

**CONVENIENCE TRANSLATION OF PUBLICLY ANNOUNCED  
UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS ORIGINALLY ISSUED  
IN TURKISH, SEE NOTE I. OF SECTION THREE  
TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI  
UNCONSOLIDATED BALANCE SHEET  
(STATEMENT OF FINANCIAL POSITION)  
AS AT 30 SEPTEMBER 2016**

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

	Notes	Reviewed			Audited		
		Current Period 30 September 2016			Prior Period 31 December 2015		
ASSETS		TL	FC	Total	TL	FC	Total
<b>I. CASH AND BALANCES WITH THE CENTRAL BANK</b>	<b>V-I-1</b>	<b>2,960,987</b>	<b>18,675,187</b>	<b>21,636,174</b>	<b>2,133,980</b>	<b>19,350,809</b>	<b>21,484,789</b>
<b>II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)</b>	<b>V-I-2</b>	<b>682,750</b>	<b>179,540</b>	<b>862,290</b>	<b>739,339</b>	<b>146,128</b>	<b>885,467</b>
2.1 Financial assets held for trading purpose		682,750	179,540	862,290	739,339	146,128	885,467
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	682,750	179,540	862,290	739,339	146,128	885,467
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>5</b>	<b>4,529,919</b>	<b>4,529,924</b>	<b>370,201</b>	<b>4,864,065</b>	<b>5,234,266</b>
<b>IV. RECEIVABLES FROM INTERBANK MONEY MARKETS</b>		-	-	-	-	-	-
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange money market placements		-	-	-	-	-	-
4.3 Receivables from reverse repurchase agreements		-	-	-	-	-	-
<b>V. AVAILABLE-FOR-SALE FINANCIAL ASSETS (Net)</b>	<b>V-I-4</b>	<b>12,658,473</b>	<b>4,580,285</b>	<b>17,238,758</b>	<b>12,100,346</b>	<b>4,673,623</b>	<b>16,773,969</b>
5.1 Equity securities		15	23,307	23,322	15	79,238	79,253
5.2 Debt securities issued by the governments		12,658,458	4,556,978	17,215,436	12,100,331	4,594,385	16,694,716
5.3 Other securities		-	-	-	-	-	-
<b>VI. LOANS AND RECEIVABLES</b>	<b>V-I-5</b>	<b>97,786,053</b>	<b>40,183,694</b>	<b>137,969,747</b>	<b>88,430,947</b>	<b>35,349,706</b>	<b>123,780,653</b>
6.1 Performing loans and receivables		96,752,313	40,183,694	136,936,007	87,624,772	35,349,706	122,974,478
6.1.1 Loans provided to risk group	V-V-1	44,997	184,953	229,950	86,394	60,304	146,698
6.1.2 Debt securities issued by the governments		-	-	-	-	-	-
6.1.3 Others		96,707,316	39,998,741	136,706,057	87,538,378	35,289,402	122,827,780
6.2 Loans under follow-up		5,791,443	-	5,791,443	4,850,213	-	4,850,213
6.3 Specific provisions (-)		4,757,703	-	4,757,703	4,044,038	-	4,044,038
<b>VII. FACTORING RECEIVABLES</b>		-	-	-	-	-	-
<b>VIII. HELD-TO-MATURITY INVESTMENT SECURITIES (Net)</b>	<b>V-I-6</b>	<b>7,982,632</b>	<b>104,842</b>	<b>8,087,474</b>	<b>7,546,748</b>	<b>130,981</b>	<b>7,677,729</b>
8.1 Debt securities issued by the governments		7,982,632	-	7,982,632	7,546,748	-	7,546,748
8.2 Other securities		-	104,842	104,842	-	130,981	130,981
<b>IX. INVESTMENTS IN ASSOCIATES (Net)</b>	<b>V-I-7</b>	<b>285,224</b>	<b>-</b>	<b>285,224</b>	<b>270,290</b>	<b>-</b>	<b>270,290</b>
9.1 Associates, consolidated per equity method		-	-	-	-	-	-
9.2 Unconsolidated associates		285,224	-	285,224	270,290	-	270,290
9.2.1 Financial associates		273,824	-	273,824	258,890	-	258,890
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>1,270,266</b>	<b>393,757</b>	<b>1,664,023</b>	<b>1,170,175</b>	<b>434,144</b>	<b>1,604,319</b>
10.1 Unconsolidated financial subsidiaries		1,001,370	393,757	1,395,127	916,026	434,144	1,350,170
10.2 Unconsolidated non-financial subsidiaries		268,896	-	268,896	254,149	-	254,149
<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>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</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>	<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>1,408,116</b>	<b>6,421</b>	<b>1,414,537</b>	<b>1,378,858</b>	<b>4,292</b>	<b>1,383,150</b>
<b>XV. INTANGIBLE ASSETS (Net)</b>		<b>192,775</b>	<b>-</b>	<b>192,775</b>	<b>171,277</b>	<b>-</b>	<b>171,277</b>
15.1 Goodwill		-	-	-	-	-	-
15.2 Other intangibles		192,775	-	192,775	171,277	-	171,277
<b>XVI. INVESTMENT PROPERTIES (Net)</b>	<b>V-I-12</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XVII. TAX ASSETS</b>		<b>64,664</b>	<b>-</b>	<b>64,664</b>	<b>15,421</b>	<b>-</b>	<b>15,421</b>
17.1 Current tax assets		-	-	-	-	-	-
17.2 Deferred tax assets	V-I-13	64,664	-	64,664	15,421	-	15,421
<b>XVIII. ASSETS HELD FOR SALE AND ASSETS RELATED TO THE DISCONTINUED OPERATIONS (Net)</b>	<b>V-I-14</b>	<b>1,122,835</b>	<b>-</b>	<b>1,122,835</b>	<b>994,964</b>	<b>-</b>	<b>994,964</b>
18.1 Assets held for sale		1,122,835	-	1,122,835	994,964	-	994,964
18.2 Assets related to the discontinued operations		-	-	-	-	-	-
<b>XIX. OTHER ASSETS</b>	<b>V-I-15</b>	<b>1,725,934</b>	<b>817,460</b>	<b>2,543,394</b>	<b>1,638,950</b>	<b>1,031,880</b>	<b>2,670,830</b>
<b>TOTAL ASSETS</b>		<b>128,140,714</b>	<b>69,471,105</b>	<b>197,611,819</b>	<b>116,961,496</b>	<b>65,985,628</b>	<b>182,947,124</b>

