

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2020**  
*(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		
		30 June 2020	31 December 2019				
	TRY	FC	TOTAL	TRY	FC	TOTAL	
<b>I. FINANCIAL ASSETS (NET)</b>		<b>52.879.017</b>	<b>35.631.647</b>	<b>88.510.664</b>	<b>30.196.996</b>	<b>39.709.838</b>	<b>69.906.834</b>
<b>1.1 Cash and Cash Equivalents</b>		<b>3.764.494</b>	<b>25.593.769</b>	<b>29.358.263</b>	<b>2.970.056</b>	<b>35.259.174</b>	<b>38.229.230</b>
1.1.1 Cash and Balances with Central Bank	(1)	3.572.812	23.580.352	27.153.164	2.472.458	32.016.123	34.488.581
1.1.2 Banks	(3)	205.692	2.013.417	2.219.109	507.416	3.243.051	3.750.467
1.1.3 Money Markets		-	-	-	-	-	-
1.1.4 Expected Loss Provision (-)		14.010	-	14.010	9.818	-	9.818
<b>1.2 Financial Assets at Fair Value Through Profit or Loss</b>	(2)	<b>16.290.791</b>	<b>127</b>	<b>16.290.918</b>	<b>16.266.722</b>	<b>64</b>	<b>16.266.786</b>
1.2.1 Government Debt Securities		16.104.395	127	16.104.522	16.104.564	64	16.104.628
1.2.2 Equity Instruments		145.601	-	145.601	145.601	-	145.601
1.2.3 Other Financial Assets		40.795	-	40.795	16.557	-	16.557
<b>1.3 Financial Assets at Fair Value Through Other Comprehensive Income</b>	(4)	<b>32.724.434</b>	<b>8.187.017</b>	<b>40.911.451</b>	<b>10.956.522</b>	<b>3.302.262</b>	<b>14.258.784</b>
1.3.1 Government Debt Securities		31.930.269	8.035.712	39.965.981	10.275.808	3.170.818	13.446.626
1.3.2 Equity Instruments		194.350	151.305	345.655	100.631	131.444	232.075
1.3.3 Other Financial Assets		599.815	-	599.815	580.083	-	580.083
<b>1.4 Derivative Financial Assets</b>	(2)(11)	<b>99.298</b>	<b>1.850.734</b>	<b>1.950.032</b>	<b>3.696</b>	<b>1.148.338</b>	<b>1.152.034</b>
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss		99.298	1.850.734	1.950.032	3.696	1.148.338	1.152.034
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
<b>II. FINANCIAL ASSETS MEASURED AT AMORTISED COST(Net)</b>		<b>378.790.935</b>	<b>110.310.830</b>	<b>489.101.765</b>	<b>265.772.751</b>	<b>104.232.298</b>	<b>370.005.049</b>
<b>2.1 Loans</b>	(5)	<b>335.412.806</b>	<b>89.090.880</b>	<b>424.503.686</b>	<b>223.887.121</b>	<b>85.320.980</b>	<b>309.208.101</b>
<b>2.2 Lease Receivables</b>	(10)	-	-	-	-	-	-
<b>2.3 Factoring Receivables</b>		-	-	-	-	-	-
<b>2.4 Other Financial Assets Measured at Amortised Cost</b>	(6)	<b>58.521.398</b>	<b>21.219.950</b>	<b>79.741.348</b>	<b>53.297.037</b>	<b>18.911.318</b>	<b>72.208.355</b>
