

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2018**  
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

		Reviewed		
		Current Period		
		30 June 2018		
ASSETS	Note	TRY	FC	TOTAL
<b>I. FINANCIAL ASSETS (NET)</b>		<b>59.846.174</b>	<b>41.094.174</b>	<b>100.940.348</b>
<b>1.1 Cash and Cash Equivalents</b>		<b>8.459.534</b>	<b>30.090.872</b>	<b>38.550.406</b>
1.1.1 Cash and Balances with Central Bank	(1)	8.359.837	25.239.094	33.598.931
1.1.2 Banks	(3)	99.697	4.851.778	4.951.475
1.1.3 Money Markets		-	-	-
<b>1.2 Financial Assets at Fair Value Through Profit or Loss</b>	<b>(2)</b>	<b>15.076.265</b>	<b>82.863</b>	<b>15.159.128</b>
1.2.1 Government Debt Securities		15.060.774	82.611	15.143.385
1.2.2 Equity Instruments		-	-	-
1.2.3 Other Financial Assets		15.491	252	15.743
<b>1.3 Financial Assets at Fair Value Through Other Comprehensive Income</b>	<b>(4)</b>	<b>908.156</b>	<b>533.484</b>	<b>1.441.640</b>
1.3.1 Government Debt Securities		845.642	461.488	1.307.130
1.3.2 Equity Instruments		62.514	71.996	134.510
1.3.3 Other Financial Assets		-	-	-
<b>1.4 Financial Assets Measured at Amortised Cost</b>	<b>(6)</b>	<b>35.423.396</b>	<b>9.480.279</b>	<b>44.903.675</b>
1.4.1 Government Debt Securities		35.423.396	9.480.279	44.903.675
1.4.2 Other Financial Assets		-	-	-
<b>1.5 Derivative Financial Assets</b>	<b>(2)</b>	<b>672</b>	<b>906.676</b>	<b>907.348</b>
1.5.1 Derivative Financial Assets at Fair Value Through Profit or Loss		672	906.676	907.348
1.5.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-
<b>1.6 Non – Performing Financial Assets</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>1.7 Expected Loss Provision (-)</b>		<b>21.849</b>	<b>-</b>	<b>21.849</b>
<b>II. LOANS (Net)</b>		<b>162.283.716</b>	<b>74.619.485</b>	<b>236.903.201</b>
<b>2.1 Loans</b>	<b>(5)</b>	<b>162.976.555</b>	<b>74.619.485</b>	<b>237.596.040</b>
2.1.1 Measured at Amortised Cost		162.976.555	74.619.485	237.596.040
2.1.2 Fair Value Through Profit or Loss		-	-	-
2.1.3 Fair Value Through Other Comprehensive Income		-	-	-
<b>2.2 Lease Receivables</b>	<b>(10)</b>	<b>-</b>	<b>-</b>	<b>-</b>
2.2.1 Financial Lease Receivables		-	-	-
2.2.2 Operating Lease Receivables		-	-	-
2.2.3 Unearned Income (-)		-	-	-
<b>2.3 Factoring Receivables</b>		<b>-</b>	<b>-</b>	<b>-</b>
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		-	-	-
<b>2.4 Non- Performing Loans</b>	<b>(5)</b>	<b>6.521.704</b>	<b>-</b>	<b>6.521.704</b>
<b>2.5 Expected Credit Loss (-)</b>	<b>(5)</b>	<b>7.214.543</b>	<b>-</b>	<b>7.214.543</b>
2.5.1 12 Month Expected Credit Losses (Stage I)		1.038.536	-	1.038.536
2.5.2 Significant Increase in Credit Risk (Stage II)		967.922	-	967.922
2.5.3 Credit – Impaired Losses (Stage III / Special Provision)		5.208.085	-	5.208.085
<b>III. PROPERTY AND EQUIPMENT HELD FOR SALE PURPOSE AND RELATED TO DISCONTINUED OPERATIONS (NET)</b>	<b>(14)</b>	<b>-</b>	<b>-</b>	<b>-</b>
3.1 Held for Sale Purpose		-	-	-
3.2 Related to Discontinued Operations		-	-	-
<b>IV. EQUITY INVESTMENTS</b>		<b>3.014.991</b>	<b>1.156.559</b>	<b>4.171.550</b>
<b>4.1 Investments in Associates (Net)</b>	<b>(7)</b>	<b>22.490</b>	<b>365.859</b>	<b>388.349</b>
4.1.1 Associates Valued Based on Equity Method		-	-	-
4.1.2 Unconsolidated Associates		22.490	365.859	388.349
<b>4.2 Subsidiaries (Net)</b>	<b>(8)</b>	<b>2.992.501</b>	<b>790.700</b>	<b>3.783.201</b>
4.2.1 Unconsolidated Financial Subsidiaries		2.940.323	790.700	3.731.023
4.2.2 Unconsolidated Non- Financial Subsidiaries		52.178	-	52.178
<b>4.3 Joint Ventures (Net)</b>	<b>(9)</b>	<b>-</b>	<b>-</b>	<b>-</b>
4.3.1 Joint Ventures Valued Based on Equity Method		-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-
<b>V. PROPERTY AND EQUIPMENT (Net)</b>		<b>2.981.405</b>	<b>109</b>	<b>2.981.514</b>
<b>VI. INTANGIBLE ASSETS (Net)</b>		<b>96.359</b>	<b>-</b>	<b>96.359</b>
6.1 Goodwill		-	-	-
6.2 Other		96.359	-	96.359
<b>VII. INVESTMENT PROPERTIES (Net)</b>	<b>(12)</b>	<b>356.963</b>	<b>-</b>	<b>356.963</b>
<b>VIII. CURRENT TAX ASSET</b>		<b>5.168</b>	<b>-</b>	<b>5.168</b>
<b>IX. DEFERRED TAX ASSET</b>	<b>(13)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>X. OTHER ASSETS</b>	<b>(15)</b>	<b>1.954.514</b>	<b>886.225</b>	<b>2.840.739</b>
<b>TOTAL ASSETS</b>		<b>230.539.290</b>	<b>117.756.552</b>	<b>348.295.842</b>

