

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS AT 30 JUNE 2014

(Thousands of Turkish Lira (TL))

ASSETS	Notes	Reviewed Current Period 30 June 2014			Audited Prior Period 31 December 2013		
		TL	FC	Total	TL	FC	Total
<b>I. CASH AND BALANCES WITH THE CENTRAL BANK</b>	<b>V-I-1</b>	<b>2,154,042</b>	<b>16,483,743</b>	<b>18,637,785</b>	<b>1,802,838</b>	<b>17,165,243</b>	<b>18,968,081</b>
<b>II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)</b>	<b>V-I-2</b>	<b>289,072</b>	<b>31,958</b>	<b>321,030</b>	<b>356,150</b>	<b>79,540</b>	<b>435,690</b>
2.1 Financial assets held for trading purpose		289,072	31,958	321,030	356,150	79,540	435,690
2.1.1 Debt securities issued by the governments		-	-	-	-	-	-
2.1.2 Equity securities		-	-	-	-	-	-
2.1.3 Derivative financial assets held for trading purpose	V-I-2	289,072	31,958	321,030	356,150	79,540	435,690
2.1.4 Other securities		-	-	-	-	-	-
2.2 Financial assets designated at fair value through profit or loss		-	-	-	-	-	-
2.2.1 Debt securities issued by the governments		-	-	-	-	-	-
2.2.2 Equity securities		-	-	-	-	-	-
2.2.3 Loans		-	-	-	-	-	-
2.2.4 Other securities		-	-	-	-	-	-
<b>III. BANKS</b>	<b>V-I-3</b>	<b>23,322</b>	<b>962,755</b>	<b>986,077</b>	<b>40,177</b>	<b>2,598,960</b>	<b>2,639,137</b>
<b>IV. RECEIVABLES FROM INTERBANK MONEY MARKETS</b>		<b>300,079</b>		<b>300,079</b>			
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange money market placements		-	-	-	-	-	-
4.3 Receivables from reverse repurchase agreements		300,079	-	300,079	-	-	-
<b>V. AVAILABLE-FOR-SALE FINANCIAL ASSETS (Net)</b>	<b>V-I-4</b>	<b>12,455,696</b>	<b>3,433,537</b>	<b>15,889,233</b>	<b>12,551,965</b>	<b>3,736,222</b>	<b>16,288,187</b>
5.1 Equity securities		15	10,750	10,765	15	10,750	10,765
5.2 Debt securities issued by the governments		12,455,681	3,422,787	15,878,468	12,551,950	3,725,472	16,277,422
5.3 Other securities		-	-	-	-	-	-
<b>VI. LOANS AND RECEIVABLES</b>	<b>V-I-5</b>	<b>69,750,807</b>	<b>22,048,845</b>	<b>91,799,652</b>	<b>65,082,512</b>	<b>21,669,705</b>	<b>86,752,217</b>
6.1 Performing loans and receivables		69,492,071	22,048,845	91,540,916	64,826,518	21,669,705	86,496,223
6.1.1 Loans provided to risk group	V-VII-1	20,004	76,606	96,610	11,233	83,668	94,901
6.1.2 Debt securities issued by the governments		-	-	-	-	-	-
6.1.3 Others		69,472,067	21,972,239	91,444,306	64,815,285	21,586,037	86,401,322
6.2 Loans under follow-up		3,774,281	-	3,774,281	3,531,427	-	3,531,427
6.3 Specific provisions (-)		3,515,545	-	3,515,545	3,275,433	-	3,275,433
<b>VII. FACTORING RECEIVABLES</b>							
