

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES  
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS AT 30 JUNE 2015  
(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)**

**CONSOLIDATED FINANCIAL STATEMENTS**

ASSETS	Notes	Reviewed Current Period 30 June 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>2,782,485</b>	<b>18,740,577</b>	<b>21,523,062</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>605,316</b>	<b>102,956</b>	<b>708,272</b>	<b>404,672</b>	<b>45,569</b>	<b>450,241</b>
2.1 Financial assets held for trading purpose		605,316	102,956	708,272	404,672	45,569	450,241
2.1.1 Debt securities issued by the governments		483	8,965	9,448	106	8,468	8,574
2.1.2 Equity securities		2,286	-	2,286	1,565	-	1,565
2.1.3 Derivative financial assets held for trading purpose	V-I-2	568,551	93,991	662,542	342,475	37,101	379,576
2.1.4 Other securities		33,996	-	33,996	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>656,469</b>	<b>4,681,222</b>	<b>5,337,691</b>	<b>784,978</b>	<b>2,783,530</b>	<b>3,568,508</b>
<b>IV. RECEIVABLES FROM INTERBANK MONEY MARKETS</b>		<b>29,799</b>	<b>-</b>	<b>29,799</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		26,870	-	26,870	3,645	-	3,645
4.3 Receivables from reverse repurchase agreements		2,929	-	2,929	5,859	-	5,859
<b>V. AVAILABLE-FOR-SALE FINANCIAL ASSETS (Net)</b>	<b>V-I-4</b>	<b>12,558,754</b>	<b>4,417,323</b>	<b>16,976,077</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		12,558,739	4,276,029	16,834,768	12,629,806	4,085,677	16,715,483
5.3 Other securities		-	141,294	141,294	2,050	153,567	155,617
<b>VI. LOANS AND RECEIVABLES</b>	<b>V-I-5</b>	<b>84,822,796</b>	<b>35,780,063</b>	<b>120,602,859</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	84,431,526	35,774,153	120,205,679	76,408,786	29,626,228	106,035,014
6.1.1 Loans provided to the same risk group	V-V-1	8,407	7,945	16,352	6,132	123	6,255
6.1.2 Debt securities issued by the governments		-	-	-	-	-	-
6.1.3 Others		84,423,119	35,766,208	120,189,327	76,402,654	29,626,105	106,028,759
6.2 Loans under follow-up		4,500,640	30,796	4,531,436	4,153,756	28,209	4,181,965
6.3 Specific provisions (-)	V-I-5	4,109,370	24,886	4,134,256	3,838,344	22,964	3,861,308
<b>VII. FACTORING RECEIVABLES</b>		<b>693,172</b>	<b>64,451</b>	<b>757,623</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>7,016,830</b>	<b>107,045</b>	<b>7,123,875</b>	<b>6,761,749</b>	<b>92,844</b>	<b>6,854,593</b>
8.1 Debt securities issued by the governments		7,016,830	-	7,016,830	6,761,749	-	6,761,749
8.2 Other securities		-	107,045	107,045	-	92,844	92,844
<b>IX. INVESTMENTS IN ASSOCIATES (Net)</b>	<b>V-I-7</b>	<b>265,543</b>	<b>3</b>	<b>265,546</b>	<b>264,184</b>	<b>3</b>	<b>264,187</b>
9.1 Associates, consolidated per equity method		215,770	-	215,770	214,929	-	214,929
9.2 Unconsolidated associates		49,773	3	49,776	49,255	3	49,258
9.2.1 Financial associates		37,433	-	37,433	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>257,296</b>	<b>-</b>	<b>257,296</b>	<b>258,927</b>	<b>-</b>	<b>258,927</b>
10.1 Unconsolidated financial subsidiaries		-	-	-	-	-	-
10.2 Unconsolidated non-financial subsidiaries		257,296	-	257,296	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>288,356</b>	<b>980,006</b>	<b>1,268,362</b>	<b>246,618</b>	<b>843,369</b>	<b>1,089,987</b>
12.1 Finance lease receivables		367,582	1,108,182	1,475,764	311,605	962,197	1,273,802
12.2 Operational lease receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned income (-)		79,226	128,176	207,402	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>811,009</b>	<b>1,760</b>	<b>812,769</b>	<b>782,871</b>	<b>2,002</b>	<b>784,873</b>
<b>XV. INTANGIBLE ASSETS (Net)</b>		<b>182,378</b>	<b>181</b>	<b>182,559</b>	<b>162,074</b>	<b>161</b>	<b>162,235</b>
15.1 Goodwill		-	-	-	-	-	-
15.2 Other intangibles		182,378	181	182,559	162,074	161	162,235
<b>XVI. INVESTMENT PROPERTIES (Net)</b>	<b>V-I-12</b>	<b>192,709</b>	<b>-</b>	<b>192,709</b>	<b>192,000</b>	<b>-</b>	<b>192,000</b>
<b>XVII. TAX ASSETS</b>	<b>V-I-13</b>	<b>142,867</b>	<b>2,779</b>	<b>145,646</b>	<b>175,352</b>	<b>6,938</b>	<b>182,290</b>
17.1 Current tax assets	V-I-13	1,843	2,779	4,622	2,393	6,938	9,331
17.2 Deferred tax assets	V-I-13	141,024	-	141,024	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>805,927</b>	<b>-</b>	<b>805,927</b>	<b>747,482</b>	<b>-</b>	<b>747,482</b>
18.1 Assets held for sale		805,927	-	805,927	747,482	-	747,482
18.2 Assets related to the discontinued operations		-	-	-	-	-	-
<b>XIX. OTHER ASSETS</b>	<b>V-I-15</b>	<b>2,572,822</b>	<b>782,264</b>	<b>3,355,086</b>	<b>2,523,844</b>	<b>834,543</b>	<b>3,358,387</b>
<b>TOTAL ASSETS</b>		<b>114,684,528</b>	<b>65,660,630</b>	<b>180,345,158</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