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
<b>I. CASH AND BALANCES WITH THE CENTRAL BANK</b>	(1)	<b>12.917.312</b>	<b>23.455.727</b>	<b>36.373.039</b>
<b>II. FINANCIAL ASSETS AT FV THROUGH PROFIT AND LOSS (Net)</b>	(2)	<b>10.085.889</b>	<b>362.017</b>	<b>10.447.906</b>
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		-	-	-
<b>III. BANKS</b>	(3)	<b>580.518</b>	<b>5.513.422</b>	<b>6.093.940</b>
<b>IV. MONEY MARKET PLACEMENTS</b>		<b>1.258.647</b>	-	<b>1.258.647</b>
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		-	-	-
<b>V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)</b>	(4)	<b>11.474.374</b>	<b>5.615.175</b>	<b>17.089.549</b>
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		-	-	-
<b>VI. LOANS AND RECEIVABLES</b>	(5)	<b>139.676.930</b>	<b>63.787.547</b>	<b>203.464.477</b>
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
<b>VII. FACTORING RECEIVABLES</b>		-	-	-
<b>VIII. HELD TO MATURITY INVESTMENTS (Net)</b>	(6)	<b>19.214.233</b>	<b>2.512.936</b>	<b>21.727.169</b>
8.1 Public sector debt securities		19.214.233	2.512.936	21.727.169
8.2 Other marketable securities		-	-	-
<b>IX. INVESTMENTS IN ASSOCIATES (Net)</b>	(7)	<b>19.083</b>	<b>313.709</b>	<b>332.792</b>
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
<b>X. INVESTMENTS IN SUBSIDIARIES (Net)</b>	(8)	<b>3.089.737</b>	<b>536.971</b>	<b>3.626.708</b>
10.1 Unconsolidated financial subsidiaries		3.037.559	536.971	3.574.530
10.2 Unconsolidated non-financial subsidiaries		52.178	-	52.178
<b>XI. JOINT VENTURES (Net)</b>	(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		-	-	-
<b>XII. FINANCE LEASE RECEIVABLES (Net)</b>	(10)	-	-	-
12.1 Finance lease receivables		-	-	-
12.2 Operating lease receivables		-	-	-
12.3 Other		-	-	-
12.4 Unearned income (-)		-	-	-
<b>XIII. DERIVATIVE FIN. ASSETS HELD FOR RISK MANAGEMENT</b>	(11)	-	-	-
13.1 Fair value risk hedging		-	-	-
13.2 Cash flow risk hedging		-	-	-
13.3 Net foreign investment risk hedging		-	-	-
<b>XIV. TANGIBLE ASSETS (Net)</b>	(12)	<b>2.535.687</b>	<b>92</b>	<b>2.535.779</b>
<b>XV. INTANGIBLE ASSETS (Net)</b>	(13)	<b>113.685</b>	-	<b>113.685</b>
15.1 Goodwill		-	-	-
15.2 Other		113.685	-	113.685
<b>XVI. INVESTMENT PROPERTIES (Net)</b>	(14)	<b>358.574</b>	-	<b>358.574</b>
<b>XVII. TAX ASSETS</b>	(15)	-	-	-
17.1 Current tax assets		-	-	-
17.2 Deferred tax assets		-	-	-
<b>XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)</b>	(16)	-	-	-
18.1 Held for sale purpose		-	-	-
18.2 Held from discontinued operations		-	-	-
<b>XIX. OTHER ASSETS</b>	(17)	<b>1.698.762</b>	<b>229.621</b>	<b>1.928.383</b>
<b>TOTAL ASSETS</b>		<b>203.023.431</b>	<b>102.327.217</b>	<b>305.350.648</b>

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**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2018**  
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

