

FİNANSBANK ANONİM ŞİRKETİ

INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT, UNCONSOLIDATED FINANCIAL STATEMENTS AND NOTES FOR THE PERIOD ENDED MARCH 31, 2015

(Convenience translation of unconsolidated financial statements and the independent auditor's review report originally issued in Turkish, See Note I. of Section three)

(Convenience translation of the independent auditor's review report originally issued in Turkish, See Note I. of Section three)

FİNANSBANK ANONİM ŞİRKETİ

INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT FOR THE INTERIM PERIOD JANUARY 1 – MARCH 31, 2015

To the Board of Directors of
Finansbank Anonim Şirketi

Introduction

We have reviewed the unconsolidated balance sheet of Finansbank A.Ş. (“the Bank”) at 31 March 2015 and the related unconsolidated income statement, unconsolidated statement of income and expense items under shareholders' equity, unconsolidated statement of changes in shareholders' equity, unconsolidated statement of cash flows and a summary of significant accounting policies and other explanatory notes to the unconsolidated financial statements for the three-month-period then ended. The Bank Management is responsible for the preparation and fair presentation of interim financial statements in accordance with the “Regulation on Accounting Applications for Banks and Safeguarding of Documents” published in the Official Gazette no.26333 dated 1 November 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by Banking Regulation and Supervision Authority, (together referred as BRSA Accounting and Reporting Legislation) and Turkish Accounting Standard 34 “Interim Financial Reporting” except for the matters regulated by BRSA Legislation. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with the Standard on Review Engagements (ISRE) 2410, “Limited Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial reporting process, and applying analytical and other review procedures. A review of interim financial information is substantially less in scope than an independent audit performed in accordance with the Independent Auditing Standards and the objective of which is to express an opinion on the financial statements. Consequently, a review of the interim financial information does not provide assurance that the audit firm will be aware of all significant matters which would have been identified in an audit. Accordingly, we do not express an opinion.

Basis of Qualified Conclusion

The accompanying unconsolidated financial statements as at 31 March 2015 include a general reserve amounting to TL 82.000 thousands which is fully provided in 2014 by the Bank management for the possible results of the circumstances which may arise from any changes in the economy and market conditions.

Qualified Conclusion

Based on our review, except for the effect of the matter referred in the ‘basis of qualified conclusion’ on the unconsolidated financial statements, nothing has come to our attention that causes us to believe that the accompanying unconsolidated financial statements do not give a true view of the financial position of Finansbank A.Ş. at 31 March 2015 and of the results of its operations and its cash flows for the three-month-period then ended in all aspects in accordance with the “Regulation on Accounting Applications for Banks and Safeguarding of Documents” published in the Official Gazette no.26333 dated 1 November 2006, and other regulations on accounting records of Banks published by Banking Regulation and Supervision Agency and circulars and interpretations published by Banking Regulation and Supervision Authority, (together referred as BRSA Accounting and Reporting Legislation) and Turkish Accounting Standard 34 “Interim Financial Reporting” except for the matters regulated by BRSA Legislation.

Additional paragraph for convenience translation to English:

As explained in detail in Note I.b. of Section Three, the effects of differences between accounting principles and standards set out by BRSA Accounting and Reporting Legislation, accounting principles generally accepted in countries in which the accompanying unconsolidated financial statements are to be distributed and International Financial Reporting Standards (“IFRS”) have not been quantified in the accompanying unconsolidated financial statements. Accordingly, the accompanying unconsolidated financial statements are not intended to present the financial position, results of operations and changes in financial position and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi
A member firm of Ernst & Young Global Limited

Hatice Dilek Çilingir Köstem
Partner in Charge, SMMM

Istanbul, April 29, 2015

(Convenience translation of the independent auditor's review report originally issued in Turkish, See Note I. of Section three)

**THE UNCONSOLIDATED FINANCIAL REPORT OF FINANSBANK A.Ş.
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2015**

The Bank's;
Address of the head office : Büyükdere Cad. No: 129, 34394 Mecidiyeköy / İSTANBUL
Phone number : (0 212) 318 50 00
Facsimile number : (0 212) 318 58 50
Web page : www.finansbank.com.tr
E-mail address : name.surname@finansbank.com.tr

The unconsolidated financial report for the three-month period ended March 31, 2015, designed by the Banking Regulation and Supervision Agency in line with Communiqué on Financial Statements to be Publicly Announced and the Related Policies and Disclosures consists of the sections below:

- GENERAL INFORMATION ABOUT THE BANK
- UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS OF THE BANK
- EXPLANATIONS ON THE UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS OF THE BANK
- INFORMATION ON FINANCIAL STRUCTURE OF THE BANK
- FOOTNOTES AND EXPLANATIONS ON UNCONSOLIDATED FINANCIAL STATEMENTS
- INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT

The unconsolidated financial statements and related disclosures and footnotes for the three-month period ended March 31, 2015, are prepared in accordance with the Regulation on Principles Related to Banks' Accounting Applications and Preserving the Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards and the related statements and guidance and in compliance with the financial records of our Bank. Unless stated otherwise, the accompanying unconsolidated financial statements are presented in **thousands of Turkish Lira (TL)**.

Ömer A. Aras
Chairman of
the Board of Directors

Ali Teoman Kerman
Member of the Board of
Directors and Chairman of the
Audit Committee

Ioannis Vagionitis
Member of the Board of
Directors and of the
Audit Committee

Temel Güzelođlu
General Manager and
Member of the
Board of Directors

Adnan Menderes Yayla
Executive Vice President Responsible
of Financial Control and Planning

Ercan Sakarya
Division Manager of Financial,
Statutory Reporting and Treasury
Control

Information related to the responsible personnel to whom the questions about the financial report can be communicated:

Name-Surname/Title : Ercan Sakarya / Division Manager of Financial, Statutory Reporting and Treasury Control
Phone Number : (0 212) 318 52 92
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SECTION ONE

GENERAL INFORMATION

I. Explanatory note on the establishment date, nature of activities and history of the Bank

Finansbank Anonim Şirketi (“the Bank”) was incorporated in Istanbul on September 23, 1987. The Bank’s shares have been listed on the Borsa Istanbul (“BIST”) (formerly known as Istanbul Stock Exchange (“ISE”)) since 1990.

II. Information about the Bank’s shareholding structure, shareholders who individually or jointly have power to control the management and audit directly or indirectly, changes regarding these subjects during the year, if any, and information about the controlling group of the Bank

As of March 31, 2015, 82,23% of the Bank’s shares are owned by National Bank of Greece S.A. (“NBG”), 9,68% by NBG Finance (Dollar) PLC, 7,90% by NBGI Holdings B.V.

The Bank is a National Bank of Greece S.A (NBG) Group entity. NBG was founded in 1841 and its shares have been traded on Athens Stock Exchange since 1880 and traded on the New York Stock Exchange since 1999. NBG offers financial services to its customers such as retail banking, assets management, intermediary services and investment banking.

III. Information about the chairman and members of board of directors, members of audit committee, managing directors and executive vice presidents; any changes, and the information about the Bank shares they hold and their responsibilities

Name	Title	Date of Appointment	Education
Dr. Ömer A. Aras	Chairman and Executive Member	April 16, 2010	Phd
Sinan Şahinbaş	Deputy Chairman and Executive Member	April 16, 2010	Masters
Prof. Dr. Mustafa Aydın Aysan	Board Member	March 9, 1993	Phd
Stefanos Pantzopoulos	Board Member	October 16, 2012	Graduate
Dr. Paul Mylonas	Board Member and Audit Committee Member	February 23, 2010	Phd
Ioannis Vagionitis	Board Member and Audit Committee Member	January 6, 2014	Masters
Christos Alexis Komninos	Board Member	February 16, 2011	Graduate
Temel Güzeloğlu	Board Member and Managing Director	April 16, 2010	Masters
Mustafa Hamdi Gürtin	Board Member	April 16, 2010	Masters
Ali Teoman Kerman	Board Member and Head of Audit Committee	April 16, 2013	Masters
Paula Hadjisotiriou	Board Member	December 16, 2013	Masters
Georgios Koutsoudakis	Board Member	July 23, 2014	Graduate
Adnan Menderes Yayla	Assistant Managing Director	May 20, 2008	Masters
Metin Karabiber	Assistant Managing Director	October 8, 2010	Graduate
Murat Şakar	Assistant Managing Director	August 1, 2008	Graduate
Köksal Çoban	Assistant Managing Director	August 19, 2008	Masters
Dr. Mehmet Kürşad Demirkol	Assistant Managing Director	October 8, 2010	Phd
Özlem Cinemre	Assistant Managing Director	July 9, 1997	Graduate
Hakan Alp	Assistant Managing Director	July 7, 2010	Graduate
Filiz Sonat	Assistant Managing Director	September 19, 2007	Graduate
Erkin Aydın	Assistant Managing Director	May 16, 2011	Masters
Ömür Tan	Assistant Managing Director	October 28, 2011	Graduate
Şebnem Seniye Karaduman	Assistant Managing Director	January 9, 2012	Graduate
Halim Ersun Bilgici	Assistant Managing Director	March 15, 2013	Masters

The top level management listed above possesses immaterial number of shares of the Bank.

IV. Information about the persons and institutions that have qualified shares

Name Surname/Trade Name	Amount of Shares	Percentage of Shares	Paid-up Shares	Unpaid Shares
National Bank of Greece S.A.	2.331.170	82,23%	2.331.170	-
NBG Finance (Dollar) PLC	274.411	9,68%	274.411	-
NBGI Holdings B.V.	223.965	7,90%	223.965	-

According to the Board of Directors decision dated 16 September 2014, it has been decided that 100 founder shares issued to National Bank of Greece in accordance with the Bank's Articles of Associates will be canceled at no cost. Subject decision has been approved at the Extraordinary General Meeting dated December 4, 2014. The profit distribution is performed according to the prevailing regulations and the Articles of Association. Accordingly, 5% of the distributable profit is appropriated as legal reserves, 5% of the paid up capital is paid out as first dividend.

(*)According to a put option agreement between NBG and International Finance Corporation ("IFC") dated 29 March 2007, 5% of the Bank's shares have been bought from IFC by the main shareholder of the Bank, NBG, on 26 September 2014 and following the subject purchase as of 31 March 2015, NBG's share in the Bank's capital has reached to 99,81%.

V. Explanations on the Bank's services and activities

The Bank's activities include trade finance and corporate banking, fund management, retail banking and credit card operations. In addition, the Bank carries out insurance agency activities on behalf of insurance companies through its branches. As of March 31, 2015, the Bank operates through 656 domestic (December 31, 2014 - 656), 1 off-shore banking (December 31, 2014 - 1) and 1 Atatürk Airport Free Trade Zone (December 31, 2014 - 1) branches.

VI. A short explanation on the differences between the Regulation on Preparation of Consolidated Financial Statements of Banks and the consolidation procedures required by Turkish Accounting Standards and about institutions that are subject to full consolidation, proportional consolidation, by way of deduction from capital or those that are subject to none:

The Bank's joint venture Cigna Finans Emeklilik and Hayat Anonim Şirketi is consolidated using equity method as per the Regulation on Preparation of Consolidated Financial Statements of Banks and Turkish Accounting Standards.

Ibtech A.Ş and E-finans Elektronik Ticaret ve Bilişim Hizmetleri A.Ş. included in investments in associates and Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş. included in entities under common control are not consolidated to consolidated financial statements as per the Regulation on Preparation of Consolidated Financial Statements of Banks since they are nonfinancial investments. Bankalararası Kart Merkezi included in subsidiaries is carried at cost and not consolidated since the Bank does not have material control and presence over it.

All other subsidiaries are fully consolidated.

VII. The existing or potential, actual or legal obstacles to immediate transfer of shareholders' equity between the Parent Bank and its subsidiaries and repayment of debts:

None.

SECTION TWO

UNCONSOLIDATED FINANCIAL STATEMENTS

- I. Balance Sheet (Statement of Financial Position)
- II. Statement of Off-Balance Sheet Commitments and Contingencies
- III. Income Statement (Statement of Income / Loss)
- IV. Statement of Profit and Loss Accounted for Under Equity (Statement of Other Comprehensive Income and Loss)
- V. Statement of Changes in Shareholders' Equity
- VI. Statement of Cash Flows

**(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS AND RELATED DISCLOSURES
AND FOOTNOTES ORIGINALLY ISSUED IN TURKISH)**

**FİNANSBANK ANONİM ŞİRKETİ
BALANCE SHEET AS OF MARCH 31, 2015 (STATEMENT OF FINANCIAL POSITION)
(Amounts expressed in Thousands of Turkish Lira (TL) unless otherwise stated.)**

I. BALANCE SHEET – ASSETS

		Reviewed 31.03.2015			Audited 31.12.2014			
		Section 5 Part I	TL	FC	Total	TL	FC	Total
I.	CASH AND BALANCES WITH THE CENTRAL BANK	(1)	1.205.718	8.314.735	9.520.453	1.503.207	7.160.628	8.663.835
II.	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS (Net)	(2)	2.102.418	277.871	2.380.289	1.203.668	152.639	1.356.307
2.1	Financial assets held for trading		2.019.325	277.871	2.297.196	1.105.525	152.639	1.258.164
2.1.1	Public sector debt securities		1.462	3.823	5.285	2.520	2.299	4.819
2.1.2	Equity securities		-	-	-	-	-	-
2.1.3	Assets on trading derivatives		2.017.863	274.048	2.291.911	1.103.005	150.340	1.253.345
2.1.4	Other securities		-	-	-	-	-	-
2.2	Financial assets at fair value through profit and loss		83.093	-	83.093	98.143	-	98.143
2.2.1	Public sector debt securities		-	-	-	-	-	-
2.2.2	Equity securities		-	-	-	-	-	-
2.2.3	Loans		83.093	-	83.093	98.143	-	98.143
2.2.4	Other securities		-	-	-	-	-	-
III.	BANKS	(3)	13.438	133.707	147.145	19.390	224.302	243.692
IV.	MONEY MARKET PLACEMENTS		-	-	-	200.062	-	200.062
4.1	Interbank money market placements		-	-	-	-	-	-
4.2	Istanbul Stock Exchange money market placements		-	-	-	-	-	-
4.3	Receivables from reverse repurchase agreements	(4)	-	-	-	200.062	-	200.062
V.	INVESTMENT SECURITIES AVAILABLE-FOR-SALE (Net)	(5)	3.936.865	1.784.849	5.721.714	3.956.061	1.477.171	5.433.232
5.1	Equity securities		-	-	-	-	-	-
5.2	Public sector debt securities		3.904.174	1.747.915	5.652.089	3.924.071	1.444.438	5.368.509
5.3	Other securities		32.691	36.934	69.625	31.990	32.733	64.723
VI.	LOANS AND RECEIVABLES	(6)	44.326.268	8.002.793	52.329.061	42.874.766	7.371.360	50.246.126
6.1	Loans and receivables		43.631.517	8.002.793	51.634.310	42.306.593	7.371.360	49.677.953
6.1.1	Loans to risk group of the Bank		43.166	67.506	110.672	119.800	39.473	159.273
6.1.2	Public sector debt securities		-	-	-	-	-	-
6.1.3	Other		43.588.351	7.935.287	51.523.638	42.186.793	7.331.887	49.518.680
6.2	Non-performing loans		3.008.911	-	3.008.911	2.731.499	-	2.731.499
6.3	Specific provisions (-)		2.314.160	-	2.314.160	2.163.326	-	2.163.326
VII.	FACTORING RECEIVABLES		-	-	-	-	-	-
VIII.	INVESTMENT SECURITIES HELD TO MATURITY (Net)	(7)	3.254.526	777.958	4.032.484	3.052.566	674.657	3.727.223
8.1	Public sector debt securities		3.254.526	98.791	3.353.317	3.052.566	90.418	3.142.984
8.2	Other securities		-	679.167	679.167	-	584.239	584.239
IX.	INVESTMENT IN ASSOCIATES (Net)	(8)	3.766	-	3.766	3.766	-	3.766
9.1	Equity method associates		-	-	-	-	-	-
9.2	Unconsolidated		3.766	-	3.766	3.766	-	3.766
9.2.1	Financial Investments		-	-	-	-	-	-
9.2.2	Non-financial Investments		3.766	-	3.766	3.766	-	3.766
X.	INVESTMENT IN SUBSIDIARIES (Net)	(9)	336.725	-	336.725	444.859	-	444.859
10.1	Unconsolidated financial investments		318.679	-	318.679	426.813	-	426.813
10.2	Unconsolidated non-financial investments		18.046	-	18.046	18.046	-	18.046
XI.	ENTITIES UNDER COMMON CONTROL (JOINT VENTURES) (Net)	(10)	186.217	-	186.217	186.217	-	186.217
11.1	Equity method entities under common control		-	-	-	-	-	-
11.2	Unconsolidated		186.217	-	186.217	186.217	-	186.217
11.2.1	Financial investments		183.417	-	183.417	183.417	-	183.417
11.2.2	Non-financial Investments		2.800	-	2.800	2.800	-	2.800
XII.	LEASE RECEIVABLES (Net)	(11)	-	-	-	-	-	-
12.1	Financial lease receivables		-	-	-	-	-	-
12.2	Operational lease receivables		-	-	-	-	-	-
12.3	Others		-	-	-	-	-	-
12.4	Unearned income (-)		-	-	-	-	-	-
XIII.	DERIVATIVE FINANCIAL ASSETS HEDGING PURPOSES	(12)	3.027.565	45.314	3.072.879	1.965.902	22.844	1.988.746
13.1	Fair value hedge		2.199.384	45.314	2.244.698	1.459.151	22.844	1.481.995
13.2	Cash flow hedge		828.181	-	828.181	506.751	-	506.751
13.3	Hedging of a net investment in foreign subsidiaries		-	-	-	-	-	-
XIV.	TANGIBLE ASSETS (Net)		1.468.094	12	1.468.106	1.470.096	10	1.470.106
XV.	INTANGIBLE ASSETS (Net)		227.097	-	227.097	223.847	-	223.847
15.1	Goodwill		-	-	-	-	-	-
15.2	Others		227.097	-	227.097	223.847	-	223.847
XVI.	INVESTMENT PROPERTIES (Net)		-	-	-	-	-	-
XVII.	TAX ASSETS	(13)	37.563	-	37.563	50.050	-	50.050
17.1	Current tax assets		-	-	-	-	-	-
17.2	Deferred tax assets		37.563	-	37.563	50.050	-	50.050
XVIII.	ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	(14)	10.560	-	10.560	51.265	-	51.265
18.1	Held for sale		10.560	-	10.560	51.265	-	51.265
18.2	Discontinued operations		-	-	-	-	-	-
XIX.	OTHER ASSETS	(15)	887.246	132.960	1.020.206	817.623	99.398	917.021
TOTAL ASSETS			61.024.066	19.470.199	80.494.265	58.023.345	17.183.009	75.206.354

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

**(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS AND RELATED DISCLOSURES
AND FOOTNOTES ORIGINALLY ISSUED IN TURKISH)**

FINANSBANK ANONİM ŞİRKETİ
BALANCE SHEET AS OF MARCH 31, 2015 (STATEMENT OF FINANCIAL POSITION)
(Amounts expressed in Thousands of Turkish Lira (TL) unless otherwise stated.)

