

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS AT 31 MARCH 2015**  
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

**CONSOLIDATED FINANCIAL STATEMENTS**

ASSETS	Notes	Reviewed Current Period 31 March 2015			Audited Prior Period 31 December 2014		
		TL	FC	Total	TL	FC	Total
<b>I. CASH AND BALANCES WITH THE CENTRAL BANK</b>	<b>V-I-1</b>	<b>2,131,800</b>	<b>19,052,573</b>	<b>21,184,373</b>	<b>4,126,368</b>	<b>17,764,713</b>	<b>21,891,081</b>
<b>II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)</b>	<b>V-I-2</b>	<b>536,474</b>	<b>92,157</b>	<b>628,631</b>	<b>404,672</b>	<b>45,569</b>	<b>450,241</b>
2.1 Financial assets held for trading purpose		536,474	92,157	628,631	404,672	45,569	450,241
2.1.1 Debt securities issued by the governments		1,357	8,735	10,092	106	8,468	8,574
2.1.2 Equity securities		2,130	-	2,130	1,565	-	1,565
2.1.3 Derivative financial assets held for trading purpose	V-I-2	499,610	83,422	583,032	342,475	37,101	379,576
2.1.4 Other securities		33,377	-	33,377	60,526	-	60,526
2.2 Financial assets designated at fair value through profit or loss		-	-	-	-	-	-
2.2.1 Debt securities issued by the governments		-	-	-	-	-	-
2.2.2 Equity securities		-	-	-	-	-	-
2.2.3 Other securities		-	-	-	-	-	-
2.2.4 Loans		-	-	-	-	-	-
<b>III. BANKS</b>	<b>V-I-3</b>	<b>956,597</b>	<b>4,175,580</b>	<b>5,132,177</b>	<b>784,978</b>	<b>2,783,530</b>	<b>3,568,508</b>
<b>IV. RECEIVABLES FROM INTERBANK MONEY MARKETS</b>		<b>16,597</b>	<b>-</b>	<b>16,597</b>	<b>9,504</b>	<b>-</b>	<b>9,504</b>
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange money market placements		4,329	-	4,329	3,645	-	3,645
4.3 Receivables from reverse repurchase agreements		12,268	-	12,268	5,859	-	5,859
<b>V. AVAILABLE-FOR-SALE FINANCIAL ASSETS (Net)</b>	<b>V-I-4</b>	<b>13,187,567</b>	<b>4,307,289</b>	<b>17,494,856</b>	<b>12,631,871</b>	<b>4,239,244</b>	<b>16,871,115</b>
5.1 Equity securities		15	-	15	15	-	15
5.2 Debt securities issued by the governments		13,185,472	4,142,818	17,328,290	12,629,806	4,085,677	16,715,483
5.3 Other securities		2,080	164,471	166,551	2,050	153,567	155,617
<b>VI. LOANS AND RECEIVABLES</b>	<b>V-I-5</b>	<b>80,627,345</b>	<b>34,421,137</b>	<b>115,048,482</b>	<b>76,724,198</b>	<b>29,631,473</b>	<b>106,355,671</b>
6.1 Performing loans and receivables	V-I-5	80,195,711	34,415,696	114,611,407	76,408,786	29,626,228	106,035,014
6.1.1 Loans provided to the same risk group	V-V-1	15,821	1,342	17,163	6,132	123	6,255
6.1.2 Debt securities issued by the governments		-	-	-	-	-	-
6.1.3 Others		80,179,890	34,414,354	114,594,244	76,402,654	29,626,105	106,028,759
6.2 Loans under follow-up		4,354,264	29,132	4,383,396	4,153,756	28,209	4,181,965
6.3 Specific provisions (-)	V-I-5	3,922,630	23,691	3,946,321	3,838,344	22,964	3,861,308
<b>VII. FACTORING RECEIVABLES</b>		<b>645,984</b>	<b>40,210</b>	<b>686,194</b>	<b>498,067</b>	<b>12,314</b>	<b>510,381</b>
<b>VIII. HELD-TO-MATURITY INVESTMENTS (Net)</b>	<b>V-I-6</b>	<b>6,767,024</b>	<b>104,049</b>	<b>6,871,073</b>	<b>6,761,749</b>	<b>92,844</b>	<b>6,854,593</b>
8.1 Debt securities issued by the governments		6,767,024	-	6,767,024	6,761,749	-	6,761,749
8.2 Other securities		-	104,049	104,049	-	92,844	92,844
<b>IX. INVESTMENTS IN ASSOCIATES (Net)</b>	<b>V-I-7</b>	<b>262,743</b>	<b>3</b>	<b>262,746</b>	<b>264,184</b>	<b>3</b>	<b>264,187</b>
9.1 Associates, consolidated per equity method		212,980	-	212,980	214,929	-	214,929
9.2 Unconsolidated associates		49,763	3	49,766	49,255	3	49,258
9.2.1 Financial associates		37,423	-	37,423	36,915	-	36,915
9.2.2 Non-Financial associates		12,340	3	12,343	12,340	3	12,343
<b>X. INVESTMENTS IN SUBSIDIARIES (Net)</b>	<b>V-I-8</b>	<b>257,297</b>	<b>-</b>	<b>257,297</b>	<b>258,927</b>	<b>-</b>	<b>258,927</b>
10.1 Unconsolidated financial subsidiaries		-	-	-	-	-	-
10.2 Unconsolidated non-financial subsidiaries		257,297	-	257,297	258,927	-	258,927
<b>XI. INVESTMENTS IN JOINT-VENTURES (Net)</b>	<b>V-I-9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</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>	<b>261,240</b>	<b>876,010</b>	<b>1,137,250</b>	<b>246,618</b>	<b>843,369</b>	<b>1,089,987</b>
12.1 Finance lease receivables		335,375	993,502	1,328,877	311,605	962,197	1,273,802
12.2 Operational lease receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned income (-)		74,135	117,492	191,627	64,987	118,828	183,815
<b>XIII. DERIVATIVE FINANCIAL ASSETS HELD FOR RISK</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>MANAGEMENT PURPOSE</b>	<b>V-I-11</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</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>778,071</b>	<b>1,931</b>	<b>780,002</b>	<b>782,871</b>	<b>2,002</b>	<b>784,873</b>
<b>XV. INTANGIBLE ASSETS (Net)</b>		<b>172,899</b>	<b>175</b>	<b>173,074</b>	<b>162,074</b>	<b>161</b>	<b>162,235</b>
15.1 Goodwill		-	-	-	-	-	-
15.2 Other intangibles		172,899	175	173,074	162,074	161	162,235
<b>XVI. INVESTMENT PROPERTIES (Net)</b>	<b>V-I-12</b>	<b>193,379</b>	<b>-</b>	<b>193,379</b>	<b>192,000</b>	<b>-</b>	<b>192,000</b>
<b>XVII. TAX ASSETS</b>	<b>V-I-13</b>	<b>150,856</b>	<b>6,871</b>	<b>157,727</b>	<b>175,352</b>	<b>6,938</b>	<b>182,290</b>
17.1 Current tax assets	V-I-13	2,433	6,871	9,304	2,393	6,938	9,331
17.2 Deferred tax assets	V-I-13	148,423	-	148,423	172,959	-	172,959
<b>XVIII. ASSETS HELD FOR SALE AND ASSETS RELATED TO THE DISCONTINUED OPERATIONS (Net)</b>	<b>V-I-14</b>	<b>781,679</b>	<b>-</b>	<b>781,679</b>	<b>747,482</b>	<b>-</b>	<b>747,482</b>
18.1 Assets held for sale		781,679	-	781,679	747,482	-	747,482
18.2 Assets related to the discontinued operations		-	-	-	-	-	-
<b>XIX. OTHER ASSETS</b>	<b>V-I-15</b>	<b>2,542,210</b>	<b>1,007,305</b>	<b>3,549,515</b>	<b>2,523,844</b>	<b>834,543</b>	<b>3,358,387</b>
<b>TOTAL ASSETS</b>		<b>110,269,762</b>	<b>64,085,290</b>	<b>174,355,052</b>	<b>107,294,759</b>	<b>56,256,703</b>	<b>163,551,462</b>