2.4.1 Government Debt Securities		58.470.897	21.219.950	79.690.847	53.246.524	18.911.318	72.157.842
2.4.2 Other Financial Assets		50.501	-	50.501	50.513	-	50.513
<b>2.5 Expected Credit Loss (-)</b>		<b>15.143.269</b>	-	<b>15.143.269</b>	<b>11.411.407</b>	-	<b>11.411.407</b>
<b>III. NON CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (NET)</b>	(14)	-	-	-	<b>2.576.996</b>	-	<b>2.576.996</b>
3.1 Held for Sale		-	-	-	2.576.996	-	2.576.996
3.2 Discontinued Operations		-	-	-	-	-	-
<b>IV. EQUITY INVESTMENTS</b>		<b>2.484.041</b>	<b>2,359.594</b>	<b>4,843.635</b>	<b>1,837.784</b>	<b>1,911.883</b>	<b>3,749.667</b>
<b>4.1 Investments in Associates (Net)</b>	(7)	<b>47.493</b>	<b>556.766</b>	<b>604.259</b>	<b>25.115</b>	<b>482.671</b>	<b>507.786</b>
4.1.1 Associates Valued Based on Equity Method		-	-	-	-	-	-
4.1.2 Unconsolidated Associates		47.493	556.766	604.259	25.115	482.671	507.786
<b>4.2 Subsidiaries (Net)</b>	(8)	<b>2,436,548</b>	<b>1,802,828</b>	<b>4,239,376</b>	<b>1,812,669</b>	<b>1,429,212</b>	<b>3,241,881</b>
4.2.1 Unconsolidated Financial Subsidiaries		2,436,548	1,802,828	4,239,376	1,728,669	1,429,212	3,157,881
4.2.2 Unconsolidated Non- Financial Subsidiaries		-	-	-	84,000	-	84,000
<b>4.3 Joint Ventures (Net)</b>	(9)	-	-	-	-	-	-
4.3.1 Joint Ventures Valued Based on Equity Method		-	-	-	-	-	-
4.3.2 Unconsolidated Joint Ventures		-	-	-	-	-	-
<b>V. PROPERTY AND EQUIPMENT (Net)</b>		<b>7,373,272</b>	<b>286</b>	<b>7,373,558</b>	<b>7,537,034</b>	<b>212</b>	<b>7,537,246</b>
<b>VI. INTANGIBLE ASSETS (Net)</b>		<b>150,410</b>	-	<b>150,410</b>	<b>162,053</b>	-	<b>162,053</b>
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		150,410	-	150,410	162,053	-	162,053
<b>VII. INVESTMENT PROPERTIES (Net)</b>	(12)	<b>354,472</b>	-	<b>354,472</b>	<b>356,027</b>	-	<b>356,027</b>
<b>VIII. CURRENT TAX ASSET</b>		-	-	-	-	-	-
<b>IX. DEFERRED TAX ASSET</b>	(13)	<b>269,861</b>	-	<b>269,861</b>	-	-	-
<b>X. OTHER ASSETS (Net)</b>	(15)	<b>4,561,855</b>	<b>550,913</b>	<b>5,112,768</b>	<b>2,514,640</b>	<b>236,889</b>	<b>2,751,529</b>
<b>TOTAL ASSETS</b>		<b>446,863,863</b>	<b>148,853,270</b>	<b>595,717,133</b>	<b>310,954,281</b>	<b>146,091,120</b>	<b>457,045,401</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2020**  
*(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)*

