

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED
IN TURKISH, SEE NOTE I. OF SECTION THREE
TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED BALANCE SHEET
(STATEMENT OF FINANCIAL POSITION)
AS AT 31 DECEMBER 2015**

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

	Notes	Audited Current Period 31 December 2015			Audited Prior Period 31 December 2014		
		TL	FC	Total	TL	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	V-I-1	2,133,980	19,350,809	21,484,789	4,126,328	17,758,651	21,884,979
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)	V-I-2	739,339	146,128	885,467	343,094	37,101	380,195
2.1 Financial assets held for trading purpose		739,339	146,128	885,467	343,094	37,101	380,195
2.1.1 Debt securities issued by the governments		-	-	-	-	-	-
2.1.2 Equity securities		-	-	-	-	-	-
2.1.3 Derivative financial assets held for trading purpose	V-I-2	739,339	146,128	885,467	342,475	37,101	379,576
2.1.4 Other securities		-	-	-	619	-	619
2.2 Financial assets designated at fair value through profit or loss		-	-	-	-	-	-
2.2.1 Debt securities issued by the governments		-	-	-	-	-	-
2.2.2 Equity securities		-	-	-	-	-	-
2.2.3 Loans		-	-	-	-	-	-
2.2.4 Other securities		-	-	-	-	-	-
III. BANKS	V-I-3	370,201	4,864,065	5,234,266	14,733	2,555,887	2,570,620
IV. RECEIVABLES FROM INTERBANK MONEY MARKETS		-	-	-	-	-	-
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange money market placements		-	-	-	-	-	-
4.3 Receivables from reverse repurchase agreements		-	-	-	-	-	-
V. AVAILABLE-FOR-SALE FINANCIAL ASSETS (Net)	V-I-4	12,100,346	4,673,623	16,773,969	12,629,821	3,693,476	16,323,297
5.1 Equity securities		15	79,238	79,253	15	-	15
5.2 Debt securities issued by the governments		12,100,331	4,594,385	16,694,716	12,629,806	3,693,476	16,323,282
5.3 Other securities		-	-	-	-	-	-
VI. LOANS AND RECEIVABLES	V-I-5	88,430,947	35,349,706	123,780,653	76,682,669	27,900,848	104,583,517
6.1 Performing loans and receivables		87,624,772	35,349,706	122,974,478	76,442,594	27,900,848	104,343,442
6.1.1 Loans provided to risk group	V-VII-1	86,394	60,304	146,698	57,996	22,347	80,343
6.1.2 Debt securities issued by the governments		-	-	-	-	-	-
6.1.3 Others		87,538,378	35,289,402	122,827,780	76,384,598	27,878,501	104,263,099
6.2 Loans under follow-up		4,850,213	-	4,850,213	3,974,372	-	3,974,372
6.3 Specific provisions (-)		4,044,038	-	4,044,038	3,734,297	-	3,734,297
VII. FACTORING RECEIVABLES		-	-	-	-	-	-
VIII. HELD-TO-MATURITY INVESTMENT SECURITIES (Net)	V-I-6	7,546,748	130,981	7,677,729	6,761,749	92,844	6,854,593
8.1 Debt securities issued by the governments		7,546,748	-	7,546,748	6,761,749	-	6,761,749
8.2 Other securities		-	130,981	130,981	-	92,844	92,844
IX. INVESTMENTS IN ASSOCIATES (Net)	V-I-7	270,290	-	270,290	305,469	-	305,469
9.1 Associates, consolidated per equity method		-	-	-	-	-	-
9.2 Unconsolidated associates		270,290	-	270,290	305,469	-	305,469
9.2.1 Financial associates		258,890	-	258,890	294,069	-	294,069
9.2.2 Non-Financial associates		11,400	-	11,400	11,400	-	11,400
X. INVESTMENTS IN SUBSIDIARIES (Net)	V-I-8	1,170,175	434,144	1,604,319	1,110,389	321,124	1,431,513
10.1 Unconsolidated financial subsidiaries		916,026	434,144	1,350,170	866,473	321,124	1,187,597
10.2 Unconsolidated non-financial subsidiaries		254,149	-	254,149	243,916	-	243,916
XI. INVESTMENTS IN JOINT-VENTURES (Net)	V-I-9	-	-	-	-	-	-
11.1 Joint-ventures, consolidated per equity method		-	-	-	-	-	-
11.2 Unconsolidated joint-ventures		-	-	-	-	-	-
11.2.1 Financial joint-ventures		-	-	-	-	-	-
11.2.2 Non-Financial joint-ventures		-	-	-	-	-	-
XII. LEASE RECEIVABLES	V-I-10	-	-	-	-	-	-
12.1 Finance lease receivables		-	-	-	-	-	-
12.2 Operational lease receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned income (-)		-	-	-	-	-	-
XIII. DERIVATIVE FINANCIAL ASSETS HELD FOR RISK MANAGEMENT PURPOSE	V-I-11	-	-	-	-	-	-
13.1 Fair value hedges		-	-	-	-	-	-
13.2 Cash flow hedges		-	-	-	-	-	-
13.3 Hedges of net investment in foreign operations		-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)	V-I-12	1,378,858	4,292	1,383,150	707,628	1,372	709,000
XV. INTANGIBLE ASSETS (Net)	V-I-13	171,277	-	171,277	140,639	111	140,750
15.1 Goodwill		-	-	-	-	-	-
15.2 Other intangibles		171,277	-	171,277	140,639	111	140,750
XVI. INVESTMENT PROPERTIES (Net)	V-I-14	-	-	-	-	-	-
XVII. TAX ASSETS		15,421	-	15,421	72,437	-	72,437
17.1 Current tax assets		-	-	-	-	-	-
17.2 Deferred tax assets	V-I-15	15,421	-	15,421	72,437	-	72,437
XVIII. ASSETS HELD FOR SALE AND ASSETS RELATED TO THE DISCONTINUED OPERATIONS (Net)	V-I-16	994,964	-	994,964	745,883	-	745,883
18.1 Assets held for sale		994,964	-	994,964	745,883	-	745,883
18.2 Assets related to the discontinued operations		-	-	-	-	-	-
XIX. OTHER ASSETS	V-I-17	1,638,950	1,031,880	2,670,830	1,556,242	659,231	2,215,473
TOTAL ASSETS		116,961,496	65,985,628	182,947,124	105,197,081	53,020,645	158,217,726

