	-	-	-	-
1.5	Interest income on marketable securities	1.212.001	1.191.697	523.217	709.743
1.5.1	Financial assets held for trading	2.521	1.712	1.545	791
1.5.2	Financial assets at fair value through profit and loss	-	-	-	-
1.5.3	Financial assets available-for-sale	480.435	372.514	229.154	213.151
1.5.4	Investments held-to-maturity	729.045	817.471	292.518	495.801
1.6	Finance lease income	-	-	-	-
1.7	Other interest income	4.402	3.397	1.746	916
II.	INTEREST EXPENSE	4.868.396	3.595.880	2.449.169	1.878.224
2.1	Interest on deposits	4.005.437	2.895.566	2.001.818	1.501.079
2.2	Interest on borrowings	174.057	136.365	86.623	72.218
2.3	Interest on money market borrowings	391.260	309.922	215.423	171.373
2.4	Interest on bonds issued	251.288	214.129	128.134	112.075
2.5	Other interest expense	46.354	39.898	17.171	21.479
III.	NET INTEREST INCOME [I – II]	3.097.681	2.803.172	1.571.722	1.520.127
IV.	NET FEES AND COMMISSIONS INCOME	616.456	615.052	324.370	291.827
4.1	Fees and commissions income	794.658	781.658	418.359	385.986
4.1.1	Non-cash loans	137.617	100.670	74.353	51.764
4.1.2	Other	657.041	680.988	344.006	334.222
4.2	Fees and commissions expenses	178.202	166.606	93.989	94.159
4.2.1	Non-cash loans	31	14	21	13
4.2.2	Other	178.171	166.592	93.968	94.146
V.	DIVIDEND INCOME	196.162	188.625	196.162	188.625
VI.	NET TRADING PROFIT (NET)	37.122	(27.253)	16.351	(47.656)
6.1	Profit/loss from capital market operations	6.908	27.103	3.623	3.228
6.2	Profit/loss from financial derivative transactions	(413.803)	(601.168)	(202.525)	139.913
6.3	Foreign exchange gains/losses	444.017	546.812	215.253	(190.797)
VII.	OTHER OPERATING INCOME	402.777	706.508	170.772	528.189
VIII.	TOTAL OPERATING INCOME (III+IV+V+VI+VII)	4.350.198	4.286.104	2.279.377	2.481.112
IX.	LOANS AND OTHER RECEIVABLES IMPAIRMENT LOSS PROVISIONS (-)	539.748	1.093.135	268.669	838.233
X.	OTHER OPERATING EXPENSES(-)	1.892.671	1.689.459	931.068	889.543
XI.	NET OPERATING INCOME/(LOSS) (VIII-IX-X)	1.917.779	1.503.510	1.079.640	753.336
XII.	AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER	-	-	-	-
XIII.	PROFIT/LOSSES FROM EQUITY METHOD APPLIED SUBSIDIARIES	-	-	-	-
XIV.	GAIN / (LOSS) ON NET MONETARY POSITION	-	-	-	-
XV.	INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)	1.917.779	1.503.510	1.079.640	753.336
XVI.	TAX INCOME PROVISION (±)	(352.099)	(274.120)	(194.043)	(107.540)
16.1	Current tax provision	(407.507)	(29.180)	(225.845)	26.337
16.2	Deferred tax provision	55.408	(244.940)	31.802	(133.877)
XVII.	NET OPERATING INCOME AFTER TAX (XV±XVI)	1.565.680	1.229.390	885.597	645.796
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)	1.565.680	1.229.390	885.597	645.796
	Earnings/losses per share (Full TRY)	1,25254	0,98351	0,70848	0,51664

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS
ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS OF 30 JUNE 2016
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

	Reviewed	Reviewed
	Current period	Prior period
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	1 January-30 June 2016	1 January-30 June 2015
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	225.267	(412.722)
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	(316)	1.028.067
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	45.586	-
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	-	452
IX. DEFERRED TAX OF VALUATION DIFFERENCES	(48.060)	(155.415)
X. TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	222.477	460.382
XI. PROFIT/LOSS	1.565.680	1.229.390
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	3.772	25.980
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	1.561.908	1.203.410
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)	1.788.157	1.689.772

