

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

I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

		Audited		
		Current Period		
		31 December 2018		
ASSETS	Note	TRY	FC	TOTAL
I. FINANCIAL ASSETS (NET)		66.292.103	49.401.927	115.694.030
1.1 Cash and Cash Equivalents		4.163.791	35.934.002	40.097.793
1.1.1 Cash and Balances with Central Bank	(1)	3.982.876	30.974.174	34.957.050
1.1.2 Banks	(3)	180.915	4.959.828	5.140.743
1.1.3 Money Markets		-	-	-
1.2 Financial Assets at Fair Value Through Profit or Loss	(2)	14.475.244	21.455	14.496.699
1.2.1 Government Debt Securities		14.409.039	21.455	14.430.494
1.2.2 Equity Instruments		-	-	-
1.2.3 Other Financial Assets		66.205	-	66.205
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	(4)	2.564.581	1.422.613	3.987.194
1.3.1 Government Debt Securities		2.389.866	1.339.997	3.729.863
1.3.2 Equity Instruments		58.724	82.616	141.340
1.3.3 Other Financial Assets		115.991	-	115.991
1.4 Financial Assets Measured at Amortised Cost	(6)	45.110.667	10.962.386	56.073.053
1.4.1 Government Debt Securities		45.060.153	10.962.386	56.022.539
1.4.2 Other Financial Assets		50.514	-	50.514
1.5 Derivative Financial Assets	(2)	9	1.061.471	1.061.480
1.5.1 Derivative Financial Assets at Fair Value Through Profit or Loss		9	1.061.471	1.061.480
1.5.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-
1.6 Non – Performing Financial Assets		-	-	-
1.7 Expected Loss Provision (-)		22.189	-	22.189
II. LOANS (Net)		165.649.382	84.974.331	250.623.713
2.1 Loans	(5)	165.572.047	84.974.331	250.546.378
2.1.1 Measured at Amortised Cost		165.572.047	84.974.331	250.546.378
2.1.2 Fair Value Through Profit or Loss		-	-	-
2.1.3 Fair Value Through Other Comprehensive Income		-	-	-
2.2 Lease Receivables	(10)	-	-	-
2.2.1 Financial Lease Receivables		-	-	-
2.2.2 Operating Lease Receivables		-	-	-
2.2.3 Unearned Income (-)		-	-	-
2.3 Factoring Receivables		-	-	-
2.3.1 Measured at Amortised Cost		-	-	-
2.3.2 Fair Value Through Profit or Loss		-	-	-
2.3.3 Fair Value Through Other Comprehensive Income		-	-	-
2.4 Non- Performing Loans	(5)	8.527.848	-	8.527.848
2.5 Expected Credit Loss (-)	(5)	8.450.513	-	8.450.513
2.5.1 12 Month Expected Credit Losses (Stage I)		984.741	-	984.741
2.5.2 Significant Increase in Credit Risk (Stage II)		1.182.480	-	1.182.480
2.5.3 Credit – Impaired Losses (Stage III / Special Provision)		6.283.292	-	6.283.292
III. PROPERTY AND EQUIPMENT HELD FOR SALE PURPOSE AND RELATED TO DISCONTINUED OPERATIONS (NET)	(16)	39.377	-	39.377
3.1 Held for Sale Purpose		39.377	-	39.377
3.2 Related to Discontinued Operations		-	-	-
IV. EQUITY INVESTMENTS		3.367.602	1.403.197	4.770.799
4.1 Investments in Associates (Net)	(7)	22.490	415.828	438.318
4.1.1 Associates Valued Based on Equity Method		-	-	-
4.1.2 Unconsolidated Associates		22.490	415.828	438.318
4.2 Subsidiaries (Net)	(8)	3.345.112	987.369	4.332.481
4.2.1 Unconsolidated Financial Subsidiaries		3.287.966	987.369	4.275.335
4.2.2 Unconsolidated Non- Financial Subsidiaries		57.146	-	57.146
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)	(12)	3.147.814	100	3.147.914
VI. INTANGIBLE ASSETS (Net)	(13)	140.250	-	140.250
6.1 Goodwill		-	-	-
6.2 Other		140.250	-	140.250
VII. INVESTMENT PROPERTIES (Net)	(14)	356.848	-	356.848
VIII. CURRENT TAX ASSET		6.042	-	6.042
IX. DEFERRED TAX ASSET	(15)	-	-	-
X. OTHER ASSETS	(17)	2.742.059	901.023	3.643.082
TOTAL ASSETS		241.741.477	136.680.578	378.422.055

