

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

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

		Reviewed		
		Current Period		
		30 September 2018		
ASSETS	Note	TRY	FC	TOTAL
I. FINANCIAL ASSETS (NET)		69.976.689	44.401.371	114.378.060
1.1 Cash and Cash Equivalents		9.656.469	28.612.324	38.268.793
1.1.1 Cash and Balances with Central Bank	(1)	6.302.744	24.081.628	30.384.372
1.1.2 Banks	(3)	2.090.017	4.530.696	6.620.713
1.1.3 Money Markets		1.263.708	-	1.263.708
1.2 Financial Assets at Fair Value Through Profit or Loss	(2)	15.119.944	34.968	15.154.912
1.2.1 Government Debt Securities		15.086.948	33.357	15.120.305
1.2.2 Equity Instruments		802	1.279	2.081
1.2.3 Other Financial Assets		32.194	332	32.526
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	(4)	2.061.395	1.597.025	3.658.420
1.3.1 Government Debt Securities		2.035.118	1.486.994	3.522.112
1.3.2 Equity Instruments		26.086	110.031	136.117
1.3.3 Other Financial Assets		191	-	191
1.4 Financial Assets Measured at Amortised Cost	(6)	43.167.065	12.663.951	55.831.016
1.4.1 Government Debt Securities		43.167.065	12.663.951	55.831.016
1.4.2 Other Financial Assets		-	-	-
1.5 Derivative Financial Assets	(2)	5.262	1.495.339	1.500.601
1.5.1 Derivative Financial Assets at Fair Value Through Profit or Loss		5.262	1.495.339	1.500.601
1.5.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-
1.6 Non – Performing Financial Assets		-	-	-
1.7 Expected Loss Provision (-)		33.446	2.236	35.682
II. LOANS (Net)		167.418.754	104.604.810	272.023.564
2.1 Loans	(5)	166.263.233	101.590.963	267.854.196
2.1.1 Measured at Amortised Cost		166.263.233	101.590.963	267.854.196
2.1.2 Fair Value Through Profit or Loss		-	-	-
2.1.3 Fair Value Through Other Comprehensive Income		-	-	-
2.2 Lease Receivables	(10)	620.004	2.738.480	3.358.484
2.2.1 Financial Lease Receivables		784.026	3.207.354	3.991.380
2.2.2 Operating Lease Receivables		-	-	-
2.2.3 Unearned Income (-)		164.022	468.874	632.896
2.3 Factoring Receivables		1.314.320	190.331	1.504.651
2.3.1 Measured at Amortised Cost		1.314.320	190.331	1.504.651
2.3.2 Fair Value Through Profit or Loss		-	-	-
2.3.3 Fair Value Through Other Comprehensive Income		-	-	-
2.4 Non- Performing Loans	(5)	7.292.708	415.209	7.707.917
2.5 Expected Credit Loss (-)	(5)	8.071.511	330.173	8.401.684
2.5.1 12 Month Expected Credit Losses (Stage I)		1.153.501	41.990	1.195.491
2.5.2 Significant Increase in Credit Risk (Stage II)		1.204.356	10.936	1.215.292
2.5.3 Credit – Impaired Losses (Stage III / Special Provision)		5.713.654	277.247	5.990.901
III. PROPERTY AND EQUIPMENT HELD FOR SALE PURPOSE AND RELATED TO DISCONTINUED OPERATIONS (NET)	(14)	5.610	-	5.610
3.1 Held for Sale Purpose		5.610	-	5.610
3.2 Related to Discontinued Operations		-	-	-
IV. EQUITY INVESTMENTS		80.175	492.881	573.056
4.1 Investments in Associates (Net)	(7)	27.997	492.881	520.878
4.1.1 Associates Valued Based on Equity Method		18.645	492.881	511.526
4.1.2 Unconsolidated Associates		9.352	-	9.352
4.2 Subsidiaries (Net)	(8)	52.178	-	52.178
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-
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)		4.222.046	139.226	4.361.272
VI. INTANGIBLE ASSETS (Net)		107.013	31.961	138.974
6.1 Goodwill		-	-	-
6.2 Other		107.013	31.961	138.974
VII. INVESTMENT PROPERTIES (Net)	(12)	959.935	6.970	966.905
VIII. CURRENT TAX ASSET		9.268	4.720	13.988
IX. DEFERRED TAX ASSET	(13)	97.565	3.483	101.048
X. OTHER ASSETS	(15)	3.266.928	2.123.561	5.390.489
TOTAL ASSETS		246.143.983	151.808.983	397.952.966