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES  
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION) AS AT 30 JUNE 2015  
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)**

LIABILITIES AND EQUITY	Notes	Reviewed Current Period 30 June 2015			Audited Prior Period 31 December 2014		
		TL	FC	Total	TL	FC	Total
<b>I. DEPOSITS</b>	<b>V-II-1</b>	<b>68,601,345</b>	<b>33,718,409</b>	<b>102,319,754</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	1,141,842	162,107	1,303,949	953,746	63,178	1,016,924
1.2 Other deposits		67,459,503	33,556,302	101,015,805	64,190,355	28,195,334	92,385,689
<b>II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING PURPOSE</b>	<b>V-II-2</b>	<b>121,860</b>	<b>132,359</b>	<b>254,219</b>	<b>65,776</b>	<b>204,851</b>	<b>270,627</b>
<b>III. FUNDS BORROWED</b>	<b>V-II-3</b>	<b>808,697</b>	<b>17,128,851</b>	<b>17,937,548</b>	<b>1,569,623</b>	<b>14,691,032</b>	<b>16,260,655</b>
<b>IV. INTERBANK MONEY MARKET</b>		<b>14,441,650</b>	<b>3,477,120</b>	<b>17,918,770</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		-	-	-	269,939	-	269,939
4.3 Obligations under repurchase agreements		14,441,650	3,477,120	17,918,770	9,593,634	6,591,668	16,185,302
<b>V. SECURITIES ISSUED (Net)</b>	<b>V-II-3</b>	<b>2,699,638</b>	<b>9,005,273</b>	<b>11,704,911</b>	<b>2,866,343</b>	<b>7,518,365</b>	<b>10,384,708</b>
5.1 Bills		2,699,638	-	2,699,638	2,866,343	-	2,866,343
5.2 Asset backed securities		-	-	-	-	-	-
5.3 Bonds		-	9,005,273	9,005,273	-	7,518,365	7,518,365
<b>VI. FUNDS</b>		<b>5,082</b>	<b>-</b>	<b>5,082</b>	<b>20,089</b>	<b>-</b>	<b>20,089</b>
6.1 Funds against borrower's note		-	-	-	-	-	-
6.2 Others		5,082	-	5,082	20,089	-	20,089
<b>VII. MISCELLANEOUS PAYABLES</b>		<b>3,181,886</b>	<b>586,813</b>	<b>3,768,699</b>	<b>2,920,619</b>	<b>423,800</b>	<b>3,344,419</b>
<b>VIII. OTHER EXTERNAL RESOURCES PAYABLE</b>	<b>V-II-4</b>	<b>786,308</b>	<b>1,777,582</b>	<b>2,563,890</b>	<b>573,091</b>	<b>947,128</b>	<b>1,520,219</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>4,594,091</b>	<b>29,748</b>	<b>4,623,839</b>	<b>4,086,058</b>	<b>25,879</b>	<b>4,111,937</b>
12.1 General provisions	V-II-7	1,840,325	13,604	1,853,929	1,591,002	12,240	1,603,242
12.2 Restructuring reserves		-	-	-	-	-	-
12.3 Reserve for employee benefits		608,248	2,104	610,352	626,273	838	627,111
12.4 Insurance technical provisions (Net)		1,893,099	9,177	1,902,276	1,633,739	8,973	1,642,712
12.5 Other provisions	V-II-7	252,419	4,863	257,282	235,044	3,828	238,872
<b>XIII. TAX LIABILITIES</b>	<b>V-II-8</b>	<b>285,504</b>	<b>8,267</b>	<b>293,771</b>	<b>485,576</b>	<b>8,419</b>	<b>493,995</b>
13.1 Current tax liabilities		280,698	3,190	283,888	477,758	1,029	478,787
13.2 Deferred tax liabilities		4,806	5,077	9,883	7,818	7,390	15,208
<b>XIV. PAYABLES FOR ASSETS HELD FOR SALE AND ASSETS RELATED TO DISCONTINUED OPERATIONS (Net)</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>3,821,391</b>	<b>3,821,391</b>	<b>-</b>	<b>2,126,436</b>	<b>2,126,436</b>
<b>XVI. EQUITY</b>		<b>14,586,546</b>	<b>546,738</b>	<b>15,133,284</b>	<b>14,408,274</b>	<b>552,249</b>	<b>14,960,523</b>
<b>16.1 Paid-in capital</b>	<b>V-II-11</b>	<b>2,500,000</b>	<b>-</b>	<b>2,500,000</b>	<b>2,500,000</b>	<b>-</b>	<b>2,500,000</b>
<b>16.2 Capital reserves</b>		<b>833,062</b>	<b>245,142</b>	<b>1,078,204</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	(129,228)	245,142	115,914	240,729	280,801	521,530
16.2.4 Revaluation surplus on tangible assets		288,294	-	288,294	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		(57,467)	-	(57,467)	-	-	-
16.3 Profit reserves		10,161,735	150,591	10,312,326	8,664,406	130,184	8,794,590
16.3.1 Legal reserves		1,228,212	7,942	1,236,154	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		8,475,428	4,594	8,480,022	7,341,533	4,594	7,346,127
16.3.4 Other profit reserves		451,758	138,055	589,813	253,804	119,077	372,881
16.4 Profit or loss		744,599	108,675	853,274	1,772,859	101,133	1,873,992
16.4.1 Previous years' profit/loss		(6,431)	101,630	95,199	(14,354)	82,669	68,315
16.4.2 Current year's profit/loss		751,030	7,045	758,075	1,787,213	18,464	1,805,677
16.5 Non-controlling interest		347,150	42,330	389,480	445,953	40,131	486,084
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>110,112,607</b>	<b>70,232,551</b>	<b>180,345,158</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.

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES  
CONSOLIDATED OFF-BALANCE SHEET AS AT 30 JUNE 2015  
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)**