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS AT 31 MARCH 2015**  
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

LIABILITIES AND EQUITY		Notes	Reviewed Current Period 31 March 2015			Audited Prior Period 31 December 2014		
			TL	FC	Total	TL	FC	Total
<b>I.</b>	<b>DEPOSITS</b>	<b>V-II-1</b>	<b>69,958,144</b>	<b>31,602,988</b>	<b>101,561,132</b>	<b>65,144,101</b>	<b>28,258,512</b>	<b>93,402,613</b>
1.1	Deposits of the same risk group	V-V-1	921,187	133,072	1,054,259	953,746	63,178	1,016,924
1.2	Other deposits		69,036,957	31,469,916	100,506,873	64,190,355	28,195,334	92,385,689
<b>II.</b>	<b>DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING PURPOSE</b>	<b>V-II-2</b>	<b>122,539</b>	<b>200,095</b>	<b>322,634</b>	<b>65,776</b>	<b>204,851</b>	<b>270,627</b>
<b>III.</b>	<b>FUNDS BORROWED</b>	<b>V-II-3</b>	<b>1,517,799</b>	<b>15,230,372</b>	<b>16,748,171</b>	<b>1,569,623</b>	<b>14,691,032</b>	<b>16,260,655</b>
<b>IV.</b>	<b>INTERBANK MONEY MARKET</b>		<b>8,689,224</b>	<b>7,304,148</b>	<b>15,993,372</b>	<b>10,063,573</b>	<b>6,591,668</b>	<b>16,655,241</b>
4.1	Interbank Money Market takings		-	-	-	200,000	-	200,000
4.2	Istanbul Stock Exchange money market takings		188,752	-	188,752	269,939	-	269,939
4.3	Obligations under repurchase agreements		8,500,472	7,304,148	15,804,620	9,593,634	6,591,668	16,185,302
<b>V.</b>	<b>SECURITIES ISSUED (Net)</b>	<b>V-II-3</b>	<b>2,645,700</b>	<b>8,193,574</b>	<b>10,839,274</b>	<b>2,866,343</b>	<b>7,518,365</b>	<b>10,384,708</b>
5.1	Bills		2,645,700	-	2,645,700	2,866,343	-	2,866,343
5.2	Asset backed securities		-	-	-	-	-	-
5.3	Bonds		-	8,193,574	8,193,574	-	7,518,365	7,518,365
<b>VI.</b>	<b>FUNDS</b>		<b>5,470</b>	-	<b>5,470</b>	<b>20,089</b>	-	<b>20,089</b>
6.1	Funds against borrower's note		-	-	-	-	-	-
6.2	Others		5,470	-	5,470	20,089	-	20,089
<b>VII.</b>	<b>MISCELLANEOUS PAYABLES</b>		<b>3,027,295</b>	<b>528,385</b>	<b>3,555,680</b>	<b>2,920,619</b>	<b>423,800</b>	<b>3,344,419</b>
<b>VIII.</b>	<b>OTHER EXTERNAL RESOURCES PAYABLE</b>	<b>V-II-4</b>	<b>498,544</b>	<b>1,407,332</b>	<b>1,905,876</b>	<b>573,091</b>	<b>947,128</b>	<b>1,520,219</b>
<b>IX.</b>	<b>FACTORING PAYABLES</b>		-	-	-	-	-	-
<b>X.</b>	<b>LEASE PAYABLES</b>	<b>V-II-5</b>	-	-	-	-	-	-
10.1	Finance lease payables		-	-	-	-	-	-
10.2	Operational lease payables		-	-	-	-	-	-
10.3	Others		-	-	-	-	-	-
10.4	Deferred finance leasing expenses ( - )		-	-	-	-	-	-
<b>XI.</b>	<b>DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT PURPOSE</b>	<b>V-II-6</b>	-	-	-	-	-	-
11.1	Fair value hedges		-	-	-	-	-	-
11.2	Cash flow hedges		-	-	-	-	-	-
11.3	Hedges of net investment in foreign operations		-	-	-	-	-	-
<b>XII.</b>	<b>PROVISIONS</b>		<b>4,387,747</b>	<b>28,798</b>	<b>4,416,545</b>	<b>4,086,058</b>	<b>25,879</b>	<b>4,111,937</b>
12.1	General provisions	V-II-7	1,742,830	13,503	1,756,333	1,591,002	12,240	1,603,242
12.2	Restructuring reserves		-	-	-	-	-	-