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

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

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

ASSETS	Note	Audited		
		Prior period		
		TRY	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	(1)	12.917.490	23.763.887	36.681.377
II. FINANCIAL ASSETS AT FV THROUGH PROFIT AND LOSS (Net)	(2)	10.120.010	363.498	10.483.508
2.1 Trading financial assets		10.120.010	363.498	10.483.508
2.1.1 Public sector debt securities		10.095.327	-	10.095.327
2.1.2 Share certificates		354	886	1.240
2.1.3 Financial assets held for trading		118	362.398	362.516
2.1.4 Other marketable securities		24.211	214	24.425
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)	677.360	5.635.807	6.313.167
IV. MONEY MARKET PLACEMENTS		1.288.168	-	1.288.168
4.1 Interbank money market placements		1.258.647	-	1.258.647
4.2 Takasbank (Clearing & Settlement Bank) Money Market placements		29.211	-	29.211
4.3 Receivables from reverse repurchase agreements		310	-	310
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(4)	11.599.564	6.099.614	17.699.178
5.1 Share certificates		24.561	54.538	79.099
5.2 Public sector debt securities		11.575.003	6.045.076	17.620.079
5.3 Other marketable securities		-	-	-
VI. LOANS AND RECEIVABLES	(5)	139.626.734	65.925.861	205.552.595
6.1 Loans and receivables		138.299.409	65.842.861	204.142.270
6.1.1 Loans extended to risk group of the Bank		-	-	-
6.1.2 Public sector debt securities		-	-	-
6.1.3 Other		138.299.409	65.842.861	204.142.270
6.2 Loans under follow-up		6.106.597	189.809	6.296.406
6.3 Specific provisions (-)		4.779.272	106.809	4.886.081
VII. FACTORING RECEIVABLES		1.051.939	159.993	1.211.932
VIII. HELD TO MATURITY INVESTMENTS (Net)	(6)	19.304.493	2.682.606	21.987.099
8.1 Public sector debt securities		19.261.098	2.682.606	21.943.704
8.2 Other marketable securities		43.395	-	43.395
IX. INVESTMENTS IN ASSOCIATES (Net)	(7)	22.590	330.548	353.138
9.1 Accounted for under equity method		16.270	330.548	346.818
9.2 Unconsolidated associates		6.320	-	6.320
9.2.1 Financial investments		-	-	-
9.2.2 Non-financial investments		6.320	-	6.320
X. INVESTMENTS IN SUBSIDIARIES (Net)	(8)	52.178	-	52.178
10.1 Unconsolidated financial subsidiaries		-	-	-
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)	626.642	2.044.611	2.671.253
12.1 Finance lease receivables		788.528	2.378.704	3.167.232
12.2 Operating lease receivables		-	-	-
12.3 Other		-	-	-
12.4 Unearned income (-)		161.886	334.093	495.979
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)	3.658.962	92.638	3.751.600
XV. INTANGIBLE ASSETS (Net)	(13)	120.393	22.702	143.095
15.1 Goodwill		-	-	-
15.2 Other		120.393	22.702	143.095
XVI. INVESTMENT PROPERTIES (Net)	(14)	905.720	4.658	910.378
XVII. TAX ASSETS	(15)	87.747	6.296	94.043
17.1 Current tax assets		2.841	4.021	6.862
17.2 Deferred tax assets		84.906	2.275	87.181
XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(16)	790	-	790
18.1 Held for sale purpose		790	-	790
18.2 Held from discontinued operations		-	-	-
XIX. OTHER ASSETS	(17)	2.630.828	395.429	3.026.257
TOTAL ASSETS		204.691.608	107.528.148	312.219.756

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

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

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

		Reviewed			
		Current Period			
		30 September 2018			
LIABILITIES	Note	TRY	FC	TOTAL	
I. DEPOSITS	(1)	132.883.935	107.995.802	240.879.737	
II. FUNDS BORROWED	(3)	1.724.782	21.156.677	22.881.459	
III. MONEY MARKET BORROWINGS		42.886.069	8.343.155	51.229.224	
IV. SECURITIES ISSUED (Net)	(4)	3.102.434	13.606.320	16.708.754	
4.1 Bills		2.559.425	-	2.559.425	
4.2 Assets Backed Securities		543.009	-	543.009	
4.3 Bonds		-	13.606.320	13.606.320	
V. FUNDS	(5)	2.787.175	-	2.787.175	
5.1 Borrower Funds		143	-	143	
5.2 Other		2.787.032	-	2.787.032	
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	
VII. DERIVATIVE FINANCIAL ASSETS	(2)	5.902	1.119.427	1.125.329	
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		5.902	1.119.427	1.125.329	
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	
VIII. FACTORING LIABILITIES		4.075	105	4.180	
IX. LEASE LIABILITIES	(7)	-	-	-	
9.1 Financial Lease		-	-	-	
9.2 Operating Lease		-	-	-	
9.3 Other		-	-	-	
9.4 Deferred Financial Lease Expenses (-)		-	-	-	
X. PROVISIONS	(9)	3.722.448	21.674	3.744.122	
10.1 Restructuring Provisions		-	-	-	
10.2 Reserve for Employee Benefits		796.058	9.454	805.512	
10.3 Insurance for Technical Provision(Net)		2.185.672	-	2.185.672	
10.4 Other Provisions		740.718	12.220	752.938	
XI. CURRENT TAX LIABILITY	(10)	936.565	7.116	943.681	
XII. DEFERRED TAX LIABILITIES	(10)	656.403	2.152	658.555	
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)	6.025.375	-	6.025.375	
14.1 Loans		-	-	-	
14.2 Other Debt Instruments		6.025.375	-	6.025.375	
XV. OTHER LIABILITIES	(6)	20.729.725	1.346.747	22.076.472	
XVI. SHAREHOLDERS' EQUITY	(13)	28.563.009	325.894	28.888.903	
16.1 Paid in Capital		1.250.000	-	1.250.000	
16.2 Capital Reserves		1.267.200	39	1.267.239	
16.2.1 Share Premium		39.740	-	39.740	
16.2.2 Share Cancellation Profits		-	-	-	
16.2.3 Other Capital Reserves		1.227.460	39	1.227.499	
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		2.239.242	(104)	2.239.138	
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit ort Loss		(41.342)	(178.280)	(219.622)	
16.5 Profit Reserves		20.490.940	383.398	20.874.338	
16.5.1 Legal Reserves		2.009.871	8.868	2.018.739	
16.5.2 Status Reserves		-	-	-	
16.5.3 Extraordinary Reserves		18.433.927	104.574	18.538.501	
16.5.4 Other Profit Reserves		47.142	269.956	317.098	
16.6 Income or (Loss)		3.121.522	114.849	3.236.371	
16.6.1 Prior Periods' Income or (Loss)		808.240	199.637	1.007.877	
16.6.2 Current Period Income or (Loss)		2.313.282	(84.788)	2.228.494	
16.7 Minority Shares		235.447	5.992	241.439	
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		244.027.897	153.925.069	397.952.966	