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		Total
		TRY	FC	
I. CASH AND BALANCES WITH THE CENTRAL BANK	(1)	12.917.312	23.455.727	36.373.039
II. FINANCIAL ASSETS AT FV THROUGH PROFIT AND LOSS (Net)	(2)	10.085.889	362.017	10.447.906
2.1 Trading financial assets		10.085.889	362.017	10.447.906
2.1.1 Public sector debt securities		10.075.407	-	10.075.407
2.1.2 Share certificates		-	-	-
2.1.3 Financial assets held for trading		118	361.803	361.921
2.1.4 Other marketable securities		10.364	214	10.578
2.2 Financial assets at fair value through profit and loss		-	-	-
2.2.1 Public sector debt securities		-	-	-
2.2.2 Share certificates		-	-	-
2.2.3 Loans		-	-	-
2.2.4 Other marketable securities		-	-	-
III. BANKS	(3)	580.518	5.513.422	6.093.940
IV. MONEY MARKET PLACEMENTS		1.258.647	-	1.258.647
4.1 Interbank money market placements		1.258.647	-	1.258.647
4.2 Takasbank (Clearing & Settlement Bank) Money Market placements		-	-	-
4.3 Receivables from reverse repurchase agreements		-	-	-
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(4)	11.474.374	5.615.175	17.089.549
5.1 Share certificates		71.715	52.091	123.806
5.2 Public sector debt securities		11.402.659	5.563.084	16.965.743
5.3 Other marketable securities		-	-	-
VI. LOANS AND RECEIVABLES	(5)	139.676.930	63.787.547	203.464.477
6.1 Loans and receivables		138.349.605	63.787.547	202.137.152
6.1.1 Loans extended to risk group of the Bank		50.196	916.965	967.161
6.1.2 Public sector debt securities		-	-	-
6.1.3 Other		138.299.409	62.870.582	201.169.991
6.2 Loans under follow-up		6.106.597	-	6.106.597
6.3 Specific provisions (-)		4.779.272	-	4.779.272
VII. FACTORING RECEIVABLES		-	-	-
VIII. HELD TO MATURITY INVESTMENTS (Net)	(6)	19.214.233	2.512.936	21.727.169
8.1 Public sector debt securities		19.214.233	2.512.936	21.727.169
8.2 Other marketable securities		-	-	-
IX. INVESTMENTS IN ASSOCIATES (Net)	(7)	19.083	313.709	332.792
9.1 Accounted for under equity method		-	-	-
9.2 Unconsolidated associates		19.083	313.709	332.792
9.2.1 Financial investments		12.763	313.709	326.472
9.2.2 Non-financial investments		6.320	-	6.320
X. INVESTMENTS IN SUBSIDIARIES (Net)	(8)	3.089.737	536.971	3.626.708
10.1 Unconsolidated financial subsidiaries		3.037.559	536.971	3.574.530
10.2 Unconsolidated non-financial subsidiaries		52.178	-	52.178
XI. JOINT VENTURES (Net)	(9)	-	-	-
11.1 Accounted for under equity method		-	-	-
11.2 Unconsolidated joint ventures		-	-	-
11.2.1 Financial joint ventures		-	-	-
11.2.2 Non-financial joint ventures		-	-	-
XII. FINANCE LEASE RECEIVABLES (Net)	(10)	-	-	-
12.1 Finance lease receivables		-	-	-
12.2 Operating lease receivables		-	-	-
12.3 Other		-	-	-
12.4 Unearned income (-)		-	-	-
XIII. DERIVATIVE FIN. ASSETS HELD FOR RISK MANAGEMENT	(11)	-	-	-
13.1 Fair value risk hedging		-	-	-
13.2 Cash flow risk hedging		-	-	-
13.3 Net foreign investment risk hedging		-	-	-
XIV. TANGIBLE ASSETS (Net)	(12)	2.535.687	92	2.535.779
XV. INTANGIBLE ASSETS (Net)	(13)	113.685	-	113.685
15.1 Goodwill		-	-	-
15.2 Other		113.685	-	113.685
XVI. INVESTMENT PROPERTIES (Net)	(14)	358.574	-	358.574
XVII. TAX ASSETS	(15)	-	-	-
17.1 Current tax assets		-	-	-
17.2 Deferred tax assets		-	-	-
XVIII. ASSETS HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(16)	-	-	-
18.1 Held for sale purpose		-	-	-
18.2 Held from discontinued operations		-	-	-
XIX. OTHER ASSETS	(17)	1.698.762	229.621	1.928.383
TOTAL ASSETS		203.023.431	102.327.217	305.350.648

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

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

I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

		Audited			
		Current Period			
		31 December 2018			
LIABILITIES	Note	TRY	FC	TOTAL	
I. DEPOSITS	(1)	140.018.439	108.836.815	248.855.254	
II. FUNDS BORROWED	(3)	372.398	11.543.629	11.916.027	
III. MONEY MARKETS		32.759.788	5.402.273	38.162.061	
IV. SECURITIES ISSUED (Net)	(4)	3.023.139	12.024.839	15.047.978	
4.1 Bills		2.011.697	-	2.011.697	
4.2 Assets Backed Securities		1.011.442	-	1.011.442	
4.3 Bonds		-	12.024.839	12.024.839	
V. FUNDS	(5)	2.874.121	-	2.874.121	
5.1 Borrower Funds		42	-	42	
5.2 Other		2.874.079	-	2.874.079	
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	
VII. DERIVATIVE FINANCIAL ASSETS	(2)	16	410.422	410.438	
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		16	410.422	410.438	
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	
VIII. FACTORING LIABILITIES		-	-	-	
IX. LEASE LIABILITIES	(7)	-	-	-	
9.1 Financial Lease		-	-	-	
9.2 Operating Lease		-	-	-	
9.3 Other		-	-	-	
9.4 Deferred Financial Lease Expenses (-)		-	-	-	
X. PROVISIONS	(9)	1.853.914	-	1.853.914	
10.1 Restructuring Provisions		-	-	-	
10.2 Reserve for Employee Benefits		887.228	-	887.228	
10.3 Insurance for Technical Provision(Net)		-	-	-	
10.4 Other Provisions		966.686	-	966.686	
XI. CURRENT TAX LIABILITY	(10)	669.903	106	670.009	
XII. DEFERRED TAX LIABILITIES	(10)	452.769	-	452.769	
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)	6.182.084	-	6.182.084	
14.1 Loans		-	-	-	
14.2 Other Debt Instruments		6.182.084	-	6.182.084	
XV. OTHER LIABILITIES	(6)	22.085.654	891.011	22.976.665	
XVI. SHAREHOLDERS' EQUITY	(13)	28.896.436	124.299	29.020.735	
16.1 Paid in Capital		1.250.000	-	1.250.000	
16.2 Capital Reserve		1.230.674	-	1.230.674	
16.2.1 Share Premium		-	-	-	
16.2.2 Share Cancellation Profits		-	-	-	
16.2.3 Other Capital Reserves		1.230.674	-	1.230.674	
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		1.334.345	-	1.334.345	
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		1.379.793	124.299	1.504.092	
16.5 Profit Reserves		20.475.295	-	20.475.295	
16.5.1 Legal Reserves		1.864.266	-	1.864.266	
16.5.2 Status Reserves		-	-	-	
16.5.3 Extraordinary Reserves		18.563.848	-	18.563.848	
16.5.4 Other Profit Reserves		47.181	-	47.181	
16.6 Income or (Loss)		3.226.329	-	3.226.329	
16.6.1 Prior Periods' Income or (Loss)		704.534	-	704.534	
16.6.2 Current Period Income or (Loss)		2.521.795	-	2.521.795	
16.7 Minority Shares		-	-	-	
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		239.188.661	139.233.394	378.422.055	