12.3	Reserve for employee benefits		530,467	2,249	532,716	626,273	838	627,111
12.4	Insurance technical provisions (Net)		1,899,330	8,206	1,907,536	1,633,739	8,973	1,642,712
12.5	Other provisions	V-II-7	215,120	4,840	219,960	235,044	3,828	238,872
<b>XIII.</b>	<b>TAX LIABILITIES</b>	<b>V-II-8</b>	<b>318,860</b>	<b>11,481</b>	<b>330,341</b>	<b>485,576</b>	<b>8,419</b>	<b>493,995</b>
13.1	Current tax liabilities		315,548	2,400	317,948	477,758	1,029	478,787
13.2	Deferred tax liabilities	V-I-13	3,312	9,081	12,393	7,818	7,390	15,208
<b>XIV.</b>	<b>PAYABLES FOR ASSETS HELD FOR SALE AND ASSETS RELATED TO DISCONTINUED OPERATIONS (Net)</b>	<b>V-II-9</b>	-	-	-	-	-	-
14.1	Payables related to the assets held for sale		-	-	-	-	-	-
14.2	Payables related to the discontinued operations		-	-	-	-	-	-
<b>XV.</b>	<b>SUBORDINATED LOANS</b>	<b>V-II-10</b>	-	<b>3,727,635</b>	<b>3,727,635</b>	-	<b>2,126,436</b>	<b>2,126,436</b>
<b>XVI.</b>	<b>EQUITY</b>		<b>14,383,870</b>	<b>565,052</b>	<b>14,948,922</b>	<b>14,408,274</b>	<b>552,249</b>	<b>14,960,523</b>
<b>16.1</b>	<b>Paid-in capital</b>	<b>V-II-11</b>	<b>2,500,000</b>	-	<b>2,500,000</b>	<b>2,500,000</b>	-	<b>2,500,000</b>
<b>16.2</b>	<b>Capital reserves</b>		<b>1,051,849</b>	<b>296,757</b>	<b>1,348,606</b>	<b>1,025,056</b>	<b>280,801</b>	<b>1,305,857</b>
16.2.1	Share premium		727,780	-	727,780	727,780	-	727,780
16.2.2	Share cancellation profits		-	-	-	-	-	-
16.2.3	Valuation differences of the marketable securities	V-II-11	87,909	296,757	384,666	240,729	280,801	521,530
16.2.4	Revaluation surplus on tangible assets		289,635	-	289,635	52,864	-	52,864
16.2.5	Revaluation surplus on intangible assets		-	-	-	-	-	-
16.2.6	Revaluation surplus on investment properties		-	-	-	-	-	-
16.2.7	Bonus shares of associates, subsidiaries and joint-ventures		3,683	-	3,683	3,683	-	3,683
16.2.8	Hedging reserves (effective portion)		-	-	-	-	-	-
16.2.9	Revaluation surplus on assets held for sale and assets related to the discontinued operations		-	-	-	-	-	-
16.2.10	Other capital reserves		(57,158)	-	(57,158)	-	-	-
16.3	Profit reserves		10,153,766	128,180	10,281,946	8,664,406	130,184	8,794,590
16.3.1	Legal reserves		1,227,655	7,942	1,235,597	1,062,732	6,513	1,069,245
16.3.2	Status reserves		6,337	-	6,337	6,337	-	6,337
16.3.3	Extraordinary reserves		8,468,016	4,594	8,472,610	7,341,533	4,594	7,346,127
16.3.4	Other profit reserves		451,758	115,644	567,402	253,804	119,077	372,881
16.4	Profit or loss		334,755	100,035	434,790	1,772,859	101,133	1,873,992
16.4.1	Previous years' profit/loss		(225)	101,630	101,405	(14,354)	82,669	68,315
16.4.2	Current year's profit/loss		334,980	(1,595)	333,385	1,787,213	18,464	1,805,677
16.5	Non-controlling interest		343,500	40,080	383,580	445,953	40,131	486,084
<b>TOTAL LIABILITIES AND EQUITY</b>			<b>105,555,192</b>	<b>68,799,860</b>	<b>174,355,052</b>	<b>102,203,123</b>	<b>61,348,339</b>	<b>163,551,462</b>