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

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

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

		Audited		
		Prior period		
		31 December 2017		
LIABILITIES AND SHAREHOLDERS' EQUITY	Note	TRY	FC	Total
I. DEPOSITS	(1)	116.559.965	76.710.656	193.270.621
1.1 Deposits Held by the Risk Group of the Bank		21.534	8	21.542
1.2 Other		116.538.431	76.710.648	193.249.079
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(2)	146	150.527	150.673
III. FUNDS BORROWED	(3)	1.436.861	18.621.623	20.058.484
IV. MONEY MARKET BALANCES	(3)	29.615.560	5.387.762	35.003.322
4.1 Interbank money market borrowings		29.030.813	1.247.014	30.277.827
4.2 Takasbank (Clearing & Settlement Bank) Money Market takings		377.295	-	377.295
4.3 Funds from repurchase agreements		207.452	4.140.748	4.348.200
V. MARKETABLE SECURITIES ISSUED (Net)	(4)	3.381.225	8.640.905	12.022.130
5.1 Treasury bills		3.280.789	-	3.280.789
5.2 Asset-backed securities		100.436	-	100.436
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		3.678.813	179.545	3.858.358
VIII. OTHER LIABILITIES	(6)	11.476.631	526.985	12.003.616
IX. FACTORING PAYABLES		2.307	755	3.062
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)	5.299.348	40.741	5.340.089
12.1 General loan provisions		2.288.701	28.456	2.317.157
12.2 Restructuring provisions		-	-	-
12.3 Employee benefits provisions		854.242	6.198	860.440
12.4 Insurance technical reserves (Net)		1.810.804	-	1.810.804
12.5 Other provisions		345.601	6.087	351.688
XIII. TAX LIABILITIES	(10)	1.244.449	7.244	1.251.693
13.1 Current tax liabilities		672.431	5.092	677.523
13.2 Deferred tax liabilities		572.018	2.152	574.170
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)	25.378.161	150.528	25.528.689
16.1 Paid-in capital		1.250.000	-	1.250.000
16.2 Capital reserves		3.088.739	(240.647)	2.848.092
16.2.1 Share Premium		39.737	-	39.737
16.2.2 Share cancellation profits		-	-	-
16.2.3 Marketable securities revaluation fund		(366.800)	(240.961)	(607.761)
16.2.4 Tangible assets revaluation reserves		2.253.371	275	2.253.646
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		4.723	-	4.723
16.2.8 Hedging Funds (effective portion)		-	-	-
16.2.9 Value Increase on Assets Held for Sale		-	-	-
16.2.10 Other capital reserves		1.157.708	39	1.157.747
16.3 Profit reserves		16.900.753	180.650	17.081.403
16.3.1 Legal reserves		1.750.382	8.559	1.758.941
16.3.2 Statutory reserves		-	-	-
16.3.3 Extraordinary reserves		15.103.229	27.317	15.130.546
16.3.4 Other profit reserves		47.142	144.774	191.916
16.4 Profit/Loss		3.932.096	206.974	4.139.070
16.4.1 Prior years' profits/losses		(4.150)	104.981	100.831
16.4.2 Period profit/loss		3.936.246	101.993	4.038.239
16.5 Minority shares	(14)	206.573	3.551	210.124
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		201.802.485	110.417.271	312.219.756