I. BALANCE SHEET – LIABILITIES AND EQUITY

		Reviewed 31.03.2015			Audited 31.12.2014			
Section 5 Part II		TL	FC	Total	TL	FC	Total	
I.	DEPOSITS	(1)	28.520.434	15.049.721	43.570.155	27.240.961	14.833.593	42.074.554
1.1	Deposits from risk group of the Bank		290.156	128.110	418.266	284.836	132.296	417.132
1.2	Other		28.230.278	14.921.611	43.151.889	26.956.125	14.701.297	41.657.422
II.	DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(2)	1.912.661	364.477	2.277.138	1.092.806	160.505	1.253.311
III.	FUNDS BORROWED	(3)	103.120	5.415.639	5.518.759	115.661	4.782.482	4.898.143
IV.	MONEY MARKET BORROWINGS		2.667.407	1.834.056	4.501.463	2.716.251	1.431.183	4.147.434
4.1	Interbank money markets takings		-	-	-	-	-	-
4.2	Istanbul Stock Exchange money markets takings		-	-	-	-	-	-
4.3	Funds provided under repurchase agreements	(4)	2.667.407	1.834.056	4.501.463	2.716.251	1.431.183	4.147.434
V.	SECURITIES ISSUED (Net)	(5)	1.976.296	3.607.133	5.583.429	2.218.569	3.154.880	5.373.449
5.1	Bills		1.765.557	335.687	2.101.244	1.971.791	262.040	2.233.831
5.2	Asset backed securities		-	-	-	-	-	-
5.3	Bonds		210.739	3.271.446	3.482.185	246.778	2.892.840	3.139.618
VI.	FUNDS		-	-	-	-	-	-
6.1	Borrower funds		-	-	-	-	-	-
6.2	Other		-	-	-	-	-	-
VII.	SUNDRY CREDITORS		1.661.336	3.373.751	5.035.087	1.629.052	2.133.518	3.762.570
VIII.	OTHER LIABILITIES	(6)	921.872	128.184	1.050.056	916.276	120.953	1.037.229
IX.	FACTORING PAYABLES		-	-	-	-	-	-
X.	LEASE PAYABLES (Net)	(7)	1.245	1.156	2.401	1.311	1.235	2.546
10.1	Financial lease payables		1.461	1.271	2.732	1.563	1.368	2.931
10.2	Operational lease payables		-	-	-	-	-	-
10.3	Others		-	-	-	-	-	-
10.4	Deferred financial lease expenses (-)		216	115	331	252	133	385
XI.	DERIVATIVE FINANCIAL LIABILITIES FOR HEDGING PURPOSES	(8)	44.864	193.463	238.327	202.104	149.976	352.080
11.1	Fair value hedge		-	193.463	193.463	70.738	149.976	220.714
11.2	Cash flow hedge		44.864	-	44.864	131.366	-	131.366
11.3	Hedge of net investments in foreign subsidiaries		-	-	-	-	-	-
XII.	PROVISIONS	(9)	1.551.851	-	1.551.851	1.438.400	-	1.438.400
12.1	General provisions		1.073.602	-	1.073.602	942.661	-	942.661
12.2	Restructuring provisions		-	-	-	-	-	-
12.3	Reserve for employee benefits		200.129	-	200.129	200.134	-	200.134
12.4	Insurance technical provisions (Net)		-	-	-	-	-	-
12.5	Other provisions		278.120	-	278.120	295.605	-	295.605
XIII.	TAX LIABILITY	(10)	35.234	-	35.234	170.778	-	170.778
13.1	Current tax liability		35.234	-	35.234	170.778	-	170.778
13.2	Deferred tax liability		-	-	-	-	-	-
XIV.	PAYABLES RELATED TO ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (NET)	(11)	-	-	-	-	-	-
14.1	Held for sale		-	-	-	-	-	-
14.2	Discontinued operations		-	-	-	-	-	-
XV.	SUBORDINATED LOANS	(12)	-	2.416.639	2.416.639	-	2.121.712	2.121.712
XVI.	SHAREHOLDERS' EQUITY		8.809.821	(96.095)	8.713.726	8.630.767	(56.619)	8.574.148
16.1	Paid-in capital	(13)	2.835.000	-	2.835.000	2.835.000	-	2.835.000
16.2	Capital reserves		212.539	(96.095)	116.444	316.472	(56.619)	259.853
16.2.1	Share Premium	(14)	714	-	714	714	-	714
16.2.2	Share cancellation profits		-	-	-	-	-	-
16.2.3	Securities value increase fund	(15)	266.733	(96.095)	170.638	401.689	(56.619)	345.070
16.2.4	Revaluation fund on tangible asset		-	-	-	-	-	-
16.2.5	Revaluation fund on intangible asset		-	-	-	-	-	-
16.2.6	Investment property revaluation differences		-	-	-	-	-	-
16.2.7	Bonus shares obtained from associates, subsidiaries and entities under common control (joint ventures)		2.689	-	2.689	2.689	-	2.689
16.2.8	Hedging funds (effective portion)		(9.456)	-	(9.456)	(40.479)	-	(40.479)
16.2.9	Accumulated valuation differences from assets held for sale and discontinued operations		-	-	-	-	-	-
16.2.10	Other capital reserves		(48.141)	-	(48.141)	(48.141)	-	(48.141)
16.3	Profit reserves		4.645.738	-	4.645.738	4.601.867	-	4.601.867
16.3.1	Legal reserves		409.238	-	409.238	365.367	-	365.367
16.3.2	Status reserves		-	-	-	-	-	-
16.3.3	Extraordinary reserves		4.236.500	-	4.236.500	4.236.500	-	4.236.500
16.3.4	Other profit reserves		-	-	-	-	-	-
16.4	Profit or loss		1.116.544	-	1.116.544	877.428	-	877.428
16.4.1	Prior years' income/ (losses)		833.557	-	833.557	-	-	-
16.4.2	Current period income/ (loss)		282.987	-	282.987	877.428	-	877.428
16.5	Minority shares		-	-	-	-	-	-
TOTAL LIABILITIES AND EQUITY			48.206.141	32.288.124	80.494.265	46.372.936	28.833.418	75.206.354

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

**(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS AND RELATED DISCLOSURES
AND FOOTNOTES ORIGINALLY ISSUED IN TURKISH)**

**FINANSBANK ANONİM ŞİRKETİ
STATEMENT OF OFF BALANCE SHEET COMMITMENTS AND CONTINGENCIES
AS OF MARCH 31, 2015**

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

II. STATEMENT OF OFF-BALANCE COMMITMENTS AND CONTINGENCIES

	Section 5 Part III	Reviewed 31.03.2015			Audited 31.12.2014		
		TL	FC	TOTAL	TL	FC	TOTAL
A. OFF BALANCE SHEET CONTINGENCIES AND COMMITMENTS (I+II+III)		83.012.106	90.992.467	174.004.573	88.912.523	81.029.264	169.941.787
I. GUARANTEES	(1), (2), (3),(4)	5.286.860	4.215.690	9.502.550	5.214.732	3.945.677	9.160.409
1.1. Letters of guarantee		5.274.083	2.371.872	7.645.955	5.205.798	2.208.929	7.414.727
1.1.1. Guarantees subject to State Tender Law		282.659	29.284	311.943	238.293	28.417	266.710
1.1.2. Guarantees given for foreign trade operations		2.916.321	2.342.588	5.258.909	2.895.013	2.180.512	5.075.525
1.1.3. Other letters of guarantee		2.075.103	-	2.075.103	2.072.492	-	2.072.492
1.2. Bank loans		12.775	1.043.146	1.055.921	8.934	903.353	912.287
1.2.1. Import letter of acceptance		12.775	1.043.146	1.055.921	8.934	903.353	912.287
1.2.2. Other bank acceptances		-	-	-	-	-	-
1.3. Letters of credit		2	776.947	776.949	-	812.318	812.318
1.3.1. Documentary letters of credit		2	751.299	751.301	-	614.869	614.869
1.3.2. Other letters of credit		-	25.648	25.648	-	197.449	197.449
1.4. Prefinancing given as guarantee		-	-	-	-	-	-
1.5. Endorsements		-	-	-	-	-	-
1.5.1. Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
1.5.2. Other endorsements		-	-	-	-	-	-
1.6. Securities issue purchase guarantees		-	-	-	-	-	-
1.7. Factoring guarantees		-	-	-	-	-	-
1.8. Other guarantees		-	23.725	23.725	-	21.077	21.077
1.9. Other collaterals		-	-	-	-	-	-
II. COMMITMENTS		30.986.259	3.421.500	34.407.759	29.112.513	2.365.704	31.478.217
2.1. Irrevocable commitments		30.901.112	2.897.129	33.798.241	29.008.708	1.907.143	30.915.851
2.1.1. Forward asset purchase commitments		1.158.928	2.844.900	4.003.828	688.063	1.862.257	2.550.320
2.1.2. Forward deposit purchase and sales commitments		-	-	-	-	-	-
2.1.3. Share capital commitment to associates and subsidiaries		-	-	-	-	-	-
2.1.4. Loan granting commitments		10.009.761	261	10.010.022	8.536.833	232	8.537.065
2.1.5. Securities underwriting commitments		-	-	-	-	-	-
2.1.6. Commitments for reserve deposit requirements		-	-	-	-	-	-
2.1.7. Payment commitment for checks		2.581.435	-	2.581.435	2.420.299	-	2.420.299
2.1.8. Tax and fund liabilities from export commitments		8.227	-	8.227	7.626	-	7.626
2.1.9. Commitments for credit card expenditure limits		16.612.700	-	16.612.700	16.812.040	-	16.812.040
2.1.10. Commitments for promotions related with credit cards and banking activities		27.328	-	27.328	22.604	-	22.604
2.1.11. Receivables from short sale commitments		-	-	-	-	-	-
2.1.12. Payables for short sale commitments		-	-	-	-	-	-
2.1.13. Other irrevocable commitments		502.733	51.968	554.701	521.243	44.654	565.897
2.2. Revocable commitments		85.147	524.371	609.518	103.805	458.561	562.366
2.2.1. Revocable loan granting commitments		85.147	524.371	609.518	103.805	458.561	562.366
2.2.2. Other revocable commitments		-	-	-	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS	(5)	46.738.987	83.355.277	130.094.264	54.585.278	74.717.883	129.303.161
3.1. Derivative financial instruments for hedging purposes		12.482.884	18.143.726	30.626.610	13.357.379	16.633.829	29.991.208
3.1.1. Fair value hedge		6.316.209	13.539.986	19.856.195	6.870.913	12.335.168	19.206.081
3.1.2. Cash flow hedge		6.166.675	4.603.740	10.770.415	6.486.466	4.298.661	10.785.127
3.1.3. Hedge of net investment in foreign operations		-	-	-	-	-	-
3.2. Held for trading transactions		34.256.103	65.211.551	99.467.654	41.227.899	58.084.054	99.311.953
3.2.1. Forward foreign currency buy/sell transactions		4.022.412	7.215.521	11.237.933	2.329.798	2.771.354	5.101.152
3.2.1.1. Forward foreign currency transactions-buy		2.612.176	3.030.571	5.642.747	1.305.411	1.244.832	2.550.243
3.2.1.2. Forward foreign currency transactions-sell		1.410.236	4.184.950	5.595.186	1.024.387	1.526.522	2.550.909
3.2.2. Swap transactions related to foreign currency and interest rates		26.022.873	48.888.827	74.911.700	35.786.236	47.901.622	83.687.858
3.2.2.1. Foreign currency swap-buy		13.760.060	18.736.058	32.496.118	19.144.314	17.935.272	37.079.586
3.2.2.2. Foreign currency swap-sell		11.106.467	20.536.599	31.643.066	15.712.662	21.352.952	37.065.614
3.2.2.3. Interest rate swaps-buy		578.173	4.808.085	5.386.258	464.630	4.306.699	4.771.329
3.2.2.4. Interest rate swaps-sell		578.173	4.808.085	5.386.258	464.630	4.306.699	4.771.329
3.2.3. Foreign currency, interest rate and securities options		4.209.938	8.498.704	12.708.642	3.110.969	6.955.232	10.066.201
3.2.3.1. Foreign currency options-buy		1.993.576	4.332.761	6.326.337	1.502.096	3.520.388	5.022.484
3.2.3.2. Foreign currency options-sell		2.216.362	4.165.943	6.382.305	1.608.873	3.434.844	5.043.717
3.2.3.3. Interest rate options-buy		-	-	-	-	-	-
3.2.3.4. Interest rate options-sell		-	-	-	-	-	-
3.2.3.5. Securities options-buy		-	-	-	-	-	-
3.2.3.6. Securities options-sell		-	-	-	-	-	-
3.2.4. Foreign currency futures		880	73.408	74.288	896	38.444	39.340
3.2.4.1. Foreign currency futures-buy		440	36.704	37.144	448	19.222	19.670
3.2.4.2. Foreign currency futures-sell		440	36.704	37.144	448	19.222	19.670
3.2.5. Interest rate futures		-	-	-	-	-	-
3.2.5.1. Interest rate futures-buy		-	-	-	-	-	-
3.2.5.2. Interest rate futures-sell		-	-	-	-	-	-
3.2.6. Other		-	535.091	535.091	-	417.402	417.402
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		431.562.195	76.466.757	508.028.952	398.851.830	69.067.178	467.919.008
IV. ITEMS HELD IN CUSTODY		11.816.347	1.661.008	13.477.355	7.076.630	1.530.536	8.607.166
4.1. Assets under management		8.288.661	-	8.288.661	3.128.580	-	3.128.580
4.2. Investment securities held in custody		1.004.173	842.285	1.846.458	1.232.314	757.722	1.990.036
4.3. Checks received for collection		1.837.726	257.785	2.095.511	2.054.477	258.410	2.312.887
4.4. Commercial notes received for collection		685.783	141.685	827.468	661.253	138.426	799.679
4.5. Other assets received for collection		-	-	-	-	-	-
4.6. Assets received for public offering		-	-	-	-	-	-
4.7. Other items under custody		4	419.253	419.257	6	375.978	375.984
4.8. Custodians		-	-	-	-	-	-
V. PLEDGED ITEMS		248.146.923	36.337.696	284.484.619	234.715.130	31.709.225	266.424.355
5.1. Marketable securities		582.701	2.964.403	3.547.104	620.378	2.260.821	2.881.199
5.2. Guarantee notes		193.615	59.513	253.128	181.761	52.651	234.412
5.3. Commodity		41.544	-	41.544	41.344	-	41.344
5.4. Warranty		-	-	-	-	-	-
5.5. Properties		61.451.420	13.766.115	75.217.535	57.209.764	11.327.616	68.537.380
5.6. Other pledged items		185.877.643	19.547.665	205.425.308	176.661.883	18.068.137	194.730.020
5.7. Pledged items-depository		-	-	-	-	-	-
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		171.598.925	38.468.053	210.066.978	157.060.070	35.827.417	192.887.487
TOTAL OFF BALANCE SHEET ACCOUNTS (A+B)		514.574.301	167.459.224	682.033.525	487.764.353	150.096.442	637.860.795

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

**(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS AND RELATED DISCLOSURES
AND FOOTNOTES ORIGINALLY ISSUED IN TURKISH)**

FINANSBANK ANONİM ŞİRKETİ
INCOME STATEMENT FOR THE PERIOD ENDED MARCH 31, 2015
(STATEMENT OF INCOME/LOSS)

