

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2021
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

	Note	Reviewed			Audited		
		Current Period			Prior Period		
		30 June 2021			31 December 2020		
CONSOLIDATED ASSETS		TRY	FC	TOTAL	TRY	FC	TOTAL
I. FINANCIAL ASSETS (NET)		61.803.496	91.972.329	153.775.825	62.791.771	84.132.043	146.923.814
1.1 Cash and Cash Equivalents		7.757.651	69.448.414	77.206.065	8.916.830	59.391.599	68.308.429
1.1.1 Cash and Balances with Central Bank	(1)	7.491.197	65.518.691	73.009.888	8.396.106	56.588.336	64.984.442
1.1.2 Banks	(3)	278.626	3.930.111	4.208.737	287.479	2.803.592	3.091.071
1.1.3 Money Markets		4.703	-	4.703	252.997	-	252.997
1.1.4 Expected Loss Provision (-)		16.875	388	17.263	19.752	329	20.081
1.2 Financial Assets at Fair Value Through Profit or Loss	(2)	15.824.543	20.102	15.844.645	15.704.422	19.241	15.723.663
1.2.1 Government Debt Securities		15.576.825	629	15.577.454	15.529.875	1.349	15.531.224
1.2.2 Equity Instruments		175.040	19.473	194.513	145.757	17.892	163.649
1.2.3 Other Financial Assets		72.678	-	72.678	28.790	-	28.790
1.3 Financial Assets at Fair Value Through Other Comprehensive Income	(4)	38.221.111	21.151.138	59.372.249	38.164.766	22.379.674	60.544.440
1.3.1 Government Debt Securities		37.597.520	20.913.033	58.510.553	37.528.538	22.192.136	59.720.674
1.3.2 Equity Instruments		44.745	238.105	282.850	44.745	187.538	232.283
1.3.3 Other Financial Assets		578.846	-	578.846	591.483	-	591.483
1.4 Derivative Financial Assets	(2)(11)	191	1.352.675	1.352.866	5.753	2.341.529	2.347.282
1.4.1 Derivative Financial Assets at Fair Value Through Profit or Loss		191	1.352.675	1.352.866	5.753	2.341.529	2.347.282
1.4.2 Derivative Financial Assets at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
II. FINANCIAL ASSETS MEASURED AT AMORTISED COST(Net)		419.310.852	143.431.468	562.742.320	401.555.604	129.174.012	530.729.616
2.1 Loans	(5)	361.709.212	113.872.566	475.581.778	353.822.723	103.387.503	457.210.226
2.2 Lease Receivables	(10)	2.132.866	2.204.519	4.337.385	1.882.644	2.339.714	4.222.358
2.3 Factoring Receivables		1.190.881	115.893	1.306.774	1.810.629	44.496	1.855.125
2.4 Other Financial Assets Measured at Amortised Cost	(6)	67.271.268	27.790.464	95.061.732	60.843.380	23.961.309	84.804.689
2.4.1 Government Debt Securities		67.220.747	27.790.464	95.011.211	60.792.861	23.961.309	84.754.170
2.4.2 Other Financial Assets		50.521	-	50.521	50.519	-	50.519
2.5 Expected Credit Loss (-)		12.993.375	551.974	13.545.349	16.803.772	559.010	17.362.782
III. NON CURRENT ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (NET)	(14)	2.509	-	2.509	1.441	-	1.441
3.1 Held for Sale		2.509	-	2.509	1.441	-	1.441
3.2 Discontinued Operations		-	-	-	-	-	-
IV. EQUITY INVESTMENTS		141.663	772.246	913.909	83.121	681.339	764.460
4.1 Investments in Associates (Net)	(7)	141.663	772.246	913.909	83.121	681.339	764.460
4.1.1 Associates Valued Based on Equity Method		17.865	772.246	790.111	16.566	681.339	697.905
4.1.2 Unconsolidated Associates		123.798	-	123.798	66.555	-	66.555
4.2 Subsidiaries (Net)	(8)	-	-	-	-	-	-
4.2.1 Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
4.2.2 Unconsolidated Non- Financial Subsidiaries		-	-	-	-	-	-
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)		10.260.369	569.704	10.830.073	9.775.477	503.411	10.278.888
VI. INTANGIBLE ASSETS (Net)		533.084	83.149	616.233	579.463	59.245	638.708
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		533.084	83.149	616.233	579.463	59.245	638.708
VII. INVESTMENT PROPERTIES (Net)	(12)	1.260.893	11.259	1.272.152	1.197.116	10.145	1.207.261
VIII. CURRENT TAX ASSET		7.205	-	7.205	339.626	2.897	342.523
IX. DEFERRED TAX ASSET	(13)	145.895	5.361	151.256	37.353	4.748	42.101
X. OTHER ASSETS (Net)	(15)	6.305.634	601.427	6.907.061	4.738.592	547.246	5.285.838
TOTAL ASSETS		499.771.600	237.446.943	737.218.543	481.099.564	215.115.086	696.214.650

