

**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 JUNE 30, 2020**

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

ASSETS	Notes	Current Period June 30, 2020			Prior Period December 31, 2019		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		42,201,128	52,949,468	95,150,596	23,795,849	49,054,453	72,850,302
1.1 Cash and cash equivalents	V-I-1	7,274,195	30,372,708	37,646,903	2,378,543	39,968,746	42,347,289
1.1.1 Cash and balances at Central Bank	V-I-1	7,278,478	25,519,298	32,797,776	2,387,760	34,107,460	36,495,220
1.1.2 Banks	V-I-3	12	4,853,410	4,853,422	57	5,861,286	5,861,343
1.1.3 Receivables from Money Markets		-	-	-	-	-	-
1.1.4 Allowance for expected credit losses (-)	V-I-16	4,295	-	4,295	9,274	-	9,274
1.2 Financial assets at fair value through profit or loss	V-I-2	169,483	7,793,915	7,963,398	169,483	2,129,634	2,299,117
1.2.1 Public debt securities		-	7,662,775	7,662,775	-	2,017,593	2,017,593
1.2.2 Equity instruments		169,483	131,140	300,623	169,483	112,041	281,524
1.2.3 Other financial assets		-	-	-	-	-	-
1.3 Financial assets at fair value through other comprehensive income	V-I-4	29,082,589	13,162,521	42,245,110	17,659,223	6,043,312	23,702,535
1.3.1 Public debt securities		28,483,685	13,158,000	41,641,685	17,089,209	6,039,388	23,128,597
1.3.2 Equity instruments		-	4,521	4,521	-	3,924	3,924
1.3.3 Other financial assets		598,904	-	598,904	570,014	-	570,014
1.4 Derivative financial assets	V-I-2	5,674,861	1,620,324	7,295,185	3,588,600	912,761	4,501,361
1.4.1 Derivative financial assets at fair value through profit or loss		5,674,861	1,620,324	7,295,185	3,588,600	912,761	4,501,361
1.4.2 Derivative financial assets at fair value through other comprehensive income		-	-	-	-	-	-
II. FINANCIAL ASSETS MEASURED AT AMORTISED COST		301,319,449	116,417,855	417,737,304	222,157,099	101,300,068	323,457,167
2.1 Loans	V-I-5	282,437,540	103,688,323	386,125,863	202,764,067	89,326,983	292,091,050
2.2 Receivables from leasing transactions	V-I-10	-	-	-	-	-	-
2.3 Factoring receivables	-	-	-	-	-	-	-
2.4 Financial assets measured at amortised cost	V-I-6	37,202,048	12,770,704	49,972,752	35,004,414	12,010,219	47,014,633
2.4.1 Public debt securities		37,143,188	12,558,027	49,701,215	34,945,546	11,700,580	46,646,126
2.4.2 Other financial assets		58,860	212,677	271,537	58,868	309,639	368,507
2.5 Allowance for expected credit losses (-)	-	18,320,139	41,172	18,361,311	15,611,382	37,134	15,648,516
III. NON-CURRENTS ASSETS OR DISPOSAL GROUPS "HELD FOR SALE" AND "FROM DISCONTINUED OPERATIONS (Net)"	V-I-14	2,091,477	-	2,091,477	4,659,610	-	4,659,610
3.1 Held for sale purpose		2,091,477	-	2,091,477	4,659,610	-	4,659,610
3.2 Held from discontinued operations		-	-	-	-	-	-
IV. INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES		2,801,639	622,847	3,424,486	2,314,536	486,740	2,801,276
4.1 Investments in associates (Net)	V-I-7	1,055,806	-	1,055,806	1,001,717	-	1,001,717
4.1.1 Associates accounted by using equity method		-	-	-	-	-	-
4.1.2 Non-consolidated associates		1,055,806	-	1,055,806	1,001,717	-	1,001,717
4.2 Investments in subsidiaries (Net)	V-I-8	1,745,833	622,847	2,368,680	1,312,819	486,740	1,799,559
4.2.1 Non-consolidated financial subsidiaries		1,407,301	622,847	2,030,148	990,508	486,740	1,477,248
4.2.2 Non-consolidated non-financial subsidiaries		338,532	-	338,532	322,311	-	322,311
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. PROPERTY AND EQUIPMENT (Net)		4,155,404	11,747	4,167,151	3,008,550	10,110	3,018,660
VI. INTANGIBLE ASSETS AND GOODWILL (Net)		232,991	-	232,991	221,103	-	221,103
6.1 Goodwill		-	-	-	-	-	-
6.2 Other		232,991	-	232,991	221,103	-	221,103
VII. INVESTMENT PROPERTIES (Net)	V-I-12	-	-	-	-	-	-
VIII. CURRENT TAX ASSETS		-	-	-	-	-	-
IX. DEFERRED TAX ASSETS	V-I-13	1,331,410	-	1,331,410	747,323	-	747,323
X. OTHER ASSETS	V-I-15	5,455,167	9,086,357	14,541,524	4,277,313	7,392,799	11,670,112
TOTAL ASSETS		359,588,665	179,088,274	538,676,939	261,181,383	158,244,170	419,425,553