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 30 SEPTEMBER 2018

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

II. CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS

		Reviewed		
		Current Period		
		30 September 2018		
OFF BALANCE SHEET	Note	TRY	FC	TOTAL
A.	COMMITMENTS AND CONTINGENCIES (I+II+III)	71.000.013	109.315.863	180.315.876
I.	GUARANTEES AND SURETIES	35.577.948	51.674.304	87.252.252
1.1	Letters of guarantee	33.540.570	40.438.853	73.979.423
1.1.1	Guarantees subject to public procurement law	1.834.535	15.890.193	17.724.728
1.1.2	Guarantees given for foreign trade operations	-	82.696	82.696
1.1.3	Other letters of guarantee	31.706.035	24.465.964	56.171.999
1.2	Bank loans	8.140	6.849.698	6.857.838
1.2.1	Import acceptances	-	117.653	117.653
1.2.2	Other bank acceptances	8.140	6.732.045	6.740.185
1.3	Letters of credit	127.479	4.222.353	4.349.832
1.3.1	Documentary letters of credit	127.479	4.222.353	4.349.832
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	1.901.759	163.400	2.065.159
1.9	Other sureties	-	-	-
II.	COMMITMENTS	23.934.189	3.847.450	27.781.639
2.1	Irrevocable commitments	23.828.079	2.314.541	26.142.620
2.1.1	Forward asset purchase commitments	516.984	1.036.322	1.553.306
2.1.2	Forward deposit purchase and sale commitments	-	-	-
2.1.3	Capital commitments to subsidiaries and associates	-	-	-
2.1.4	Loan granting commitments	4.347.944	754.907	5.102.851
2.1.5	Securities underwriting commitments	-	-	-
2.1.6	Payment commitments for reserve deposits	-	-	-
2.1.7	Payment commitments for Cheques	2.890.985	-	2.890.985
2.1.8	Tax and fund liabilities from export commitments	52.840	-	52.840
2.1.9	Commitments for credit card expenditure limits	12.224.944	61.225	12.286.169
2.1.10	Commitments for credit cards and banking services promotions	35.545	-	35.545
2.1.11	Receivables from short sale commitments	-	-	-
2.1.12	Payables for short sale commitments	-	-	-
2.1.13	Other irrevocable commitments	3.758.837	462.087	4.220.924
2.2	Revocable commitments	106.110	1.532.909	1.639.019
2.2.1	Revocable loan granting commitments	-	1.168.542	1.168.542
2.2.2	Other revocable commitments	106.110	364.367	470.477
III.	DERIVATIVE FINANCIAL INSTRUMENTS	11.487.876	53.794.109	65.281.985
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	11.487.876	53.794.109	65.281.985
3.2.1	Forward foreign currency buy/sell transactions	4.116.943	11.836.271	15.953.214
3.2.1.1	Forward foreign currency transactions-buy	1.112.694	8.209.666	9.322.360
3.2.1.2	Forward foreign currency transactions-sell	3.004.249	3.626.605	6.630.854
3.2.2	Currency and interest rate swaps	2.629.362	31.177.961	33.807.323
3.2.2.1	Currency swap-buy	1.530.855	5.499.667	7.030.522
3.2.2.2	Currency swap-sell	1.098.507	5.827.030	6.925.537
3.2.2.3	Interest rate swap-buy	-	9.925.632	9.925.632
3.2.2.4	Interest Rate swap-sell	-	9.925.632	9.925.632
3.2.3	Currency, interest rate and marketable securities options	4.741.571	7.142.958	11.884.529
3.2.3.1	Currency call options	2.370.864	3.571.398	5.942.262
3.2.3.2	Currency put options	2.370.707	3.571.560	5.942.267
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	-	3.636.919	3.636.919
B.	CUSTODY AND PLEDGED ASSETS (IV+V+VI)	951.295.355	350.044.379	1.301.339.734
IV.	CUSTODIES	435.462.173	44.345.058	479.807.231
4.1	Assets under management	-	-	-
4.2	Custody marketable securities	172.822.256	892.102	173.714.358
4.3	Cheques in collection process	17.312.442	29.990.610	47.303.052
4.4	Commercial notes in collection process	231.826.306	5.604.055	237.430.361
4.5	Other assets in collection process	-	-	-
4.6	Underwritten securities	-	-	-
4.7	Other custodies	4.009.865	258.639	4.268.504
4.8	Custodians	9.491.304	7.599.652	17.090.956
V.	PLEDGED ASSETS	515.833.182	305.699.321	821.532.503
5.1	Marketable securities	5.443.828	873.327	6.317.155
5.2	Collateral notes	8.768.449	1.375.872	10.144.321
5.3	Commodity	25.813	-	25.813
5.4	Warranty	-	-	-
5.5	Land and buildings	374.519.606	253.263.416	627.783.022
5.6	Other pledged assets	77.378.487	45.448.316	122.826.803
5.7	Pledges	49.696.999	4.738.390	54.435.389
VI.	ACCEPTED BILL GUARANTEES AND SURETIES	-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		1.022.295.368	459.360.242	1.481.655.610