	Notes	Reviewed Current Period 30 June 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>50,853,674</b>	<b>54,059,504</b>	<b>104,913,178</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>20,810,745</b>	<b>12,098,216</b>	<b>32,908,961</b>	<b>16,892,950</b>	<b>11,782,097</b>	<b>28,675,047</b>
1.1 Letters of guarantee	V-III-1	20,697,880	5,030,748	25,728,628	16,842,349	4,616,458	21,458,807
1.1.1 Guarantees subject to State Tender Law		2,488,442	2,284,914	4,773,356	1,869,107	2,266,261	4,135,368
1.1.2 Guarantees given for foreign trade operations		996,661	-	996,661	913,389	-	913,389
1.1.3 Other letters of guarantee		17,212,777	2,745,834	19,958,611	14,059,853	2,350,197	16,410,050
1.2 Bank acceptances		73,103	1,954,954	2,028,057	20,836	1,943,257	1,964,093
1.2.1 Import letter of acceptance		2,190	104,666	106,856	2,190	78,990	81,180
1.2.2 Other bank acceptances		70,913	1,850,288	1,921,201	18,646	1,864,267	1,882,913
1.3 Letters of credit		-	5,098,345	5,098,345	-	5,212,911	5,212,911
1.3.1 Documentary letters of credit		-	5,098,345	5,098,345	-	5,212,911	5,212,911
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed pre-financings		-	2,127	2,127	-	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		39,762	4,341	44,103	29,765	5,023	34,788
1.8 Other guarantees		-	7,701	7,701	-	2,603	2,603
1.9 Other sureties		-	-	-	-	-	-
<b>II. COMMITMENTS</b>		<b>20,433,275</b>	<b>6,604,679</b>	<b>27,037,954</b>	<b>19,426,933</b>	<b>7,734,462</b>	<b>27,161,395</b>
2.1 Irrevocable commitments		18,813,169	878,532	19,691,701	17,917,041	2,878,768	20,795,809
2.1.1 Asset purchase commitments	V-III-1	557,163	688,550	1,245,713	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	8,919,744	18,893	8,938,637	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	1,719,281	-	1,719,281	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	7,077,005	-	7,077,005	7,641,987	-	7,641,987
2.1.10 Commitments for credit card and banking operations promotions	V-III-1	278,459	-	278,459	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		261,517	171,089	432,606	288,570	223,275	511,845
2.2 Revocable commitments		1,620,106	5,726,147	7,346,253	1,509,892	4,855,694	6,365,586
2.2.1 Revocable loan granting commitments		1,620,106	5,726,147	7,346,253	1,509,892	4,817,757	6,327,649
2.2.2 Other revocable commitments		-	-	-	-	37,937	37,937
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>9,609,654</b>	<b>35,356,609</b>	<b>44,966,263</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		9,609,654	35,356,609	44,966,263	6,668,972	30,363,342	37,032,314
3.2.1 Forward foreign currency purchases/sales		717,302	839,957	1,557,259	242,929	312,275	555,204
3.2.1.1 Forward foreign currency purchases		359,163	420,065	779,228	121,619	156,202	277,821
