

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS AT DECEMBER 31, 2016**

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

	ASSETS	Notes	Audited Current Period December 31, 2016			Audited Prior Period December 31, 2015		
			TL	FC	Total	TL	FC	Total
I.	CASH AND BALANCES WITH THE CENTRAL BANK	V-I-1	4,409,164	19,960,151	24,369,315	2,134,017	19,355,897	21,489,914
II.	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)	V-I-2	1,644,899	144,334	1,789,233	840,168	155,694	995,862
2.1	Financial assets held for trading purpose		1,644,899	144,334	1,789,233	840,168	155,694	995,862
2.1.1	Debt securities issued by the governments		206	10,647	10,853	312	9,566	9,878
2.1.2	Equity securities		2,095	-	2,095	1,832	-	1,832
2.1.3	Derivative financial assets held for trading purpose	V-I-2	1,473,865	133,687	1,607,552	739,339	146,128	885,467
2.1.4	Other securities		168,733	-	168,733	98,685	-	98,685
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	Other securities		-	-	-	-	-	-
2.2.4	Loans		-	-	-	-	-	-
III.	BANKS	V-I-3	1,195,786	4,079,703	5,275,489	1,185,799	4,990,220	6,176,019
IV.	RECEIVABLES FROM INTERBANK MONEY MARKETS		5,232	-	5,232	6,699	-	6,699
4.1	Interbank money market placements		-	-	-	-	-	-
4.2	Istanbul Stock Exchange money market placements		3,428	-	3,428	3,310	-	3,310
4.3	Receivables from reverse repurchase agreements		1,804	-	1,804	3,389	-	3,389
V.	AVAILABLE-FOR-SALE FINANCIAL ASSETS (Net)	V-I-4	12,588,929	6,030,151	18,619,080	12,100,346	5,235,765	17,336,111
5.1	Equity securities		15	27,595	27,610	15	79,238	79,253
5.2	Debt securities issued by the governments		12,588,914	5,719,498	18,308,412	12,100,331	5,028,990	17,129,321
5.3	Other securities		-	283,058	283,058	-	127,537	127,537
VI.	LOANS AND RECEIVABLES	V-I-5	100,166,610	49,408,659	149,575,269	88,452,140	37,507,539	125,959,679
6.1	Performing loans and receivables		99,001,801	49,402,693	148,404,494	87,548,356	37,502,389	125,050,745
6.1.1	Loans provided to risk group	V-VII-1	581	36,936	37,517	1,071	822	1,893
6.1.2	Debt securities issued by the governments		-	-	-	-	-	-
6.1.3	Other		99,001,220	49,365,757	148,366,977	87,547,285	37,501,567	125,048,852
6.2	Loans under follow-up		6,626,073	77,310	6,703,383	5,071,771	66,342	5,138,113
6.3	Specific provisions (-)	V-I-5	5,461,264	71,344	5,532,608	4,167,987	61,192	4,229,179
VII.	FACTORING RECEIVABLES		1,171,659	219,055	1,390,714	622,754	94,973	717,727
VIII.	HELD-TO-MATURITY INVESTMENT SECURITIES (Net)	V-I-6	8,039,914	140,621	8,180,535	7,546,748	130,981	7,677,729
8.1	Debt securities issued by the governments		8,039,914	-	8,039,914	7,546,748	-	7,546,748
8.2	Other securities		-	140,621	140,621	-	130,981	130,981
IX.	INVESTMENTS IN ASSOCIATES (Net)	V-I-7	336,229	3	336,232	295,332	3	295,335
9.1	Associates, consolidated per equity method		275,765	-	275,765	245,549	-	245,549
9.2	Unconsolidated associates		60,464	3	60,467	49,783	3	49,786
9.2.1	Financial associates		48,111	-	48,111	37,434	-	37,434
9.2.2	Non-Financial associates		12,353	3	12,356	12,349	3	12,352
X.	INVESTMENTS IN SUBSIDIARIES (Net)	V-I-8	286,698	-	286,698	271,017	-	271,017
10.1	Unconsolidated financial subsidiaries		-	-	-	-	-	-
10.2	Unconsolidated non-financial subsidiaries		286,698	-	286,698	271,017	-	271,017
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	364,209	1,182,200	1,546,409	318,359	1,007,466	1,325,825
12.1	Finance lease receivables		465,056	1,323,625	1,788,681	401,084	1,134,987	1,536,071
12.2	Operational lease receivables		-	-	-	-	-	-
12.3	Other		-	-	-	-	-	-
12.4	Unearned income (-)		100,847	141,425	242,272	82,725	127,521	210,246
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	1,693,745	9,358	1,703,103	1,648,900	5,218	1,654,118
XV.	INTANGIBLE ASSETS (Net)	V-I-13	230,242	23	230,265	201,506	31	201,537
15.1	Goodwill		-	-	-	-	-	-
15.2	Other intangibles		230,242	23	230,265	201,506	31	201,537
XVI.	INVESTMENT PROPERTIES (Net)	V-I-14	354,385	-	354,385	287,726	-	287,726
XVII.	TAX ASSETS	V-I-15	197,922	-	197,922	139,972	2,944	142,916
17.1	Current tax assets	V-I-15	835	-	835	787	2,944	3,731
17.2	Deferred tax assets	V-I-15	197,087	-	197,087	139,185	-	139,185
XVIII.	ASSETS HELD FOR SALE AND ASSETS RELATED TO THE DISCONTINUED OPERATIONS (Net)	V-I-16	1,228,102	-	1,228,102	994,991	-	994,991
18.1	Assets held for sale		1,228,102	-	1,228,102	994,991	-	994,991
18.2	Assets related to the discontinued operations		-	-	-	-	-	-
XIX.	OTHER ASSETS	V-I-17	3,110,515	2,472,502	5,583,017	2,789,299	1,263,054	4,052,353
TOTAL ASSETS			137,024,240	83,646,760	220,671,000	119,835,773	69,749,785	189,585,558

