

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2019**  
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

ASSETS	Note	Reviewed			Audited		
		Current Period			Prior Period		
		TRY	FC	TOTAL	TRY	FC	TOTAL
		30 June 2019			31 December 2018		
<b>I. FINANCIAL ASSETS (NET)</b>		<b>30.275.631</b>	<b>37.403.275</b>	<b>67.678.906</b>	<b>21.189.525</b>	<b>38.439.541</b>	<b>59.629.066</b>
<b>1.1 Cash and Cash Equivalents</b>		<b>4.184.952</b>	<b>32.837.835</b>	<b>37.022.787</b>	<b>4.149.691</b>	<b>35.934.002</b>	<b>40.083.693</b>
1.1.1 Cash and Balances with Central Bank	(1)	4.017.326	30.194.321	34.211.647	3.982.876	30.974.174	34.957.050
1.1.2 Banks	(3)	183.497	2.643.514	2.827.011	180.915	4.959.828	5.140.743
1.1.3 Money Markets		-	-	-	-	-	-
1.1.4 Expected Loss Provision (-)		15.871	-	15.871	14.100	-	14.100
<b>1.2 Financial Assets at Fair Value Through Profit or Loss</b>	(2)	<b>17.085.783</b>	<b>22.902</b>	<b>17.108.685</b>	<b>14.475.244</b>	<b>21.455</b>	<b>14.496.699</b>
1.2.1 Government Debt Securities		17.070.627	22.902	17.093.529	14.409.039	21.455	14.430.494
1.2.2 Equity Instruments		-	-	-	-	-	-
1.2.3 Other Financial Assets		15.156	-	15.156	66.205	-	66.205
<b>1.3 Financial Assets at Fair Value Through Other Comprehensive Income</b>	(4)	<b>9.004.832</b>	<b>3.310.823</b>	<b>12.315.655</b>	<b>2.564.581</b>	<b>1.422.613</b>	<b>3.987.194</b>
1.3.1 Government Debt Securities		8.391.506	3.195.466	11.586.972	2.389.866	1.339.997	3.729.863
1.3.2 Equity Instruments		69.194	115.357	184.551	58.724	82.616	141.340
1.3.3 Other Financial Assets		544.132	-	544.132	115.991	-	115.991
<b>1.4 Derivative Financial Assets</b>	(2)(11)	<b>64</b>	<b>1.231.715</b>	<b>1.231.779</b>	<b>9</b>	<b>1.061.471</b>	<b>1.061.480</b>
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss		64	1.231.715	1.231.779	9	1.061.471	1.061.480
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
<b>II. FINANCIAL ASSETS MEASURED AT AMORTISED COST (Net)</b>		<b>238.125.765</b>	<b>108.691.974</b>	<b>346.817.739</b>	<b>210.751.960</b>	<b>95.936.717</b>	<b>306.688.677</b>
<b>2.1 Loans</b>	(5)	<b>196.442.826</b>	<b>90.376.518</b>	<b>286.819.344</b>	<b>174.099.895</b>	<b>84.974.331</b>	<b>259.074.226</b>
<b>2.2 Lease Receivables</b>	(10)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>2.3 Factoring Receivables</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>2.4 Other Financial Assets Measured at Amortised Cost</b>	(6)	<b>51.453.871</b>	<b>18.315.456</b>	<b>69.769.327</b>	<b>45.110.667</b>	<b>10.962.386</b>	<b>56.073.053</b>
2.4.1 Government Debt Securities		51.403.394	18.315.456	69.718.850	45.060.153	10.962.386	56.022.539
2.4.2 Other Financial Assets		50.477	-	50.477	50.514	-	50.514
<b>2.5 Expected Credit Loss (-)</b>		<b>9.770.932</b>	<b>-</b>	<b>9.770.932</b>	<b>8.458.602</b>	<b>-</b>	<b>8.458.602</b>
<b>III. PROPERTY AND EQUIPMENT HELD FOR SALE PURPOSE AND RELATED TO DISCONTINUED OPERATIONS (NET)</b>	(13)	<b>2</b>	<b>-</b>	<b>2</b>	<b>39.377</b>	<b>-</b>	<b>39.377</b>
3.1 Held for Sale Purpose		2	-	2	39.377	-	39.377
3.2 Related to Discontinued Operations		-	-	-	-	-	-
<b>IV. EQUITY INVESTMENTS</b>		<b>3.443.808</b>	<b>1.657.208</b>	<b>5.101.016</b>	<b>3.367.602</b>	<b>1.403.197</b>	<b>4.770.799</b>
<b>4.1 Investments in Associates (Net)</b>	(7)	<b>23.365</b>	<b>449.383</b>	<b>472.748</b>	<b>22.490</b>	<b>415.828</b>	<b>438.318</b>
4.1.1 Associates Valued Based on Equity Method		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		23.365	449.383	472.748	22.490	415.828	438.318
<b>4.2 Subsidiaries (Net)</b>	(8)	<b>3.420.443</b>	<b>1.207.825</b>	<b>4.628.268</b>	<b>3.345.112</b>	<b>987.369</b>	<b>4.332.481</b>
4.2.1 Unconsolidated Financial Subsidiaries		3.363.297	1.207.825	4.571.122	3.287.966	987.369	4.275.335
4.2.2 Unconsolidated Non- Financial Subsidiaries		57.146	-	57.146	57.146	-	57.146
<b>4.3 Joint Ventures (Net)</b>	(9)	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
4.3.1 Joint Ventures Valued Based on Equity Method		-	-	-	-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-	-	-	-
<b>V. PROPERTY AND EQUIPMENT (Net)</b>		<b>5.936.726</b>	<b>109</b>	<b>5.936.835</b>	<b>3.147.814</b>	<b>100</b>	<b>3.147.914</b>
<b>VI. INTANGIBLE ASSETS (Net)</b>		<b>132.177</b>	<b>-</b>	<b>132.177</b>	<b>140.250</b>	<b>-</b>	<b>140.250</b>
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		132.177	-	132.177	140.250	-	140.250
<b>VII. INVESTMENT PROPERTIES (Net)</b>	(12)	<b>355.248</b>	<b>-</b>	<b>355.248</b>	<b>356.848</b>	<b>-</b>	<b>356.848</b>
<b>VIII. CURRENT TAX ASSET</b>		<b>1.446</b>	<b>-</b>	<b>1.446</b>	<b>6,042</b>	<b>-</b>	<b>6,042</b>
<b>IX. DEFERRED TAX ASSET</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>X. OTHER ASSETS</b>	(14)	<b>2.639.718</b>	<b>310.985</b>	<b>2.950.703</b>	<b>2.742.059</b>	<b>901.023</b>	<b>3.643.082</b>
<b>TOTAL ASSETS</b>		<b>280.910.521</b>	<b>148.063.551</b>	<b>428.974.072</b>	<b>241.741.477</b>	<b>136.680.578</b>	<b>378.422.055</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2019**  
*(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)*