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 JUNE 30, 2020**

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

LIABILITIES AND EQUITY	Notes	Current Period June 30, 2020			Prior Period December 31, 2019		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	V-II-1	191,655,874	144,212,825	335,868,699	143,564,555	107,966,344	251,530,899
II. BORROWINGS	V-II-3	842,282	41,834,286	42,676,568	897,290	40,181,260	41,078,550
III. MONEY MARKET FUNDS		26,730,622	9,633,873	36,364,495	19,777,260	5,169,115	24,946,375
IV. MARKETABLE SECURITIES (Net)	V-II-3	12,974,802	25,128,214	38,103,016	11,587,544	17,588,825	29,176,369
4.1 Bills		7,587,602	-	7,587,602	6,289,792	-	6,289,792
4.2 Asset backed securities		-	-	-	-	-	-
4.3 Bonds		5,387,200	25,128,214	30,515,414	5,297,752	17,588,825	22,886,577
V. FUNDS		3,053	-	3,053	3,053	-	3,053
5.1 Borrower funds		-	-	-	-	-	-
5.2 Other		3,053	-	3,053	3,053	-	3,053
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	V-II-2	2,750,442	2,336,612	5,087,054	2,226,099	1,085,850	3,311,949
7.1 Derivative financial liabilities at fair value through profit or loss		2,750,442	2,336,612	5,087,054	2,226,099	1,085,850	3,311,949
7.2 Derivative financial liabilities at fair value through other comprehensive income		-	-	-	-	-	-
VIII. FACTORING PAYABLES		-	-	-	-	-	-
IX. LEASE PAYABLES	V-II-5	1,062,498	-	1,062,498	928,854	-	928,854
X. PROVISIONS	V-II-7	2,331,431	7,132	2,338,563	2,203,931	5,873	2,209,804
10.1 Provision for restructuring		-	-	-	-	-	-
10.2 Reserves for employee benefits		1,168,695	-	1,168,695	1,142,042	-	1,142,042
10.3 Insurance technical reserves (Net)		-	-	-	-	-	-
10.4 Other provisions		1,162,736	7,132	1,169,868	1,061,889	5,873	1,067,762
XI. CURRENT TAX LIABILITIES	V-II-8	2,137,970	1,897	2,139,867	1,113,379	3,003	1,116,382
XII. DEFERRED TAX LIABILITIES	V-II-8	-	-	-	-	-	-
XIII. LIABILITIES RELATED TO NON-CURRENT ASSETS "HELD FOR SALE" AND "DISCONTINUED OPERATIONS" (Net)	V-II-9	-	-	-	-	-	-
13.1 Held for sale		-	-	-	-	-	-
13.2 Related to discontinued operations		-	-	-	-	-	-
XIV. SUBORDINATED DEBT	V-II-10	6,393,675	11,362,567	17,756,242	6,394,877	12,850,576	19,245,453
14.1 Loans		-	-	-	-	-	-
14.2 Other debt instruments		6,393,675	11,362,567	17,756,242	6,394,877	12,850,576	19,245,453
XV. OTHER LIABILITIES	V-II-4	10,682,329	2,904,415	13,586,744	9,362,274	3,489,318	12,851,592
XVI. SHAREHOLDERS' EQUITY	V-II-11	43,426,398	263,742	43,690,140	32,748,020	278,253	33,026,273
16.1 Paid-in capital	V-II-11	3,905,622	-	3,905,622	2,500,000	-	2,500,000
16.2 Capital reserves		6,474,451	207,750	6,682,201	933,222	180,391	1,113,613
16.2.1 Equity share premiums		6,303,277	-	6,303,277	723,918	-	723,918
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Other capital reserves		171,174	207,750	378,924	209,304	180,391	389,695
16.3 Other accumulated comprehensive income that will not be reclassified in profit or loss		2,428,939	(167,292)	2,261,647	3,306,170	(144,550)	3,161,620
16.4 Other accumulated comprehensive income that will be reclassified in profit or loss		1,166,930	223,284	1,390,214	627,615	242,412	870,027
16.5 Profit reserves		25,308,198	-	25,308,198	22,578,722	-	22,578,722
16.5.1 Legal reserves		2,713,545	-	2,713,545	2,480,184	-	2,480,184
16.5.2 Statutory reserves		-	-	-	-	-	-
16.5.3 Extraordinary reserves		21,239,049	-	21,239,049	19,648,138	-	19,648,138
16.5.4 Other profit reserves		1,355,604	-	1,355,604	450,400	-	450,400
16.6 Profit or loss		4,142,258	-	4,142,258	2,802,291	-	2,802,291
16.6.1 Prior years' profits or losses		900,871	-	900,871	-	-	-
16.6.2 Current period net profit or loss		3,241,387	-	3,241,387	2,802,291	-	2,802,291
16.7 Minority interests		-	-	-	-	-	-
TOTAL LIABILITIES AND EQUITY		300,991,376	237,685,563	538,676,939	230,807,136	188,618,417	419,425,553