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED BALANCE SHEET AS OF 30 JUNE 2021
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

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

	Note	Reviewed			Audited		
		Current Period			Prior Period		
		30 June 2021			31 December 2020		
CONSOLIDATED LIABILITIES		TRY	FC	TOTAL	TRY	FC	TOTAL
I. DEPOSITS	(1)	259.708.306	261.326.367	521.034.673	261.818.132	206.243.696	468.061.828
II. FUNDS BORROWED	(3)	881.669	12.625.593	13.507.262	706.399	12.548.123	13.254.522
III. MONEY MARKETS		91.988.516	1.571.131	93.559.647	103.487.981	1.114.631	104.602.612
IV. SECURITIES ISSUED (Net)	(4)	7.845.459	4.425.770	12.271.229	6.692.145	7.553.277	14.245.422
4.1 Bills		4.724.797	-	4.724.797	3.655.382	-	3.655.382
4.2 Assets Backed Securities		2.009.111	-	2.009.111	1.958.530	-	1.958.530
4.3 Bonds		1.111.551	4.425.770	5.537.321	1.078.233	7.553.277	8.631.510
V. FUNDS		27.347	-	27.347	3.617.303	-	3.617.303
5.1 Borrower Funds		-	-	-	-	-	-
5.2 Other		27.347	-	27.347	3.617.303	-	3.617.303
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	(2)(7)	60.096	808.396	868.492	20.113	514.112	534.225
7.1 Derivative Financial Liabilities at Fair Value Through Profit or Loss		60.096	808.396	868.492	20.113	514.112	534.225
7.2 Derivative Financial Liabilities at Fair Value Through Other Comprehensive Income		-	-	-	-	-	-
VIII. FACTORING LIABILITIES		1.622	5.469	7.091	1.002	636	1.638
IX. LEASE LIABILITIES (Net)	(6)	826.365	132.807	959.172	768.088	125.686	893.774
X. PROVISIONS	(8)	1.832.807	155.719	1.988.526	2.116.831	116.754	2.233.585
10.1 Restructuring Provisions		-	-	-	-	-	-
10.2 Reserve for Employee Benefits		1.283.058	15.039	1.298.097	1.487.055	16.345	1.503.400
10.3 Insurance for Technical Provision (Net)		-	131.416	131.416	-	93.638	93.638
10.4 Other Provisions		549.749	9.264	559.013	629.776	6.771	636.547
XI. CURRENT TAX LIABILITY	(9)	837.783	2.943	840.726	777.424	989	778.413
XII. DEFERRED TAX LIABILITIES	(9)	-	2.152	2.152	331.752	2.152	333.904
XIII. NON CURRENT LIABILITIES HELD FOR SALE AND DISCONTINUED OPERATIONS (NET)	(10)	-	-	-	-	-	-
13.1 Held for Sale		-	-	-	-	-	-
13.2 Discontinued Operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT INSTRUMENTS	(11)	6.049.052	10.189.537	16.238.589	6.036.525	8.824.063	14.860.588
14.1 Loans		-	10.189.537	10.189.537	-	8.824.063	8.824.063
14.2 Other Debt Instruments		6.049.052	-	6.049.052	6.036.525	-	6.036.525
XV. OTHER LIABILITIES	(5)	31.079.284	2.341.841	33.421.125	28.274.400	1.743.535	30.017.935
XVI. SHAREHOLDERS' EQUITY	(12)	41.482.206	1.010.306	42.492.512	41.839.276	939.625	42.778.901
16.1 Paid-in Capital		2.473.776	-	2.473.776	2.473.776	-	2.473.776
16.2 Capital Reserves		6.707.169	96.233	6.803.402	6.708.624	82.326	6.790.950
16.2.1 Share Premium		5.815.863	-	5.815.863	5.815.863	-	5.815.863
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Other Capital Reserves		891.306	96.233	987.539	892.761	82.326	975.087
16.3 Accumulated Other Comprehensive Income or Loss Not Reclassified Through Profit or Loss		2.985.466	3.921	2.989.387	2.998.743	4.280	3.003.023
16.4 Accumulated Other Comprehensive Income or Loss Reclassified Through Profit or Loss		(798.072)	(238.498)	(1.036.570)	(220.937)	(218.119)	(439.056)
16.5 Profit Reserves		28.006.507	868.605	28.875.112	25.276.429	601.525	25.877.954
16.5.1 Legal Reserves		2.657.663	133.811	2.791.474	2.498.334	33.826	2.532.160
16.5.2 Status Reserves		-	-	-	-	-	-
16.5.3 Extraordinary Reserves		25.301.663	168.943	25.470.606	22.730.914	104.574	22.835.488
16.5.4 Other Profit Reserves		47.181	565.851	613.032	47.181	463.125	510.306
16.6 Income or (Loss)		1.843.683	271.642	2.115.325	4.347.012	461.862	4.808.874
16.6.1 Prior Periods' Income or (Loss)		1.689.647	219.145	1.908.792	796.482	327.750	1.124.232
16.6.2 Current Period Income or (Loss)		154.036	52.497	206.533	3.550.530	134.112	3.684.642
16.7 Minority Shares		263.677	8.403	272.080	255.629	7.751	263.380
TOTAL LIABILITIES		442.620.512	294.598.031	737.218.543	456.487.371	239.727.279	696.214.650