		Reviewed			
		Current Period			
		30 June 2018			
LIABILITIES	Note	TRY	FC	TOTAL	
<b>I. DEPOSITS</b>	(1)	<b>131.743.392</b>	<b>89.575.812</b>	<b>221.319.204</b>	
<b>II. FUNDS BORROWED</b>	(3)	<b>535.339</b>	<b>15.941.999</b>	<b>16.477.338</b>	
<b>III. MONEY MARKETS</b>		<b>36.557.398</b>	<b>4.440.686</b>	<b>40.998.084</b>	
<b>IV. SECURITIES ISSUED (Net)</b>	(4)	<b>3.054.403</b>	<b>10.377.787</b>	<b>13.432.190</b>	
4.1 Bills		3.054.403	-	3.054.403	
4.2 Assets Backed Securities		-	-	-	
4.3 Bonds		-	10.377.787	10.377.787	
<b>V. FUNDS</b>	(5)	<b>2.769.229</b>	-	<b>2.769.229</b>	
5.1 Borrower Funds		323	-	323	
5.2 Other		2.768.906	-	2.768.906	
<b>VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		-	-	-	
<b>VII. DERIVATIVE FINANCIAL ASSETS</b>	(2)	<b>1.193</b>	<b>386.062</b>	<b>387.255</b>	
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		1.193	386.062	387.255	
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	
<b>VIII. FACTORING LIABILITIES</b>		-	-	-	
<b>IX. LEASE LIABILITIES</b>	(7)	-	-	-	
9.1 Financial Lease		-	-	-	
9.2 Operating Lease		-	-	-	
9.3 Other		-	-	-	
9.4 Deferred Financial Lease Expenses ( - )		-	-	-	
<b>X. PROVISIONS</b>	(9)	<b>1.522.743</b>	<b>6.774</b>	<b>1.529.517</b>	
10.1 Restructuring Provisions		-	-	-	
10.2 Reserve for Employee Benefits		936.348	-	936.348	
10.3 Insurance for Technical Provision(Net)		-	-	-	
10.4 Other Provisions		586.395	6.774	593.169	
<b>XI. CURRENT TAX LIABILITY</b>	(10)	<b>617.708</b>	<b>24</b>	<b>617.732</b>	
<b>XII. DEFERRED TAX LIABILITIES</b>	(10)	<b>624.831</b>	-	<b>624.831</b>	
<b>XIII. LIABILITIES FOR PROPERTY AND EQUIPMENT HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)</b>	(11)	-	-	-	
13.1 Held for Sale Purpose		-	-	-	
13.2 Related to Discontinued Operations		-	-	-	
<b>XIV. SUBORDINATED DEBT INSTRUMENTS</b>	(12)	<b>1.001.322</b>	-	<b>1.001.322</b>	
14.1 Loans		-	-	-	
14.2 Other Debt Instruments		1.001.322	-	1.001.322	
<b>XV. OTHER LIABILITIES</b>	(6)	<b>20.027.709</b>	<b>853.738</b>	<b>20.881.447</b>	
<b>XVI. SHAREHOLDERS' EQUITY</b>	(13)	<b>28.059.985</b>	<b>197.708</b>	<b>28.257.693</b>	
16.1 Paid in Capital		1.250.000	-	1.250.000	
16.2 Capital Reserve		1.234.207	-	1.234.207	
16.2.1 Share Premium		-	-	-	
16.2.2 Share Cancellation Profits		-	-	-	
16.2.3 Other Capital Reserves		1.234.207	-	1.234.207	
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 or Loss		1.048.405	197.708	1.246.113	
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)		6.332.700	-	6.332.700	
16.6.1 Prior Periods' Income or (Loss)		4.429.996	-	4.429.996	
16.6.2 Current Period Income or (Loss)		1.902.704	-	1.902.704	
16.7 Minority Shares		-	-	-	
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>226.515.252</b>	<b>121.780.590</b>	<b>348.295.842</b>	

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
<b>I. DEPOSITS</b>	<b>(1)</b>	<b>119.197.840</b>	<b>74.029.229</b>	<b>193.227.069</b>
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
<b>II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING</b>	<b>(2)</b>	<b>146</b>	<b>150.376</b>	<b>150.522</b>
<b>III. FUNDS BORROWED</b>	<b>(3)</b>	<b>465.026</b>	<b>16.553.092</b>	<b>17.018.118</b>
<b>IV. MONEY MARKET BALANCES</b>	<b>(3)</b>	<b>29.220.222</b>	<b>5.387.762</b>	<b>34.607.984</b>
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
<b>V. MARKETABLE SECURITIES ISSUED (Net)</b>	<b>(4)</b>	<b>2.713.759</b>	<b>8.640.905</b>	<b>11.354.664</b>
5.1 Treasury bills		2.713.759	-	2.713.759
5.2 Asset-backed securities		-	-	-
5.3 Bonds		-	8.640.905	8.640.905
<b>VI. FUNDS</b>	<b>(5)</b>	<b>2.724.634</b>	<b>-</b>	<b>2.724.634</b>
6.1 Borrower Funds		860	-	860
6.2 Other		2.723.774	-	2.723.774
<b>VII. SUNDRY CREDITORS</b>		<b>3.443.523</b>	<b>113.823</b>	<b>3.557.346</b>
<b>VIII. OTHER LIABILITIES</b>	<b>(6)</b>	<b>11.206.526</b>	<b>474.486</b>	<b>11.681.012</b>
<b>IX. FACTORING PAYABLES</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>X. FINANCE LEASE PAYABLES</b>	<b>(7)</b>	<b>-</b>	<b>-</b>	<b>-</b>
10.1 Finance lease payables		-	-	-
10.2 Operating lease payables		-	-	-
10.3 Other		-	-	-
10.4 Deferred finance lease expenses (-)		-	-	-
<b>XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT</b>	<b>(8)</b>	<b>-</b>	<b>-</b>	<b>-</b>
11.1 Fair value risk hedging		-	-	-
11.2 Cash flow risk hedging		-	-	-
11.3 Net foreign investment risk hedging		-	-	-
<b>XII. PROVISIONS</b>	<b>(9)</b>	<b>3.443.318</b>	<b>5.642</b>	<b>3.448.960</b>
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
<b>XIII. TAX LIABILITIES</b>	<b>(10)</b>	<b>1.199.173</b>	<b>42</b>	<b>1.199.215</b>
13.1 Current tax liabilities		628.765	42	628.807
13.2 Deferred tax liabilities		570.408	-	570.408
<b>XIV. LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)</b>	<b>(11)</b>	<b>-</b>	<b>-</b>	<b>-</b>
14.1 Held for sale purpose		-	-	-
14.2 Held from discontinued operations		-	-	-
<b>XV. SUBORDINATED LOAN</b>	<b>(12)</b>	<b>1.004.385</b>	<b>-</b>	<b>1.004.385</b>
<b>XVI. SHAREHOLDERS' EQUITY</b>	<b>(13)</b>	<b>25.317.394</b>	<b>59.345</b>	<b>25.376.739</b>
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
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>199.935.946</b>	<b>105.414.702</b>	<b>305.350.648</b>