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

III. INCOME STATEMENT

	Section 5 Part IV	Reviewed 01.01 - 31.03.2015	Reviewed 01.01 - 31.03.2014
I. INTEREST INCOME	(1)	1.725.433	1.494.940
1.1 Interest on loans		1.531.509	1.284.426
1.2 Interest received from reserve deposits		2.884	-
1.3 Interest received from banks		560	261
1.4 Interest received from money market placements		13.798	15.414
1.5 Interest received from marketable securities portfolio		173.660	194.069
1.5.1 Held-for-trading financial assets		421	1.343
1.5.2 Financial assets at fair value through profit and loss		2.881	-
1.5.3 Available-for-sale financial assets		98.384	117.117
1.5.4 Investments held-to-maturity		71.974	75.609
1.6 Finance lease income		-	-
1.7 Other interest income		3.022	770
II. INTEREST EXPENSE	(2)	866.714	835.280
2.1 Interest on deposits		658.276	676.506
2.2 Interest on funds borrowed		54.289	44.692
2.3 Interest on money market borrowings		50.969	52.894
2.4 Interest on securities issued		96.895	57.390
2.5 Other interest expense		6.285	3.798
III. NET INTEREST INCOME (I - II)		858.719	659.660
IV. NET FEES AND COMMISSIONS INCOME		331.509	380.978
4.1 Fees and commissions received		385.533	430.293
4.1.1 Non-cash loans		13.992	11.588
4.1.2 Other		371.541	418.705
4.2 Fees and commissions paid		54.024	49.315
4.2.1 Non-cash loans		279	187
4.2.2 Other		53.745	49.128
V. DIVIDEND INCOME	(3)	62.457	-
VI. NET TRADING INCOME	(4)	(128.130)	(43.367)
6.1 Securities trading gains/ (losses)		12.203	3.375
6.2 Gains / (losses) from financial derivatives transactions		(98.026)	10.321
6.3 Foreign exchange gains/ (losses)		(42.307)	(57.063)
VII. OTHER OPERATING INCOME	(5)	125.683	59.459
VIII. NET OPERATING INCOME (III+IV+V+VI+VII)		1.250.238	1.056.730
IX. PROVISION FOR LOAN LOSSES AND OTHER RECEIVABLES (-)	(6)	272.182	226.764
X. OTHER OPERATING EXPENSES (-)	(7)	636.439	639.397
XI. NET OPERATING INCOME/(LOSS) (VIII-IX-X)		341.617	190.569
XII. AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER		-	-
XIII. GAIN / (LOSS) ON EQUITY METHOD		-	-
XIV. GAIN / (LOSS) ON NET MONETARY POSITION		-	-
XV. PROFIT/(LOSS) FROM CONTINUED OPERATIONS BEFORE TAXES (XI+...+XIV)	(8)	341.617	190.569
XVI. TAX CHARGE FOR CONTINUED OPERATIONS (±)	(9)	(58.630)	(61.602)
16.1 Current income tax charge		(37.325)	-
16.2 Deferred tax charge / benefit		(21.305)	(61.602)
XVII. NET PROFIT/(LOSS) FROM CONTINUED OPERATIONS (XV±XVI)	(10)	282.987	128.967
XVIII. INCOME ON DISCONTINUED OPERATIONS		-	-
18.1 Income on assets held for sale		-	-
18.2 Income on sale of associates, subsidiaries and entities under common control		-	-
18.3 Income on other discontinued operations		-	-
XIX. LOSS FROM DISCONTINUED OPERATIONS (-)		-	-
19.1 Loss from assets held for sale		-	-
19.2 Loss on sale of associates, subsidiaries and entities under common control		-	-
19.3 Loss from other discontinued operations		-	-
XX. PROFIT / (LOSS) ON DISCONTINUED OPERATIONS BEFORE TAXES (XVIII-XIX)	(8)	-	-
XXI. TAX CHARGE FOR DISCONTINUED OPERATIONS (±)	(9)	-	-
21.1 Current income tax charge		-	-
21.2 Deferred tax charge / benefit		-	-
XXII. NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XX±XXI)	(10)	-	-
XXIII. NET PROFIT/LOSS (XVII+XXII)	(11)	282.987	128.967
23.1 Group's profit/loss		282.987	128.967
23.2 Minority shares (-)		-	-
Earnings per share		0,00998	0,00455

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

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS AND RELATED DISCLOSURES
AND FOOTNOTES ORIGINALLY ISSUED IN TURKISH)

FINANSBANK ANONİM ŞİRKETİ
STATEMENT OF PROFIT AND LOSS ACCOUNTED FOR UNDER EQUITY
FOR THE PERIOD ENDED MARCH 31, 2015
(INCOME STATEMENT ACCOUNTS BOOKED IN SHAREHOLDERS' EQUITY)
(Amounts expressed in Thousands of Turkish Lira (TL) unless otherwise stated.)

IV. STATEMENT OF PROFIT AND LOSS ACCOUNTED FOR UNDER EQUITY

	Reviewed 01.01 - 31.03.2015	Reviewed 01.01 - 31.03.2014
I. ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS	(191.006)	(2.074)
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	-	-
V. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR CASH FLOW HEDGE PURPOSES (Effective Portion of Fair Value Differences)	38.779	67.420
VI. PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGE OF NET INVESTMENT IN FOREIGN OPERATIONS (Effective Portion of Fair Value Differences)	-	-
VII. THE EFFECT OF CORRECTIONS OF ERRORS AND CHANGES IN ACCOUNTING POLICIES	-	-
VIII. OTHER PROFIT LOSS ITEMS ACCOUNTED FOR UNDER EQUITY AS PER TURKISH ACCOUNTING STANDARDS	-	-
IX. DEFERRED TAX OF VALUATION DIFFERENCES	8.818	8.119
X. TOTAL NET PROFIT/LOSS ACCOUNTED FOR UNDER EQUITY (I+II+...+IX)	(143.409)	73.465
XI. PROFIT/LOSS	282.987	128.967
11.1 Change in fair value of marketable securities (Transfer to Profit/Loss)	8.041	(898)
11.2 Reclassification and transfer of derivatives accounted for cash flow hedge purposes recycled to Income Statement	(24.894)	-
11.3 Transfer of hedge of net investments in foreign operations recycled to Income Statement	-	-
11.4 Other	299.840	129.865
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR IN THE PERIOD (X±XI)	139.578	202.432

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

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS AND RELATED DISCLOSURES AND FOOTNOTES ORIGINALLY ISSUED IN TURKISH)

FINANSBANK ANONİM ŞİRKETİ
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIOD ENDED MARCH 31, 2015

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

V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Reviewed	Section 5 Note II.13	Paid-in Capital	Effect of inflation Accounting on Capital and Other Capital Reserves	Share Premium	Share Certificate Cancellation Profits	Legal Reserves	Statutory Reserves	Extraordinary Reserves	Other Reserves	Current Period Net Income/ (Loss)	Prior Period Net Income/ (Loss)	Marketable Securities Value Increase Fund	Tangible and Intangible Assets Revaluation Differences	Bonus Shares Obtained from Associates	Hedging Funds	Acc. Val. Diff. from Assets Held for Sale and Assets from Disc.Op.	Total Equity
Prior period –																	
01.01 – 31.03.2014																	
I.		2.700.000	-	714	-	328.655	-	3.673.973	(32.665)	-	734.239	144.886	-	2.689	95.987	-	7.648.478
II.																	
III.	(1)											19.529					19.529
IV.																	
4.1															53.936		53.936
4.2															53.936		53.936
V.																	
VI.																	
VII.																	
VIII.	(2)																
IX.																	
X.																	
XI.																	
XII.	(5)																
12.1																	
12.2																	
XIII.																	
XIV.																	
XV.																	
XVI.																	
XVII.										128.967							128.967
XVIII.	(3)					36.712		697.527			(734.239)						
18.1																	
18.2						36.712		697.527			(734.239)						
18.3																	
Closing balance (III+IV+V+.....+ XVIII+XIX+XX)		2.700.000	-	714	-	365.367	-	4.371.500	(32.665)	128.967	-	164.415	-	2.689	149.923	-	7.850.910

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

(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS AND RELATED DISCLOSURES AND FOOTNOTES ORIGINALLY ISSUED IN TURKISH)

FINANSBANK ANONİM ŞİRKETİ
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIOD ENDED MARCH 31, 2015

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

V. STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

Reviewed	Section 5 Note	Paid-in Capital	Effect of inflation Accounting on Capital and		Share Cancellation Profits	Legal Reserves	Statutory Reserves	Extraordinary Reserves	Other Reserves	Current Period Net Income/ (Loss)	Prior Period Net Income/ (Loss)	Marketable Securities Value Increase	Tangible and Intangible Assets Revaluation Differences	Bonus Shares Obtained from Associates	Hedging Funds	Acc. Val. Diff. from Assets Held for Sale and Assets from Disc. Op.	Total Equity
			Other Capital	Share Premium													
I. Current period – 01.01 – 31.03.2015																	
Beginning Balance		2.835.000	-	714	-	365.367	-	4.236.500	(48.141)	-	877.428	345.070	-	2.689	(40.479)	-	8.574.148
Changes in period		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
II. Increase/decrease related to merger																	
Marketable securities valuation differences	(1)	-	-	-	-	-	-	-	-	-	-	(174.432)	-	-	-	-	(174.432)
IV. Hedging funds (effective portion)															31.023	-	31.023
4.1 Cash-flow hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	31.023	-	31.023
4.2 Hedge of net investment in foreign operations		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Tangible assets revaluation differences																	
VI. Intangible assets revaluation differences																	
VII. Bonus shares obtained from associates, subsidiaries and entities under common control																	
VIII. Foreign exchange differences	(2)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. The disposal of asset																	
X. The reclassification of asset																	
XI. The effect of change in associates' equity																	
XII. Capital increase	(5)																
12.1 Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2 Internal sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Share Premium																	
XIV. Share cancellation profits																	
XV. Inflation adjustment to paid-in capital																	
XVI. Other																	
XVII. Period net income/(loss)										282.987	-	-	-	-	-	-	282.987
XVIII. Profit distribution	(3)					43.871					(43.871)						
18.1 Dividends distributed		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2 Transfers to reserves		-	-	-	-	43.871	-	-	-	-	(43.871)	-	-	-	-	-	-
18.3 Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance (I+II+III+.....+XVI+XVII+XVIII)		2.835.000	-	714	-	409.238	-	4.236.500	(48.141)	282.987	833.557	170.638	-	2.689	(9.456)	-	8.713.726

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

**(CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS AND RELATED DISCLOSURES
AND FOOTNOTES ORIGINALLY ISSUED IN TURKISH)**

**FINANSBANK ANONİM ŞİRKETİ
STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED MARCH 31, 2015**

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

VI. STATEMENT OF CASH FLOWS

		Section 5	Reviewed	Reviewed
		Part V.	01.01 - 31.03.2015	01.01 - 31.03.2014
A.	CASH FLOWS FROM / (TO) BANKING OPERATIONS			
1.1	Operating profit before changes in operating assets and liabilities (+)		106.446	1.107.286
1.1.1	Interest received (+)		1.429.631	1.467.456
1.1.2	Interest paid (-)		(1.009.091)	(689.002)
1.1.3	Dividend received (+)		-	-
1.1.4	Fees and commissions received (+)		385.749	429.835
1.1.5	Other income (+)		408	54.342
1.1.6	Collections from previously written off loans (+)		156.105	151.583
1.1.7	Payments to personnel and service suppliers (-)		(439.806)	(464.280)
1.1.8	Taxes paid (-)		(240.655)	(132.898)
1.1.9	Others (+/-)	(1)	(175.895)	290.250
1.2	Changes in operating assets and liabilities		(466.916)	826.510
1.2.1	Net (increase) decrease in financial assets held for trading (+/-)		(541)	147.648
1.2.2	Net (increase) decrease in financial assets at fair value through profit or loss (+/-)		5.704	(112.794)
1.2.3	Net (increase) decrease in due from banks (+/-)		(1.125.352)	(100.455)
1.2.4	Net (increase) decrease in loans (+/-)		(1.500.581)	(2.415.608)
1.2.5	Net (increase) decrease in other assets (+/-)	(1)	(93.788)	260.144
1.2.6	Net increase (decrease) in bank deposits (+/-)		10.241	232.516
1.2.7	Net increase (decrease) in other deposits (+/-)		376.339	2.718.124
1.2.8	Net increase (decrease) in funds borrowed (+/-)		161.436	(225.113)
1.2.9	Net increase (decrease) in matured payables (+/-)		-	-
1.2.10	Net increase (decrease) in other liabilities (+/-)	(1)	1.699.626	322.048
I.	Net cash provided from / (used in) banking operations (+/-)		(360.470)	1.933.796
B.	CASH FLOWS FROM INVESTING ACTIVITIES			
II.	Net cash provided from / (used in) investing activities (+/-)		(588.219)	(1.016.550)
2.1	Cash paid for purchase of entities under common control, associates and subsidiaries (-)		-	-
2.2	Cash obtained from sale of entities under common control, associates and subsidiaries (+)		-	-
2.3	Fixed assets purchases (-)		(31.668)	(989.305)
2.4	Fixed assets sales (+)		160.755	-
2.5	Cash paid for purchase of financial assets available for sale (-)		(934.144)	(12.789.093)
2.6	Cash obtained from sale of financial assets available for sale (+)		420.627	13.020.951
2.7	Cash paid for purchase of investment securities (-)		(250.519)	(234.084)
2.8	Cash obtained from sale of investment securities (+)		71.450	-
2.9	Others (+/-)		(24.720)	(25.019)
C.	CASH FLOWS FROM FINANCING ACTIVITIES			
III.	Net cash provided from / (used in) financing activities (+/-)		98.782	(593.821)
3.1	Cash obtained from funds borrowed and securities issued (+)		949.830	551.038
3.2	Cash used for repayment of funds borrowed and securities issued (-)		(850.839)	(1.144.585)
3.3	Capital increase (+)		-	-
3.4	Dividends paid (-)		-	-
3.5	Payments for finance leases (-)		(209)	(274)
3.6	Other (+/-)		-	-
IV.	Effect of change in foreign exchange rate on cash and cash equivalents (+/-)		273.618	(101.929)
V.	Net increase / (decrease) in cash and cash equivalents (I+II+III+IV)		(576.289)	221.496
VI.	Cash and cash equivalents at beginning of the period (+)	(1)	2.867.988	2.098.546
VII.	Cash and cash equivalents at end of the period (V+VI)	(2)	2.291.699	2.320.042

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

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**FINANSBANK ANONİM ŞİRKETİ
NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2015**

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

**SECTION THREE
ACCOUNTING POLICIES**

I. Basis of presentation

1. Preparation of the financial statements and the accompanying footnotes in accordance with Turkish Accounting Standards and Regulation on Principles Related to Banks' Accounting Applications and Maintaining the Documents

The Turkish Banking Law No: 5411 is published in the Official Gazette No: 25983 dated November 1, 2005. The Bank prepared the accompanying unconsolidated financial statements as of March 31, 2015 and the related disclosures and footnotes, in accordance with the regulations, communiqués, interpretations and legislations related to accounting and financial reporting principles published by the Banking Regulation and Supervision Agency ("BRSA"), and in case where a specific regulation is not made by BRSA, accounting and valuation standards as described in the "Regulation on Principles Related to Banks' Accounting Applications and Maintaining the Documents", dated November 1, 2006 which is published in the Official Gazette No: 26333, which refers to "Turkish Accounting Standards" ("TAS"), put into effect by Public Oversight Accounting and Auditing Standards Authority ("KGK"), and "Turkish Financial Reporting Standards" ("TFRS") issued by the "Turkish Accounting Standards Board" ("TASB") and additional explanations and notes related to them and other decrees, notes and explanations related to accounting and financial reporting principles (all "Turkish Accounting Standards" or "TAS") published by the Banking Regulation and Supervision Agency ("BRSA"). The format and detail of the publicly announced unconsolidated financial statements and notes to these statements have been prepared in accordance with the "Communiqué on Publicly Announced Financial Statements, Explanations and Notes to These Financial Statements", published in Official Gazette no. 28337, dated 28 June 2012, and amendments to this Communiqué.

Financial statements and the related disclosures and footnotes have been presented in thousands of Turkish Lira unless otherwise specified.

Explanation for Convenience Translation to English

The differences between accounting principles, as described in these preceding paragraphs and accounting principles generally accepted in countries in which consolidated financial statements are to be distributed and International Financial Reporting Standards ("IFRS") have not been quantified in these consolidated financial statements. Accordingly, these consolidated financial statements are not intended to present the financial position, results of operations and changes in financial position and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

2. Classifications

None.

3. Accounting policies and valuation principles used in the preparation of the financial statements

Accounting policies and valuation principles used in the preparation of the financial statements are determined and applied, in accordance with the regulations, communiqués, interpretations and legislations related to accounting and financial reporting principles published by the Banking Regulation and Supervision Agency ("BRSA"), and in case where a specific regulation is not made by BRSA, the requirements of TAS and are consistent with the accounting policies applied in the annual financial statements of the year ended December 31, 2014. The amendments of TAS and TFRS, effective as of January 1, 2015, have no material impact on the the Bank's accounting policies, financial position and performance. The aforementioned accounting policies and valuation principles are explained in Notes II to XXV below.

The financial statements have been prepared in TL, under the historical cost convention except for the financial assets and liabilities carried at fair value, which are financial assets designated at fair value through profit or loss, available for sale financial assets, subsidiaries, joint ventures, trading derivative financial assets, and hedging derivative financial assets and liabilities. In addition, carrying value of assets subject to fair value hedge but are carried at historical cost is adjusted to reflect fair value changes related to risks being hedged.

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**FINANSBANK ANONİM ŞİRKETİ
NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2015**

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

I. Basis of presentation (continued)

The preparation of unconsolidated financial statements in conformity with TAS requires the use of certain critical accounting estimates by the Bank management to exercise its judgment on the assets and liabilities of the balance sheet and contingent matters as of the balance sheet date. These estimates, which include the fair value calculations of financial instruments and impairments of financial assets are being reviewed regularly and, when necessary, suitable corrections are made and the effects of these corrections are reflected to the income statement. Assumptions and estimates that are used in the preparation of the accompanying financial statements are explained in the following related disclosures.

The amendments of TAS and TFRS, except TFRS 9 Financial Instruments, which have been published as of reporting date but have not been effective yet, have no impact on the accounting policies, financial condition and performance of the Bank. Aforementioned standard will mainly effect Bank's classification and valuation of financial assets. Since its impact will change based on financial asset management model used and assets held as of transition date, it has not yet been detected. The Bank is still assessing the impact of TFRS 9 Financial Instruments standard.

II. Strategy for the use of financial instruments and the foreign currency transactions

1. Strategy for the use of financial instruments

The major funding sources of the Bank are customer deposits, bond issues and funds borrowed from international markets. The customer deposits bear fixed interest rate and have an average maturity of 1-3 months in line with the sector. Domestic bond issues are realized within the maturity of 6 months and foreign bond issues are based on long maturities with fixed interests. Funds borrowed from abroad mostly bear floating rates and are reprised at an average period of 3-6 months. The Bank diverts its placements to assets with high return and sufficient collaterals. The Bank manages the liquidity structure to meet its liabilities when due by diversifying the funding sources and keeping sufficient cash and cash equivalents. The maturity of fund sources and maturity and yield of placements are considered to the extent possible within the current market conditions and higher return on long-term placements is aimed.

Besides customer deposits, the Bank funds its long term fixed interest rate TL loan portfolio with long term (up to 10 years) floating interest rate foreign currency funds obtained from international markets. The Bank converts the foreign currency liquidity obtained from the international markets to TL liquidity using long term swap transactions (fixed TL interest rate and floating FC interest rate). Thus, the Bank generates TL denominated resources for funding long term loans with fixed interest rates.

The Bank has determined securities portfolio limits based on the market risk limitations for money, capital and commodity markets. Products included in the securities portfolio are subject to position and risk limits. Position limits restrict the maximum nominal position based on the product. Risk limits are expressed in terms of "Value at Risk (VAR)" by taking the risk tolerance as a cap. The maximum VAR amounts are determined for the three main risk factors, which affect the securities portfolio that is subject to market risk, as well as determining the risk tolerance based on the total value at risk. The above mentioned limits are revised annually.