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF OFF-BALANCE SHEET ITEMS
AS OF 30 JUNE 2021

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

II. CONSOLIDATED STATEMENT OF OFF BALANCE SHEET ITEMS

	Note	Reviewed			Audited		
		Current Period			Prior Period		
		30 June 2021	30 June 2021	TOTAL	31 December 2020	31 December 2020	TOTAL
CONSOLIDATED OFF-BALANCE SHEET		TRY	FC		TRY	FC	
A. COMMITMENTS AND CONTINGENCIES (I+II+III)		164.125.552	181.646.235	345.771.787	115.245.846	128.240.627	243.486.473
I. GUARANTEES AND WARRANTIES	(1)	63.431.589	73.013.272	136.444.861	55.057.122	61.446.729	116.503.851
1.1 Letters of guarantee		56.688.594	61.594.771	118.283.365	50.051.793	52.484.618	102.536.411
1.1.1 Guarantees subject to public procurement law		3.234.670	7.219.487	10.454.157	2.868.957	6.032.807	8.901.764
1.1.2 Guarantees given for foreign trade operations		190.735	12.135.907	12.326.642	151.890	11.076.113	11.228.003
1.1.3 Other letters of guarantee		53.263.189	42.239.377	95.502.566	47.030.946	35.375.698	82.406.644
1.2 Bank loans		51.627	7.573.993	7.625.620	185.902	6.309.693	6.495.595
1.2.1 Import acceptances		-	192.320	-	-	161.040	161.040
1.2.2 Other bank acceptances		51.627	7.381.673	7.433.300	185.902	6.148.653	6.334.555
1.3 Letters of credit		33.180	3.776.291	3.809.471	55.249	2.554.133	2.609.382
1.3.1 Documentary letters of credit		33.180	3.776.291	3.809.471	55.249	2.554.133	2.609.382
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		6.658.188	68.217	6.726.405	4.764.178	98.285	4.862.463
1.9 Other sureties		-	-	-	-	-	-
II. COMMITMENTS	(1)	48.433.886	9.363.544	57.797.430	42.401.518	7.565.424	49.966.942
2.1 Irrevocable commitments		47.444.028	3.425.664	50.869.692	41.793.629	44.520.628	44.520.628
2.1.1 Forward asset purchase commitments		1.196.398	2.090.313	3.286.711	371.052	1.455.693	1.826.745
2.1.2 Forward deposit purchase and sale commitments		-	-	-	-	-	-
2.1.3 Capital commitments to subsidiaries and associates		-	-	-	-	-	-
2.1.4 Loan granting commitments		4.232.959	876.059	5.109.018	3.912.914	808.401	4.721.315
2.1.5 Securities underwriting commitments		-	-	-	-	-	-
2.1.6 Payment commitments for reserve deposits		-	-	-	-	-	-
2.1.7 Payment commitments for Cheques		5.613.474	-	5.613.474	4.472.298	-	4.472.298
2.1.8 Tax and fund liabilities from export commitments		123.573	-	123.573	124.240	-	124.240
2.1.9 Commitments for credit card expenditure limits		31.136.720	120.665	31.257.385	27.941.932	90.210	28.032.142
2.1.10 Commitments for credit cards and banking services promotions		26.965	-	26.965	22.752	-	22.752
2.1.11 Receivables from short sale commitments		-	-	-	-	-	-
2.1.12 Payables for short sale commitments		-	-	-	-	-	-
2.1.13 Other irrevocable commitments		5.113.939	338.627	5.452.566	4.948.441	372.695	5.321.136
2.2 Revocable commitments		989.858	5.937.880	6.927.738	607.889	4.838.425	5.446.314
2.2.1 Revocable loan granting commitments		-	2.870.049	2.870.049	-	2.210.353	2.210.353
2.2.2 Other revocable commitments		989.858	3.067.831	4.057.689	607.889	2.628.072	3.235.961
III. DERIVATIVE FINANCIAL INSTRUMENTS		52.260.077	99.269.419	151.529.496	17.787.206	59.228.474	77.015.680