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

LIABILITIES	Note	Reviewed			Audited		
		Current Period			Prior Period		
		30 June 2020			31 December 2019		
		TRY	FC	TOTAL	TRY	FC	TOTAL
<b>I. DEPOSITS</b>	(1)	243.450.836	156.481.263	399.932.099	166.473.587	131.260.589	297.734.176
<b>II. FUNDS BORROWED</b>	(3)	460.760	10.512.549	10.973.309	530.197	10.486.644	11.016.841
<b>III. MONEY MARKETS</b>		76.886.874	685.006	77.571.880	50.249.750	2.951.294	53.201.044
<b>IV. SECURITIES ISSUED (Net)</b>	(4)	7.463.421	6.949.054	14.412.475	7.078.757	10.512.530	17.591.287
4.1 Bills		5.404.124	-	5.404.124	4.682.528	-	4.682.528
4.2 Assets Backed Securities		1.010.911	-	1.010.911	1.011.493	-	1.011.493
4.3 Bonds		1.048.386	6.949.054	7.997.440	1.384.736	10.512.530	11.897.266
<b>V. FUNDS</b>		3.125.967	-	3.125.967	3.209.004	-	3.209.004
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		3.125.967	-	3.125.967	3.209.004	-	3.209.004
<b>VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		-	-	-	-	-	-
<b>VII. DERIVATIVE FINANCIAL ASSETS</b>	(2)(7)	9.349	663.782	673.131	334	353.384	353.718
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		9.349	663.782	673.131	334	353.384	353.718
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
<b>VIII. FACTORING LIABILITIES</b>		-	-	-	-	-	-
<b>IX. LEASE LIABILITIES</b>	(6)	614.697	38.138	652.835	525.530	54.395	579.925
<b>X. PROVISIONS</b>	(8)	1.920.622	-	1.920.622	1.663.354	-	1.663.354
10.1 Restructuring Provisions		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		1.127.401	-	1.127.401	1.105.771	-	1.105.771
10.3 Insurance for Technical Provision (Net)		-	-	-	-	-	-
10.4 Other Provisions		793.221	-	793.221	557.583	-	557.583
<b>XI. CURRENT TAX LIABILITY</b>	(9)	2.941.758	32	2.941.790	1.298.409	77	1.298.486
<b>XII. DEFERRED TAX LIABILITIES</b>	(9)	-	-	-	309.861	-	309.861
<b>XIII. NON CURRENT LIABILITIES HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)</b>	(10)	-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Discontinued Operations		-	-	-	-	-	-
<b>XIV. SUBORDINATED DEBT INSTRUMENTS</b>	(11)	6.034.558	7.252.193	13.286.751	6.037.858	6.146.988	12.184.846
14.1 Loans		-	7.252.193	7.252.193	-	6.146.988	6.146.988
14.2 Other Debt Instruments		6.034.558	-	6.034.558	6.037.858	-	6.037.858
<b>XV. OTHER LIABILITIES</b>	(5)	27.073.365	1.358.915	28.432.280	24.623.421	1.082.612	25.706.033
<b>XVI. SHAREHOLDERS' EQUITY</b>	(12)	41.307.892	486.102	41.793.994	31.744.821	452.005	32.196.826
16.1 Paid-in Capital		2.473.776	-	2.473.776	1.250.000	-	1.250.000
16.2 Capital Reserves		6.782.181	60.293	6.842.474	1.088.227	60.293	1.148.520
16.2.1 Share Premium		5.776.224	-	5.776.224	-	-	-
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		1.005.957	60.293	1.066.250	1.088.227	60.293	1.148.520
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		4.109.289	589.534	4.698.823	3.641.906	512.845	4.154.751
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		745.552	(163.725)	581.827	342.755	(121.133)	221.622
<b>16.5 Profit Reserves</b>		25.421.933	-	25.421.933	23.701.624	-	23.701.624
16.5.1 Legal Reserves		2.351.143	-	2.351.143	2.252.739	-	2.252.739
16.5.2 Status Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		23.023.609	-	23.023.609	21.401.704	-	21.401.704
16.5.4 Other Profit Reserves		47.181	-	47.181	47.181	-	47.181
<b>16.6 Income or (Loss)</b>		1.775.161	-	1.775.161	1.720.309	-	1.720.309
16.6.1 Prior Periods' Income or (Loss)		-	-	-	-	-	-
16.6.2 Current Period Income or (Loss)		1.775.161	-	1.775.161	1.720.309	-	1.720.309
<b>16.7 Minority Shares</b>		-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>		<b>411.290.099</b>	<b>184.427.034</b>	<b>595.717.133</b>	<b>293.744.883</b>	<b>163.300.518</b>	<b>457.045.401</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 2020**