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS AT DECEMBER 31, 2016**

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

	Notes	Audited Current Period December 31, 2016			Audited Prior Period December 31, 2015		
		TL	FC	Total	TL	FC	Total
I. LIABILITIES AND EQUITY							
I. DEPOSITS	V-II-1	85,815,420	40,443,889	126,259,309	76,054,788	35,955,209	112,009,997
1.1 Deposits of risk group	V-II-1	1,686,765	116,088	1,802,853	1,209,289	110,608	1,319,897
1.2 Other deposits		84,128,655	40,327,801	124,456,456	74,845,499	35,844,601	110,690,100
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING PURPOSE	V-II-2	955,019	199,405	1,154,424	153,177	151,175	304,352
III. FUNDS BORROWED	V-II-3	1,720,814	24,578,616	26,299,430	932,351	19,262,696	20,195,047
IV. INTERBANK MONEY MARKET		11,450,137	1,794,134	13,244,271	9,423,761	3,403,437	12,827,198
4.1 Interbank money market takings		2,501,180	-	2,501,180	1,150,343	-	1,150,343
4.2 İstanbul Stock Exchange money market takings		277,667	-	277,667	83,157	-	83,157
4.3 Obligations under repurchase agreements		8,671,290	1,794,134	10,465,424	8,190,261	3,403,437	11,593,698
V. SECURITIES ISSUED (Net)	V-II-3	3,373,519	11,309,305	14,682,824	3,257,620	7,389,088	10,646,708
5.1 Bills		3,373,519	-	3,373,519	3,257,620	-	3,257,620
5.2 Asset backed securities		-	-	-	-	-	-
5.3 Bonds		-	11,309,305	11,309,305	-	7,389,088	7,389,088
VI. FUNDS		3,319	-	3,319	4,228	-	4,228
6.1 Funds against borrower's note		-	-	-	-	-	-
6.2 Other		3,319	-	3,319	4,228	-	4,228
VII. MISCELLANEOUS PAYABLES		4,622,676	920,879	5,543,555	3,647,401	750,360	4,397,761
VIII. OTHER EXTERNAL RESOURCES PAYABLE	V-II-4	747,599	2,018,132	2,765,731	662,279	1,783,682	2,445,961
IX. FACTORING PAYABLES		77	4	81	-	5	5
X. LEASE PAYABLES (Net)	V-II-5	-	-	-	-	-	-
10.1 Finance lease payables		-	-	-	-	-	-
10.2 Operational lease payables		-	-	-	-	-	-
10.3 Other		-	-	-	-	-	-
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	5,562,513	43,584	5,606,097	5,025,269	31,277	5,056,546
12.1 General provisions	V-II-7	2,153,773	13,670	2,167,443	1,944,150	13,453	1,957,603
12.2 Restructuring reserves		-	-	-	-	-	-
12.3 Reserve for employee benefits	V-II-7	736,608	1,791	738,399	700,635	1,544	702,179
12.4 Insurance technical provisions (Net)	V-II-7	2,304,345	14,000	2,318,345	2,082,428	9,127	2,091,555
12.5 Other provisions	V-II-7	367,787	14,123	381,910	298,056	7,153	305,209
XIII. TAX LIABILITIES	V-II-8	477,830	11,957	489,787	531,561	7,888	539,449
13.1 Current tax liabilities		463,916	2,847	466,763	514,681	1,678	516,359
13.2 Deferred tax liabilities	V-I-15	13,914	9,110	23,024	16,880	6,210	23,090
XIV. PAYABLES FOR ASSETS HELD FOR SALE AND ASSETS RELATED TO DISCONTINUED OPERATIONS (Net)	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	-	5,014,700	5,014,700	-	4,155,551	4,155,551
XVI. EQUITY		19,154,003	453,469	19,607,472	16,437,456	565,299	17,002,755
16.1 Paid-in capital	V-II-11	2,500,000	-	2,500,000	2,500,000	-	2,500,000
16.2 Capital reserves		1,494,226	50,440	1,544,666	1,390,356	257,405	1,647,761
16.2.1 Share premium		727,780	-	727,780	727,780	-	727,780
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Valuation differences of the marketable securities	V-II-11	(181,609)	50,440	(131,169)	(227,394)	257,405	30,011
16.2.4 Revaluation surplus on tangible assets		997,197	-	997,197	940,657	-	940,657
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		3,683	-	3,683	3,683	-	3,683
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		(52,825)	-	(52,825)	(54,370)	-	(54,370)
16.3 Profit reserves		12,025,037	234,296	12,259,333	10,163,563	170,099	10,333,662
16.3.1 Legal reserves		1,428,436	8,351	1,436,787	1,228,224	7,942	1,236,166
16.3.2 Status reserves		6,337	-	6,337	6,337	-	6,337
16.3.3 Extraordinary reserves		10,151,977	4,598	10,156,575	8,475,454	4,594	8,480,048
16.3.4 Other profit reserves		438,287	221,347	659,634	453,548	157,563	611,111
16.4 Profit or loss		2,660,885	115,059	2,775,944	1,921,411	94,530	2,015,941
16.4.1 Prior years' profit/loss		(107,147)	93,173	(13,974)	(34,277)	101,630	67,353
16.4.2 Current period's profit/loss		2,768,032	21,886	2,789,918	1,955,688	(7,100)	1,948,588
16.5 Non-controlling interest		473,855	53,674	527,529	462,126	43,265	505,391
TOTAL LIABILITIES AND EQUITY		133,882,926	86,788,074	220,671,000	116,129,891	73,455,667	189,585,558