The strategies for hedging exchange rate risk generated from the Bank's foreign currency available-for-sale debt securities are explained in foreign currency risk section and the applications regarding the cash flow hedging of interest rate cash flow risk generated from deposits are explained in the Interest Rate Risk section in detail.

Hedging strategies for foreign exchange risk resulting from other foreign currency transactions are explained in the foreign currency risk section.

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NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
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(Amounts expressed in Thousands of Turkish Lira (TL) unless otherwise stated.)

II. Strategy for the use of financial instruments and the foreign currency transactions (continued)

2. Foreign currency transactions

2.1. Foreign currency exchange rates used in converting transactions denominated in foreign currencies and presentation of them in the financial statements

The Bank accounts for the transactions denominated in foreign currencies in accordance with TAS 21 “The Effects of Changes in Foreign Exchange Rates”. Foreign exchange gains and losses arising from transactions that are completed as of March 31, 2015 are converted to TL by using historical foreign currency exchange rates. Balances of the foreign currency denominated assets and liabilities except for non-monetary amounts are converted into TL by using foreign currency exchange rates of the Bank for the period end and the resulting exchange differences are recorded as foreign exchange gains and losses. Foreign currency nonmonetary items measured at fair value are converted with currency exchange rates at the time of fair value measurement. The Bank’s foreign currency exchange rates for the related period ends are as follows:

	<u>March 31, 2015</u>	<u>December 31, 2014</u>
US Dollar	TL 2,6102	TL 2,3189
Euro	TL 2,8309	TL 2,8207

2.2. Net profit or loss is included in the total foreign exchange differences for the period

As of March 31, 2015, the net loss on exchange included in net profit is TL 42.307 (March 31, 2014 – TL 57.063 loss on exchange).

III. Information on associate, subsidiaries and entities under common control (joint ventures)

Subsidiaries and joint ventures are accounted for in accordance with the principles in TAS 39 “Financial Instruments: Recognition and Measurement”, whereas subsidiaries are accounted under cost principle in the unconsolidated accompanying financial statements.

IV. Explanations on forwards, option contracts and derivative instruments

The Bank enters into forward currency purchase/sale agreements and swap transactions to reduce the foreign currency risk and interest rate risk and manage foreign currency liquidity risk. The Bank also carries out currency and interest options, station, and credit default swap and futures agreements.

Besides customer deposits, the Bank funds its long term fixed interest rate TL loan portfolio with long term (up to 10 years) floating interest rate foreign currency funds obtained from international markets. The Bank changes the foreign currency liquidity obtained from the international markets to TL liquidity with long term swap transactions (fixed TL interest rate and floating FC interest rate). Therefore, the Bank not only funds its long term fixed interest rate loans with TL but also hedges itself against interest rate risk.

In accordance with TAS 39 “Financial Instruments: Recognition and Measurement”, derivative instruments are categorized as “hedging purpose” or “trading purpose” transactions. Derivatives are initially recognized at fair value and subsequently measured at fair value. Also, the liabilities and receivables arising from the derivative transactions are recorded as off-balance sheet items at their contractual values. The derivative transactions are accounted for at fair value subsequent to initial recognition and are presented in the “Assets on Trading Derivatives” and “Liabilities on Trading Derivatives” or “Assets on Hedging Purpose Derivatives” and “Liabilities on Hedging Purpose Derivatives” items of the balance sheet depending on the resulting positive or negative amounts of the computed value. These amounts presented on the balance sheet, represent the fair value differences based on the valuation.

Fair values of forward foreign currency purchase and sales contracts, currency and interest rate swap transactions are calculated by using internal pricing models based on market data. Unrealized gains and losses are reflected in the income statement in the current period.

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

IV. Explanations on forwards, option contracts and derivative instruments (continued)

Fair values of option contracts are calculated with option pricing models and the resulting unrealized gains and losses are reflected in the current period income statement.

Futures transactions are accounted for at settlement prices of related stock market as of the balance sheet date and related unrealized gains and losses are presented in the current period income statement.

Fair value of credit default swaps is calculated using internal pricing models based on market data and related unrealized gains and losses are reflected in the current period income statement.

Upon valuation of derivative instruments that are not subject to hedge accounting, differences in fair value, except for currency revaluation differences, are recorded in the income statement on Gains/Losses from Derivative transactions. These foreign currency valuation differences are accounted for under "Foreign Exchange Gains/Losses" account.

In cash flow hedge accounting:

The Bank applies cash flow hedge accounting using interest swaps to hedge its TL and FC customer deposits with an average maturity of 1 month against interest rate fluctuations. The Bank implements effectiveness tests at the balance sheet dates for hedge accounting; the effective parts are accounted as defined in TAS 39, in financial statements under equity "Hedging Funds", whereas the amount concerning ineffective parts is associated with income statement.

In cash flow hedge accounting, when the hedging instrument expires, is executed or sold and when the hedge relationship becomes ineffective or is discontinued as a result of the hedge relationship being revoked; the hedging gains and losses that were previously recognized under equity are transferred to profit or loss when the cash flows of the hedged item are realized.

In fair value hedge accounting:

The Bank applies fair value hedge accounting within the framework of TAS 39 using swaps to hedge a portion of its long term, fixed rate mortgage and project finance loans against possible fair value change due to market interest rate fluctuations.

The Bank applies fair value hedge accounting using fx swaps to hedge long term, fixed rate, foreign currency eurobonds in its portfolio against interest rate fluctuations.

The Bank applies fair value hedge accounting to hedge itself against the changes in the interest rates related to the long term government bonds with fixed coupon held by the Bank using swaps as hedging instruments. The Bank performs hedge effectiveness tests at each balance sheet date.

Information on Eurobond, TL government bonds and loan portfolio, recognized as fair value hedged items, is presented in Section 3, Footnote VII. 2 and 4.

The Bank applies fair value hedge accounting to hedge itself against the changes in the interest rates related to the foreign currency bonds issued by the Bank using interest rate swaps as hedging instruments. The Bank performs hedge effectiveness tests at each balance sheet date.

At each balance sheet date the Parent Bank applies effectiveness tests for fair value hedge accounting.

When the hedging instrument expires, is executed or sold and when the hedge relationship becomes ineffective or is discontinued as a result of the hedge relationship being revoked, adjustments made to the carrying amount of the hedged item are transferred to profit and loss with straight line method for portfolio hedges or with effective interest rate method for micro hedges. In case the hedged item is derecognized, hedge accounting is discontinued and within context of fair value hedge accounting, adjustments made to the value of the hedged item are accounted in income statement.

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NOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
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(Amounts expressed in Thousands of Turkish Lira (TL) unless otherwise stated.)

V. Explanations on interest income and expenses

Interest income and expenses are recognized in the income statement for all interest bearing instruments on an accrual basis using the effective interest rate method. In accordance with the related regulation, the interest receivables and accruals of non-performing loans are cancelled and not recorded as interest income until collected.

VI. Explanations on fees and commission income and expenses

Fees and commission income and expenses are accounted for on an accrual basis or on effective interest rate method, except for the certain banking transactions that income is recognized immediately. Income generated through agreements or through the sale and purchases of assets on behalf of third parties, is recorded as income when collected.

VII. Explanations on financial assets

Financial assets comprise cash and cash equivalents and the contractual right to obtain cash or another financial asset from counterparty or to exchange financial assets with counterparty or the equity instrument transactions of the counterparty. Financial assets are classified in four categories; as “Financial Assets at Fair Value through Profit or Loss”, “Investment Securities Available-For-Sale”, “Investment Securities Held-To-Maturity”, and “Loans And Other Receivables”. The classification of the financial assets is determined at the initial inception of the related financial assets.

1. Financial assets at fair value through profit or loss

1.1. Trading securities

The Bank accounts for its trading securities at fair value. The interest income that is from trading securities is presented as interest income in the income statement, while the difference between the cost and the fair value of trading securities and the gain or loss resulting from the sale of these financial assets before their maturity are realized under securities trading gains / losses.

1.2. Financial assets at fair value through profit or loss

The Bank has classified its mortgage loans that were initiated between January 1, 2006 – December 31, 2007, as financial assets at fair value through profit or loss in compliance with TAS 39. These loans are presented under “Financial Assets at Fair Value through Profit or Loss” as loan and fair value differences are presented as “Securities Trading Gains (Losses)” in order to be in compliance with the balance sheet presentation.

Financial assets at fair value through profit or loss are initially recorded at cost and are measured at fair value in the following periods.

The fair value of loans presented under “Financial Assets at Fair Value through Profit or Loss” are determined under current market conditions, taking into consideration the estimated price of a transaction at the measurement date depending on sale of an asset or transfer of a liability between market participants (in other words, exit price at measurement date from the perspective of an owner of an asset or from a debtor’s).

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**FİNANSBANK ANONİM ŞİRKETİ
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(Amounts expressed in Thousands of Turkish Lira (TL) unless otherwise stated.)

VII. Explanations on financial assets (continued)

2. Investment securities available for sale

Available for sale assets represent financial assets other than financial assets at fair value through profit or loss, loans and other receivables and investment securities held to maturity.

Premiums and discounts on investments securities available-for-sale are considered during the computation of the internal rate of return and are included in interest income in the income statement. Accrued interest income on investment securities available for sale is recognized in the income statement whereas gains and losses arising from the change in the fair values of such securities are reflected in equity under “Securities value increase fund” (Unrealized Gains/Losses on Securities). When investment securities available for sale are sold, collected or otherwise disposed of, the cumulative fair value adjustments under equity are transferred to the income statement. The Bank has inflation indexed (CPI) government bonds in its available for sale and held-to-maturity portfolios. CPI government bonds that are constant throughout their lives and their real principal amounts are preserved from inflation. These marketable securities are valued and accounted by using effective interest rate method by considering the real coupon rates and reference inflation index at the issue date together with the index calculated by considering the estimated inflation rate as disclosed by the Turkish Treasury. As disclosed in 'Inflation Indexed Bonds Manual' published by Turkish Treasury, reference index used for the real payments is determined based on the inflation rates of two months before. The estimated inflation rate used is updated during the year when necessary.

Some portion of the Eurobond portfolio which has been recognized as available for sale securities are designated as fair value hedged items, hedged against interest rate fluctuations, starting from March and April 2009 and some portion of TL government bonds are designated as fair value hedged items, hedged against interest rate fluctuations, starting from July 2011. Those securities are disclosed under Investment Securities Available for Sale in order to be in line with balance sheet presentation. The fair value differences of Eurobond and TL government bond hedged items are accounted for under “Securities Trading Gains/Losses” in the income statement.

In cases where fair value hedge operations cannot be effectively performed as described in TAS 39, fair value hedge accounting is ceased. The fair value differences reflected to income statement prior to discontinuation of hedge accounting are amortized through equity until the maturity of related hedged securities. The fair value differences of related portfolio securities sold prior to maturity are immediately realized in the income statement.

3. Investment securities held to maturity

Held-to-maturity financial assets are non-derivative financial assets with fixed or determinable payments and fixed maturity that an entity has the positive intention and ability to held-to-maturity other than those that the entity upon initial recognition designates as at fair value through profit or loss, those that the entity designates as available-for-sale; and those that meet the definition of loans and receivables. Held-to-maturity financial assets are initially recognized at acquisition cost including the transaction costs which reflect the fair value of those instruments and subsequently recognized at amortized cost by using effective interest rate method. Interest income obtained from held-to-maturity financial assets is accounted in income statement.

There are no financial assets previously classified as held-to-maturity but which cannot be subject to this classification for two years due to the contradiction of classification principles.

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

VII. Explanations on financial assets (continued)

4. Loans and specific provisions

Loans and receivables are carried initially by adding transaction cost to its purchase cost reflecting the fair value; except for the loans that are recorded with fair value through profit or loss and loans subject to fair value hedge. In the following periods, these loans are carried at amortized cost by using the effective interest rate method.

The Bank as explained in note Note IV- Section III, “Explanations on Forwards, Option Contracts and Derivative Instruments”, enters into fx swap transactions against TL in order to hedge the possible losses which might arise due to the changes in the fair value of a certain portion of its long-term loans and applies fair value hedge accounting as per TAS 39. The Bank accounts for the hedged loan portfolio at fair value related to hedged risk, the swap transactions used as the hedging instrument at fair value and reflects the related net gain or loss to respective period’s income statement.

When the fair value hedge accounting cannot be effectively continued as stated in TAS 39, the fair value hedge accounting is ceased. The fair value differences of the hedged loans are amortized through income statement until the maturity of the hedged loans.

Provision is set for the loans that maybe doubtful and amount is charged in the current period income statement.

In the case where there is an evidence for the possibility of uncollectibility of loans, the Bank classifies related loans and receivables in non-performing loans and provides specific provision in accordance with the Communiqué dated November 1, 2006, published on the Official Gazette No: 26333 “Communiqué Related to Principles and Procedures on Determining the Qualifications of Banks’ Loans and Other Receivables and the Provision for These Loans and Other Receivables”. The Bank provides specific provision for the loans under follow-up regarding credit risk and other factors, in accordance with the aforementioned regulation. Additionally, the Bank provides general provisions in accordance with the Communiqué dated November 1, 2006, published on the Official Gazette No: 28789 “Communiqué Related to Principles and Procedures on Determining the Qualifications of Banks’ Loans and Other Receivables and the Provision for These Loans and Other Receivables” and accounts such provision at the liability side of the balance sheet under general loan loss provision.

The Bank also provides provision for the closely monitored loans as a result of risk assessment. These provisions are accounted for at the liability side of the balance sheet under general provisions.

The general, specific and other provisions reserved for closely monitored loans are accounted for under “Provision for Loan Losses and Other Receivables” in the income statement.

VIII. Explanations on impairment of financial assets

It is assessed whether there is objective evidence for a financial asset or group of financial assets is impaired at each balance sheet date. Provision for impairment is provided when there is an objective evidence of impairment.

A financial asset or a group of financial assets can be impaired and impairment loss will occur only if there is objective evidence that one or more events (“loss/profit events”) have occurred after the initial recording of subject asset and that subject loss event/s have an impairment effect on future, approximate cash flows which can accurately be guessed. Future events that are expected to occur are not accounted, no matter how probable.

Impairment for held-to-maturity financial assets carried at amortized cost is calculated as the difference between the present value of the expected future cash flows discounted based on the “Effective interest rate method” and its carrying value. Regarding available-for-sale financial assets, impairment loss is reclassified from equity to profit or loss and is the difference between acquisition cost (less all principal repayments and amortization) and fair value, after impairment losses previously accounted for under profit or loss have been deducted.

An explanation about the impairment of loans and receivables is given in Footnote VII-4 of Section Four.

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IX. Explanations on netting of financial instruments and derecognition of financial assets

Financial assets and liabilities are offset and the net amount is reported on the balance sheet when the Bank has a legally enforceable right to offset the recognized amounts, and the intention of collecting or paying the net amount of related assets and liabilities or to realize the asset and settle the liability simultaneously.

X. Explanations on sales and repurchase agreements and lending of securities

Securities sold under repurchase agreements are recorded on the balance in accordance with Uniform Chart of Accounts. Accordingly, government bonds and treasury bills sold to customers under repurchase agreements are classified as “Investments Subject to Repurchase Agreements” and valued based on the Bank management’s future intentions, either at market prices or using discounting method with internal rate of return.

Funds lent against securities purchased under agreements to resell (“Reverse repos”) are accounted under “Receivables from reverse repurchase agreements” on the balance sheet. The difference between the purchase and resell price determined by these repurchase agreements is accrued over the life of repurchase agreements using the “Effective interest method”.

Securities that are subject to repurchase agreements as at the balance sheet date amounted to TL 4.831.362 (December 31, 2014 – TL 4.409.923).

Securities that are subject to lending transactions as at the balance sheet date amounted to TL 1.042 (December 31, 2014 – TL 1.345).

Securities purchased with a commitment to resell (reverse repurchase agreements) are recorded in a separate account under “Money Market Placements” in the balance sheet. The difference resulting from purchase and resale prices is treated as interest income and accrued over the life of the agreement.

XI. Explanations on assets held for sale and discontinued operations

In accordance with IFRS 5 (“Assets Held for Sale and Discontinued Operations”), assets classified as held for sale are measured at lower of carrying value or fair value less costs to sell. Amortisation on subject asset is ended and these assets are presented separately on financial statements. An asset (or a disposal group) is regarded as “asset held for sale” only when the sale is highly probable and the asset (disposal group) is available for immediate sale in its present condition. For a highly probable sale, there must be a valid plan prepared by the management for the sale of asset including identification of possible buyers and completion of sale process. Furthermore, the asset (or a disposal group) should be actively marketed at a price consistent with its fair value. Various events and conditions may prolong the sale procedures for more than one year. In case subject delay is caused by the events and conditions beyond the entity’s control and there is enough evidence that plans to sell subject asset (or a disposal group) continue subject assets continue to be classified as assets held for sale.

A discontinued operation is a part of the Bank’s business classified as disposed or held-for-sale. The operating results of the discontinued operations are disclosed separately in the income statement. The Bank has no discounting operations.

The Bank classifies tangible assets that were acquired due to non-performing receivables, and that do not comply with TFRS 5 criteria, in accordance with the “Communiqué Regarding the Principles and Procedures for the Disposals of Immovables and Commodities Acquired due to Receivables and for Trading of Precious Metal” published in the Official Gazette dated 1 November 2006, no.26333 as other assets and accounts for these tangible assets according to the aforementioned Communiqué.

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XII. Explanations on goodwill and other intangible assets

The Bank's intangible assets consist of softwares and intangible rights.

The intangible assets are recorded at their historical cost less accumulated amortization and provision for impairment, if any. Amortization is calculated on a straight-line basis.

Softwares have been classified as other intangible fixed assets. The useful life of softwares is determined as 3 years.

If there is objective evidence of impairment, the asset's recoverable amount is estimated in accordance with the Turkish Accounting Standard on Impairment of Assets (TAS 36) and if the recoverable amount is less than the carrying value of the related asset, a provision for impairment loss is made. There is no goodwill regarding the associates, entities under common controls and subsidiaries in the accompanying unconsolidated financial statements.