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 30 JUNE 2018**

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

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

		Reviewed		
		Current Period		
		30 June 2018		
OFF BALANCE SHEET	Note	TRY	FC	TOTAL
<b>A.</b>	<b>COMMITMENTS AND CONTINGENCIES (I+II+III)</b>	<b>74.629.198</b>	<b>95.693.190</b>	<b>170.322.388</b>
<b>I.</b>	<b>GUARANTEES AND WARRANTIES</b>	<b>(1)</b>	<b>36.209.031</b>	<b>70.331.471</b>
1.1	Letters of guarantee	32.444.236	27.895.125	60.339.361
1.1.1	Guarantees subject to public procurement law	1.782.441	12.209.041	13.991.482
1.1.2	Guarantees given for foreign trade operations	-	-	-
1.1.3	Other letters of guarantee	30.661.795	15.686.084	46.347.879
1.2	Bank loans	10.216	4.285.093	4.295.309
1.2.1	Import acceptances	-	152.441	152.441
1.2.2	Other bank acceptances	10.216	4.132.652	4.142.868
1.3	Letters of credit	30.364	3.885.151	3.915.515
1.3.1	Documentary letters of credit	30.364	3.885.151	3.915.515
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	1.637.624	143.662	1.781.286
1.9	Other sureties	-	-	-
<b>II.</b>	<b>COMMITMENTS</b>	<b>(1)</b>	<b>2.855.558</b>	<b>28.517.809</b>
2.1	Irrevocable commitments	25.607.103	2.785.244	28.392.347
2.1.1	Forward asset purchase commitments	1.124.809	2.255.014	3.379.823
2.1.2	Forward deposit purchase and sale commitments	-	-	-
2.1.3	Capital commitments to subsidiaries and associates	-	-	-
2.1.4	Loan granting commitments	4.513.541	530.230	5.043.771
2.1.5	Securities underwriting commitments	-	-	-
2.1.6	Payment commitments for reserve deposits	-	-	-
2.1.7	Payment commitments for Cheques	3.653.584	-	3.653.584
2.1.8	Tax and fund liabilities from export commitments	46.439	-	46.439
2.1.9	Commitments for credit card expenditure limits	12.500.921	-	12.500.921
2.1.10	Commitments for credit cards and banking services promotions	33.296	-	33.296
2.1.11	Receivables from short sale commitments	-	-	-
2.1.12	Payables for short sale commitments	-	-	-
2.1.13	Other irrevocable commitments	3.734.513	-	3.734.513
2.2	Revocable commitments	55.148	70.314	125.462
2.2.1	Revocable loan granting commitments	-	-	-
2.2.2	Other revocable commitments	55.148	70.314	125.462
<b>III.</b>	<b>DERIVATIVE FINANCIAL INSTRUMENTS</b>	<b>14.844.507</b>	<b>56.628.601</b>	<b>71.473.108</b>
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	14.844.507	56.628.601	71.473.108
3.2.1	Forward foreign currency buy/sell transactions	4.728.025	15.537.044	20.265.069
3.2.1.1	Forward foreign currency transactions-buy	1.858.360	9.976.069	11.834.429
3.2.1.2	Forward foreign currency transactions-sell	2.869.665	5.560.975	8.430.640
3.2.2	Currency and interest rate swaps	5.638.148	29.656.791	35.294.939
3.2.2.1	Currency swap-buy	1.282.693	9.950.203	11.232.896
3.2.2.2	Currency swap-sell	4.355.455	6.718.532	11.073.987
3.2.2.3	Interest rate swap-buy	-	6.494.028	6.494.028
3.2.2.4	Interest Rate swap-sell	-	6.494.028	6.494.028
3.2.3	Currency, interest rate and marketable securities options	4.478.334	5.442.009	9.920.343
3.2.3.1	Currency call options	2.239.229	2.720.942	4.960.171
3.2.3.2	Currency put options	2.239.105	2.721.067	4.960.172
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	-	5.992.757	5.992.757
<b>B.</b>	<b>CUSTODY AND PLEDGED ASSETS (IV+V+VI)</b>	<b>917.789.973</b>	<b>257.523.013</b>	<b>1.175.312.986</b>
<b>IV.</b>	<b>CUSTODIES</b>	<b>459.496.909</b>	<b>34.769.439</b>	<b>494.266.348</b>
4.1	Assets under management	-	-	-
4.2	Custody marketable securities	180.418.164	719.063	181.137.227
4.3	Cheques in collection process	16.750.860	22.853.220	39.604.080
4.4	Commercial notes in collection process	223.948.487	4.209.177	228.157.664
4.5	Other assets in collection process	-	-	-
4.6	Underwritten securities	-	-	-
4.7	Other custodies	4.319.597	193.508	4.513.105
4.8	Custodians	34.059.801	6.794.471	40.854.272
<b>V.</b>	<b>PLEDGED ASSETS</b>	<b>458.293.064</b>	<b>222.753.574</b>	<b>681.046.638</b>
5.1	Marketable securities	5.145.895	631.512	5.777.407
5.2	Collateral notes	8.526.463	928.597	9.455.060
5.3	Commodity	25.813	-	25.813
5.4	Warranty	-	-	-
5.5	Land and buildings	362.659.135	187.569.900	550.229.035
5.6	Other pledged assets	74.624.916	30.964.024	105.588.940
5.7	Pledges	7.310.842	2.659.541	9.970.383
<b>VI.</b>	<b>ACCEPTED BILL GUARANTEES AND SURETIES</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)</b>		<b>992.419.171</b>	<b>353.216.203</b>	<b>1.345.635.374</b>

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**

		<b>Audited</b>		
		<b>Prior period</b>		
		<b>31 December 2017</b>		
<b>OFF BALANCE SHEET</b>	<b>Note</b>	<b>TRY</b>	<b>FC</b>	<b>Total</b>
<b>A. COMMITMENTS AND CONTINGENCIES (I+II+III)</b>		<b>55.925.500</b>	<b>57.445.133</b>	<b>113.370.633</b>
<b>I. GUARANTEES AND SURETIES</b>	<b>(1)</b>	<b>28.221.975</b>	<b>30.312.673</b>	<b>58.534.648</b>
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		-	-	-
<b>II. COMMITMENTS</b>	<b>(1)</b>	<b>22.879.077</b>	<b>1.116.617</b>	<b>23.995.694</b>
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		-	-	-
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>4.824.448</b>	<b>26.015.843</b>	<b>30.840.291</b>
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>B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)</b>		<b>832.644.477</b>	<b>205.106.195</b>	<b>1.037.750.672</b>
<b>IV. CUSTODIES</b>		<b>392.094.904</b>	<b>29.257.887</b>	<b>421.352.791</b>
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
<b>V. PLEDGED ASSETS</b>		<b>440.549.573</b>	<b>175.848.308</b>	<b>616.397.881</b>
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
<b>VI. ACCEPTED BILL GUARANTEES AND SURETIES</b>		-	-	-
<b>TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)</b>		<b>888.569.977</b>	<b>262.551.328</b>	<b>1.151.121.305</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF INCOME AS OF 30 JUNE 2018**  
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