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

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES
CONSOLIDATED OFF-BALANCE SHEET
AS AT DECEMBER 31, 2016**

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

	Notes	Audited Current Period December 31, 2016			Audited Prior Period December 31, 2015		
		TL	FC	TOTAL	TL	FC	TOTAL
A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)		71,979,483	76,304,502	148,283,985	54,303,859	64,173,751	118,477,610
I. GUARANTEES AND SURETIES	V-III-2	26,946,124	13,714,227	40,660,351	22,126,363	10,993,538	33,119,901
1.1 Letters of guarantee	V-III-1	26,687,992	5,628,335	32,316,327	21,980,769	4,816,824	26,797,593
1.1.1 Guarantees subject to State Tender Law		3,203,501	2,571,209	5,774,710	2,542,809	2,199,589	4,742,398
1.1.2 Guarantees given for foreign trade operations		1,059,516	-	1,059,516	1,030,530	-	1,030,530
1.1.3 Other letters of guarantee		22,424,975	3,057,126	25,482,101	18,407,430	2,617,235	21,024,665
1.2 Bank acceptances		53,702	1,143,484	1,197,186	86,762	1,389,251	1,476,013
1.2.1 Import letter of acceptance		-	395,874	395,874	1,590	189,471	191,061
1.2.2 Other bank acceptances		53,702	747,610	801,312	85,172	1,199,780	1,284,952
1.3 Letters of credit		1,762	6,911,368	6,913,130	16,306	4,772,403	4,788,709
1.3.1 Documentary letters of credit		1,762	6,911,368	6,913,130	16,306	4,772,403	4,788,709
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed pre-financings		-	2,796	2,796	-	2,314	2,314
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to the Central Bank of Republic of Turkey		-	-	-	-	-	-
1.5.2 Other endorsements		-	-	-	-	-	-
1.6 Marketable securities underwriting commitments		-	-	-	-	-	-
1.7 Factoring related guarantees		202,668	7,682	210,350	42,526	2,224	44,750
1.8 Other guarantees		-	16,890	16,890	-	10,522	10,522
1.9 Other sureties		-	3,672	3,672	-	-	-
II. COMMITMENTS		27,151,229	12,692,995	39,844,224	21,560,921	13,287,107	34,848,028
2.1 Irrevocable commitments		24,078,084	1,659,432	25,737,516	19,153,861	3,897,112	23,050,973
2.1.1 Asset purchase commitments	V-III-1	1,362,697	1,502,055	2,864,752	112,420	3,730,953	3,843,373
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	9,817,555	34,042	9,851,597	8,482,816	11,931	8,494,747
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	2,154,102	-	2,154,102	1,805,569	-	1,805,569
2.1.8 Tax and fund obligations on export commitments		-	-	-	-	-	-
2.1.9 Commitments for credit card limits	V-III-1	8,682,835	-	8,682,835	7,399,361	-	7,399,361
2.1.10 Commitments for credit card and banking operations promotions		300,108	-	300,108	196,037	-	196,037
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		1,760,787	123,335	1,884,122	1,157,658	154,228	1,311,886
2.2 Revocable commitments		3,073,145	11,033,563	14,106,708	2,407,060	9,389,995	11,797,055
2.2.1 Revocable loan granting commitments		3,024,169	11,033,563	14,057,732	2,407,060	9,389,995	11,797,055
2.2.2 Other revocable commitments		48,976	-	48,976	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS	V-III-5	17,882,130	49,897,280	67,779,410	10,616,575	39,893,106	50,509,681