The accompanying explanations and notes form an integral part of these financial statements.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED
IN TURKISH, SEE NOTE I. OF SECTION THREE
TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED BALANCE SHEET
(STATEMENT OF FINANCIAL POSITION)
AS AT 31 DECEMBER 2015**

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

	Notes	Audited Current Period 31 December 2015			Audited Prior Period 31 December 2014		
		TL	FC	Total	TL	FC	Total
LIABILITIES AND EQUITY							
I. DEPOSITS	V-II-1	76,470,518	33,452,016	109,922,534	65,703,337	26,053,631	91,756,968
1.1 Deposits of the risk group	V-VII-1	1,625,019	185,477	1,810,496	1,511,586	216,777	1,728,363
1.2 Other deposits		74,845,499	33,266,539	108,112,038	64,191,751	25,836,854	90,028,605
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING PURPOSE	V-II-2	139,504	150,085	289,589	54,233	196,019	250,252
III. FUNDS BORROWED	V-II-3	332,783	18,223,214	18,555,997	887,938	14,039,110	14,927,048
IV. INTERBANK MONEY MARKET		9,340,604	3,403,437	12,744,041	9,793,634	6,591,668	16,385,302
4.1 Interbank money market takings		1,150,343	-	1,150,343	200,000	-	200,000
4.2 Istanbul Stock Exchange money market takings		-	-	-	-	-	-
4.3 Obligations under repurchase agreements		8,190,261	3,403,437	11,593,698	9,593,634	6,591,668	16,185,302
V. SECURITIES ISSUED (Net)	V-II-3	3,128,044	7,419,715	10,547,759	2,913,190	7,544,567	10,457,757
5.1 Bills		3,128,044	-	3,128,044	2,913,190	-	2,913,190
5.2 Asset backed securities		-	-	-	-	-	-
5.3 Bonds		-	7,419,715	7,419,715	-	7,544,567	7,544,567
VI. FUNDS		4,228	-	4,228	20,089	-	20,089
6.1 Funds against borrower's note		-	-	-	-	-	-
6.2 Others		4,228	-	4,228	20,089	-	20,089
VII. MISCELLANEOUS PAYABLES		3,539,365	620,852	4,160,217	2,937,216	223,199	3,160,415
VIII. OTHER EXTERNAL RESOURCES PAYABLE	V-II-4	601,292	1,770,238	2,371,530	517,101	938,558	1,455,659
IX. FACTORING PAYABLES		-	-	-	-	-	-
X. LEASE PAYABLES	V-II-5	-	-	-	-	-	-
10.1 Finance lease payables		-	-	-	-	-	-
10.2 Operational lease payables		-	-	-	-	-	-
10.3 Others		-	-	-	-	-	-
10.4 Deferred finance leasing expenses (-)		-	-	-	-	-	-
XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT PURPOSE	V-II-6	-	-	-	-	-	-
11.1 Fair value hedges		-	-	-	-	-	-
11.2 Cash flow hedges		-	-	-	-	-	-
11.3 Hedges of net investment in foreign operations		-	-	-	-	-	-
XII. PROVISIONS	V-II-7	2,906,753	17,019	2,923,772	2,424,177	12,962	2,437,139
12.1 General provisions	V-II-7	1,944,150	13,453	1,957,603	1,591,002	12,240	1,603,242
12.2 Restructuring reserves		-	-	-	-	-	-
12.3 Reserve for employee benefits		674,894	-	674,894	603,083	-	603,083
12.4 Insurance technical provisions (Net)		-	-	-	-	-	-
12.5 Other provisions	V-II-7	287,709	3,566	291,275	230,092	722	230,814
XIII. TAX LIABILITIES	V-II-8	488,757	1,678	490,435	456,288	1,029	457,317
13.1 Current tax liabilities		488,757	1,678	490,435	456,288	1,029	457,317
13.2 Deferred tax liabilities	V-I-15	-	-	-	-	-	-
XIV. PAYABLES FOR ASSETS HELD FOR SALE AND ASSETS RELATED TO DISCONTINUED OPERATIONS	V-II-9	-	-	-	-	-	-
14.1 Payables related to the assets held for sale		-	-	-	-	-	-
14.2 Payables related to the discontinued operations		-	-	-	-	-	-
XV. SUBORDINATED LOANS	V-II-10	-	4,169,474	4,169,474	-	2,138,030	2,138,030
XVI. EQUITY		16,336,411	431,137	16,767,548	14,396,856	374,894	14,771,750
16.1 Paid-in capital	V-II-11	2,500,000	-	2,500,000	2,500,000	-	2,500,000
16.2 Capital reserves		1,972,304	431,137	2,403,441	1,680,852	374,894	2,055,746
16.2.1 Share premium		723,918	-	723,918	723,918	-	723,918
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Valuation differences of the marketable securities	V-II-11	399,276	431,137	830,413	842,075	374,894	1,216,969
16.2.4 Revaluation surplus on tangible assets		830,149	-	830,149	45,637	-	45,637
16.2.5 Revaluation surplus on intangible assets		-	-	-	-	-	-
16.2.6 Revaluation surplus on investment properties		-	-	-	-	-	-
16.2.7 Bonus shares of associates, subsidiaries and joint-ventures		69,222	-	69,222	69,222	-	69,222
16.2.8 Hedging reserves (effective portion)		-	-	-	-	-	-
16.2.9 Revaluation surplus on assets held for sale and assets related to the discontinued operations		-	-	-	-	-	-
16.2.10 Other capital reserves		(50,261)	-	(50,261)	-	-	-
16.3 Profit reserves		9,933,998	-	9,933,998	8,462,731	-	8,462,731
16.3.1 Legal reserves		1,174,010	-	1,174,010	1,012,796	-	1,012,796
16.3.2 Status reserves		-	-	-	-	-	-
16.3.3 Extraordinary reserves		8,329,529	-	8,329,529	7,214,708	-	7,214,708
16.3.4 Other profit reserves		430,459	-	430,459	235,227	-	235,227
16.4 Profit or loss		1,930,109	-	1,930,109	1,753,273	-	1,753,273
16.4.1 Prior years' profit/loss		-	-	-	-	-	-
16.4.2 Current period's profit/loss		1,930,109	-	1,930,109	1,753,273	-	1,753,273
TOTAL LIABILITIES AND EQUITY		113,288,259	69,658,865	182,947,124	100,104,059	58,113,667	158,217,726

The accompanying explanations and notes form an integral part of these financial statements.

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UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED
IN TURKISH, SEE NOTE I. OF SECTION THREE**

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED OFF-BALANCE SHEET ITEMS AS AT 31 DECEMBER 2015
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)**