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		52.260.077	99.269.419	151.529.496	17.787.206	59.228.474	77.015.680
3.2.1 Forward foreign currency buy/sell transactions		297.319	2.853.916	3.151.235	203.727	2.589.660	2.793.387
3.2.1.1 Forward foreign currency transactions-buy		150.632	2.323.671	2.474.303	114.039	2.395.844	2.509.883
3.2.1.2 Forward foreign currency transactions-sell		146.687	530.245	676.932	89.688	193.816	283.504
3.2.2 Currency and interest rate swaps		50.583.282	86.415.437	136.998.719	17.149.875	47.388.846	64.538.721
3.2.2.1 Currency swap-buy		-	51.191.775	51.191.775	-	18.551.480	18.551.480
3.2.2.2 Currency swap-sell		49.783.282	7.176.739	56.960.021	15.739.875	4.681.336	20.421.211
3.2.2.3 Interest rate swap-buy		400.000	14.023.461	14.423.461	705.000	12.078.015	12.783.015
3.2.2.4 Interest Rate swap-sell		400.000	14.023.462	14.423.462	705.000	12.078.015	12.783.015
3.2.3 Currency, interest rate and marketable securities options		1.332.634	1.802.073	3.134.707	433.604	3.440.442	3.874.046
3.2.3.1 Currency call options		666.276	901.073	1.567.349	216.802	1.720.219	1.937.021
3.2.3.2 Currency put options		666.358	901.000	1.567.358	216.802	1.720.223	1.937.025
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		11.458	11.317	22.775	-	-	-
3.2.4.1 Currency futures-buy		11.458	-	11.458	-	-	-
3.2.4.2 Currency futures-sell		-	11.317	11.317	-	-	-
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		35.384	8.186.676	8.222.060	-	5.809.526	5.809.526
B. CUSTODY AND PLEDGED ASSETS (IV+V+VI)		1.539.674.573	563.811.177	2.103.485.750	1.497.151.707	500.356.330	1.997.508.037
IV. CUSTODIES		610.483.931	63.440.391	673.924.322	631.841.811	61.211.567	693.053.378
4.1 Assets under management		-	-	-	-	-	-
4.2 Custody marketable securities		123.159.545	2.710.027	125.869.572	127.376.877	2.619.679	129.996.556
4.3 Cheques in collection process		26.431.230	41.992.961	68.424.191	21.031.738	44.640.396	65.672.134
4.4 Commercial notes in collection process		410.863.617	12.375.979	423.239.596	427.050.907	9.156.674	436.207.581
4.5 Other assets in collection process		-	-	-	-	-	-
4.6 Underwritten securities		-	-	-	-	-	-
4.7 Other custodies		881.934	1.114.327	1.996.261	2.319.655	1.143.741	3.463.396
4.8 Custodians		49.147.605	5.247.097	54.394.702	54.062.634	3.651.077	57.713.711
V. PLEDGED ASSETS		929.190.642	500.370.786	1.429.561.428	865.309.896	439.144.763	1.304.454.659
5.1 Marketable securities		8.740.672	1.776.396	10.517.068	6.996.977	1.733.141	8.730.118
5.2 Collateral notes		10.715.878	2.264.570	12.980.448	7.863.081	1.769.758	9.632.839
5.3 Commodity		25.813	-	25.813	-	-	25.813
5.4 Warranty		-	-	-	-	-	-
5.5 Land and buildings		700.839.107	390.030.898	1.090.870.005	650.415.346	338.008.605	988.423.951
5.6 Other pledged assets		170.098.258	65.284.138	235.382.396	169.327.906	56.874.541	226.202.447
5.7 Pledges		38.770.914	41.014.784	79.785.698	30.680.773	40.758.718	71.439.491
VI. ACCEPTED BILL GUARANTEES AND SURETIES		-	-	-	-	-	-
TOTAL OFF-BALANCE SHEET ACCOUNTS (A+B)		1.703.800.125	745.457.412	2.449.257.537	1.612.397.553	628.596.957	2.240.994.510