XIII. Explanations on tangible Assets

The tangible assets are recorded at their historical cost less accumulated depreciation and provision for impairment, if any.

Depreciation is calculated on a straight-line basis over the estimated useful life of tangible assets. The annual amortization rates used are as follows:

Property	2 %
Movables purchased and acquired under finance lease contracts	7% - 25%

The depreciation of leasehold improvements acquired before December 2009, under operating lease agreements, is calculated according to their useful lives. Depreciation of leasehold improvements acquired after this date is calculated over the lease period not exceeding 5 years where the lease duration is certain; or 5 years where the lease period is not certain in accordance with "Communiqué on the Amendment of Communiqué on Uniform Chart of Accounts and Explanatory Notes" dated January 10, 2011.

Depreciation is calculated on a pro-rata basis for the assets that have been placed in use for less than a year as of the balance sheet date.

Net book value of the property and leased assets under financial lease contracts are compared with the fair values determined by independent appraisers as of the year end and provision for impairment is recognized in "Other Operating Expenses" in the related period income statement when the fair value is below the net book value in accordance with "Turkish Accounting Standard on Impairment of Assets" (TAS 36).

Gains or losses resulting from disposals of the tangible assets are recorded in the income statement as the difference between the net proceeds and net book value of the asset.

Expenses for repairs are capitalized if the expenditure increases economic life of the asset; otherwise they are expensed.

There are no changes in the accounting estimates in regards to amortization duration, that could have a significant impact on the current and future financial statements. There are no pledges, mortgages or other restrictions on the tangible assets.

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XIV. Explanations on leasing transactions

Fixed assets acquired under finance lease contracts are presented under “Tangible Fixed Assets” on the asset side and under “Financial Lease Payables” on the liability side at the initial date of the lease. The basis for the determination of related balance sheet amounts is the lower of fair value of the leased asset and the present value of the lease payments. The direct costs incurred for a finance lease transaction are capitalized as additions to the cost of the leased asset. Lease payments include the financing costs incurred due to the leasing transaction and the principal amount of the leased asset for the current period. Depreciation is calculated on a straight-line basis over the estimated useful life of the leased assets at the rate of 20% except for the buildings which are depreciated at the rate of 2%.

Total payments made under operating leases are charged to income statement on a straight-line basis over the period of the lease.

The Bank has no leasing transactions as lessor.

XV. Explanations on provisions and contingent liabilities

Provisions, other than specific and general provisions for loans and other receivables, and contingent liabilities are provided for in accordance with TAS 37 “Provisions, Contingent Liabilities and Contingent Assets”. Provisions are accounted for immediately when obligations arise as a result of past events and a reliable estimate of the obligation is made by the Bank. Whenever the amount of such obligations cannot be measured, they are regarded as “contingent”. If the possibility of an outflow of resources embodying economic benefits becomes probable and the amount of the obligation can reliably be measured, a provision is provided.

Provisions provided during the period other than specific and general provisions for loans and other receivables are recorded under “Other Operating Expenses”; provisions provided in the prior periods but reversed in the current year are accounted for under “Other Operating Income”.

XVI. Explanations on obligations of the Bank concerning employee benefits

Provision for employee severance benefits has been accounted for in accordance with TAS 19 “Employee Benefits”.

In accordance with the existing social legislation in Turkey, the Bank is required to make lump-sum termination indemnities including retirement and notice payments to each employee whose employment is terminated due to resignation or for reasons other than misconduct. The retirement pay is calculated for every working year within the Bank over salary for 30 days or the official ceiling amount per year of employment and the notice pay is calculated for the relevant notice period time as determined based on the number of years worked for the Bank.

The Bank has reflected the retirement pay liability amount, which was calculated by an independent actuary, in the accompanying financial statements. According to IAS 19, The Bank recognizes all actuarial gains and losses immediately through other comprehensive income.

The Bank does not have any employees who work under limited period contracts with remaining terms longer than 12 months after the balance sheet date.

Provision for the employees’ unused vacations has been booked in accordance with IAS 19 and reflected to the financial statements.

There are no foundations, pension funds or similar associations of which the employees are members.

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XVII. Explanations on taxation

1. Corporate tax

In accordance with the Corporate Tax Law No. 5520 published in the Official Gazette No: 26205 dated June 21, 2006, statutory income is subject to corporate tax at 20%. Advance corporate taxes paid are followed under "Current Tax Liability" or "Current Tax Asset" account and are deducted from the corporate taxes of the current year.

75% of gains on subsidiary shares and profits from real estate sales held in Bank assets for more than two years are exempt from tax according to Corporate Tax Law in condition with adding them into equity or allocating into a specific fund account in Bank's liabilities for five years.

Companies file their tax returns between the 1st and the 25th day of the fourth month following the closing of the fiscal year to which they relate and the payments are made until the end of that month.

Losses occurred due to prior year's financial statements can be deducted from corporate income under condition that each year amounts are shown separately on Corporate Tax declaration and are not carried more than five years.

Taxes that are not been levied or notified to tax payer in five years, starting from the beginning of the year following the calendar year that the tax asset emerged are prescribed. Therefore, the tax authority can perform tax audit up to five years backwards. Besides, in case of benefiting from the decision of the document that is subject to stamp duty, yet the tax and the penalty is prescribed, after period of limitation is expired, tax asset of aforementioned document is emerged again.

The provision for corporate and income taxes for the period is recognized as "Current Tax Charge" in the income statement and current tax effect related to transactions directly recognized in equity are reflected to equity.

Undistributed profit for the period is not subject to withholding tax if it is added to capital or it is distributed to full-fledged taxpayer corporations. However, with the Council of Ministers' decisions numbered 2009/14593 and 2009/14594; published in the Official Gazette No: 27130 dated February 3, 2009 and based on Corporate Tax Law No: 5520, 15th and 30th Articles, profit distribution for the period is subject to withholding tax by 15%, for full-fledged real person taxpayers, for those who are not responsible for corporate tax and income tax, for those exempt from corporate and income tax (except for those taxed through their businesses or permanent representatives in Turkey) and for foreign based real person taxpayers.

2. Deferred taxes

In accordance with Turkish Accounting Standard on Income Taxes (TAS 12), the Bank accounts for deferred taxes based on the tax effect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. In calculating deferred tax, legalized tax rates effective as of balance sheet date are used as per tax legislation.

Deferred tax liabilities are recognized for all temporary differences whereas deferred tax assets calculated from deductible temporary differences are only recognized if it's highly probable that these will in the future create taxable profit. Deferred tax asset is not provided over general reserve for possible risk and general loan loss provisions according to the circular of BRSA numbered BRSA.DZM.2/13/1-a-3 and dated 8 December 2004.

Deferred tax effect in regards to transactions directly accounted for in equity, is also reflected to equity.

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XVII. Explanations on taxation (continued)

3. Transfer Pricing

The article no.13 of the Corporate Tax Law describes the issue of transfer pricing under the title of “disguised profit distribution” by way of transfer pricing. “The General Communique on Disguised Profit Distribution by way of Transfer Pricing” published on November 18, 2007 explains the application related issues in detail. According to this Communique, if the taxpayers conduct transactions like purchase and sale of goods or services with the related parties where the prices are not determined according to the arm’s length principle, then it will be concluded that there is a disguised profit distribution by way of transfer pricing. Such disguised profit distributions will not be deducted from the corporate tax base for tax purposes.

Disguised profit distribution amount will be recognized as share in net profit and stoppage tax will be calculated depending on whether the profit distributing institution is a real or corporate entity, full fledged or foreign based taxpayer, is subject to or exempt from tax.

As discussed under subject Communique’s 7.1 Annual Documentation section, taxpayers are required to fill out the “Transfer Pricing, Controlled Foreign Entities and Thin Capitalization” form for the purchase and sale of goods or services conducted with their related parties in a taxation period, attach these forms to their corporate tax returns and submit to the tax offices.

XVIII. Explanations on additional explanations on borrowings

The Bank generates funds from domestically and internationally resident people and institutions by using debt instruments such as syndication, securitization, collateralized debt and bond issuance. Aforementioned transactions are initially recorded at transaction cost plus acquisition cost, reflective of their fair value, and are subsequently measured at amortized cost by using effective interest rate method.

XIX. Explanations on share issues

During the current period the Bank’s paid in capital hasn’t been changed. (January 1 – December 31, 2014 - paid from first dividend with bonus shares increased by TL 135.000).

XX. Explanations on confirmed bills of exchange and acceptances

Confirmed bills of exchange and acceptances are realized simultaneously with the customer payments and recorded in off-balance sheet accounts as possible debt and commitment, if any.

There are no acceptances and confirmed bills of exchange presented as liabilities against any assets.

XXI. Explanations on government incentives

As of March 31, 2015, the Bank does not have any government incentives or grants.

XXII. Explanations on segment reporting

In addition to corporate banking, retail banking and commercial banking services, the Bank also provides private banking, SME banking, treasury operations and credit card services through branches and alternative channels. The Bank serves its retail banking clients with time and demand deposits, also overdraft services, automatic account services, consumer loans, vehicle loans, housing loans and investment fund services. The Bank provides services including deposit and loans, foreign trade financing, forward and option agreements to its corporate clients. The Bank also serves in trading financial instruments and treasury operations.

The calculations based on the income statement for retail banking (consumer banking and plastic cards), corporate and commercial banking have operational units designated as the main profit centers, have been made according to the product and customer types. During the profitability calculations, the pricing of transfers among these units and treasury unit are made by using cost/return ratios that are determined by the Bank’s senior management and which are updated periodically. In this pricing method, general market conditions and the Bank’s internal policies are considered.

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XXII. Explanations on segment reporting (continued)

The Corporate Marketing Unit provides services to firms that are institutional, big size, that have annual revenues of TL 100.000 and higher and multi-national firms operating in Turkey. The firms that have annual revenues between TL 2.000 and TL 100.000 are considered as “Commercial Enterprise”. The Bank gives importance to the commercial segmentation in order to hedge risk and decrease the concentration of income. Moreover; The Bank also offers sectoral solution packages to these small and medium-size firms.

The Consumer Banking meets the needs and expectations of the retail banking customers. The Private Banking Unit has formed and started to operate to serve customers with high level income, in a more effective way. The installments, discounts and bonus advantages are provided to the users of Card Finans in the plastic cards line. The main function of Treasury Segment is managing the liquidity of the Bank and interest and foreign currency risks resulting from market conditions. This segment is in close relation with corporate, commercial, retail and private banking units in order to increase the number of customers and the volume of transactions in treasury products of the Bank.

Current Period (January 1 – March 31, 2015)	Retail Banking	Corporate and Commercial Banking	Treasury and Head Office	Total Operations of the Bank
Net Interest Income	376.018	273.728	208.973	858.719
Net Fees and Commissions Income	253.642	80.199	(2.332)	331.509
Other Operating Income and Net Trading Income	10.120	7.829	(20.396)	(2.447)
Dividend Income	-	-	62.457	62.457
Operating Income	639.780	361.756	248.702	1.250.238
Other Operating Expenses	411.789	183.077	41.573	636.439
Provision for Loan Losses and Other Receivables	175.052	106.723	(9.593)	272.182
Profit Before Taxes	52.939	71.956	216.722	341.617
Provision for Tax	-	-	-	(58.630)
Net Profit/Loss	-	-	-	282.987
Total Assets	38.757.071	13.163.258	23.986.581	80.494.265
Segment Assets	38.757.071	13.163.258	23.986.581	75.906.910
Associates, Subsidiaries and Entities Under Common Control (Joint Ventures)	-	-	-	526.708
Undistributed Assets	-	-	-	4.060.647
Total Liabilities	30.949.326	10.953.506	22.203.078	80.494.265
Segment Liabilities	30.949.326	10.953.506	22.203.078	64.105.910
Undistributed Liabilities	-	-	-	7.674.629
Equity	-	-	-	8.713.726
Other Segment Accounts	59.231	26.333	31.978	117.542
Capital Expenditures	23.078	10.260	28.276	61.614
Depreciation and Amortization	36.153	16.073	3.702	55.928
Value Decrease/ (Increase)	-	-	-	-

Prior Period (January 1 – March 31, 2014)	Retail Banking	Corporate and Commercial Banking	Treasury and Head Office	Total Operations of the Bank
Net Interest Income	247.029	233.594	179.037	659.660
Net Fees and Commissions Income	321.003	62.755	(2.780)	380.978
Other Operating Income and Net Trading Income	46.295	15.842	(46.045)	16.092
Dividend Income	-	-	-	-
Operating Income	614.327	312.191	130.212	1.056.730
Other Operating Expenses	397.070	197.842	44.485	639.397
Provision for Loan Losses and Other Receivables	120.293	106.478	(7)	226.764
Profit Before Taxes	96.964	7.871	85.734	190.569
Provision for Tax	-	-	-	(61.602)
Net Profit/Loss	-	-	-	128.967
Other Segment Accounts	48.933	21.755	998.242	1.068.929
Capital Expenditures	18.223	8.102	994.252	1.020.576
Depreciation and Amortization	30.710	13.653	3.990	48.353
Value Decrease/ (Increase)	-	-	-	-

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XXII. Explanations on segment reporting (continued)

Prior Period (December 31, 2014)	Retail Banking	Corporate and Commercial Banking	Treasury and Head Office	Total Operations of the Bank
Total Assets	37.337.428	12.627.104	20.675.451	75.206.354
Segment Assets	37.337.428	12.627.104	20.675.451	70.639.983
Associates and Subsidiaries and Entities	-	-	-	634.842
Undistributed Assets	-	-	-	3.931.529
Total Liabilities	29.485.415	11.084.903	19.650.365	75.206.354
Segment Liabilities	29.485.415	11.084.903	19.650.365	60.220.683
Undistributed Liabilities	-	-	-	6.411.523
Equity	-	-	-	8.574.148

XXIII. Explanations on profit reserves and profit distribution

The Ordinary General Assembly Meeting of the Bank was held on 31 March 2015. In the Ordinary General Assembly, it was decided to distribute a TL 43.871 cash dividend over the TL 877.428 net income from 2014 operations to the Bank's shareholders. In accordance with 26th clause of the Bank's Basic Contract, it has been decided for the part saved as the I. Profit share to be distributed as shares under the condition that it will be added to the Shareholders' Equity, and be discussed in Extraordinary General Assembly Meeting that will be held until the last working day of the 5th month following the accounting period in accordance with Share Communiqué (VII – 128.1) 16th clause 6th subclause.

XXIV. Profit Per Share

Profit per share listed on income statement is calculated by dividing net profit to weighted average amount of shares issued within respective year.

	Current Period	Prior Period
Net Profit for the Period	282.987	128.967
Weighted Average Amount of Shares Issued (Thousands)	28.350.000	28.350.000
Profit Per Share	0,00998	0,00455

In Turkey, companies can increase capital through "bonus share" distributed from previous year earnings to current shareholders. Such "bonus share" distributions are accounted as issued shares while calculating profit per share. Accordingly, weighted average amount of shares issued used in these calculations is found through taking into consideration retroactive effects of subject share distributions. In case, amount of shares issued increases after the balance sheet date but before the date of financial statement preparation due to distribution of "bonus share", profit per share is calculated taking into consideration the new amount of shares.

There is no issued bonus shared in 2015 (December 31, 2014: 1.350.000).

XXV. Explanations on other matters

In order to be consistent with the presentation of unconsolidated financial statements dated 31 March 2015, there are certain reclassifications made on unconsolidated "Statement of Other Comprehensive Income" as of 31 March 2014.

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SECTION FOUR

INFORMATION ON FINANCIAL STRUCTURE

I. Explanations related to capital adequacy ratio

As of March 31, 2015, the Bank's unconsolidated capital adequacy ratio is 16,02%. (December 31, 2014 – 16,98%).

Capital adequacy ratio is calculated within the scope of the “Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks (the “Regulation”)”, “Communiqué on Credit Risk Mitigation Techniques” and “Communiqué on Calculation of Risk Weighted Amounts for Securitizations” published in the Official Gazette No: 28337 dated June 28, 2012 and the “Communiqué on Equities of Banks” published in the Official Gazette No: 26333 dated November 1, 2006.

The Bank designates balance sheet items and non-balance sheet items as “trading book” and “banking book” according to capital adequacy account.

Calculation of the risk weighted assets is made on related assets by net basis after items deducted from capital base and depreciation and provisions are reduced.

The items classified as trading book are not included in the calculation of the credit risk. However, counterparty credit risk for all transactions stated in the Article 21 of the Regulation, are made as per the rates stated in the Appendix-2 of the Regulation.

Balance sheet items and the rates stated in the Article 5 of the Regulation, and non-balance sheet items whose credit equivalent risk amount are calculated, are included in the relevant exposure category defined in the Article 6 of the Regulation and weighted as per Appendix-1 of the Regulation.

The disclosures of credit risk mitigation techniques used under “Regulation on Credit Risk Mitigation Techniques” are presented in Section 4, Part X. under “Explanations related to Credit Risk Mitigation Techniques”.

Capital requirement for the market risk is calculated by using the standard method. Market risk for the options is calculated within the scope of the regulation “Capital Requirement for Market Risk of Options - Standard Method” published in the Official Gazette No: 28337 dated June 28, 2012 by using Delta Factor Weighted Method.

Capital requirement for the operational risk is calculated within the scope of the “Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks (the Regulation)” published in the Official Gazette No: 28337 dated June 28, 2012 by using Basic Indicator Approach.

