

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS AT MARCH 31, 2019**

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

ASSETS	Notes	Reviewed Current Period March 31, 2019			Audited Prior Period December 31, 2018		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		19,044,513	40,519,658	59,564,171	17,935,560	36,769,530	54,705,090
1.1 Cash and cash equivalents	V-I-1	2,868,147	34,552,405	37,420,552	6,029,366	33,165,402	39,194,768
1.1.1 Cash and balances at Central Bank	V-I-1	2,229,709	28,234,637	30,464,346	5,466,368	27,025,089	32,491,457
1.1.2 Banks	V-I-3	529,383	6,317,875	6,847,258	563,482	6,140,626	6,704,108
1.1.3 Receivables from Money Markets		113,657	-	113,657	6,839	-	6,839
1.1.4 Allowance for expected credit losses (-)	V-I-16	4,602	107	4,709	7,323	313	7,636
1.2 Financial assets at fair value through profit or loss	V-I-2	454,706	95,245	549,951	147,706	76,799	224,505
1.2.1 Public debt securities		3,290	7,025	10,315	3,131	7,033	10,164
1.2.2 Equity instruments		2,966	88,220	91,186	2,914	69,766	72,680
1.2.3 Other financial assets		448,450	-	448,450	141,661	-	141,661
1.3 Financial assets at fair value through other comprehensive income	V-I-4	10,967,257	5,232,611	16,199,868	7,727,407	3,145,027	10,872,434
1.3.1 Public debt securities		10,961,351	4,059,019	15,020,370	7,662,348	2,161,026	9,823,374
1.3.2 Equity instruments		-	3,686	3,686	-	3,451	3,451
1.3.3 Other financial assets		5,906	1,169,906	1,175,812	65,059	980,550	1,045,609
1.4 Derivative financial assets	V-I-2	4,754,403	639,397	5,393,800	4,031,081	382,302	4,413,383
1.4.1 Derivative financial assets at fair value through profit or loss		4,754,403	639,397	5,393,800	4,031,081	382,302	4,413,383
1.4.2 Derivative financial assets at fair value through other comprehensive income		-	-	-	-	-	-
II. Financial assets measured at amortised cost		192,260,078	100,602,555	292,862,633	175,129,227	93,496,819	268,626,046
2.1 Loans	V-I-5	169,112,773	90,428,864	259,541,637	150,765,467	83,697,409	234,462,876
2.2 Receivables from leasing transactions	V-I-10	667,662	2,138,553	2,806,215	528,938	2,252,664	2,781,602
2.3 Factoring receivables		1,984,853	187,573	2,172,426	2,537,604	97,705	2,635,309
2.4 Financial assets measured at amortised cost	V-I-6	32,917,764	8,011,927	40,929,691	32,377,288	7,603,222	39,980,510
2.4.1 Public debt securities		32,908,935	7,684,689	40,593,624	32,326,808	7,413,026	39,739,834
2.4.2 Other financial assets		8,829	327,238	336,067	50,480	190,196	240,676
2.5 Allowance for expected credit losses (-)		12,422,974	164,362	12,587,336	11,080,070	154,181	11,234,251
III. NON-CURRENTS ASSETS OR DISPOSAL GROUPS "HELD FOR SALE" AND "FROM DISCONTINUED OPERATIONS (Net)"	V-I-14	2,573,848	-	2,573,848	1,568,113	-	1,568,113
3.1 Held for sale		2,573,848	-	2,573,848	1,568,113	-	1,568,113
3.2 Held from discontinued operations		-	-	-	-	-	-
IV. INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES		1,135,568	3	1,135,571	1,125,286	3	1,125,289
4.1 Investments in associates (Net)	V-I-7	815,688	3	815,691	805,406	3	805,409
4.1.1 Associates accounted by using equity method		502,248	-	502,248	363,641	-	363,641
4.1.2 Non-consolidated associates		313,440	3	313,443	441,765	3	441,768
4.2 Investments in subsidiaries (Net)	V-I-8	319,880	-	319,880	319,880	-	319,880
4.2.1 Non-consolidated financial subsidiaries		-	-	-	-	-	-
4.2.2 Non-consolidated non-financial subsidiaries		319,880	-	319,880	319,880	-	319,880
4.3 Jointly Controlled Partnerships (Joint Ventures) (Net)	V-I-9	-	-	-	-	-	-
4.3.1 Jointly controlled partnerships accounted by using equity method		-	-	-	-	-	-
4.3.2 Non-consolidated jointly controlled partnerships		-	-	-	-	-	-
V. TANGIBLE ASSETS (Net)		3,210,850	12,344	3,223,194	2,832,630	11,876	2,844,506
VI. INTANGIBLE ASSETS AND GOODWILL (Net)		291,525	336	291,861	286,176	335	286,511
6.1 Goodwill		14,631	-	14,631	14,631	-	14,631
6.2 Other		276,894	336	277,230	271,545	335	271,880
VII. INVESTMENT PROPERTIES (Net)	V-I-12	620,350	-	620,350	607,400	-	607,400
VIII. CURRENT TAX ASSETS		-	-	-	2	-	2
IX. DEFERRED TAX ASSETS	V-I-13	155,052	-	155,052	188,968	-	188,968
X. OTHER ASSETS	V-I-15	6,984,087	8,684,728	15,668,815	6,064,575	8,621,960	14,686,535
TOTAL ASSETS		226,275,871	149,819,624	376,095,495	205,737,937	138,900,523	344,638,460