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

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TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI  
UNCONSOLIDATED BALANCE SHEET  
(STATEMENT OF FINANCIAL POSITION)  
AS AT 30 SEPTEMBER 2016**

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

			Reviewed Current Period 30 September 2016			Audited Prior Period 31 December 2015		
LIABILITIES AND EQUITY		Notes	TL	FC	Total	TL	FC	Total
<b>I.</b>	<b>DEPOSITS</b>	<b>V-II-1</b>	<b>87,368,850</b>	<b>32,617,497</b>	<b>119,986,347</b>	<b>76,470,518</b>	<b>33,452,016</b>	<b>109,922,534</b>
1.1	Deposits of the risk group	V-V-1	2,243,394	273,053	2,516,447	1,625,019	185,477	1,810,496
1.2	Other deposits		85,125,456	32,344,444	117,469,900	74,845,499	33,266,539	108,112,038
<b>II.</b>	<b>DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING PURPOSE</b>	<b>V-II-2</b>	<b>188,677</b>	<b>251,349</b>	<b>440,026</b>	<b>139,504</b>	<b>150,085</b>	<b>289,589</b>
<b>III.</b>	<b>FUNDS BORROWED</b>	<b>V-II-3</b>	<b>514,051</b>	<b>17,345,535</b>	<b>17,859,586</b>	<b>332,783</b>	<b>18,223,214</b>	<b>18,555,997</b>
<b>IV.</b>	<b>INTERBANK MONEY MARKET</b>		<b>12,048,794</b>	<b>1,886,405</b>	<b>13,935,199</b>	<b>9,340,604</b>	<b>3,403,437</b>	<b>12,744,041</b>
4.1	Interbank money market takings		1,600,367	-	1,600,367	1,150,343	-	1,150,343
4.2	Istanbul Stock Exchange money market takings		-	-	-	-	-	-
4.3	Obligations under repurchase agreements		10,448,427	1,886,405	12,334,832	8,190,261	3,403,437	11,593,698
<b>V.</b>	<b>SECURITIES ISSUED (Net)</b>	<b>V-II-3</b>	<b>3,223,089</b>	<b>8,788,291</b>	<b>12,011,380</b>	<b>3,128,044</b>	<b>7,419,715</b>	<b>10,547,759</b>
5.1	Bills		3,223,089	-	3,223,089	3,128,044	-	3,128,044
5.2	Asset backed securities		-	-	-	-	-	-
5.3	Bonds		-	8,788,291	8,788,291	-	7,419,715	7,419,715
<b>VI.</b>	<b>FUNDS</b>		<b>3,638</b>	<b>-</b>	<b>3,638</b>	<b>4,228</b>	<b>-</b>	<b>4,228</b>
6.1	Funds against borrower's note		-	-	-	-	-	-
6.2	Others		3,638	-	3,638	4,228	-	4,228
<b>VII.</b>	<b>MISCELLANEOUS PAYABLES</b>		<b>4,007,774</b>	<b>409,751</b>	<b>4,417,525</b>	<b>3,539,365</b>	<b>620,852</b>	<b>4,160,217</b>
<b>VIII.</b>	<b>OTHER EXTERNAL RESOURCES PAYABLE</b>	<b>V-II-4</b>	<b>891,657</b>	<b>1,371,207</b>	<b>2,262,864</b>	<b>601,292</b>	<b>1,770,238</b>	<b>2,371,530</b>
<b>IX.</b>	<b>FACTORING PAYABLES</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>X.</b>	<b>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.</b>	<b>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.</b>	<b>PROVISIONS</b>	<b>V-II-7</b>	<b>3,135,975</b>	<b>19,267</b>	<b>3,155,242</b>	<b>2,906,753</b>	<b>17,019</b>	<b>2,923,772</b>
12.1	General provisions	V-II-7	2,131,149	11,649	2,142,798	1,944,150	13,453	1,957,603
12.2	Restructuring reserves		-	-	-	-	-	-
12.3	Reserve for employee benefits		679,425	-	679,425	674,894	-	674,894
12.4	Insurance technical provisions (Net)		-	-	-	-	-	-
12.5	Other provisions	V-II-7	325,401	7,618	333,019	287,709	3,566	291,275
<b>XIII.</b>	<b>TAX LIABILITIES</b>	<b>V-II-8</b>	<b>453,326</b>	<b>1,573</b>	<b>454,899</b>	<b>488,757</b>	<b>1,678</b>	<b>490,435</b>
13.1	Current tax liabilities		453,326	1,573	454,899	488,757	1,678	490,435
13.2	Deferred tax liabilities	V-I-15	-	-	-	-	-	-
<b>XIV.</b>	<b>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.</b>	<b>SUBORDINATED LOANS</b>	<b>V-II-10</b>	<b>-</b>	<b>4,302,271</b>	<b>4,302,271</b>	<b>-</b>	<b>4,169,474</b>	<b>4,169,474</b>
<b>XVI.</b>	<b>EQUITY</b>		<b>18,455,030</b>	<b>327,812</b>	<b>18,782,842</b>	<b>16,336,411</b>	<b>431,137</b>	<b>16,767,548</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		2,271,608	327,812	2,599,420	1,972,304	431,137	2,403,441
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	697,155	327,812	1,024,967	399,276	431,137	830,413
16.2.4	Revaluation surplus on tangible assets		831,574	-	831,574	830,149	-	830,149
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	69,222	-	69,222
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		(50,261)	-	(50,261)	(50,261)	-	(50,261)
16.3	Profit reserves		11,762,447	-	11,762,447	9,933,998	-	9,933,998
16.3.1	Legal reserves		1,367,022	-	1,367,022	1,174,010	-	1,174,010
16.3.2	Status reserves		-	-	-	-	-	-
16.3.3	Extraordinary reserves		9,964,966	-	9,964,966	8,329,529	-	8,329,529
16.3.4	Other profit reserves		430,459	-	430,459	430,459	-	430,459
16.4	Profit or loss		1,920,975	-	1,920,975	1,930,109	-	1,930,109
16.4.1	Prior years' profit/loss		-	-	-	-	-	-
16.4.2	Current period's profit/loss		1,920,975	-	1,920,975	1,930,109	-	1,930,109
<b>TOTAL LIABILITIES AND EQUITY</b>			<b>130,290,861</b>	<b>67,320,958</b>	<b>197,611,819</b>	<b>113,288,259</b>	<b>69,658,865</b>	<b>182,947,124</b>

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

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IN TURKISH, SEE NOTE I. OF SECTION THREE**

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI  
UNCONSOLIDATED OFF-BALANCE SHEET ITEMS AS AT 30 SEPTEMBER 2016  
(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)**