(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 2020	1 January- 30 June 2019	1 April – 30 June 2020	1 April – 30 June 2019
	<b>INCOME AND EXPENSES</b>				
	<b>Note</b>				
<b>I.</b>	<b>INTEREST INCOME</b>	<b>(1)</b>	<b>23.994.929</b>	<b>22.891.751</b>	<b>12.271.830</b>
1.1	Interest on Loans		17.749.825	17.737.893	8.961.904
1.2	Interest on Reserve Requirements		359	66.929	143
1.3	Interest on Banks		65.082	234.233	31.694
1.4	Interest on Money Market Transactions		-	-	-
1.5	Interest on Marketable Securities Portfolio		6.140.232	4.807.589	3.272.656
1.5.1	Fair Value Through Profit or Loss		946	6.598	549
1.5.2	Fair Value Through Other Comprehensive Income		1.643.154	727.540	988.138
1.5.3	Measured at Amortized Cost		4.496.132	4.073.451	2.283.969
1.6	Financial Lease Interest Income		-	-	-
1.7	Other Interest Income		39.431	45.107	5.433
<b>II.</b>	<b>INTEREST EXPENSE (-)</b>	<b>(2)</b>	<b>13.366.529</b>	<b>18.896.151</b>	<b>6.931.083</b>
2.1	Interest on Deposits		8.885.852	12.400.125	4.621.313
2.2	Interest on Funds Borrowed		138.196	149.577	63.238
2.3	Interest Expense on Money Market Transactions		2.770.617	5.005.812	1.408.384
2.4	Interest on Securities Issued		1.207.092	1.152.888	593.299
2.5	Interest on Leases		39.199	48.668	18.809
2.6	Other Interest Expenses		325.573	139.081	226.040
<b>III.</b>	<b>NET INTEREST INCOME (I - II)</b>		<b>10.628.400</b>	<b>3.995.600</b>	<b>5.340.747</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME</b>		<b>1.264.458</b>	<b>1.336.403</b>	<b>542.982</b>
4.1	Fees and Commissions Received		1.648.186	1.893.760	741.382
4.1.1	Non – cash Loans		398.926	459.351	178.271
4.1.2	Other	(11)	1.249.260	1.434.409	563.111
4.2	Fees and Commissions Paid (-)		383.728	557.357	198.400
4.2.1	Non – cash Loans		36	68	29
4.2.2	Other	(11)	383.692	557.289	198.371
<b>V.</b>	<b>DIVIDEND INCOME</b>		<b>507.118</b>	<b>421.328</b>	<b>506.692</b>
<b>VI.</b>	<b>TRADING INCOME / LOSS (Net)</b>	<b>(3)</b>	<b>(2.434.355)</b>	<b>(1.845.725)</b>	<b>(1.168.362)</b>
6.1	Trading Gains / (Losses) on Securities		43.450	31.406	(36.362)
6.2	Gains / (Losses) on Derivate Financial Transactions		1.703.521	(52.558)	411.459
6.3	Foreign Exchange Gains / (Losses)		(4.181.326)	(1.824.573)	(1.543.459)
<b>VII.</b>	<b>OTHER OPERATING INCOME</b>	<b>(4)</b>	<b>753.951</b>	<b>1.871.732</b>	<b>140.755</b>
<b>VIII.</b>	<b>GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)</b>		<b>10.719.572</b>	<b>5.779.338</b>	<b>5.362.814</b>
<b>IX.</b>	<b>EXPECTED LOSS PROVISIONS (-)</b>	<b>(5)</b>	<b>4.241.147</b>	<b>2.482.770</b>	<b>1.914.738</b>
<b>X.</b>	<b>OTHER PROVISION EXPENSES (-)</b>	<b>(5)</b>	<b>231.500</b>	<b>478</b>	<b>90.422</b>
<b>XI.</b>	<b>PERSONNEL EXPENSE (-)</b>		<b>1.875.883</b>	<b>1.289.936</b>	<b>980.307</b>
<b>XII.</b>	<b>OTHER OPERATING EXPENSES (-)</b>	<b>(6)</b>	<b>2.056.406</b>	<b>1.622.063</b>	<b>1.052.039</b>
<b>XIII.</b>	<b>NET OPERATING INCOME /LOSS (IX-X-XI)</b>		<b>2.314.636</b>	<b>384.091</b>	<b>1.325.308</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>XVIII.</b>	<b>TAX PROVISIONS FOR CONTINUED OPERATIONS (±)</b>	<b>(7)</b>	<b>2.314.636</b>	<b>384.091</b>	<b>1.325.308</b>
18.1	Current Tax Provision	(8)	(539.475)	231.346	(375.232)
18.2	Deferred Tax Income Effect (+)		1.110.189	6.423	1.108.072
18.3	Deferred Tax Expense Effect (-)		380.909	519.452	(303.884)
<b>XIX.</b>	<b>CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVII±XVIII)</b>		<b>951.623</b>	<b>757.221</b>	<b>428.956</b>
<b>XX.</b>	<b>INCOME FROM DISCONTINUED OPERATIONS</b>	<b>(9)</b>	<b>1.775.161</b>	<b>615.437</b>	<b>950.076</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 (IXX-XX)</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+XXIII)</b>	<b>(10)</b>	-	-	-
25.1	Profit / (Loss) of Group		1.775.161	615.437	950.076
25.2	Profit / (Loss) of Minority Shares (-)		1.775.161	615.437	950.076
	Profit / (Loss) Per Share (full TRY)		-	-	-
			1,16867	0,49235	0,53139
					0,24820