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 OFF-BALANCE SHEET ITEMS
AS AT JUNE 30, 2020**

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

	Notes	Current Period June 30, 2020			Prior Period December 31, 2019		
		TL	FC	Total	TL	FC	Total
A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II-III)		158,729,493	239,221,942	397,951,435	129,917,675	204,655,091	334,572,766
I. GUARANTEES AND SURETIES	V-III-2	37,051,398	47,939,391	84,990,789	37,521,713	39,814,329	77,336,042
1.1. Letters of guarantee	V-III-1	36,861,950	27,703,260	64,565,210	37,372,041	21,552,240	58,924,281
1.1.1. Guarantees subject to State Tender Law		2,459,740	8,502,857	10,962,597	2,904,236	7,080,944	9,985,180
1.1.2. Guarantees given for foreign trade operations		1,681,275	-	1,681,275	1,322,033	-	1,322,033
1.1.3. Other letters of guarantee		32,720,935	19,200,403	51,921,338	33,145,772	14,471,296	47,617,068
1.2. Bank acceptances		6,957	5,501,912	5,508,869	7,842	4,574,992	4,582,834
1.2.1. Import letter of acceptance		-	236,514	236,514	-	220,683	220,683
1.2.2. Other bank acceptances	V-III-4	6,957	5,265,398	5,272,355	7,842	4,354,309	4,362,151
1.3. Letters of credit	V-III-4	182,491	14,604,563	14,787,054	141,830	13,590,815	13,732,645
1.3.1. Documentary letters of credit		182,491	14,604,563	14,787,054	141,830	13,590,815	13,732,645
1.3.2. Other letters of credit		-	-	-	-	-	-
1.4. Pre-financing given as guarantee		-	5,456	5,456	-	4,736	4,736
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		-	-	-	-	-	-
1.8. Other guarantees		-	85,703	85,703	-	49,964	49,964
1.9. Other warranties		-	38,497	38,497	-	41,582	41,582
II. COMMITMENTS		60,222,753	31,675,879	91,898,632	50,016,515	32,356,366	82,372,881
2.1. Irrevocable commitments	V-III-1	52,360,080	2,458,532	54,818,612	42,933,038	5,561,794	48,494,832
2.1.1. Asset purchase and sales commitments	V-III-1	911,526	2,458,532	3,370,058	2,407,191	5,561,794	7,968,985
2.1.2. Deposit purchase and sales commitments		-	-	-	-	-	-
2.1.3. Share capital commitments to associates and subsidiaries		3,150	-	3,150	7,500	-	7,500
2.1.4. Loan granting commitments	V-III-1	23,632,737	-	23,632,737	18,076,739	-	18,076,739
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	4,900,652	-	4,900,652	3,528,150	-	3,528,150
2.1.8. Tax and fund liabilities from export commitments		-	-	-	-	-	-
2.1.9. Commitments for credit card expenditure limits	V-III-1	20,727,949	-	20,727,949	17,293,741	-	17,293,741
2.1.10. Commitments for credit cards and banking services promotions		613,052	-	613,052	484,519	-	484,519
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		1,571,014	-	1,571,014	1,135,198	-	1,135,198
2.2. Revocable commitments		7,862,673	29,217,347	37,080,020	7,083,477	26,794,572	33,878,049
2.2.1. Revocable loan granting commitments		7,862,673	29,217,347	37,080,020	7,083,477	26,794,572	33,878,049
2.2.2. Other revocable commitments		-	-	-	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS		61,455,342	159,606,672	221,062,014	42,379,447	132,484,396	174,863,843
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		61,455,342	159,606,672	221,062,014	42,379,447	132,484,396	174,863,843