	Notes	Reviewed Current Period 30 September 2016			Audited Prior Period 31 December 2015		
		TL	FC	Total	TL	FC	Total
<b>A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)</b>		<b>68,346,256</b>	<b>65,012,843</b>	<b>133,359,099</b>	<b>54,047,046</b>	<b>63,505,765</b>	<b>117,552,811</b>
<b>I. GUARANTEES AND SURETIES</b>	<b>V-III-2-4</b>	<b>24,808,408</b>	<b>10,647,479</b>	<b>35,455,887</b>	<b>22,083,837</b>	<b>10,984,524</b>	<b>33,068,361</b>
1.1 Letters of guarantee		24,745,803	4,846,321	29,592,124	21,980,769	4,810,034	26,790,803
1.1.1 Guarantees subject to State Tender Law		2,818,872	2,214,718	5,033,590	2,542,809	2,199,589	4,742,398
1.1.2 Guarantees given for foreign trade operations		1,047,135	-	1,047,135	1,030,530	-	1,030,530
1.1.3 Other letters of guarantee		20,879,796	2,631,603	23,511,399	18,407,430	2,610,445	21,017,875
1.2 Bank acceptances		49,966	822,345	872,311	86,762	1,389,251	1,476,013
1.2.1 Import letter of acceptance		-	323,642	323,642	1,590	189,471	191,061
1.2.2 Other bank acceptances		49,966	498,703	548,669	85,172	1,199,780	1,284,952
1.3 Letters of credit		12,639	4,959,773	4,972,412	16,306	4,772,403	4,788,709
1.3.1 Documentary letters of credit		12,639	4,959,773	4,972,412	16,306	4,772,403	4,788,709
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed pre-financings		-	2,382	2,382	-	2,314	2,314
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		-	12,434	12,434	-	10,522	10,522
1.9 Other sureties		-	4,224	4,224	-	-	-
<b>II. COMMITMENTS</b>		<b>24,106,303</b>	<b>10,581,250</b>	<b>34,687,553</b>	<b>21,439,019</b>	<b>13,120,948</b>	<b>34,559,967</b>
2.1 Irrevocable commitments		21,344,621	889,551	22,234,172	19,031,959	3,730,953	22,762,912
2.1.1 Asset purchase commitments	V-III-1	624,671	889,551	1,514,222	112,420	3,730,953	3,843,373
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	9,022,432	-	9,022,432	8,482,816	-	8,482,816
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	1,971,457	-	1,971,457	1,805,569	-	1,805,569
2.1.8 Tax and fund obligations on export commitments		-	-	-	-	-	-
2.1.9 Commitments for credit card limits	V-III-1	8,237,590	-	8,237,590	7,399,361	-	7,399,361
2.1.10 Commitments for credit card and banking operations promotions		362,097	-	362,097	196,037	-	196,037
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		1,126,374	-	1,126,374	1,035,756	-	1,035,756
2.2 Revocable commitments		2,761,682	9,691,699	12,453,381	2,407,060	9,389,995	11,797,055
2.2.1 Revocable loan granting commitments		2,761,682	9,691,699	12,453,381	2,407,060	9,389,995	11,797,055
2.2.2 Other revocable commitments		-	-	-	-	-	-
<b>III. DERIVATIVE FINANCIAL INSTRUMENTS</b>		<b>19,431,545</b>	<b>43,784,114</b>	<b>63,215,659</b>	<b>10,524,190</b>	<b>39,400,293</b>	<b>49,924,483</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		19,431,545	43,784,114	63,215,659	10,524,190	39,400,293	49,924,483
3.2.1 Forward foreign currency purchases/sales		463,926	439,419	903,345	211,514	257,246	468,760