<b>VIII. HELD-TO-MATURITY INVESTMENT SECURITIES (Net)</b>	<b>V-I-6</b>	<b>6,055,591</b>	<b>84,628</b>	<b>6,140,219</b>	<b>5,358,742</b>	<b>45,073</b>	<b>5,403,815</b>
8.1 Debt securities issued by the governments		6,055,591	-	6,055,591	5,358,742	2,234	5,360,976
8.2 Other securities		-	84,628	84,628	-	42,839	42,839
<b>IX. INVESTMENTS IN ASSOCIATES (Net)</b>	<b>V-I-7</b>	<b>267,770</b>		<b>267,770</b>	<b>245,523</b>		<b>245,523</b>
9.1 Associates, consolidated per equity method		-	-	-	-	-	-
9.2 Unconsolidated associates		267,770	-	267,770	245,523	-	245,523
9.2.1 Financial associates		256,370	-	256,370	234,123	-	234,123
9.2.2 Non-Financial associates		11,400	-	11,400	11,400	-	11,400
<b>X. INVESTMENTS IN SUBSIDIARIES (Net)</b>	<b>V-I-8</b>	<b>999,594</b>	<b>270,577</b>	<b>1,270,171</b>	<b>1,094,893</b>	<b>270,577</b>	<b>1,365,470</b>
10.1 Unconsolidated financial subsidiaries		799,736	270,577	1,070,313	893,406	270,577	1,163,983
10.2 Unconsolidated non-financial subsidiaries		199,858	-	199,858	201,487	-	201,487
<b>XI. INVESTMENTS IN JOINT-VENTURES (Net)</b>	<b>V-I-9</b>						
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		-	-	-	-	-	-
<b>XII. LEASE RECEIVABLES</b>	<b>V-I-10</b>						
12.1 Finance lease receivables		-	-	-	-	-	-
12.2 Operational lease receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned income (-)		-	-	-	-	-	-
<b>XIII. DERIVATIVE FINANCIAL ASSETS HELD FOR RISK MANAGEMENT PURPOSE</b>	<b>V-I-11</b>						
13.1 Fair value hedges		-	-	-	-	-	-
13.2 Cash flow hedges		-	-	-	-	-	-
13.3 Hedges of net investment in foreign operations		-	-	-	-	-	-
<b>XIV. TANGIBLE ASSETS (Net)</b>		<b>667,134</b>	<b>1,431</b>	<b>668,565</b>	<b>656,989</b>	<b>1,802</b>	<b>658,791</b>
<b>XV. INTANGIBLE ASSETS (Net)</b>		<b>123,753</b>	<b>127</b>	<b>123,880</b>	<b>108,480</b>	<b>128</b>	<b>108,608</b>
15.1 Goodwill		-	-	-	-	-	-
15.2 Other intangibles		123,753	127	123,880	108,480	128	108,608
<b>XVI. INVESTMENT PROPERTIES (Net)</b>	<b>V-I-12</b>						
<b>XVII. TAX ASSETS</b>		<b>36,931</b>		<b>36,931</b>	<b>51,606</b>		<b>51,606</b>
17.1 Current tax assets		-	-	-	-	-	-
17.2 Deferred tax assets	V-I-13	36,931	-	36,931	51,606	-	51,606
<b>XVIII. ASSETS HELD FOR SALE AND ASSETS RELATED TO THE DISCONTINUED OPERATIONS (Net)</b>	<b>V-I-14</b>	<b>676,646</b>		<b>676,646</b>	<b>564,744</b>		<b>564,744</b>
18.1 Assets held for sale		676,646	-	676,646	564,744	-	564,744
18.2 Assets related to the discontinued operations		-	-	-	-	-	-
<b>XIX. OTHER ASSETS</b>	<b>V-I-15</b>	<b>1,246,416</b>	<b>174,691</b>	<b>1,421,107</b>	<b>1,231,840</b>	<b>782,334</b>	<b>2,014,174</b>
<b>TOTAL ASSETS</b>		<b>95,046,853</b>	<b>43,492,292</b>	<b>138,539,145</b>	<b>89,146,459</b>	<b>46,349,584</b>	<b>135,496,043</b>