**III. STATEMENT OF INCOME**

INCOME AND EXPENSES		Note	Reviewed Current Period	
			1 January- 30 June 2018	1 April- 30 June 2018
<b>I.</b>	<b>INTEREST INCOME</b>	(1)	<b>14.805.586</b>	<b>7.879.383</b>
1.1	Interest on Loans		12.236.473	6.506.619
1.2	Interest on Reserve Requirements		69.065	32.803
1.3	Interest on Banks		195.331	110.691
1.4	Interest on Money Market Transactions		24.452	13.089
1.5	Interest on Marketable Securities Portfolio		<b>2.267.646</b>	<b>1.211.441</b>
1.5.1	Fair Value Through Profit or Loss		5.480	3.492
1.5.2	Fair Value Through Other Comprehensive Income		60.652	(363.625)
1.5.3	Measured at Amortized Cost		2.201.514	1.571.574
1.6	Financial Lease Income		-	-
1.7	Other Interest Income		12.619	4.740
<b>II.</b>	<b>INTEREST EXPENSE (-)</b>	(2)	<b>10.681.140</b>	<b>5.724.314</b>
2.1	Interest on Deposits		7.960.363	4.170.283
2.2	Interest on Funds Borrowed		216.475	114.801
2.3	Interest Expense on Money Market Transactions		1.858.066	1.090.102
2.4	Interest on Securities Issued		532.915	298.526
2.5	Other Interest Expense		113.321	50.602
<b>III.</b>	<b>NET INTEREST INCOME (I - II)</b>		<b>4.124.446</b>	<b>2.155.069</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME</b>		<b>907.220</b>	<b>500.848</b>
4.1	Fees and Commissions Received		1.188.510	652.197
4.1.1	Non – cash Loans		250.435	133.094
4.1.2	Other		938.075	519.103
4.2	Fees and Commissions Paid (-)		(281.290)	(151.349)
4.2.1	Non – cash Loans		(38)	(26)
4.2.2	Other		(281.252)	(151.323)
<b>V.</b>	<b>PERSONNEL EXPENSE (-)</b>		<b>(1.149.532)</b>	<b>(599.130)</b>
<b>VI.</b>	<b>DIVIDEND INCOME</b>	(3)	<b>374.321</b>	<b>374.236</b>
<b>VII.</b>	<b>TRADING INCOME / LOSS (Net)</b>	(4)	<b>59.830</b>	<b>29.778</b>
7.1	Trading Gains / (Losses) on Securities		12.591	2.610
7.2	Gains / (Losses) on Derivate Financial Transactions		303.098	233.726
7.3	Foreign Exchange Gains / (Losses)		(255.859)	(206.558)
<b>VIII.</b>	<b>OTHER OPERATING INCOME</b>	(5)	<b>374.240</b>	<b>126.528</b>
<b>IX.</b>	<b>GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)</b>		<b>4.690.525</b>	<b>2.587.329</b>
<b>X.</b>	<b>EXPECTED LOSS PROVISIONS (-)</b>	(6)	<b>1.015.243</b>	<b>551.873</b>
<b>XI.</b>	<b>OTHER OPERATING EXPENSES (-)</b>	(7)	<b>1.393.508</b>	<b>745.518</b>
<b>XII.</b>	<b>NET OPERATING INCOME /LOSS (IX-X-XI)</b>		<b>2.281.774</b>	<b>1.289.938</b>
<b>XIII.</b>	<b>EXCESS AMOUNT RECORDED AS</b>		-	-
	<b>INCOME AFTER MERGER</b>		-	-
<b>XIV.</b>	<b>INCOME / (LOSS ) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD</b>		-	-
<b>XV.</b>	<b>INCOME / (LOSS) ON NET MONETARY POSITION</b>		-	-
<b>XVI.</b>	<b>PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XII+...+XV)</b>	(8)	<b>2.281.774</b>	<b>1.289.938</b>
<b>XVII.</b>	<b>TAX PROVISIONS FOR CONTINUED OPERATIONS (±)</b>	(9)	<b>(379.070)</b>	<b>(177.426)</b>
17.1	Current Tax Provision		(3.587)	56.536
17.2	Deferred Tax Income Effect (+)		(760.780)	(564.887)
17.3	Deferred Tax Expense Effect (-)		385.297	330.925
<b>XVIII.</b>	<b>CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVI±XVII)</b>	(10)	<b>1.902.704</b>	<b>1.112.512</b>
<b>XIX.</b>	<b>INCOME FROM DISCONTINUED OPERATIONS</b>		-	-
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		-	-
<b>XX.</b>	<b>EXPENSES FOR DISCONTINUED OPERATIONS (-)</b>		-	-
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		-	-
<b>XXI.</b>	<b>PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XIX-XX)</b>		-	-
<b>XXII.</b>	<b>TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</b>		-	-
22.1	Current Tax Provision		-	-
22.2	Deferred Tax Expense Effect (+)		-	-
22.3	Deferred Tax Income Effect (-)		-	-
<b>XXIII.</b>	<b>PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XXI±XXII)</b>		-	-
<b>XXIV.</b>	<b>NET PROFIT/(LOSS) (XVIII+XXIII)</b>	(11)	<b>1.902.704</b>	<b>1.112.512</b>
24.1	Profit / (Loss) of Group		1.902.704	1.112.512
24.2	Profit / (Loss) of Minority Shares (-)		-	-
	Profit / (Loss) Per Share		1,5221	0,8900

