

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED BALANCE SHEET AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

		Reviewed		
		Current Period		
		31 March 2018		
ASSETS	Note	TRY	FC	TOTAL
I. FINANCIAL ASSETS (NET)		55.857.906	39.017.729	94.875.635
1.1 Cash and Cash Equivalents		14.130.053	30.387.401	44.517.454
1.1.1 Cash and Balances with Central Bank	(1)	9.699.244	25.685.187	35.384.431
1.1.2 Banks	(3)	593.162	4.702.214	5.295.376
1.1.3 Money Markets		3.837.647	-	3.837.647
1.2 Financial Assets at Fair Value Through Profit or Loss	(2)	10.117.554	227	10.117.781
1.2.1 Government Debt Securities		10.107.190	-	10.107.190
1.2.2 Equity Instruments		-	-	-
1.2.3 Other Financial Assets		10.364	227	10.591
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	(4)	12.386.480	5.569.263	17.955.743
1.3.1 Government Debt Securities		12.318.389	5.513.761	17.832.150
1.3.2 Equity Instruments		68.091	55.502	123.593
1.3.3 Other Financial Assets		-	-	-
1.4 Financial Assets Measured at Amortised Cost	(6)	19.239.308	2.597.617	21.836.925
1.4.1 Government Debt Securities		19.239.308	2.597.617	21.836.925
1.4.2 Other Financial Assets		-	-	-
1.5 Derivative Financial Assets	(11)	20	463.221	463.241
1.5.1 Derivative Financial Assets at Fair Value Through Profit or Loss		20	463.221	463.241
1.5.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-
1.6 Non – Performing Financial Assets		-	-	-
1.7 Expected Loss Provision (-)		15.509	-	15.509
II. LOANS (Net)		148.284.093	67.099.896	215.383.989
2.1 Loans	(5)	148.785.997	67.099.896	215.885.893
2.1.1 Measured at Amortised Cost		148.785.997	67.099.896	215.885.893
2.1.2 Fair Value Through Profit or Loss		-	-	-
2.1.3 Fair Value Through Other Comprehensive Income		-	-	-
2.2 Lease Receivables	(10)	-	-	-
2.2.1 Financial Lease Receivables		-	-	-
2.2.2 Operating Lease Receivables		-	-	-
2.2.3 Unearned Income (-)		-	-	-
2.3 Factoring Receivables		-	-	-
2.3.1 Measured at Amortised Cost		-	-	-
2.3.2 Fair Value Through Profit or Loss		-	-	-
2.3.3 Fair Value Through Other Comprehensive Income		-	-	-
2.4 Non- Performing Loans	(5)	6.264.786	-	6.264.786
2.5 Expected Credit Loss (-)	(5)	6.766.690	-	6.766.690
2.5.1 12 Month Expected Credit Losses (Stage I)		1.003.910	-	1.003.910
2.5.2 Significant Increase in Credit Risk (Stage II)		784.616	-	784.616
2.5.3 Credit – Impaired Losses (Stage III / Special Provision)		4.978.164	-	4.978.164
III. PROPERTY AND EQUIPMENT HELD FOR SALE PURPOSE AND RELATED TO DISCONTINUED OPERATIONS (NET)	(14)	-	-	-
3.1 Held for Sale Purpose		-	-	-
3.2 Related to Discontinued Operations		-	-	-
IV. EQUITY INVESTMENTS		3.073.790	1.011.525	4.085.315
4.1 Investments in Associates (Net)	(7)	19.458	335.423	354.881
4.1.1 Associates Valued Based on Equity Method		-	-	-
4.1.2 Unconsolidated Associates		19.458	335.423	354.881
4.2 Subsidiaries (Net)	(8)	3.054.332	676.102	3.730.434
4.2.1 Unconsolidated Financial Subsidiaries		3.002.154	676.102	3.678.256
4.2.2 Unconsolidated Non- Financial Subsidiaries		52.178	-	52.178
4.3 Joint Ventures (Net)	(9)	-	-	-
4.3.1 Joint Ventures Valued Based on Equity Method		-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-
V. PROPERTY AND EQUIPMENT (Net)		2.956.176	95	2.956.271
VI. INTANGIBLE ASSETS (Net)		103.758	-	103.758
6.1 Goodwill		-	-	-
6.2 Other		103.758	-	103.758
VII. INVESTMENT PROPERTIES (Net)	(12)	357.769	-	357.769
VIII. CURRENT TAX ASSET	(13)	-	-	-
IX. DEFERRED TAX ASSET		-	-	-
X. OTHER ASSETS	(15)	2.053.845	323.180	2.377.025
TOTAL ASSETS		212.687.337	107.452.425	320.139.762

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED BALANCE SHEET AS OF 31 DECEMBER 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