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

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS AT 30 JUNE 2014

(Thousands of Turkish Lira (TL))

LIABILITIES AND EQUITY	Notes	Reviewed Current Period 30 June 2014			Audited Prior Period 31 December 2013		
		TL	FC	Total	TL	FC	Total
<b>I. DEPOSITS</b>	<b>V-II-1</b>	<b>62,581,209</b>	<b>21,624,697</b>	<b>84,205,906</b>	<b>59,441,198</b>	<b>22,091,616</b>	<b>81,532,814</b>
1.1 Deposits of the risk group	V-VII-1	1,564,358	197,203	1,761,561	1,790,723	238,889	2,029,612
1.2 Other deposits		61,016,851	21,427,494	82,444,345	57,650,475	21,852,727	79,503,202
<b>II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING PURPOSE</b>	<b>V-II-2</b>	<b>67,995</b>	<b>185,622</b>	<b>253,617</b>	<b>111,604</b>	<b>89,174</b>	<b>200,778</b>
<b>III. FUNDS BORROWED</b>	<b>V-II-3</b>	<b>104,755</b>	<b>10,468,660</b>	<b>10,573,415</b>	<b>122,174</b>	<b>11,282,638</b>	<b>11,404,812</b>
<b>IV. INTERBANK MONEY MARKET</b>		<b>8,024,701</b>	<b>4,867,497</b>	<b>12,892,198</b>	<b>8,014,659</b>	<b>6,462,422</b>	<b>14,477,081</b>
4.1 Interbank money market takings		-	-	-	-	-	-
4.2 Istanbul Stock Exchange money market takings		-	-	-	-	-	-
4.3 Obligations under repurchase agreements		8,024,701	4,867,497	12,892,198	8,014,659	6,462,422	14,477,081
<b>V. SECURITIES ISSUED (Net)</b>	<b>V-II-3</b>	<b>2,133,526</b>	<b>6,071,985</b>	<b>8,205,511</b>	<b>2,355,180</b>	<b>4,529,646</b>	<b>6,884,826</b>
5.1 Bills		2,133,526	-	2,133,526	2,355,180	-	2,355,180
5.2 Asset backed securities		-	-	-	-	-	-
5.3 Bonds		-	6,071,985	6,071,985	-	4,529,646	4,529,646
<b>VI. FUNDS</b>		<b>21,356</b>	<b>-</b>	<b>21,356</b>	<b>23,431</b>	<b>-</b>	<b>23,431</b>
6.1 Funds against borrower's note		-	-	-	-	-	-
6.2 Others		21,356	-	21,356	23,431	-	23,431
<b>VII. MISCELLANEOUS PAYABLES</b>		<b>2,630,159</b>	<b>260,132</b>	<b>2,890,291</b>	<b>2,506,535</b>	<b>189,570</b>	<b>2,696,105</b>
<b>VIII. OTHER EXTERNAL RESOURCES PAYABLE</b>	<b>V-II-4</b>	<b>671,568</b>	<b>917,808</b>	<b>1,589,376</b>	<b>423,146</b>	<b>1,030,328</b>	<b>1,453,474</b>
<b>IX. FACTORING PAYABLES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>X. LEASE PAYABLES</b>	<b>V-II-5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
10.1 Finance lease payables		-	-	-	-	-	-
10.2 Operational lease payables		-	-	-	-	-	-
10.3 Others		-	-	-	-	-	-
10.4 Deferred finance leasing expenses (-)		-	-	-	-	-	-
<b>XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT PURPOSE</b>	<b>V-II-6</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
11.1 Fair value hedges		-	-	-	-	-	-
11.2 Cash flow hedges		-	-	-	-	-	-
11.3 Hedges of net investment in foreign operations		-	-	-	-	-	-
<b>XII. PROVISIONS</b>	<b>V-II-7</b>	<b>2,018,596</b>	<b>11,387</b>	<b>2,029,983</b>	<b>1,964,510</b>	<b>49,774</b>	<b>2,014,284</b>
12.1 General provisions	V-II-7	1,306,415	11,387	1,317,802	1,179,012	11,727	1,190,739
12.2 Restructuring reserves		-	-	-	-	-	-
12.3 Reserve for employee benefits		515,720	-	515,720	543,347	-	543,347
12.4 Insurance technical provisions (Net)		-	-	-	-	-	-
12.5 Other provisions	V-II-7	196,461	-	196,461	242,151	38,047	280,198
<b>XIII. TAX LIABILITIES</b>	<b>V-II-8</b>	<b>429,457</b>	<b>1,439</b>	<b>430,896</b>	<b>216,864</b>	<b>1,111</b>	<b>217,975</b>
13.1 Current tax liabilities		429,457	1,439	430,896	216,864	1,111	217,975
13.2 Deferred tax liabilities	V-I-15	-	-	-	-	-	-
<b>XIV. PAYABLES FOR ASSETS HELD FOR SALE AND ASSETS RELATED TO DISCONTINUED OPERATIONS</b>	<b>V-II-9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
14.1 Payables related to the assets held for sale		-	-	-	-	-	-
14.2 Payables related to the discontinued operations		-	-	-	-	-	-
<b>XV. SUBORDINATED LOANS</b>	<b>V-II-10</b>	<b>-</b>	<b>1,950,453</b>	<b>1,950,453</b>	<b>-</b>	<b>1,974,142</b>	<b>1,974,142</b>
<b>XVI. EQUITY</b>		<b>13,178,446</b>	<b>317,697</b>	<b>13,496,143</b>	<b>12,412,681</b>	<b>203,640</b>	<b>12,616,321</b>
16.1 Paid-in capital	V-II-11	2,500,000	-	2,500,000	2,500,000	-	2,500,000
16.2 Capital reserves		1,462,020	317,697	1,779,717	1,317,561	203,640	1,521,201
16.2.1 Share premium		723,918	-	723,918	723,918	-	723,918
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Valuation differences of the marketable securities	V-II-11	623,243	317,697	940,940	477,686	203,640	681,326
16.2.4 Revaluation surplus on tangible assets		45,637	-	45,637	44,136	-	44,136
16.2.5 Revaluation surplus on intangible assets		-	-	-	-	-	-
16.2.6 Revaluation surplus on investment properties		-	-	-	-	-	-
16.2.7 Bonus shares of associates, subsidiaries and joint-ventures		69,222	-	69,222	71,821	-	71,821
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		-	-	-	-	-	-
<b>16.3 Profit reserves</b>		<b>8,493,619</b>	<b>-</b>	<b>8,493,619</b>	<b>7,009,581</b>	<b>-</b>	<b>7,009,581</b>
16.3.1 Legal reserves		1,012,796	-	1,012,796	854,240	-	854,240
16.3.2 Status reserves		-	-	-	-	-	-
16.3.3 Extraordinary reserves		7,214,708	-	7,214,708	5,889,226	-	5,889,226
16.3.4 Other profit reserves		266,115	-	266,115	266,115	-	266,115
<b>16.4 Profit or loss</b>		<b>722,807</b>	<b>-</b>	<b>722,807</b>	<b>1,585,539</b>	<b>-</b>	<b>1,585,539</b>
16.4.1 Prior years' profit/loss		-	-	-	-	-	-
16.4.2 Current period's profit/loss		722,807	-	722,807	1,585,539	-	1,585,539
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>91,861,768</b>	<b>46,677,377</b>	<b>138,539,145</b>	<b>87,591,982</b>	<b>47,904,061</b>	<b>135,496,043</b>

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

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED OFF-BALANCE SHEET ITEMS AS AT 30 JUNE 2014

(Thousands Of Turkish Lira (TL))