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF INCOME AS OF 30 JUNE 2017**  
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

**III. STATEMENT OF INCOME**

			Reviewed	
			Prior period	
INCOME AND EXPENSES		Note	1 January- 30 June 2017	1 April- 30 June 2017
<b>I.</b>	<b>INTEREST INCOME</b>	<b>(1)</b>	<b>10.573.035</b>	<b>5.401.630</b>
1.1	Interest on loans		8.438.624	4.375.046
1.2	Interest received from reserve deposits		51.730	29.885
1.3	Interest received from banks		90.588	51.554
1.4	Interest received from money market placements		23.079	11.030
1.5	Interest income on marketable securities		1.957.095	930.000
1.5.1	Financial assets held for trading		352	192
1.5.2	Financial assets at fair value through profit and loss		-	-
1.5.3	Financial assets available-for-sale		784.959	383.011
1.5.4	Investments held-to-maturity		1.171.784	546.797
1.6	Finance lease income		-	-
1.7	Other interest income		11.919	4.115
<b>II.</b>	<b>INTEREST EXPENSE</b>	<b>(2)</b>	<b>6.363.484</b>	<b>3.473.705</b>
2.1	Interest on deposits		4.701.358	2.564.346
2.2	Interest on borrowings		187.761	88.308
2.3	Interest on money market borrowings		1.037.049	609.045
2.4	Interest on bonds issued		372.713	185.073
2.5	Other interest expense		64.603	26.933
<b>III.</b>	<b>NET INTEREST INCOME [ I – II ]</b>		<b>4.209.551</b>	<b>1.927.925</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME</b>		<b>1.046.252</b>	<b>508.829</b>
4.1	Fees and commissions income		1.252.323	614.778
4.1.1	Non-cash loans		185.750	94.220
4.1.2	Other		1.066.573	520.558
4.2	Fees and commissions expenses		206.071	105.949
4.2.1	Non-cash loans		28	19
4.2.2	Other		206.043	105.930
<b>V.</b>	<b>DIVIDEND INCOME</b>	<b>(3)</b>	<b>22.165</b>	<b>22.113</b>
<b>VI.</b>	<b>NET TRADING PROFIT (NET)</b>	<b>(4)</b>	<b>102.842</b>	<b>33.065</b>
6.1	Profit/loss from capital market operations		18.264	9.512
6.2	Profit/loss from financial derivative transactions		(189.004)	(49.828)
6.3	Foreign exchange gains/losses		273.582	73.381
<b>VII.</b>	<b>OTHER OPERATING INCOME</b>	<b>(5)</b>	<b>294.194</b>	<b>144.874</b>
<b>VIII.</b>	<b>TOTAL OPERATING INCOME (III+IV+V+VI+VII)</b>		<b>5.675.004</b>	<b>2.636.806</b>
<b>IX.</b>	<b>IMPAIRMENT LOSSES ON LOANS AND OTHER RECEIVABLES (-)</b>	<b>(6)</b>	<b>730.284</b>	<b>259.597</b>
<b>X.</b>	<b>OTHER OPERATING EXPENSES(-)</b>	<b>(7)</b>	<b>2.133.681</b>	<b>1.112.664</b>
<b>XI.</b>	<b>NET OPERATING INCOME/(LOSS) (VIII-IX-X)</b>		<b>2.811.039</b>	<b>1.264.545</b>
<b>XII.</b>	<b>AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER</b>		-	-
<b>XIII.</b>	<b>PROFIT/LOSSES FROM SUBSIDIARIES ACCOUNTED FOR AT EQUITY METHOD</b>		-	-
<b>XIV.</b>	<b>GAIN / (LOSS) ON NET MONETARY POSITION</b>		-	-
<b>XV.</b>	<b>INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)</b>	<b>(8)</b>	<b>2.811.039</b>	<b>1.264.545</b>
<b>XVI.</b>	<b>TAX INCOME PROVISION (±)</b>	<b>(9)</b>	<b>(583.100)</b>	<b>(255.774)</b>
16.1	Current tax charge		(554.475)	(271.529)
16.2	Deferred tax (charge) / benefit		(28.625)	15.755
<b>XVII.</b>	<b>NET OPERATING INCOME AFTER TAX (XV±XVI)</b>	<b>(10)</b>	<b>2.227.939</b>	<b>1.008.771</b>
<b>XVIII.</b>	<b>INCOME FROM DISCONTINUED OPERATIONS</b>		-	-
18.1	Property and equipment income held for sale		-	-
18.2	Sale profits from associates, subsidiaries and joint ventures (business partners)		-	-
18.3	Other income from terminated operations		-	-
<b>XIX.</b>	<b>EXPENSES FROM DISCONTINUED OPERATIONS (-)</b>		-	-
19.1	Property and equipment expense held for sale		-	-
19.2	Sale losses from associates, subsidiaries and joint ventures (business partners)		-	-
19.3	Other expenses from discontinued operations		-	-
<b>XX.</b>	<b>INCOME/EXPENSE BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)</b>		-	-
<b>XXI.</b>	<b>PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)</b>		-	-
21.1	Current tax charge		-	-
21.2	Deferred tax charge		-	-
<b>XXII.</b>	<b>NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)</b>		-	-
<b>XXIII.</b>	<b>NET PROFIT/(LOSS) (XVII+XXII)</b>	<b>(11)</b>	<b>2.227.939</b>	<b>1.008.771</b>
	Earnings/losses per share (Full TRY)		1,78235	0,80702

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 30 JUNE 2018**  
*(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)*