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES**  
**CONSOLIDATED OFF-BALANCE SHEET AS AT 31 MARCH 2015**  
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

	Notes	Reviewed Current Period 31 March 2015			Audited Prior Period 31 December 2014		
		TL	FC	TOTAL	TL	FC	TOTAL
<b>A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)</b>		<b>47,870,593</b>	<b>49,709,772</b>	<b>97,580,365</b>	<b>42,988,855</b>	<b>49,879,901</b>	<b>92,868,756</b>
<b>I. GUARANTEES AND SURETIES</b>	<b>V-III-2</b>	<b>18,352,535</b>	<b>11,628,039</b>	<b>29,980,574</b>	<b>16,892,950</b>	<b>11,782,097</b>	<b>28,675,047</b>
1.1 Letters of guarantee	V-III-1	18,297,652	4,630,047	22,927,699	16,842,349	4,616,458	21,458,807
1.1.1 Guarantees subject to State Tender Law		2,176,768	2,154,102	4,330,870	1,869,107	2,266,261	4,135,368
1.1.2 Guarantees given for foreign trade operations		973,753	-	973,753	913,389	-	913,389
1.1.3 Other letters of guarantee		15,147,131	2,475,945	17,623,076	14,059,853	2,350,197	16,410,050
1.2 Bank acceptances		22,481	1,793,628	1,816,109	20,836	1,943,257	1,964,093
1.2.1 Import letter of acceptance		2,190	86,602	88,792	2,190	78,990	81,180
1.2.2 Other bank acceptances		20,291	1,707,026	1,727,317	18,646	1,864,267	1,882,913
1.3 Letters of credit		-	5,190,965	5,190,965	-	5,212,911	5,212,911
1.3.1 Documentary letters of credit		-	5,190,965	5,190,965	-	5,212,911	5,212,911
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed pre-financings		-	2,068	2,068	-	1,845	1,845
1.5 Endorsements		-	-	-	-	-	-
1.5.1 Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
1.5.2 Other endorsements		-	-	-	-	-	-
1.6 Marketable securities underwriting commitments		-	-	-	-	-	-
1.7 Factoring related guarantees		32,402	3,593	35,995	29,765	5,023	34,788
1.8 Other guarantees		-	7,431	7,431	-	2,603	2,603
1.9 Other sureties		-	307	307	-	-	-
<b>II. COMMITMENTS</b>		<b>20,799,625</b>	<b>6,204,380</b>	<b>27,004,005</b>	<b>19,426,933</b>	<b>7,734,462</b>	<b>27,161,395</b>
2.1 Irrevocable commitments		19,266,823	606,651	19,873,474	17,917,041	2,878,768	20,795,809
2.1.1 Asset purchase commitments	V-III-1	269,335	346,160	615,495	46,228	2,640,634	2,686,862
2.1.2 Deposit purchase and sales commitments		-	-	-	-	-	-
2.1.3 Share capital commitments to associates and subsidiaries	V-III-1	-	-	-	-	-	-
2.1.4 Loan granting commitments	V-III-1	8,403,506	13,756	8,417,262	8,053,342	14,859	8,068,201
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	1,674,715	-	1,674,715	1,638,976	-	1,638,976
2.1.8 Tax and fund obligations on export commitments		-	-	-	-	-	-
2.1.9 Commitments for credit card limits	V-III-1	8,363,269	-	8,363,269	7,641,987	-	7,641,987
2.1.10 Commitments for credit card and banking operations promotions	V-III-1	268,575	-	268,575	247,938	-	247,938
2.1.11 Receivables from "short" sale commitments on securities		-	-	-	-	-	-
2.1.12 Payables from "short" sale commitments on securities		-	-	-	-	-	-
2.1.13 Other irrevocable commitments		287,423	246,735	534,158	288,570	223,275	511,845
2.2 Revocable commitments		1,532,802	5,597,729	7,130,531	1,509,892	4,855,694	6,365,586
2.2.1 Revocable loan granting commitments		1,532,802	5,453,348	6,986,150	1,509,892	4,817,757	6,327,649
2.2.2 Other revocable commitments		-	144,381	144,381	-	37,937	37,937
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>8,718,433</b>	<b>31,877,353</b>	<b>40,595,786</b>	<b>6,668,972</b>	<b>30,363,342</b>	<b>37,032,314</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		8,718,433	31,877,353	40,595,786	6,668,972	30,363,342	37,032,314
3.2.1 Forward foreign currency purchases/sales		339,330	452,083	791,413	242,929	312,275	555,204