3.2.1.1 Forward foreign currency purchases		232,339	219,768	452,107	106,014	128,693	234,707
3.2.2.2 Forward foreign currency sales		231,587	219,651	451,238	105,500	128,553	234,053
3.2.2 Currency and interest rate swaps		17,334,301	34,961,252	52,295,553	9,442,940	30,544,698	39,987,638
3.2.2.1 Currency swaps-purchases		11,176,109	10,141,821	21,317,930	4,382,013	12,050,672	16,432,685
3.2.2.2 Currency swaps-sales		4,958,192	11,293,839	16,252,031	4,160,927	6,080,268	10,241,195
3.2.2.3 Interest rate swaps-purchases		600,000	6,762,796	7,362,796	450,000	6,206,879	6,656,879
3.2.2.4 Interest rate swaps-sales		600,000	6,762,796	7,362,796	450,000	6,206,879	6,656,879
3.2.3 Currency, interest rate and security options		554,056	586,672	1,140,728	258,134	255,396	513,530
3.2.3.1 Currency call options		249,738	313,894	563,632	65,004	185,976	250,980
3.2.3.2 Currency put options		304,318	272,778	577,096	193,130	69,420	262,550
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		1,079,262	7,796,771	8,876,033	611,602	8,342,953	8,954,555
<b>B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)</b>		<b>1,024,566,464</b>	<b>484,431,620</b>	<b>1,508,998,084</b>	<b>899,689,613</b>	<b>421,931,972</b>	<b>1,321,621,585</b>
<b>IV. ITEMS HELD IN CUSTODY</b>		<b>81,259,337</b>	<b>3,400,048</b>	<b>84,659,385</b>	<b>74,007,877</b>	<b>3,193,339</b>	<b>77,201,216</b>
4.1 Customers' securities held		-	-	-	-	28,306	28,306
4.2 Investment securities held in custody		70,415,453	126,817	70,542,270	63,189,794	118,086	63,307,880
4.3 Checks received for collection		8,794,631	2,242,377	11,037,008	8,967,543	2,282,378	11,249,921
4.4 Commercial notes received for collection		963,088	336,307	1,299,395	1,065,285	310,417	1,375,702
4.5 Other assets received for collection		2,152	120	2,272	2,152	116	2,268
4.6 Assets received through public offering		-	-	-	-	-	-
4.7 Other items under custody		309	47,070	47,379	309	48,883	49,192
4.8 Custodians		1,083,704	647,357	1,731,061	782,794	405,153	1,187,947
<b>V. PLEDGED ITEMS</b>		<b>268,626,613</b>	<b>88,434,478</b>	<b>357,061,091</b>	<b>235,391,497</b>	<b>82,272,386</b>	<b>317,663,883</b>
5.1 Securities		469,868	13,875	483,743	435,193	14,171	449,364
5.2 Guarantee notes		770,024	502,440	1,272,464	792,339	429,076	1,221,415
5.3 Commodities		31,126,570	689,440	31,816,010	28,164,121	681,732	28,845,853
5.4 Warranties		-	-	-	-	-	-
5.5 Real estates		221,035,543	73,236,788	294,272,331	191,738,765	67,309,165	259,047,930
5.6 Other pledged items		14,701,479	13,839,628	28,541,107	13,657,901	13,683,601	27,341,502
5.7 Pledged items-depository		523,129	152,307	675,436	603,178	154,641	757,819
<b>VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES</b>		<b>674,680,514</b>	<b>392,597,094</b>	<b>1,067,277,608</b>	<b>590,290,239</b>	<b>336,466,247</b>	<b>926,756,486</b>
<b>TOTAL OFF-BALANCE SHEET ITEMS (A+B)</b>		<b>1,092,912,720</b>	<b>549,444,463</b>	<b>1,642,357,183</b>	<b>953,736,659</b>	<b>485,437,737</b>	<b>1,439,174,396</b>