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED 30
JUNE 2021

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

III. CONSOLIDATED STATEMENT OF PROFIT OR LOSS

		Reviewed Current Period	Reviewed Prior Period	Reviewed Current Period	Reviewed Prior Period
	Note	1 January- 30 June 2021	1 January- 30 June 2020	1 April- 30 June 2021	1 April- 30 June 2020
I. INTEREST INCOME	(1)	33.786.087	24.448.665	18.317.496	12.503.744
1.1 Interest on Loans		23.917.107	17.826.159	12.571.818	8.996.489
1.2 Interest on Reserve Requirements		1.612	780	876	280
1.3 Interest on Banks		536.311	67.614	329.647	32.688
1.4 Interest on Money Market Transactions		59.535	10.701	26.735	5.303
1.5 Interest on Marketable Securities Portfolio		8.839.612	6.166.064	5.169.612	3.288.908
1.5.1 Fair Value Through Profit or Loss		11.437	8.067	6.622	7.220
1.5.2 Fair Value Through Other Comprehensive Income		2.993.327	1.659.770	1.672.931	996.917
1.5.3 Measured at Amortized Cost		5.834.848	4.498.227	3.490.059	2.284.771
1.6 Financial Lease Interest Income		198.688	170.032	109.278	92.401
1.7 Other Interest Income		233.222	207.315	109.530	87.675
II. INTEREST EXPENSE (-)	(2)	32.406.854	13.388.441	17.031.353	7.000.270
2.1 Interest on Deposits		21.218.136	8.790.514	11.139.624	4.633.060
2.2 Interest on Funds Borrowed		167.877	222.101	88.213	102.077
2.3 Interest Expense on Money Market Transactions		9.284.820	2.793.495	4.908.137	1.421.724
2.4 Interest on Securities Issued		1.427.763	1.214.063	752.458	596.672
2.5 Interest on Leases		52.314	41.158	28.721	19.910
2.6 Other Interest Expenses		255.944	327.110	114.200	226.827
III. NET INTEREST INCOME (I - II)		1.379.233	11.060.224	1.286.143	5.503.474
IV. NET FEES AND COMMISSIONS INCOME		1.888.617	1.333.178	1.052.365	626.161
4.1 Fees and Commissions Received		2.600.539	1.740.788	1.426.335	835.886
4.1.1 Non – cash Loans		554.345	406.274	289.148	182.333
4.1.2 Other	(11)	2.046.194	1.334.514	1.137.187	653.553
4.2 Fees and Commissions Paid (-)		711.922	407.610	373.970	209.725
4.2.1 Non – cash Loans		2.869	1.407	1.165	643
4.2.2 Other	(11)	709.053	406.203	372.805	209.082
V. DIVIDEND INCOME		2.436	4.322	2.413	3.896
VI. TRADING INCOME / LOSS (Net)	(3)	(2.797.040)	(2.386.181)	(2.174.818)	(1.141.135)
6.1 Trading Gains / (Losses) on Securities		33.391	80.160	7.765	(4.968)
6.2 Gains / (Losses) on Derivate Financial Transactions		2.368.726	1.707.342	715.289	413.192
6.3 Foreign Exchange Gains / (Losses)		(5.199.157)	(4.173.683)	(2.897.872)	(1.549.359)