3.2.1.1 Forward foreign currency purchases		169,941	226,112	396,053	121,619	156,202	277,821
3.2.2.2 Forward foreign currency sales		169,389	225,971	395,360	121,310	156,073	277,383
3.2.2 Currency and interest rate swaps		7,993,313	24,988,007	32,981,320	5,782,733	22,857,662	28,640,395
3.2.2.1 Currency swaps-purchases		3,109,487	10,819,866	13,929,353	1,810,386	11,235,508	13,045,894
3.2.2.2 Currency swaps-sales		4,283,826	5,422,265	9,706,091	3,772,347	4,343,916	8,116,263
3.2.2.3 Interest rate swaps-purchases		300,000	4,372,938	4,672,938	100,000	3,639,119	3,739,119
3.2.2.4 Interest rate swaps-sales		300,000	4,372,938	4,672,938	100,000	3,639,119	3,739,119
3.2.3 Currency, interest rate and security options		320,852	578,608	899,460	385,290	671,258	1,056,548
3.2.3.1 Currency call options		160,426	289,304	449,730	192,645	335,629	528,274
3.2.3.2 Currency put options		160,426	289,304	449,730	192,645	335,629	528,274
3.2.3.3 Interest rate call options		-	-	-	-	-	-
3.2.3.4 Interest rate put options		-	-	-	-	-	-
3.2.3.5 Security call options		-	-	-	-	-	-
3.2.3.6 Security put options		-	-	-	-	-	-
3.2.4 Currency futures		-	-	-	-	-	-
3.2.4.1 Currency futures-purchases		-	-	-	-	-	-
3.2.4.2 Currency futures-sales		-	-	-	-	-	-
3.2.5 Interest rate futures		-	-	-	-	-	-
3.2.5.1 Interest rate futures-purchases		-	-	-	-	-	-
3.2.5.2 Interest rate futures-sales		-	-	-	-	-	-
3.2.6 Others		64,938	5,858,655	5,923,593	258,020	6,522,147	6,780,167
<b>B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)</b>		<b>769,025,360</b>	<b>339,337,743</b>	<b>1,108,363,103</b>	<b>707,625,482</b>	<b>298,960,692</b>	<b>1,006,586,174</b>
<b>IV. ITEMS HELD IN CUSTODY</b>		<b>64,694,430</b>	<b>2,732,119</b>	<b>67,426,549</b>	<b>59,034,803</b>	<b>2,220,606</b>	<b>61,255,409</b>
4.1 Customers' securities held		545,880	25,290	571,170	519,902	22,567	542,469
4.2 Investment securities held in custody		53,355,305	96,322	53,451,627	48,314,735	94,082	48,408,817
4.3 Checks received for collection		8,724,876	1,837,454	10,562,330	8,405,605	1,486,159	9,891,764
4.4 Commercial notes received for collection		1,362,770	326,472	1,689,242	1,197,188	254,511	1,451,699
4.5 Other assets received for collection		2,152	104	2,256	2,152	93	2,245
4.6 Assets received through public offering		-	-	-	-	6,818	6,818
4.7 Other items under custody		29,872	70,699	100,571	17,091	87,256	104,347
4.8 Custodians		673,575	375,778	1,049,353	578,130	269,120	847,250
<b>V. PLEDGED ITEMS</b>		<b>210,473,962</b>	<b>65,758,444</b>	<b>276,232,406</b>	<b>180,417,729</b>	<b>59,408,743</b>	<b>239,826,472</b>
5.1 Securities		390,690	15,165	405,855	242,862	18,614	261,476
5.2 Guarantee notes		1,001,025	392,386	1,393,411	944,683	232,965	1,177,648
5.3 Commodities		26,546,020	621,342	27,167,362	25,696,626	590,812	26,287,438
5.4 Warranties		-	-	-	-	-	-
5.5 Real estates		170,594,005	52,879,839	223,473,844	142,345,512	47,319,679	189,665,191
5.6 Other pledged items		11,023,209	11,694,335	22,717,544	10,335,024	11,114,594	21,449,618
5.7 Pledged items-depository		919,013	155,377	1,074,390	853,022	132,079	985,101
<b>VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES</b>		<b>493,856,968</b>	<b>270,847,180</b>	<b>764,704,148</b>	<b>468,172,950</b>	<b>237,331,343</b>	<b>705,504,293</b>
<b>TOTAL OFF-BALANCE SHEET ITEMS (A+B)</b>		<b>816,895,953</b>	<b>389,047,515</b>	<b>1,205,943,468</b>	<b>750,614,337</b>	<b>348,840,593</b>	<b>1,099,454,930</b>

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES**  
**CONSOLIDATED STATEMENT OF INCOME FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2015**  
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