ASSETS	Note	Audited		
		Prior period		
		31 December 2017		
		TRY	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	(1)	12.917.312	23.455.727	36.373.039
II. FINANCIAL ASSETS AT FV THROUGH PROFIT AND LOSS (Net)	(2)	10.085.889	362.017	10.447.906
2.1 Trading financial assets		10.085.889	362.017	10.447.906
2.1.1 Public sector debt securities		10.075.407	-	10.075.407
2.1.2 Share certificates		-	-	-
2.1.3 Financial assets held for trading		118	361.803	361.921
2.1.4 Other marketable securities		10.364	214	10.578
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)	580.518	5.513.422	6.093.940
IV. MONEY MARKET PLACEMENTS		1.258.647	-	1.258.647
4.1 Interbank money market placements		1.258.647	-	1.258.647
4.2 Takasbank (Clearing & Settlement Bank) Money Market placements		-	-	-
4.3 Receivables from reverse repurchase agreements		-	-	-
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(4)	11.474.374	5.615.175	17.089.549
5.1 Share certificates		71.715	52.091	123.806
5.2 Public sector debt securities		11.402.659	5.563.084	16.965.743
5.3 Other marketable securities		-	-	-
VI. LOANS AND RECEIVABLES	(5)	139.676.930	63.787.547	203.464.477
6.1 Loans and receivables		138.349.605	63.787.547	202.137.152
6.1.1 Loans extended to risk group of the Bank		50.196	916.965	967.161
6.1.2 Public sector debt securities		-	-	-
6.1.3 Other		138.299.409	62.870.582	201.169.991
6.2 Loans under follow-up		6.106.597	-	6.106.597
6.3 Specific provisions (-)		4.779.272	-	4.779.272
VII. FACTORING RECEIVABLES		-	-	-
VIII. HELD TO MATURITY INVESTMENTS (Net)	(6)	19.214.233	2.512.936	21.727.169
8.1 Public sector debt securities		19.214.233	2.512.936	21.727.169
8.2 Other marketable securities		-	-	-
IX. INVESTMENTS IN ASSOCIATES (Net)	(7)	19.083	313.709	332.792
9.1 Accounted for under equity method		-	-	-
9.2 Unconsolidated associates		19.083	313.709	332.792
9.2.1 Financial investments		12.763	313.709	326.472
9.2.2 Non-financial investments		6.320	-	6.320
X. INVESTMENTS IN SUBSIDIARIES (Net)	(8)	3.089.737	536.971	3.626.708
10.1 Unconsolidated financial subsidiaries		3.037.559	536.971	3.574.530
10.2 Unconsolidated non-financial subsidiaries		52.178	-	52.178
XI. JOINT VENTURES (Net)	(9)	-	-	-
11.1 Accounted for 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)	(10)	-	-	-
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	(11)	-	-	-
13.1 Fair value risk hedging		-	-	-
13.2 Cash flow risk hedging		-	-	-
13.3 Net foreign investment risk hedging		-	-	-
XIV. TANGIBLE ASSETS (Net)	(12)	2.535.687	92	2.535.779
XV. INTANGIBLE ASSETS (Net)	(13)	113.685	-	113.685
15.1 Goodwill		-	-	-
15.2 Other		113.685	-	113.685
XVI. INVESTMENT PROPERTIES (Net)	(14)	358.574	-	358.574
XVII. TAX ASSETS	(15)	-	-	-
17.1 Current tax assets		-	-	-
17.2 Deferred tax assets		-	-	-
XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(16)	-	-	-
18.1 Held for sale purpose		-	-	-
18.2 Held from discontinued operations		-	-	-
XIX. OTHER ASSETS	(17)	1.698.762	229.621	1.928.383
TOTAL ASSETS		203.023.431	102.327.217	305.350.648

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED BALANCE SHEET AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

		Reviewed			
		Current Period			
		31 March 2018			
LIABILITIES	Note	TRY	FC	TOTAL	
I. DEPOSITS	(1)	122.143.359	78.084.041	200.227.400	
II. FUNDS BORROWED	(3)	456.846	14.944.785	15.401.631	
III. MONEY MARKETS		35.645.560	7.886.173	43.531.733	
IV. SECURITIES ISSUED (Net)	(4)	3.405.006	8.942.564	12.347.570	
4.1 Bills		3.405.006	-	3.405.006	
4.2 Assets Backed Securities		-	-	-	
4.3 Bonds		-	8.942.564	8.942.564	
V. FUNDS	(5)	2.673.019	-	2.673.019	
5.1 Borrower Funds		510	-	510	
5.2 Other		2.672.509	-	2.672.509	
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	
VII. DERIVATIVE FINANCIAL ASSETS	(2)	139	111.044	111.183	
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		139	111.044	111.183	
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	
VIII. FACTORING LIABILITIES		-	-	-	
IX. LEASE LIABILITIES	(7)	-	-	-	
9.1 Financial Lease		-	-	-	
9.2 Operating Lease		-	-	-	
9.3 Other		-	-	-	
9.4 Deferred Financial Lease Expenses (-)		-	-	-	
X. PROVISIONS	(9)	1.405.514	5.873	1.411.387	
10.1 Restructuring Provisions		-	-	-	
10.2 Reserve for Employee Benefits		858.436	-	858.436	
10.3 Insurance for Technical Provision(Net)		-	-	-	
10.4 Other Provisions		547.078	5.873	552.951	
XI. CURRENT TAX LIABILITY	(10)	727.586	35	727.621	
XII. DEFERRED TAX LIABILITIES	(10)	267.888	-	267.888	
XIII. LIABILITIES FOR PROPERTY AND EQUIPMENT HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)	(11)	-	-	-	
13.1 Held for Sale Purpose		-	-	-	
13.2 Related to Discontinued Operations		-	-	-	
XIV. SUBORDINATED DEBT INSTRUMENTS	(12)	1.002.593	-	1.002.593	
14.1 Loans		-	-	-	
14.2 Other Debt Instruments		1.002.593	-	1.002.593	
XV. OTHER LIABILITIES	(6)	15.354.125	685.765	16.039.890	
XVI. SHAREHOLDERS' EQUITY	(13)	26.544.736	(146.889)	26.397.847	
16.1 Paid in Capital		1.250.000	-	1.250.000	
16.2 Capital Reserve		1.064.246	-	1.064.246	
16.2.1 Share Premium		-	-	-	
16.2.2 Share Cancellation Profits		-	-	-	
16.2.3 Other Capital Reserves		1.064.246	-	1.064.246	
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		1.258.566	-	1.258.566	
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit ort Loss		815.629	(146.889)	668.740	
16.5 Profit Reserves		16.936.107	-	16.936.107	
16.5.1 Legal Reserves		1.645.649	-	1.645.649	
16.5.2 Status Reserves		-	-	-	
16.5.3 Extraordinary Reserves		15.243.277	-	15.243.277	
16.5.4 Other Profit Reserves		47.181	-	47.181	
16.6 Income or (Loss)		5.220.188	-	5.220.188	
16.6.1 Prior Periods' Income or (Loss)		4.429.996	-	4.429.996	
16.6.2 Current Period Income or (Loss)		790.192	-	790.192	
16.7 Minority Shares		-	-	-	
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		209.626.371	110.513.391	320.139.762	