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

	Note	Reviewed			Audited		
		Current Period			Prior Period		
		30 June 2019	31 December 2018				
LIABILITIES	TRY	FC	TOTAL	TRY	FC	TOTAL	
<b>I. DEPOSITS</b>	(1)	127.871.251	135.708.922	263.580.173	140.018.439	108.836.815	248.855.254
<b>II. FUNDS BORROWED</b>	(3)	363.702	10.624.165	10.987.867	372.398	11.543.629	11.916.027
<b>III. MONEY MARKETS</b>		61.523.995	4.947.237	66.471.232	32.759.788	5.402.273	38.162.061
<b>IV. SECURITIES ISSUED (Net)</b>	(4)	5.294.676	10.186.725	15.481.401	3.023.139	12.024.839	15.047.978
4.1 Bills		3.647.086	-	3.647.086	2.011.697	-	2.011.697
4.2 Assets Backed Securities		1.010.910	-	1.010.910	1.011.442	-	1.011.442
4.3 Bonds		636.680	10.186.725	10.823.405	-	12.024.839	12.024.839
<b>V. FUNDS</b>		2.872.037	-	2.872.037	2.874.121	-	2.874.121
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		2.872.037	-	2.872.037	2.874.121	-	2.874.121
<b>VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		-	-	-	-	-	-
<b>VII. DERIVATIVE FINANCIAL ASSETS</b>	(2) (7)	70	587.627	587.697	16	410.422	410.438
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		70	587.627	587.697	16	410.422	410.438
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
<b>VIII. FACTORING LIABILITIES</b>		-	-	-	-	-	-
<b>IX. LEASE LIABILITIES</b>	(6)	474.920	97.013	571.933	-	-	-
<b>X. PROVISIONS</b>	(8)	1.106.160	-	1.106.160	1.853.914	-	1.853.914
10.1 Restructuring Provisions		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		717.139	-	717.139	887.228	-	887.228
10.3 Insurance for Technical Provision (Net)		-	-	-	-	-	-
10.4 Other Provisions		389.021	-	389.021	966.686	-	966.686
<b>XI. CURRENT TAX LIABILITY</b>	(9)	976.595	78	976.673	669.903	106	670.009
<b>XII. DEFERRED TAX LIABILITIES</b>	(9)	178.552	-	178.552	452.769	-	452.769
<b>XIII. LIABILITIES FOR PROPERTY AND EQUIPMENT HELD FOR SALE AND RELATED TO DISCONTINUED OPERATIONS (Net)</b>		-	-	-	-	-	-
13.1 Held for Sale Purpose		-	-	-	-	-	-
13.2 Related to Discontinued Operations		-	-	-	-	-	-
<b>XIV. SUBORDINATED DEBT INSTRUMENTS</b>	(10)	6.178.449	5.908.897	12.087.346	6.182.084	-	6.182.084
14.1 Loans		-	5.908.897	5.908.897	-	-	-
14.2 Other Debt Instruments		6.178.449	-	6.178.449	6.182.084	-	6.182.084
<b>XV. OTHER LIABILITIES</b>	(5)	23.135.791	1.362.637	24.498.428	22.085.654	891.011	22.976.665
<b>XVI. SHAREHOLDERS' EQUITY</b>	(11)	29.350.321	224.252	29.574.573	28.896.436	124.299	29.020.735
16.1 Paid-in Capital		1.250.000	-	1.250.000	1.250.000	-	1.250.000
16.2 Capital Reserves		1.077.234	59.881	1.137.115	1.230.674	-	1.230.674
16.2.1 Share Premium		-	-	-	-	-	-
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		1.077.234	59.881	1.137.115	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	1.334.345	-	1.334.345
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		1.371.681	164.371	1.536.052	1.379.793	124.299	1.504.092
<b>16.5 Profit Reserves</b>		23.701.624	-	23.701.624	20.475.295	-	20.475.295
16.5.1 Legal Reserves		2.252.739	-	2.252.739	1.864.266	-	1.864.266
16.5.2 Status Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		21.401.704	-	21.401.704	18.563.848	-	18.563.848
16.5.4 Other Profit Reserves		47.181	-	47.181	47.181	-	47.181
<b>16.6 Income or (Loss)</b>		615.437	-	615.437	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)		615.437	-	615.437	2.521.795	-	2.521.795
16.7 Minority Shares		-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>		<b>259.326.519</b>	<b>169.647.553</b>	<b>428.974.072</b>	<b>239.188.661</b>	<b>139.233.394</b>	<b>378.422.055</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS**  
**AS OF 30 JUNE 2019**