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

		<b>Reviewed</b>
		<b>Current Period</b>
<b>STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY</b>		<b>1 January - 30 June 2018</b>
<b>I.</b>	<b>CURRENT PERIOD INCOME/LOSS</b>	<b>1.902.704</b>
<b>II.</b>	<b>OTHER COMPREHENSIVE INCOME</b>	<b>216.098</b>
<b>2.1</b>	<b>Not Reclassified Through Profit or Loss</b>	<b>(4.486)</b>
2.1.1	Property and Equipment Revaluation Increase/Decrease	(4.985)
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	499
<b>2.2</b>	<b>Reclassified Through Profit or Loss</b>	<b>220.584</b>
2.2.1	Foreign Currency Translation Differences	(57.618)
2.2.2	Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	370.489
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	(92.287)
<b>III.</b>	<b>TOTAL COMPREHENSIVE INCOME (I+II)</b>	<b>2.118.802</b>

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 30 JUNE 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-30 June 2017
<b>I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS</b>	<b>452.162</b>
<b>II. TANGIBLE ASSETS REVALUATION DIFFERENCES</b>	<b>(677)</b>
<b>III. INTANGIBLE ASSETS REVALUATION DIFFERENCES</b>	<b>-</b>
<b>IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS</b>	<b>102.626</b>
<b>V. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR CASH FLOW HEDGE PURPOSES (Effective portion of fair value differences)</b>	<b>-</b>
<b>VI. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGE OF NET INVESTMENTS IN FOREIGN OPERATIONS (Effective portion of fair value differences)</b>	<b>-</b>
<b>VII. THE EFFECT OF CORRECTIONS OF ERRORS AND CHANGES IN ACCOUNTING POLICIES</b>	<b>-</b>
<b>VIII. OTHER PROFIT LOSS ITEMS ACCOUNTED FOR UNDER EQUITY DUE TO TAS</b>	<b>-</b>
<b>IX. DEFERRED TAX ON VALUATION DIFFERENCES</b>	<b>(21.768)</b>
<b>X. TOTAL NET PROFIT/LOSS ACCOUNTED FOR UNDER EQUITY (I+II+...+IX)</b>	<b>532.343</b>
<b>XI. PROFIT/LOSS</b>	<b>2.227.939</b>
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	18.260
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	2.209.679
<b>XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)</b>	<b>2.760.282</b>

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 30 JUNE 2018**  
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

**V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

Reviewed (1 January – 30 June 2018)	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss					Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss					Total Equity Expect Minority Shares	Minority Shares	Total Equity			
	Paid in Capital	Share Premiums	Share Cancellation Profit/loss	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				Other (Cash Flow Hedge Gain/Loss, Shares of Investments Valued by Equity Method in Other Comprehensive Income Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Reclassified Through Other Profit or Loss)	Profit Reserves	Prior Period Profit or (Loss)
<b>I. Prior Period End Balance</b>	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
<b>II. Corrections and Accounting Policy Changes Made According to TAS 8</b>	-	-	-	-	-	-	-	-	-	-	-	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
<b>III. Adjusted Beginning Balance (I+II)</b>	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)	-	-	(57.618)	278.202	-	-	-	1.902.704	2.118.802	-	2.118.802
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	-	-	-	57.618	-	-	-	-	-	-	-	-	-	57.618	-	57.618
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Period End Balance (III+IV+.....+X+XI)</b>	1.250.000	-	-	1.234.207	1.268.829	(10.263)	-	(4.987)	1.251.100	-	16.936.107	4.429.996	1.902.704	28.257.693	-	28.257.693

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 30 JUNE 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
<b>I. 1 January 2017 – 30 June 2017</b>																	
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																	
<b>II. Increase/decrease generated by merger</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>III. Valuation changes in marketable securities</b>		-	-	-	-	-	-	-	-	-	-	430.359	-	-	-	-	430.359
<b>IV. Hedging funds (effective portion)</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1 Cash-flow hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Hedges for investment made in foreign countries		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>V. Revaluation changes of property and equipment</b>		-	-	-	-	-	-	-	-	-	-	-	(643)	-	-	-	(643)
<b>VI. Revaluation changes of intangible assets</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>VII. Bonus shares from investment and associates, subsidiaries and joint ventures (business partners).</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>VIII. Foreign exchange differences</b>		-	-	-	-	-	-	-	102.626	-	-	-	-	-	-	-	102.626
<b>IX. Changes after disposal of securities</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>X. Changes after reclassification of securities</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XI. Effect of changes in shareholders equity of investments and associates</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XII. Increase in capital</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1 Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2 From internal resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XIII. Issuance of share certificates at end of period</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XIV. Share cancellation profits</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XV. Adjustment to paid-in capital</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XVI. Other</b>		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XVII. Net profit or losses</b>		-	-	-	-	-	-	-	-	2.227.939	-	-	-	-	-	-	2.227.939
<b>XVIII. Profit distribution</b>		-	-	-	-	163.291	-	2.139.147	-	(2.558.265)	-	-	-	-	-	-	(255.827)
18.1 Dividends distributed		-	-	-	-	-	-	-	-	-	(255.827)	-	-	-	-	-	(255.827)
18.2 Transfers to legal reserves		-	-	-	-	163.291	-	2.139.147	-	-	(2.302.438)	-	-	-	-	-	-
18.3 Other		-	-	-	-	-	-	-	-	(2.558.265)	2.558.265	-	-	-	-	-	-
<b>Closing balance</b>		<b>1.250.000</b>	<b>1.220.451</b>	<b>-</b>	<b>-</b>	<b>1.645.649</b>	<b>-</b>	<b>15.243.277</b>	<b>28.382</b>	<b>2.227.939</b>	<b>-</b>	<b>913.112</b>	<b>1.283.879</b>	<b>8.711</b>	<b>-</b>	<b>-</b>	<b>23.821.400</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF CASH FLOWS AS OF 30 JUNE 2018**  
*(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)*