Accompanying notes are an integral part of these unconsolidated financial statements.

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED BALANCE SHEET AS OF 31 DECEMBER 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

		Audited		
		Prior period		
		31 December 2017		
LIABILITIES AND SHAREHOLDERS' EQUITY	Note	TRY	FC	Total
I. DEPOSITS	(1)	119.197.840	74.029.229	193.227.069
1.1 Deposits Held by the Risk Group of the Bank		2.659.529	197.697	2.857.226
1.2 Other		116.538.311	73.831.532	190.369.843
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(2)	146	150.376	150.522
III. FUNDS BORROWED	(3)	465.026	16.553.092	17.018.118
IV. MONEY MARKET BALANCES	(3)	29.220.222	5.387.762	34.607.984
4.1 Interbank money market borrowings		29.030.813	1.247.014	30.277.827
4.2 Takasbank (Clearing & Settlement Bank) Money Market takings		-	-	-
4.3 Funds from repurchase agreements		189.409	4.140.748	4.330.157
V. MARKETABLE SECURITIES ISSUED (Net)	(4)	2.713.759	8.640.905	11.354.664
5.1 Treasury bills		2.713.759	-	2.713.759
5.2 Asset-backed securities		-	-	-
5.3 Bonds		-	8.640.905	8.640.905
VI. FUNDS	(5)	2.724.634	-	2.724.634
6.1 Borrower Funds		860	-	860
6.2 Other		2.723.774	-	2.723.774
VII. SUNDRY CREDITORS		3.443.523	113.823	3.557.346
VIII. OTHER LIABILITIES	(6)	11.206.526	474.486	11.681.012
IX. FACTORING PAYABLES		-	-	-
X. FINANCE LEASE PAYABLES	(7)	-	-	-
10.1 Finance lease payables		-	-	-
10.2 Operating lease payables		-	-	-
10.3 Other		-	-	-
10.4 Deferred finance lease expenses (-)		-	-	-
XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT	(8)	-	-	-
11.1 Fair value risk hedging		-	-	-
11.2 Cash flow risk hedging		-	-	-
11.3 Net foreign investment risk hedging		-	-	-
XII. PROVISIONS	(9)	3.443.318	5.642	3.448.960
12.1 General loan provisions		2.288.701	-	2.288.701
12.2 Restructuring provisions		-	-	-
12.3 Employee benefits provisions		836.092	-	836.092
12.4 Insurance technical reserves (Net)		-	-	-
12.5 Other provisions		318.525	5.642	324.167
XIII. TAX LIABILITIES	(10)	1.199.173	42	1.199.215
13.1 Current tax liabilities		628.765	42	628.807
13.2 Deferred tax liabilities		570.408	-	570.408
XIV. LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(11)	-	-	-
14.1 Held for sale purpose		-	-	-
14.2 Held from discontinued operations		-	-	-
XV. SUBORDINATED LOAN	(12)	1.004.385	-	1.004.385
XVI. SHAREHOLDERS' EQUITY	(13)	25.317.394	59.345	25.376.739
16.1 Paid-in capital		1.250.000	-	1.250.000
16.2 Capital reserves		3.405.825	59.345	3.465.170
16.2.1 Share Premium		-	-	-
16.2.2 Share cancellation profits		-	-	-
16.2.3 Marketable securities revaluation fund		966.184	59.345	1.025.529
16.2.4 Tangible assets revaluation reserves		1.273.315	-	1.273.315
16.2.5 Intangible assets revaluation reserves		-	-	-
16.2.6 Revaluation reserves of investment properties		-	-	-
16.2.7 Bonus shares of subsidiaries, associates and joint ventures		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		1.157.615	-	1.157.615
16.3 Profit reserves		16.936.107	-	16.936.107
16.3.1 Legal reserves		1.645.649	-	1.645.649
16.3.2 Statutory reserves		-	-	-
16.3.3 Extraordinary reserves		15.243.277	-	15.243.277
16.3.4 Other profit reserves		47.181	-	47.181
16.4 Profit/Loss		3.725.462	-	3.725.462
16.4.1 Prior years' profits/losses		-	-	-
16.4.2 Period profit/loss		3.725.462	-	3.725.462
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		199.935.946	105.414.702	305.350.648