VII. OTHER OPERATING INCOME	(4)	5.305.635	932.200	1.854.189	232.224
VIII. GROSS OPERATING INCOME (III+IV+V+VI+VII+VIII)		5.778.881	10.943.743	2.020.292	5.224.620
IX. EXPECTED LOSS PROVISIONS (-)	(5)	1.076.389	4.323.723	(220.615)	1.961.976
X. OTHER PROVISION EXPENSES (-)	(5)	4.159	231.820	2.274	90.531
XI. PERSONNEL EXPENSE (-)		2.033.329	1.980.964	922.944	1.039.990
XII. OTHER OPERATING EXPENSES (-)	(6)	2.664.225	2.184.447	1.398.953	1.165.448
XIII. NET OPERATING INCOME / LOSS (IX-X-XI)		779	2.222.789	(83.264)	966.675
XIV. INCOME AFTER MERGER		-	-	-	-
XV. INCOME / (LOSS) FROM INVESTMENTS IN SUBSIDIARIES CONSOLIDATED BASED ON EQUITY METHOD		17.236	5.078	10.422	(1.157)
XVI. INCOME / (LOSS) ON NET MONETARY POSITION		-	-	-	-
XVII. PROFIT / LOSS BEFORE TAX FROM CONTINUED OPERATIONS (XIII+...+XVI)	(7)	18.015	2.227.867	(72.842)	965.518
XVIII. TAX PROVISIONS FOR CONTINUED OPERATIONS (±)	(8)	192.080	(601.392)	209.483	(403.425)
18.1 Current Tax Provision		87.362	1.172.319	43.225	1.137.690
18.2 Deferred Tax Income Effect (+)		1.524.272	387.255	246.673	(298.949)
18.3 Deferred Tax Expense Effect (-)		1.803.714	958.182	499.381	435.316
XIX. CURRENT PERIOD PROFIT / LOSS FROM CONTINUED OPERATIONS (XVII±XVIII)	(9)	210.095	1.626.475	136.641	562.093
XX. INCOME FROM DISCONTINUED OPERATIONS		-	1.481.462	-	867.529
20.1 Income from non- Current Assets Held for Sale		-	613.933	-	-
20.2 Profit from Sales of Associates, Subsidiaries and Joint Ventures		-	867.529	-	867.529
20.3 Income from Other Discontinued Operations		-	-	-	-
XXI. EXPENSES FOR DISCONTINUED OPERATIONS (-)		-	494.089	-	-
21.1 Expenses for Non-current Assets Held for Sale		-	494.089	-	-
21.2 Loss from Sales of Associates, Subsidiaries and Joint Ventures		-	-	-	-
21.3 Expenses for Other Discontinued Operations		-	-	-	-
XXII. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (IXX-XX)		-	987.373	-	867.529
XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	(48.603)	-	-
23.1 Current Tax Provision		-	48.981	-	-
23.2 Deferred Tax Expense Effect (+)		-	-	-	-
23.3 Deferred Tax Income Effect (-)		-	378	-	-
XXIV. PROFIT/LOSS BEFORE TAX FROM DISCONTINUED OPERATIONS (XIX±XXII)		-	938.770	-	867.529
XXV. NET PROFIT/(LOSS) (XVIII+XXIII)	(10)	210.095	2.565.245	136.641	1.429.622
25.1 Profit / (Loss) of Group		206.533	2.558.411	135.448	1.429.973
25.2 Profit / (Loss) of Minority Shares (-)		3.562	6.834	1.193	(351)
Profit / (Loss) Per Share (full TRY)		0,083489	1,6843156	0,0547535	0,7997954