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		17,882,130	49,897,280	67,779,410	10,616,575	39,893,106	50,509,681
3.2.1 Forward foreign currency purchases/sales		492,117	1,123,868	1,615,985	211,514	257,246	468,760
3.2.1.1 Forward foreign currency purchases		247,789	560,368	808,157	106,014	128,693	234,707
3.2.2.2 Forward foreign currency sales		244,328	563,500	807,828	105,500	128,553	234,053
3.2.2 Currency and interest rate swaps		16,341,232	37,911,234	54,252,506	9,535,325	31,037,511	40,572,836
3.2.2.1 Currency swaps-purchases		8,566,437	11,982,601	20,549,038	4,474,398	12,245,882	16,720,280
3.2.2.2 Currency swaps-sales		6,324,835	10,311,809	16,636,644	4,160,927	6,377,871	10,538,798
3.2.2.3 Interest rate swaps-purchases		725,000	7,808,412	8,533,412	450,000	6,206,879	6,656,879
3.2.2.4 Interest rate swaps-sales		725,000	7,808,412	8,533,412	450,000	6,206,879	6,656,879
3.2.3 Currency, interest rate and security options		142,676	730,632	873,308	258,134	255,396	513,530
3.2.3.1 Currency call options		121,124	306,804	427,928	65,004	185,976	250,980
3.2.3.2 Currency put options		21,552	423,828	445,380	193,130	69,420	262,550
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 Other		906,065	10,131,546	11,037,611	611,602	8,342,953	8,954,555
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		1,045,090,768	580,650,674	1,625,741,442	900,903,931	422,152,366	1,323,056,297
IV. ITEMS HELD IN CUSTODY		56,357,991	4,476,062	60,834,053	75,156,434	3,413,733	78,570,167
4.1 Customers' securities held		796,204	-	796,204	682,348	28,306	710,654
4.2 Investment securities held in custody		43,543,703	147,806	43,691,509	63,234,788	118,086	63,352,874
4.3 Checks received for collection		9,441,126	2,589,510	12,030,636	9,151,798	2,345,788	11,497,586
4.4 Commercial notes received for collection		1,535,349	751,302	2,286,651	1,265,535	450,126	1,715,661
4.5 Other assets received for collection		2,152	141	2,293	2,152	116	2,268
4.6 Assets received through public offering		-	-	-	-	-	-
4.7 Other items under custody		49,414	87,056	136,470	24,796	66,158	90,954
4.8 Custodians		990,043	900,247	1,890,290	795,017	405,153	1,200,170
V. PLEDGED ITEMS		280,719,507	104,200,492	384,919,999	235,457,258	82,272,386	317,729,644
5.1 Securities		495,623	16,366	511,989	435,618	14,171	449,789
5.2 Guarantee notes		767,642	544,996	1,312,638	793,282	429,076	1,222,358
5.3 Commodities		31,750,967	775,907	32,526,874	28,164,121	681,732	28,845,853
5.4 Warranties		-	-	-	-	-	-
5.5 Real estates		230,190,866	86,340,346	316,531,212	191,799,623	67,309,165	259,108,788
5.6 Other pledged items		16,964,074	16,365,309	33,329,383	13,661,436	13,683,601	27,345,037
5.7 Pledged items-depository		550,335	157,568	707,903	603,178	154,641	757,819
VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES		708,013,270	471,974,120	1,179,987,390	590,290,239	336,466,247	926,756,486
TOTAL OFF-BALANCE SHEET ITEMS (A+B)		1,117,070,251	656,955,176	1,774,025,427	955,207,790	486,326,117	1,441,533,907

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES
CONSOLIDATED STATEMENT OF INCOME FOR THE YEAR ENDED DECEMBER 31, 2016**