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS AT MARCH 31, 2019**

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

LIABILITIES	Notes	Reviewed Current Period March 31, 2019			Audited Prior Period December 31, 2018		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	V-II-1	107,768,930	93,632,927	201,401,857	108,319,277	74,156,432	182,475,709
II. LOANS RECEIVED	V-II-3	1,878,494	42,643,510	44,522,004	2,639,581	42,793,276	45,432,857
III. MONEY MARKET FUNDS		30,446,437	5,923,963	36,370,400	26,863,700	2,260,172	29,123,872
IV. MARKETABLE SECURITIES (Net)	V-II-3	9,754,677	18,835,604	28,590,281	8,111,583	14,660,908	22,772,491
4.1 Bills		4,429,004	-	4,429,004	4,319,247	-	4,319,247
4.2 Asset backed securities		-	-	-	62,960	-	62,960
4.3. Bonds		5,325,673	18,835,604	24,161,277	3,729,376	14,660,908	18,390,284
V. FUNDS		3,054	-	3,054	3,054	-	3,054
5.1 Borrower funds		-	-	-	-	-	-
5.2 Other		3,054	-	3,054	3,054	-	3,054
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	V-II-2	2,294,061	796,516	3,090,577	2,121,617	430,631	2,552,248
7.1 Derivative financial liabilities at fair value through profit or loss		2,294,061	796,516	3,090,577	2,121,617	430,631	2,552,248
7.2 Derivative financial liabilities at fair value through other comprehensive income		-	-	-	-	-	-
VIII. FACTORING PAYABLES		1,517	700	2,217	903	-	903
IX. LEASE PAYABLES	V-II-5	806,593	162	806,755	-	-	-
X. PROVISIONS	V-II-7	5,839,261	50,049	5,889,310	5,783,951	44,704	5,828,655
10.1 Provision for restructuring		-	-	-	-	-	-
10.2 Reserves for employee benefits		1,107,579	4,515	1,112,094	1,084,477	3,641	1,088,118
10.3 Insurance technical reserves (Net)		3,536,623	18,740	3,555,363	3,428,842	18,220	3,447,062
10.4 Other provisions		1,195,059	26,794	1,221,853	1,270,632	22,843	1,293,475
XI. CURRENT TAX LIABILITIES	V-II-8	643,238	1,499	644,737	855,863	1,301	857,164
XII. DEFERRED TAX LIABILITIES	V-II-8	31,254	14,195	45,449	31,040	681	31,721
XIII. LIABILITIES RELATED TO NON-CURRENT ASSETS "HELD FOR SALE" AND "DISCONTINUED OPERATIONS" (Net)	V-II-9	-	-	-	1,546	-	1,546
13.1 Held for sale		-	-	-	1,546	-	1,546
13.2 Related to discontinued operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT	V-II-10	5,521,839	7,887,243	13,409,082	5,668,121	7,353,902	13,022,023
14.1 Loans		-	-	-	-	-	-
14.2 Other debt instruments		5,521,839	7,887,243	13,409,082	5,668,121	7,353,902	13,022,023
XV. OTHER LIABILITIES	V-II-4	8,109,636	3,582,055	11,691,691	7,926,529	5,503,935	13,430,464
XVI. SHAREHOLDERS' EQUITY	V-II-11	29,048,292	579,789	29,628,081	28,533,753	572,000	29,105,753
16.1 Paid-in capital	V-II-11	2,500,000	-	2,500,000	2,500,000	-	2,500,000
16.2 Capital reserves		818,470	-	818,470	815,709	-	815,709
16.2.1 Equity share premiums		724,277	-	724,277	724,276	-	724,276
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Other capital reserves		94,193	-	94,193	91,433	-	91,433
16.3 Other accumulated comprehensive income that will not be reclassified in profit or loss		1,615,154	(2,199)	1,612,955	1,617,926	578	1,618,504
16.4 Other accumulated comprehensive income that will be reclassified in profit or loss		(378,102)	369,565	(8,537)	(126,314)	213,595	87,281
16.5 Profit reserves		18,286,946	19,673	18,306,619	18,226,208	19,673	18,245,881
16.5.1 Legal reserves		2,088,957	10,669	2,099,626	2,079,765	10,669	2,090,434
16.5.2 Statutory reserves		6,337	-	6,337	6,337	-	6,337
16.5.3 Extraordinary reserves		15,738,710	5,389	15,744,099	15,689,472	5,389	15,694,861
16.5.4 Other profit reserves		452,942	3,615	456,557	450,634	3,615	454,249
16.6 Profit or loss		5,541,430	153,902	5,695,332	4,850,989	245,715	5,096,704
16.6.1 Prior years' profits or losses		4,788,896	125,981	4,914,877	440,987	111,439	552,426
16.6.2 Current period net profit or loss		752,534	27,921	780,455	4,410,002	134,276	4,544,278
16.7 Minority interests		664,394	38,848	703,242	649,235	92,439	741,674
TOTAL LIABILITIES AND EQUITY		202,147,283	173,948,212	376,095,495	196,860,518	147,777,942	344,638,460