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

TÜRKİYE HALK BANKASI AŞ

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2021

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

IV. CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Reviewed	Reviewed
	Current Period	Prior Period
INCOME AND EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY	1 January – 30 June 2021	1 January – 30 June 2020
I. CURRENT PERIOD INCOME/LOSS	210.095	2.565.245
II. OTHER COMPREHENSIVE INCOME	(611.150)	280.395
2.1 Not Reclassified Through Profit or Loss	(13.636)	(2.281)
2.1.1 Property and Equipment Revaluation Increase/Decrease	(14.525)	(6.783)
2.1.2 Intangible Assets Revaluation Increase/Decrease	-	-
2.1.3 Defined Benefit Pension Plan Remeasurement Gain/Loss	-	1.101
2.1.4 Other Comprehensive Income Items Not Reclassified Through Profit or Loss	(196)	2.818
2.1.5 Tax Related Other Comprehensive Income Items Not Reclassified Through Profit or Loss	1.085	583
2.2 Reclassified Through Profit or Loss	(597.514)	282.676
2.2.1 Foreign Currency Translation Differences	1.422	6.846
2.2.2 Valuation and/or Reclassification Income/Expense of the Financial Assets at Fair Value through Other Comprehensive Income	(759.316)	261.577
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	160.380	14.253
III. TOTAL COMPREHENSIVE INCOME (I+II)	(401.055)	2.845.640

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE PERIOD ENDED 30 JUNE 2021
(Amounts expressed in thousand Turkish Lira (TRY) unless otherwise stated.)

V. CONSOLIDATED 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							
	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 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 Profit or Loss)	Profit Reserves	Prior Period Profit or (Loss)	Current Period Profit or (Loss)	Total Equity Expect Minority Shares	Minority Shares	Total Equity
Reviewed (1 January – 30 June 2020)																
I. Prior Period End Balance	1.250.000	39.773	-	975.617	2.665.635	(61.018)	47.283	(5.846)	259.332	-	24.052.179	419.572	2.267.608	31.910.135	287.253	32.197.388
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	39.773	-	975.617	2.665.635	(61.018)	47.283	(5.846)	259.332	-	24.052.179	419.572	2.267.608	31.910.135	287.253	32.197.388
IV. Total Comprehensive Income	-	-	-	-	(6.105)	1.006	2.818	6.846	275.830	-	-	-	2.558.411	2.838.806	6.834	2.845.640
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	-	(134)	-	(16.440)	-	-	-	-	-	-	(80.026)	2.483.707	(2.267.608)	119.499	(43.244)	76.255
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	1.766.775	(1.768.179)	-	(1.404)	1.404	-
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	(1.404)	-	(1.404)	1.404	-
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	1.766.775	(1.766.775)	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)	2.473.776	5.815.863	-	959.177	2.659.530	(60.012)	50.101	1.000	535.162	-	25.738.928	1.135.100	2.558.411	41.867.036	252.247	42.119.283
Reviewed (1 January – 30 June 2021)																
I. Prior Period End Balance	2.473.776	5.815.863	-	975.087	3.090.256	(139.318)	52.085	(2.070)	(436.986)	-	25.877.954	1.124.232	3.684.642	42.515.521	263.380	42.778.901
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)	2.473.776	5.815.863	-	975.087	3.090.256	(139.318)	52.085	(2.070)	(436.986)	-	25.877.954	1.124.232	3.684.642	42.515.521	263.380	42.778.901
IV. Total Comprehensive Income	-	-	-	-	(13.440)	-	(196)	1.422	(598.936)	-	-	-	206.533	(404.617)	3.562	(401.055)
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	-	-	-	12.452	-	-	-	-	-	-	99.964	3.682.645	(3.684.642)	110.419	4.247	114.666
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	2.897.194	(2.898.085)	-	(891)	891	-
11.1 Dividends Paid	-	-	-	-	-	-	-	-	-	-	-	(891)	-	(891)	891	-
11.2 Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	2.897.194	(2.897.194)	-	-	-	-
11.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Period End Balance (III+IV+.....+X+XI)	2.473.776	5.815.863	-	987.539	3.076.816	(139.318)	51.889	(648)	(1.035.922)	-	28.875.112	1.908.792	206.533	42.220.432	272.080	42.492.512