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI  
UNCONSOLIDATED STATEMENT OF INCOME  
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2016**

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

	Notes	Reviewed Current Period 1 January 2016- 30 September 2016	Reviewed Prior Period 1 January 2015- 30 September 2015	Reviewed Current Period 1 July 2016- 30 September 2016	Reviewed Prior Period 1 July 2015- 30 September 2015
<b>I. INTEREST INCOME</b>		<b>12,111,223</b>	<b>9,875,205</b>	<b>4,274,110</b>	<b>3,426,558</b>
1.1 Interest income from loans	V-IV-1	10,323,261	8,408,428	3,650,790	3,024,583
1.2 Interest income from reserve deposits		81,523	20,223	26,581	12,079
1.3 Interest income from banks	V-IV-1	17,672	7,080	5,098	2,756
1.4 Interest income from money market transactions		-	-	-	-
1.5 Interest income from securities portfolio	V-IV-1	1,685,678	1,438,210	590,206	387,017
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		1,144,453	999,084	391,398	285,600
1.5.4 Held-to-maturity investments		541,225	439,126	198,808	101,417
1.6 Finance lease income		-	-	-	-
1.7 Other interest income		3,089	1,264	1,435	123
<b>II. INTEREST EXPENSE</b>		<b>7,093,240</b>	<b>5,935,618</b>	<b>2,354,319</b>	<b>2,159,747</b>
2.1 Interest expense on deposits	V-IV-2	5,391,531	4,411,455	1,767,730	1,587,716
2.2 Interest expense on funds borrowed	V-IV-2	249,362	195,486	90,085	68,985
2.3 Interest expense on money market transactions		744,811	683,543	260,322	266,326
2.4 Interest expense on securities issued	V-IV-2	478,745	439,899	165,739	161,305
2.5 Other interest expenses		228,791	205,235	70,443	75,415
<b>III. NET INTEREST INCOME (I – II)</b>		<b>5,017,983</b>	<b>3,939,587</b>	<b>1,919,791</b>	<b>1,266,811</b>
<b>IV. NET FEES AND COMMISSIONS INCOME</b>		<b>702,715</b>	<b>673,575</b>	<b>246,955</b>	<b>224,150</b>
4.1 Fees and commissions received		1,099,862	1,031,571	376,727	349,975
4.1.1 Non-cash loans		166,252	131,023	56,859	42,989
4.1.2 Others		933,610	900,548	319,868	306,986
4.2 Fees and commissions paid		397,147	357,996	129,772	125,825
4.2.1 Non-cash loans		28	89	9	22
4.2.2 Others		397,119	357,907	129,763	125,803
<b>V. DIVIDEND INCOME</b>		<b>91,722</b>	<b>62,130</b>	<b>9,000</b>	<b>-</b>
<b>VI. TRADING INCOME/LOSSES (Net)</b>	V-IV-3	<b>218,525</b>	<b>95,568</b>	<b>145,706</b>	<b>2,382</b>
6.1 Trading account income/losses	V-IV-3	48,179	58,330	7,697	2,337
6.2 Income/losses from derivative financial instruments	V-IV-3	85,858	8,349	110,974	1,807
6.3 Foreign exchange gains/losses	V-IV-3	84,488	28,889	27,035	(1,762)
<b>VII. OTHER OPERATING INCOME</b>	V-IV-4	<b>802,232</b>	<b>753,507</b>	<b>224,560</b>	<b>209,637</b>