3.2.1. Forward foreign currency purchase and sale transactions		2,060,349	3,098,360	5,158,709	2,320,043	2,217,584	4,537,627
3.2.1.1. Forward foreign currency purchase transactions		1,032,315	1,549,291	2,581,606	1,163,458	1,109,150	2,272,608
3.2.2.2. Forward foreign currency sales		1,028,034	1,549,069	2,577,103	1,156,585	1,108,434	2,265,019
3.2.2. Currency and interest rate swaps		50,975,090	137,138,078	188,113,168	30,978,513	114,418,040	145,396,553
3.2.2.1. Currency swap purchase transactions		1,642,788	54,559,857	56,202,645	1,781,342	37,631,854	39,413,196
3.2.2.2. Currency swap sale transactions		46,062,302	10,252,983	56,315,285	25,527,171	14,130,170	39,657,341
3.2.2.3. Interest rate swap purchase transactions		1,635,000	36,162,619	37,797,619	1,835,000	31,328,008	33,163,008
3.2.2.4. Interest rate swap sale transactions		1,635,000	36,162,619	37,797,619	1,835,000	31,328,008	33,163,008
3.2.3. Currency, interest rate and security options		9,499	418,812	428,311	576,987	759,416	1,336,403
3.2.3.1. Currency purchase options		8,869	202,762	211,631	367,787	294,076	661,863
3.2.3.2. Currency sale options		630	216,050	216,680	209,200	465,340	674,540
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		8,410,404	18,951,422	27,361,826	8,503,904	15,089,356	23,593,260
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		2,980,498,818	2,466,719,196	5,447,218,014	2,288,614,670	1,572,574,150	3,861,188,820
IV. ITEMS HELD IN CUSTODY		81,818,568	14,382,269	96,200,837	67,575,728	9,468,191	77,043,919
4.1. Assets under management		-	-	-	-	-	-
4.2. Securities held in custody		71,020,487	7,260,700	78,281,187	56,872,721	5,230,911	62,103,632
4.3. Checks received for collection		8,196,479	1,329,863	9,526,342	8,150,422	1,086,651	9,237,073
4.4. Commercial notes received for collection		1,273,093	344,654	1,617,747	1,380,244	300,226	1,680,470
4.5. Other assets received for collection		2,152	274	2,426	2,152	238	2,390
4.6. Securities received for public offering		-	-	-	-	-	-
4.7. Other items under custody		309	1,217,357	1,217,666	309	97,508	97,817
4.8. Custodians		1,326,048	4,229,421	5,555,469	1,169,880	2,752,657	3,922,537
V. PLEDGED ITEMS		859,681,950	295,449,774	1,155,131,724	775,988,471	242,582,316	1,018,570,787
5.1. Marketable securities		698,478	132,504	830,982	299,466	44,434	343,900
5.2. Guarantee notes		934,460	2,374,895	3,309,355	837,716	1,783,494	2,621,210
5.3. Commodity		107,811,471	3,161,350	110,972,821	106,248,275	2,762,344	109,010,619
5.4. Warrant		-	-	-	-	-	-
5.5. Immovables		585,871,096	243,194,852	829,065,948	552,289,678	193,747,833	746,037,511
5.6. Other pledged items		163,785,566	46,484,299	210,269,865	115,697,559	44,107,197	159,804,756
5.7. Depositories receiving pledged items		580,879	101,874	682,753	615,777	137,014	752,791
VI. ACCEPTED GUARANTEES AND WARRANTS		2,038,998,300	2,156,887,153	4,195,885,453	1,445,050,471	1,320,523,643	2,765,574,114
TOTAL OFF BALANCE SHEET COMMITMENTS (A+B)		3,139,228,311	2,705,941,138	5,845,169,449	2,418,532,345	1,777,229,241	4,195,761,586