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

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED OFF-BALANCE SHEET ITEMS
AS AT MARCH 31, 2019**

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

		Reviewed Current Period			Audited Prior Period			
		March 31, 2019			December 31, 2018			
	Notes	TL	FC	Total	TL	FC	Total	
A.	OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)	118,573,627	177,722,239	296,295,866	96,501,074	145,965,409	242,466,483	
I.	GUARANTEES AND SURETIES	V-III-2	38,607,360	31,841,360	70,448,720	37,626,296	28,402,701	66,028,997
1.1.	Letters of guarantee	V-III-1	37,699,878	17,322,744	55,022,622	36,896,905	15,055,991	51,952,896
1.1.1.	Guarantees subject to State Tender Law		3,502,498	6,349,483	9,851,981	3,807,039	5,902,336	9,709,375
1.1.2.	Guarantees given for foreign trade operations		1,448,497	-	1,448,497	1,314,771	-	1,314,771
1.1.3.	Other letters of guarantee		32,748,883	10,973,261	43,722,144	31,775,095	9,153,655	40,928,750
1.2.	Bank acceptances		12,713	3,606,255	3,618,968	24,005	2,948,104	2,972,109
1.2.1.	Import letter of acceptance		-	447,240	447,240	-	586,987	586,987
1.2.2.	Other bank acceptances		12,713	3,159,015	3,171,728	24,005	2,361,117	2,385,122
1.3.	Letters of credit		19,857	10,754,670	10,774,527	51,010	10,148,777	10,199,787
1.3.1.	Documentary letters of credit		19,857	10,754,670	10,774,527	51,010	10,148,777	10,199,787
1.3.2.	Other letters of credit		-	-	-	-	-	-
1.4.	Pre-financing given as guarantee		-	4,486	4,486	-	4,199	4,199
1.5.	Endorsements		-	-	-	-	-	-
1.5.1.	Endorsements to the Central Bank of Republic of Turkey		-	-	-	-	-	-
1.5.2.	Other endorsements		-	-	-	-	-	-
1.6.	Purchase guarantees for Securities issued		-	-	-	-	-	-
1.7.	Factoring guarantees		414,398	28,873	443,271	243,674	127,759	371,433
1.8.	Other guarantees		58,309	41,556	99,865	58,309	38,904	97,213
1.9.	Other warranties		402,205	82,776	484,981	352,393	78,967	431,360
II.	COMMITMENTS		43,284,972	33,555,643	76,840,615	38,193,153	27,235,343	65,428,496
2.1.	Irrevocable commitments	V-III-1	38,854,012	7,282,307	46,136,319	33,843,142	2,631,960	36,475,102
2.1.1.	Asset purchase and sales commitments	V-III-1	4,717,895	7,107,555	11,825,450	1,501,627	2,252,627	3,754,254
2.1.2.	Deposit purchase and sales commitments		-	-	-	-	-	-
2.1.3.	Share capital commitments to associates and subsidiaries		2,250	-	2,250	2,250	-	2,250
2.1.4.	Loan granting commitments	V-III-1	15,241,573	2,140	15,243,713	14,103,024	2,325	14,105,349
2.1.5.	Securities issuance brokerage commitments		-	-	-	-	-	-
2.1.6.	Commitments for reserve deposit requirements		-	-	-	-	-	-
2.1.7.	Commitments for checks payments	V-III-1	2,434,448	-	2,434,448	1,979,217	-	1,979,217
2.1.8.	Tax and fund liabilities from export commitments		-	-	-	-	-	-
2.1.9.	Commitments for credit card expenditure limits	V-III-1	14,534,928	-	14,534,928	13,549,649	-	13,549,649
2.1.10.	Commitments for credit cards and banking services promotions		518,245	-	518,245	571,282	-	571,282
2.1.11.	Receivables from short sale commitments of marketable securities		-	-	-	-	-	-
2.1.12.	Payables for short sale commitments of marketable securities		-	-	-	-	-	-
2.1.12.	Other irrevocable commitments		1,404,673	172,612	1,577,285	2,136,093	377,008	2,513,101
2.2.	Revocable commitments		4,430,960	26,273,336	30,704,296	4,350,011	24,603,383	28,953,394
2.2.1.	Revocable loan granting commitments		4,430,960	26,273,336	30,704,296	4,350,011	24,603,383	28,953,394
2.2.2.	Other revocable commitments		-	-	-	-	-	-
III.	DERIVATIVE FINANCIAL INSTRUMENTS		36,681,295	112,325,236	149,006,531	20,681,625	90,327,365	111,008,990
3.1.	Derivative financial instruments held for hedging		-	-	-	-	-	-
3.1.1.	Fair value hedges		-	-	-	-	-	-