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

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

		Reviewed			Audited		
		Current Period			Prior Period		
		30 June 2019			31 December 2018		
OFF-BALANCE SHEET	Note	TRY	FC	TOTAL	TRY	FC	TOTAL
<b>A.</b>	<b>COMMITMENTS AND CONTINGENCIES (I+II+III)</b>	<b>92.356.040</b>	<b>120.388.888</b>	<b>212.744.928</b>	<b>70.717.925</b>	<b>86.627.054</b>	<b>157.344.979</b>
<b>I.</b>	<b>GUARANTEES AND WARRANTIES</b>	<b>39.621.383</b>	<b>51.160.316</b>	<b>90.781.699</b>	<b>37.167.935</b>	<b>45.871.890</b>	<b>83.039.825</b>
1.1	Letters of guarantee	37.142.581	39.284.338	76.426.919	35.165.366	35.686.852	70.852.218
1.1.1	Guarantees subject to public procurement law	1.953.870	12.130.779	14.084.649	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	35.188.711	27.153.559	62.342.270	33.182.644	23.241.905	56.424.549
1.2	Bank loans	12.571	8.021.566	8.034.137	11.845	7.038.415	7.050.260
1.2.1	Import acceptances	-	66.225	66.225	-	94.572	94.572
1.2.2	Other bank acceptances	12.571	7.955.341	7.967.912	11.845	6.943.843	6.955.688
1.3	Letters of credit	115.461	3.740.296	3.855.757	119.895	3.016.499	3.136.394
1.3.1	Documentary letters of credit	115.461	3.740.296	3.855.757	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	2.350.770	114.116	2.464.886	1.870.829	130.124	2.000.953
1.9	Other sureties	-	-	-	-	-	-
<b>II.</b>	<b>COMMITMENTS</b>	<b>23.280.732</b>	<b>2.114.036</b>	<b>25.394.768</b>	<b>24.243.824</b>	<b>1.853.816</b>	<b>26.097.640</b>
2.1	Irrevocable commitments	23.027.177	1.468.672	24.495.849	24.091.686	1.680.920	25.772.606
2.1.1	Forward asset purchase commitments	20.819	980.212	1.001.031	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	2.089.766	488.460	2.578.226	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	3.314.963	-	3.314.963	2.661.413	-	2.661.413
2.1.8	Tax and fund liabilities from export commitments	73.060	-	73.060	65.280	-	65.280
2.1.9	Commitments for credit card expenditure limits	13.632.795	-	13.632.795	12.674.648	-	12.674.648
2.1.10	Commitments for credit cards and banking services promotions	29.203	-	29.203	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	3.866.571	-	3.866.571	3.691.303	-	3.691.303
2.2	Revocable commitments	253.555	645.364	898.919	152.138	172.896	325.034
2.2.1	Revocable loan granting commitments	-	-	-	-	-	-
2.2.2	Other revocable commitments	253.555	645.364	898.919	152.138	172.896	325.034
<b>III.</b>	<b>DERIVATIVE FINANCIAL INSTRUMENTS</b>	<b>29.453.925</b>	<b>67.114.536</b>	<b>96.568.461</b>	<b>9.306.166</b>	<b>38.901.348</b>	<b>48.207.514</b>
3.1	Derivative financial instruments held for risk management	-	-	-	-	-	-
3.1.1	Fair value risk hedging transactions	-	-	-	-	-	-
3.1.2	Cash flow risk hedging transactions	-	-	-	-	-	-
3.1.3	Net foreign investment risk hedging transactions	-	-	-	-	-	-
3.2	Transactions for trading	29.453.925	67.114.536	96.568.461	9.306.166	38.901.348	48.207.514
3.2.1	Forward foreign currency buy/sell transactions	2.309.771	6.134.745	8.444.516	1.806.188	5.243.125	7.049.313
