

**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 2017**

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

ASSETS		Notes	Reviewed Current Period September 30,2017			Audited Prior Period December 31, 2016		
			TL	FC	Total	TL	FC	Total
I.	CASH AND BALANCES WITH THE CENTRAL BANK	V-I-1	3,830,651	22,412,150	26,242,801	4,409,130	19,956,167	24,365,297
II.	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)	V-I-2	1,373,171	275,136	1,648,307	1,478,068	133,112	1,611,180
2.1	Financial assets held for trading purpose		1,373,171	275,136	1,648,307	1,478,068	133,112	1,611,180
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	1,372,856	275,136	1,647,992	1,477,867	133,112	1,610,979
2.1.4	Other securities		315	-	315	201	-	201
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		-	-	-	-	-	-
III.	BANKS	V-I-3	8,744	5,734,267	5,743,011	37,570	3,852,752	3,890,322
IV.	RECEIVABLES FROM INTERBANK MONEY MARKETS		-	-	-	-	-	-
4.1	Interbank money market placements		-	-	-	-	-	-
4.2	Istanbul Stock Exchange money market placements		-	-	-	-	-	-
4.3	Receivables from reverse repurchase agreements		-	-	-	-	-	-
V.	AVAILABLE-FOR-SALE FINANCIAL ASSETS (Net)	V-I-4	14,754,785	4,819,062	19,573,847	12,588,929	5,230,128	17,819,057
5.1	Equity securities		15	37,714	37,729	15	27,595	27,610
5.2	Debt securities issued by the governments		14,754,770	4,781,348	19,536,118	12,588,914	5,202,533	17,791,447
5.3	Other securities		-	-	-	-	-	-
VI.	LOANS AND RECEIVABLES	V-I-5	126,259,015	48,724,285	174,983,300	100,121,757	47,590,618	147,712,375
6.1	Performing loans and receivables		125,318,687	48,698,970	174,017,657	99,028,374	47,590,618	146,618,992
6.1.1	Loans provided to risk group	V-V-1	58,221	184,503	242,724	36,595	295,669	332,264
6.1.2	Debt securities issued by the governments		-	-	-	-	-	-
6.1.3	Others		125,260,466	48,514,467	173,774,933	98,991,779	47,294,949	146,286,728
6.2	Loans under follow-up		7,160,159	32,225	7,192,384	6,413,503	-	6,413,503
6.3	Specific provisions (-)		6,219,831	6,910	6,226,741	5,320,120	-	5,320,120
VII.	FACTORING RECEIVABLES		-	-	-	-	-	-
VIII.	HELD-TO-MATURITY INVESTMENT SECURITIES (Net)	V-I-6	8,704,557	286,399	8,990,956	8,039,914	140,621	8,180,535
8.1	Debt securities issued by the governments		8,704,557	179,467	8,884,024	8,039,914	-	8,039,914
8.2	Other securities		-	106,932	106,932	-	140,621	140,621
IX.	INVESTMENTS IN ASSOCIATES (Net)	V-I-7	336,089	-	336,089	299,478	-	299,478
9.1	Associates, consolidated per equity method		-	-	-	-	-	-
9.2	Unconsolidated associates		336,089	-	336,089	299,478	-	299,478
9.2.1	Financial associates		324,689	-	324,689	288,078	-	288,078
9.2.2	Non-Financial associates		11,400	-	11,400	11,400	-	11,400
X.	INVESTMENTS IN SUBSIDIARIES (Net)	V-I-8	1,506,509	492,477	1,998,986	1,363,012	434,112	1,797,124
10.1	Unconsolidated financial subsidiaries		1,238,315	492,477	1,730,792	1,094,116	434,112	1,528,228
10.2	Unconsolidated non-financial subsidiaries		268,194	-	268,194	268,896	-	268,896
XI.	INVESTMENTS IN JOINT-VENTURES (Net)	V-I-9	-	-	-	-	-	-
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		-	-	-	-	-	-
XII.	LEASE RECEIVABLES	V-I-10	-	-	-	-	-	-
12.1	Finance lease receivables		-	-	-	-	-	-
12.2	Operational lease receivables		-	-	-	-	-	-
12.3	Others		-	-	-	-	-	-
12.4	Unearned income (-)		-	-	-	-	-	-
XIII.	DERIVATIVE FINANCIAL ASSETS HELD FOR RISK MANAGEMENT PURPOSE	V-I-11	-	-	-	-	-	-
13.1	Fair value hedges		-	-	-	-	-	-
13.2	Cash flow hedges		-	-	-	-	-	-
13.3	Hedges of net investment in foreign operations		-	-	-	-	-	-
XIV.	TANGIBLE ASSETS (Net)		1,373,284	7,487	1,380,771	1,401,949	7,926	1,409,875
XV.	INTANGIBLE ASSETS (Net)		214,109	-	214,109	193,866	-	193,866
15.1	Goodwill		-	-	-	-	-	-
15.2	Other intangibles		214,109	-	214,109	193,866	-	193,866
XVI.	INVESTMENT PROPERTIES (Net)	V-I-12	-	-	-	-	-	-
XVII.	TAX ASSETS		-	-	-	83,109	-	83,109
17.1	Current tax assets		-	-	-	-	-	-
17.2	Deferred tax assets	V-I-13	-	-	-	83,109	-	83,109
XVIII.	ASSETS HELD FOR SALE AND ASSETS RELATED TO THE DISCONTINUED OPERATIONS (Net)	V-I-14	1,266,856	-	1,266,856	1,227,867	-	1,227,867
18.1	Assets held for sale		1,266,856	-	1,266,856	1,227,867	-	1,227,867
18.2	Assets related to the discontinued operations		-	-	-	-	-	-
XIX.	OTHER ASSETS	V-I-15	2,410,663	2,025,498	4,436,161	1,685,657	2,264,163	3,949,820
TOTAL ASSETS			162,038,433	84,776,761	246,815,194	132,930,306	79,609,599	212,539,905