3.1.2.	Cash flow hedges		-	-	-	-	-	-
3.1.3.	Hedges for investments made in foreign countries		-	-	-	-	-	-
3.2.	Trading transactions		36,681,295	112,325,236	149,006,531	20,681,625	90,327,365	111,008,990
3.2.1.	Forward foreign currency purchase and sale transactions		2,710,046	3,179,413	5,889,459	1,201,285	1,543,434	2,744,719
3.2.1.1.	Forward foreign currency purchase transactions		1,359,638	1,589,811	2,949,449	602,318	771,805	1,374,123
3.2.2.2.	Forward foreign currency sales		1,350,408	1,589,602	2,940,010	598,967	771,629	1,370,596
3.2.2.	Currency and interest rate swaps		25,150,358	95,510,185	120,660,543	13,620,376	74,478,250	88,098,626
3.2.2.1.	Currency swap purchase transactions		2,092,839	34,580,225	36,673,064	2,515,004	20,334,407	22,849,411
3.2.2.2.	Currency swap sale transactions		19,357,519	14,652,427	34,009,946	7,805,372	10,611,535	18,416,907
3.2.2.3.	Interest rate swap purchase transactions		1,850,000	23,138,767	24,988,767	1,650,000	21,766,154	23,416,154
3.2.2.4.	Interest rate swap sale transactions		1,850,000	23,138,766	24,988,766	1,650,000	21,766,154	23,416,154
3.2.3.	Currency, interest rate and security options		746,582	2,165,557	2,912,139	697,904	1,784,623	2,482,527
3.2.3.1	Currency purchase options		574,322	857,034	1,431,356	349,778	865,498	1,215,276
3.2.3.2	Currency sale options		172,260	1,308,523	1,480,783	348,126	919,125	1,267,251
3.2.3.3	Interest rate purchase options		-	-	-	-	-	-
3.2.3.4	Interest rate sale options		-	-	-	-	-	-
3.2.3.5	Security purchase options		-	-	-	-	-	-
3.2.3.6	Security sale options		-	-	-	-	-	-
3.2.4.	Currency futures		-	-	-	-	-	-
3.2.4.1.	Currency purchases futures		-	-	-	-	-	-
3.2.4.2.	Currency sales futures		-	-	-	-	-	-
3.2.5.	Interest rate futures		-	-	-	-	-	-
3.2.5.1.	Interest rate purchases futures		-	-	-	-	-	-
3.2.5.2.	Interest rate sales futures		-	-	-	-	-	-
3.2.6.	Other		8,074,309	11,470,081	19,544,390	5,162,060	12,521,058	17,683,118
B.	CUSTODY AND PLEDGED ITEMS (IV+V+VI)		1,655,378,505	1,329,173,269	2,984,551,774	1,560,609,530	1,221,238,103	2,781,847,633
IV.	ITEMS HELD IN CUSTODY		58,738,783	9,060,683	67,799,466	54,906,337	7,564,236	62,470,573
4.1.	Assets under management		2,024,364	-	2,024,364	1,907,458	-	1,907,458
4.2.	Securities held in custody		40,565,824	751,627	41,317,451	37,070,534	395,353	37,465,887
4.3.	Checks received for collection		9,251,743	1,353,073	10,604,816	9,579,919	1,224,880	10,804,799
4.4.	Commercial notes received for collection		5,201,779	1,348,306	6,550,085	4,883,607	1,301,631	6,185,238
4.5.	Other assets received for collection		2,152	226	2,378	2,152	211	2,363
4.6.	Securities received for public offering		-	-	-	-	-	-
4.7.	Other items under custody		131,742	3,515,558	3,647,300	114,532	3,066,202	3,180,734
4.8.	Custodians		1,561,179	2,091,893	3,653,072	1,348,135	1,575,959	2,924,094
V.	PLEDGED ITEMS		443,163,285	222,802,514	665,965,799	428,113,720	204,235,157	632,348,877
5.1.	Marketable securities		335,772	10,896	346,668	355,159	9,824	364,983
5.2.	Guarantee notes		739,306	1,089,621	1,828,927	684,888	1,135,681	1,820,569
5.3.	Commodity		32,062,169	1,809,012	33,871,181	32,405,583	1,711,768	34,117,351
5.4.	Warrant		-	-	-	-	-	-
5.5.	Immovables		350,537,186	178,966,455	529,503,641	341,011,234	163,744,146	504,755,380
5.6.	Other pledged items		58,675,333	40,703,878	99,379,211	52,811,517	37,364,638	90,176,155
5.7.	Depositories receiving pledged items		813,519	222,652	1,036,171	845,339	269,100	1,114,439
VI.	ACCEPTED GUARANTEES AND WARRANTS		1,153,476,437	1,097,310,072	2,250,786,509	1,077,589,473	1,009,438,710	2,087,028,183
TOTAL OFF BALANCE SHEET COMMITMENTS (A+B)			1,773,952,132	1,506,895,508	3,280,847,640	1,657,110,604	1,367,203,512	3,024,314,116