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

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

I. BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)

		Audited		
		Prior period		
		31 December 2017		
LIABILITIES AND SHAREHOLDERS' EQUITY	Note	TRY	FC	Total
I. DEPOSITS	(1)	119.197.840	74.029.229	193.227.069
1.1 Deposits Held by the Risk Group of the Bank		2.659.529	197.697	2.857.226
1.2 Other		116.538.311	73.831.532	190.369.843
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(2)	146	150.376	150.522
III. FUNDS BORROWED	(3)	465.026	16.553.092	17.018.118
IV. MONEY MARKET BALANCES		29.220.222	5.387.762	34.607.984
4.1 Interbank money market borrowings		29.030.813	1.247.014	30.277.827
4.2 Takasbank (Clearing & Settlement Bank) Money Market takings		-	-	-
4.3 Funds from repurchase agreements		189.409	4.140.748	4.330.157
V. MARKETABLE SECURITIES ISSUED (Net)	(4)	2.713.759	8.640.905	11.354.664
5.1 Treasury bills		2.713.759	-	2.713.759
5.2 Asset-backed securities		-	-	-
5.3 Bonds		-	8.640.905	8.640.905
VI. FUNDS	(5)	2.724.634	-	2.724.634
6.1 Borrower Funds		860	-	860
6.2 Other		2.723.774	-	2.723.774
VII. SUNDRY CREDITORS		3.443.523	113.823	3.557.346
VIII. OTHER LIABILITIES	(6)	11.206.526	474.486	11.681.012
IX. FACTORING PAYABLES		-	-	-
X. FINANCE LEASE PAYABLES	(7)	-	-	-
10.1 Finance lease payables		-	-	-
10.2 Operating lease payables		-	-	-
10.3 Other		-	-	-
10.4 Deferred finance lease expenses (-)		-	-	-
XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT	(8)	-	-	-
11.1 Fair value risk hedging		-	-	-
11.2 Cash flow risk hedging		-	-	-
11.3 Net foreign investment risk hedging		-	-	-
XII. PROVISIONS	(9)	3.443.318	5.642	3.448.960
12.1 General loan provisions		2.288.701	-	2.288.701
12.2 Restructuring provisions		-	-	-
12.3 Employee benefits provisions		836.092	-	836.092
12.4 Insurance technical reserves (Net)		-	-	-
12.5 Other provisions		318.525	5.642	324.167
XIII. TAX LIABILITIES	(10)	1.199.173	42	1.199.215
13.1 Current tax liabilities		628.765	42	628.807
13.2 Deferred tax liabilities		570.408	-	570.408
XIV. LIABILITIES FOR ASSET HELD FOR SALE AND HELD FROM DISCONTINUED OPERATIONS (Net)	(11)	-	-	-
14.1 Held for sale purpose		-	-	-
14.2 Held from discontinued operations		-	-	-
XV. SUBORDINATED LOAN	(12)	1.004.385	-	1.004.385
XVI. SHAREHOLDERS' EQUITY	(13)	25.317.394	59.345	25.376.739
16.1 Paid-in capital		1.250.000	-	1.250.000
16.2 Capital reserves		3.405.825	59.345	3.465.170
16.2.1 Share Premium		-	-	-
16.2.2 Share cancellation profits		-	-	-
16.2.3 Marketable securities revaluation fund		966.184	59.345	1.025.529
16.2.4 Tangible assets revaluation reserves		1.273.315	-	1.273.315
16.2.5 Intangible assets revaluation reserves		-	-	-
16.2.6 Revaluation reserves of investment properties		-	-	-
16.2.7 Bonus shares of subsidiaries, associates and joint ventures		8.711	-	8.711
16.2.8 Hedging Funds (effective portion)		-	-	-
16.2.9 Value Increase on Assets Held for Sale		-	-	-
16.2.10 Other capital reserves		1.157.615	-	1.157.615
16.3 Profit reserves		16.936.107	-	16.936.107
16.3.1 Legal reserves		1.645.649	-	1.645.649
16.3.2 Statutory reserves		-	-	-
16.3.3 Extraordinary reserves		15.243.277	-	15.243.277
16.3.4 Other profit reserves		47.181	-	47.181
16.4 Profit/Loss		3.725.462	-	3.725.462
16.4.1 Prior years' profits/losses		-	-	-
16.4.2 Period profit/loss		3.725.462	-	3.725.462
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		199.935.946	105.414.702	305.350.648