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 PROFIT OR LOSS
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2020**

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

	Notes	Current Period January 1, 2020- June 30, 2020	Current Period April 1, 2020- June 30, 2020	Prior Period January 1 2019- June 30 2019	Prior Period April 1 2019- June 30 2019
I. INTEREST INCOME	V-IV-1	21,170,232	10,938,418	20,497,453	10,820,089
1.1 Interest on loans	V-IV-1	17,100,818	8,810,563	16,810,563	8,840,828
1.2 Interest received from reserve deposits		34,251	16,995	204,433	105,323
1.3 Interest received from banks	V-IV-1	33,414	6,114	120,537	53,788
1.4 Interest received from money market transactions		-	-	149	149
1.5 Interest received from marketable securities portfolio	V-IV-1	3,997,707	2,103,456	3,357,629	1,819,222
1.5.1 Financial assets at fair value through profit or loss		36,153	23,304	-	-
1.5.2 Financial assets at fair value through other comprehensive income		1,676,422	938,969	960,804	560,765
1.5.3 Financial assets measured at amortised cost		2,285,132	1,141,183	2,396,825	1,258,457
1.6 Finance lease interest income		-	-	-	-
1.7 Other interest income		4,042	1,290	4,142	779
II. INTEREST EXPENSES	V-IV-2	10,795,176	5,471,759	15,382,697	8,050,105
2.1 Interest on deposits	V-IV-2	6,121,849	3,118,956	9,256,351	4,797,914
2.2 Interest on funds borrowed	V-IV-2	695,494	327,514	763,033	392,697
2.3 Interest on money market transactions		1,572,231	856,921	3,358,756	1,764,714
2.4 Interest on securities issued	V-IV-2	2,210,322	1,075,567	1,922,537	1,052,231
2.5 Leasing interest income		76,271	37,137	75,975	40,091
2.6 Other interest expenses		119,009	55,664	6,045	2,458
III. NET INTEREST INCOME/EXPENSE (I - II)		10,375,056	5,466,659	5,114,756	2,769,984
IV. NET FEES AND COMMISSIONS INCOME/EXPENSES		1,764,507	743,216	1,834,045	855,486
4.1 Fees and commissions received		2,156,349	916,455	2,379,401	1,170,935
4.1.1 Non-cash loans		363,529	182,652	350,171	183,672
4.1.2 Other		1,792,820	733,803	2,029,230	987,263
4.2 Fees and commissions paid		391,842	173,239	545,356	315,449
4.2.1 Non-cash loans		300	91	232	169
4.2.2 Other		391,542	173,148	545,124	315,280
V. DIVIDEND INCOME		167,496	16,094	50,691	49,354
VI. TRADING PROFIT/LOSS (Net)	V-IV-3	(859,798)	(217,970)	(1,134,996)	(1,263,930)
6.1 Profit/losses from capital market transactions	V-IV-3	729,605	580,409	107,728	61,177
6.2 Profit/losses from derivative financial transactions	V-IV-3	(1,035,783)	(774,960)	(1,493,350)	(1,503,085)
6.3 Foreign exchange profit/losses	V-IV-3	(553,620)	(23,419)	250,626	177,978
VII. OTHER OPERATING INCOME	V-IV-4	3,881,786	1,335,875	2,430,923	1,061,216
VIII. GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI-VII)		15,329,047	7,343,874	8,295,419	3,472,110
IX. ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)	V-IV-5	6,280,627	3,194,241	3,874,579	1,412,749
X. OTHER PROVISION EXPENSES (-)	V-IV-5	52,330	20,316	45,784	13,989
XI. PERSONNEL EXPENSES (-)		1,662,241	882,280	1,343,449	654,911
XII. OTHER OPERATING EXPENSES (-)	V-IV-6	3,118,196	1,159,205	1,830,694	971,165
XIII. NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)		4,215,653	2,087,832	1,200,913	419,296
XIV. SURPLUS WRITTEN AS GAIN AFTER MERGER		-	-	-	-
XV. PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES		-	-	-	-
XVI. NET MONETARY POSITION GAIN/LOSS		-	-	-	-
XVII. PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XII+...+XV)		4,215,653	2,087,832	1,200,913	419,296
XVIII. PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	V-IV-7	(974,266)	(562,615)	(182,122)	(51,727)
18.1 Current tax provision	V-IV-10	(1,704,326)	(1,622,164)	(387,675)	(368,222)
18.2 Expense effect of deferred tax (+)	V-IV-10	(620,540)	(179,700)	(696,089)	(67,863)
18.3 Income effect of deferred tax (-)	V-IV-10	1,350,600	1,239,249	901,642	384,358
XIX. NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)	V-IV-9	3,241,387	1,525,217	1,018,791	367,569
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	3,241,387	1,525,217	1,018,791	367,569
25.1 Equity holders of the Bank		-	-	-	-
25.2 Non-controlling interest (-)		-	-	-	-
Profit/Loss per 100 shares (full TL)	I-XXIV	1.0878	0.4014	0.4075	0.1470