	Notes	Audited Current Period 31 December 2015			Audited Prior Period 31 December 2014		
		TL	FC	Total	TL	FC	Total
A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)		54,047,046	63,505,765	117,552,811	42,543,635	48,918,083	91,461,718
I. GUARANTEES AND SURETIES	V-III-2-4	22,083,837	10,984,524	33,068,361	16,863,185	11,770,738	28,633,923
1.1 Letters of guarantee		21,980,769	4,810,034	26,790,803	16,842,349	4,610,122	21,452,471
1.1.1 Guarantees subject to State Tender Law		2,542,809	2,199,589	4,742,398	1,869,107	2,266,261	4,135,368
1.1.2 Guarantees given for foreign trade operations		1,030,530	-	1,030,530	913,389	-	913,389
1.1.3 Other letters of guarantee		18,407,430	2,610,445	21,017,875	14,059,853	2,343,861	16,403,714
1.2 Bank acceptances		86,762	1,389,251	1,476,013	20,836	1,943,257	1,964,093
1.2.1 Import letter of acceptance		1,590	189,471	191,061	2,190	78,990	81,180
1.2.2 Other bank acceptances		85,172	1,199,780	1,284,952	18,646	1,864,267	1,882,913
1.3 Letters of credit		16,306	4,772,403	4,788,709	-	5,212,911	5,212,911
1.3.1 Documentary letters of credit		16,306	4,772,403	4,788,709	-	5,212,911	5,212,911
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed pre-financings		-	2,314	2,314	-	1,845	1,845
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
1.5.2 Other endorsements		-	-	-	-	-	-
1.6 Marketable securities underwriting commitments		-	-	-	-	-	-
1.7 Factoring related guarantees		-	-	-	-	-	-
1.8 Other guarantees		-	10,522	10,522	-	2,603	2,603
1.9 Other sureties		-	-	-	-	-	-
II. COMMITMENTS		21,439,019	13,120,948	34,559,967	19,162,556	7,458,391	26,620,947
2.1 Irrevocable commitments		19,031,959	3,730,953	22,762,912	17,652,664	2,640,634	20,293,298
2.1.1 Asset purchase commitments	V-III-1	112,420	3,730,953	3,843,373	46,228	2,640,634	2,686,862
2.1.2 Deposit purchase and sales commitments		-	-	-	-	-	-
2.1.3 Share capital commitments to associates and subsidiaries	V-III-1	-	-	-	-	-	-
2.1.4 Loan granting commitments	V-III-1	8,482,816	-	8,482,816	8,053,342	-	8,053,342
2.1.5 Securities issuance brokerage commitments		-	-	-	-	-	-
2.1.6 Commitments for reserve deposit requirements		-	-	-	-	-	-
2.1.7 Commitments for cheque payments	V-III-1	1,805,569	-	1,805,569	1,638,976	-	1,638,976
2.1.8 Tax and fund obligations on export commitments		-	-	-	-	-	-
2.1.9 Commitments for credit card limits	V-III-1	7,399,361	-	7,399,361	7,641,987	-	7,641,987
2.1.10 Commitments for credit card and banking operations promotions		196,037	-	196,037	247,938	-	247,938
2.1.11 Receivables from "short" sale commitments on securities		-	-	-	-	-	-
2.1.12 Payables from "short" sale commitments on securities		-	-	-	-	-	-
2.1.13 Other irrevocable commitments		1,035,756	-	1,035,756	24,193	-	24,193
2.2 Revocable commitments		2,407,060	9,389,995	11,797,055	1,509,892	4,817,757	6,327,649
2.2.1 Revocable loan granting commitments		2,407,060	9,389,995	11,797,055	1,509,892	4,817,757	6,327,649
2.2.2 Other revocable commitments		-	-	-	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS	V-III-5	10,524,190	39,400,293	49,924,483	6,517,894	29,688,954	36,206,848
3.1 Derivative financial instruments held for risk management		-	-	-	-	-	-
3.1.1 Fair value hedges		-	-	-	-	-	-
3.1.2 Cash flow hedges		-	-	-	-	-	-
3.1.3 Net foreign investment hedges		-	-	-	-	-	-