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Unconsolidated capital adequacy ratio

Current Period	Risk Weightings									
	0%	10%	20%	50%	75%	100%	150%	200%	250%	
Value at Credit Risk	-	-	221.048	9.986.229	15.498.486	21.366.056	3.330.920	8.623.552	666.265	
Exposure Categories:	16.726.014	-	1.105.242	19.972.457	20.664.648	21.366.056	2.220.613	4.311.776	266.506	
Conditional and unconditional receivables from central governments or central banks	15.930.314	-	-	2.030.369	-	-	-	-	-	
Conditional and unconditional receivables from regional or local governments	-	-	3.624	-	-	-	-	-	-	
Conditional and unconditional receivables from administrative units and non-commercial enterprises	-	-	-	-	-	279	-	-	-	
Conditional and unconditional receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	
Conditional and unconditional receivables from international organizations	-	-	-	-	-	-	-	-	-	
Conditional and unconditional receivables from banks and brokerage houses	-	-	1.101.555	2.176.685	-	23.754	-	-	-	
Conditional and unconditional receivables from corporates	-	-	-	-	-	16.193.008	-	-	-	
Conditional and unconditional retail receivables	-	-	-	-	20.664.648	1.697.425	-	-	-	
Conditional and unconditional receivables secured by mortgages	-	-	-	15.765.403	-	-	-	-	-	
Past due receivables	-	-	-	-	-	668.246	-	-	-	
Receivables defined in high risk category by BRSA	-	-	-	-	-	-	2.220.613	4.311.776	266.506	
Securities collateralized by mortgages	-	-	-	-	-	-	-	-	-	
Securitization positions	-	-	-	-	-	-	-	-	-	
Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	
Investments similar to collective investment funds	-	-	-	-	-	27.494	-	-	-	
Other receivables	795.700	-	63	-	-	2.755.850	-	-	-	
Prior Period	Risk Weightings									
	0%	10%	20%	50%	75%	100%	150%	200%	250%	
Value at Credit Risk	-	-	245.829	9.465.302	15.417.255	20.617.801	2.513.757	7.994.862	676.638	
Exposure Categories:	15.690.061	-	1.229.146	18.930.604	20.556.340	20.617.801	1.675.838	3.997.431	270.655	
Conditional and unconditional receivables from central governments or central banks	14.850.852	-	-	1.697.937	-	-	-	-	-	
Conditional and unconditional receivables from regional or local governments	-	-	4.048	-	-	-	-	-	-	
Conditional and unconditional receivables from administrative units and non-commercial enterprises	-	-	-	-	-	316	-	-	-	
Conditional and unconditional receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	
Conditional and unconditional receivables from international organizations	-	-	-	-	-	-	-	-	-	
Conditional and unconditional receivables from banks and brokerage houses	-	-	1.224.868	2.181.022	-	29.459	-	-	-	
Conditional and unconditional receivables from corporates	-	-	-	-	-	15.318.399	-	-	-	
Conditional and unconditional retail receivables	-	-	-	-	20.556.340	1.825.386	-	-	-	
Conditional and unconditional receivables secured by mortgages	-	-	-	15.051.645	-	-	-	-	-	
Past due receivables	-	-	-	-	-	541.919	-	-	-	
Receivables defined in high risk category by BRSA	-	-	-	-	-	-	1.675.838	3.997.431	270.655	
Securities collateralized by mortgages	-	-	-	-	-	-	-	-	-	
Securitization positions	-	-	-	-	-	-	-	-	-	
Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	
Investments similar to collective investment funds	-	-	-	-	-	26.414	-	-	-	
Other receivables	839.209	-	230	-	-	2.875.908	-	-	-	

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Summary information related to unconsolidated capital adequacy ratio

	Current Period(*)	Prior Period
Capital Requirement for Credit Risk (Value at Credit Risk * 0.08) (CRCR)	4.775.404	4.554.516
Capital Requirement for Market Risk (MRCR)	95.520	98.679
Capital Requirement for Operational Risk (ORCR)	572.223	503.912
Shareholders' Equity	10.903.208	10.946.807
Shareholders' Equity/(CRCR+MRCR+ORCR) * 12.5 * 100	%16,02	%16,98
Additional Tier I Capital/((CRCR+CRMR+CROR)*12.5*100)	%12,45	%12,97
Common Equity/((CRCR+CRMR+CROR)*12.5*100)	%12,65	%13,24

CRCR : Capital Requirement for Credit Risk
MRCR : Capital Requirement for Market Risk
ORCR : Capital Requirement for Operational Risk

(*) As of January 1, 2014 the Bank is calculating its equity according to "Communique on Banks' Equity" published on September 5, 2013 in the Official Gazette no 28756 and calculated Capital Adequacy Standard Ratio accordingly.

Information on Equity Accounts	Current Period March 31, 2015	Prior Period Dec. 31, 2015
COMMON EQUITY		
Paid-in Capital following all debts in terms of claim in liquidation of the Bank's	2.835.000	2.835.000
Share premium	714	714
Share cancellation profits	-	-
Reserves	4.597.597	4.553.726
Gains recognized in equity as per TAS	289.081	397.191
Profit	1.116.544	877.428
Current Period Profit	282.987	877.428
Prior Period Profit	833.557	-
Provisions for Possible Risks	82.000	82.000
Bonus Shares from Investments in Associates, Subsidiaries and Joint Ventures that are not recognized in Profit	2.689	2.689
Common Equity Before Deductions	8.923.625	8.748.748
Deductions from Common Equity		
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS (-).	118.443	52.121
Leasehold improvements (-)	104.667	114.052
Goodwill or other intangible assets and deferred tax liability related to these items (-)	90.912	44.806
Net deferred tax asset/liability (-)	-	-
Shares obtained contrary to the 4th clause of the 56th Article of the Law (-)	-	-
Direct and indirect investments of the Bank in its own common equity (-)	-	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank (-).	-	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank (-).	-	-
Portion of mortgage servicing rights exceeding 10% of the common equity (-).	-	-
Portion of deferred tax assets based on temporary differences exceeding 10% of the common equity (-).	-	-
Amount exceeding 15% of the common equity as per the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks (-)	-	-
Excess amount arising from the net long positions of investments in common equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital (-)	-	-
Excess amount arising from mortgage servicing rights (-).	-	-
Excess amount arising from deferred tax assets based on temporary differences (-).	-	-
Other items to be defined by the BRSA (-)	-	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	-	-
Total Deductions From Common Equity	314.022	210.979
Total Common Equity	8.609.603	8.537.769

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	March 31, 2015	Dec. 31, 2014
ADDITIONAL TIER I CAPITAL		
Capital amount and related premiums corresponding to preference shares that are not included in common equity	-	-
Debt instruments and premiums deemed suitable by BRSA (issued/obtained after 1.1.2014)	-	-
Debt instruments and premiums deemed suitable by BRSA (issued before 1.1.2014)	-	-
Additional Tier I Capital before Deductions	-	-
Deductions from Additional Tier I Capital		
Direct and indirect investments of the Bank in its own Additional Tier I Capital (-)	-	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-	-
Portion of the total of net long positions of investments made in Additional Tier I Capital and Tier II Capital items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-	-
Other items to be defined by the BRSA (-)	-	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	-	-
Total Deductions From Additional Tier I Capital	-	-
Total Additional Tier I Capital	-	-
DEDUCTIONS FROM TIER I CAPITAL	136.367	179.223
Portion of goodwill and other intangible assets and the related deferred tax liabilities which not deducted from the Common Equity as per the 1 st clause of Provisional Article 2 of the Regulation on the Equity of Banks (-)	136.367	179.223
Portion of net deferred tax assets/liabilities which is not deducted from the common equity pursuant to Paragraph 1 Provisional Article 2 of the Regulation on the Equity of Banks (-)	-	-
Total Tier I Capital	8.473.236	8.358.546
TIER II CAPITAL		
Debt instruments and premiums deemed suitable by the BRSA (issued/obtained after 1.1.2014)	-	-
Debt instruments and premiums deemed suitable by the BRSA (issued/obtained before 1.1.2014)	1.736.305	1.940.559
Sources pledged to the Bank by shareholders to be used in capital increases of the Bank	-	-
General Loan Loss Provisions	746.157	711.643
Tier II Capital Before Deductions	2.482.462	2.652.202
Direct and indirect investments of the Bank in its own Tier II Capital (-)	-	-
Portion of the total of net long positions of investments made in Common Equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank (-).	-	-
Portion of the total of net long positions of investments made in Additional Tier I and Tier II Capital items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank (-).	-	-
Other items to be defined by the BRSA (-)	-	-
Total Deductions from Tier II Capital	-	-
Total Tier II Capital	2.482.462	2.652.202
CAPITAL BEFORE DEDUCTIONS	10.955.698	11.010.748
Loans granted contrary to the 50th and 51th Article of the Law (-)	4.136	1.856
Net book value of amounts exceeding the limit mentioned in the 1 st Paragraph of Article 57 of the Law and assets acquired against overdue receivables which could not be disposed of even though five years have passed since their acquisition date (-)	11.928	11.289
Loans granted to banks and financial institutions, including those established abroad, and to eligible shareholders of the Bank and investments made in the borrowing instruments issued by them (-)	-	-
Amounts to be deducted from equity as per the 2nd Clause of Article 20 of the Regulation on Measurement and Evaluation of Capital Adequacy of Banks (-)	-	-
Other items to be defined by the BRSA (-)	36.426	50.796
Portion of the total of net long positions of investments made in Common Equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank not to be deducted from the Common Equity, Additional Tier I Capital, Tier II Capital as per the 1 st clause of the Provisional Article 2 of the Regulation on the Equity of Banks. (-)	-	-
Portion of the total of net long positions of direct or indirect investments made in Additional Tier I and Tier II Capital items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank not to be deducted from the Additional Tier I Capital and Tier II Capital as per the 1st clause of the Provisional Article 2 of the Regulation on the Equity of Banks. (-)	-	-
Portion of the total of net long positions of investments made in Common Equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital, deferred tax assets based on temporary differences and mortgage servicing rights not deducted from Common Equity as per the 1 st and 2 nd Paragraph of the 2 nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks (-)	-	-
TOTAL CAPITAL	10.903.208	10.946.807
Amounts below the Excess Limits as per the Deduction Principles		
Amounts arising from the net long positions of investments made in Total Capital items of banks and financial institutions where the Bank owns 10% or less of the issued common share capital	-	-
Amounts arising from the net long positions of investments made in Tier I Capital items of banks and financial institutions where the Bank owns 10% or more of the issued common share capital	-	-
Amounts arising from mortgage servicing rights	-	-
Amounts arising from deferred tax assets based on temporary differences	-	-

Components of items of shareholders' equity subject to temporary applications:

	Bank	
	Amount Included in Equity Calculation	Total Amount
Minority Interest in Tier I Capital	-	-
Shares of Third Parties in Additional Core Capital	-	-
Shares of Third Parties in Tier II Capital	-	-
Debt Instruments and the Related Issuance Premiums Defined by the BRSA (Issued before 1.1.2014)	1.736.305	1.736.305

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Information on debt instruments included in the calculation of equity:

	1	2	3	4
Issuer	NATIONAL BANK OF GREECE S.A.	NATIONAL BANK OF GREECE S.A.	NATIONAL BANK OF GREECE S.A.	NATIONAL BANK OF GREECE S.A.
Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	-	-	-	-
Governing law(s) of the instrument	BRSA	BRSA	BRSA	BRSA
Regulatory treatment	Supplementary Capital	Supplementary Capital	Supplementary Capital	Supplementary Capital
Transitional Basel III rules	Yes	Yes	Yes	Yes
Eligible at stand-alone / consolidated	Stand alone -Consolidated	Stand alone -Consolidated	Stand alone -Consolidated	Stand alone -Consolidated
Instrument type (types to be specified by each jurisdiction)	Loan	Loan	Loan	Loan
Amount recognised in regulatory capital (Currency in million, as of most recent reporting date)	511	419	262	544
Par value of instrument (Currency in million)	848	522	326	679
Accounting classification	Liability – Subordinated Loans- amortised cost	Liability – Subordinated Loans- amortised cost	Liability – Subordinated Loans- amortised cost	Liability – Subordinated Loans- amortised cost
Original date of issuance	24-Apr-08	6-Oct-09	28-Dec-09	20-Dec-11
Perpetual or dated	Dated	Dated	Dated	Dated
Original maturity date	12 years	12 years	12 years	10 years
Issuer call subject to prior BRSA approval	Yes	Yes	Yes	Yes
Optional call date, contingent call dates and redemption amount	-	-	-	-
Subsequent call dates, if applicable	-	-	-	-
Coupons / dividends	6 months	6 months	6 months	6 months
Fixed or floating dividend/coupon	Floating	Floating	Floating	Floating
Coupon rate and any related index	LIBOR + %4.50	LIBOR + %4.34	LIBOR + %4.34	LIBOR + %4.50
Existence of a dividend stopper	-	-	-	-
Fully discretionary, partially discretionary or mandatory	-	-	-	-

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	1	2	3	4
Existence of step up or other incentive to redeem	-	-	-	-
Noncumulative or cumulative	Noncumulative	Noncumulative	Noncumulative	Noncumulative
Convertible or non-convertible	None	None	None	None
If convertible, conversion trigger (s)	-	-	-	-
If convertible, fully or partially	-	-	-	-
If convertible, conversion rate	-	-	-	-
If convertible, mandatory or optional conversion	-	-	-	-
If convertible, specify instrument type convertible into	-	-	-	-
If convertible, specify issuer of instrument it converts into	-	-	-	-
Write-down feature	None	None	None	None
If write-down, write-down trigger(s)	-	-	-	-
If write-down, full or partial	-	-	-	-
If write-down, permanent or temporary	-	-	-	-
If temporary write-down, description of write-up mechanism	-	-	-	-
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	After the senior creditors, before the TIER 1 subdebt, same with TIER 2	After the senior creditors, before the TIER 1 subdebt, same with TIER 2	After the senior creditors, before the TIER 1 subdebt, same with TIER 2	After the senior creditors, before the TIER 1 subdebt, same with TIER 2
Incompliance with article number 7 and 8 of "Own fund regulation"	Yes	Yes	Yes	Yes
Details of incompliances with article number 7 and 8 of "Own fund regulation"	8-2-ğ	8-2-ğ	8-2-ğ	8-2-ğ

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II. Information on Market Risk

The Bank has established market risk operations and has taken the necessary measures in order to hedge market risk within its financial risk management purposes, in accordance with the regulation on “Banks’ Internal Control and Risk Management Systems” and the “Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks”.

Based on the proposal of High Level Risk Committee, the Board of Directors of the Bank determines risk management strategies and policies for managing market risk and ensures periodic monitoring of the application of strategies. The Board of Directors of the Bank determines the risk limits by considering the primary risk factors and those limits are revised as seen necessary. Additionally, the Board of Directors of the Bank requires risk management group and the top management of the Bank to take necessary actions in order to identify, measure, control and manage the risks that the Bank is exposed to.

The market risk is measured by using an internal model developed with Value-at-Risk (VaR) methodology. VaR is calculated daily with historical simulation and parametric methods, whereas historical simulation is used for internal risk tracking and limit identification. Parametric VaR calculations are performed for comparison and tracking. ‘Bank Risk Tolerance’ is determined in order to manage the market risk efficiently and keep the market risk within the desirable limits. Risk Management Group monitors the VaR balances daily for compliance with the Bank Risk Tolerance.

Periodic stress tests and scenario analysis are used to support results of VAR. Furthermore, conventional risk measurement methods such as cash flow projection, duration and variation analysis are also used.

The capital required for General Market Risk and Specific Risk is calculated and reported monthly in accordance with the Standard Method defined in the “Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks”.

1. Information on market risk

		Current Period Amount	Prior Period Amount
(I)	Capital Requirement against General Market Risk - Standard Method	33.474	25.987
(II)	Capital Requirement against Specific Risks – Standard Method	8.653	6.749
	Capital Requirement against Specific Risks of Securitization Positions– Standard Method	-	-
(III)	Capital Requirement against Currency Risk – Standard Method	22.895	45.766
(IV)	Capital Requirement against Commodity Risks - Standard Method	395	320
(V)	Capital Requirement against Settlement Risks - Standard Method	-	-
(VI)	Capital Requirement against Market Risks of Options - Standard Method	2.250	2.692
(VII)	Capital Requirement against Counterparty Credit Risk - Standard Method	27.853	17.165
(VIII)	Capital Requirement against Market Risks of Banks applying Risk Measurement Models	-	-
(IX)	Total Capital Obligations against Market Risk (I+II+III+IV+V+VI+VII)	95.520	98.679
(X)	Value-At-Market Risk (12,5 x VIII) or (12,5 x IX)	1.194.000	1.233.488

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III. Explanations Related to the Operational Risk

Value at operational risk is calculated with basic indicator method by using the gross profits for the last three years' (2014, 2013 and 2012) as per the "Calculation of Value at Operational Risk" of the article (3) of "Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks" which was published in the Official Gazette No: 28337 dated June 28, 2012. As of March 31, 2015, the value at operational risk is amounting to TL 7.152.788 (December 31, 2014 - TL 6.298.900).

Basic Indicator Method	2 PP Amount	1 PP Amount	CP Amount	Total / No. of Years of Positive Gross	Rate (%)	Total
Gross Income	3.487.483	3.826.094	4.130.877	3.814.818	15	572.223
Value at operational risk (Total*12,5)						7.152.788
Prior Year Basic Indicator Method	2 PP Amount	1 PP Amount	CP Amount	Total / No. of Years of Positive Gross	Rate (%)	Total
Gross Income	2.764.673	3.487.483	3.826.093	3.359.416	15	503.912
Value at operational risk (Total*12,5)						6.298.900

The annual gross income is composed of net interest income and net non-interest income after deducting realized gains/losses from the disposal of securities available-for-sale and held-to-maturity, extraordinary income and income derived from insurance claims at year-end.

IV. Explanations Related to Foreign Currency Exchange Rate Risk

1. Whether the Bank is exposed to foreign exchange risk, whether the effects of this situation are estimated, and whether the Board of Directors of the Bank sets limits for positions that are monitored daily

As of March 31, 2015, the net foreign currency exposure of the Bank is TL 102.591 long position (December 31, 2014–TL 1.267.808 short) resulting from on balance sheet short position amounting to TL 9.614.787 (December 31, 2014–TL 8.838.502 short) and off balance sheet long position amounting to TL 9.512.196 (December 31, 2014–TL 7.570.694 long). The long off balance sheet position amounting to TL 10.363.571 (December 31, 2014– TL 8.119.363) is related with the FC/TL swap transactions entered into with banks and customers. The Bank used these transactions to manage foreign currency liquidity risk and to hedge itself from interest rate risk.

The Bank enters into foreign currency forward transactions to decrease foreign currency position risk. The Bank also engages in foreign currency and Eurobond buy-sell option transactions.

Board of Directors determine the limits considering the consistency with the "Foreign Currency Net General Position." Positions are being followed daily and limits are reviewed at least once a year depending on economic conditions and Group strategy and updated as deemed necessary.