<b>VIII. TOTAL OPERATING PROFIT (III+IV+V+VI+VII)</b>		<b>6,833,177</b>	<b>5,524,367</b>	<b>2,546,012</b>	<b>1,702,980</b>
<b>IX. PROVISION FOR LOSSES ON LOANS AND OTHER RECEIVABLES (-)</b>	V-IV-5	<b>1,537,036</b>	<b>1,191,393</b>	<b>547,007</b>	<b>201,322</b>
<b>X. OTHER OPERATING EXPENSES (-)</b>	V-IV-6	<b>2,872,845</b>	<b>2,679,324</b>	<b>966,519</b>	<b>918,707</b>
<b>XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)</b>		<b>2,423,296</b>	<b>1,653,650</b>	<b>1,032,486</b>	<b>582,951</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>	V-IV-7	<b>2,423,296</b>	<b>1,653,650</b>	<b>1,032,486</b>	<b>582,951</b>
<b>XVI. CONTINUING OPERATIONS PROVISION FOR TAXES</b>	V-IV-8	<b>(502,321)</b>	<b>(380,171)</b>	<b>(215,098)</b>	<b>(130,409)</b>
16.1 Current tax charges		(593,583)	(179,258)	(170,112)	(57,438)
16.2 Deferred tax credits		91,262	(200,913)	(44,986)	(72,971)
<b>XVII. NET INCOME/LOSS AFTER TAXES FROM CONTINUING OPERATIONS (XV-XVI)</b>	V-IV-9	<b>1,920,975</b>	<b>1,273,479</b>	<b>817,388</b>	<b>452,542</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>	V-IV-9	<b>1,920,975</b>	<b>1,273,479</b>	<b>817,388</b>	<b>452,542</b>
Profit/Loss per 100 shares (full TL)		0.7684	0.5094	0.3270	0.1810

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI  
UNCONSOLIDATED STATEMENT OF GAINS AND LOSSES RECOGNIZED IN EQUITY  
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2016**

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

	Reviewed Current Period 1 January 2016- 30 September 2016	Reviewed Prior Period 1 January 2015- 30 September 2015	Reviewed Current Period 1 July 2016- 30 September 2016	Reviewed Prior Period 1 July 2015- 30 September 2015
<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>	227,300	(880,962)	(158,495)	(399,602)
<b>II. REVALUATION SURPLUS ON TANGIBLE ASSETS</b>	(247)	577,314	-	577,314
<b>III. REVALUATION SURPLUS ON INTANGIBLE ASSETS</b>	-	-	-	-
<b>IV. CURRENCY TRANSLATION DIFFERENCES</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</b>				
<b>I. OTHER GAINS AND LOSSES RECOGNIZED IN EQUITY IN ACCORDANCE WITH TAS</b>	9,285	95,903	63,666	153,910
<b>IX. DEFERRED TAXES DUE TO VALUATION DIFFERENCES</b>	(42,019)	139,546	32,339	41,669
<b>X. NET GAINS/LOSSES RECOGNIZED DIRECTLY IN EQUITY (I+II+...+IX)</b>	194,319	(68,199)	(62,490)	373,291
<b>XI. CURRENT PERIOD'S PROFIT/(LOSS)</b>	1,920,975	1,273,479	817,388	452,542
11.1 Change in fair value of securities (transfers to the statement of income)	32,937	50,337	1,879	97
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	1,888,038	1,223,142	815,509	452,445
<b>XII.TOTAL GAINS AND LOSSES RECOGNIZED DURING THE PERIOD (X+XI)</b>	<b>2,115,294</b>	<b>1,205,280</b>	<b>754,898</b>	<b>825,833</b>