	Notes	Reviewed Current Period 30 June 2014			Audited Prior Period 31 December 2013		
		TL	FC	Total	TL	FC	Total
<b>A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I-II+III)</b>		<b>39,415,711</b>	<b>34,308,682</b>	<b>73,724,393</b>	<b>65,514,791</b>	<b>55,746,467</b>	<b>121,261,258</b>
<b>I. GUARANTEES AND SURETIES</b>	<b>V-III-2-4</b>	<b>15,075,843</b>	<b>9,617,878</b>	<b>24,693,721</b>	<b>14,288,042</b>	<b>9,053,337</b>	<b>23,341,379</b>
1.1 Letters of guarantee		15,048,589	3,698,850	18,747,439	14,268,047	3,627,537	17,895,584
1.1.1 Guarantees subject to State Tender Law		1,827,835	2,013,874	3,841,709	1,905,899	1,952,543	3,858,442
1.1.2 Guarantees given for foreign trade operations		772,862	-	772,862	650,221	-	650,221
1.1.3 Other letters of guarantee		12,447,892	1,684,976	14,132,868	11,711,927	1,674,994	13,386,921
1.2 Bank acceptances		15,823	1,937,204	1,953,027	12,129	1,040,149	1,052,278
1.2.1 Import letter of acceptance		2,250	72,446	74,696	1,500	77,393	78,893
1.2.2 Other bank acceptances		13,573	1,864,758	1,878,331	10,629	962,756	973,385
1.3 Letters of credit		11,431	3,978,059	3,989,490	7,866	4,382,030	4,389,896
1.3.1 Documentary letters of credit		11,431	3,978,059	3,989,490	7,866	4,382,030	4,389,896
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed pre-financings		-	1,682	1,682	-	1,702	1,702
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
1.5.2 Other endorsements		-	-	-	-	-	-
1.6 Marketable securities underwriting commitments		-	-	-	-	-	-
1.7 Factoring related guarantees		-	-	-	-	-	-
1.8 Other guarantees		-	1,739	1,739	-	1,759	1,759
1.9 Other sureties		-	344	344	-	160	160
<b>II. COMMITMENTS</b>		<b>17,490,130</b>	<b>4,306,853</b>	<b>21,796,983</b>	<b>45,270,192</b>	<b>26,331,770</b>	<b>71,601,962</b>
2.1 Irrevocable commitments		16,237,366	1,674,621	17,911,987	15,109,055	3,640,601	18,749,656
2.1.1 Asset purchase commitments	V-III-1	226,598	1,674,621	1,901,219	539,362	3,636,414	4,175,776
2.1.2 Deposit purchase and sales commitments		-	-	-	-	-	-
2.1.3 Share capital commitments to associates and subsidiaries	V-III-1	33,151	-	33,151	-	-	-
2.1.4 Loan granting commitments	V-III-1	7,240,862	-	7,240,862	6,730,503	-	6,730,503
2.1.5 Securities issuance brokerage commitments		-	-	-	-	-	-
2.1.6 Commitments for reserve deposit requirements		-	-	-	-	-	-
2.1.7 Commitments for cheque payments	V-III-1	1,474,188	-	1,474,188	1,320,438	-	1,320,438
2.1.8 Tax and fund obligations on export commitments		-	-	-	-	-	-
2.1.9 Commitments for credit card limits	V-III-1	6,964,066	-	6,964,066	6,261,117	-	6,261,117
2.1.10 Commitments for credit card and banking operations promotions		274,308	-	274,308	238,991	-	238,991
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		24,193	-	24,193	18,644	4,187	22,831
2.2 Revocable commitments		1,252,764	2,632,232	3,884,996	30,161,137	22,691,169	52,852,306
2.2.1 Revocable loan granting commitments		1,252,764	2,632,232	3,884,996	30,161,137	22,691,169	52,852,306
2.2.2 Other revocable commitments		-	-	-	-	-	-
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>6,849,738</b>	<b>20,383,951</b>	<b>27,233,689</b>	<b>5,956,557</b>	<b>20,361,360</b>	<b>26,317,917</b>
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		6,849,738	20,383,951	27,233,689	5,956,557	20,361,360	26,317,917
3.2.1 Forward foreign currency purchases/sales		440,427	583,175	1,023,602	602,810	731,325	1,334,135