Foreign Currency Exchange Rate Risk is monitored along with potential evaluation differences in foreign currency translations in accordance with "Regulations on Bank's Internal Control and Risk Management Systems". Standard method is used in measuring foreign currency exchange rate risk on a weekly basis.

2. The magnitude of hedging foreign currency debt instruments and net foreign currency investments by using derivatives

The Group hedges foreign currency borrowings with derivative instruments. The Group does not hedge net foreign currency investments with derivative instruments.

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3. Bank's spot foreign exchange bid rates of the Bank as of the balance sheet date and for each of the five days prior to that date

US Dollar purchase rate at the date of the balance sheet	TL 2,6102
Euro purchase rate at the date of the balance sheet	TL 2,8309

<u>Date</u>	<u>US Dollar</u>	<u>Euro</u>
March 31, 2015	TL 2,6102	TL 2,8309
March 30, 2015	TL 2,6107	TL 2,8292
March 27, 2015	TL 2,5962	TL 2,8589
March 26, 2015	TL 2,5555	TL 2,8036
March 25, 2015	TL 2,5505	TL 2,7995
March 24, 2015	TL 2,5699	TL 2,7865

4. The basic arithmetical average of the Bank's foreign exchange bid rate for the last thirty days

The arithmetical average of the Bank's US Dollar and Euro purchase rates for March 2015 are TL 2,5838 and TL 2,8047; respectively.

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5. Information on the foreign currency exchange rate risk of the bank

Current Period	EUR	USD	Other FC	Total
Assets				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metal) and Balances with the T.R. Central Bank ⁽¹⁾	1.216.531	5.202.211	1.895.993	8.314.735
Due From Banks	47.688	72.525	13.494	133.707
Financial Assets at Fair Value through Profit/Loss ⁽²⁾	65.361	154.410	25.424	245.195
Money Market Placements	-	-	-	-
Investment Securities Available-for-Sale	306.977	1.477.872	-	1.784.849
Loans and Receivables ⁽³⁾	4.243.424	6.984.235	24.035	11.251.694
Investments in Assoc., Subsidiaries and Entities under Common Control (Joint Vent.)	-	-	-	-
Investment Securities Held-to-Maturity	12.708	765.250	-	777.958
Derivative Financial Assets Hedging Purposes	-	45.314	-	45.314
Tangible Assets	-	-	12	12
Intangible Assets	-	-	-	-
Other Assets ⁽⁴⁾	21.404	106.617	17	128.038
Total Assets	5.914.093	14.808.434	1.958.975	22.681.502
Liabilities				
Bank Deposits	218.211	978.607	57.851	1.254.669
Foreign Currency Deposits ⁽⁵⁾	5.049.822	8.096.044	649.186	13.795.052
Money Market Borrowings	262.925	1.571.131	-	1.834.056
Funds Provided from Other Financial Institutions	1.702.818	5.640.072	489.388	7.832.278
Securities Issued	-	3.607.133	-	3.607.133
Sundry Creditors	2.253.294	1.119.437	1.020	3.373.751
Derivative Fin. Liabilities for Hedging Purposes	45.100	148.363	-	193.463
Other Liabilities ⁽⁶⁾	75.031	312.303	18.553	405.887
Total Liabilities	9.607.201	21.473.090	1.215.998	32.296.289
Net Balance Sheet Position	(3.693.108)	(6.664.656)	742.977	(9.614.787)
Net Off-Balance Sheet Position	3.598.429	6.687.747	(773.980)	9.512.196
Financial Derivative Assets	8.104.100	38.632.316	852.225	47.588.641
Financial Derivative Liabilities	4.505.671	31.944.569	1.626.205	38.076.445
Non-Cash Loans ⁽⁷⁾	1.120.511	3.007.927	87.252	4.215.690
Prior Period				
Total Assets	5.516.764	12.703.403	1.816.148	20.036.315
Total Liabilities	7.729.338	20.025.742	1.119.737	28.874.817
Net Balance Sheet Position	(2.212.574)	(7.322.339)	696.411	(8.838.502)
Net Off-Balance Sheet Position	1.510.261	6.691.465	(631.032)	7.570.694
Financial Derivative Assets	3.787.761	36.916.265	1.162.690	41.866.716
Financial Derivative Liabilities	2.277.500	30.224.800	1.793.722	34.296.022
Non-Cash Loans ⁽⁷⁾	1.093.104	2.718.582	133.991	3.945.677

(1) Cash and Balances with TR Central; Other FC include TL 1.876.963 (December 31, 2014 – TL 1.747.613) precious metal deposit account.

(2) Does not include TL 32.676 (December 31, 2014 – 18.466 TL) of currency income accruals arising from derivative transactions.

(3) Includes TL 3.248.901 TL (December 31, 2014 – TL 2.876.246 TL) FC indexed loans.

(4) Does not include FC prepaid expenses amounting to TL 4.922 (December 31, 2014 – TL 4.474) as per BRSA's Communique published in Official Gazette no 26085 on 19 February 2006.

(5) Other foreign currency includes TL 471.404 (December 31, 2014 – TL 634.454) of precious metal deposit account.

(6) Does not include currency expense accruals of derivative financial instruments kept in FC accounts amounting to TL 87.930 (December 31, 2014 – TL 15.220).

(7) Does not have an effect on Net Off-Balance Sheet Position.

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V. Explanations Related to Interest Rate Risk

Interest rate risk that would arise from the changes in interest rates depending on the Bank's position is managed by the Asset/Liability Committee of the Bank.

Interest rate sensitivity of assets, liabilities and off balance sheet items is analyzed by top management in the Asset/Liability Committee meetings held every month by taking the market developments into consideration.

The management of the Bank follows the interest rates in the market on a daily basis and revises interest rates of the Bank when necessary.

Besides customer deposits, the Bank funds its long term fixed interest rate TL loan portfolio with long term (up to 10 years) floating interest rate foreign currency funds obtained from international markets. The Bank changes the foreign currency liquidity obtained from the international markets to TL liquidity with long term swap transactions (fixed TL interest rate and floating FC interest rate). Therefore, the Bank not only funds its long term fixed interest rate loans with TL but also hedges itself from interest rate and maturity risk.

Information related to the interest rate sensitivity of assets, liabilities and off-balance sheet items

(Based on repricing dates)

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing ^(*)	Total
Assets							
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metal) and Balances with the T.R. Central Bank	646.875	-	-	-	-	8.873.578	9.520.453
Due from Banks	38.109	2.000	8.000	-	-	99.036	147.145
Financial Assets at Fair Value Through Profit/Loss ^(**)	334	2.165	6.251	8.412	71.148	5.364.858	5.453.168
Money Market Placements	-	-	-	-	-	-	-
Inv. Securities Available for Sale	550.646	1.135.002	1.817.910	268.847	1.754.720	194.589	5.721.714
Loans and Receivables	10.676.783	5.743.805	15.029.183	14.050.207	5.029.692	1.799.391	52.329.061
Inv. Securities Held to Maturity	960.204	826.706	1.139.299	841.483	198.483	66.309	4.032.484
Other Assets	-	-	-	-	-	3.290.240	3.290.240
Total Assets	12.872.951	7.709.678	18.000.643	15.168.949	7.054.043	19.688.001	80.494.265
Liabilities							
Bank Deposits	1.020.693	500.468	13.917	-	-	25.839	1.560.917
Other Deposits	25.903.707	8.397.066	1.487.872	114.808	-	6.105.785	42.009.238
Money Market Borrowings	3.140.856	866.563	447.713	-	-	46.331	4.501.463
Sundry Creditors	3.373.751	-	-	-	-	1.661.336	5.035.087
Securities Issued	134.018	1.860.438	353.815	3.131.921	-	103.237	5.583.429
Funds Borrowed	1.381.295	5.146.069	1.193.118	127.464	20.221	67.231	7.935.398
Other Liabilities ^(***)	79	165	814	1.342	-	13.866.333	13.868.733
Total Liabilities	34.954.399	16.770.769	3.497.249	3.375.535	20.221	21.876.092	80.494.265
On Balance Sheet Long Position	-	-	14.503.394	11.793.414	7.033.822	-	33.330.630
On Balance Sheet Short Position	(22.081.448)	(9.061.091)	-	-	-	(2.188.091)	(33.330.630)
Off-Balance Sheet Long Position	4.679.248	6.656.645	136.417	-	-	-	11.472.310
Off-Balance Sheet Short Position	-	-	-	(6.407.140)	(1.787.962)	-	(8.195.102)
Total Position	(17.402.200)	(2.404.446)	14.639.811	5.386.274	5.245.860	(2.188.091)	3.277.208

(*) Non Interest Bearing column includes accruals and derivative financial instruments' fair value valuation difference.

(**) Financial Assets at Fair Value Through Profit/Loss include TL 3.072.879 derivative financial assets used for hedging purposes.

(***) Other Liabilities include derivative financial liabilities used for hedging purposes amounting to TL 238.327.

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Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing ^(*)	Total
Assets							
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metal) and Balances with the T.R. Central Bank	912.650	-	-	-	-	7.751.185	8.663.835
Due from Banks	2.000	6.000	10.000	-	-	225.692	243.692
Financial Assets at Fair Value Through Profit/Loss ^(**)	122	2.377	7.568	9.942	82.786	3.242.258	3.345.053
Money Market Placements	200.062	-	-	-	-	-	200.062
Inv. Securities Available for Sale	1.347.692	677.591	1.454.350	195.492	1.508.473	249.634	5.433.232
Loans and Receivables	10.819.801	5.063.645	14.874.731	13.324.249	4.661.639	1.502.061	50.246.126
Inv. Securities Held to Maturity	158.930	811.585	1.759.766	684.905	256.315	55.722	3.727.223
Other Assets	-	-	-	-	-	3.347.131	3.347.131
Total Assets	13.441.257	6.561.198	18.106.415	14.214.588	6.509.213	16.373.683	75.206.354
Liabilities							
Bank Deposits	1.103.611	258.593	40.184	-	-	20.614	1.423.002
Other Deposits	24.547.984	7.767.393	2.199.172	102.961	-	6.034.042	40.651.552
Money Market Borrowings	3.412.859	730.965	-	-	-	3.610	4.147.434
Sundry Creditors	2.133.518	-	-	-	-	1.629.052	3.762.570
Securities Issued	241.279	1.167.753	1.061.031	2.848.641	-	54.745	5.373.449
Funds Borrowed	252.470	1.202.489	5.462.014	64.379	-	38.503	7.019.855
Other Liabilities ^(***)	76	154	765	1.551	-	12.825.946	12.828.492
Total Liabilities	31.691.797	11.127.347	8.763.166	3.017.532	-	20.606.512	75.206.354
On Balance Sheet Long Position	-	-	9.343.249	11.197.056	6.509.213	-	27.049.518
On Balance Sheet Short Position	(18.250.540)	(4.566.149)	-	-	-	(4.232.829)	(27.049.518)
Off-Balance Sheet Long Position	4.644.902	6.246.235	-	-	-	-	10.891.137
Off-Balance Sheet Short Position	-	-	(390.290)	(8.285.438)	(1.858.489)	-	(10.534.217)
Total Position	(13.605.638)	1.680.086	8.952.959	2.911.618	4.650.724	(4.232.829)	356.920

(*) Non Interest Bearing column includes accruals and derivative financial instruments' fair value valuation difference.

(**) Financial Assets at Fair Value Through Profit/Loss include TL 1.988.746 derivative financial assets used for hedging purposes.

(***) Other Liabilities include derivative financial liabilities used for hedging purposes amounting to TL 352.080.

Average interest rates applied to monetary financial instruments

Current Period	EURO %	USD %	JPY %	TL %
Assets				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased) and Balances with the T.R. Central Bank	-	-	-	-
Due from Banks	-	0,52	-	10,73
Financial Assets at Fair Value Through Profit/Loss	2,67	4,55	-	8,58
Money Market Placements	-	-	-	-
Investment Securities Available for Sale	3,65	5,02	-	8,72
Loans and Receivables	4,73	4,44	4,58	13,56
Investment Securities Held to Maturity	2,96	5,22	-	8,60
Liabilities				
Bank Deposits	1,42	0,77	-	10,55
Other Deposits	1,57	1,73	0,25	9,80
Money Market Borrowings	0,50	0,81	-	7,92
Sundry Creditors	0,01	0,08	-	-
Securities Issued	-	5,33	-	9,51
Funds Borrowed	1,52	2,85	-	8,40

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Prior Period	EURO	USD	JPY	TL
	%	%	%	%
Assets				
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased) and Balances with the T.R. Central Bank	-	-	-	-
Due from Banks	0,10	0,63	-	11,19
Financial Assets at Fair Value Through Profit/Loss	3,50	4,65	-	8,81
Money Market Placements	-	-	-	11,24
Investment Securities Available for Sale	3,79	5,40	-	9,78
Loans and Receivables	4,88	4,47	4,37	13,65
Investment Securities Held to Maturity	2,96	5,27	-	11,38
Liabilities				
Bank Deposits	0,51	0,90	-	10,60
Other Deposits	2,00	2,30	0,25	9,89
Money Market Borrowings	0,67	0,66	-	8,86
Sundry Creditors	0,03	0,11	-	-
Securities Issued	-	5,40	-	8,79
Funds Borrowed	1,42	2,91	-	8,40

Interest rate risk on banking book

The interest rate risk resulting from banking book comprises of maturity mismatch risk, yield-curve risk, base risk and option risk. Within the scope of the interest rate risk, the Bank analyzes all these risks periodically, and considering market conditions, manages all aspects of interest rate risk on banking book effectively in accordance with the bank strategy. In order to this, within the scope of "Asset Liability Management Policy" risks are measured, monitored and limited on a regular basis.

In the calculation of the interest rate risk on banking book, income approach and the economic value approach are applied. The analysis of economic value, duration and gap analysis are calculated on a weekly basis, analysis of the standard economic value approach is supported by different scenarios. In addition, the sensitivity of the net interest income is monitored, the prepayment rates of loans are considered managing the interest rate risk.

In customer deposits, core deposits analyses are performed regularly on profit center base and the rate of core deposits in demand deposits are considered in economic value, gap and duration analyses. The interest rate risk of uncertain due credits is determined considering the nature of the credit and added to calculations.

All these analyses are reported to Asset and Liability Committee and Risk Committee and by considering market conditions and the bank strategy, the interest rate risk on banking book is managed within specified limits parallel to the Bank's appetite of risk.

Available for sale securities included in banking book are daily monitored by being added to the scope of market risk. In this context, the risk level of this portfolio is managed considering the sensitivity of nominal, interest rate and VAR limits.

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The interest rate risk on banking book is measured legally as per the “Regulation on Measurement and Evaluation of Interest Rate Risk Resulted from Banking Book as per Standard Shock Method” published in the Official Gazette No: 28034 dated August 23, 2011, and the legal limit as per this measurement is monitored and reported monthly to the Assets and Liability Committee, the Risk Committee and the Board of Directors.

Type of Currency	Shocks Applied (+/- x basis points)	Gains/Losses	Gains/Equity- Losses/Equity
1. TL	(+) 500	(952.318)	%(8,73)
	(-) 400	919.544	%8,43
2. EUR	(+) 200	(51.906)	%(0,48)
	(-) 200	64.656	%0,59
3. USD	(+) 200	(111.697)	%(1,02)
	(-) 200	110.959	%1,02
Total (of negative shocks)		1.095.159	%10,04
Total (of positive shocks)		(1.115.921)	%(10,23)

VI. Position risk of equity securities in banking book

Equity Securities (shares)	Comparison		
	Carrying Value	Fair Value	Market Value
1. Investment in Shares- grade A	14.512	-	14.512
Quoted Securities	14.512	-	14.512
2. Investment in Shares- grade B	170.876	-	170.876
Quoted Securities	170.876	-	170.876
3. Investment in Shares- grade C	-	-	-
Quoted Securities	-	-	-
4. Investment in Shares- grade Other^(*)	341.323(*)	316.710	-

^(*) Includes associates, subsidiaries and entities under common control not quoted to ISE and not classified as investment in shares by CMB.

Portfolio	Gains/Losses in Current Period	Revaluation Surpluses		Unrealized Gains and Losses		
		Total	Amount under Core Capital	Total	Amount under Core Capital	Amount under Supplementary Capital
1. Private Equity Investments	-	288.791	288.791	-	-	-
2. Quoted Shares	(43)	-	-	797	-	359
3. Other Shares	-	-	-	-	-	-
4. Total	(43)	288.791	288.791	797	-	359

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VII. Explanations Related to Liquidity Risk

1. The sources of the current liquidity risk of the Bank; whether the necessary precautions have been taken, whether the Board of Directors sets limits on the funds available to meet the urgent liquidity requirements and to be able to pay borrowings when they become due

Liquidity risk represents risk insufficient cash or cash inflows to meet the cash outflows completely and on time, as a result of instable cash flows. Liquidity risk may also result from inability to penetrate to market and to close open positions quickly at suitable prices and with sufficient amounts due to market disruptions or barriers. To mitigate liquidity risk, the Bank diversifies funding sources as customer deposits and funds borrowed from abroad and keep certain level of assets as cash and cash equivalents.

In order to overcome the liquidity risk, the Bank diversifies its funding sources. Besides, in order to secure short term liquidity requirements, Bank heads for bond issuances and long term foreign borrowings.

The Bank evaluates its liquidity position on a daily basis. Liquidity reports, cash flow projections and scenarios are analyzed by the top management at Asset/Liability Committee meetings which are held monthly. Besides legal reports of liquidity adequacy, short-term liquidity position is monitored using the liquidity ratio, calculated daily by the Market Risk Committee. Liquidity reports in the context of Basel III are monitored monthly. Simulations for probable scenarios during crises are performed by calculating the liquidity life span according to various scenarios.

List of available limits, instruments and securities which can be used as collateral to create liquidity in the event of a possible liquidity crisis is updated weekly. Alternative funding strategies to be followed in case of a liquidity problem are evaluated within the current limits and positions to be taken are determined. Moreover, in terms of "Liquidity Emergency Action Plan" early warning signals, stress levels correlated with the level of liquidity risk and actions to be taken at each stress level are defined.