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2019**

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

			Reviewed Current Period January 1, 2019- March 31, 2019	Reviewed Prior Period January 1, 2018- March 31, 2018
	Notes			
I. INTEREST INCOME	V-IV-1		9,940,977	6,569,012
1.1 Interest on loans	V-IV-1		8,105,819	5,599,960
1.2 Interest received from reserve deposits			99,110	76,024
1.3 Interest received from banks	V-IV-1		92,905	64,779
1.4 Interest received from money market transactions			721	4,013
1.5 Interest received from marketable securities portfolio	V-IV-1		1,563,445	769,552
1.5.1 Financial assets at fair value through profit or loss			11,384	3,172
1.5.2 Financial assets at fair value through other comprehensive income			413,693	163,187
1.5.3 Financial assets measured at amortised cost			1,138,368	603,193
1.6 Finance lease interest income			56,341	41,380
1.7 Other interest income			22,636	13,304
II. INTEREST EXPENSES			7,412,756	4,160,516
2.1 Interest on deposits	V-IV-2		4,410,622	2,776,262
2.2 Interest on funds borrowed	V-IV-2		459,267	273,707
2.3 Interest on money market transactions			1,594,172	545,086
2.4 Interest on securities issued	V-IV-2		886,502	535,895
2.5 Leasing interest income			36,282	-
2.6 Other interest expenses			25,911	29,566
III. NET INTEREST INCOME/EXPENSE (I - II)			2,528,221	2,408,496
IV. NET FEES AND COMMISSIONS INCOME/EXPENSES			973,118	415,784
4.1 Fees and commissions received			1,201,981	588,429
4.1.1 Non-cash loans			165,843	92,462
4.1.2 Other			1,036,138	495,967
4.2 Fees and commissions paid			228,863	172,645
4.2.1 Non-cash loans			1,670	1,117
4.2.2 Other			227,193	171,528
V. DIVIDEND INCOME			1,337	44,433
VI. TRADING PROFIT/LOSS (Net)	V-IV-3		170,929	135,395
6.1 Profit/losses from capital market transactions	V-IV-3		52,137	27,849
6.2 Profit/losses from derivative financial transactions	V-IV-3		8,924	80,515
6.3 Foreign exchange profit/losses	V-IV-3		109,868	27,031
VII. OTHER OPERATING INCOME	V-IV-4		1,925,221	1,343,924
VIII. GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII)			5,598,826	4,348,032
IX. ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)	V-IV-5		2,547,551	1,301,032
X. OTHER PROVISION EXPENSES (-)	V-IV-5		33,928	10,230
XI. PERSONNEL EXPENSES (-)			752,147	601,803
XII. OTHER OPERATING EXPENSES (-)	V-IV-6		1,319,724	1,057,921
XIII. NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)			945,476	1,377,046
XIV. SURPLUS WRITTEN AS GAIN AFTER MERGER			-	-
XV. PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES			14,304	13,945
XVI. NET MONETARY POSITION GAIN/LOSS			-	-
XVII. PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XII+...+XV)	V-IV-7		959,780	1,390,991
XVIII. PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	V-IV-10		(163,665)	(267,302)
18.1 Current tax provision	V-IV-10		(52,003)	(312,060)
18.2 Expense effect of deferred tax (+)	V-IV-10		(638,741)	(91,386)