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 31 MARCH 2018

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

II. STATEMENT OF OFF-BALANCE SHEET ITEMS

		Reviewed		
		Current Period		
		31 March 2018		
OFF BALANCE SHEET	Note	TRY	FC	TOTAL
A.	COMMITMENTS AND CONTINGENCIES (I+II+III)	62.624.046	64.077.419	126.701.465
I.	GUARANTEES AND WARRANTIES	(1) 31.869.341	32.440.784	64.310.125
1.1	Letters of guarantee	30.517.508	23.931.890	54.449.398
1.1.1	Guarantees subject to public procurement law	1.735.876	11.238.898	12.974.774
1.1.2	Guarantees given for foreign trade operations	-	-	-
1.1.3	Other letters of guarantee	28.781.632	12.692.992	41.474.624
1.2	Bank loans	4.204	4.232.806	4.237.010
1.2.1	Import acceptances	-	182.833	182.833
1.2.2	Other bank acceptances	4.204	4.049.973	4.054.177
1.3	Letters of credit	49.352	4.134.662	4.184.014
1.3.1	Documentary letters of credit	49.352	4.134.662	4.184.014
1.3.2	Other letters of credit	-	-	-
1.4	Guaranteed refinancing	-	-	-
1.5	Endorsements	-	-	-
1.5.1	Endorsements to Central Bank of the Republic of Turkey	-	-	-
1.5.2	Other Endorsements	-	-	-
1.6	Purchase guarantees on marketable security issuance	-	-	-
1.7	Factoring guarantees	-	-	-
1.8	Other guarantees	1.298.277	141.426	1.439.703
1.9	Other sureties	-	-	-
II.	COMMITMENTS	(1) 23.595.275	614.195	24.209.470
2.1	Irrevocable commitments	23.582.084	578.247	24.160.331
2.1.1	Forward asset purchase commitments	84.632	92.127	176.759
2.1.2	Forward deposit purchase and sale commitments	-	-	-
2.1.3	Capital commitments to subsidiaries and associates	-	-	-
2.1.4	Loan granting commitments	4.250.232	486.120	4.736.352
2.1.5	Securities underwriting commitments	-	-	-
2.1.6	Payment commitments for reserve deposits	-	-	-
2.1.7	Payment commitments for Cheques	3.606.269	-	3.606.269
2.1.8	Tax and fund liabilities from export commitments	38.679	-	38.679
2.1.9	Commitments for credit card expenditure limits	11.997.053	-	11.997.053
2.1.10	Commitments for credit cards and banking services promotions	34.074	-	34.074
2.1.11	Receivables from short sale commitments	-	-	-
2.1.12	Payables for short sale commitments	-	-	-
2.1.13	Other irrevocable commitments	3.571.145	-	3.571.145
2.2	Revocable commitments	13.191	35.948	49.139
2.2.1	Revocable loan granting commitments	-	-	-
2.2.2	Other revocable commitments	13.191	35.948	49.139
III.	DERIVATIVE FINANCIAL INSTRUMENTS	7.159.430	31.022.440	38.181.870
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	7.159.430	31.022.440	38.181.870
3.2.1	Forward foreign currency buy/sell transactions	2.477.697	7.856.094	10.333.791
3.2.1.1	Forward foreign currency transactions-buy	1.249.249	5.406.453	6.655.702
3.2.1.2	Forward foreign currency transactions-sell	1.228.448	2.449.641	3.678.089
3.2.2	Currency and interest rate swaps	2.925.747	18.162.147	21.087.894
3.2.2.1	Currency swap-buy	846.904	4.079.671	4.926.575
3.2.2.2	Currency swap-sell	2.078.843	2.682.912	4.761.755
3.2.2.3	Interest rate swap-buy	-	5.699.782	5.699.782
3.2.2.4	Interest Rate swap-sell	-	5.699.782	5.699.782
3.2.3	Currency, interest rate and marketable securities options	1.755.986	1.978.649	3.734.635
3.2.3.1	Currency call options	878.163	989.146	1.867.309
3.2.3.2	Currency put options	877.823	989.503	1.867.326
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	-	3.025.550	3.025.550
B.	CUSTODY AND PLEDGED ASSETS (IV+V+VI)	864.218.891	226.581.734	1.090.800.625
IV.	CUSTODIES	411.522.129	31.347.711	442.869.840
4.1	Assets under management	-	-	-
4.2	Custody marketable securities	182.746.727	608.878	183.355.605
4.3	Cheques in collection process	15.437.819	24.257.670	39.695.489
4.4	Commercial notes in collection process	205.089.434	493.613	205.583.047
4.5	Other assets in collection process	-	-	-
4.6	Underwritten securities	-	-	-
4.7	Other custodies	4.355.305	168.396	4.523.701
4.8	Custodians	3.892.844	5.819.154	9.711.998
V.	PLEDGED ASSETS	452.696.762	195.234.023	647.930.785
5.1	Marketable securities	5.029.577	557.011	5.586.588
5.2	Collateral notes	7.635.421	883.793	8.519.214
5.3	Commodity	25.813	-	25.813
5.4	Warranty	-	-	-
5.5	Land and buildings	335.932.839	165.659.849	501.592.688
5.6	Other pledged assets	65.782.861	25.766.931	91.549.792
5.7	Pledges	38.290.251	2.366.439	40.656.690
VI.	ACCEPTED BILL GUARANTEES AND SURETIES	-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		926.842.937	290.659.153	1.217.502.090