3.2.1.1	Forward foreign currency transactions-buy	1.574.728	3.526.066	5.100.794	1.553.375	3.068.338	4.621.713
3.2.1.2	Forward foreign currency transactions-sell	735.043	2.608.679	3.343.722	252.813	2.174.787	2.427.600
3.2.2	Currency and interest rate swaps	18.125.572	48.741.101	66.866.673	5.202.187	27.857.299	33.059.486
3.2.2.1	Currency swap-buy	470.729	23.732.655	24.203.384	1.012.983	6.973.576	7.986.559
3.2.2.2	Currency swap-sell	17.654.843	6.145.250	23.800.093	4.189.204	3.490.839	7.680.043
3.2.2.3	Interest rate swap-buy	-	9.431.598	9.431.598	-	8.696.442	8.696.442
3.2.2.4	Interest Rate swap-sell	-	9.431.598	9.431.598	-	8.696.442	8.696.442
3.2.3	Currency, interest rate and marketable securities options	2.363.373	3.667.278	6.030.651	2.297.791	3.561.455	5.859.246
3.2.3.1	Currency call options	1.007.545	1.996.070	3.003.615	1.148.905	1.780.728	2.929.633
3.2.3.2	Currency put options	1.355.828	1.671.208	3.027.036	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	6.655.209	6.105.099	12.760.308	-	-	-
3.2.4.1	Currency futures-buy	2.029.799	4.198.314	6.228.113	-	-	-
3.2.4.2	Currency futures-sell	4.625.410	1.906.785	6.532.195	-	-	-
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	-	2.466.313	2.466.313	-	2.239.469	2.239.469
<b>B.</b>	<b>CUSTODY AND PLEDGED ASSETS (IV+V+VI)</b>	<b>1.045.814.245</b>	<b>347.964.814</b>	<b>1.393.779.059</b>	<b>954.219.496</b>	<b>310.868.814</b>	<b>1.265.088.310</b>
<b>IV.</b>	<b>CUSTODIES</b>	<b>519.624.633</b>	<b>50.500.875</b>	<b>570.125.508</b>	<b>432.711.289</b>	<b>42.627.039</b>	<b>475.338.328</b>
4.1	Assets under management	-	-	-	-	-	-
4.2	Custody marketable securities	187.003.349	1.258.952	188.262.301	161.920.322	1.017.194	162.937.516
4.3	Cheques in collection process	15.802.820	30.906.715	46.709.535	15.226.267	26.439.655	41.665.922
4.4	Commercial notes in collection process	265.842.965	6.740.558	272.583.523	239.240.554	5.575.684	244.816.238
4.5	Other assets in collection process	-	-	-	-	-	-
4.6	Underwritten securities	-	-	-	-	-	-
4.7	Other custodies	3.047.461	817.895	3.865.356	4.280.917	486.438	4.767.355
4.8	Custodians	47.928.038	10.776.755	58.704.793	12.043.229	9.108.068	21.151.297
<b>V.</b>	<b>PLEDGED ASSETS</b>	<b>526.189.612</b>	<b>297.463.939</b>	<b>823.653.551</b>	<b>521.508.207</b>	<b>268.241.775</b>	<b>789.749.982</b>
5.1	Marketable securities	5.963.724	805.086	6.768.810	5.608.542	733.250	6.341.792
5.2	Collateral notes	7.842.202	1.206.591	9.048.793	7.595.289	1.024.377	8.619.666
5.3	Commodity	25.812	-	25.812	25.812	-	25.812
5.4	Warranty	-	-	-	-	-	-
5.5	Land and buildings	413.175.074	243.713.707	656.888.781	384.287.726	224.420.837	608.708.563
5.6	Other pledged assets	76.251.052	40.335.320	116.586.372	76.477.704	39.614.525	116.092.229
5.7	Pledges	22.931.748	11.403.235	34.334.983	47.513.134	2.448.786	49.961.920
<b>VI.</b>	<b>ACCEPTED BILL GUARANTEES AND SURETIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL OFF-BALANCE SHEET ACCOUNTS (A+B)</b>		<b>1.138.170.285</b>	<b>468.353.702</b>	<b>1.606.523.987</b>	<b>1.024.937.421</b>	<b>397.495.868</b>	<b>1.422.433.289</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED**  
**30 JUNE 2019**