18.3 Income effect of deferred tax (-)	V-IV-10		527,079	136,144
XIX. NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)	V-IV-9		796,115	1,123,689
XX. INCOME FROM DISCONTINUED OPERATIONS			-	-
20.1 Income from assets held for sale			-	-
20.2 Profit from sale of associates, subsidiaries and joint ventures			-	-
20.3 Other income from discontinued operations			-	-
XXI. EXPENSES FROM DISCONTINUED OPERATIONS (-)			-	-
21.1 Expenses on assets held for sale			-	-
21.2 Losses from sale of associates, subsidiaries and joint ventures			-	-
21.3 Other expenses from discontinued operations			-	-
XXII. PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (XX-XXI)			-	-
XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)			-	-
23.1 Current tax provision			-	-
23.2 Expense effect of deferred tax (+)			-	-
23.3 Income effect of deferred tax (-)			-	-
XXIV. NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)			-	-
XXV. NET PROFIT/LOSSES (XIX+XXIV)	V-IV-11		796,115	1,123,689
25.1 Equity holders of the Bank			780,455	1,117,678
25.2 Non-controlling interest (-)			15,660	6,011
Profit/Loss per 100 shares (full TL)	I-XXIII		0.3122	0.4471

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

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

TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2019

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

	Reviewed Current Period January 1, 2019- March 31, 2019	Reviewed Prior Period January 1, 2018- March 31, 2018
PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		
I. PROFIT (LOSS)	796,115	1,123,689
II. OTHER COMPREHENSIVE INCOME	(95,367)	(59,238)
2.1. Other comprehensive income that will not be reclassified to profit or loss	451	(29,438)
2.1.1. Gains (Losses) on Revaluation of Property, Plant and Equipment	288	(2,315)
2.1.2. Gains (losses) on revaluation of Intangible Assets	-	-
2.1.3. Gains (losses) on remeasurements of defined benefit plans	218	(483)
2.1.4. Other Components of Other Comprehensive Income That Will Not Be Reclassified to Profit Or Loss	-	1,732
2.1.5. Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss	(55)	(28,372)
2.2. Other Comprehensive Income That Will Be Reclassified to Profit or Loss	(95,818)	(29,800)
2.2.1. Exchange Differences on Translation	93,660	-
2.2.2. Valuation and/or Reclassification Profit or Loss from financial assets at fair value through other comprehensive income	(306,953)	(33,199)
2.2.3. Income (Loss) Related with Cash Flow Hedges	-	-
2.2.4. Income (Loss) Related with Hedges of Net Investments in Foreign Operations	81,722	-
2.2.5. Other Components of Other Comprehensive Income that will be Reclassified to Other Profit or Loss	-	-
2.2.6. Taxes Relating To Components Of Other Comprehensive Income That Will Be Reclassified To Profit Or Loss	35,753	3,399
III. TOTAL COMPREHENSIVE INCOME (LOSS) (I+II)	700,748	1,064,451