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

TÜRKİYE HALK BANKASI AŞ
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 JUNE
2021

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

VI. CONSOLIDATED STATEMENT OF CASH FLOWS

	Reviewed Current Period	Reviewed Prior Period
Note	1 January- 30 June 2021	1 January- 30 June 2020
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating profit before changes in operating assets and liabilities	(7.077.468)	1.009.871
1.1.1 Interest received	30.214.331	21.668.548
1.1.2 Interest paid	(30.770.769)	(13.629.367)
1.1.3 Dividend received	2.436	4.322
1.1.4 Fees and commissions received	2.127.706	1.740.788
1.1.5 Other income	2.663.770	551.834
1.1.6 Collections from previously written off loans	984.256	734.364
1.1.7 Cash payments to personnel and service suppliers	(2.060.553)	(2.004.842)
1.1.8 Taxes paid	(231.991)	(154.772)
1.1.9 Other	(10.006.654)	(7.901.004)
1.2 Changes in Assets and Liabilities Subject to Banking Operations	8.744.578	23.988.920
1.2.1 Net Increase / decrease in financial assets at fair value through profit or loss	(119.847)	(368.174)
1.2.2 Net (increase) / decrease in due from banks	(115.672)	-
1.2.3 Net (increase) / decrease in loans	(21.429.936)	(114.604.597)
1.2.4 Net (increase) / decrease in other assets	(10.711.840)	4.079.771
1.2.5 Net increase / (decrease) in bank deposits	2.275.572	2.281.141
1.2.6 Net increase / (decrease) in other deposits	49.459.938	105.081.896
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	(55.987)	(49.496)
1.2.9 Net increase / (decrease) in matured payables	-	-
1.2.10 Net increase / (decrease) in other liabilities	(10.557.650)	27.568.379
I. Net cash provided from banking operations	1.667.110	24.998.791
B. CASH FLOWS FROM INVESTMENT ACTIVITIES		
II. Net cash provided from/ (used in) investing activities	(4.549.200)	(33.057.203)
2.1 Cash paid for purchase of joint ventures, associates and subsidiaries	(575.027)	(148.506)
2.2 Cash obtained from sale of entities joint ventures, associates and subsidiaries	-	-
2.3 Fixed assets purchases	(526.204)	(306.770)
2.4 Fixed assets sales	1.095.954	778.679
2.5 Cash paid for purchase of financial assets at fair value through other comprehensive income	(2.512.745)	(34.191.208)
2.6 Cash obtained from sale of financial assets at fair value through other comprehensive income	2.948.163	5.756.086
2.7 Cash paid for purchase of investment securities	(11.386.547)	(9.976.731)
2.8 Cash obtained from sale of investment securities	6.475.527	5.058.942
2.9 Other	(68.321)	(27.695)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net cash flow from financing activities	(3.734.460)	2.807.907
3.1 Cash obtained from loans borrowed and securities issued	10.089.924	14.241.124
3.2 Cash used for repayment of loans borrowed and securities issued	(13.702.355)	(18.323.298)
3.3 Bonds issued	-	7.000.000
3.4 Dividends paid	-	-
3.5 Payments for leases	(122.029)	(109.919)
3.6 Other	-	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents	5.367.840	2.872.185
V. Net increase / (decrease) in cash and cash equivalents	(1.248.710)	(2.378.320)
VI. Cash and cash equivalents at beginning of the period	43.121.553	24.462.797
VII. Cash and cash equivalents at end of the period	41.872.843	22.084.477

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