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 2020***(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
	2020	2019
<b>STATEMENT OF PROFIT OR LOSS ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY</b>		
<b>I. CURRENT PERIOD INCOME/LOSS</b>	<b>1.775.161</b>	<b>615.437</b>
<b>II. OTHER COMPREHENSIVE INCOME</b>	<b>904.277</b>	<b>31.960</b>
<b>2.1 Not Reclassified Through Profit or Loss</b>	<b>544.072</b>	<b>-</b>
2.1.1 Property and Equipment Revaluation Increase/Decrease	(6.783)	-
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	550.177	-
2.1.5 Tax on Other Comprehensive Income Items Not Reclassified Through Profit or Loss	678	-
<b>2.2 Reclassified Through Profit or Loss</b>	<b>360.205</b>	<b>31.960</b>
2.2.1 Foreign Currency Translation Differences	6.846	6.601
2.2.2 Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	345.029	(11.088)
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 on Other Comprehensive Income Items Reclassified Through Profit or Loss	8.330	36.447
<b>III. TOTAL COMPREHENSIVE INCOME (I+II)</b>	<b>2.679.438</b>	<b>647.397</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 2020**  
*(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						Total Equity Expect 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	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)	
<b>Reviewed (1 January – 30 June 2019)</b>																
I. Prior Period End Balance	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
II. Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted Beginning Balance (I+II)	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
IV. Total Comprehensive Income	-	-	-	-	-	-	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	-	-	-	-	-	-	-	-	-	-	3.226.329	(3.226.329)	-	-	-	-
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	3.226.329	(3.226.329)	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Period End Balance (III+IV+.....+X+XI)</b>	<b>1.250.000</b>	<b>-</b>	<b>-</b>	<b>1.137.115</b>	<b>1.324.802</b>	<b>9.543</b>	<b>-</b>	<b>5.147</b>	<b>1.530.905</b>	<b>-</b>	<b>23.701.624</b>	<b>-</b>	<b>615.437</b>	<b>29.574.573</b>	<b>-</b>	<b>29.574.573</b>
<b>Reviewed (1 January – 30 June 2020)</b>																
I. Prior Period End Balance	1.250.000	-	-	1.148.520	1.364.725	(59.859)	2.849.885	(5.846)	227.468	-	23.701.624	-	1.720.309	32.196.826	-	32.196.826
II. Corrections and Accounting Policy Changes Made According to TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effects of Corrections	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effects of the Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted Beginning Balance (I+II)	1.250.000	-	-	1.148.520	1.364.725	(59.859)	2.849.885	(5.846)	227.468	-	23.701.624	-	1.720.309	32.196.826	-	32.196.826
IV. Total Comprehensive Income	-	-	-	-	(6.105)	-	550.177	6.846	353.359	-	-	-	1.775.161	2.679.438	-	2.679.438
V. Capital Increase by Cash	1.223.776	5.776.224	-	-	-	-	-	-	-	-	-	-	-	7.000.000	-	7.000.000
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	-	-	-	(82.270)	-	-	-	-	-	-	-	1.720.309	(1.720.309)	(82.270)	-	(82.270)
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	1.720.309	(1.720.309)	-	-	-	-
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	1.720.309	(1.720.309)	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Period End Balance (III+IV+.....+X+XI)</b>	<b>2.473.776</b>	<b>5.776.224</b>	<b>-</b>	<b>1.066.250</b>	<b>1.358.620</b>	<b>(59.859)</b>	<b>3.400.062</b>	<b>1.000</b>	<b>580.827</b>	<b>-</b>	<b>25.421.933</b>	<b>-</b>	<b>1.775.161</b>	<b>41.793.994</b>	<b>-</b>	<b>41.793.994</b>