3.2.1.1 Forward foreign currency purchases		220,458	291,629	512,087	301,607	365,671	667,278
3.2.2.2 Forward foreign currency sales		219,969	291,546	511,515	301,203	365,654	666,857
3.2.2 Currency and interest rate swaps		5,616,617	15,736,682	21,353,299	5,180,109	15,499,236	20,679,345
3.2.2.1 Currency swaps-purchases		2,293,674	7,687,042	9,980,716	3,148,532	7,243,811	10,392,343
3.2.2.2 Currency swaps-sales		3,172,943	3,637,992	6,810,935	2,031,577	4,110,277	6,141,854
3.2.2.3 Interest rate swaps-purchases		75,000	2,205,824	2,280,824	-	2,072,574	2,072,574
3.2.2.4 Interest rate swaps-sales		75,000	2,205,824	2,280,824	-	2,072,574	2,072,574
3.2.3 Currency, interest rate and security options		729,414	923,148	1,652,562	173,638	169,222	342,860
3.2.3.1 Currency call options		364,707	461,574	826,281	85,819	84,611	170,430
3.2.3.2 Currency put options		364,707	461,574	826,281	85,819	84,611	170,430
3.2.3.3 Interest rate call options		-	-	-	-	-	-
3.2.3.4 Interest rate put options		-	-	-	-	-	-
3.2.3.5 Security call options		-	-	-	1,000	-	1,000
3.2.3.6 Security put options		-	-	-	1,000	-	1,000
3.2.4 Currency futures		-	-	-	-	-	-
3.2.4.1 Currency futures-purchases		-	-	-	-	-	-
3.2.4.2 Currency futures-sales		-	-	-	-	-	-
3.2.5 Interest rate futures		-	-	-	-	-	-
3.2.5.1 Interest rate futures-purchases		-	-	-	-	-	-
3.2.5.2 Interest rate futures-sales		-	-	-	-	-	-
3.2.6 Others		63,280	3,140,946	3,204,226	-	3,961,577	3,961,577
<b>B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)</b>		<b>679,454,177</b>	<b>237,450,241</b>	<b>916,904,418</b>	<b>839,788,953</b>	<b>225,942,092</b>	<b>1,065,731,045</b>
<b>IV. ITEMS HELD IN CUSTODY</b>		<b>151,091,468</b>	<b>1,802,054</b>	<b>152,893,522</b>	<b>351,509,096</b>	<b>1,564,619</b>	<b>353,073,715</b>
4.1 Customers' securities held		-	20,572	20,572	-	20,816	20,816
4.2 Investment securities held in custody		141,651,783	90,339	141,742,122	343,290,604	-	343,290,604
4.3 Checks received for collection		7,547,529	1,112,582	8,660,111	6,699,221	895,708	7,594,929
4.4 Commercial notes received for collection		1,102,625	199,919	1,302,544	974,141	210,113	1,184,254
4.5 Other assets received for collection		2,152	85	2,237	2,152	86	2,238
4.6 Assets received through public offering		-	6,215	6,215	-	6,289	6,289
4.7 Other items under custody		309	92,654	92,963	6,749	138,169	144,918
4.8 Custodians		787,070	279,688	1,066,758	536,229	293,438	829,667
<b>V. PLEDGED ITEMS</b>		<b>157,758,643</b>	<b>51,693,916</b>	<b>209,452,559</b>	<b>174,883,810</b>	<b>50,574,396</b>	<b>225,458,206</b>
5.1 Securities		481,383	28,756	510,139	334,952	27,434	362,386
5.2 Guarantee notes		905,400	195,664	1,101,064	701,927	239,873	941,800
5.3 Commodities		24,656,932	640,024	25,296,956	23,434,930	990,995	24,425,925
5.4 Warranties		-	-	-	-	-	-
5.5 Real estates		122,519,295	40,712,691	163,231,986	112,475,408	39,831,978	152,307,386
5.6 Other pledged items		8,449,773	9,982,931	18,432,704	8,342,047	9,350,018	17,692,065
5.7 Pledged items-depository		745,860	133,850	879,710	29,594,546	134,098	29,728,644
<b>VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES</b>		<b>370,604,066</b>	<b>183,954,271</b>	<b>554,558,337</b>	<b>313,396,047</b>	<b>173,803,077</b>	<b>487,199,124</b>
<b>TOTAL OFF-BALANCE SHEET ITEMS (A+B)</b>		<b>718,869,888</b>	<b>271,758,923</b>	<b>990,628,811</b>	<b>905,303,744</b>	<b>281,688,559</b>	<b>1,186,992,303</b>