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 31 DECEMBER 2017

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

II. STATEMENT OF OFF BALANCE SHEET ITEMS

		Audited		
		Prior period		
		31 December 2017		
OFF BALANCE SHEET	Note	TRY	FC	Total
A. COMMITMENTS AND CONTINGENCIES (I+II+III)		55.925.500	57.445.133	113.370.633
I. GUARANTEES AND SURETIES	(1)	28.221.975	30.312.673	58.534.648
1.1 Letters of guarantee		27.015.807	22.385.059	49.400.866
1.1.1 Guarantees subject to public procurement law		1.522.672	10.045.779	11.568.451
1.1.2 Guarantees given for foreign trade operations		-	-	-
1.1.3 Other letters of guarantee		25.493.135	12.339.280	37.832.415
1.2 Bank loans		16.829	3.676.678	3.693.507
1.2.1 Import acceptances		-	226.526	226.526
1.2.2 Other bank acceptances		16.829	3.450.152	3.466.981
1.3 Letters of credit		47.204	4.086.827	4.134.031
1.3.1 Documentary letters of credit		47.204	4.086.827	4.134.031
1.3.2 Other letters of credit		-	-	-
1.4 Guaranteed refinancing		-	-	-
1.5 Endorsements		-	-	-
1.5.1 Endorsements to Central Bank of the Republic of Turkey		-	-	-
1.5.2 Other Endorsements		-	-	-
1.6 Purchase guarantees on marketable security issuance		-	-	-
1.7 Factoring guarantees		-	-	-
1.8 Other guarantees		1.142.135	164.109	1.306.244
1.9 Other sureties		-	-	-
II. COMMITMENTS	(1)	22.879.077	1.116.617	23.995.694
2.1 Irrevocable commitments		22.879.077	1.116.617	23.995.694
2.1.1 Forward asset purchase commitments		248.484	661.967	910.451
2.1.2 Forward deposit purchase and sale commitments		-	-	-
2.1.3 Capital commitments to subsidiaries and associates		-	-	-
2.1.4 Loan granting commitments		4.191.402	454.650	4.646.052
2.1.5 Securities underwriting commitments		-	-	-
2.1.6 Payment commitments for reserve deposits		-	-	-
2.1.7 Payment commitments for Cheques		3.269.281	-	3.269.281
2.1.8 Tax and fund liabilities from export commitments		38.072	-	38.072
2.1.9 Commitments for credit card expenditure limits		11.562.109	-	11.562.109
2.1.10 Commitments for credit cards and banking services promotions		32.736	-	32.736
2.1.11 Receivables from short sale commitments		-	-	-
2.1.12 Payables for short sale commitments		-	-	-
2.1.13 Other irrevocable commitments		3.536.993	-	3.536.993
2.2 Revocable commitments		-	-	-
2.2.1 Revocable loan granting commitments		-	-	-
2.2.2 Other revocable commitments		-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS		4.824.448	26.015.843	30.840.291
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		4.824.448	26.015.843	30.840.291
3.2.1 Forward foreign currency buy/sell transactions		2.711.564	6.375.770	9.087.334
3.2.1.1 Forward foreign currency transactions-buy		1.360.216	4.499.292	5.859.508
3.2.1.2 Forward foreign currency transactions-sell		1.351.348	1.876.478	3.227.826
3.2.2 Currency and interest rate swaps		1.322.806	15.819.312	17.142.118
3.2.2.1 Currency swap-buy		387.590	2.821.721	3.209.311
3.2.2.2 Currency swap-sell		935.216	2.110.829	3.046.045
3.2.2.3 Interest rate swap-buy		-	5.443.381	5.443.381
3.2.2.4 Interest Rate swap-sell		-	5.443.381	5.443.381
3.2.3 Currency, interest rate and marketable securities options		790.078	1.090.343	1.880.421
3.2.3.1 Currency call options		394.932	545.279	940.211
3.2.3.2 Currency put options		395.146	545.064	940.210
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		-	2.730.418	2.730.418
B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)		832.644.477	205.106.195	1.037.750.672
IV. CUSTODIES		392.094.904	29.257.887	421.352.791
4.1 Assets under management		-	-	-
4.2 Custody marketable securities		175.762.416	518.467	176.280.883
4.3 Cheques in collection process		14.977.312	22.698.848	37.676.160
4.4 Commercial notes in collection process		193.731.159	490.671	194.221.830
4.5 Other assets in collection process		-	-	-
4.6 Underwritten securities		-	-	-
4.7 Other custodies		4.135.360	127.221	4.262.581
4.8 Custodians		3.488.657	5.422.680	8.911.337
V. PLEDGED ASSETS		440.549.573	175.848.308	616.397.881
5.1 Marketable securities		4.362.027	526.294	4.888.321
5.2 Collateral notes		7.255.638	812.632	8.068.270
5.3 Commodity		25.813	-	25.813
5.4 Warranty		-	-	-
5.5 Land and buildings		324.019.382	148.254.846	472.274.228
5.6 Other pledged assets		67.073.372	23.900.616	90.973.988
5.7 Pledges		37.813.341	2.353.920	40.167.261
VI. ACCEPTED BILL GUARANTEES AND SURETIES		-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		888.569.977	262.551.328	1.151.121.305

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF INCOME AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