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

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

TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2016

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

REVIEWED	Notes	Paid-in Capital	Capital Reserves from Inflation Adjustments to Paid-in Capital	Share Premium	Share Cancellati on Profits	Legal Reserves	Status Reservss	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 Discount. Op.s	Shareholders' Equity before Minority Interest	Minority Interest	Total Shareholders' Equity
<b>PRIOR PERIOD – 30 September 2015</b>																			
<b>Balances at the beginning of the period</b>																			
I.		2,500,000	-	723,918	-	1,012,796	-	7,214,708	235,227	-	1,753,273	1,216,969	45,637	69,222	-	-	14,771,750	-	14,771,750
<b>Corrections made according to TAS</b>																			
II.		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1.	The effect of corrections of error	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2.	The effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	<b>Adjusted beginning balance (I+II)</b>	2,500,000	-	723,918	-	1,012,796	-	7,214,708	235,227	-	1,753,273	1,216,969	45,637	69,222	-	-	14,771,750	-	14,771,750
<b>Changes during the period</b>																			
IV.	<b>Mergers</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	<b>Associates, Subsidiaries and "Available-for-sale" securities</b>	-	-	-	-	-	-	-	-	-	-	(616,647)	-	-	-	-	(616,647)	-	(616,647)
VI.	<b>Hedges for risk management</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.1	Net cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2	Net foreign investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	<b>Revaluation surplus on tangible assets</b>	-	-	-	-	-	-	-	-	-	-	-	548,448	-	-	-	548,448	-	548,448
VIII.	<b>Revaluation surplus on intangible assets</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	<b>Bonus shares of associates, subsidiaries and joint-ventures</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	<b>Translation differences</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	<b>Changes resulted from disposal of assets</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	<b>Changes resulted from reclassifications of the assets</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	<b>Effect of change in equities of associates on the Bank's equity</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.	<b>Capital increase</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1	Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2	Internal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	<b>Share issuance</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	<b>Share cancellation profits</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.	<b>Capital reserves from inflation adjustments to paid-in capital</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII.	<b>Other</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIX.	<b>Current period's net profit/loss</b>	-	-	-	-	-	-	-	-	1,273,479	-	-	-	-	-	-	1,273,479	-	1,273,479
XX.	<b>Profit distribution</b>	-	-	-	-	161,214	-	1,114,821	141,116	-	(1,753,273)	-	236,122	-	-	-	(100,000)	-	(100,000)
20.1	Dividends	-	-	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	(100,000)	-	(100,000)
20.2	Transferred to reserves	-	-	-	-	161,214	-	1,114,821	141,116	-	(1,653,273)	-	236,122	-	-	-	-	-	-
20.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balances at the end of the period</b>		2,500,000	-	723,918	-	1,174,010	-	8,329,529	376,343	1,273,479	-	600,322	830,207	69,222	-	-	15,877,030	-	15,877,030

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2016**

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

AUDITED	Notes	Paid-in Capital	Capital Reserves from Inflation Adjustments to Paid-in Capital	Share Premium	Share Cancellat ion 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 Sale and Assets Held for Op.s	Shareholders ' Equity before Minority Interest	Minority Interest	Total Shareholders' Equity
<b>CURRENT PERIOD – 30 September 2016</b>																			
<b>I.</b>	<b>Balances at the beginning of the period</b>	2,500,000	-	723,918	-	1,174,010	-	8,329,529	380,198	-	1,930,109	830,413	830,149	69,222	-	-	16,767,548	-	16,767,548
	<b>Changes during the period</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>II.</b>	<b>Mergers</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>III.</b>	<b>Associates, Subsidiaries and "Available-for-sale" securities</b>	-	-	-	-	-	-	-	-	-	-	194,554	-	-	-	-	194,554	-	194,554
<b>IV.</b>	<b>Hedges for risk management</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1	Net cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2	Net foreign investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<b>Revaluation surplus on tangible assets</b>	-	-	-	-	-	-	-	-	-	-	-	(235)	-	-	-	(235)	-	(235)
<b>VI.</b>	<b>Revaluation surplus on intangible assets</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>VII.</b>	<b>Bonus shares of associates, subsidiaries and joint-ventures</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>VIII.</b>	<b>Translation differences</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>IX.</b>	<b>Changes resulted from disposal of the assets</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>X.</b>	<b>Changes resulted from reclassifications of the assets</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XI.</b>	<b>Effect of change in equities of associates on the Bank's equity</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XII.</b>	<b>Capital increase</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1	Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2	Internal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XIII.</b>	<b>Share issuance</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XIV.</b>	<b>Share cancellation profits</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XV.</b>	<b>Capital reserves from inflation adjustments to paid-in capital</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XVI.</b>	<b>Other</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>XVII.</b>	<b>Current period's net profit/loss</b>	-	-	-	-	-	-	-	-	1,920,975	-	-	-	-	-	-	1,920,975	-	1,920,975
<b>XVIII.</b>	<b>Profit distribution</b>	-	-	-	-	193,012	-	1,635,437	-	-	(1,930,109)	-	1,660	-	-	-	(100,000)	-	(100,000)
18.1	Dividends	-	-	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	(100,000)	-	(100,000)
18.2	Transferred to reserves	-	-	-	-	193,012	-	1,635,437	-	-	(1,830,109)	-	1,660	-	-	-	-	-	-
18.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<b>Balances at the end of the period</b>	2,500,000	-	723,918	-	1,367,022	-	9,964,966	380,198	1,920,975	-	1,024,967	831,574	69,222	-	-	18,782,842	-	18,782,842