3.2 Trading derivatives		10,524,190	39,400,293	49,924,483	6,517,894	29,688,954	36,206,848
3.2.1 Forward foreign currency purchases/sales		211,514	257,246	468,760	242,929	312,275	555,204
3.2.1.1 Forward foreign currency purchases		106,014	128,693	234,707	121,619	156,202	277,821
3.2.1.2 Forward foreign currency sales		105,500	128,553	234,053	121,310	156,073	277,383
3.2.2 Currency and interest rate swaps		9,442,940	30,544,698	39,987,638	5,631,655	22,183,274	27,814,929
3.2.2.1 Currency swaps-purchases		4,382,013	12,050,672	16,432,685	1,659,308	10,977,077	12,636,385
3.2.2.2 Currency swaps-sales		4,160,927	6,080,268	10,241,195	3,772,347	3,927,959	7,700,306
3.2.2.3 Interest rate swaps-purchases		450,000	6,206,879	6,656,879	100,000	3,639,119	3,739,119
3.2.2.4 Interest rate swaps-sales		450,000	6,206,879	6,656,879	100,000	3,639,119	3,739,119
3.2.3 Currency, interest rate and security options		258,134	255,396	513,530	385,290	671,258	1,056,548
3.2.3.1 Currency call options		65,004	185,976	250,980	192,645	335,629	528,274
3.2.3.2 Currency put options		193,130	69,420	262,550	192,645	335,629	528,274
3.2.3.3 Interest rate call options		-	-	-	-	-	-
3.2.3.4 Interest rate put options		-	-	-	-	-	-
3.2.3.5 Security call options		-	-	-	-	-	-
3.2.3.6 Security put options		-	-	-	-	-	-
3.2.4 Currency futures		-	-	-	-	-	-
3.2.4.1 Currency futures-purchases		-	-	-	-	-	-
3.2.4.2 Currency futures-sales		-	-	-	-	-	-
3.2.5 Interest rate futures		-	-	-	-	-	-
3.2.5.1 Interest rate futures-purchases		-	-	-	-	-	-
3.2.5.2 Interest rate futures-sales		-	-	-	-	-	-
3.2.6 Others		611,602	8,342,953	8,954,555	258,020	6,522,147	6,780,167
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		899,689,613	421,931,972	1,321,621,585	706,821,902	298,845,575	1,005,667,477
IV. ITEMS HELD IN CUSTODY		74,007,877	3,193,339	77,201,216	58,297,898	2,105,489	60,403,387
4.1 Customers' securities held		-	28,306	28,306	-	22,567	22,567
4.2 Investment securities held in custody		63,189,794	118,086	63,307,880	48,295,375	94,082	48,389,457
4.3 Checks received for collection		8,967,543	2,282,378	11,249,921	8,300,087	1,452,398	9,752,485
4.4 Commercial notes received for collection		1,065,285	310,417	1,375,702	1,129,279	182,687	1,311,966
4.5 Other assets received for collection		2,152	116	2,268	2,152	93	2,245
4.6 Assets received through public offering		-	-	-	-	6,818	6,818
4.7 Other items under custody		309	48,883	49,192	309	77,724	78,033
4.8 Custodians		782,794	405,153	1,187,947	570,696	269,120	839,816
V. PLEDGED ITEMS		235,391,497	82,272,386	317,663,883	180,351,054	59,408,743	239,759,797
5.1 Securities		435,193	14,171	449,364	241,614	18,614	260,228
5.2 Guarantee notes		792,339	429,076	1,221,415	943,912	232,965	1,176,877
5.3 Commodities		28,164,121	681,732	28,845,853	25,696,626	590,812	26,287,438
5.4 Warranties		-	-	-	-	-	-
5.5 Real estates		191,738,765	67,309,165	259,047,930	142,283,678	47,319,679	189,603,357
5.6 Other pledged items		13,657,901	13,683,601	27,341,502	10,332,202	11,114,594	21,446,796
5.7 Pledged items-depository		603,178	154,641	757,819	853,022	132,079	985,101
VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES		590,290,239	336,466,247	926,756,486	468,172,950	237,331,343	705,504,293
TOTAL OFF-BALANCE SHEET ITEMS (A+B)		953,736,659	485,437,737	1,439,174,396	749,365,537	347,763,658	1,097,129,195