III. STATEMENT OF INCOME

		Reviewed Current Period
		1 January- 31 March 2018
INCOME AND EXPENSES	Note	
I. INTEREST INCOME	(1)	6.926.203
1.1 Interest on Loans		5.729.854
1.2 Interest on Reserve Requirements		36.262
1.3 Interest on Banks		84.640
1.4 Interest on Money Market Transactions		11.363
1.5 Interest on Marketable Securities Portfolio		1.056.205
1.5.1 Fair Value Through Profit or Loss		1.988
1.5.2 Fair Value Through Other Comprehensive Income		424.277
1.5.3 Measured at Amortized Cost		629.940
1.6 Financial Lease Income		-
1.7 Other Interest Income		7.879
II. INTEREST EXPENSE (-)	(2)	4.956.826
2.1 Interest on Deposits		3.790.080
2.2 Interest on Funds Borrowed		101.674
2.3 Interest Expense on Money Market Transactions		767.964
2.4 Interest on Securities Issued		234.389
2.5 Other Interest Expense		62.719
III. NET INTEREST INCOME (I - II)		1.969.377
IV. NET FEES AND COMMISSIONS INCOME		406.372
4.1 Fees and Commissions Received		536.313
4.1.1 Non – cash Loans		117.341
4.1.2 Other		418.972
4.2 Fees and Commissions Paid (-)		129.941
4.2.1 Non – cash Loans		12
4.2.2 Other		129.929
V. PERSONNEL EXPENSE (-)		(550.402)
VI. DIVIDEND INCOME	(3)	85
VII. TRADING INCOME / LOSS (Net)	(4)	30.052
7.1 Trading Gains / (Losses) on Securities		9.981
7.2 Gains / (Losses) on Derivate Financial Transactions		69.372
7.3 Foreign Exchange Gains / (Losses)		(49.301)
VIII. OTHER OPERATING INCOME	(5)	247.712
IX. GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)		2.103.196
X. EXPECTED LOSS PROVISIONS (-)	(6)	463.370
XI. OTHER OPERATING EXPENSES (-)	(7)	647.990
XII. NET OPERATING INCOME /LOSS (IX-X-XI)		991.836
XIII. EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER INCOME / (LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD		-
XIV. INCOME / (LOSS) ON NET MONETARY POSITION		-
XVI. PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XII+...+XV)	(8)	991.836
XVII. TAX PROVISIONS FOR CONTINUED OPERATIONS (±)	(9)	(201.644)
17.1 Current Tax Provision		(60.123)
17.2 Deferred Tax Income Effect (+)		(195.893)
17.3 Deferred Tax Expense Effect (-)		54.372
XVIII. CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVI±XVII)	(10)	790.192
XIX. INCOME FROM DISCONTINUED OPERATIONS		-
19.1 Income from non- Current Assets Held for Sale		-
19.2 Profit from Sales of Associates, Subsidiaries and Joint Ventures		-
19.3 Income from Other Discontinued Operations		-
XX. EXPENSES FOR DISCONTINUED OPERATIONS (-)		-
20.1 Expenses for Non-current Assets Held for Sale		-
20.2 Loss from Sales of Associates, Subsidiaries and Joint Ventures		-
20.3 Expenses for Other Discontinued Operations		-
XXI. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XIX-XX)		-
XXII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-
22.1 Current Tax Provision		-
22.2 Deferred Tax Expense Effect (+)		-
22.3 Deferred Tax Income Effect (-)		-
XXIII. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XXI±XXII)		-
XXIV. NET PROFIT/(LOSS) (XVIII+XXIII)	(11)	790.192
24.1 Profit / (Loss) of Group		790.192
24.2 Profit / (Loss) of Minority Shares (-)		-
Profit / (Loss) Per Share		0,63215

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF INCOME AS OF 31 MARCH 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

III. STATEMENT OF INCOME

		Reviewed
		Prior period
		1 January- 31 March 2017
INCOME AND EXPENSES	Note	
I.	INTEREST INCOME	(1) 5.171.405
1.1	Interest on loans	4.063.578
1.2	Interest received from reserve deposits	21.845
1.3	Interest received from banks	39.034
1.4	Interest received from money market placements	12.049
1.5	Interest income on marketable securities	1.027.095
1.5.1	Financial assets held for trading	160
1.5.2	Financial assets at fair value through profit and loss	-
1.5.3	Financial assets available-for-sale	401.948
1.5.4	Investments held-to-maturity	624.987
1.6	Finance lease income	-
1.7	Other interest income	7.804
II.	INTEREST EXPENSE	(2) 2.889.779
2.1	Interest on deposits	2.137.012
2.2	Interest on borrowings	99.453
2.3	Interest on money market borrowings	428.004
2.4	Interest on bonds issued	187.640
2.5	Other interest expense	37.670
III.	NET INTEREST INCOME [I – II]	2.281.626
IV.	NET FEES AND COMMISSIONS INCOME	537.423
4.1	Fees and commissions income	637.545
4.1.1	Non-cash loans	91.530
4.1.2	Other	546.015
4.2	Fees and commissions expenses	100.122
4.2.1	Non-cash loans	9
4.2.2	Other	100.113
V.	DIVIDEND INCOME	(3) 52
VI.	NET TRADING PROFIT (NET)	(4) 69.777
6.1	Profit/loss from capital market operations	8.752
6.2	Profit/loss from financial derivative transactions	(139.176)
6.3	Foreign exchange gains/losses	200.201
VII.	OTHER OPERATING INCOME	(5) 149.320
VIII.	TOTAL OPERATING INCOME (III+IV+V+VI+VII)	3.038.198
IX.	IMPAIRMENT LOSSES ON LOANS AND OTHER RECEIVABLES (-)	(6) 470.687
X.	OTHER OPERATING EXPENSES(-)	(7) 1.021.017
XI.	NET OPERATING INCOME/(LOSS) (VIII-IX-X)	1.546.494
XII.	AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER	-
XIII.	PROFIT/LOSSES FROM SUBSIDIARIES ACCOUNTED FOR AT EQUITY METHOD	-
XIV.	GAIN / (LOSS) ON NET MONETARY POSITION	-
XV.	INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)	(8) 1.546.494
XVI.	TAX INCOME PROVISION (±)	(9) (327.326)
16.1	Current tax charge	(282.946)
16.2	Deferred tax (charge) / benefit	(44.380)
XVII.	NET OPERATING INCOME AFTER TAX (XV±XVI)	(10) 1.219.168
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 charge	-
21.2	Deferred tax charge	-
XXII.	NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)	-
XXIII.	NET PROFIT/(LOSS) (XVII+XXII)	(11) 1.219.168
	Earnings/losses per share (Full TRY)	0,97533