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 PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2020**

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

PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		Current Period January 1, 2020- June 30, 2020	Prior Period January 1, 2019- June 30, 2019
I.	PROFIT (LOSS)	3,241,387	1,018,791
II.	OTHER COMPREHENSIVE INCOME	(379,786)	(470,012)
2.1.	Other comprehensive income that will not be reclassified to profit or loss	(899,973)	(547,859)
2.1.1.	Gains (Losses) on Revaluation of Property, Plant and Equipment	72,642	10,170
2.1.2.	Gains (losses) on revaluation of Intangible Assets	-	-
2.1.3.	Gains (losses) on remeasurements of defined benefit plans	-	-
2.1.4.	Other Components of Other Comprehensive Income That Will Not Be Reclassified to Profit Or Loss	(958,384)	(580,089)
2.1.5.	Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss	(14,231)	22,060
2.2.	Other Comprehensive Income That Will Be Reclassified to Profit or Loss	520,187	77,847
2.2.1.	Exchange Differences on Translation	-	-
2.2.2.	Valuation and/or Reclassification Profit or Loss from financial assets at fair value through other comprehensive income	648,699	96,302
2.2.3.	Income (Loss) Related with Cash Flow Hedges	-	-
2.2.4.	Income (Loss) Related with Hedges of Net Investments in Foreign Operations	-	-
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	(128,512)	(18,455)
III.	TOTAL COMPREHENSIVE INCOME (LOSS) (I+II)	2,861,601	548,779

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 SHAREHOLDERS' EQUITY
FOR SIX-MONTH PERIOD ENDED JUNE 30, 2020**

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

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY						Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss			Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss			Prior Period Net Income (Loss)	Current Period Net Income (Loss)	Total Shareholders' Equity	
Notes	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves				
Current Period June 30, 2020															
I.	Prior Period End Balance	2,500,000	723,918	-	389,695	1,027,031	(106,165)	2,240,754	80,727	789,300	-	22,578,722	2,802,291	-	33,026,273
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	723,918	-	389,695	1,027,031	(106,165)	2,240,754	80,727	789,300	-	22,578,722	2,802,291	-	33,026,273
IV.	Total Comprehensive Income	-	-	-	-	72,660	-	(972,633)	-	520,187	-	-	-	3,241,387	2,861,601
V.	Capital Increase by Cash	1,405,622	5,579,359	-	-	-	-	-	-	-	-	-	-	-	6,984,981
VI.	Capital Increase by Internal Resources	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	Paid-in capital inflation adjustment difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IV.	Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Increase/Decrease by Other Changes	-	-	-	(10,771)	-	-	-	-	-	-	-	828,056	-	817,285
XI.	Profit Distribution	-	-	-	-	-	-	-	-	-	-	2,729,476	(2,729,476)	-	-
11.1.	Dividends paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11.2.	Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	2,729,476	(2,729,476)	-	-
11.3.	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Ending Balance (I+II+...X+XI)	3,905,622	6,303,277	-	378,924	1,099,691	(106,165)	1,268,121	80,727	1,309,487	-	25,308,198	900,871	3,241,387	43,690,140

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR SIX-MONTH PERIOD ENDED JUNE 30, 2020**