3.2.2.2 Forward foreign currency sales		358,139	419,892	778,031	121,310	156,073	277,383
3.2.2 Currency and interest rate swaps		8,501,109	28,259,707	36,760,816	5,782,733	22,857,662	28,640,395
3.2.2.1 Currency swaps-purchases		3,177,095	12,407,868	15,584,963	1,810,386	11,235,508	13,045,894
3.2.2.2 Currency swaps-sales		4,424,014	6,936,779	11,360,793	3,772,347	4,343,916	8,116,263
3.2.2.3 Interest rate swaps-purchases		450,000	4,457,530	4,907,530	100,000	3,639,119	3,739,119
3.2.2.4 Interest rate swaps-sales		450,000	4,457,530	4,907,530	100,000	3,639,119	3,739,119
3.2.3 Currency, interest rate and security options		324,333	430,186	754,519	385,290	671,258	1,056,548
3.2.3.1 Currency call options		237,437	133,476	370,913	192,645	335,629	528,274
3.2.3.2 Currency put options		86,896	296,710	383,606	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		66,910	5,826,759	5,893,669	258,020	6,522,147	6,780,167
<b>B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)</b>		<b>826,520,728</b>	<b>371,850,303</b>	<b>1,198,371,031</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>66,408,911</b>	<b>3,247,653</b>	<b>69,656,564</b>	<b>59,034,803</b>	<b>2,220,606</b>	<b>61,255,409</b>
4.1 Customers' securities held		571,007	26,020	597,027	519,902	22,567	542,469
4.2 Investment securities held in custody		54,114,019	102,670	54,216,689	48,314,735	94,082	48,408,817
4.3 Checks received for collection		9,292,549	1,962,255	11,254,804	8,405,605	1,486,159	9,891,764
4.4 Commercial notes received for collection		1,390,661	417,162	1,807,823	1,197,188	254,511	1,451,699
4.5 Other assets received for collection		2,152	107	2,259	2,152	93	2,245
4.6 Assets received through public offering		-	-	-	-	6,818	6,818
4.7 Other items under custody		69,898	70,553	140,451	17,091	87,256	104,347
4.8 Custodians		968,625	668,886	1,637,511	578,130	269,120	847,250
<b>V. PLEDGED ITEMS</b>		<b>221,237,903</b>	<b>71,937,296</b>	<b>293,175,199</b>	<b>180,417,729</b>	<b>59,408,743</b>	<b>239,826,472</b>
5.1 Securities		318,321	15,674	333,995	242,862	18,614	261,476
5.2 Guarantee notes		948,016	420,785	1,368,801	944,683	232,965	1,177,648
5.3 Commodities		26,804,582	665,212	27,469,794	25,696,626	590,812	26,287,438
5.4 Warranties		-	-	-	-	-	-
5.5 Real estates		179,545,803	58,227,725	237,773,528	142,345,512	47,319,679	189,665,191
5.6 Other pledged items		12,827,665	12,447,181	25,274,846	10,335,024	11,114,594	21,449,618
5.7 Pledged items-depository		793,516	160,719	954,235	853,022	132,079	985,101
<b>VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES</b>		<b>538,873,914</b>	<b>296,665,354</b>	<b>835,539,268</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>877,374,402</b>	<b>425,909,807</b>	<b>1,303,284,209</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.