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

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

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

II. CONSOLIDATED 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)		55.825.715	59.017.870	114.843.585
I. GUARANTEES AND SURETIES	(1)	28.091.702	30.695.956	58.787.658
1.1 Letters of guarantee		26.885.534	22.774.574	49.660.108
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		-	24.183	24.183
1.1.3 Other letters of guarantee		25.362.862	12.704.612	38.067.474
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	4.100.917	4.148.121
1.3.1 Documentary letters of credit		47.204	4.100.917	4.148.121
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	143.787	1.285.922
1.9 Other sureties		-	-	-
II. COMMITMENTS	(1)	22.879.077	2.235.117	25.114.194
2.1 Irrevocable commitments		22.879.077	1.310.028	24.189.105
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	493.963	4.685.365
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	37.787	11.599.896
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	116.311	3.653.304
2.2 Revocable commitments		-	925.089	925.089
2.2.1 Revocable loan granting commitments		-	57.071	57.071
2.2.2 Other revocable commitments		-	868.018	868.018
III. DERIVATIVE FINANCIAL INSTRUMENTS		4.854.936	26.086.797	30.941.733
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		4.854.936	26.086.797	30.941.733
3.2.1 Forward foreign currency buy/sell transactions		2.711.228	6.374.073	9.085.301
3.2.1.1 Forward foreign currency transactions-buy		1.359.880	4.498.627	5.858.507
3.2.1.2 Forward foreign currency transactions-sell		1.351.348	1.875.446	3.226.794
3.2.2 Currency and interest rate swaps		1.353.630	15.891.963	17.245.593
3.2.2.1 Currency swap-buy		418.414	2.843.148	3.261.562
3.2.2.2 Currency swap-sell		935.216	2.162.053	3.097.269
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)		835.132.210	209.876.872	1.045.009.082
IV. CUSTODIES		394.414.878	29.275.633	423.690.511
4.1 Assets under management		-	-	-
4.2 Custody marketable securities		177.566.380	518.467	178.084.847
4.3 Cheques in collection process		15.489.840	22.716.178	38.206.018
4.4 Commercial notes in collection process		193.733.321	491.087	194.224.408
4.5 Other assets in collection process		-	-	-
4.6 Underwritten securities		-	-	-
4.7 Other custodies		4.136.680	127.221	4.263.901
4.8 Custodians		3.488.657	5.422.680	8.911.337
V. PLEDGED ASSETS		440.717.332	180.601.239	621.318.571
5.1 Marketable securities		4.512.526	571.558	5.084.084
5.2 Collateral notes		7.261.444	911.790	8.173.234
5.3 Commodity		25.813	145.204	171.017
5.4 Warranty		-	-	-
5.5 Land and buildings		324.029.119	151.762.384	475.791.503
5.6 Other pledged assets		67.075.089	23.900.616	90.975.705
5.7 Pledges		37.813.341	3.309.687	41.123.028
VI. ACCEPTED BILL GUARANTEES AND SURETIES		-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		890.957.925	268.894.742	1.159.852.667

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

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

III. CONSOLIDATED STATEMENT OF INCOME

INCOME AND EXPENSES	Note	Reviewed Current Period	
		1 January- 30 September 2018	1 July- 30 September 2018
I. INTEREST INCOME	(1)	25.551.578	10.356.246
1.1 Interest on Loans		20.406.893	8.095.176
1.2 Interest on Reserve Requirements		94.858	25.259
1.3 Interest on Banks		403.569	187.994
1.4 Interest on Money Market Transactions		34.525	9.970
1.5 Interest on Marketable Securities Portfolio		4.134.451	1.825.309
1.5.1 Fair Value Through Profit or Loss		13.806	6.448
1.5.2 Fair Value Through Other Comprehensive Income		177.730	93.771
1.5.3 Measured at Amortized Cost		3.942.915	1.725.090
1.6 Financial Lease Income		215.792	91.364
1.7 Other Interest Income		261.490	121.174
II. INTEREST EXPENSE (-)	(2)	18.825.180	8.109.444
2.1 Interest on Deposits		13.325.231	5.533.381
2.2 Interest on Funds Borrowed		622.713	279.338
2.3 Interest Expense on Money Market Transactions		3.658.659	1.758.607
2.4 Interest on Securities Issued		1.027.474	461.365
2.5 Other Interest Expense		191.103	76.753
III. NET INTEREST INCOME (I - II)		6.726.398	2.246.802
IV. NET FEES AND COMMISSIONS INCOME		1.352.619	482.941
4.1 Fees and Commissions Received		1.929.528	710.787
4.1.1 Non – cash Loans		421.282	167.895
4.1.2 Other		1.508.246	542.892
4.2 Fees and Commissions Paid (-)		576.909	227.846
4.2.1 Non – cash Loans		2.745	746
4.2.2 Other		574.164	227.100
V. PERSONNEL EXPENSE (-)		(1.870.938)	(612.302)
VI. DIVIDEND INCOME		12.833	170
VII. TRADING INCOME / LOSS (Net)	(3)	36.178	(55.098)
7.1 Trading Gains / (Losses) on Securities		21.212	5.725
7.2 Gains / (Losses) on Derivate Financial Transactions		2.346.552	2.023.006
7.3 Foreign Exchange Gains / (Losses)		(2.331.586)	(2.083.829)
VIII. OTHER OPERATING INCOME	(4)	1.843.925	623.072
IX. GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)		8.101.015	2.685.585
X. EXPECTED LOSS PROVISIONS (-)	(5)	2.010.519	964.818
XI. OTHER OPERATING EXPENSES (-)	(6)	3.296.842	1.209.767
XII. NET OPERATING INCOME /LOSS (IX-X-XI)		2.793.654	511.000
XIII. EXCESS AMOUNT RECORDED AS INCOME AFTER MERGER		-	-
XIV. INCOME / (LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD		22.343	8.543
XV. INCOME / (LOSS) ON NET MONETARY POSITION		-	-
XVI. PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XII+...+XV)	(7)	2.815.997	519.543
XVII. TAX PROVISIONS FOR CONTINUED OPERATIONS (±)	(8)	(569.145)	(118.099)
17.1 Current Tax Provision		158.459	76.431
17.2 Deferred Tax Income Effect (+)		1.396.677	626.728
17.3 Deferred Tax Expense Effect (-)		985.991	585.060
XVIII. CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVI±XVII)	(9)	2.246.852	401.444
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)	(10)	2.246.852	401.444
24.1 Profit / (Loss) of Group		2.228.494	390.729
24.2 Profit / (Loss) of Minority Shares (-)		18.358	10.715
Profit / (Loss) Per Share		1,7828	0,3126