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2019**

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

STATEMENT OF CHANGES IN SHAREHOLDERS						Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss			Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss									
	Reviewed	Notes	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Profit or (Loss)	Current Period Profit or (Loss)	Total SE without minority share	Minority Interest	Total
Current Period March 31, 2019																		
I.	Prior Period End Balance		2,500,000	724,276	-	91,433	1,218,132	(41,357)	441,729	307,342	(117,769)	(102,292)	18,245,881	5,096,704	-	28,364,079	741,674	29,105,753
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)		2,500,000	724,276	-	91,433	1,218,132	(41,357)	441,729	307,342	(117,769)	(102,292)	18,245,881	5,096,704	-	28,364,079	741,674	29,105,753
3.1.	Total Comprehensive Income		-	-	-	-	(456)	28	(5,121)	93,660	(271,200)	81,722	-	-	780,455	679,088	21,660	700,748
3.2.	Capital Increase by Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.3.	Capital Increase by Internal Resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.4.	Paid-in capital inflation adjustment difference		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.5.	Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.6.	Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.7.	Increase/Decrease by Other Changes		-	1	-	2,760	-	-	-	-	-	-	60,738	(181,827)	-	(118,328)	(60,092)	(178,420)
IV.	Profit Distribution		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1.	Dividends paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2.	Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.3.	Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Ending Balance		2,500,000	724,277	-	94,193	1,217,676	(41,329)	436,608	401,002	(388,969)	(20,570)	18,306,619	4,914,877	780,455	28,924,839	703,242	29,628,081

1. Property & Equipment Revaluation Increase/Decrease

2. Defined Benefit Pension Plan Remeasurement Gain/Loss

3. Other (Accumulated Amount of the Shares Stated as Other Comprehensive Income Not Reclassified Through Profit or Loss and Components Not Reclassified as Other Profit or Loss of the Investments Valued by Equity Method)

4. Translation Differences from Foreign Currency Transactions

5. Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income

6. Other (Cash Flow Hedge Income/Loss, Accumulated Amount of the Shares Stated as Other Comprehensive Income Reclassified Through Profit or Loss and Components Reclassified as Other Profit or Loss of the Investments Valued by Equity Method.)

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018**

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

STATEMENT OF CHANGES IN SHAREHOLDERS						Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss			Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss									
	Reviewed	Notes	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Profit or (Loss)	Current Period Profit or (Loss)	Total SE without minority share	Minority interest	Total
	Current Period March 31, 2018																	
I.	Prior Period End Balance		2,500,000	724,269	-	80,404	1,046,956	(29,004)	56,141	-	(119,267)	-	14,805,097	3,881,265	-	22,945,861	677,103	23,622,964
II.	Corrections and Accounting Policy Changes Made According to TAS 8		-	-	-	-	-	-	-	-	161,636	-	-	506,602	-	668,238	-	668,238
2.1.	Effects of Corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2.	Effects of the Changes in Accounting Policies		-	-	-	-	-	-	-	-	161,636	-	-	506,602	-	668,238	-	668,238
III.	Adjusted Beginning Balance (I+II)		2,500,000	724,269	-	80,404	1,046,956	(29,004)	56,141	-	42,369	-	14,805,097	4,387,867	-	23,614,099	677,103	24,291,202
3.1.	Total Comprehensive Income		-	-	-	-	(48,286)	(483)	22,662	-	(33,848)	-	-	-	1,117,678	1,057,723	6,728	1,064,451
3.2.	Capital Increase by Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.3.	Capital Increase by Internal Resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.4.	Paid-in capital inflation adjustment difference		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.5.	Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.6.	Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.7.	Increase/Decrease by Other Changes		-	-	-	-	-	-	-	-	-	-	32,959	(28,152)	-	4,807	(14,987)	(10,180)
IV.	Profit Distribution		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1.	Dividends paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2.	Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.3.	Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Ending Balance		2,500,000	724,269	-	80,404	998,670	(29,487)	78,803	-	8,521	-	14,838,056	4,359,715	1,117,678	24,676,629	668,844	25,345,473