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

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED STATEMENT OF INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2014

(Thousands Of Turkish Lira (TL))

	Notes	Reviewed Current Period 1 January 2014- 30 June 2014	Reviewed Prior Period 1 January 2013- 30 June 2013	Reviewed Current Period 1 April 2014- 30 June 2014	Reviewed Prior Period 1 April 2013- 30 June 2013
<b>I. INTEREST INCOME</b>		<b>5,537,715</b>	<b>4,490,751</b>	<b>2,827,692</b>	<b>2,199,217</b>
1.1 Interest income from loans	V-IV-1	4,441,520	3,696,526	2,284,959	1,847,617
1.2 Interest income from reserve deposits		-	-	-	-
1.3 Interest income from banks	V-IV-1	3,390	1,827	1,368	1,159
1.4 Interest income from money market transactions		234	492	143	96
1.5 Interest income from securities portfolio	V-IV-1	1,091,197	784,342	540,806	354,272
1.5.1 Trading financial assets		-	-	-	-
1.5.2 Financial assets designated at fair value through profit or loss		-	-	-	-
1.5.3 Available-for-sale financial assets		817,904	589,274	405,185	291,013
1.5.4 Held-to-maturity investments		273,293	195,068	135,621	63,259
1.6 Finance lease income		-	-	-	-
1.7 Other interest income		1,374	7,564	416	(3,927)
<b>II. INTEREST EXPENSE</b>		<b>3,432,274</b>	<b>1,890,496</b>	<b>1,781,399</b>	<b>944,057</b>
2.1 Interest expense on deposits	V-IV-2	2,569,839	1,508,279	1,322,280	752,805
2.2 Interest expense on funds borrowed	V-IV-2	75,313	59,707	36,537	30,043
2.3 Interest expense on money market transactions		513,975	132,933	286,394	73,748
2.4 Interest expense on securities issued	V-IV-2	199,507	105,435	101,330	59,917
2.5 Other interest expenses		73,640	84,142	34,858	27,544
<b>III. NET INTEREST INCOME (I – II)</b>		<b>2,105,441</b>	<b>2,600,255</b>	<b>1,046,293</b>	<b>1,255,160</b>
<b>IV. NET FEES AND COMMISSIONS INCOME</b>		<b>316,467</b>	<b>381,123</b>	<b>171,362</b>	<b>204,012</b>
4.1 Fees and commissions received		531,282	524,654	289,828	281,844
4.1.1 Non-cash loans		80,646	60,841	41,246	31,039
4.1.2 Others		450,636	463,813	248,582	250,805
4.2 Fees and commissions paid		214,815	143,531	118,466	77,832
4.2.1 Non-cash loans		92	73	35	34
4.2.2 Others		214,723	143,458	118,431	77,798
<b>V. DIVIDEND INCOME</b>		<b>65,608</b>	<b>53,961</b>	<b>652</b>	<b>7,566</b>
<b>VI. TRADING INCOME/LOSSES (Net)</b>	<b>V-IV-3</b>	<b>152,422</b>	<b>186,847</b>	<b>80,096</b>	<b>107,069</b>
6.1 Trading account income/losses	V-IV-3	109,298	106,367	104,570	56,011
6.2 Income/losses from derivative financial instruments	V-IV-3	(30,263)	74,954	(62,960)	58,366
6.3 Foreign exchange gains/losses	V-IV-3	73,387	5,526	38,486	(7,308)
<b>VII. OTHER OPERATING INCOME</b>	<b>V-IV-4</b>	<b>610,672</b>	<b>347,783</b>	<b>386,669</b>	<b>163,283</b>
<b>VIII. TOTAL OPERATING PROFIT (III+IV+V+VI+VII)</b>		<b>3,250,610</b>	<b>3,569,969</b>	<b>1,685,072</b>	<b>1,737,090</b>
<b>IX. PROVISION FOR LOSSES ON LOANS AND OTHER RECEIVABLES (-)</b>	<b>V-IV-5</b>	<b>806,754</b>	<b>1,118,204</b>	<b>430,810</b>	<b>565,313</b>
<b>X. OTHER OPERATING EXPENSES (-)</b>	<b>V-IV-6</b>	<b>1,525,981</b>	<b>1,296,783</b>	<b>792,339</b>	<b>672,261</b>
<b>XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)</b>		<b>917,875</b>	<b>1,154,982</b>	<b>461,923</b>	<b>499,516</b>
<b>XII. INCOME RESULTED FROM MERGERS</b>		-	-	-	-
<b>XIII. INCOME/LOSS FROM INVESTMENTS UNDER EQUITY ACCOUNTING</b>		-	-	-	-
<b>XIV. GAIN/LOSS ON NET MONETARY POSITION</b>		-	-	-	-
<b>XV. INCOME/LOSS FROM CONTINUING OPERATIONS BEFORE TAXES (XI+XII+XIII+XIV)</b>		<b>917,875</b>	<b>1,154,982</b>	<b>461,923</b>	<b>499,516</b>
<b>XVI. CONTINUING OPERATIONS PROVISION FOR TAXES</b>	<b>V-IV-7</b>	<b>(195,068)</b>	<b>(250,241)</b>	<b>(112,730)</b>	<b>(117,457)</b>
16.1 Current tax charges		(270,292)	(190,070)	(199,454)	(47,971)
16.2 Deferred tax credits		75,224	(60,171)	86,724	(69,486)
<b>XVII. NET INCOME/LOSS AFTER TAXES FROM CONTINUING OPERATIONS (XV-XVI)</b>	<b>V-IV-8</b>	<b>722,807</b>	<b>904,741</b>	<b>349,193</b>	<b>382,059</b>
<b>XVIII. INCOME FROM DISCONTINUED OPERATIONS</b>		-	-	-	-
18.1 Income from investment properties		-	-	-	-
18.2 Income from sales of subsidiaries, affiliates and joint-ventures		-	-	-	-
18.3 Other income from discontinued activities		-	-	-	-
<b>XIX. EXPENSES FROM DISCONTINUED OPERATIONS</b>		-	-	-	-
19.1 Investment property expenses		-	-	-	-
19.2 Losses from sales of subsidiaries, affiliates and joint ventures		-	-	-	-
19.3 Other expenses from discontinued activities		-	-	-	-
<b>XX. INCOME/LOSS FROM DISCONTINUED OPERATIONS BEFORE TAXES</b>		-	-	-	-
<b>XXI. DISCONTINUED OPERATIONS PROVISION FOR TAXES</b>		-	-	-	-
21.1 Current tax charge		-	-	-	-
21.2 Deferred tax charge		-	-	-	-
<b>XXII. NET INCOME/LOSS AFRET TAXES FROM DISCONTINUED OPERATIONS</b>		-	-	-	-
<b>XXIII. NET PROFIT/LOSS (XVII+XXII)</b>	<b>V-IV-8</b>	<b>722,807</b>	<b>904,741</b>	<b>349,193</b>	<b>382,059</b>
Profit/Loss per 100 shares (full TL)		0.2891	0.3619	0.1397	0.1528