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

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

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

II. STATEMENT OF OFF BALANCE SHEET ITEMS

		Audited		
		Current Period		
		31 December 2018		
OFF BALANCE SHEET	Note	TRY	FC	TOTAL
A.	COMMITMENTS AND CONTINGENCIES (I+II+III)	70.717.925	86.627.054	157.344.979
I.	GUARANTEES AND WARRANTIES	(1)	37.167.935	45.871.890
1.1	Letters of guarantee	35.165.366	35.686.852	70.852.218
1.1.1	Guarantees subject to public procurement law	1.982.722	12.444.947	14.427.669
1.1.2	Guarantees given for foreign trade operations	-	-	-
1.1.3	Other letters of guarantee	33.182.644	23.241.905	56.424.549
1.2	Bank loans	11.845	7.038.415	7.050.260
1.2.1	Import acceptances	-	94.572	94.572
1.2.2	Other bank acceptances	11.845	6.943.843	6.955.688
1.3	Letters of credit	119.895	3.016.499	3.136.394
1.3.1	Documentary letters of credit	119.895	3.016.499	3.136.394
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	1.870.829	130.124	2.000.953
1.9	Other sureties	-	-	-
II.	COMMITMENTS	(1)	24.243.824	1.853.816
2.1	Irrevocable commitments	24.091.686	1.680.920	25.772.606
2.1.1	Forward asset purchase commitments	807.737	1.228.932	2.036.669
2.1.2	Forward deposit purchase and sale commitments	-	-	-
2.1.3	Capital commitments to subsidiaries and associates	-	-	-
2.1.4	Loan granting commitments	4.159.896	451.988	4.611.884
2.1.5	Securities underwriting commitments	-	-	-
2.1.6	Payment commitments for reserve deposits	-	-	-
2.1.7	Payment commitments for Cheques	2.661.413	-	2.661.413
2.1.8	Tax and fund liabilities from export commitments	65.280	-	65.280
2.1.9	Commitments for credit card expenditure limits	12.674.648	-	12.674.648
2.1.10	Commitments for credit cards and banking services promotions	31.409	-	31.409
2.1.11	Receivables from short sale commitments	-	-	-
2.1.12	Payables for short sale commitments	-	-	-
2.1.13	Other irrevocable commitments	3.691.303	-	3.691.303
2.2	Revocable commitments	152.138	172.896	325.034
2.2.1	Revocable loan granting commitments	-	-	-
2.2.2	Other revocable commitments	152.138	172.896	325.034
III.	DERIVATIVE FINANCIAL INSTRUMENTS	9.306.166	38.901.348	48.207.514
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	9.306.166	38.901.348	48.207.514
3.2.1	Forward foreign currency buy/sell transactions	1.806.188	5.243.125	7.049.313
3.2.1.1	Forward foreign currency transactions-buy	1.553.375	3.068.338	4.621.713
3.2.1.2	Forward foreign currency transactions-sell	252.813	2.174.787	2.427.600
3.2.2	Currency and interest rate swaps	5.202.187	27.857.299	33.059.486
3.2.2.1	Currency swap-buy	1.012.983	6.973.576	7.986.559
3.2.2.2	Currency swap-sell	4.189.204	3.490.839	7.680.043
3.2.2.3	Interest rate swap-buy	-	8.696.442	8.696.442
3.2.2.4	Interest Rate swap-sell	-	8.696.442	8.696.442
3.2.3	Currency, interest rate and marketable securities options	2.297.791	3.561.455	5.859.246
3.2.3.1	Currency call options	1.148.905	1.780.728	2.929.633
3.2.3.2	Currency put options	1.148.886	1.780.727	2.929.613
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	-	2.239.469	2.239.469
B.	CUSTODY AND PLEDGED ASSETS (IV+V+VI)	954.219.496	310.868.814	1.265.088.310
IV.	CUSTODIES	432.711.289	42.627.039	475.338.328
4.1	Assets under management	-	-	-
4.2	Custody marketable securities	161.920.322	1.017.194	162.937.516
4.3	Cheques in collection process	15.226.267	26.439.655	41.665.922
4.4	Commercial notes in collection process	239.240.554	5.575.684	244.816.238
4.5	Other assets in collection process	-	-	-
4.6	Underwritten securities	-	-	-
4.7	Other custodies	4.280.917	486.438	4.767.355
4.8	Custodians	12.043.229	9.108.068	21.151.297
V.	PLEDGED ASSETS	521.508.207	268.241.775	789.749.982
5.1	Marketable securities	5.608.542	733.250	6.341.792
5.2	Collateral notes	7.595.289	1.024.377	8.619.666
5.3	Commodity	25.812	-	25.812
5.4	Warranty	-	-	-
5.5	Land and buildings	384.287.726	224.420.837	608.708.563
5.6	Other pledged assets	76.477.704	39.614.525	116.092.229
5.7	Pledges	47.513.134	2.448.786	49.961.920
VI.	ACCEPTED BILL GUARANTEES AND SURETIES	-	-	-
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		1.024.937.421	397.495.868	1.422.433.289