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS
ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

		Reviewed
		Current Period
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY		1 January - 31 March 2018
I.	CURRENT PERIOD INCOME/LOSS	790.192
II.	OTHER COMPREHENSIVE INCOME	(361.275)
2.1	Not Reclassified Through Profit or Loss	(4.486)
2.1.1	Property and Equipment Revaluation Increase/Decrease	(4.984)
2.1.2	Intangible Assets Revaluation Increase/Decrease	-
2.1.3	Defined Benefit Pension Plan Remeasurement Gain/Loss	-
2.1.4	Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-
2.1.5	Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss	498
2.2	Reclassified Through Profit or Loss	(356.789)
2.2.1	Foreign Currency Translation Differences	112.343
2.2.2	Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	(499.827)
2.2.3	Cash Flow Hedge Income/Loss	-
2.2.4	Foreign Net Investment Hedge Income/Loss	-
2.2.5	Other Comprehensive Income Items Reclassified Through Profit or Loss	-
2.2.6	Tax Related Other Comprehensive Income Items Reclassified Through Profit or Loss	30.695
III.	TOTAL COMPREHENSIVE INCOME (I+II)	428.917

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS
ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS OF 31 MARCH 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

	Reviewed
	Prior period
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	1 January-31 March 2017
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	223,144
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	(483)
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	52,813
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 FOR UNDER EQUITY DUE TO TAS	-
IX. DEFERRED TAX ON VALUATION DIFFERENCES	(11,737)
X. TOTAL NET PROFIT/LOSS ACCOUNTED FOR UNDER EQUITY (I+II+...+IX)	263,737
XI. PROFIT/LOSS	1,219,168
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	8,749
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	1,210,419
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)	1,482,905

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Reviewed (1 January – 31 March 2018)	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss					Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss					Profit Reserves	Prior Period Profit or (Loss)	Current Period Profit or (Loss)	Total Equity Expect Minority Shares	Minority Shares	Total Equity
	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Accumulated Revaluation Increase/Decrease of Fixed Assets	Accumulated Remeasurement Gain/Loss of Defined Benefit Pension Plan	Other(Shares of Investments Valued by Equity Method in Other Comprehensive Income Not Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Not Reclassified Through Other Profit or Loss)	Foreign Currency Translation Differences	Value Through Other Comprehensive Income	Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income						
I. Prior Period End Balance	1.250.000	-	-	1.176.589	1.273.315	(10.263)	-	52.631	972.898	-	16.936.107	3.725.462	-	25.376.739	-	25.376.739
II. Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	704.534	-	704.534	-	704.534
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	704.534	-	704.534	-	704.534
III. Adjusted Beginning Balance (I+II)	1.250.000	-	-	1.176.589	1.273.315	(10.263)	-	52.631	972.898	-	16.936.107	4.429.996	-	26.081.273	-	26.081.273
IV. Total Comprehensive Income	-	-	-	-	(4.486)	-	-	112.343	(469.132)	-	-	-	790.192	428.917	-	428.917
V. Capital Increase by Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Capital Increase by Internal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Paid in Capital Inflation Adjustment Difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Convertible Bonds to Share	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Increase / Decrease by Other Changes	-	-	-	(112.343)	-	-	-	-	-	-	-	-	-	(112.343)	-	(112.343)
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)	1.250.000	-	-	1.064.246	1.268.829	(10.263)	-	164.974	503.766	-	16.936.107	4.429.996	790.192	26.397.847	-	26.397.847

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 31 MARCH 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Reviewed	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	Bonus shares from shareholders	Hedging funds	Value change in pro. and equip. held for sale purp./term. op.	Total shareholders' equity
I. 1 January 2017 – 31 March 2017																	
Balance at end of prior period		1.250.000	1.220.451	-	-	1.482.358	-	13.104.130	(74.244)	2.558.265	-	482.753	1.284.522	8.711	-	-	21.316.946
Changes within the period		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
II. Increase/decrease generated by merger		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation changes in marketable securities		-	-	-	-	-	-	-	-	-	-	211.382	-	-	-	-	211.382
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		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation changes of intangible assets		-	-	-	-	-	-	-	-	-	-	-	(458)	-	-	-	(458)
VII. Bonus shares from investment and associates, subsidiaries and joint ventures (business partners).		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign exchange differences		-	-	-	-	-	-	-	52.813	-	-	-	-	-	-	-	52.813
IX. Changes after disposal of securities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes after reclassification of securities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effect of changes in shareholders equity of investments and associates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	(2.558.265)	2.558.265	-	-	-	-	-	-
XVII. Net profit or losses		-	-	-	-	-	-	-	-	1.219.168	-	-	-	-	-	-	1.219.168
XVIII. Profit distribution		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.1 Dividends distributed		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2 Transfers to legal reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.3 Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance		1.250.000	1.220.451	-	-	1.482.358	-	13.104.130	(21.431)	1.219.168	2.558.265	694.135	1.284.064	8.711	-	-	22.799.851