- Property & Equipment Revaluation Increase/Decrease
- Defined Benefit Pension Plan Remeasurement Gain/Loss
- Other (Accumulated Amount of the Shares Stated as Other Comprehensive Income Not Reclassified Through Profit or Loss and Components Not Reclassified as Other Profit or Loss of the Investments Valued by Equity Method)
- Translation Differences from Foreign Currency Transactions
- Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income
- Other (Cash Flow Hedge Income/Loss, Accumulated Amount of the Shares Stated as Other Comprehensive Income Reclassified Through Profit or Loss and Components Reclassified as Other Profit or Loss of the Investments Valued by Equity Method).

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

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

TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2019

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

	Notes	Reviewed Current Period March 31, 2019	Reviewed Prior Period March 31, 2018
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating profit before changes in operating assets and liabilities		1,897,691	2,377,072
1.1.1 Interests received		9,040,633	5,486,317
1.1.2 Interests paid		(7,094,075)	(3,347,532)
1.1.3 Dividends received		1,337	1,310
1.1.4 Fee and commissions received		1,201,981	588,429
1.1.5 Other income		363,831	370,225
1.1.6 Collections from previously written-off loans and other receivables		510,818	509,025
1.1.7 Cash payments to personnel and service suppliers		(820,377)	(662,802)
1.1.8 Taxes paid		(388,029)	(394,043)
1.1.9 Other		(918,428)	(173,857)
1.2 Changes in operating assets and liabilities		(4,710,909)	(11,339,499)
Net (increase) decrease in Financial Assets at Fair Value through Profit or		(322,016)	9,640
1.2.1 Loss			
1.2.2 Net (increase) decrease in due from banks		(3,605,619)	(2,942,928)
1.2.3 Net (increase) decrease in loans		(23,092,773)	(13,780,863)
1.2.4 Net (increase) decrease in other assets		(1,164,173)	678,185
1.2.5 Net increase (decrease) in bank deposits		2,527,124	(1,130,587)
1.2.6 Net increase (decrease) in other deposits		16,483,259	8,016,799
Net increase (decrease) in financial liabilities at fair value through profit or		-	-
1.2.7 loss			
1.2.8 Net increase (decrease) in funds borrowed		(772,277)	2,954,832
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities		5,235,566	(5,144,577)
I. Net cash flow provided from banking operations		(2,813,218)	(8,962,427)
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net cash provided from investing activities		(5,886,312)	(780,410)
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures		-	-
2.2 Cash obtained from the sale of associates, subsidiaries and joint ventures		-	-
2.3 Cash paid for the purchase of tangible and intangible asset		(99,711)	(58,725)
2.4 Cash obtained from the sale of tangible and intangible asset		102,118	209,011
2.5 Cash paid for the purchase of financial assets at fair value through other comprehensive income		(6,417,451)	(1,693,610)
2.6 Cash obtained from the sale of financial assets at fair value through other comprehensive income		1,024,261	1,037,232
2.7 Cash paid for the purchase of financial assets at amortized cost		(741,660)	(647,475)
2.8 Cash obtained from sale of financial assets at amortized cost		175,667	406,377
2.9 Other		70,464	(33,220)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net cash flow from financing activities		5,735,977	5,394,102
3.1 Cash obtained from funds borrowed and securities issued		9,704,122	7,947,874
3.2 Cash outflow from funds borrowed and securities issued		(3,884,333)	(2,553,772)
3.3 Equity instruments issued		-	-
3.4 Dividends paid		-	-
3.5 Payments for finance lease liabilities		(83,812)	-
3.6 Other		-	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents		(78,893)	68,175
V. Net increase/decrease in cash and cash equivalents		(3,042,446)	(4,280,560)
VI. Cash and cash equivalents at beginning of the period		20,562,142	21,762,807
VII. Cash and cash equivalents at end of the period		17,519,696	17,482,247

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