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES  
CONSOLIDATED STATEMENT OF INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2015  
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)**

		Reviewed Current Period 1 January 2015 - 30 June 2015	Reviewed Prior Period 1 January 2014 - 30 June 2014	Reviewed Current Period 1 April 2015 - 30 June 2015	Reviewed Prior Period 1 April 2014 - 30 June 2014
	Notes				
<b>I.</b>	<b>INTEREST INCOME</b>	<b>6,618,599</b>	<b>5,682,903</b>	<b>3,506,308</b>	<b>2,906,431</b>
1.1	Interest income from loans	V-IV-1 5,417,205	4,476,533	2,800,077	2,302,319
1.2	Interest income from reserve deposits	8,144	-	5,958	-
1.3	Interest income from banks	V-IV-1 39,573	32,408	21,560	19,934
1.4	Interest income from money market transactions	586	508	420	304
1.5	Interest income from securities portfolio	V-IV-1 1,062,479	1,109,055	633,066	550,672
1.5.1	Trading financial assets	V-IV-1 3,601	10,301	1,519	6,103
1.5.2	Financial assets designated at fair value through profit or loss	-	-	-	-
1.5.3	Available-for-sale financial assets	V-IV-1 721,169	825,396	412,529	408,949
1.5.4	Held-to-maturity investments	V-IV-1 337,709	273,358	219,018	135,620
1.6	Finance lease income	47,041	38,378	24,355	19,603
1.7	Other interest income	43,571	26,021	20,872	13,599
<b>II.</b>	<b>INTEREST EXPENSE</b>	<b>3,830,375</b>	<b>3,483,445</b>	<b>2,012,784</b>	<b>1,807,164</b>
2.1	Interest expense on deposits	V-IV-2 2,820,570	2,575,586	1,475,245	1,323,252
2.2	Interest expense on funds borrowed	V-IV-2 176,723	108,921	85,043	54,876
2.3	Interest expense on money market transactions	421,500	519,030	243,447	289,899
2.4	Interest expense on securities issued	V-IV-2 276,361	197,337	142,597	100,043
2.5	Other interest expenses	135,221	82,571	66,452	39,094
<b>III.</b>	<b>NET INTEREST INCOME (I – II)</b>	<b>2,788,224</b>	<b>2,199,458</b>	<b>1,493,524</b>	<b>1,099,267</b>
<b>IV.</b>	<b>NET FEES AND COMMISSIONS INCOME</b>	<b>424,640</b>	<b>292,538</b>	<b>207,234</b>	<b>152,357</b>
4.1	Fees and commissions received	656,233	506,420	334,733	270,199
4.1.1	Non-cash loans	88,008	80,589	45,224	41,206
4.1.2	Others	568,225	425,831	289,509	228,993
4.2	Fees and commissions paid	231,593	213,882	127,499	117,842
4.2.1	Non-cash loans	473	422	230	94