The accompanying explanations and notes form an integral part of these financial statements.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED
IN TURKISH, SEE NOTE I. OF SECTION THREE**

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED STATEMENT OF INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015**

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

	Notes	Audited Current Period 1 January 2015- 31 December 2015	Audited Prior Period 1 January 2014- 31 December 2014
I. INTEREST INCOME		13,630,050	11,373,587
1.1 Interest income from loans	V-IV-1	11,529,678	9,326,415
1.2 Interest income from reserve deposits		38,684	2,015
1.3 Interest income from banks	V-IV-1	10,622	7,006
1.4 Interest income from money market transactions		-	380
1.5 Interest income from securities portfolio	V-IV-1	2,049,544	2,035,273
1.5.1 Trading financial assets		-	-
1.5.2 Financial assets designated at fair value through profit or loss		-	-
1.5.3 Available-for-sale financial assets		1,393,700	1,475,012
1.5.4 Held-to-maturity investments		655,844	560,261
1.6 Finance lease income		-	-
1.7 Other interest income		1,522	2,498
II. INTEREST EXPENSE		8,143,569	6,722,109
2.1 Interest expense on deposits	V-IV-2	6,131,010	5,044,633
2.2 Interest expense on funds borrowed	V-IV-2	260,836	167,476
2.3 Interest expense on money market transactions		881,816	912,931
2.4 Interest expense on securities issued	V-IV-2	596,952	450,732
2.5 Other interest expenses		272,955	146,337
III. NET INTEREST INCOME (I – II)		5,486,481	4,651,478
IV. NET FEES AND COMMISSIONS INCOME		921,084	709,334
4.1 Fees and commissions received		1,403,631	1,145,329
4.1.1 Non-cash loans		186,862	162,814
4.1.2 Others		1,216,769	982,515
4.2 Fees and commissions paid		482,547	435,995
4.2.1 Non-cash loans		166	206
4.2.2 Others		482,381	435,789
V. DIVIDEND INCOME	V-IV-3	62,219	66,288
VI. TRADING INCOME/LOSSES (Net)	V-IV-4	99,474	223,119
6.1 Trading account income/losses	V-IV-4	46,127	174,760
6.2 Income/losses from derivative financial instruments	V-IV-4	(13,176)	(51,247)
6.3 Foreign exchange gains/losses	V-IV-4	66,523	99,606
VII. OTHER OPERATING INCOME	V-IV-5	1,048,278	1,345,534
VIII. TOTAL OPERATING PROFIT (III+IV+V+VI+VII)		7,617,536	6,995,753
IX. PROVISION FOR LOSSES ON LOANS AND OTHER RECEIVABLES (-)	V-IV-6	1,537,060	1,671,867
X. OTHER OPERATING EXPENSES (-)	V-IV-7	3,610,183	3,110,210
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		2,470,293	2,213,676
XII. INCOME RESULTED FROM MERGERS		-	-
XIII. INCOME/LOSS FROM INVESTMENTS UNDER EQUITY ACCOUNTING		-	-
XIV. GAIN/LOSS ON NET MONETARY POSITION		-	-
XV. INCOME/LOSS FROM CONTINUING OPERATIONS BEFORE TAXES (XI+XII+XIII+XIV)		2,470,293	2,213,676
XVI. CONTINUING OPERATIONS PROVISION FOR TAXES	V-IV-11	(540,184)	(460,403)
16.1 Current tax charges		(404,310)	(601,519)
16.2 Deferred tax credits		(135,874)	141,116
XVII. NET INCOME/LOSS AFTER TAXES FROM CONTINUING OPERATIONS (XV-XVI)	V-IV-12	1,930,109	1,753,273
XVIII. INCOME FROM DISCONTINUED OPERATIONS		-	-
18.1 Income from investment properties		-	-
18.2 Income from sales of subsidiaries, affiliates and joint-ventures		-	-
18.3 Other income from discontinued activities		-	-
XIX. EXPENSES FROM DISCONTINUED OPERATIONS		-	-
19.1 Investment property expenses		-	-
19.2 Losses from sales of subsidiaries, affiliates and joint ventures		-	-
19.3 Other expenses from discontinued activities		-	-
XX. INCOME/LOSS FROM DISCONTINUED OPERATIONS BEFORE TAXES		-	-
XXI. DISCONTINUED OPERATIONS PROVISION FOR TAXES		-	-
21.1 Current tax charge		-	-
21.2 Deferred tax charge		-	-
XXII. NET INCOME/LOSS AFRET TAXES FROM DISCONTINUED OPERATIONS		-	-
XXIII. NET PROFIT/LOSS (XVII+XXII)	V-IV-12	1,930,109	1,753,273
Profit/Loss per 100 shares (full TL)	III-XXIV	0.7720	0.7013