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

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

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

II. STATEMENT OF OFF BALANCE SHEET ITEMS

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

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

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

III. STATEMENT OF INCOME

		Audited
		Current Period
		1 January-
		31 December
		2018
INCOME AND EXPENSES		Note
I.	INTEREST INCOME	(1) 36.670.838
1.1	Interest on Loans	28.811.827
1.2	Interest on Reserve Requirements	96.272
1.3	Interest on Banks	630.175
1.4	Interest on Money Market Transactions	57.377
1.5	Interest on Marketable Securities Portfolio	7.044.654
1.5.1	Fair Value Through Profit or Loss	15.305
1.5.2	Fair Value Through Other Comprehensive Income	288.106
1.5.3	Measured at Amortized Cost	6.741.243
1.6	Financial Lease Income	-
1.7	Other Interest Income	30.533
II.	INTEREST EXPENSE (-)	(2) 28.591.260
2.1	Interest on Deposits	20.719.577
2.2	Interest on Funds Borrowed	462.119
2.3	Interest Expense on Money Market Transactions	5.695.982
2.4	Interest on Securities Issued	1.463.544
2.5	Other Interest Expense	250.038
III.	NET INTEREST INCOME (I - II)	8.079.578
IV.	NET FEES AND COMMISSIONS INCOME	1.949.657
4.1	Fees and Commissions Received	2.725.776
4.1.1	Non – cash Loans	617.730
4.1.2	Other	2.108.046
4.2	Fees and Commissions Paid (-)	776.119
4.2.1	Non – cash Loans	125
4.2.2	Other	775.994
V.	PERSONNEL EXPENSE (-)	(2.393.536)
VI.	DIVIDEND INCOME	(3) 510.357
VII.	TRADING INCOME / LOSS (Net)	(4) 149.255
7.1	Trading Gains / (Losses) on Securities	29.870
7.2	Gains / (Losses) on Derivate Financial Transactions	1.934.763
7.3	Foreign Exchange Gains / (Losses)	(1.815.378)
VIII.	OTHER OPERATING INCOME	(5) 624.474
IX.	GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)	8.919.785
X.	EXPECTED LOSS PROVISIONS (-)	(6) 3.135.073
XI.	OTHER OPERATING EXPENSES (-)	(7) 3.066.894
XII.	NET OPERATING INCOME /LOSS (IX-X-XI)	2.717.818
XIII.	EXCESS AMOUNT RECORDED AS	
	INCOME AFTER MERGER	-
XIV.	INCOME /(LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD	-
XV.	INCOME / (LOSS) ON NET MONETARY POSITION	-
XVI.	PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XII+...+XV)	(8) 2.717.818
XVII.	TAX PROVISIONS FOR CONTINUED OPERATIONS (±)	(9) (196.023)
17.1	Current Tax Provision	9.840
17.2	Deferred Tax Income Effect (+)	1.144.825
17.3	Deferred Tax Expense Effect (-)	958.642
XVIII.	CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVI±XVII)	(10) 2.521.795
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)	(8) -
XXII.	TAX PROVISION FOR DISCONTINUED OPERATIONS (±)	(9) -
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)	(10) -
XXIV.	NET PROFIT/(LOSS) (XVIII+XXIII)	(11) 2.521.795
24.1	Profit / (Loss) of Group	2.521.795
24.2	Profit / (Loss) of Minority Shares (-)	-
	Profit / (Loss) Per Share	2,017436

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

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

III. STATEMENT OF INCOME

		Audited
		Prior period
		1 January-
INCOME AND EXPENSES	Note	31 December 2017
I. INTEREST INCOME	(1)	23,093.994
1.1 Interest on loans		18.959.501
1.2 Interest received from reserve deposits		131.500
1.3 Interest received from banks		227.093
1.4 Interest received from money market placements		56.316
1.5 Interest income on marketable securities		3.702.972
1.5.1 Financial assets held for trading		1.114
1.5.2 Financial assets at fair value through profit and loss		-
1.5.3 Financial assets available-for-sale		1.541.940
1.5.4 Investments held-to-maturity		2.159.918
1.6 Finance lease income		-
1.7 Other interest income		16.612
II. INTEREST EXPENSE	(2)	15,293.393
2.1 Interest on deposits		11.339.797
2.2 Interest on borrowings		380.803
2.3 Interest on money market borrowings		2.667.803
2.4 Interest on bonds issued		789.909
2.5 Other interest expense		115.081
III. NET INTEREST INCOME [I – II]		7,800.601
IV. NET FEES AND COMMISSIONS INCOME		2,027.308
4.1 Fees and commissions income		2.484.914
4.1.1 Non-cash loans		401.146
4.1.2 Other		2.083.768
4.2 Fees and commissions expenses		457.606
4.2.1 Non-cash loans		44
4.2.2 Other		457.562
V. DIVIDEND INCOME	(3)	267.214
VI. NET TRADING PROFIT (NET)	(4)	35.869
6.1 Profit/loss from capital market operations		33.120
6.2 Profit/loss from financial derivative transactions		(198.722)
6.3 Foreign exchange gains/losses		201.471
VII. OTHER OPERATING INCOME	(5)	600.635
VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)		10,731.627
IX. IMPAIRMENT LOSSES ON LOANS AND OTHER RECEIVABLES (-)	(6)	1,469.327
X. OTHER OPERATING EXPENSES(-)	(7)	4,552.718
XI. NET OPERATING INCOME/(LOSS) (VIII-IX-X)		4,709.582
XII. AMOUNT RECORDED IN EXCESS AS GAIN AFTER MERGER		-
XIII. PROFIT/LOSSES FROM SUBSIDIARIES ACCOUNTED FOR AT EQUITY METHOD		-
XIV. GAIN / (LOSS) ON NET MONETARY POSITION		-
XV. INCOME/(LOSS) BEFORE TAXES (XI+XII+XIII+XIV)	(8)	4,709.582
XVI. TAX INCOME PROVISION (±)	(9)	(984.120)
16.1 Current tax charge		(749.669)
16.2 Deferred tax (charge) / benefit		(234.451)
XVII. NET OPERATING INCOME AFTER TAX (XV±XVI)	(10)	3,725.462
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)	(8)	-
XXI. PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)	(9)	-
21.1 Current tax charge		-
21.2 Deferred tax charge	(10)	-
XXII. NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)		-
XXIII. NET PROFIT/(LOSS) (XVII+XXII)	(11)	3,725.462
Earnings/losses per share (Full TRY)		2,98037