4.2.2	Others	231,120	213,460	127,269	117,748
<b>V.</b>	<b>DIVIDEND INCOME</b>	<b>10,102</b>	<b>11,548</b>	<b>106</b>	<b>770</b>
<b>VI.</b>	<b>TRADING INCOME/LOSSES (Net)</b>	<b>118,575</b>	<b>160,379</b>	<b>40,640</b>	<b>87,549</b>
6.1	Trading account income/losses	V-IV-3 56,248	109,813	5,320	104,982
6.2	Income/losses from derivative financial instruments	V-IV-3 (3,680)	(20,181)	23,276	(47,862)
6.3	Foreign exchange gains/losses	V-IV-3 66,007	70,747	12,044	30,429
<b>VII.</b>	<b>OTHER OPERATING INCOME</b>	<b>972,675</b>	<b>1,062,536</b>	<b>487,585</b>	<b>594,143</b>
<b>VIII.</b>	<b>TOTAL OPERATING PROFIT (III+IV+V+VI+VII)</b>	<b>4,314,216</b>	<b>3,726,459</b>	<b>2,229,089</b>	<b>1,934,086</b>
<b>IX.</b>	<b>PROVISION FOR LOSSES ON LOANS AND OTHER RECEIVABLES (-)</b>	<b>1,007,090</b>	<b>850,647</b>	<b>549,355</b>	<b>437,539</b>
<b>X.</b>	<b>OTHER OPERATING EXPENSES (-)</b>	<b>2,413,142</b>	<b>2,007,748</b>	<b>1,133,529</b>	<b>1,043,623</b>
<b>XI.</b>	<b>NET OPERATING PROFIT/LOSS (VIII-IX-X)</b>	<b>893,984</b>	<b>868,064</b>	<b>546,205</b>	<b>452,924</b>
<b>XII.</b>	<b>INCOME RESULTED FROM MERGERS</b>	-	-	-	-
<b>XIII.</b>	<b>INCOME/LOSS FROM INVESTMENTS UNDER EQUITY ACCOUNTING</b>	<b>16,772</b>	<b>18,006</b>	<b>8,039</b>	<b>9,638</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>910,756</b>	<b>886,070</b>	<b>554,244</b>	<b>462,562</b>
<b>XVI.</b>	<b>CONTINUING OPERATIONS PROVISION FOR TAXES</b>	<b>(248,234)</b>	<b>(194,062)</b>	<b>(125,536)</b>	<b>(113,168)</b>
16.1	Current tax charges	V-IV-7 (129,040)	(275,455)	(53,287)	(202,003)
16.2	Deferred tax credits	V-IV-7 (119,194)	81,393	(72,249)	88,835
<b>XVII.</b>	<b>NET INCOME/LOSS AFTER TAXES FROM CONTINUING OPERATIONS (XV-XVI)</b>	<b>662,522</b>	<b>692,008</b>	<b>428,708</b>	<b>349,394</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>662,522</b>	<b>692,008</b>	<b>428,708</b>	<b>349,394</b>
23.1.	Equity holders of the Bank	758,075	705,090	424,690	366,874
23.2.	Non-controlling interest	V-IV-9 (95,553)	(13,082)	4,018	(17,480)
	Earnings per 100 Share (full TL)	III-XXIV 0.2650	0.2768	0.1715	0.1398

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES  
CONSOLIDATED STATEMENT OF GAINS AND LOSSES RECOGNIZED IN EQUITY  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2015**