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 BALANCE SHEET
(STATEMENT OF FINANCIAL POSITION)
AS AT 30 SEPTEMBER 2017**

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

	Notes	Reviewed Current Period September 30, 2017			Audited Prior Period December 31, 2016		
		TL	FC	Total	TL	FC	Total
LIABILITIES AND EQUITY							
I. DEPOSITS	V-II-1	101,757,690	43,961,293	145,718,983	86,113,201	37,725,176	123,838,377
1.1 Deposits of the risk group	V-V-1	2,567,435	273,866	2,841,301	1,984,546	212,599	2,197,145
1.2 Other deposits		99,190,255	43,687,427	142,877,682	84,128,655	37,512,577	121,641,232
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING PURPOSE	V-II-2	733,746	176,145	909,891	954,633	189,070	1,143,703
III. FUNDS BORROWED	V-II-3	660,020	26,842,117	27,502,137	671,898	23,521,872	24,193,770
IV. INTERBANK MONEY MARKET		14,301,227	1,871,737	16,172,964	11,172,470	1,722,864	12,895,334
4.1 Interbank money market takings		7,770,139	-	7,770,139	2,501,180	-	2,501,180
4.2 Istanbul Stock Exchange money market takings		-	-	-	-	-	-
4.3 Obligations under repurchase agreements		6,531,088	1,871,737	8,402,825	8,671,290	1,722,864	10,394,154
V. SECURITIES ISSUED (Net)	V-II-3	3,769,339	12,446,493	16,215,832	3,268,595	11,439,150	14,707,745
5.1 Bills		3,769,339	-	3,769,339	3,268,595	-	3,268,595
5.2 Asset backed securities		-	-	-	-	-	-
5.3 Bonds		-	12,446,493	12,446,493	-	11,439,150	11,439,150
VI. FUNDS		3,284	-	3,284	3,319	-	3,319
6.1 Funds against borrower's note		-	-	-	-	-	-
6.2 Others		3,284	-	3,284	3,319	-	3,319
VII. MISCELLANEOUS PAYABLES		5,672,052	758,591	6,430,643	4,381,317	781,677	5,162,994
VIII. OTHER EXTERNAL RESOURCES PAYABLE	V-II-4	673,201	1,504,683	2,177,884	677,086	1,999,105	2,676,191
IX. FACTORING PAYABLES		-	-	-	-	-	-
X. LEASE PAYABLES	V-II-5	-	-	-	-	-	-
10.1 Finance lease payables		-	-	-	-	-	-
10.2 Operational lease payables		-	-	-	-	-	-
10.3 Others		-	-	-	-	-	-
10.4 Deferred finance leasing expenses (-)		-	-	-	-	-	-
XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT PURPOSE	V-II-6	-	-	-	-	-	-
11.1 Fair value hedges		-	-	-	-	-	-
11.2 Cash flow hedges		-	-	-	-	-	-
11.3 Hedges of net investment in foreign operations		-	-	-	-	-	-
XII. PROVISIONS	V-II-7	3,260,157	15,941	3,276,098	3,205,470	18,622	3,224,092
12.1 General provisions	V-II-7	2,323,657	11,774	2,335,431	2,153,773	13,670	2,167,443
12.2 Restructuring reserves		-	-	-	-	-	-
12.3 Reserve for employee benefits		750,956	-	750,956	710,171	-	710,171
12.4 Insurance technical provisions (Net)		-	-	-	-	-	-
12.5 Other provisions	V-II-7	185,544	4,167	189,711	341,526	4,952	346,478
XIII. TAX LIABILITIES	V-II-8	470,277	58,225	528,502	422,131	2,325	424,456
13.1 Current tax liabilities		427,533	1,799	429,332	422,131	2,325	424,456
13.2 Deferred tax liabilities	V-I-13	42,744	56,426	99,170	-	-	-
XIV. PAYABLES FOR ASSETS HELD FOR SALE AND ASSETS RELATED TO DISCONTINUED OPERATIONS	V-II-9	-	-	-	-	-	-
14.1 Payables related to the assets held for sale		-	-	-	-	-	-
14.2 Payables related to the discontinued operations		-	-	-	-	-	-
XV. SUBORDINATED LOANS	V-II-10	527,616	5,119,025	5,646,641	-	5,031,213	5,031,213
XVI. EQUITY		21,872,188	360,147	22,232,335	19,035,854	202,857	19,238,711
16.1 Paid-in capital	V-II-11	2,500,000	-	2,500,000	2,500,000	-	2,500,000
16.2 Capital reserves		2,254,059	360,147	2,614,206	2,070,365	202,857	2,273,222
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	608,474	360,147	968,621	495,171	202,857	698,028
16.2.4 Revaluation surplus on tangible assets		877,685	-	877,685	829,895	-	829,895
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		91,823	-	91,823	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		(47,841)	-	(47,841)	(47,841)	-	(47,841)
16.3 Profit reserves		14,296,045	-	14,296,045	11,762,447	-	11,762,447
16.3.1 Legal reserves		1,635,332	-	1,635,332	1,367,022	-	1,367,022
16.3.2 Status reserves		-	-	-	-	-	-
16.3.3 Extraordinary reserves		12,210,313	-	12,210,313	9,964,966	-	9,964,966
16.3.4 Other profit reserves		450,400	-	450,400	430,459	-	430,459
16.4 Profit or loss		2,822,084	-	2,822,084	2,703,042	-	2,703,042
16.4.1 Prior years' profit/loss		-	-	-	-	-	-
16.4.2 Current period's profit/loss		2,822,084	-	2,822,084	2,703,042	-	2,703,042
TOTAL LIABILITIES AND EQUITY		153,700,797	93,114,397	246,815,194	129,905,974	82,633,931	212,539,905

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
UNCONSOLIDATED OFF-BALANCE SHEET ITEMS AS AT 30 SEPTEMBER 2017
(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)**