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

**III. STATEMENT OF PROFIT OR LOSS**

		Reviewed Current Period	Reviewed Prior Period	Reviewed Current Period	Reviewed Prior Period
		1 January- 30 June 2019	1 January- 30 June 2018	1 April- 30 June 2019	1 April- 30 June 2018
	<b>INCOME AND EXPENSES</b>				
	<b>Note</b>				
<b>I.</b>	<b>INTEREST INCOME</b>	<b>(1)</b>	<b>22.891.751</b>	<b>14.805.586</b>	<b>12.148.713</b>
1.1	Interest on Loans		17.737.893	12.236.473	9.297.428
1.2	Interest on Reserve Requirements		66.929	69.065	41.191
1.3	Interest on Banks		234.233	195.331	97.428
1.4	Interest on Money Market Transactions		-	24.452	-
1.5	Interest on Marketable Securities Portfolio		4.807.589	2.267.646	2.680.391
1.5.1	Fair Value Through Profit or Loss		6.598	5.480	2.499
1.5.2	Fair Value Through Other Comprehensive Income		727.540	60.652	458.359
1.5.3	Measured at Amortized Cost		4.073.451	2.201.514	2.219.533
1.6	Financial Lease Interest Income		-	-	-
1.7	Other Interest Income		45.107	12.619	32.275
<b>II.</b>	<b>INTEREST EXPENSE (-)</b>	<b>(2)</b>	<b>18.896.151</b>	<b>10.681.140</b>	<b>9.881.137</b>
2.1	Interest on Deposits		12.400.125	7.960.363	6.132.533
2.2	Interest on Funds Borrowed		149.577	216.475	73.994
2.3	Interest Expense on Money Market Transactions		5.005.812	1.858.066	2.936.754
2.4	Interest on Securities Issued		1.152.888	532.915	644.598
2.5	Interest on Leases		48.668	-	25.016
2.6	Other Interest Expenses		139.081	113.321	68.242
<b>III.</b>	<b>NET INTEREST INCOME (I - II)</b>		<b>3.995.600</b>	<b>4.124.446</b>	<b>2.267.576</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME</b>		<b>1.336.403</b>	<b>907.220</b>	<b>720.168</b>
4.1	Fees and Commissions Received		1.893.760	1.188.510	1.031.987
4.1.1	Non – cash Loans		459.351	250.435	242.231
4.1.2	Other	<b>(11)</b>	1.434.409	938.075	789.756
4.2	Fees and Commissions Paid (-)		557.357	281.290	311.819
4.2.1	Non – cash Loans		68	38	21
4.2.2	Other	<b>(11)</b>	557.289	281.252	311.798
<b>V.</b>	<b>DIVIDEND INCOME</b>		<b>421.328</b>	<b>374.321</b>	<b>44.214</b>
<b>VI.</b>	<b>TRADING INCOME / LOSS (Net)</b>	<b>(3)</b>	<b>(1.845.725)</b>	<b>59.830</b>	<b>(1.414.500)</b>
6.1	Trading Gains / (Losses) on Securities		31.406	12.591	13.673
6.2	Gains / (Losses) on Derivate Financial Transactions		(52.558)	303.098	(508.582)
6.3	Foreign Exchange Gains / (Losses)		(1.824.573)	(255.859)	(919.591)
<b>VII.</b>	<b>OTHER OPERATING INCOME</b>	<b>(4)</b>	<b>1.871.732</b>	<b>374.240</b>	<b>1.440.120</b>
<b>VIII.</b>	<b>GROSS OPERATING INCOME (III+IV+V+VI+VII)</b>		<b>5.779.338</b>	<b>5.840.057</b>	<b>3.057.578</b>