The accompanying explanations and notes form an integral part of these financial statements.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED
IN TURKISH, SEE NOTE I. OF SECTION THREE**

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED STATEMENT OF GAINS AND LOSSES RECOGNIZED IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2015**

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

	Audited Current Period 1 January 2015- 31 December 2015	Audited Prior Period 1 January 2014- 31 December 2014
GAINS AND LOSSES RECOGNIZED IN EQUITY		
I. VALUATION DIFFERENCES OF AVAILABLE FOR SALE FINANCIAL ASSETS RECOGNIZED IN VALUATION DIFFERENCES OF MARKETABLE SECURITIES	(567,255)	786,981
II. REVALUATION SURPLUS ON TANGIBLE ASSETS	577,256	-
III. REVALUATION SURPLUS ON INTANGIBLE ASSETS	-	-
IV. CURRENCY TRANSLATION DIFFERENCES	-	-
V. GAINS/(LOSSES) FROM CASH FLOW HEDGES (Effective Portion of Fair Value Changes)	-	-
VI. GAINS/(LOSSES) FROM NET FOREIGN INVESTMENT HEDGES (Effective portion)	-	-
VII. EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND ERRORS	-	-
VIII. OTHER GAINS AND LOSSES RECOGNIZED IN EQUITY IN ACCORDANCE WITH TAS	76,831	(140,919)
IX. DEFERRED TAXES DUE TO VALUATION DIFFERENCES	78,857	(143,906)
X. NET GAINS/LOSSES RECOGNIZED DIRECTLY IN EQUITY (I+II+...+IX)	165,689	502,156
XI. CURRENT PERIOD'S PROFIT/(LOSS)	1,930,109	1,753,273
11.1 Change in fair value of securities (transfers to the statement of income)	35,471	168,110
11.2 Gains/Losses recognized in the statement of income due to reclassification of cash flow hedges	-	-
11.3 Gains/Losses recognized in the statement of income due to reclassification of net foreign investment hedges	-	-
11.4 Others	1,894,638	1,585,163
XII. TOTAL GAINS AND LOSSES RECOGNIZED DURING THE PERIOD (X+XI)	2,095,798	2,255,429

The accompanying explanations and notes form an integral part of these financial statements.

CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED
IN TURKISH, SEE NOTE I. OF SECTION THREE

TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2015

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

CHANGES IN EQUITY	Notes	Paid-in Capital	Capital Reserves from Inflation Adjustments to Paid-in Capital	Share Premium	Share Cancellation Profits	Legal Reserves	Status Reserves	Extraordinary Reserves	Other Reserves	Current Period Net Profit/ (Loss)	Prior Period Net Profit/ (Loss)	Valuation Differences of the Marketable Securities	Revaluation Surplus on Tangible Intangible Assets and Investment Property	Bonus Shares of Associates, Subsidiaries and Joint Ventures	Hedging Reserves	Revaluation Surp. On Assets Held for Sale and Assets of Discout. Op.s	Shareholders' Equity before Minority Interest	Minority Interest	Total Shareholders' Equity
PRIOR PERIOD – 31 December 2014																			
I.	Balances at the beginning of the period	2,500,000	-	723,918	-	854,240	-	5,889,226	266,115	-	1,585,539	681,326	44,136	71,821	-	-	12,616,321	-	12,616,321
Changes during the period																			
II.	Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Associates, Subsidiaries and "Available-for-sale" securities	-	-	-	-	-	-	-	-	-	-	535,643	-	-	-	-	535,643	-	535,643
IV.	Hedges for risk management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1	Net cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2	Net foreign investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	Revaluation surplus on tangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	Revaluation surplus on intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	Bonus shares of associates, subsidiaries and joint-ventures	-	-	-	-	-	-	-	-	-	-	-	-	(2,599)	-	-	(2,599)	-	(2,599)
VIII.	Translation differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	Changes resulted from disposal of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Changes resulted from reclassifications of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Effect of change in equities of associates on the Bank's equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	Capital increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1	Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2	Internal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	Share issuance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.	Share cancellation profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	Others	-	-	-	-	-	-	-	(30,888)	-	-	-	-	-	-	-	-	-	(30,888)
XVII.	Current period's net profit/loss	-	-	-	-	-	-	-	-	1,753,273	-	-	-	-	-	-	1,753,273	-	1,753,273
XVIII.	Profit distribution	-	-	-	-	158,556	-	1,325,482	-	-	(1,585,539)	-	1,501	-	-	-	(100,000)	-	(100,000)
18.1	Dividends	VI-1	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	-	(100,000)	-	(100,000)
18.2	Transferred to reserves	VI-1	-	-	-	158,556	-	1,325,482	-	-	(1,485,539)	-	1,501	-	-	-	-	-	-
18.3	Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the end of the period		2,500,000	-	723,918	-	1,012,796	-	7,214,708	235,227	1,753,273	-	1,216,969	45,637	69,222	-	-	14,771,750	-	14,771,750
CURRENT PERIOD – 31 December 2015																			
I.	Balances at the beginning of the period	2,500,000	-	723,918	-	1,012,796	-	7,214,708	235,227	-	1,753,273	1,216,969	45,637	69,222	-	-	14,771,750	-	14,771,750
Changes during the period																			
II.	Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Associates, Subsidiaries and "Available-for-sale" securities	-	-	-	-	-	-	-	-	-	-	(386,556)	-	-	-	-	(386,556)	-	(386,556)
IV.	Hedges for risk management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1	Net cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2	Net foreign investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	Revaluation surplus on tangible assets	-	-	-	-	-	-	-	-	-	-	-	548,390	-	-	-	548,390	-	548,390
VI.	Revaluation surplus on intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	Bonus shares of associates, subsidiaries and joint-ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	Translation differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	Changes resulted from disposal of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Changes resulted from reclassifications of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Effect of change in equities of associates on the Bank's equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	Capital increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1	Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2	Internal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	Share issuance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.	Share cancellation profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	Others	-	-	-	-	-	-	-	3,855	-	-	-	-	-	-	-	3,855	-	3,855
XVII.	Current period's net profit/loss	-	-	-	-	-	-	-	-	1,930,109	-	-	-	-	-	-	1,930,109	-	1,930,109
XVIII.	Profit distribution	-	-	-	-	161,214	-	1,114,821	141,116	-	(1,753,273)	-	236,122	-	-	-	(100,000)	-	(100,000)
18.1	Dividends	VI-1	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	-	(100,000)	-	(100,000)
18.2	Transferred to reserves	VI-1	-	-	-	161,214	-	1,114,821	141,116	-	(1,653,273)	-	236,122	-	-	-	-	-	-
18.3	Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the end of the period		2,500,000	-	723,918	-	1,174,010	-	8,329,529	380,198	1,930,109	-	830,413	830,149	69,222	-	-	16,767,548	-	16,767,548

The accompanying explanations and notes form an integral part of these financial statements.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED
IN TURKISH, SEE IN NOTE I. OF SECTION THREE**

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED STATEMENT OF PROFIT DISTRIBUTION
FOR THE YEAR ENDED 31 DECEMBER 2015**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