	Notes	Reviewed Current Period September 30, 2017			Audited Prior Period December 31, 2016		
		TL	FC	Total	TL	FC	Total
A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)		72,489,136	77,897,930	150,387,066	71,071,210	75,396,231	146,467,441
I. GUARANTEES AND SURETIES	V-III-2-4	29,775,078	15,631,687	45,406,765	26,743,456	13,704,968	40,448,424
1.1 Letters of guarantee		29,707,500	6,215,003	35,922,503	26,687,992	5,626,758	32,314,750
1.1.1 Guarantees subject to State Tender Law		3,174,903	3,189,679	6,364,582	3,203,501	2,571,209	5,774,710
1.1.2 Guarantees given for foreign trade operations		1,050,776	-	1,050,776	1,059,516	-	1,059,516
1.1.3 Other letters of guarantee		25,481,821	3,025,324	28,507,145	22,424,975	3,055,549	25,480,524
1.2 Bank acceptances		48,693	1,192,109	1,240,802	53,702	1,143,484	1,197,186
1.2.1 Import letter of acceptance		2,168	393,890	396,058	-	395,874	395,874
1.2.2 Other bank acceptances		46,525	798,219	844,744	53,702	747,610	801,312
1.3 Letters of credit		18,885	8,178,339	8,197,224	1,762	6,911,368	6,913,130
1.3.1 Documentary letters of credit		18,885	8,178,339	8,197,224	1,762	6,911,368	6,913,130
1.3.2 Other letters of credit		-	-	-	-	-	-
1.4 Guaranteed pre-financings		-	2,833	2,833	-	2,796	2,796
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		-	41,465	41,465	-	16,890	16,890
1.9 Other sureties		-	1,938	1,938	-	3,672	3,672
II. COMMITMENTS		28,962,941	17,035,641	45,998,582	26,475,216	12,535,618	39,010,834
2.1 Irrevocable commitments		25,867,790	1,162,344	27,030,134	23,451,047	1,502,055	24,953,102
2.1.1 Asset purchase commitments	V-III-1	450,041	1,162,344	1,612,385	1,362,697	1,502,055	2,864,752
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	11,052,514	-	11,052,514	9,817,555	-	9,817,555
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	2,445,227	-	2,445,227	2,154,102	-	2,154,102
2.1.8 Tax and fund obligations on export commitments		-	-	-	-	-	-
2.1.9 Commitments for credit card limits	V-III-1	9,879,025	-	9,879,025	8,682,835	-	8,682,835
2.1.10 Commitments for credit card and banking operations promotions		860,264	-	860,264	300,108	-	300,108
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		1,180,719	-	1,180,719	1,133,750	-	1,133,750
2.2 Revocable commitments		3,095,151	15,873,297	18,968,448	3,024,169	11,033,563	14,057,732
2.2.1 Revocable loan granting commitments		3,095,151	15,873,297	18,968,448	3,024,169	11,033,563	14,057,732
2.2.2 Other revocable commitments		-	-	-	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS		13,751,117	45,230,602	58,981,719	17,852,538	49,155,645	67,008,183
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		13,751,117	45,230,602	58,981,719	17,852,538	49,155,645	67,008,183
3.2.1 Forward foreign currency purchases/sales		1,082,153	1,454,904	2,537,057	489,310	1,120,684	1,609,994