<b>IX.</b>	<b>EXPECTED LOSS PROVISIONS (-)</b>	<b>(5)</b>	<b>2.482.770</b>	<b>911.907</b>	<b>1.435.696</b>
<b>X.</b>	<b>OTHER PROVISION EXPENSES (-)</b>	<b>(5)</b>	<b>478</b>	<b>103.336</b>	<b>(31.831)</b>
<b>XI.</b>	<b>PERSONNEL EXPENSE (-)</b>		<b>1.289.936</b>	<b>1.149.532</b>	<b>577.191</b>
<b>XII.</b>	<b>OTHER OPERATING EXPENSES (-)</b>	<b>(6)</b>	<b>1.622.063</b>	<b>1.393.508</b>	<b>807.995</b>
<b>XIII.</b>	<b>NET OPERATING INCOME /LOSS (VIII-IX-X-XI-XII)</b>		<b>384.091</b>	<b>2.281.774</b>	<b>268.527</b>
<b>XIV.</b>	<b>INCOME AFTER MERGER</b>		-	-	-
<b>XV.</b>	<b>INCOME / (LOSS ) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD</b>		-	-	-
<b>XVI.</b>	<b>INCOME / (LOSS) ON NET MONETARY POSITION</b>		-	-	-
<b>XVII.</b>	<b>PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XIII+...+XVI)</b>	<b>(7)</b>	<b>384.091</b>	<b>2.281.774</b>	<b>268.527</b>
<b>XVIII.</b>	<b>TAX PROVISIONS FOR CONTINUED OPERATIONS (±)</b>	<b>(8)</b>	<b>231.346</b>	<b>(379.070)</b>	<b>41.722</b>
18.1	Current Tax Provision		6.423	3.587	3.810
18.2	Deferred Tax Income Effect (+)		519.452	760.780	(166.835)
18.3	Deferred Tax Expense Effect (-)		757.221	385.297	(121.303)
<b>XIX.</b>	<b>CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVII±XVIII)</b>	<b>(9)</b>	<b>615.437</b>	<b>1.902.704</b>	<b>310.249</b>
<b>XX.</b>	<b>INCOME FROM DISCONTINUED OPERATIONS</b>		-	-	-
20.1	Income from non- Current Assets Held for Sale		-	-	-
20.2	Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	-	-
20.3	Income from Other Discontinued Operations		-	-	-
<b>XXI.</b>	<b>EXPENSES FOR DISCONTINUED OPERATIONS (-)</b>		-	-	-
21.1	Expenses for Non-current Assets Held for Sale		-	-	-
21.2	Loss from Sales of Associates, Subsidiaries and Joint Ventures		-	-	-
21.3	Expenses for Other Discontinued Operations		-	-	-
<b>XXII.</b>	<b>PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XX-XXI)</b>		-	-	-
<b>XXIII.</b>	<b>TAX PROVISION FOR DISCONTINUED OPERATIONS (±)</b>		-	-	-
23.1	Current Tax Provision		-	-	-
23.2	Deferred Tax Expense Effect (+)		-	-	-
23.3	Deferred Tax Income Effect (-)		-	-	-
<b>XXIV.</b>	<b>PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XIX±XXII)</b>		-	-	-
<b>XXV.</b>	<b>NET PROFIT/(LOSS) (XVIII+XXIV)</b>	<b>(10)</b>	<b>615.437</b>	<b>1.902.704</b>	<b>310.249</b>
25.1	Profit / (Loss) of Group		615.437	1.902.704	310.249
25.2	Profit / (Loss) of Minority Shares (-)		-	-	-
	Profit / (Loss) Per Share (full TRY)		0,4923496	1,5221632	0,2481992
				0,2481992	0,8900096