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF CASH FLOWS AS OF 31 MARCH 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

VI. STATEMENT OF CASH FLOWS

		Reviewed
		Current Period
		1 January- 31 March 2018
	Note	
A.	CASH FLOWS FROM BANKING OPERATIONS	
1.1	Operating profit before changes in operating assets and liabilities	(2.529.609)
1.1.1	Interest received	6.114.396
1.1.2	Interest paid	(4.716.922)
1.1.3	Dividend received	85
1.1.4	Fees and commissions received	534.498
1.1.5	Other income	70.198
1.1.6	Collections from previously written off loans	371.928
1.1.7	Cash payments to personnel and service suppliers	(557.268)
1.1.8	Taxes paid	(366.819)
1.1.9	Other	(3.979.705)
1.2	Assets and Liabilities Subject to Banking Operations	2.028.483
1.2.1	Net (increase) decrease in financial assets held for sale	(31.194)
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	(1.650)
1.2.4	Net (increase) decrease in loans	(13.521.614)
1.2.5	Net (increase) decrease in other assets	(1.910.345)
1.2.6	Net increase (decrease) in bank deposits	325.050
1.2.7	Net increase (decrease) in other deposits	6.423.884
1.2.8	Net increase (decrease) in loans borrowed	(1.623.283)
1.2.9	Net increase (decrease) in matured payables	-
1.2.10	Net increase (decrease) in other liabilities	12.367.635
I.	Net cash provided from banking operations	(501.126)
B.	CASH FLOWS FROM INVESTMENT ACTIVITIES	
II.	Net cash provided from/ (used in) investing activities	(2.099.040)
2.1	Cash paid for purchase of joint ventures, associates and subsidiaries	(88.788)
2.2	Cash obtained from sale of entities joint ventures, associates and subsidiaries	-
2.3	Fixed assets purchases	(520.651)
2.4	Fixed assets sales	68.988
2.5	Cash paid for purchase of financial assets at fair value through other comprehensive income	(2.999.079)
2.6	Cash obtained from sale of financial assets at fair value through other comprehensive income	1.196.421
2.7	Cash paid for purchase of investment securities	(119.999)
2.8	Cash obtained from sale of investment securities	354.254
2.9	Other	9.814
C.	CASH FLOWS FROM FINANCING ACTIVITIES	
III.	Net cash used in financing activities	1.041.107
3.1	Cash obtained from loans borrowed and securities issued	3.385.000
3.2	Cash used for repayment of loans borrowed and securities issued	(2.343.893)
3.3	Bonds issued	-
3.4	Dividends paid	-
3.5	Payments for finance leases	-
3.6	Other	-
IV.	Effect of change in foreign exchange rate on cash and cash equivalents	551.942
V.	Net increase / (decrease) in cash and cash equivalents	(1.007.117)
VI.	Cash and cash equivalents at beginning of the period	27.121.864
VII.	Cash and cash equivalents at end of the period	26.114.747

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF CASH FLOWS AS OF 31 MARCH 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

VI. STATEMENT OF CASH FLOWS

	Reviewed
	Prior period
	1 January –
	31 March 2017
A. CASH FLOWS FROM BANKING OPERATIONS	
1.1 Operating profit before changes in operating assets and liabilities	1.285.900
1.1.1 Interest received	5.027.240
1.1.2 Interest paid	(2.950.335)
1.1.3 Dividend received	52
1.1.4 Fees and commissions received	637.545
1.1.5 Other income	68.904
1.1.6 Collections from previously written off loans	116.769
1.1.7 Cash payments to personnel and service suppliers	(489.504)
1.1.8 Taxes paid	(186.742)
1.1.9 Other	(938.029)
1.2 Assets and Liabilities Subject to Banking Operations	550.572
1.2.1 Net (increase) decrease in financial assets held for sale	60.182
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	4.180
1.2.4 Net (increase) decrease in loans	(10.051.688)
1.2.5 Net (increase) decrease in other assets	(3.150.452)
1.2.6 Net increase (decrease) in bank deposits	(2.288.817)
1.2.7 Net increase (decrease) in other deposits	9.753.051
1.2.8 Net increase (decrease) in loans borrowed	(197.826)
1.2.9 Net increase (decrease) in matured payables	-
1.2.10 Net increase (decrease) in other liabilities	6.421.942
I. Net cash provided from banking operations	1.836.472
B. CASH FLOWS FROM INVESTMENT ACTIVITIES	
II. Net cash provided from/ (used in) investing activities	(2.524.574)
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries	-
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries	-
2.3 Fixed assets purchases	(67.355)
2.4 Fixed assets sales	35.903
2.5 Cash paid for purchase of financial assets available for sale	(2.171.357)
2.6 Cash obtained from sale of financial assets available for sale	1.196.421
2.7 Cash paid for purchase of investment securities	(1.825.081)
2.8 Cash obtained from sale of investment securities	309.430
2.9 Other	(2.535)
C. CASH FLOWS FROM FINANCING ACTIVITIES	
III. Net cash used in financing activities	860.626
3.1 Cash obtained from loans borrowed and securities issued	1.322.261
3.2 Cash used for repayment of loans borrowed and securities issued	(461.591)
3.3 Bonds issued	-
3.4 Dividends paid	-
3.5 Payments for finance leases	(44)
3.6 Other	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents	348.230
V. Net increase / (decrease) in cash and cash equivalents	520.754
VI. Cash and cash equivalents at beginning of the period	14.388.793
VII. Cash and cash equivalents at end of the period	14.909.547

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