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

	Notes	Audited Current Period January 1, 2016- December 31, 2016	Audited Prior Period January 1, 2015- December 31, 2015
I. INTEREST INCOME		16,964,189	13,973,432
1.1 Interest income from loans	V-IV-1	14,268,928	11,598,337
1.2 Interest income from reserve deposits		111,798	38,684
1.3 Interest income from banks	V-IV-1	121,181	78,724
1.4 Interest income from money market transactions		600	1,633
1.5 Interest income from securities portfolio	V-IV-1	2,230,139	2,072,208
1.5.1 Trading financial assets		8,946	6,775
1.5.2 Financial assets designated at fair value through profit or loss		-	-
1.5.3 Available-for-sale financial assets		1,513,449	1,409,589
1.5.4 Held-to-maturity investments		707,744	655,844
1.6 Finance lease income		110,201	102,526
1.7 Other interest income		121,342	81,320
II. INTEREST EXPENSE		9,727,956	8,238,164
2.1 Interest expense on deposits	V-IV-2	7,194,767	6,115,699
2.2 Interest expense on funds borrowed	V-IV-2	508,116	362,500
2.3 Interest expense on money market transactions		1,007,022	886,728
2.4 Interest expense on securities issued	V-IV-2	691,897	595,176
2.5 Other interest expenses		326,154	278,061
III. NET INTEREST INCOME (I – II)		7,236,233	5,735,268
IV. NET FEES AND COMMISSIONS INCOME		912,483	870,329
4.1 Fees and commissions received		1,458,702	1,351,513
4.1.1 Non-cash loans		229,775	186,784
4.1.2 Others		1,228,927	1,164,729
4.2 Fees and commissions paid		546,219	481,184
4.2.1 Non-cash loans		1,916	1,148
4.2.2 Others		544,303	480,036
V. DIVIDEND INCOME	V-IV-3	61,736	37,169
VI. TRADING INCOME/LOSSES (Net)	V-IV-4	505,038	139,931
6.1 Trading account income/losses	V-IV-4	24,051	46,761
6.2 Income/losses from derivative financial instruments	V-IV-4	354,798	(29,129)
6.3 Foreign exchange gains/losses	V-IV-4	126,189	122,299
VII. OTHER OPERATING INCOME	V-IV-5	2,004,336	2,036,648
VIII. TOTAL OPERATING PROFIT (III+IV+V+VI+VII)		10,719,826	8,819,345
IX. PROVISION FOR LOSSES ON LOANS AND OTHER RECEIVABLES (-)	V-IV-6	2,333,609	1,635,860
X. OTHER OPERATING EXPENSES (-)	V-IV-7	4,906,704	4,817,078
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		3,479,513	2,366,407
XII. INCOME RESULTED FROM MERGERS		-	-
XIII. INCOME/LOSS FROM INVESTMENTS UNDER EQUITY ACCOUNTING		37,267	34,617
XIV. GAIN/LOSS ON NET MONETARY POSITION		-	-
INCOME/LOSS FROM CONTINUING OPERATIONS BEFORE TAXES			
XV. (XI+...+XIV)	V-IV-8	3,516,780	2,401,024
XVI. CONTINUING OPERATIONS PROVISION FOR TAXES	V-IV-9	(724,334)	(527,111)
16.1 Current tax charges	V-IV-11	(741,888)	(417,396)
16.2 Deferred tax credits	V-IV-11	17,554	(109,715)
NET INCOME/LOSS AFTER TAXES FROM CONTINUING OPERATIONS (XV±XVI)	V-IV-10	2,792,446	1,873,913
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		-	-
INCOME/LOSS FROM DISCONTINUED OPERATIONS BEFORE TAXES (XVIII-XIX)		-	-
XX. TAXES (XVIII-XIX)		-	-
XXI. DISCONTINUED OPERATIONS PROVISION FOR TAXES(±)		-	-
21.1 Current tax charge		-	-
21.2 Deferred tax charge		-	-
NET INCOME/LOSS AFTER TAXES FROM DISCONTINUED OPERATIONS (XX±XXI)		-	-
XXII. OPERATIONS (XX±XXI)		-	-
XXIII. NET PROFIT/LOSS (XVI+XXII)	V-IV-12	2,792,446	1,873,913
23.1. Equity holders of the Bank		2,789,918	1,948,588
23.2. Non-controlling interest(-)	V-IV-13	2,528	(74,675)
Earnings per 100 Share (full TL)	III-XXV	1.1160	0.7794

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES
CONSOLIDATED STATEMENT OF PROFIT AND LOSS ITEMS ACCOUNTED UNDER SHAREHOLDERS'
EQUITY FOR THE YEAR ENDED DECEMBER 31, 2016**