	Notes	Reviewed Current Period 1 January 2015 31 March 2015	Reviewed Prior Period 1 January 2014 - 31 March 2014
<b>I.</b>	<b>INTEREST INCOME</b>	<b>3,112,291</b>	<b>2,776,472</b>
1.1	Interest income from loans	V-IV-1 2,617,128	2,174,214
1.2	Interest income from reserve deposits	2,186	-
1.3	Interest income from banks	V-IV-1 18,013	12,474
1.4	Interest income from money market transactions	166	204
1.5	Interest income from securities portfolio	V-IV-1 429,413	558,383
1.5.1	Trading financial assets	V-IV-1 2,082	4,198
1.5.2	Financial assets designated at fair value through profit or loss	-	-
1.5.3	Available-for-sale financial assets	V-IV-1 308,640	416,447
1.5.4	Held-to-maturity investments	V-IV-1 118,691	137,738
1.6	Finance lease income	22,686	18,775
1.7	Other interest income	22,699	12,422
<b>II.</b>	<b>INTEREST EXPENSE</b>	<b>1,817,591</b>	<b>1,676,281</b>
2.1	Interest expense on deposits	V-IV-2 1,345,325	1,252,334
2.2	Interest expense on funds borrowed	V-IV-2 91,680	54,045
2.3	Interest expense on money market transactions	178,053	229,131
2.4	Interest expense on securities issued	V-IV-2 133,764	97,294
2.5	Other interest expenses	68,769	43,477
<b>III.</b>	<b>NET INTEREST INCOME (I – II)</b>	<b>1,294,700</b>	<b>1,100,191</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME</b>	<b>217,406</b>	<b>140,181</b>
4.1	Fees and commissions received	321,500	236,221
4.1.1	Non-cash loans	42,784	39,383
4.1.2	Others	278,716	196,838
4.2	Fees and commissions paid	104,094	96,040
4.2.1	Non-cash loans	243	328
4.2.2	Others	103,851	95,712
<b>V.</b>	<b>DIVIDEND INCOME</b>	<b>9,996</b>	<b>10,778</b>
<b>VI.</b>	<b>TRADING INCOME/LOSSES (Net)</b>	<b>77,935</b>	<b>72,830</b>
6.1	Trading account income/losses	V-IV-3 50,928	4,831
6.2	Income/losses from derivative financial instruments	V-IV-3 (26,956)	27,681
6.3	Foreign exchange gains/losses	V-IV-3 53,963	40,318
<b>VII.</b>	<b>OTHER OPERATING INCOME</b>	<b>485,090</b>	<b>468,393</b>
<b>VIII.</b>	<b>TOTAL OPERATING PROFIT (III+IV+V+VI+VII)</b>	<b>2,085,127</b>	<b>1,792,373</b>
<b>IX.</b>	<b>PROVISION FOR LOSSES ON LOANS AND OTHER RECEIVABLES (-)</b>	<b>457,735</b>	<b>413,108</b>
<b>X.</b>	<b>OTHER OPERATING EXPENSES (-)</b>	<b>1,279,613</b>	<b>964,125</b>
<b>XI.</b>	<b>NET OPERATING PROFIT/LOSS (VIII-IX-X)</b>	<b>347,779</b>	<b>415,140</b>
<b>XII.</b>	<b>INCOME RESULTED FROM MERGERS</b>	-	-
<b>XIII.</b>	<b>INCOME/LOSS FROM INVESTMENTS UNDER EQUITY ACCOUNTING</b>	<b>8,733</b>	<b>8,368</b>
<b>XIV.</b>	<b>GAIN/LOSS ON NET MONETARY POSITION</b>	-	-
<b>XV.</b>	<b>INCOME/LOSS FROM CONTINUING OPERATIONS BEFORE TAXES (XI+XII+XIII+XIV)</b>	<b>356,512</b>	<b>423,508</b>
<b>XVI.</b>	<b>CONTINUING OPERATIONS PROVISION FOR TAXES</b>	<b>(122,698)</b>	<b>(80,894)</b>
16.1	Current tax charges	V-IV-7 (75,753)	(73,452)
16.2	Deferred tax credits	V-IV-7 (46,945)	(7,442)
<b>XVII.</b>	<b>NET INCOME/LOSS AFTER TAXES FROM CONTINUING OPERATIONS (XV-XVI)</b>	<b>233,814</b>	<b>342,614</b>
<b>XVIII.</b>	<b>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.</b>	<b>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.</b>	<b>INCOME/LOSS FROM DISCONTINUED OPERATIONS BEFORE TAXES</b>	-	-
<b>XXI.</b>	<b>DISCONTINUED OPERATIONS PROVISION FOR TAXES</b>	-	-
21.1	Current tax charge	-	-
21.2	Deferred tax charge	-	-
<b>XXII.</b>	<b>NET INCOME/LOSS AFTER TAXES FROM DISCONTINUED OPERATIONS</b>	-	-
<b>XXIII.</b>	<b>NET PROFIT/LOSS (XVII+XXII)</b>	<b>233,814</b>	<b>342,614</b>
23.1.	Equity holders of the Bank	333,385	338,216
23.2.	Non-controlling interest	V-IV-9 (99,571)	4,398
	Earnings per 100 Share (full TL)	III-XXIV 0.0935	0.1370

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES  
CONSOLIDATED STATEMENT OF GAINS AND LOSSES RECOGNIZED IN EQUITY  
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2015**