	Notes	Audited Current Period 31 December 2015	Audited Prior Period 31 December 2014
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating profit before changes in operating assets and liabilities		2,731,346	2,632,569
1.1.1 Interests received		12,803,948	10,469,845
1.1.2 Interests paid		(7,982,534)	(6,661,702)
1.1.3 Dividends received		36,072	43,703
1.1.4 Fee and commissions received		1,403,631	1,145,329
1.1.5 Other income		92,949	438,067
1.1.6 Collections from previously written-off loans and other receivables		1,010,359	705,404
1.1.7 Payments to personnel and service suppliers		(1,567,534)	(1,277,830)
1.1.8 Taxes paid		(675,074)	(540,885)
1.1.9 Others	VI-1	(2,390,471)	(1,689,362)
1.2 Changes in operating assets and liabilities		(3,130,897)	(3,362,318)
1.2.1 Net (increase) decrease in financial assets held for trading purpose		619	(619)
1.2.2 Net (increase) decrease in financial assets valued at fair value through profit or loss		-	-
1.2.3 Net (increase) decrease in due from banks and other financial institutions		(2,251,770)	(345,470)
1.2.4 Net (increase) decrease in loans		(20,095,511)	(18,811,158)
1.2.5 Net (increase) decrease in other assets		(195,002)	109,081
1.2.6 Net increase (decrease) in bank deposits		720,842	716,239
1.2.7 Net increase (decrease) in other deposits		17,370,140	9,494,361
1.2.8 Net increase (decrease) in funds borrowed		3,621,335	3,517,964
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities	VI-1	(2,301,550)	1,957,284
I. Net cash flow from banking operations		(399,551)	(729,749)
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net cash flow from investing activities		(1,544,382)	(195,210)
2.1 Cash paid for purchase of associates, subsidiaries and joint-ventures		-	(205,714)
2.2 Proceeds from disposal of associates, subsidiaries and joint-ventures		-	-
2.3 Purchases of tangible assets		(738,506)	(175,892)
2.4 Proceeds from disposal of tangible assets		582,358	312,382
2.5 Cash paid for purchase of available-for-sale financial assets		(4,213,523)	(5,677,045)
2.6 Proceeds from disposal of available-for-sale financial assets		3,355,028	6,819,996
2.7 Cash paid for purchase of held-to-maturity investments		(1,610,704)	(2,698,603)
2.8 Proceeds from disposal of held-to-maturity investments		1,129,187	1,475,540
2.9 Others	VI-1	(48,222)	(45,874)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net cash flow from financing activities		1,949,710	3,423,195
3.1 Cash obtained from funds borrowed and securities issued		9,872,371	8,649,309
3.2 Cash used for repayment of funds borrowed and securities issued		(7,822,661)	(5,126,114)
3.3 Equity instruments issued		-	-
3.4 Dividends paid		(100,000)	(100,000)
3.5 Repayments for finance leases		-	-
3.6 Others		-	-
IV. Effect of change in foreign exchange rates on cash and cash equivalents	VI-1	12,178	6,249
V. Net increase in cash and cash equivalents		17,955	2,504,485
VI. Cash and cash equivalents at the beginning of the period	VI-4	8,182,469	5,677,984
VII. Cash and cash equivalents at the end of the period	VI-4	8,200,424	8,182,469

The accompanying explanations and notes form an integral part of these financial statements.

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED
UNCONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED
IN TURKISH, SEE IN NOTE I. OF SECTION THREE**

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED STATEMENT OF PROFIT DISTRIBUTION
FOR THE YEAR ENDED 31 DECEMBER 2015**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

	Notes	Current Period 31 December 2015	Prior Period 31 December 2014
I. DISTRIBUTION OF CURRENT YEAR PROFIT			
1.1		2,470,293	2,213,676
1.2		(540,184)	(460,403)
1.2.1	V-IV-11	(404,310)	(601,519)
1.2.2		-	-
1.2.3	V-IV-11	(135,874)	141,116
A.		1,930,109	1,753,273
1.3	V-IV-11	-	(141,116)
B.		1,930,109	1,612,157
1.4		-	-
1.5	V-V-5	-	(80,607)
1.6	V-V-5	-	(80,607)
C.		-	1,450,943
1.7		-	100,000
1.7.1		-	100,000
1.7.2		-	-
1.7.3		-	-
1.7.4		-	-
1.7.5		-	-
1.8		-	-
1.9		-	-
1.10		-	-
1.10.1		-	-
1.10.2		-	-
1.10.3		-	-
1.10.4		-	-
1.10.5		-	-
1.11		-	-
1.12		-	-
1.13	V-V-5	-	1,114,821
1.14		-	-
1.15	V-V-5	-	236,122
II. DISTRIBUTION FROM RESERVES			
2.1		-	-
2.2		-	-
2.3		-	-
2.3.1		-	-
2.3.2		-	-
2.3.3		-	-
2.3.4		-	-
2.3.5		-	-
2.4		-	-
2.5		-	-
III. EARNINGS PER SHARE			
3.1		0.7720	0.7013
3.2		77.20	70.13
3.3		-	-
3.4		-	-
IV. DIVIDEND PER SHARE			
4.1		-	0.0400
4.2		-	4.00
4.3		-	-
4.4		-	-

(*) As at report date, no resolution has been decided regarding about 2015 profit distribution. Accordingly, net profit available for distribution has not been presented.

(**) The amount shown in other taxes and duties is deferred tax income/loss. Deferred tax income is not subject to profit distribution.

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