3.2.1.1 Forward foreign currency purchases		541,342	727,489	1,268,831	244,982	560,368	805,350
3.2.2.2 Forward foreign currency sales		540,811	727,415	1,268,226	244,328	560,316	804,644
3.2.2 Currency and interest rate swaps		11,340,321	32,056,067	43,396,388	16,314,487	37,172,783	53,487,270
3.2.2.1 Currency swaps-purchases		3,007,928	12,869,324	15,877,252	8,539,652	11,631,406	20,171,058
3.2.2.2 Currency swaps-sales		6,382,393	10,430,662	10,430,662	6,324,835	9,924,553	16,249,388
3.2.2.3 Interest rate swaps-purchases		975,000	7,569,237	8,544,237	725,000	7,808,412	8,533,412
3.2.2.4 Interest rate swaps-sales		975,000	7,569,237	8,544,237	725,000	7,808,412	8,533,412
3.2.3 Currency, interest rate and security options		537,144	632,610	1,169,754	142,676	730,632	873,308
3.2.3.1 Currency call options		163,850	417,140	580,990	121,124	306,804	427,928
3.2.3.2 Currency put options		373,294	215,470	588,764	21,552	423,828	445,380
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		791,499	11,087,021	11,878,520	906,065	10,131,546	11,037,611
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		1,211,125,384	718,571,124	1,929,696,508	1,043,040,320	580,201,858	1,623,242,178
IV. ITEMS HELD IN CUSTODY		55,578,228	4,038,439	59,616,667	54,374,804	4,027,246	58,402,050
4.1 Customers' securities held		-	-	-	-	-	-
4.2 Investment securities held in custody		44,433,634	161,866	44,595,500	43,319,878	147,806	43,467,684
4.3 Checks received for collection		9,077,054	2,334,016	11,411,070	9,130,796	2,502,025	11,632,821
4.4 Commercial notes received for collection		971,428	413,348	1,384,776	941,776	410,946	1,352,722
4.5 Other assets received for collection		2,152	143	2,295	2,152	141	2,293
4.6 Assets received through public offering		-	-	-	-	-	-
4.7 Other items under custody		309	71,389	71,698	309	66,081	66,390
4.8 Custodians		1,093,651	1,057,677	2,151,328	979,893	900,247	1,880,140
V. PLEDGED ITEMS		309,779,236	118,162,428	427,941,664	280,652,246	104,200,492	384,852,738
5.1 Securities		593,537	11,285	604,822	495,249	16,366	511,615
5.2 Guarantee notes		683,561	460,733	1,144,294	767,038	544,996	1,312,034
5.3 Commodities		32,664,531	648,820	33,313,351	31,750,967	775,907	32,526,874
5.4 Warranties		-	-	-	-	-	-
5.5 Real estates		237,676,646	96,365,595	334,042,241	230,129,196	86,340,346	316,469,542
5.6 Other pledged items		37,573,795	20,549,791	58,123,586	16,959,461	16,365,309	33,324,770
5.7 Pledged items-depository		587,166	126,204	713,370	550,335	157,568	707,903
VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES		845,767,920	596,370,257	1,442,138,177	708,013,270	471,974,120	1,179,987,390
TOTAL OFF-BALANCE SHEET ITEMS (A+B)		1,283,614,520	796,469,054	2,080,083,574	1,114,111,530	655,598,089	1,769,709,619