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

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

III. CONSOLIDATED STATEMENT OF INCOME

INCOME AND EXPENSES		Note	Reviewed Prior period	
			1 January - 30 September 2017	1 July - 30 September 2017
I.	INTEREST INCOME	(1)	16.766.864	5.919.292
1.1	Interest on loans		13.495.215	5.013.334
1.2	Interest received from reserve deposits		91.700	39.570
1.3	Interest received from banks		180.593	65.482
1.4	Interest received from money market placements		23.722	173
1.5	Interest income on marketable securities		2.692.405	704.029
1.5.1	Financial assets held for trading		2.191	708
1.5.2	Financial assets at fair value through profit and loss		-	-
1.5.3	Financial assets available-for-sale		1.139.110	331.227
1.5.4	Investments held-to-maturity		1.551.104	372.094
1.6	Finance lease income		140.686	49.956
1.7	Other interest income		142.543	46.748
II.	INTEREST EXPENSE	(2)	10.605.687	4.219.830
2.1	Interest on deposits		7.672.335	3.060.498
2.2	Interest on borrowings		381.723	120.855
2.3	Interest on money market borrowings		1.865.205	808.716
2.4	Interest on bonds issued		596.752	205.049
2.5	Other interest expense		89.672	24.712
III.	NET INTEREST INCOME [I – II]		6.161.177	1.699.462
IV.	NET FEES AND COMMISSIONS INCOME		1.462.605	496.926
4.1	Fees and commissions income		1.880.646	634.239
4.1.1	Non-cash loans		291.151	103.680
4.1.2	Other		1.589.495	530.559
4.2	Fees and commissions expenses		418.041	137.313
4.2.1	Non-cash loans		2.966	993
4.2.2	Other		415.075	136.320
V.	DIVIDEND INCOME	(3)	6.302	2.835
VI.	NET TRADING PROFIT (NET)	(4)	113.284	(8.978)
6.1	Profit/loss from capital market operations		30.359	10.856
6.2	Profit/loss from financial derivative transactions		(344.963)	(155.076)
6.3	Foreign exchange gains/losses		427.888	135.242
VII.	OTHER OPERATING INCOME	(5)	1.522.666	526.501
VIII.	TOTAL OPERATING INCOME (III+IV+V+VI+VII)		9.266.034	2.716.746
IX.	IMPAIRMENT LOSSES ON LOANS AND OTHER RECEIVABLES (-)	(6)	1.067.702	326.210
X.	OTHER OPERATING EXPENSES(-)	(7)	4.257.393	1.538.924
XI.	NET OPERATING INCOME/(LOSS) (VIII-IX-X)		3.940.939	851.612
XII.	AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER		-	-
XIII.	PROFIT/LOSSES FROM SUBSIDIARIES ACCOUNTED FOR AT EQUITY METHOD		15.559	5.625
XIV.	GAIN / (LOSS) ON NET MONETARY POSITION		-	-
XV.	INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)	(8)	3.956.498	857.237
XVI.	TAX INCOME PROVISION (±)	(9)	(810.031)	(177.380)
16.1	Current tax charge		(758.712)	(156.731)
16.2	Deferred tax (charge) / benefit		(51.319)	(20.649)
XVII.	NET OPERATING INCOME AFTER TAX (XV±XVI)	(10)	3.146.467	679.857
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)	3.146.467	679.857
23.1	Group's profit/loss		3.137.182	677.283
23.2	Minority shares profit/loss		9.285	2.574
	Earnings/losses per share (Full TRY)		2,50975	0,54183

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS
ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS OF 30 SEPTEMBER 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

	Reviewed
	Current Period
	1 January –
	30 September 2018
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	
I. CURRENT PERIOD INCOME/LOSS	2.246.852
II. OTHER COMPREHENSIVE INCOME	384.375
2.1 Not Reclassified Through Profit or Loss	(3.764)
2.1.1 Property and Equipment Revaluation Increase/Decrease	(4.262)
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	388.139
2.2.1 Foreign Currency Translation Differences	(55.133)
2.2.2 Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	524.824
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	(81.552)
III. TOTAL COMPREHENSIVE INCOME (I+II)	2.631.227

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF INCOME AND EXPENSE ITEMS
ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS OF 30 SEPTEMBER 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