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

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED STATEMENT OF GAINS AND LOSSES RECOGNIZED IN EQUITY FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2014

(Thousands of Turkish Lira (TL))

	Reviewed Current Period 1 January 2014- 30 June 2014	Reviewed Prior Period 1 January 2013- 30 June 2013	Reviewed Current Period 1 April 2014- 30 June 2014	Reviewed Prior Period 1 April 2013- 30 June 2013
<b>GAINS AND LOSSES RECOGNIZED IN EQUITY</b>				
<b>I. VALUATION DIFFERENCES OF AVAILABLE FOR SALE FINANCIAL ASSETS RECOGNIZED IN</b>				
<b>VALUATION DIFFERENCES OF MARKETABLE SECURITIES</b>	635,918	(753,686)	612,243	(607,186)
<b>II. REVALUATION SURPLUS ON TANGIBLE ASSETS</b>	-	-	-	-
<b>III. REVALUATION SURPLUS ON INTANGIBLE ASSETS</b>	-	-	-	-
<b>IV. CURRENCY TRANSLATION DIFFERENCES</b>	-	-	-	-
<b>V. GAINS/(LOSSES) FROM CASH FLOW HEDGES</b>				
(Effective Portion of Fair Value Changes)	-	-	-	-
<b>VI. GAINS/(LOSSES) FROM NET FOREIGN INVESTMENT HEDGES</b>				
(Effective portion)	-	-	-	-
<b>VII. EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND ERRORS</b>	-	-	-	-
<b>VIII</b>				
<b>OTHER GAINS AND LOSSES RECOGNIZED IN EQUITY IN ACCORDANCE WITH TAS</b>	(265,383)	(63,533)	(137,610)	(42,571)
<b>IX. DEFERRED TAXES DUE TO VALUATION DIFFERENCES</b>	(113,520)	28,911	(116,981)	23,730
<b>X. NET GAINS/LOSSES RECOGNIZED DIRECTLY IN EQUITY (I+II+...+IX)</b>	257,015	(788,308)	357,652	(626,027)
<b>XI. CURRENT PERIOD'S PROFIT/(LOSS)</b>	722,807	904,741	349,193	382,059
11.1 Change in fair value of securities (transfers to the statement of income)	333,592	132,090	288,870	59,703
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	389,215	772,651	60,323	322,356
<b>XII. TOTAL GAINS AND LOSSES RECOGNIZED DURING THE PERIOD (X+XI)</b>	<b>979,822</b>	<b>116,433</b>	<b>706,845</b>	<b>(243,968)</b>

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

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2014

(Thousands of Turkish Lira (TL))

CHANGES IN EQUITY	Notes	Paid-in Capital	Capital Reserves from Inflation Adjustments to Paid-in Capital	Share Premium	Share Cancellation Profits	Legal Reserves	Status Reserves	Extraordinary Reserves	Other Reserves	Current Period Net Profit/ (Loss)	Prior Period Net Profit/ (Loss)	Valuation Differences of the Marketable Securities	Revaluation Surplus on Tangible, Intangible Assets and Investment Property	Bonus Shares of Associates, Subsidiaries and Joint Ventures	Hedging Reserves	Revaluation Surp. On Assets Held for Sale and Assets of Discoun. Op.s	Shareholders' Equity before Minority Interest	Minority Interest	Total Shareholders' Equity
<b>PRIOR PERIOD – 30 June 2013</b>																			
I.	Balances at the beginning of the period	2,500,000	-	723,918	-	710,624	-	4,699,751	265,429	1,460,080	-	1,449,973	41,061	67,318	-	-	11,918,154	-	11,918,154
Changes during the period																			
II.	Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Associates, Subsidiaries and "Available-for-sale" securities	-	-	-	-	-	-	-	-	-	-	(792,812)	-	-	-	-	(792,812)	-	(792,812)
IV.	Hedges for risk management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1	Net cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2	Net foreign investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	Revaluation surplus on tangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	Revaluation surplus on intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	Bonus shares of associates, subsidiaries and joint-ventures	-	-	-	-	-	-	-	-	-	-	-	-	4,504	-	-	4,504	-	4,504
VIII.	Translation differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	Changes resulted from disposal of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Changes resulted from reclassifications of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Effect of change in equities of associates on the Bank's equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	Capital increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1	Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2	Internal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	Share issuance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.	Share cancellation profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.	Current period's net profit/loss	-	-	-	-	-	-	-	-	904,741	-	-	-	-	-	-	904,741	-	904,741
XVIII.	Profit distribution	-	-	-	-	143,616	-	1,189,475	23,914	(1,460,080)	-	-	3,075	-	-	-	(100,000)	-	(100,000)
18.1	Dividends	-	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	-	(100,000)	-	(100,000)
18.2	Transferred to reserves	-	-	-	-	143,616	-	1,189,475	23,914	(1,360,080)	-	-	3,075	-	-	-	-	-	-
18.3	Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the end of the period		2,500,000	-	723,918	-	854,240	-	5,889,226	289,343	904,741	-	657,161	44,136	71,822	-	-	11,934,587	-	11,934,587
<b>CURRENT PERIOD – 30 June 2014</b>																			
I.	Balances at the beginning of the period	2,500,000	-	723,918	-	854,240	-	5,889,226	266,115	1,585,539	-	681,326	44,136	71,821	-	-	12,616,321	-	12,616,321
Changes during the period																			
II.	Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Associates, Subsidiaries and "Available-for-sale" securities	-	-	-	-	-	-	-	-	-	-	259,614	-	-	-	-	259,614	-	259,614
IV.	Hedges for risk management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1	Net cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2	Net foreign investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	Revaluation surplus on tangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	Revaluation surplus on intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	Bonus shares of associates, subsidiaries and joint-ventures	-	-	-	-	-	-	-	-	-	-	-	-	(2,599)	-	-	(2,599)	-	(2,599)
VIII.	Translation differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	Changes resulted from disposal of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Changes resulted from reclassifications of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Effect of change in equities of associates on the Bank's equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	Capital increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1	Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2	Internal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	Share issuance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.	Share cancellation profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.	Current period's net profit/loss	-	-	-	-	-	-	-	-	722,807	-	-	-	-	-	-	722,807	-	722,807
XVIII.	Profit distribution	-	-	-	-	158,556	-	1,325,482	-	(1,585,539)	-	-	1,501	-	-	-	(100,000)	-	(100,000)
18.1	Dividends	VI-1	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	-	(100,000)	-	(100,000)
18.2	Transferred to reserves	VI-1	-	-	-	158,556	-	1,325,482	-	(1,485,539)	-	-	1,501	-	-	-	-	-	-
18.3	Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the end of the period		2,500,000	-	723,918	-	1,012,796	-	7,214,708	266,115	722,807	-	940,940	45,637	69,222	-	-	13,496,143	-	13,496,143