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

	Reviewed Current Period 1 January 2015 - 30 June 2015	Reviewed Prior Period 1 January 2014 -30 June 2014	Reviewed Current Period 1 April 2015 - 30 June 2015	Reviewed Prior Period 1 April 2014 - 30 June 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>(498,992)</b>	<b>637,845</b>	<b>(334,831)</b>	<b>591,320</b>
<b>II. REVALUATION SURPLUS ON TANGIBLE ASSETS</b>	-	(2,246)	-	(2,246)
<b>III. REVALUATION SURPLUS ON INTANGIBLE ASSETS</b>	-	-	-	-
<b>IV. CURRENCY TRANSLATION DIFFERENCES</b>	<b>21,087</b>	<b>(19,778)</b>	<b>24,903</b>	<b>(6,829)</b>
<b>V. GAINS/(LOSSES) FROM CASH FLOW HEDGES (Effective Portion of Fair Value Changes)</b>	-	-	-	-
<b>VI. GAINS/(LOSSES) FROM NET FOREIGN INVESTMENT HEDGES (Effective portion)</b>	-	-	-	-
<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>(9,638)</b>	<b>22,111</b>	<b>(909)</b>	<b>40,152</b>
<b>IX. DEFERRED TAXES DUE TO VALUATION DIFFERENCES</b>	<b>99,295</b>	<b>(136,462)</b>	<b>65,288</b>	<b>(132,765)</b>
<b>X. NET GAINS/LOSSES RECOGNIZED DIRECTLY IN EQUITY (I+II+...+IX)</b>	<b>(388,248)</b>	<b>501,470</b>	<b>(245,549)</b>	<b>489,632</b>
<b>XI. CURRENT PERIOD'S PROFIT/(LOSS)</b>	<b>662,522</b>	<b>692,008</b>	<b>428,708</b>	<b>349,394</b>
11.1 Change in fair value of securities (transfers to the statement of income)	50,885	39,641	3,822	39,097
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	611,637	652,367	424,886	310,297
<b>XII. TOTAL GAINS AND LOSSES RECOGNIZED DURING THE PERIOD (X+XI)</b>	<b>274,274</b>	<b>1,193,478</b>	<b>183,159</b>	<b>839,026</b>

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**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL SUBSIDIARIES CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 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 – 30 June 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		-	-	-	-	-	-	-	-	-	-	519,594	-	-	-	-	519,594	(3,686)	515,908
IV. Hedging reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1 Cash flow hedges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Net investment hedges		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Revaluation surplus on tangible assets		-	-	-	-	-	-	-	-	-	-	-	(911)	-	-	-	(911)	(1,335)	(2,246)
VI. Revaluation surplus on intangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus shares of associates, subsidiaries and joint-ventures		-	-	-	-	-	-	-	-	-	-	-	-	(2,600)	-	-	(2,600)	-	(2,600)
VIII. Translation differences		-	-	-	-	-	-	-	(17,997)	-	-	-	-	-	-	-	(17,997)	(1,781)	(19,778)
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		-	-	-	-	-	-	-	-	-	-	6,398	-	-	-	-	6,398	3,788	10,186
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		-	-	-	-	-	-	-	13,069	-	-	-	-	-	-	-	13,069	158,193	171,262
XVII. Current period's profit/loss		-	-	-	-	-	-	-	-	705,090	-	-	-	-	-	-	705,090	(13,082)	692,008
XVIII. Profit distribution		-	-	-	-	164,197	-	1,332,654	(13,065)	(1,652,474)	67,153	-	1,535	-	-	-	(100,000)	(638)	(100,638)
18.1 Dividends		-	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	-	(100,000)	(638)	(100,638)
18.2 Transferred to reserves		-	-	-	-	164,197	-	1,332,654	(13,065)	(1,552,474)	67,153	-	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>1,068,363</b>	<b>6,337</b>	<b>7,339,845</b>	<b>402,759</b>	<b>705,090</b>	<b>103,512</b>	<b>376,273</b>	<b>51,953</b>	<b>3,682</b>	<b>-</b>	<b>-</b>	<b>13,284,500</b>	<b>450,560</b>	<b>13,735,060</b>
<b>Current period – 30 June 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		-	-	-	-	-	-	-	-	-	-	(396,812)	-	-	-	-	(396,812)	(792)	(397,604)
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		-	-	-	-	-	-	-	18,978	-	-	-	-	-	-	-	18,978	2,109	21,087
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		-	-	-	-	-	-	-	-	-	-	(8,804)	-	-	-	-	(8,804)	-	(8,804)
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		-	-	-	-	-	-	-	(2,072)	-	-	-	-	-	-	-	(2,072)	(855)	(2,927)
XVII. Current period's profit/loss		-	-	-	-	-	-	-	-	758,075	-	-	-	-	-	-	758,075	(95,553)	662,522
XVIII. Profit distribution		-	-	-	-	166,909	-	1,133,895	142,559	(1,805,677)	26,884	-	235,430	-	-	-	(100,000)	(1,513)	(101,513)
18.1 Dividends		-	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	-	(100,000)	(1,513)	(101,513)
18.2 Transferred to reserves		-	-	-	-	166,909	-	1,133,895	142,559	(1,705,677)	26,884	-	235,430	-	-	-	-	-	-
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>1,236,154</b>	<b>6,337</b>	<b>8,480,022</b>	<b>532,346</b>	<b>758,075</b>	<b>95,199</b>	<b>115,914</b>	<b>288,294</b>	<b>3,683</b>	<b>-</b>	<b>-</b>	<b>14,743,804</b>	<b>389,480</b>	<b>15,133,284</b>