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 30 JUNE 2016
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	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	Bonus shares from shareholders	Hedging funds	Value change in pro. and equip. held for sale purp./term. op.	Total shareholders' equity
I. 1 January 2015 – 31 June 2015																
Balance at end of prior period	1.250.000	1.220.451	-	-	1.217.403	-	9.300.043	34.104	2.205.768	-	1.299.384	-	8.769	-	-	16.535.922
Changes within the period																
II. Increase/decrease generated by merger	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation changes in marketable securities	-	-	-	-	-	-	-	-	-	-	(362.434)	-	-	-	-	(362.434)
IV. Hedging funds (effective portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1 Cash-flow hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Hedges for investment made in foreign countries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Revaluation changes of property and equipment	-	-	-	-	-	-	-	-	-	-	-	822.454	-	-	-	822.454
VI. Revaluation changes of intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus shares from investment and associates, subsidiaries and joint ventures (business partners)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign exchange differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Changes after disposal of securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes after reclassification of securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. 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	-	-	-	-	69	-	-	21.128	-	-	(20.708)	-	(58)	-	-	431
XVII. Net profit or losses	-	-	-	-	-	-	-	-	1.229.390	-	-	-	-	-	-	1.229.390
XVIII. Profit distribution	-	-	-	-	118.393	-	1.866.798	-	(2.205.768)	-	-	-	-	-	-	(220.577)
18.1 Dividends distributed	-	-	-	-	-	-	-	-	-	(220.577)	-	-	-	-	-	(220.577)
18.2 Transfers to legal reserves	-	-	-	-	118.393	-	1.866.798	-	-	(1.985.191)	-	-	-	-	-	-
18.3 Other	-	-	-	-	-	-	-	-	(2.205.768)	2.205.768	-	-	-	-	-	-
Closing balance	1.250.000	1.220.451	-	-	1.335.865	-	11.166.841	55.232	1.229.390	-	916.242	822.454	8.711	-	-	18.005.186
I. 1 January 2016 – 30 June 2016																
Balance at end of prior period	1.250.000	1.220.451	-	-	1.335.865	-	11.166.841	31.892	2.315.313	-	966.835	1.128.435	8.711	-	-	19.424.343
Changes within the period																
II. Increase or decrease generated by merger	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation changes in marketable securities	-	-	-	-	-	-	-	-	-	-	177.192	-	-	-	-	177.192
IV. Hedging Funds (effective portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1 Cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Hedges for investments made in foreign countries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Revaluation changes of property and equipment	-	-	-	-	-	-	-	-	-	-	-	(301)	-	-	-	(301)
VI. Revaluation changes of intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus shares from investment and associates, subsidiaries and joint ventures (business partners)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign exchange differences	-	-	-	-	-	-	-	45.586	-	-	-	-	-	-	-	45.586
IX. Changes after disposal of securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes after reclassification of securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. 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	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Net profit or losses	-	-	-	-	-	-	-	-	1.565.680	-	-	-	-	-	-	1.565.680
XVIII. Profit distribution	-	-	-	-	146.493	-	1.937.289	-	(2.315.313)	-	-	-	-	-	-	(231.531)
18.1 Dividends distributed	-	-	-	-	-	-	-	-	-	(231.531)	-	-	-	-	-	(231.531)
18.2 Transfers to legal reserves	-	-	-	-	146.493	-	1.937.289	-	-	(2.083.782)	-	-	-	-	-	-
18.3 Other	-	-	-	-	-	-	-	-	(2.315.313)	2.315.313	-	-	-	-	-	-
Closing balance	1.250.000	1.220.451	-	-	1.482.358	-	13.104.130	77.478	1.565.680	-	1.144.027	1.128.134	8.711	-	-	20.980.969

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF CASH FLOWS AS OF 30 JUNE 2016
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

VI. STATEMENT OF CASH FLOWS

	Reviewed	Reviewed
	Current period	Prior period
	30 June 2016	30 June 2015
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating profit before changes in operating assets and liabilities	1.950.643	560.069
1.1.1 Interest received	7.763.379	6.174.991
1.1.2 Interest paid	(4.851.301)	(3.308.042)
1.1.3 Dividend received	55.815	127.590
1.1.4 Fees and commissions received	794.658	781.658
1.1.5 Other income	282.873	560.484
1.1.6 Collections from previously written off loans	235.424	269.706
1.1.7 Cash payments to personnel and service suppliers	(887.398)	(874.432)
1.1.8 Taxes paid	(196.814)	(452.508)
1.1.9 Other	(1.245.993)	(2.719.378)
1.2 Assets and Liabilities Subject to Banking Operations	(5.292.222)	(1.455.038)
1.2.1 Net decrease in financial assets held for sale	(66.813)	10.876
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	(1.144.108)	11.851
1.2.4 Net (increase) decrease in loans	(12.083.595)	(15.981.366)
1.2.5 Net (increase) decrease in other assets	(2.536.835)	(2.352.323)
1.2.6 Net increase (decrease) in bank deposits	3.070.036	(1.113.492)
1.2.7 Net increase (decrease) in other deposits	5.153.505	12.218.899
1.2.8 Net increase (decrease) in loans borrowed	(1.538.929)	4.193.125
1.2.9 Net increase (decrease) in matured payables	-	-
1.2.10 Net increase (decrease) in other liabilities	3.854.517	1.557.392
I. Net cash provided from banking operations	(3.341.579)	(894.969)
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
II. Net cash provided from/ (used in) investing activities	(326.263)	(620.181)
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries	-	(30.153)
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries	-	-
2.3 Fixed assets purchases	(172.789)	(183.456)
2.4 Fixed assets sales	88.151	71.031
2.5 Cash paid for purchase of financial assets available for sale	(1.513.553)	(2.103.324)
2.6 Cash obtained from sale of financial assets available for sale	367.348	389.095
2.7 Cash paid for purchase of investment securities	(266.329)	(585.990)
2.8 Cash obtained from sale of investment securities	1.177.756	1.830.566
2.9 Other	(6.847)	(7.950)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net cash used in financing activities	(127.952)	1.868.255
3.1 Cash obtained from loans borrowed and securities issued	1.854.340	3.839.042
3.2 Cash used for repayment of loans borrowed and securities issued	(1.750.000)	(1.750.000)
3.3 Bonds issued	-	-
3.4 Dividends paid	(231.531)	(220.577)
3.5 Payments for finance leases	(67)	(292)
3.6 Other	(694)	82
IV. Effect of change in foreign exchange rate on cash and cash equivalents	(6.760)	467.786
V. Net increase / (decrease) in cash and cash equivalents	(3.802.554)	820.891
VI. Cash and cash equivalents at beginning of the period	8.874.614	6.989.244
VII. Cash and cash equivalents at end of the period	5.072.060	7.810.135