	Reviewed
	Prior period
	1 January-
	30 September 2017
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	284.540
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	(3.084)
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	182.675
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	(32.263)
IX. DEFERRED TAX ON VALUATION DIFFERENCES	(12.685)
X. TOTAL NET PROFIT/LOSS ACCOUNTED FOR UNDER EQUITY (I+II+...+IX)	419.183
XI. PROFIT/LOSS	3.146.467
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	32.538
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	3.113.929
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)	3.565.650

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 30 SEPTEMBER 2018
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Reviewed (1 January – 30 September 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		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	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)	Current Period Profit or (Loss)	Expect Minority Shares		Minority Shares
I. Prior Period End Balance	1.250.000	39.737	-	1.173.214	2.253.646	(10.744)	-	52.631	(660.392)	-	17.081.403	4.139.070	-	25.318.565	210.124	25.528.689
II. Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	678.853	-	678.853	4	678.857
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	678.853	-	678.853	4	678.857
III. Adjusted Beginning Balance (I+II)	1.250.000	39.737	-	1.173.214	2.253.646	(10.744)	-	52.631	(660.392)	-	17.081.403	4.817.923	-	25.997.418	210.128	26.207.546
IV. Total Comprehensive Income	-	-	-	-	(3.764)	-	-	(55.133)	443.272	-	-	-	2.228.494	2.612.869	18.358	2.631.227
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	-	3	-	54.285	-	-	-	-	-	-	(11.428)	2.709	-	45.569	13.910	59.479
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	3.804.363	(3.812.755)	-	(8.392)	(957)	(9.349)
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	(186.274)	-	(186.274)	(2.521)	(188.795)
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	3.804.363	(3.626.481)	-	177.882	1.564	179.446
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)	1.250.000	39.740	-	1.227.499	2.249.882	(10.744)	-	(2.502)	(217.120)	-	20.874.338	1.007.877	2.228.494	28.647.464	241.439	28.888.903

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS OF 30 SEPTEMBER 2017
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. CONSOLIDATED 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.f.	Total Shareholder's equity		
																	Minority Shares	Total shareholders' equity	
I. 1 January 2017 – 30 September 2017																			
Balance at end of prior period		1.250.000	1.220.451	39.737	- 1.562.172	-	-	12.956.536	33.837	2.533.607	166.949	(718.928)	2.107.278	4.723	-	-	21.156.362	213.158	21.369.520
Changes within the period																			
II. Increase/decrease generated by merger		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation changes in marketable securities		-	-	-	-	-	-	-	-	-	-	272.198	-	-	-	-	272.198	(497)	271.701
IV. Hedging funds (effective portion)		-	-	-	-	-	-	-	(62.126)	-	-	-	-	-	-	-	(62.126)	-	(62.126)
4.1 Cash-flow hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Hedges for investment made in foreign countries		-	-	-	-	-	-	-	(62.126)	-	-	-	-	-	-	-	(62.126)	-	(62.126)
V. Revaluation changes of property and equipment		-	-	-	-	-	-	-	-	-	-	-	(2.930)	-	-	-	(2.930)	-	(2.930)
VI. Revaluation changes of intangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus shares from investment and associates, subsidiaries and joint ventures (business partners).		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign exchange differences		-	-	-	-	-	-	-	182.386	-	-	-	-	-	-	-	182.386	289	182.675
IX. Changes after disposal of securities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes after reclassification of securities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effect of changes in shareholders equity of investments and associates to bank's shareholders equity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Increase in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1 Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2 From internal resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Issuance of share certificates at end of period		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Share cancellation profits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Adjustment to paid-in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Other⁽¹⁾		-	-	-	(1.186)	-	-	(1.877)	(5.927)	-	-	26.793	-	-	-	-	-	17.803	3.070
XVII. Net profit or losses		-	-	-	-	-	-	-	-	3.137.182	-	-	-	-	-	-	-	3.137.182	9.285
XVIII. Profit distribution		-	-	-	197.951	-	-	2.182.883	-	(2.533.607)	(103.054)	-	-	-	-	-	(255.827)	(757)	(256.584)
18.1 Dividends distributed		-	-	-	-	-	-	-	-	-	(255.827)	-	-	-	-	-	(255.827)	(757)	(256.584)
18.2 Transfers to legal reserves		-	-	-	197.951	-	-	2.182.883	-	-	(2.380.834)	-	-	-	-	-	-	-	-
18.3 Other		-	-	-	-	-	-	-	-	(2.533.607)	2.533.607	-	-	-	-	-	-	-	-
Period End Balance		1.250.000	1.220.451	39.737	- 1.758.937	-	-	15.137.542	148.170	3.137.182	90.688	(446.730)	2.104.348	4.723	-	-	24.445.048	224.548	24.669.596

⁽¹⁾ Due to change in group shares.