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI  
UNCONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2016  
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)**

	Reviewed Current Period 30 September 2016	Reviewed Prior Period 30 September 2015
<b>A. CASH FLOWS FROM BANKING OPERATIONS</b>		
<b>1.1 Operating profit before changes in operating assets and liabilities</b>	<b>3,026,584</b>	<b>1,441,826</b>
1.1.1 Interests received	11,545,982	8,932,944
1.1.2 Interests paid	(6,929,095)	(5,672,581)
1.1.3 Dividends received	14,819	36,072
1.1.4 Fee and commissions received	1,099,862	1,031,571
1.1.5 Other income	99,968	67,849
1.1.6 Collections from previously written-off loans and other receivables	800,754	619,699
1.1.7 Payments to personnel and service suppliers	(1,281,851)	(1,166,846)
1.1.8 Taxes paid	(739,025)	(463,037)
1.1.9 Others	(1,584,830)	(1,943,845)
<b>1.2 Changes in operating assets and liabilities</b>	<b>(4,050,160)</b>	<b>(2,160,755)</b>
1.2.1 Net (increase) decrease in financial assets held for trading purpose	-	(1,491)
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	825,549	(5,928,935)
1.2.4 Net (increase) decrease in loans	(15,568,196)	(20,527,126)
1.2.5 Net (increase) decrease in other assets	171,434	(153,065)
1.2.6 Net increase (decrease) in bank deposits	532,177	1,899,166
1.2.7 Net increase (decrease) in other deposits	9,368,369	18,819,198
1.2.8 Net increase (decrease) in funds borrowed	(727,782)	4,333,832
1.2.9 Net increase (decrease) in matured payables	-	-
1.2.10 Net increase (decrease) in other liabilities	1,348,289	(602,334)
<b>I. Net cash flow from banking operations</b>	<b>(1,023,576)</b>	<b>(718,929)</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>II. Net cash flow from investing activities</b>	<b>(178,074)</b>	<b>(1,511,464)</b>
2.1 Cash paid for purchase of associates, subsidiaries and joint-ventures	-	-
2.2 Proceeds from disposal of associates, subsidiaries and joint-ventures	-	-
2.3 Purchases of tangible assets	(128,863)	(420,553)
2.4 Proceeds from disposal of tangible assets	281,221	454,472
2.5 Cash paid for purchase of available-for-sale financial assets	(4,100,011)	(3,810,566)
2.6 Proceeds from disposal of available-for-sale financial assets	3,987,006	2,680,840
2.7 Cash paid for purchase of held-to-maturity investments	(1,734,464)	(955,213)
2.8 Proceeds from disposal of held-to-maturity investments	1,554,938	576,755
2.9 Others	(37,901)	(37,199)
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
<b>III. Net cash flow from financing activities</b>	<b>1,433,553</b>	<b>3,815,218</b>
3.1 Cash obtained from funds borrowed and securities issued	8,647,001	9,393,901
3.2 Cash used for repayment of funds borrowed and securities issued	(7,113,448)	(5,478,683)
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>40,860</b>	<b>6,719</b>
<b>V. Net increase in cash and cash equivalents</b>	<b>272,763</b>	<b>1,591,544</b>
<b>VI. Cash and cash equivalents at the beginning of the period</b>	<b>8,200,424</b>	<b>8,182,469</b>
<b>VII. Cash and cash equivalents at the end of the period</b>	<b>8,473,187</b>	<b>9,774,013</b>

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