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

	Reviewed Current Period 1 January 2015 – 31 March 2015	Reviewed Prior Period 1 January 2014 – 31 March 2014
<b>GAINS AND LOSSES RECOGNIZED IN EQUITY</b>		
<b>I. VALUATION DIFFERENCES OF AVAILABLE FOR SALE FINANCIAL ASSETS RECOGNIZED IN VALUATION DIFFERENCES OF MARKETABLE SECURITIES</b>	<b>(164,161)</b>	<b>46,525</b>
<b>II. REVALUATION SURPLUS ON TANGIBLE ASSETS</b>	-	-
<b>III. REVALUATION SURPLUS ON INTANGIBLE ASSETS</b>	-	-
<b>IV. CURRENCY TRANSLATION DIFFERENCES</b>	<b>(3,816)</b>	<b>(12,949)</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. OTHER GAINS AND LOSSES RECOGNIZED IN EQUITY IN ACCORDANCE WITH TAS</b>	<b>(8,729)</b>	<b>(18,041)</b>
<b>IX. DEFERRED TAXES DUE TO VALUATION DIFFERENCES</b>	<b>34,007</b>	<b>(3,697)</b>
<b>X. NET GAINS/LOSSES RECOGNIZED DIRECTLY IN EQUITY (I+II+...+IX)</b>	<b>(142,699)</b>	<b>11,838</b>
<b>XI. CURRENT PERIOD'S PROFIT/(LOSS)</b>	<b>233,814</b>	<b>342,614</b>
11.1 Change in fair value of securities (transfers to the statement of income)	47,063	544
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	186,751	342,070
<b>XII. TOTAL GAINS AND LOSSES RECOGNIZED DURING THE PERIOD (X+XI)</b>	<b>91,115</b>	<b>354,452</b>

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2015**

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

CHANGES IN EQUITY	Notes	Paid-in Capital	Capital Reserves from Inflation Adj.s to Paid in Capital	Share Premium	Share Cancellation Profits	Legal Reserves	Status Reserves	Extraordinary Reserves	Other Profit Reserves	Current Year's Net Profit/(Loss)	Previous Years' Net Profit/(Loss)	Valuation Differences of the Marketable Securities	Revaluation Surplus on Tangible Assets and Investment Property	Bonus Shares of Associates, Subsidiaries and Joint Ventures	Hedging Reserves	Revaluation Surp. On Assets Held for Sale and Discount Op.s	Shareholders' Equity before Minority Shares	Non-controlling Interest	Total Equity
<b>Prior period – 31 March 2014</b>																			
I. Balances at the beginning of the period		2,500,000	-	726,686	-	904,166	6,337	6,007,191	420,752	1,652,474	36,359	(149,719)	51,329	6,282	-	-	12,161,857	309,101	12,470,958
<b>Changes during the period</b>																			
II. Mergers		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation differences of the marketable securities		-	-	-	-	-	-	-	-	-	-	40,139	-	-	-	-	40,139	(202)	39,937
IV. Hedging reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1 Cash flow hedges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Net investment hedges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Revaluation surplus on tangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation surplus on intangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus shares of associates, subsidiaries and joint-ventures		-	-	-	-	-	-	-	-	-	-	-	-	(2,600)	-	-	(2,600)	-	(2,600)
VIII. Translation differences		-	-	-	-	-	-	-	(11,650)	-	-	-	-	-	-	-	(11,650)	(1,299)	(12,949)
IX. Changes resulted from disposal of the assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes resulted from reclassifications of the assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effect of change in equities of associates on the Group's equity		-	-	-	-	-	-	-	-	-	-	(1,508)	-	-	-	-	(1,508)	(446)	(1,954)
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		-	-	-	-	-	-	-	(10,596)	-	-	-	-	-	-	-	(10,596)	-	(10,596)
XVII. Current period's profit/loss		-	-	-	-	-	-	-	-	338,216	-	-	-	-	-	-	338,216	4,398	342,614
XVIII. Profit distribution		-	-	-	-	164,099	-	1,332,552	10,503	(1,652,474)	43,785	-	1,535	-	-	-	(100,000)	(316)	(100,316)
18.1 Dividends		-	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	-	(100,000)	(316)	(100,316)
18.2 Transferred to reserves		-	-	-	-	164,099	-	1,332,552	10,503	(1,552,474)	43,785	-	1,535	-	-	-	-	-	-
18.3 Others		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balances at the end of the period</b>		<b>2,500,000</b>	<b>-</b>	<b>726,686</b>	<b>-</b>	<b>1,068,265</b>	<b>6,337</b>	<b>7,339,743</b>	<b>409,009</b>	<b>338,216</b>	<b>80,144</b>	<b>(111,088)</b>	<b>52,864</b>	<b>3,683</b>	<b>-</b>	<b>-</b>	<b>12,413,858</b>	<b>311,236</b>	<b>12,725,094</b>
<b>Current period – 31 March 2015</b>																			
I. Balances at the beginning of the period		2,500,000	-	727,780	-	1,069,245	6,337	7,346,127	372,881	1,805,677	68,315	521,530	52,864	3,683	-	-	14,474,439	486,084	14,960,523
<b>Changes during the period</b>																			
II. Mergers		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation differences of marketable securities		-	-	-	-	-	-	-	-	-	-	(133,065)	-	-	-	-	(133,065)	(1,926)	(134,991)
IV. Hedging Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1 Cash flow hedges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Net investment hedges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Revaluation surplus on tangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation surplus on intangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus shares of associates, subsidiaries and joint-ventures		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Translation differences		-	-	-	-	-	-	-	(3,434)	-	-	-	-	-	-	-	(3,434)	(382)	(3,816)
IX. Changes resulted from disposal of assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes resulted from reclassifications of assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effect of change in equities of associates on the Group's equity		-	-	-	-	-	-	-	-	-	-	(3,799)	-	-	-	-	(3,799)	-	(3,799)
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		-	-	-	-	-	-	-	(2,184)	-	-	-	-	-	-	-	(2,184)	2,091	(93)
XVII. Current period's profit/loss		-	-	-	-	-	-	-	-	333,385	-	-	-	-	-	-	333,385	(99,571)	233,814
XVIII. Profit distribution		-	-	-	-	166,352	-	1,126,483	142,981	(1,805,677)	33,090	-	236,771	-	-	-	(100,000)	(2,716)	(102,716)
18.1 Dividends		-	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	-	(100,000)	(2,716)	(102,716)
18.2 Transferred to reserves		-	-	-	-	166,352	-	1,126,483	142,981	(1,705,677)	33,090	-	236,771	-	-	-	-	-	-
18.3 Others		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balances at the end of the period</b>		<b>2,500,000</b>	<b>-</b>	<b>727,780</b>	<b>-</b>	<b>1,235,597</b>	<b>6,337</b>	<b>8,472,610</b>	<b>510,244</b>	<b>333,385</b>	<b>101,405</b>	<b>384,666</b>	<b>289,635</b>	<b>3,683</b>	<b>-</b>	<b>-</b>	<b>14,565,342</b>	<b>383,580</b>	<b>14,948,922</b>