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

**TÜRKİYE HALK BANKASI AŞ****UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2019***(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)***IV. STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Reviewed	Reviewed
	Current Period	Prior Period
	1 January - 30 June	1 January – 30 June
	2019	2018
<b>STATEMENT OF PROFIT OR LOSS ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY</b>		
<b>I. CURRENT PERIOD INCOME/LOSS</b>	<b>615.437</b>	<b>1.902.704</b>
<b>II. OTHER COMPREHENSIVE INCOME</b>	<b>31.960</b>	<b>216.098</b>
<b>2.1 Not Reclassified Through Profit or Loss</b>	<b>-</b>	<b>(4.486)</b>
2.1.1 Property and Equipment Revaluation Increase/Decrease	-	(4.985)
2.1.2 Intangible Assets Revaluation Increase/Decrease	-	-
2.1.3 Defined Benefit Pension Plan Remeasurement Gain/Loss	-	-
2.1.4 Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	-
2.1.5 Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss	-	499
<b>2.2 Reclassified Through Profit or Loss</b>	<b>31.960</b>	<b>220.584</b>
2.2.1 Foreign Currency Translation Differences	6.601	(57.618)
2.2.2 Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	(11.088)	370.489
2.2.3 Cash Flow Hedge Income/Loss	-	-
2.2.4 Foreign Net Investment Hedge Income/Loss	-	-
2.2.5 Other Comprehensive Income Items Reclassified Through Profit or Loss	-	-
2.2.6 Tax Related Other Comprehensive Income Items Reclassified Through Profit or Loss	36.447	(92.287)
<b>III. TOTAL COMPREHENSIVE INCOME (I+II)</b>	<b>647.397</b>	<b>2.118.802</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 30 JUNE 2019**  
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

	Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss							Accumulated Other Comprehensive Income or Expense Reclassified through 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/Decr ease 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)						
<b>Reviewed (1 January– 30 June 2018)</b>																		
<b>I. Prior Period End Balance</b>	1.250.000	-	-	1.176.589	1.273.315	(10.263)	-	52.631	972.898	-	16.936.107	3.725.462	-	25.376.739	-	-	25.376.739	
<b>II. Corrections and Accounting Policy Changes Made According to TAS 8</b>	-	-	-	-	-	-	-	-	-	-	-	704.534	-	704.534	-	-	704.534	
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	704.534	-	704.534	-	-	704.534	
<b>III. Adjusted Beginning Balance (I-II)</b>	1.250.000	-	-	1.176.589	1.273.315	(10.263)	-	52.631	972.898	-	16.936.107	4.429.996	-	26.081.273	-	-	26.081.273	
<b>IV. Total Comprehensive Income</b>	-	-	-	-	(4.486)	-	-	(57.618)	278.202	-	-	-	1.902.704	2.118.802	-	-	2.118.802	
V. Capital Increase by Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VI. Capital Increase by Internal Sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII. Paid in Capital Inflation Adjustment Difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VIII. Convertible Bonds to Share	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
IX. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
X. Increase / Decrease by Other Changes	-	-	-	57.618	-	-	-	-	-	-	-	-	-	-	-	57.618	57.618	
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Period End Balance (III+IV+.....+X+XI)</b>	1.250.000	-	-	1.234.207	1.268.829	(10.263)	-	(4.987)	1.251.100	-	16.936.107	4.429.996	1.902.704	28.257.693	-	-	28.257.693	
<b>(1 January – 30 June 2019)</b>																		
<b>I. Prior Period End Balance</b>	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	
<b>II. Corrections and Accounting Policy Changes Made According to TAS 8</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>III. Adjusted Beginning Balance (I-II)</b>	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	
<b>IV. Total Comprehensive Income</b>	-	-	-	-	-	-	-	6.601	25.359	-	-	-	615.437	647.397	-	-	647.397	
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	-	-	-	(93.559)	-	-	-	-	-	-	-	2.521.795	(2.521.795)	(93.559)	-	-	(93.559)	
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	3.226.329	(3.226.329)	-	-	-	-	-	
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	3.226.329	(3.226.329)	-	-	-	-	-	
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
<b>Period End Balance (III+IV+.....+X+XI)</b>	1.250.000	-	-	1.137.115	1.324.802	9.543	-	5.147	1.530.905	-	23.701.624	-	615.437	29.574.573	-	-	29.574.573	