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

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

VI. CONSOLIDATED STATEMENT OF CASH FLOWS

		Reviewed
		Current Period
		1 January-
	Note	30 September 2018
A.	CASH FLOWS FROM BANKING OPERATIONS	
1.1	Operating profit before changes in operating assets and liabilities	(6.392.579)
1.1.1	Interest received	21.612.072
1.1.2	Interest paid	(16.746.457)
1.1.3	Dividend received	12.833
1.1.4	Fees and commissions received	1.940.288
1.1.5	Other income	1.572.045
1.1.6	Collections from previously written off loans	1.092.425
1.1.7	Cash payments to personnel and service suppliers	(1.893.388)
1.1.8	Taxes paid	(679.321)
1.1.9	Other	(13.303.076)
1.2	Assets and Liabilities Subject to Banking Operations	9.850.661
1.2.1	Net Increase / decrease in financial assets at fair value through profit or loss	(53.945)
1.2.2	Net (increase) / decrease in due from banks and other financial institutions	(15.413)
1.2.3	Net (increase) / decrease in loans	(63.307.247)
1.2.4	Net (increase) / decrease in other assets	2.793.028
1.2.5	Net increase / (decrease) in bank deposits	11.239.056
1.2.6	Net increase / (decrease) in other deposits	34.652.741
1.2.7	Net Increase / decrease in financial liabilities at fair value through profit or loss	-
1.2.8	Net increase / (decrease) in funds borrowed	2.744.550
1.2.9	Net increase / (decrease) in matured payables	-
1.2.10	Net increase / (decrease) in other liabilities	21.797.891
I.	Net cash provided from banking operations	3.458.082
B.	CASH FLOWS FROM INVESTMENT ACTIVITIES	
II.	Net cash provided from/ (used in) investing activities	(15.250.601)
2.1	Cash paid for purchase of joint ventures, associates and subsidiaries	(310.406)
2.2	Cash obtained from sale of entities joint ventures, associates and subsidiaries	-
2.3	Fixed assets purchases	(941.604)
2.4	Fixed assets sales	166.196
2.5	Cash paid for purchase of financial assets at fair value through other comprehensive income	(9.708.166)
2.6	Cash obtained from sale of financial assets at fair value through other comprehensive income	4.663.002
2.7	Cash paid for purchase of investment securities	(14.535.078)
2.8	Cash obtained from sale of investment securities	5.411.448
2.9	Other	4.007
C.	CASH FLOWS FROM FINANCING ACTIVITIES	
III.	Net cash used in financing activities	4.335.344
3.1	Cash obtained from loans borrowed and securities issued	7.280.577
3.2	Cash used for repayment of loans borrowed and securities issued	(2.756.438)
3.3	Bonds issued	-
3.4	Dividends paid	(188.795)
3.5	Payments for finance leases	-
3.6	Other	-
IV.	Effect of change in foreign exchange rate on cash and cash equivalents	6.871.944
V.	Net increase / (decrease) in cash and cash equivalents	(585.231)
VI.	Cash and cash equivalents at beginning of the period	27.122.191
VII.	Cash and cash equivalents at end of the period	26.536.960

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

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

VI. CONSOLIDATED STATEMENT OF CASH FLOWS

	Reviewed
	Prior period
	1 January –
Note	30 September 2017
A. CASH FLOWS FROM BANKING OPERATIONS	
1.1 Operating profit before changes in operating assets and liabilities	3.319.906
1.1.1 Interest received	15.269.846
1.1.2 Interest paid	(9.763.717)
1.1.3 Dividend received	6.302
1.1.4 Fees and commissions received	1.880.072
1.1.5 Other income	1.304.117
1.1.6 Collections from previously written off loans	454.190
1.1.7 Cash payments to personnel and service suppliers	(1.572.199)
1.1.8 Taxes paid	(877.733)
1.1.9 Other	(3.380.972)
1.2 Assets and Liabilities Subject to Banking Operations	5.492.368
1.2.1 Net (increase) decrease in financial assets held for sale	55.907
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	20.253
1.2.4 Net (increase) decrease in loans	(36.294.612)
1.2.5 Net (increase) decrease in other assets	(4.183.992)
1.2.6 Net increase (decrease) in bank deposits	(6.059.765)
1.2.7 Net increase (decrease) in other deposits	40.404.675
1.2.8 Net increase (decrease) in loans borrowed	(3.517.365)
1.2.9 Net increase (decrease) in matured payables	-
1.2.10 Net increase (decrease) in other liabilities	15.067.267
I. Net cash provided from banking operations	8.812.274
B. CASH FLOWS FROM INVESTMENT ACTIVITIES	
II. Net cash provided from/ (used in) investing activities	(4.214.154)
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries	(6.238)
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries	-
2.3 Fixed assets purchases	(292.352)
2.4 Fixed assets sales	122.093
2.5 Cash paid for purchase of financial assets available for sale	(7.263.615)
2.6 Cash obtained from sale of financial assets available for sale	5.399.499
2.7 Cash paid for purchase of investment securities	(3.892.235)
2.8 Cash obtained from sale of investment securities	1.733.653
2.9 Other	(14.959)
C. CASH FLOWS FROM FINANCING ACTIVITIES	
III. Net cash used in financing activities	(1.473.637)
3.1 Cash obtained from loans borrowed and securities issued	7.033.402
3.2 Cash used for repayment of loans borrowed and securities issued	(8.250.455)
3.3 Bonds issued	-
3.4 Dividends paid	(256.584)
3.5 Payments for finance leases	-
3.6 Other	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents	36.359
V. Net increase / (decrease) in cash and cash equivalents	3.160.842
VI. Cash and cash equivalents at beginning of the period	15.530.596
VII. Cash and cash equivalents at end of the period	18.691.438

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