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

GAINS AND LOSSES RECOGNIZED IN EQUITY	Audited Current Period January 1, 2016- December 31, 2016	Audited Prior Period January 1, 2015- December 31, 2015
I. VALUATION DIFFERENCES OF AVAILABLE FOR SALE FINANCIAL ASSETS RECOGNIZED IN VALUATION DIFFERENCES OF MARKETABLE SECURITIES	(234,289)	(585,086)
II. REVALUATION SURPLUS ON TANGIBLE ASSETS	16,708	791,080
III. REVALUATION SURPLUS ON INTANGIBLE ASSETS	-	-
IV. CURRENCY TRANSLATION DIFFERENCES	59,217	42,762
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	31,515	(49,238)
IX. DEFERRED TAXES DUE TO VALUATION DIFFERENCES	44,360	70,314
X. NET GAINS/LOSSES RECOGNIZED DIRECTLY IN EQUITY (I+II+...+IX)	(82,489)	269,832
XI. CURRENT PERIOD'S PROFIT/(LOSS)	2,792,446	1,873,913
11.1 Change in fair value of securities (transfers to the statement of income)	(5,576)	36,105
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	2,798,022	1,837,808
XII. TOTAL GAINS AND LOSSES RECOGNIZED DURING THE PERIOD (X+XI)	2,709,957	2,143,745

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2016**

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

Audited	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 Discount. Op.s	Shareholders' Equity before Minority Interest	Minority Interest	Total Shareholders' Equity
PRIOR PERIOD – December 31, 2015																			
I.	Balances at the beginning of the period	2,500,000	-	727,780	-	1,069,245	6,337	7,346,127	372,881	-	1,873,992	521,530	52,864	3,683	-	-	14,474,439	486,084	14,960,523
II.	Corrections made according to TAS 8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1.	The effect of corrections of error	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2.	The effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Adjusted beginning balance (I+II)	2,500,000	-	727,780	-	1,069,245	6,337	7,346,127	372,881	-	1,873,992	521,530	52,864	3,683	-	-	14,474,439	486,084	14,960,523
Changes during the period																			
IV.	Mergers	-	-	-	-	-	-	-	-	-	-	(479,644)	-	-	-	-	(479,644)	459	(479,185)
V.	Associates, Subsidiaries and "Available-for-sale" securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	Hedges for risk management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.1	Net cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2	Net foreign investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	Revaluation surplus on tangible assets	-	-	-	-	-	-	-	-	-	(638)	-	653,011	-	-	-	652,373	91,356	743,729
VIII.	Revaluation surplus on intangible as	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	Bonus shares of associates, subsidiaries and joint-ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Translation differences	-	-	-	-	-	-	-	38,486	-	-	-	-	-	-	-	38,486	4,276	42,762
XI.	Changes resulted from disposal of assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	Changes resulted from reclassifications of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	Effect of change in equities of associates on the Bank's equity	-	-	-	-	-	-	-	-	-	(26,975)	(11,875)	-	-	-	-	(38,850)	-	(38,850)
XIV.	Capital increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1	Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2	Internal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	Share issuance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	Share cancellation profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.	Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII.	Other	-	-	-	-	-	-	11	1,961	-	-	-	-	-	-	-	1,972	(596)	1,376
XIX.	Current period's net profit/loss	-	-	-	-	-	-	-	-	1,948,588	-	-	-	-	-	-	1,948,588	(74,675)	1,873,913
XX.	Profit distribution	-	-	-	-	166,921	-	1,133,910	143,413	-	(1,779,026)	-	234,782	-	-	-	(100,000)	(1,513)	(101,513)
20.1	Dividends	V-V-5	-	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	(100,000)	(1,513)	(101,513)
20.2	Transferred to reserves	V-V-5	-	-	-	166,921	-	1,133,910	143,413	-	(1,679,026)	-	234,782	-	-	-	-	-	-
20.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the end of the period		2,500,000	-	727,780	-	1,236,166	6,337	8,480,048	556,741	1,948,588	67,353	30,011	940,657	3,683	-	-	16,497,364	505,391	17,002,755