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

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

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

	Audited
	Current Period
	1 January - 31 December
	2018
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	
I. CURRENT PERIOD INCOME/LOSS	2.521.795
II. OTHER COMPREHENSIVE INCOME	549.856
2.1 Not Reclassified Through Profit or Loss	71.293
2.1.1 Property and Equipment Revaluation Increase/Decrease	57.207
2.1.2 Intangible Assets Revaluation Increase/Decrease	-
2.1.3 Defined Benefit Pension Plan Remeasurement Gain/Loss	24.758
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	(10.672)
2.2 Reclassified Through Profit or Loss	478.563
2.2.1 Foreign Currency Translation Differences	(54.085)
2.2.2 Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	631.003
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	(98.355)
III. TOTAL COMPREHENSIVE INCOME (I+II)	3.071.651

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

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

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

	Audited
	Prior period
	1 January-31 December
STATEMENT OF INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	2017
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	520.512
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	62.666
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	67.886
V. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR CASH FLOW HEDGE PURPOSES (Effective portion of fair value differences)	-
VI. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGE OF NET INVESTMENTS IN FOREIGN OPERATIONS (Effective portion of fair value differences)	-
VII. THE EFFECT OF CORRECTIONS OF ERRORS AND CHANGES IN ACCOUNTING POLICIES	-
VIII. OTHER PROFIT LOSS ITEMS ACCOUNTED UNDER EQUITY DUE TO TAS	(11.621)
IX. DEFERRED TAX OF VALUATION DIFFERENCES	(49.285)
X. TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	590.158
XI. PROFIT/LOSS	3.725.462
11.1 Change in fair value of marketable securities (Transfer to profit/loss)	33.120
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	3.692.342
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)	4.315.620

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

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

V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Audited (1 January – 31 December 2018)	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss					Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss					Profit Reserves	Prior Period Profit or (Loss)	Current Period Profit or (Loss)	Total Equity Expect Minority Shares	Minority Shares	Total Equity
	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	Accumulated Revaluation Increase/Decrease of Fixed Assets	Accumulated Remeasurement Gain/Loss of Defined Benefit Pension Plan	Other(Shares of Investments Valued by Equity Method in Other Comprehensive Income Not Classified Through Profit or Loss and Other Accumulated Amounts of Other Comprehensive Income Items Not Reclassified Through Other Profit or Loss)	Foreign Currency Translation Differences	Value Through Other Comprehensive Income	Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income						
I. Prior Period End Balance	1.250.000	-	-	1.176.589	1.273.315	(10.263)	-	52.631	972.898	-	16.936.107	3.725.462	-	25.376.739	-	25.376.739
II. Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	704.534	-	704.534	-	704.534
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	704.534	-	704.534	-	704.534
III. Adjusted Beginning Balance (I+II)	1.250.000	-	-	1.176.589	1.273.315	(10.263)	-	52.631	972.898	-	16.936.107	4.429.996	-	26.081.273	-	26.081.273
IV. Total Comprehensive Income	-	-	-	-	51.487	19.806	-	(54.085)	532.648	-	-	-	2.521.795	3.071.651	-	3.071.651
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	-	-	-	54.085	-	-	-	-	-	-	-	-	-	54.085	-	54.085
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	3.539.188	(3.725.462)	-	(186.274)	-	(186.274)
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	(186.274)	-	(186.274)	-	(186.274)
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	3.539.188	(3.539.188)	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)	1.250.000	-	-	1.230.674	1.324.802	9.543	-	(1.454)	1.505.546	-	20.475.295	704.534	2.521.795	29.020.735	-	29.020.735

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

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

V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Audited (1 January - 31 December 2017)	Note	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
		Paid in capital	on paid in capital														
I. Balance at end of prior period		1.250.000	1.220.451	-	-	1.482.358	-	13.104.130	(74.244)	2.558.265	-	482.753	1.284.522	8.711	-	-	21.316.946
Changes within the period																	
II. Increase/decrease generated by merger		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation changes in marketable securities		-	-	-	-	-	-	-	-	-	-	542.776	-	-	-	-	542.776
IV. Hedging funds (effective portion)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1 Cash-flow hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Hedges for investment made in foreign countries		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Revaluation changes of property and equipment		-	-	-	-	-	-	-	-	-	-	-	(11.207)	-	-	-	(11.207)
VI. Revaluation changes of intangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus shares from investment and associates, subsidiaries and joint ventures (business partners).		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign exchange differences		-	-	-	-	-	-	-	67.886	-	-	-	-	-	-	-	67.886
IX. Changes after disposal of securities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes after reclassification of securities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effect of changes in shareholders equity of investments and associates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Increase in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1 Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2 From internal resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Issuance of share certificates at end of period		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Share cancellation profits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Adjustment to paid-in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Other		-	-	-	-	-	-	-	(9.297)	-	-	-	-	-	-	-	(9.297)
XVII. Net profit or losses		-	-	-	-	-	-	-	-	3.725.462	-	-	-	-	-	-	3.725.462
XVIII. Profit distribution		-	-	-	-	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	-	-	-	-	-	-
Closing balance		1.250.000	1.220.451	-	-	1.645.649	-	15.243.277	(15.655)	3.725.462	-	1.025.529	1.273.315	8.711	-	-	25.376.739