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

# TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI

## UNCONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2014

(Thousands of Turkish Lira (TL))

	Reviewed Current Period 30 June 2014	Reviewed Prior Period 30 June 2013
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1 Operating profit before changes in operating assets and liabilities</b>	<b>1,348,281</b>	<b>1,597,821</b>
1.1.1 Interests received	4,993,868	4,183,234
1.1.2 Interests paid	(3,384,425)	(1,813,186)
1.1.3 Dividends received	43,023	26,245
1.1.4 Fee and commissions received	531,282	524,654
1.1.5 Other income	74,472	74,789
1.1.6 Collections from previously written-off loans and other receivables	382,450	254,494
1.1.7 Payments to personnel and service suppliers	(1,218,804)	(1,246,087)
1.1.8 Taxes paid	(168,145)	(302,750)
1.1.9 Others	94,560	(103,572)
<b>1.2 Changes in operating assets and liabilities</b>	<b>(4,109,069)</b>	<b>(2,464,961)</b>
1.2.1 Net (increase) decrease in financial assets held for trading purpose	-	2,377
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	27,918	(2,853,716)
1.2.4 Net (increase) decrease in loans	(5,759,236)	(10,044,687)
1.2.5 Net (increase) decrease in other assets	589,613	(554,746)
1.2.6 Net increase (decrease) in bank deposits	284,011	(720,576)
1.2.7 Net increase (decrease) in other deposits	2,322,280	5,173,108
1.2.8 Net increase (decrease) in funds borrowed	(834,378)	858,765
1.2.9 Net increase (decrease) in matured payables	-	-
1.2.10 Net increase (decrease) in other liabilities	(739,277)	5,674,514
<b>I. Net cash flow from banking operations</b>	<b>(2,760,788)</b>	<b>(867,140)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>II. Net cash flow from investing activities</b>	<b>548,276</b>	<b>(2,007,064)</b>
2.1 Cash paid for purchase of associates, subsidiaries and joint-ventures	(169,747)	(60,371)
2.2 Proceeds from disposal of associates, subsidiaries and joint-ventures	-	-
2.3 Purchases of tangible assets	(68,623)	(64,870)
2.4 Proceeds from disposal of tangible assets	231,884	180,508
2.5 Cash paid for purchase of available-for-sale financial assets	(2,975,508)	(5,138,696)
2.6 Proceeds from disposal of available-for-sale financial assets	4,174,190	2,108,836
2.7 Cash paid for purchase of held-to-maturity investments	(1,923,299)	(74,100)
2.8 Proceeds from disposal of held-to-maturity investments	1,301,290	1,061,687
2.9 Others	(21,911)	(20,058)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III. Net cash flow from financing activities</b>	<b>1,207,456</b>	<b>1,567,062</b>
3.1 Cash obtained from funds borrowed and securities issued	4,082,249	3,507,418
3.2 Cash used for repayment of funds borrowed and securities issued	(2,774,793)	(1,840,356)
3.3 Equity instruments issued	-	-
3.4 Dividends paid	(100,000)	(100,000)
3.5 Repayments for finance leases	-	-
3.6 Others	-	-
<b>IV. Effect of change in foreign exchange rates on cash and cash equivalents</b>	<b>10,546</b>	<b>(2,516)</b>
<b>V. Net increase in cash and cash equivalents</b>	<b>(994,510)</b>	<b>(1,309,658)</b>
<b>VI. Cash and cash equivalents at the beginning of the period</b>	<b>5,677,984</b>	<b>4,999,872</b>
<b>VII. Cash and cash equivalents at the end of the period</b>	<b>4,683,474</b>	<b>3,690,214</b>

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