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI AND ITS FINANCIAL  
SUBSIDIARIES CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2015**

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

	Reviewed Current Period 30 June 2015	Reviewed Prior Period 30 June 2014
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1 Operating profit before changes in operating assets and liabilities</b>	<b>1,246,434</b>	<b>1,844,176</b>
1.1.1 Interests received	6,132,819	5,137,964
1.1.2 Interests paid	(3,718,684)	(3,419,649)
1.1.3 Dividends received	5,483	5,189
1.1.4 Fee and commissions received	656,233	506,420
1.1.5 Other income	484,820	542,451
1.1.6 Collections from previously written-off loans and other receivables	444,283	384,341
1.1.7 Payments to personnel and service suppliers	(786,410)	(1,472,666)
1.1.8 Taxes paid	(415,005)	(178,289)
1.1.9 Others	(1,557,105)	338,415
<b>1.2 Changes in operating assets and liabilities</b>	<b>(3,861,644)</b>	<b>(4,056,407)</b>
1.2.1 Net (increase) decrease in financial assets held for trading purpose	24,466	140,654
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	(1,690,691)	(11,460)
1.2.4 Net (increase) decrease in loans	(15,105,495)	(5,881,594)
1.2.5 Net (increase) decrease in other assets	113,903	447,702
1.2.6 Net increase (decrease) in bank deposits	(36,130)	285,217
1.2.7 Net increase (decrease) in other deposits	8,871,359	2,273,989
1.2.8 Net increase (decrease) in funds borrowed	1,573,831	(609,092)
1.2.9 Net increase (decrease) in matured payables	-	-
1.2.10 Net increase (decrease) in other liabilities	2,387,113	(701,823)
<b>I. Net cash flow from banking operations</b>	<b>(2,615,210)</b>	<b>(2,212,231)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>II. Net cash flow from investing activities</b>	<b>(674,120)</b>	<b>505,626</b>
2.1 Cash paid for purchase of associates, subsidiaries and joint-ventures	-	(169,747)
2.2 Proceeds from disposal of associates, subsidiaries and joint-ventures	-	-
2.3 Cash paid for purchase of tangible assets	(84,592)	(68,623)
2.4 Proceeds from disposal of tangible assets	40,497	376,086
2.5 Cash paid for purchase of available-for-sale financial assets	(3,133,520)	(3,062,942)
2.6 Proceeds from disposal of available-for-sale financial assets	2,621,628	4,222,906
2.7 Cash paid for purchase of held-to-maturity investments	(509,494)	(2,069,018)
2.8 Proceeds from disposal of held-to-maturity investments	418,167	1,301,290
2.9 Others	(26,806)	(24,326)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III. Net cash flow from financing activities</b>	<b>2,884,817</b>	<b>1,204,827</b>
3.1 Cash obtained from funds borrowed and securities issued	6,549,257	4,027,454
3.2 Cash used for repayment of funds borrowed and securities issued	(3,562,927)	(2,721,989)
3.3 Equity instruments issued	-	-
3.4 Dividends paid	(101,513)	(100,638)
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>(32,116)</b>	<b>11,228</b>
<b>V. Net decrease in cash and cash equivalents</b>	<b>(436,629)</b>	<b>(490,550)</b>
<b>VI. Cash and cash equivalents at the beginning of the year</b>	<b>9,190,905</b>	<b>6,207,694</b>
<b>VII. Cash and cash equivalents at the end of the period</b>	<b>8,754,276</b>	<b>5,717,144</b>

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