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 2017
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)**

	Notes	Limited Review Current Period January 1, 2017-September 30, 2017	Limited Review Prior Period January 1, 2016- September 30, 2016	Limited Review Current Period July 1, 2017- September 30, 2017	Limited Review Prior Period July 1, 2016- September 30, 2016
I. INTEREST INCOME		15,282,787	12,111,223	5,285,417	4,274,110
1.1 Interest income from loans	V-IV-1	13,038,803	10,323,261	4,754,832	3,650,790
1.2 Interest income from reserve deposits		155,913	81,523	61,816	26,581
1.3 Interest income from banks	V-IV-1	32,059	17,672	15,788	5,098
1.4 Interest income from money market transactions		26,570	-	4,383	-
1.5 Interest income from securities portfolio	V-IV-1	2,026,738	1,685,678	448,179	590,206
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		1,276,108	1,144,453	323,709	391,398
1.5.4 Held-to-maturity investments		750,630	541,225	124,470	198,808
1.6 Finance lease income		-	-	-	-
1.7 Other interest income		2,704	3,089	419	1,435
II. INTEREST EXPENSE		8,980,266	7,093,240	3,481,036	2,354,319
2.1 Interest expense on deposits	V-IV-2	6,538,269	5,391,531	2,585,067	1,767,730
2.2 Interest expense on funds borrowed	V-IV-2	473,656	249,362	169,600	90,085
2.3 Interest expense on money market transactions		1,009,393	744,811	389,870	260,322
2.4 Interest expense on securities issued	V-IV-2	685,812	478,745	249,432	165,739
2.5 Other interest expenses		273,136	228,791	87,067	70,443
III. NET INTEREST INCOME (I – II)		6,302,521	5,017,983	1,804,381	1,919,791
IV. NET FEES AND COMMISSIONS INCOME		958,825	702,715	356,037	246,955
4.1 Fees and commissions received		1,440,108	1,099,862	530,737	376,727
4.1.1 Non-cash loans		216,574	166,252	76,013	56,859
4.1.2 Others		1,223,534	933,610	454,724	319,868
4.2 Fees and commissions paid		481,283	397,147	174,700	129,772
4.2.1 Non-cash loans		87	28	11	9
4.2.2 Others		481,196	397,119	174,689	129,763
V. DIVIDEND INCOME		93,501	91,722	29,936	9,000
VI. TRADING INCOME/LOSSES (Net)	V-IV-3	122,949	218,525	4,320	145,706
6.1 Trading account income/losses	V-IV-3	55,712	48,179	13,831	7,697
6.2 Income/losses from derivative financial instruments	V-IV-3	(68,539)	85,858	(34,545)	110,974
6.3 Foreign exchange gains/losses	V-IV-3	135,776	84,488	25,034	27,035
VII. OTHER OPERATING INCOME	V-IV-4	1,182,510	802,232	362,208	224,560
VIII. TOTAL OPERATING PROFIT (III+IV+V+VI+VII)		8,660,306	6,833,177	2,556,882	2,546,012
IX. PROVISION FOR LOSSES ON LOANS AND OTHER RECEIVABLES (-)	V-IV-5	1,919,883	1,537,036	567,945	547,007
X. OTHER OPERATING EXPENSES (-)	V-IV-6	3,217,881	2,872,845	1,123,659	966,519
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		3,522,542	2,423,296	865,278	1,032,486
XII. INCOME RESULTED FROM MERGERS		-	-	-	-
XIII. INCOME/LOSS FROM INVESTMENTS UNDER EQUITY ACCOUNTING		-	-	-	-
XIV. GAIN/LOSS ON NET MONETARY POSITION		-	-	-	-
INCOME/LOSS FROM CONTINUING OPERATIONS BEFORE TAXES					
XV. (XI+XII+XIII+XIV)	V-IV-7	3,522,542	2,423,296	865,278	1,032,486
XVI. CONTINUING OPERATIONS PROVISION FOR TAXES	V-IV-8	(700,458)	(502,321)	(164,604)	(215,098)
16.1 Current tax charges		(562,068)	(593,583)	(109,042)	(170,112)
16.2 Deferred tax credits		(138,390)	91,262	(55,562)	(44,986)
NET INCOME/LOSS AFTER TAXES FROM CONTINUING OPERATIONS (XV- XVI)	V-IV-9	2,822,084	1,920,975	700,674	817,388
XVIII. INCOME FROM DISCONTINUED OPERATIONS		-	-	-	-
18.1 Income from investment properties		-	-	-	-
18.2 Income from sales of subsidiaries, affiliates and joint-ventures		-	-	-	-
18.3 Other income from discontinued activities		-	-	-	-
XIX. EXPENSES FROM DISCONTINUED OPERATIONS		-	-	-	-
19.1 Investment property expenses		-	-	-	-
19.2 Losses from sales of subsidiaries, affiliates and joint ventures		-	-	-	-
19.3 Other expenses from discontinued activities		-	-	-	-
XX. INCOME/LOSS FROM DISCONTINUED OPERATIONS BEFORE TAXES		-	-	-	-
XXI. DISCONTINUED OPERATIONS PROVISION FOR TAXES		-	-	-	-
21.1 Current tax charge		-	-	-	-
21.2 Deferred tax charge		-	-	-	-
XXII. NET INCOME/LOSS AFTER TAXES FROM DISCONTINUED OPERATIONS		-	-	-	-
XXIII. NET PROFIT/LOSS (XVII+XXII)	V-IV-9	2,822,084	1,920,975	700,674	817,388
Profit/Loss per 100 shares (full TL)		1.1288	0.7684	0.2803	0.3270