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

**TÜRKİYE HALK BANKASI AŞ**  
**UNCONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED**  
**30 JUNE 2020**

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

**VI. STATEMENT OF CASH FLOWS**

	Reviewed Current Period	Reviewed Prior Period
Note	1 January- 30 June 2020	1 January- 30 June 2019
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1 Operating profit before changes in operating assets and liabilities</b>	<b>(825.998)</b>	<b>(6.095.653)</b>
1.1.1 Interest received	19.946.458	20.778.007
1.1.2 Interest paid	(13.609.413)	(18.840.899)
1.1.3 Dividend received	507.118	421.328
1.1.4 Fees and commissions received	2.186.262	1.891.998
1.1.5 Other income	373.585	864.681
1.1.6 Collections from previously written off loans	726.191	721.393
1.1.7 Cash payments to personnel and service suppliers	(1.899.761)	(1.308.702)
1.1.8 Taxes paid	(154.772)	(475.090)
1.1.9 Other	(8.901.666)	(10.148.369)
<b>1.2 Changes in Assets and Liabilities Subject to Banking Operations</b>	<b>17.376.420</b>	<b>9.246.785</b>
1.2.1 Net Increase / decrease in financial assets at fair value through profit or loss	(25.315)	(2.613.047)
1.2.2 Net (increase) / decrease in due from banks	(1.580)	(5.730)
1.2.3 Net (increase) / decrease in loans	(116.499.646)	(26.128.356)
1.2.4 Net (increase) / decrease in other assets	3.345.781	(6.140.135)
1.2.5 Net increase / (decrease) in bank deposits	2.290.844	(3.047.394)
1.2.6 Net increase / (decrease) in other deposits	100.246.936	17.803.487
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	(233.745)	(944.916)
1.2.9 Net increase / (decrease) in matured payables	-	-
1.2.10 Net increase / (decrease) in other liabilities	28.253.145	30.322.876
<b>I. Net cash provided from banking operations</b>	<b>16.550.422</b>	<b>3.151.132</b>
<b>B. CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		
<b>II. Net cash provided from/ (used in) investing activities</b>	<b>(25.773.255)</b>	<b>(22.444.055)</b>
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries	(148.506)	(89.974)
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries	-	39.375
2.3 Fixed assets purchases	(105.332)	(2.483.538)
2.4 Fixed assets sales	731.263	268.015
2.5 Cash paid for purchase of financial assets at fair value through other comprehensive income	(28.063.870)	(9.479.916)
2.6 Cash obtained from sale of financial assets at fair value through other comprehensive income	5.655.118	1.759.789
2.7 Cash paid for purchase of investment securities	(6.308.398)	(14.231.803)
2.8 Cash obtained from sale of investment securities	2.479.668	1.740.454
2.9 Other	(13.198)	33.543
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III. Net cash flow from financing activities</b>	<b>2.992.060</b>	<b>5.143.842</b>
3.1 Cash obtained from loans borrowed and securities issued	11.139.622	10.123.546
3.2 Cash used for repayment of loans borrowed and securities issued	(15.018.548)	(4.585.202)
3.3 Bonds issued	7.000.000	-
3.4 Dividends paid	-	-
3.5 Payments for leases	(129.014)	(132.118)
3.6 Other	-	(262.384)
<b>IV. Effect of change in foreign exchange rate on cash and cash equivalents</b>	<b>2.760.619</b>	<b>1.209.206</b>
<b>V. Net increase / (decrease) in cash and cash equivalents</b>	<b>(3.470.154)</b>	<b>(12.939.875)</b>
<b>VI. Cash and cash equivalents at beginning of the period</b>	<b>24.122.353</b>	<b>23.631.619</b>
<b>VII. Cash and cash equivalents at end of the period</b>	<b>20.652.199</b>	<b>10.691.744</b>

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