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31
DECEMBER 2018

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

VI. STATEMENT OF CASH FLOWS

		Audited
		Current Period
		1 January-
	Note	31 December 2018
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1	Operating profit before changes in operating assets and liabilities	(7.315.716)
1.1.1	Interest received	30.747.266
1.1.2	Interest paid	(26.502.886)
1.1.3	Dividend received	233.086
1.1.4	Fees and commissions received	2.752.996
1.1.5	Other income	313.165
1.1.6	Collections from previously written off loans	1.144.167
1.1.7	Cash payments to personnel and service suppliers	(2.428.922)
1.1.8	Taxes paid	(596.308)
1.1.9	Other	(12.978.280)
	(1)	
1.2	Assets and Liabilities Subject to Banking Operations	8.484.868
1.2.1	Net Increase / decrease in financial assets at fair value through profit or loss	(35.210)
1.2.2	Net (increase) / decrease in due from banks and other financial institutions	(212)
1.2.3	Net (increase) / decrease in loans	(49.399.681)
1.2.4	Net (increase) / decrease in other assets	(1.332.466)
1.2.5	Net increase / (decrease) in bank deposits	11.876.374
1.2.6	Net increase / (decrease) in other deposits	42.146.993
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	(5.074.110)
1.2.9	Net increase / (decrease) in matured payables	-
1.2.10	Net increase / (decrease) in other liabilities	10.303.180
	(1)	
I.	Net cash provided from banking operations	1.169.152
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
II.	Net cash provided from/ (used in) investing activities	(14.916.767)
2.1	Cash paid for purchase of joint ventures, associates and subsidiaries	(310.473)
2.2	Cash obtained from sale of entities joint ventures, associates and subsidiaries	-
2.3	Fixed assets purchases	(925.381)
2.4	Fixed assets sales	367.994
2.5	Cash paid for purchase of financial assets at fair value through other comprehensive income	(10.680.798)
2.6	Cash obtained from sale of financial assets at fair value through other comprehensive income	5.765.227
2.7	Cash paid for purchase of investment securities	(12.918.165)
2.8	Cash obtained from sale of investment securities	3.785.416
2.9	Other	(587)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III.	Net cash used in financing activities	5.044.485
3.1	Cash obtained from loans borrowed and securities issued	7.993.795
3.2	Cash used for repayment of loans borrowed and securities issued	(2.763.036)
3.3	Bonds issued	-
3.4	Dividends paid	(186.274)
3.5	Payments for finance leases	-
3.6	Other	-
IV.	Effect of change in foreign exchange rate on cash and cash equivalents	5.212.885
	(1)	
V.	Net increase / (decrease) in cash and cash equivalents	(3.490.245)
VI.	Cash and cash equivalents at beginning of the period	27.121.864
	(4)	
VII.	Cash and cash equivalents at end of the period	23.631.619
	(5)	

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31
DECEMBER 2017

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

VI. STATEMENT OF CASH FLOWS

		Audited
		Prior period
		1 January -
		31 December 2017
	Note	
A.	CASH FLOWS FROM BANKING OPERATIONS	
1.1	Operating profit before changes in operating assets and liabilities	5.020.676
1.1.1	Interest received	23.076.334
1.1.2	Interest paid	(14.287.590)
1.1.3	Dividend received	34.804
1.1.4	Fees and commissions received	2.490.248
1.1.5	Other income	294.785
1.1.6	Collections from previously written off loans	699.867
1.1.7	Cash payments to personnel and service suppliers	(2.022.875)
1.1.8	Taxes paid	(373.626)
1.1.9	Other	(4.891.271)
	(1)	
1.2	Assets and Liabilities Subject to Banking Operations	13.084.768
1.2.1	Net (increase) decrease in financial assets held for sale	(15.210)
1.2.2	Net (increase) decrease in financial assets at fair value through profit or loss	-
1.2.3	Net (increase) decrease in due from banks and other financial institutions	12.245
1.2.4	Net (increase) decrease in loans	(45.125.763)
1.2.5	Net (increase) decrease in other assets	580.813
1.2.6	Net increase (decrease) in bank deposits	(3.637.720)
1.2.7	Net increase (decrease) in other deposits	45.584.908
1.2.8	Net increase (decrease) in loans borrowed	(1.947.164)
1.2.9	Net increase (decrease) in matured payables	-
1.2.10	Net increase (decrease) in other liabilities	17.632.659
	(1)	
I.	Net cash provided from banking operations	18.105.444
B.	CASH FLOWS FROM INVESTMENT ACTIVITIES	
II.	Net cash provided from/ (used in) investing activities	(5.993.692)
2.1	Cash paid for purchase of joint ventures, associates and subsidiaries	(14.994)
2.2	Cash obtained from sale of entities joint ventures, associates and subsidiaries	-
2.3	Fixed assets purchases	(434.998)
2.4	Fixed assets sales	201.562
2.5	Cash paid for purchase of financial assets available for sale	(8.881.650)
2.6	Cash obtained from sale of financial assets available for sale	7.477.165
2.7	Cash paid for purchase of investment securities	(4.655.675)
2.8	Cash obtained from sale of investment securities	346.978
2.9	Other	(32.080)
C.	CASH FLOWS FROM FINANCING ACTIVITIES	
III.	Net cash used in financing activities	(286.955)
3.1	Cash obtained from loans borrowed and securities issued	8.174.710
3.2	Cash used for repayment of loans borrowed and securities issued	(8.205.739)
3.3	Bonds issued	-
3.4	Dividends paid	(255.827)
3.5	Payments for finance leases	(99)
3.6	Other	-
IV.	Effect of change in foreign exchange rate on cash and cash equivalents	908.274
	(1)	
V.	Net increase / (decrease) in cash and cash equivalents	12.733.071
VI.	Cash and cash equivalents at beginning of the period	14.388.793
	(4)	
VII.	Cash and cash equivalents at end of the period	27.121.864
	(5)	