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 2017**

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

	Limited Review Current Period January 1, 2017-September 30, 2017	Limited Review Prior Period January 1, 2016- September 30, 2016
GAINS AND LOSSES RECOGNIZED IN EQUITY		
VALUATION DIFFERENCES OF AVAILABLE FOR SALE FINANCIAL ASSETS RECOGNIZED		
I. IN VALUATION DIFFERENCES OF MARKETABLE SECURITIES	190,876	227,300
II. REVALUATION SURPLUS ON TANGIBLE ASSETS	(1,740)	(247)
III. REVALUATION SURPLUS ON INTANGIBLE ASSETS	-	-
IV. CURRENCY TRANSLATION DIFFERENCES	-	-
GAINS/(LOSSES) FROM CASH FLOW HEDGES		
V. (Effective Portion of Fair Value Changes)	-	-
GAINS/(LOSSES) FROM NET FOREIGN INVESTMENT HEDGES		
VI. (Effective portion)	-	-
VII. EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND ERRORS	-	-
VIII. OTHER GAINS AND LOSSES RECOGNIZED IN EQUITY IN ACCORDANCE WITH TAS	146,218	9,285
IX. DEFERRED TAXES DUE TO VALUATION DIFFERENCES	(43,814)	(42,019)
X. NET GAINS/LOSSES RECOGNIZED DIRECTLY IN EQUITY (I+II+...+IX)	291,540	194,319
XI. CURRENT PERIOD'S PROFIT/(LOSS)	2,822,084	1,920,975
11.1 Change in fair value of securities (transfers to the statement of income)	744	32,937
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	2,821,340	1,888,038
XII. TOTAL GAINS AND LOSSES RECOGNIZED DURING THE PERIOD (X+XI)	3,113,624	2,115,294