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED DECEMBER 31, 2016**

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

Audited	Notes	Paid in Capital	Capital Reserves from Inflation Adjustments to Paid in Capital	Share Premium	Share Cancellation Profits	Legal Reserves	Status Reserves	Extra-ordinary Reserves	Other Profit Reserves	Current Year's Net Profit/(Loss)	Prior Period's 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 Discount. Op.s.	Shareholders' Equity before Minority Shares	Non-controlling Interest	Total Shareholders' Equity	
I.	Current Period – December 31, 2016																			
	Balances at the beginning of the period	2,500,000	-	727,780	-	1,236,166	6,337	8,480,048	556,741	-	2,015,941	30,011	940,657	3,683	-	-	16,497,364	505,391	17,002,755	
	Changes during the period																			
II.	Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Valuation differences of the marketable securities	-	-	-	-	-	-	-	-	-	-	(157,650)	-	-	-	-	(157,650)	933	(156,717)	
IV.	Hedging reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1	Cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2	Net investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	Revaluation surplus on tangible assets	-	-	-	-	-	-	-	-	-	-	-	7,643	-	-	-	7,643	7,154	14,797	
VI.	Revaluation surplus on intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII.	Bonus shares of associates, subsidiaries and joint-ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VIII.	Translation differences	-	-	-	-	-	-	-	52,130	-	-	-	-	-	-	-	52,130	7,087	59,217	
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 Group's equity	-	-	-	-	-	-	-	-	-	(25,031)	(3,530)	-	-	-	-	(28,561)	-	(28,561)	
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.	Other	-	-	-	-	3,070	-	1,606	2,177	-	(8,295)	-	25,454	-	-	-	24,012	4,763	28,775	
XVII.	Current period's net profit/loss	-	-	-	-	-	-	-	-	2,789,918	-	-	-	-	-	-	2,789,918	2,528	2,792,446	
XVIII.	Profit distribution	-	-	-	-	197,551	-	1,674,921	(4,239)	-	(1,996,589)	-	23,443	-	-	-	(104,913)	(327)	(105,240)	
18.1	Dividends	-	-	-	-	-	-	-	-	-	(104,913)	-	-	-	-	-	(104,913)	(327)	(105,240)	
18.2	Transferred to reserves	-	-	-	-	197,551	-	1,674,921	(4,239)	-	(1,891,676)	-	23,443	-	-	-	-	-	-	
18.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Balances at the end of the period	2,500,000	-	727,780	-	1,436,787	6,337	10,156,575	606,809	2,789,918	(13,974)	(131,169)	997,197	3,683	-	-	19,079,943	527,529	19,607,472	

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE YEAR ENDED DECEMBER 31, 2016**

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

	Notes	Audited Current Period December 31, 2016	Audited Prior Period December 31, 2015
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating profit before changes in operating assets and liabilities		4,169,924	3,238,846
1.1.1 Interests received		15,649,451	13,135,951
1.1.2 Interests paid		(9,579,425)	(8,073,427)
1.1.3 Dividends received		10,225	5,483
1.1.4 Fee and commissions received		1,458,702	1,351,513
1.1.5 Other income		1,155,052	1,106,645
1.1.6 Collections from previously written-off loans and other receivables	V-I-5	1,203,154	1,018,600
1.1.7 Payments to personnel and service suppliers		(1,886,447)	(1,715,096)
1.1.8 Taxes paid		(950,946)	(691,055)
1.1.9 Other	V-VI-1	(2,889,842)	(2,899,768)
1.2 Changes in operating assets and liabilities		(4,359,432)	(3,851,919)
1.2.1 Net (increase) decrease in financial assets held for trading purpose		(68,142)	(42,630)
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		1,386,426	(2,341,828)
1.2.4 Net (increase) decrease in loans		(26,315,387)	(20,944,190)
1.2.5 Net (increase) decrease in other assets		(353,827)	(433,611)
1.2.6 Net increase (decrease) in bank deposits		(469,133)	722,756
1.2.7 Net increase (decrease) in other deposits		14,656,938	17,810,595
1.2.8 Net increase (decrease) in funds borrowed		6,024,640	3,813,977
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities	V-VI-1	779,053	(2,436,988)
I. Net cash flow from banking operations		(189,508)	(613,073)
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net cash flow from investing activities		(1,212,616)	(1,615,919)
2.1 Cash paid for purchase of associates, subsidiaries and joint-ventures		-	-
2.2 Proceeds from disposal of associates, subsidiaries and joint-ventures		-	-
2.3 Cash paid for purchase of tangible assets		(248,621)	(858,423)
2.4 Proceeds from disposal of tangible assets		462,653	580,786
2.5 Cash paid for purchase of available-for-sale financial assets		(6,636,883)	(4,215,603)
2.6 Proceeds from disposal of available-for-sale financial assets		5,466,684	3,410,191
2.7 Cash paid for purchase of held-to-maturity investments		(1,873,688)	(1,610,704)
2.8 Proceeds from disposal of held-to-maturity investments		1,673,758	1,129,187
2.9 Other	V-VI-1	(56,519)	(51,353)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net cash flow from financing activities		4,712,885	2,125,686
3.1 Cash obtained from funds borrowed and securities issued		13,644,312	9,840,198
3.2 Cash used for repayment of funds borrowed and securities issued		(8,831,100)	(7,612,999)
3.3 Equity instruments issued		-	-
3.4 Dividends paid		(100,327)	(101,513)
3.5 Repayments for finance leases		-	-
3.6 Other		-	-
IV. Effect of change in foreign exchange rates on cash and cash equivalents	V-VI-1	53,516	(30,472)
V. Net (decrease) / increase in cash and cash equivalents		3,364,277	(133,778)
VI. Cash and cash equivalents at the beginning of the period	V-VI-4	9,057,127	9,190,905
VII. Cash and cash equivalents at the end of the period	V-VI-4	12,421,404	9,057,127