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF PROFIT DISTRIBUTION FOR THE YEAR ENDED
31 DECEMBER 2018

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

VII. STATEMENT OF PROFIT DISTRIBUTION

	Audited
	Current Period
	31 December 2018
I. DISTRIBUTION OF CURRENT YEAR PROFIT	
1.1. Current Period Profit	2.717.818
1.2. Taxes and Legal Duties Payables (-)	(196.023)
1.2.1. Corporate Tax (Income Tax)	(9.840)
1.2.2. Withholding Tax	-
1.2.3. Other Taxes and Duties	(186.183)
A. Net Profit For The Period (1.1-1.2)	2.521.795
1.3. Accumulated Losses (-)	-
1.4. First Legal Reserves (-)	-
1.5. Other Statutory Reserves (-)	-
B. Net Profit Available for Distribution [(A)-(1.3+1.4+1.5)]	-
1.6. First Dividend to shareholders (-)	-
1.6.1. To Owners of Ordinary Shares	-
1.6.2. To Owners of Privileged Shares	-
1.6.3. To Owners of Redeemed Shares	-
1.6.4. To Profit Sharing Bonds	-
1.6.5. To Holders of Profit and Loss Sharing Certificates	-
1.7. Dividends to personnel (-)	-
1.8. Dividends to Board of Directors (-)	-
1.9. Second Dividend to Shareholders (-)	-
1.9.1. To Owners of Ordinary Shares	-
1.9.2. To Owners of Privileged Shares	-
1.9.3. To Owners of Redeemed Shares	-
1.9.4. To Profit Sharing Bonds	-
1.9.5. To Holders Of Profit And Loss Sharing Certificates	-
1.10. Second Legal Reserves (-)	-
1.11. Status Reserves (-)	-
1.12. Extraordinary Reserves	-
1.13. Other Reserves	-
1.14. Special Funds	-
II. Distribution of Reserves	
2.1. Appropriated Reserves	-
2.2. Second Legal Reserves (-)	-
2.3. Dividends to Shareholders (-)	-
2.3.1. To Owners of Ordinary Shares	-
2.3.2. To Owners of Privileged Shares	-
2.3.3. To Owners of Redeemed Shares	-
2.3.4. To Profit Sharing Bonds	-
2.3.5. To Holders of Profit and Loss Sharing Certificates	-
2.4. Dividends to Personnel (-)	-
2.5. Dividends to Board of Directors (-)	-
III. Earnings per Share	
3.1. To Owners of Ordinary Shares	2,0174
3.2. To Owners of Ordinary Shares (%)	201,74%
3.3. To Owners of Privileged Shares	-
3.4. To Owners of Privileged Shares (%)	-
IV. Dividend per Share	
4.1. To Owners of Ordinary Shares	-
4.2. To Owners of Ordinary Shares (%)	-
4.3. To Owners of Privileged Shares	-
4.4. To Owners of Privileged Shares (%)	-

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

TÜRKİYE HALK BANKASI AŞ
UNCONSOLIDATED STATEMENT OF PROFIT DISTRIBUTION FOR THE YEAR ENDED
31 DECEMBER 2018

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

VIII. STATEMENT OF PROFIT DISTRIBUTION

	Audited
	Prior Period
	31 December 2017⁽¹⁾
I. DISTRIBUTION OF CURRENT YEAR PROFIT	
1.1. Current Period Profit	4.709.582
1.2. Taxes and Legal Duties Payables (-)	(984.120)
1.2.1. Corporate Tax (Income Tax)	(749.669)
1.2.2. Withholding Tax	-
1.2.3. Other Taxes and Duties	(234.451)
A. Net Profit For The Period (1.1-1.2)	3.725.462
1.3. Accumulated Losses (-)	-
1.4. First Legal Reserves (-)	186.273
1.5. Other Statutory Reserves (-)	-
B. Net Profit Available for Distribution [(A)-(1.3+1.4+1.5)]	3.539.189
1.6. First Dividend to shareholders (-)	62.500
1.6.1. To Owners of Ordinary Shares	62.500
1.6.2. To Owners of Privileged Shares	-
1.6.3. To Owners of Redeemed Shares	-
1.6.4. To Profit Sharing Bonds	-
1.6.5. To Holders of Profit and Loss Sharing Certificates	-
1.7. Dividends to personnel (-)	-
1.8. Dividends to Board of Directors (-)	-
1.9. Second Dividend to Shareholders (-)	123.774
1.9.1. To Owners of Ordinary Shares	123.774
1.9.2. To Owners of Privileged Shares	-
1.9.3. To Owners of Redeemed Shares	-
1.9.4. To Profit Sharing Bonds	-
1.9.5. To Holders Of Profit And Loss Sharing Certificates	-
1.10. Second Legal Reserves (-)	32.344
1.11. Status Reserves (-)	-
1.12. Extraordinary Reserves	3.320.571
1.13. Other Reserves	-
1.14. Special Funds	-
II. Distribution of Reserves	
2.1. Appropriated Reserves	-
2.2. Second Legal Reserves (-)	-
2.3. Dividends to Shareholders (-)	186.274
2.3.1. To Owners of Ordinary Shares	186.274
2.3.2. To Owners of Privileged Shares	-
2.3.3. To Owners of Redeemed Shares	-
2.3.4. To Profit Sharing Bonds	-
2.3.5. To Holders of Profit and Loss Sharing Certificates	-
2.4. Dividends to Personnel (-)	199.665
2.5. Dividends to Board of Directors (-)	-
III. Earnings per Share	
3.1. To Owners of Ordinary Shares	2,9804
3.2. To Owners of Ordinary Shares (%)	298,04%
3.3. To Owners of Privileged Shares	-
3.4. To Owners of Privileged Shares (%)	-
IV. Dividend per Share	
4.1. To Owners of Ordinary Shares	-
4.2. To Owners of Ordinary Shares (%)	-
4.3. To Owners of Privileged Shares	-
4.4. To Owners of Privileged Shares (%)	-

⁽¹⁾Board of Directors meeting was not held as of 31 December 2017 financial reporting date.

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