**VI. STATEMENT OF CASH FLOWS**

		Reviewed
		Current Period
		1 January- 30 June 2018
	Note	
<b>A.</b>	<b>CASH FLOWS FROM BANKING OPERATIONS</b>	
<b>1.1</b>	<b>Operating profit before changes in operating assets and liabilities</b>	<b>(4.626.600)</b>
1.1.1	Interest received	
1.1.2	Interest paid	13.050.260
1.1.3	Dividend received	(10.090.619)
1.1.4	Fees and commissions received	374.321
1.1.5	Other income	1.191.987
1.1.6	Collections from previously written off loans	140.127
1.1.7	Cash payments to personnel and service suppliers	623.466
1.1.8	Taxes paid	(1.161.450)
1.1.9	Other	(388.172)
		(8.366.520)
<b>1.2</b>	<b>Assets and Liabilities Subject to Banking Operations</b>	<b>(2.665.507)</b>
1.2.1	Net (increase) decrease in financial assets held for sale	(94.288)
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	(2.725)
1.2.4	Net (increase) decrease in loans	(35.381.490)
1.2.5	Net (increase) decrease in other assets	(4.481.700)
1.2.6	Net increase (decrease) in bank deposits	6.382.618
1.2.7	Net increase (decrease) in other deposits	21.310.912
1.2.8	Net increase (decrease) in loans borrowed	(575.788)
1.2.9	Net increase (decrease) in matured payables	-
1.2.10	Net increase (decrease) in other liabilities	10.176.954
<b>I.</b>	<b>Net cash provided from banking operations</b>	<b>(7.292.107)</b>
<b>B.</b>	<b>CASH FLOWS FROM INVESTMENT ACTIVITIES</b>	
<b>II.</b>	<b>Net cash provided from/ (used in) investing activities</b>	<b>(5.790.106)</b>
2.1	Cash paid for purchase of joint ventures, associates and subsidiaries	(142.652)
2.2	Cash obtained from sale of entities joint ventures, associates and subsidiaries	-
2.3	Fixed assets purchases	(644.293)
2.4	Fixed assets sales	134.214
2.5	Cash paid for purchase of financial assets at fair value through other comprehensive income	(5.274.321)
2.6	Cash obtained from sale of financial assets at fair value through other comprehensive income	2.301.906
2.7	Cash paid for purchase of investment securities	(3.865.471)
2.8	Cash obtained from sale of investment securities	1.683.298
2.9	Other	17.213
<b>C.</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
<b>III.</b>	<b>Net cash used in financing activities</b>	<b>2.051.384</b>
3.1	Cash obtained from loans borrowed and securities issued	3.071.044
3.2	Cash used for repayment of loans borrowed and securities issued	(1.019.660)
3.3	Bonds issued	-
3.4	Dividends paid	-
3.5	Payments for finance leases	-
3.6	Other	-
<b>IV.</b>	<b>Effect of change in foreign exchange rate on cash and cash equivalents</b>	<b>2.262.701</b>
<b>V.</b>	<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>(8.768.128)</b>
<b>VI.</b>	<b>Cash and cash equivalents at beginning of the period</b>	<b>27.121.864</b>
<b>VII.</b>	<b>Cash and cash equivalents at end of the period</b>	<b>18.353.736</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF CASH FLOWS AS OF 30 JUNE 2017**  
*(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)*

**VI. STATEMENT OF CASH FLOWS**

	<b>Reviewed</b>
	<b>Prior period</b>
	<b>1 January –</b>
	<b>30 June 2017</b>
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>	
<b>1.1 Operating profit before changes in operating assets and liabilities</b>	<b>3.425.984</b>
1.1.1 Interest received	10.630.177
1.1.2 Interest paid	(5.693.938)
1.1.3 Dividend received	22.165
1.1.4 Fees and commissions received	1.252.323
1.1.5 Other income	124.445
1.1.6 Collections from previously written off loans	275.921
1.1.7 Cash payments to personnel and service suppliers	(966.899)
1.1.8 Taxes paid	(261.654)
1.1.9 Other	(1.956.556)
<b>1.2 Assets and Liabilities Subject to Banking Operations</b>	<b>2.332.760</b>
1.2.1 Net (increase) decrease in financial assets held for sale	25.256
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	5.763
1.2.4 Net (increase) decrease in loans	(22.268.921)
1.2.5 Net (increase) decrease in other assets	(3.985.644)
1.2.6 Net increase (decrease) in bank deposits	(5.990.014)
1.2.7 Net increase (decrease) in other deposits	27.390.763
1.2.8 Net increase (decrease) in loans borrowed	(1.381.989)
1.2.9 Net increase (decrease) in matured payables	-
1.2.10 Net increase (decrease) in other liabilities	8.537.546
<b>I. Net cash provided from banking operations</b>	<b>5.758.744</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>	
<b>II. Net cash provided from/ (used in) investing activities</b>	<b>(3.746.959)</b>
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	(143.876)
2.4 Fixed assets sales	66.930
2.5 Cash paid for purchase of financial assets available for sale	(3.689.038)
2.6 Cash obtained from sale of financial assets available for sale	2.675.429
2.7 Cash paid for purchase of investment securities	(2.974.241)
2.8 Cash obtained from sale of investment securities	316.770
2.9 Other	1.067
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>	
<b>III. Net cash used in financing activities</b>	<b>717.615</b>
3.1 Cash obtained from loans borrowed and securities issued	3.059.860
3.2 Cash used for repayment of loans borrowed and securities issued	(2.086.358)
3.3 Bonds issued	-
3.4 Dividends paid	(255.827)
3.5 Payments for finance leases	(60)
3.6 Other	-
<b>IV. Effect of change in foreign exchange rate on cash and cash equivalents</b>	<b>16.914</b>
<b>V. Net increase / (decrease) in cash and cash equivalents</b>	<b>2.746.314</b>
<b>VI. Cash and cash equivalents at beginning of the period</b>	<b>14.388.793</b>
<b>VII. Cash and cash equivalents at end of the period</b>	<b>17.135.107</b>

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