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE**  
**PERIOD ENDED 30 JUNE 2019**

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

**VI. STATEMENT OF CASH FLOWS**

	Reviewed	Reviewed
	Current Period	Prior Period
Note	1 January- 30 June 2019	1 January- 30 June 2018
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1 Operating profit before changes in operating assets and liabilities</b>	<b>(6.095.653)</b>	<b>(4.626.600)</b>
1.1.1 Interest received	20.778.007	13.050.260
1.1.2 Interest paid	(18.840.899)	(10.090.619)
1.1.3 Dividend received	421.328	374.321
1.1.4 Fees and commissions received	1.891.998	1.191.987
1.1.5 Other income	864.681	140.127
1.1.6 Collections from previously written off loans	721.393	623.466
1.1.7 Cash payments to personnel and service suppliers	(1.308.702)	(1.161.450)
1.1.8 Taxes paid	(475.090)	(388.172)
1.1.9 Other	(10.148.369)	(8.366.520)
<b>1.2 Changes in Assets and Liabilities Subject to Banking Operations</b>	<b>9.246.785</b>	<b>(2.665.507)</b>
1.2.1 Net Increase / decrease in financial assets at fair value through profit or loss	(2.613.047)	(94.288)
1.2.2 Net (increase) / decrease in due from banks	(5.730)	(2.725)
1.2.3 Net (increase) / decrease in loans	(26.128.356)	(35.381.490)
1.2.4 Net (increase) / decrease in other assets	(6.140.135)	(4.481.700)
1.2.5 Net increase / (decrease) in bank deposits	(3.047.394)	6.382.618
1.2.6 Net increase / (decrease) in other deposits	17.803.487	21.310.912
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	(944.916)	(575.788)
1.2.9 Net increase / (decrease) in matured payables	-	-
1.2.10 Net increase / (decrease) in other liabilities	30.322.876	10.176.954
<b>I. Net cash provided from banking operations</b>	<b>3.151.132</b>	<b>(7.292.107)</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		
<b>II. Net cash provided from/ (used in) investing activities</b>	<b>(22.444.055)</b>	<b>(5.790.106)</b>
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries	(89.974)	(142.652)
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries	39.375	-
2.3 Fixed assets purchases	(2.483.538)	(644.293)
2.4 Fixed assets sales	268.015	134.214
2.5 Cash paid for purchase of financial assets at fair value through other comprehensive income	(9.479.916)	(5.274.321)
2.6 Cash obtained from sale of financial assets at fair value through other comprehensive income	1.759.789	2.301.906
2.7 Cash paid for purchase of investment securities	(14.231.803)	(3.865.471)
2.8 Cash obtained from sale of investment securities	1.740.454	1.683.298
2.9 Other	33.543	17.213
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III. Net cash flow from financing activities</b>	<b>5.143.842</b>	<b>2.051.384</b>
3.1 Cash obtained from loans borrowed and securities issued	10.123.546	3.071.044
3.2 Cash used for repayment of loans borrowed and securities issued	(4.585.202)	(1.019.660)
3.3 Bonds issued	-	-
3.4 Dividends paid	-	-
3.5 Payments for leases	(132.118)	-
3.6 Other	(262.384)	-
<b>IV. Effect of change in foreign exchange rate on cash and cash equivalents</b>	<b>1.209.206</b>	<b>2.262.701</b>
<b>V. Net increase / (decrease) in cash and cash equivalents</b>	<b>(12.939.875)</b>	<b>(8.768.128)</b>
<b>VI. Cash and cash equivalents at beginning of the period</b>	<b>23.631.619</b>	<b>27.121.864</b>
<b>VII. Cash and cash equivalents at end of the period</b>	<b>10.691.744</b>	<b>18.353.736</b>

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