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

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY						Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss			Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss			Profit Reserves	Prior Period Net Income (Loss)	Current Period Net Income (Loss)	Total Shareholders' Equity
						1	2	3	4	5	6				
Notes	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves											
Prior Period June 30, 2019															
I. Prior Period End Balance	2,500,000	723,918	-	90,752	1,018,326	-33,854	1,480,717	80,727	-100,297	-	17,864,763	4,725,138	-	28,350,190	
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	723,918	-	90,752	1,018,326	-33,854	1,480,717	80,727	-100,297	-	17,864,763	4,725,138	-	28,350,190	
IV. Total Comprehensive Income	-	-	-	-	10,270	-	-558,129	-	77,847	-	-	-	1,018,791	548,779	
V. Capital Increase by Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VI. Capital Increase by Internal Resources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII. Paid-in capital inflation adjustment difference	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VIII. Convertible Bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
IV. Subordinated Debt Instruments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
X. Increase/Decrease by Other Changes	-	-	-	386,995	-	-	-	-	-	-	-	-11,179	-	375,816	
XI. Profit Distribution	-	-	-	-	-	-	-	-	-	-	4,713,959	-4,713,959	-	-	
11.1. Dividends paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.2. Transfers to Reserves	-	-	-	-	-	-	-	-	-	-	4,713,959	-4,713,959	-	-	
11.3. Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Ending Balance (I+II+...X+XI)	2,500,000	723,918	-	477,747	1,028,596	-33,854	922,588	80,727	(22,450)	-	22,578,722	-	1,018,791	29,274,785	

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED STATEMENT OF CASH FLOW
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2020**

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

	Notes	Current Period June 30, 2020	Prior Period June 30, 2019
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating profit before changes in operating assets and liabilities		5,394,143	336,085
1.1.1 Interests received		16,755,457	18,197,342
1.1.2 Interests paid		(10,977,086)	(15,034,771)
1.1.3 Dividends received		167,496	50,691
1.1.4 Fee and commissions received		2,675,200	2,379,401
1.1.5 Other income		228,276	77,980
1.1.6 Collections from previously written-off loans and other receivables		2,186,520	1,106,039
1.1.7 Cash payments to personnel and service suppliers		(1,784,927)	(1,557,288)
1.1.8 Taxes paid		(751,740)	(1,284,711)
1.1.9 Other		(3,105,053)	(3,598,598)
1.2 Changes in operating assets and liabilities		320,555	7,112,119
1.2.1 Net (Increase) Decrease in Financial Assets at Fair Value through Profit or Loss		(5,645,182)	1,395
1.2.2 Net increase (decrease) in due from banks		(253,644)	(132,900)
1.2.3 Net increase (decrease) in loans		(91,098,305)	(27,970,067)
1.2.4 Net increase (decrease) in other assets		(274,689)	(1,269,841)
1.2.5 Net increase (decrease) in bank deposits		963,694	3,301,582
1.2.6 Net increase (decrease) in other deposits		83,515,507	31,610,057
1.2.7 Net increase (decrease) in financial liabilities at fair value through profit or loss		-	-
1.2.8 Net increase (decrease) in funds borrowed		1,638,527	(1,782,682)
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities		11,474,647	3,354,575
I. Net cash flow provided from banking operations		5,714,698	7,448,204
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net cash provided from investing activities		(18,614,398)	(13,670,159)
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures		(254,380)	-
2.2 Cash obtained from the sale of associates, subsidiaries and joint ventures		700	-
2.3 Cash paid for the purchase of tangible and intangible asset		(1,204,273)	(1,029,595)
2.4 Cash obtained from the sale of tangible and intangible asset		60,743	229,705
2.5 Cash paid for the purchase of financial assets at fair value through other comprehensive income		(28,885,328)	(9,378,221)
2.6 Cash obtained from the sale of financial assets at fair value through other comprehensive income		12,341,625	2,286,552
2.7 Cash paid for the purchase of financial assets at amortized cost		(7,230,533)	(6,001,964)
2.8 Cash obtained from sale of financial assets at amortized cost		6,578,646	447,853
2.9 Other		(21,598)	(224,489)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net cash flow from financing activities		14,418,173	9,527,649
3.1 Cash obtained from funds borrowed and securities issued		19,662,404	18,137,021
3.2 Cash outflow from funds borrowed and securities issued		(12,051,312)	(8,441,315)
3.3 Equity instruments issued		7,000,000	-
3.4 Dividends paid		-	-
3.5 Payments for finance lease liabilities		(192,919)	(168,057)
3.6 Other		-	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents		(723)	37,660
V. Net increase/decrease in cash and cash equivalents		1,517,750	3,343,354
VI. Cash and cash equivalents at beginning of the period		29,765,174	19,472,141
VII. Cash and cash equivalents at end of the period		31,282,924	22,815,495

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 FINANCIAL REPORT
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2020**
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)