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL  
SUBSIDIARIES CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE THREE-MONTH  
PERIOD ENDED 31 MARCH 2015**

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

	Reviewed Current Period 31 March 2015	Reviewed Prior Period 31 March 2014
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1 Operating profit before changes in operating assets and liabilities</b>	<b>418,829</b>	<b>442,156</b>
1.1.1 Interests received	2,885,063	2,343,612
1.1.2 Interests paid	(1,613,558)	(1,481,597)
1.1.3 Dividends received	5,483	10,778
1.1.4 Fee and commissions received	321,500	236,221
1.1.5 Other income	230,367	333,165
1.1.6 Collections from previously written-off loans and other receivables	183,718	150,677
1.1.7 Payments to personnel and service suppliers	(405,971)	(992,638)
1.1.8 Taxes paid	(292,054)	(85,637)
1.1.9 Others	(895,719)	(72,425)
<b>1.2 Changes in operating assets and liabilities</b>	<b>(2,659,225)</b>	<b>974,216</b>
1.2.1 Net (increase) decrease in financial assets held for trading purpose	24,774	-
1.2.2 Net (increase) decrease in financial assets valued at fair value through profit or loss	-	-
1.2.3 Net (increase) decrease in due from banks and other financial institutions	(1,840,496)	(610,614)
1.2.4 Net (increase) decrease in loans	(8,917,607)	(2,986,396)
1.2.5 Net (increase) decrease in other assets	(104,435)	537,545
1.2.6 Net increase (decrease) in bank deposits	27,894	(988,166)
1.2.7 Net increase (decrease) in other deposits	8,051,262	2,287,746
1.2.8 Net increase (decrease) in funds borrowed	460,990	(17,275)
1.2.9 Net increase (decrease) in matured payables	-	-
1.2.10 Net increase (decrease) in other liabilities	(361,607)	2,751,376
<b>I. Net cash flow from banking operations</b>	<b>(2,240,396)</b>	<b>1,416,372</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>II. Net cash flow from investing activities</b>	<b>(852,883)</b>	<b>(555,465)</b>
2.1 Cash paid for purchase of associates, subsidiaries and joint-ventures	-	(3,230)
2.2 Proceeds from disposal of associates, subsidiaries and joint-ventures	-	-
2.3 Cash paid for purchase of tangible assets	(25,524)	(76,070)
2.4 Proceeds from disposal of tangible assets	20,060	186,827
2.5 Cash paid for purchase of available-for-sale financial assets	(1,936,253)	(2,692,348)
2.6 Proceeds from disposal of available-for-sale financial assets	1,096,574	1,886,436
2.7 Cash paid for purchase of held-to-maturity investments	(101,179)	(478,800)
2.8 Proceeds from disposal of held-to-maturity investments	107,478	640,590
2.9 Others	(14,039)	(18,870)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III. Net cash flow from financing activities</b>	<b>1,806,867</b>	<b>(585,642)</b>
3.1 Cash obtained from funds borrowed and securities issued	3,562,696	236,109
3.2 Cash used for repayment of funds borrowed and securities issued	(1,653,113)	(821,751)
3.3 Equity instruments issued	-	-
3.4 Dividends paid	(102,716)	-
3.5 Re-payments for finance leases	-	-
3.6 Others	-	-
<b>IV. Effect of change in foreign exchange rates on cash and cash equivalents</b>	<b>145,783</b>	<b>20,152</b>
<b>V. Net decrease in cash and cash equivalents</b>	<b>(1,140,629)</b>	<b>295,417</b>
<b>VI. Cash and cash equivalents at the beginning of the year</b>	<b>9,190,905</b>	<b>6,087,903</b>
<b>VII. Cash and cash equivalents at the end of the period</b>	<b>8,050,276</b>	<b>6,383,320</b>

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