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL
SUBSIDIARIES CONSOLIDATED STATEMENT OF PROFIT DISTRIBUTION
FOR THE YEAR ENDED DECEMBER 31, 2016**

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

	Notes	Current Period December 31, 2016	Prior Period December 31, 2015
I. DISTRIBUTION OF CURRENT YEAR PROFIT^(***)			
1.1 CURRENT YEAR'S PROFIT		3,395,524	2,470,293
1.2 TAXES AND LEGAL DUTIES PAYABLE		(692,482)	(540,184)
1.2.1 Corporate tax (income tax)	V-IV-11	(712,424)	(404,310)
1.2.2 Withholding tax		-	-
1.2.3 Other taxes and duties (**)	V-IV-11	19,942	(135,874)
A. NET PROFIT FOR THE YEAR		2,703,042	1,930,109
1.3 DEFERED TAX INCOME TRANSFERRED TO OTHER RESERVES	V-IV-11	-	-
B. NET PROFIT FOR THE YEAR AFTER DEFERRED TAX INCOME		2,703,042	1,930,109
1.4 ACCUMULATED LOSSES		-	-
1.5 FIRST LEGAL RESERVES	V-V-5	-	(96,506)
1.6 OTHER STATUTORY RESERVES	V-V-5	-	(96,506)
C. NET PROFIT AVAILABLE FOR DISTRIBUTION^(*)		-	1,737,097
1.7 FIRST DIVIDEND TO SHAREHOLDERS		-	100,000
1.7.1 To owners of ordinary shares		-	100,000
1.7.2 To owners of privileged shares		-	-
1.7.3 To owners of redeemed shares		-	-
1.7.4 To profit sharing bonds		-	-
1.7.5 To holders of profit and loss sharing certificates		-	-
1.8 DIVIDENDS TO PERSONNEL		-	-
1.9 DIVIDENDS TO BOARD OF DIRECTORS		-	-
1.10 SECOND DIVIDEND TO SHAREHOLDERS		-	-
1.10.1 To owners of ordinary shares		-	-
1.10.2 To owners of privileged shares		-	-
1.10.3 To owners of redeemed shares		-	-
1.10.4 To profit sharing bonds		-	-
1.10.5 To holders of profit and loss sharing certificates		-	-
1.11 SECOND LEGAL RESERVES		-	-
1.12 STATUS RESERVES		-	-
1.13 EXTRAORDINARY RESERVES	V-V-5	-	1,635,437
1.14 OTHER RESERVES		-	-
1.15 SPECIAL FUNDS	V-V-5	-	1,660
II. DISTRIBUTION FROM RESERVES		-	-
2.1 DISTRIBUTION OF RESERVES		-	-
2.2 SECOND LEGAL RESERVES		-	-
2.3 DIVIDENDS TO SHAREHOLDERS		-	-
2.3.1 To owners of ordinary shares		-	-
2.3.2 To owners of privileged shares		-	-
2.3.3 To owners of redeemed shares		-	-
2.3.4 To profit sharing bonds		-	-
2.3.5 To holders of profit and loss sharing certificates		-	-
2.4 DIVIDENDS TO PERSONNEL		-	-
2.5 DIVIDENDS TO BOARD OF DIRECTORS		-	-
III. EARNINGS PER SHARE		-	-
3.1 TO OWNERS OF ORDINARY SHARES (Earning per 100 shares)		1.0812	0.7720
3.2 TO OWNERS OF ORDINARY SHARES (%)		108.12	77.20
3.3 TO OWNERS OF PRIVILEGED SHARES		-	-
3.4 TO OWNERS OF PRIVILEGED SHARES (%)		-	-
IV. DIVIDEND PER SHARE		-	-
4.1 TO OWNERS OF ORDINARY SHARES		-	-
4.2 TO OWNERS OF ORDINARY SHARES (%)		-	-
4.3 TO OWNERS OF PRIVILEGED SHARES		-	-
4.4 TO OWNERS OF PRIVILEGED SHARES (%)		-	-

(*) As of the report date, distributable net profit of the period is not shown as any decision regarding the 2016 profit distribution is not taken.

(**) The amount shown in other taxes and legal liabilities is deferred income/expense tax, and deferred tax income is not subject to profit distribution.

(***) The profit distribution is based on the non-consolidated financial statements of the Parent Bank.