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 2017

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

	Notes	Paid-in Capital	Capital Reserves from Inflation Adjustments to Paid-in Capital	Share Cancellati Premium	Share on Profits	Legal Reserves	Status Reserves	Extraordinary Reserves	Other Reserves	Current Period Net Profit/ (Loss)	Prior Period Net Profit/ (Loss)	Valuation Differences of the Marketable Securities	Revaluation Surplus on Tangible, Intangible Assets and Investment Property	Bonus Shares of Associates, Subsidiaries and Joint Ventures	Hedging Reserves	Revaluation Surp. On Assets Held for Sale and Assets of Op.s	Shareholders' Equity before Minority Interest	Minority Interest	Total Shareholders' Equity
Prior Period – September 30, 2016																			
I.	Balances at the beginning of the period	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
II.	Corrections made according to TAS 8																		
2.1.	The effect of corrections of error	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2.	The effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Adjusted beginning balance (I+II)	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
IV.	Changes during the period																		
V.	Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	Associates, Subsidiaries and "Available-for-sale" securities	-	-	-	-	-	-	-	-	-	-	194,554	-	-	-	-	194,554	-	194,554
VII.	Hedges for risk management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.1.	Net cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2.	Net foreign investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	Revaluation surplus on tangible assets	-	-	-	-	-	-	-	-	-	-	-	(235)	-	-	-	(235)	-	(235)
IX.	Revaluation surplus on intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Bonus shares of associates, subsidiaries and joint-ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Translation differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	Changes resulted from disposal of assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	Changes resulted from reclassifications of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.	Effect of change in equities of associates on the Bank's equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	Capital increase																		
14.1.	Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2.	Internal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	Share issuance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.	Share cancellation profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII.	Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIX.	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XX.	Current period's net profit/loss	-	-	-	-	-	-	-	-	1,920,975	-	-	-	-	-	-	1,920,975	-	1,920,975
20.1.	Profit distribution	-	-	-	-	193,012	-	1,635,437	-	-	(1,930,109)	-	1,660	-	-	-	(100,000)	-	(100,000)
20.2.	Dividends	-	-	-	-	-	-	-	-	-	(100,000)	-	-	-	-	-	(100,000)	-	(100,000)
20.2.	Transferred to reserves	-	-	-	-	193,012	-	1,635,437	-	-	(1,830,109)	-	1,660	-	-	-	-	-	-
20.3.	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the end of the period		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 CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2017

(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 Cancell ation Profits	Legal Reserves	Status Reserves	Extraordinary Reserves	Other Reserves	Current Period Net Profit/ (Loss)	Prior Period Net Profit/ (Loss)	Valuation Differences of the Marketable Securities	Revaluation Surplus on Tangible, Intangible Assets and Investment Property	Bonus Shares of Associates, Subsidiaries and Joint Ventures	Hedging Reserves	Revaluation Surp. On Assets Held for Sale and Assets of	Shareholde rs' Equity before Minority Interest	Minority Interest	Total Shareholders ' Equity
Current Period – September 30, 2017																			
I.	Balances at the beginning of the period	2,500,000	-	723,918	-	1,367,022	-	9,964,966	382,618	-	2,703,042	698,028	829,895	69,222	-	-	19,238,711	-	19,238,711
II.	Changes during the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Associates, Subsidiaries and "Available-for-sale" securities	-	-	-	-	-	-	-	-	-	-	270,593	-	-	-	-	270,593	-	270,593
IV.	Hedges for risk management	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1	Net cash flow hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2	Net foreign investment hedges	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	Revaluation surplus on tangible assets	-	-	-	-	-	-	-	-	-	-	-	(1,654)	-	-	-	(1,654)	-	(1,654)
VI.	Revaluation surplus on intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII.	Bonus shares of associates, subsidiaries and joint-ventures	-	-	-	-	-	-	-	-	-	-	-	-	22,601	-	-	22,601	-	22,601
VIII.	Translation differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	Changes resulted from disposal of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	Changes resulted from reclassifications of the assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	Effect of change in equities of associates on the Bank's equity	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	Capital increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1	Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2	Internal sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	Share issuance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.	Share cancellation profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	Capital reserves from inflation adjustments to paid-in capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.	Current period's net profit/loss	-	-	-	-	-	-	-	-	2,822,084	-	-	-	-	-	-	2,822,084	-	2,822,084
XVIII.	Profit distribution	-	-	-	-	268,310	-	2,245,347	19,941	-	(2,703,042)	-	49,444	-	-	-	(120,000)	-	(120,000)
18.1	Dividends	VI-1	-	-	-	-	-	-	-	-	(120,000)	-	-	-	-	-	(120,000)	-	(120,000)
18.2	Transferred to reserves	VI-1	-	-	-	268,310	-	2,245,347	19,941	-	(2,583,042)	-	49,444	-	-	-	-	-	-
18.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Balances at the end of the period	2,500,000	-	723,918	-	1,635,332	-	12,210,313	402,559	2,822,084	-	968,621	877,685	91,823	-	-	22,232,335	-	22,232,335

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 2017
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)**

	Reviewed Current Period September 30, 2017	Reviewed Prior Period September 30, 2016
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating profit before changes in operating assets and liabilities	4,460,772	3,026,584
1.1.1 Interests received	14,134,938	11,545,982
1.1.2 Interests paid	(8,465,498)	(6,929,095)
1.1.3 Dividends received	34,630	14,819
1.1.4 Fee and commissions received	1,440,108	1,099,862
1.1.5 Other income	44,377	99,968
1.1.6 Collections from previously written-off loans and other receivables	953,626	800,754
1.1.7 Payments to personnel and service suppliers	(1,466,144)	(1,281,851)
1.1.8 Taxes paid	(662,086)	(739,025)
1.1.9 Others	(1,553,179)	(1,584,830)
1.2 Changes in operating assets and liabilities	(3,592,782)	(4,050,160)
1.2.1 Net (increase) decrease in financial assets held for trading purpose	(114)	-
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	(2,282,844)	825,549
1.2.4 Net (increase) decrease in loans	(28,025,516)	(15,568,196)
1.2.5 Net (increase) decrease in other assets	(510,509)	171,434
1.2.6 Net increase (decrease) in bank deposits	1,490,436	532,177
1.2.7 Net increase (decrease) in other deposits	19,683,603	9,368,369
1.2.8 Net increase (decrease) in funds borrowed	3,251,957	(727,782)
1.2.9 Net increase (decrease) in matured payables	-	-
1.2.10 Net increase (decrease) in other liabilities	2,800,205	1,348,289
I. Net cash flow from banking operations	867,990	(1,023,576)
B. CASH FLOWS FROM INVESTING ACTIVITIES		
II. Net cash flow from investing activities	(1,385,393)	(178,074)
2.1 Cash paid for purchase of associates, subsidiaries and joint-ventures	-	-
2.2 Proceeds from disposal of associates, subsidiaries and joint-ventures	232	-
2.3 Purchases of tangible assets	(189,489)	(128,863)
2.4 Proceeds from disposal of tangible assets	398,252	281,221
2.5 Cash paid for purchase of available-for-sale financial assets	(5,584,252)	(4,100,011)
2.6 Proceeds from disposal of available-for-sale financial assets	4,376,130	3,987,006
2.7 Cash paid for purchase of held-to-maturity investments	(1,602,467)	(1,734,464)
2.8 Proceeds from disposal of held-to-maturity investments	1,256,354	1,554,938
2.9 Others	(40,153)	(37,901)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net cash flow from financing activities	1,899,528	1,433,553
3.1 Cash obtained from funds borrowed and securities issued	9,725,818	8,647,001
3.2 Cash used for repayment of funds borrowed and securities issued	(7,706,290)	(7,113,448)
3.3 Equity instruments issued	-	-
3.4 Dividends paid	(120,000)	(100,000)
3.5 Repayments for finance leases	-	-
3.6 Others	-	-
IV. Effect of change in foreign exchange rates on cash and cash equivalents	64,794	40,860
V. Net increase in cash and cash equivalents	1,446,919	272,763
VI. Cash and cash equivalents at the beginning of the period	11,108,769	8,200,424
VII. Cash and cash equivalents at the end of the period	12,555,688	8,473,187

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