Liquidity coverage ratios are calculated weekly and monthly starting from 1 January 2015 as per "Regulation on Liquidity Coverage Ratio Calculation" published in the Official Gazette no. 28948, dated 21 March 2014. Liquidity coverage ratios should be at least 40% for foreign currency denominated assets and liabilities and 60% for total assets and liabilities for 2015. Liquidity coverage ratios for the first quarter of 2015 are as follows:

Current Period - 31 March 2015	FC	FC + TL
Average (%)	83,1 (%)	97,8 (%)

2. Whether the payments, assets and liabilities match with the interest rates, and whether the effect of mismatch on profitability is measured, if any

Bank's payments, assets and liabilities match with the interest rates.

3. Internal and external sources to meet the short and long-term liquidity needs, significant sources of liquidity that are not utilized

In order to meet urgent liquidity needs 12% (December 31, 2014 – 12%) of the balance sheet is allocated as cash and cash equivalents.

4. Evaluation of the Bank's cash flows and their resources

Cash flows of the Bank are mainly denominated in Turkish Lira, US Dollar and Euro.

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5. Presentation of assets and liabilities according to their remaining maturities

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and More	Unallocated (*)	Total
Assets								
Cash (Cash in Vault, Foreign Currency Cash, Money in Transit, Cheques Purchased, Precious Metal) and Balances with the T.R Central Bank	2.168.215	7.352.238	-	-	-	-	-	9.520.453
Due from Banks	98.434	38.109	2.121	8.481	-	-	-	147.145
Financial Assets at Fair Value Through Profit/Loss (**)	-	340.464	423.507	1.928.843	2.552.973	207.381	-	5.453.168
Money Markets Placements	-	-	-	-	-	-	-	-
Investment Securities Available for Sale	32.691	40.558	120.303	152.068	1.583.097	3.792.997	-	5.721.714
Loans and Receivables	-	11.785.148	5.744.182	15.028.761	14.046.893	5.029.326	694.751	52.329.061
Investment Securities Held to Maturity	-	437.288	-	-	1.043.171	2.552.025	-	4.032.484
Other Assets	-	901.609	-	-	118.594	-	2.270.037	3.290.240
Total Assets	2.299.340	20.895.414	6.290.113	17.118.153	19.344.728	11.581.729	2.964.788	80.494.265
Bank Deposits	23.174	1.022.650	500.964	14.129	-	-	-	1.560.917
Other Deposits	5.891.316	26.016.752	8.464.180	1.518.234	118.756	-	-	42.009.238
Funds Borrowed	-	752.337	923.147	2.975.365	685.654	2.598.895	-	7.935.398
Money Market Borrowings	-	3.186.160	867.228	448.075	-	-	-	4.501.463
Securities Issued	-	134.217	1.459.686	758.936	3.230.590	-	-	5.583.429
Sundry Creditors	-	5.035.087	-	-	-	-	-	5.035.087
Other Liabilities (***)	-	1.320.569	400.362	967.638	626.830	287.757	10.265.577	13.868.733
Total Liabilities	5.914.490	37.467.772	12.615.567	6.682.377	4.661.830	2.886.652	10.265.577	80.494.265
Liquidity Gap	(3.615.150)	(16.572.358)	(6.325.454)	10.435.776	14.682.898	8.695.077	(7.300.789)	-
Prior Period								
Total Assets	2.697.823	19.165.736	5.613.381	16.535.762	17.585.293	10.610.042	2.998.317	75.206.354
Total Liabilities	5.865.674	34.385.995	10.510.161	8.261.313	3.703.109	2.467.554	10.012.548	75.206.354
Net Liquidity Gap	(3.167.851)	(15.220.259)	(4.896.780)	8.274.449	13.882.184	8.142.488	(7.014.231)	-

(*) The assets which are necessary to provide banking services and could not be liquidated in the short-term, such as fixed assets, investments in subsidiaries and associates, common shares unquoted on stock exchange, office stationery, and prepaid expenses are classified under this column.

Unallocated other liabilities include shareholders' equity amounting to TL 8.713.707, unallocated provisions amounting to TL 1.551.851.

(**) Financial Assets at Fair Value Through Profit/Loss include derivative financial assets held for hedging purposes amounting to TL 3.072.879.

(***) Other Liabilities also include derivative financial liabilities held for hedging purposes amounting to TL 238.327.

VIII. Explanations Related to Securitization Positions

As of March 31, 2015, the Bank has no securitization positions.

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IX. Explanations Related to Credit Risk Mitigation Techniques

The Bank applies Comprehensive Financial Collateral Method with Standard Volatility Adjustment Approach in compliance with the Article 34 and 37 of the “Regulation on Credit Risk Mitigation Techniques”. In this method, the volatility adjustments regarding the exposures and collaterals are made as per the standard deduction ratio that attached to the Regulation.

For mitigating the credit risk, cash and cash equivalents and high-credit-quality debt instruments are used. The Bank has no risk concentration related to credit risk mitigation.

Exposure Categories (**)	Amount(*)	Financial Collaterals	Other/Physical Collaterals	Guarantees and Credit Derivatives
Conditional and unconditional receivables from central governments or central banks	20.590.318	2.629.635	-	-
Conditional and unconditional receivables from regional or local governments	3.767	43	-	-
Conditional and unconditional receivables from administrative units and non-commercial enterprises	781	-	-	-
Conditional and unconditional receivables from multilateral development banks	-	-	-	-
Conditional and unconditional receivables from international organizations	-	-	-	-
Conditional and unconditional receivables from banks and brokerage houses	7.978.309	4.417.226	-	-
Conditional and unconditional receivables from corporates	22.628.326	665.828	-	-
Conditional and unconditional retail receivables	44.224.861	314.959	-	-
Conditional and unconditional receivables secured by mortgages	16.395.670	-	-	-
Past due receivables	668.423	177	-	-
Receivables defined in high risk category by BRSA	6.882.383	83.488	-	-
Securities collateralized by mortgages	-	-	-	-
Securitization positions	-	-	-	-
Short-term receivables from banks, brokerage houses and corporates	-	-	-	-
Investments similar to collective investment funds	27.494	-	-	-
Other receivables	3.551.613	-	-	-
Total	122.951.945	8.111.356	-	-

(*) Includes total risk amounts before credit risk mitigation and liquidity conversions.

(**) The mortgages used for the determination of the risk categories as per the article 6 of the “Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks”, are excluded.

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X. Explanations Related to Risk management objectives and policies

The Bank's risk strategy is approved by the Board of Directors and implementation of this strategy is under the responsibility of the Bank's Risk Committee and senior management.

Besides the Bank's risk principles and targets, the aim of the risk strategy is to describe the Bank's current and targeted risk profile and appetite, risk management and organization and the Bank's general approach as defined by principal risk management capacities. The scope of the risk strategy includes the Bank and all of its subsidiaries in the financial sector.

The Risk Management's mission is to optimize the relationship between risk and returns, by taking into account the interests of customers and employees, creating value for shareholders in line with the Bank's business strategy, consistent with both the best practices and the Bank's risk strategy in accordance with legal obligations.

The general objectives of the Bank's Risk Management:

- In accordance with the Bank's risk management policies, in order to maximize the potential benefits and acquire the opportunities that creates value addition for shareholders, comprise the basic standards for bank-wide risk management,
- In order to maintain the stability of the yields against unpredictable losses, to support Bank's business strategy in the manner that control the risk by carrying out the business objectives,
- To improve the use and distribution of the capital and to increase the risk adjusted returns by adding risk to the measurement of the business performance,
- To support decision making process by providing the essential risk-related perspective,
- To comply with legal, qualitative and quantitative requirements and consistency with the best practices,
- Contribute to the continued position of ethics standards and strong corporate governance of the Bank, which is one of the leading and reputable financial institutions in Turkey,
- To promote risk awareness and risk management culture throughout the Bank.

XI. Explanations related to transactions carried out on behalf of customers, items held in trust

The Bank acts as an investment agent for banking transactions on behalf of its customers and provides custody services. Such transactions are followed under off-balance sheet accounts.

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SECTION FIVE

EXPLANATIONS AND DISCLOSURES ON UNCONSOLIDATED FINANCIAL STATEMENTS

I. EXPLANATIONS AND DISCLOSURES RELATED TO ASSETS

1.a) Cash and balances with the Central Bank of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL/Foreign Currency	543.382	236.803	590.424	248.652
T.R. Central Bank	646.876	8.068.287	912.650	6.911.681
Other	15.460	9.645	133	295
Total	1.205.718	8.314.735	1.503.207	7.160.628

b) Balances with the Central Bank of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	646.876	716.049	912.650	689.015
Restricted Time Deposits	-	7.352.238	-	6.222.666
Total	646.876	8.068.287	912.650	6.911.681

As of March 31, 2015, the compulsory rates for the reserve deposits at the Central Bank of Turkey for Turkish Lira are implemented within an interval from 5% to 11,5% depending on the maturity of deposits (December 31, 2014 – 5% to 11,5%) and the compulsory rates for the foreign currency liabilities are within an interval from 6% to 20% depending on the maturity of deposits (December 31, 2014 – 6% to 13%).

According to T. C. Central Bank press release No. 2014-72 dated October 21, 2014, starting from November 2014, interest is paid on reserve requirements held in TL. In accordance with the declaration by the T.C. Central Bank on April 22, 2015 No. 2015-31, starting from May 8, 2015 the interest rates on TL reserve deposits will increase 50 bases points. Principles of Application will continue as described in the press release dated October 21, 2014.

2. Further information on financial assets at fair value through profit/loss

a) Trading securities given as collateral or blocked

None (December 31, 2014 – None).

b) Trading securities subject to repurchase agreements

None (December 31, 2014 – None).

c) Assets on trading derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	159.411	-	43.664	-
Swap Transactions	1.858.452	123.856	1.059.341	84.274
Futures Transactions	-	112	-	126
Options	-	150.080	-	65.940
Other	-	-	-	-
Total	2.017.863	274.048	1.103.005	150.340

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3. a) Information on banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic	13.318	163	19.266	68
Foreign	120	133.544	124	224.234
Foreign Head Offices and Branches	-	-	-	-
Total	13.438	133.707	19.390	224.302

b) Information on foreign bank accounts

	Unrestricted Amount		Restricted Amount ^(**)	
	Current Period	Prior Period	Current Period	Prior Period
EU Countries	52.968	53.136	1.475	1.550
USA and Canada	71.639	158.377	1.730	3.923
OECD Countries ^(*)	3.733	2.935	-	-
Off-shore Banking Regions	-	-	-	-
Other	2.119	4.437	-	-
Total	130.459	218.885	3.205	5.473

(*) Includes OECD countries other than the EU countries, USA and Canada.

(**) Includes blocked placements at foreign banks amounting to TL 3.205 (December 31, 2014 - TL 5.473) for the syndication and securitization loans received.

4. Information on receivables from reverse repurchase agreements

	Current Period		Prior Period	
	TL	FC	TL	FC
Domestic Transactions	-	-	200.062	-
T.R Central Bank	-	-	-	-
Banks	-	-	200.062	-
Intermediary Institutions	-	-	-	-
Other Financial Institutions and Organizations	-	-	-	-
Other Institutions and Organization	-	-	-	-
Real Persons	-	-	-	-
Foreign Transactions	-	-	-	-
T.R. Central Banks	-	-	-	-
Banks	-	-	-	-
Intermediary Institutions	-	-	-	-
Other Financial Institutions and Organizations	-	-	-	-
Other Institutions and Organizations	-	-	-	-
Real Persons	-	-	-	-
Total	-	-	200.062	-

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5. Information on investment securities available for sale

a) Investment securities available-for-sale given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	-	-	-	-
Bond, Treasury Bill and Similar Marketable Securities	223.394	314.739	413.810	284.954
Other	-	-	-	-
Total	223.394	314.739	413.810	284.954

b) Investment securities available for sale subject to repurchase agreements

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bonds	873.119	1.448.393	1.744.037	1.111.796
Treasury Bills	-	-	-	-
Other Debt Securities	-	-	-	-
Bonds Issued or Guaranteed by Banks	-	-	-	-
Asset Backed Securities	-	-	-	-
Other	-	-	-	-
Total	873.119	1.448.393	1.744.037	1.111.796

c) Investment securities available for sale

	Current Period	Prior Period
Debt securities	5.724.094	5.416.289
Quoted on a stock exchange (*)	5.716.578	5.409.632
Unquoted on a stock exchange	7.516	6.657
Share certificates	32.870	32.137
Quoted on a stock exchange (**)	28.645	27.912
Unquoted on a stock exchange	4.225	4.225
Impairment provision(-)	(35.250)	(15.194)
Total	5.721.714	5.433.232

(*) The Eurobond Portfolio amounting to TL 1.428.166 (December 31, 2014 – TL 1.199.653) which is accounted for as investment securities available for sale was hedged under fair value hedge accounting starting from March and April 2009 and the government bonds portfolio amounting to TL 105.141 (December 31, 2014 – TL 106.392) which is accounted for as investment securities available for sale was hedged under fair value hedge accounting starting from August 2011. The mentioned financial assets are accounted for as Investment Securities Available for Sale in order to be in line with balance sheet presentation.

(**) Share certificates that are quoted on a stock exchange include “exchange traded mutual funds” amounting to TL 28.534 (December 31, 2014 – TL 27.757).

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6. Information related to loans

a) Information on all types of loans and advances given to shareholders and employees of the Bank

	Current Period		Prior Period	
	Cash	Non-Cash	Cash	Non-Cash
Direct Loans Granted to Shareholders	273	23.036	1.715	34.288
Corporate Shareholders	273	23.036	1.715	34.288
Individual Shareholders	-	-	-	-
Indirect Loans Granted to Shareholders	-	-	-	-
Loans Granted to Employees ^(*)	67.688	-	66.957	-
Total	67.961	23.036	68.672	34.288

(*) Includes the advances given to the bank personnel.

b) Information on the first and second group loans and other receivables including rescheduled or restructured loans

	Performing Loans and Other Receivables			Loans and Other Receivables Under Close Monitoring		
	Loans and Other Receivables (Total)	Loans and Receivables with Revised Contract Terms	Extension of Repayment Plan	Loans and Other Receivables (Total)	Loans and Receivables with Revised Contract Terms	Extension of Repayment Plan
			Other			Other
Cash Loans^(*)						
Non-specialized Loans	48.962.845	546.578	-	2.754.558	1.002.634	-
Discount Notes	967.677	-	-	13.592	-	-
Export Loans	1.169.074	-	-	187.518	-	-
Import Loans	15.922	-	-	-	-	-
Loans Given to Financial Sector	811.922	-	-	-	-	-
Retail Loans	12.954.158	52.313	-	928.529	198.453	-
Credit Cards	7.820.240	356.393	-	589.100	313.489	-
Other	25.223.852	137.872	-	1.035.819	490.692	-
Specialized Loans	-	-	-	-	-	-
Other Receivables	-	-	-	-	-	-
Total	48.962.845	546.578	-	2.754.558	1.002.634	-

(*) The loans amounting to TL 83.093 (December 31, 2014 – TL 98.143) are classified under “Loans at Fair Value Through Profit/Loss” in the financial statements.

Times Payment Plan has been restructured	Performing Loans and Other Receivables	Loans and Other Receivables under Follow-up
1 or 2 times	510.048	877.827
3, 4 or 5 times	36.530	1.573
Over 5 times	-	123.234
Total	546.578	1.002.634

Extension Periods	Performing Loans and Other Receivables	Loans and Other Receivables under Follow-up
0 - 6 months	59.371	183.448
6 -12 months	44.891	52.210
1 - 2 years	162.874	223.082
2 - 5 years	249.881	449.703
5 years and over	29.561	94.191
Total	546.578	1.002.634

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c) Loans according to their maturity structure

Cash Loans (*)	Performing Loans and Other Receivables		Loans and Other Receivables Under Close Monitoring	
	Loans and Other Receivables	Loans and Receivables with Revised Contract Terms	Loans and Other Receivables	Loans and Receivables with Revised Contract Terms
Short-term Loans	22.478.968	356.393	589.100	313.489
Non-specialized Loans	22.478.968	356.393	589.100	313.489
Specialized Loans	-	-	-	-
Other Receivables	-	-	-	-
Medium and Long-term Loans	26.483.877	190.185	2.165.458	689.145
Non-specialized Loans	26.483.877	190.185	2.165.458	689.145
Specialized Loans	-	-	-	-
Other Receivables	-	-	-	-
Total	48.962.845	546.578	2.754.558	1.002.634

(*) The loans amounting to TL 83.093 (December 31, 2014 – TL 98.143) are classified under “Loans at Fair Value Through Profit/Loss” in the financial statements.

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d) Information on consumer loans, individual credit cards, personnel loans and personnel credit cards

	Short Term	Medium and Long Term	Total	Interest and Income Accruals
Consumer Loans-TL	188.190	11.544.901	11.733.091	184.250
Housing Loans	1.990	5.412.468	5.414.458	131.693
Automobile Loans	301	43.847	44.148	376
Personal Need Loans	185.899	6.088.586	6.274.485	52.181
Other	-	-	-	-
Consumer Loans-FC Indexed	-	19.904	19.904	17.374
Housing Loans	-	19.136	19.136	16.572
Automobile Loans	-	-	-	-
Personal Need Loans	-	768	768	802
Other	-	-	-	-
Consumer Loans-FC	-	-	-	-
Housing Loans	-	-	-	-
Automobile Loans	-	-	-	-
Personal Need Loans	-	-	-	-
Other	-	-	-	-
Individual Credit Cards-TL	6.921.053	285.929	7.206.982	82.666
Installment	2.459.956	285.929	2.745.885	31.495
Non- Installment	4.461.097	-	4.461.097	51.171
Individual Credit Cards-FC	3.609	-	3.609	25
Installment	-	-	-	-
Non- Installment	3.609	-	3.609	25
Personnel Loans-TL	4.721	35.614	40.335	246
Housing Loans	-	408	408	1
Automobile Loans	-	51	51	-
Personal Need Loans	4.721	35.155	39.876	245
Other	-	-	-	-
Personnel Loans-FC Indexed	-	-	-	-
Housing Loans	-	-	-	-
Automobile Loans	-	-	-	-
Personal Need Loans	-	-	-	-
Other	-	-	-	-
Personnel Loans-FC	-	-	-	-
Housing Loans	-	-	-	-
Automobile Loans	-	-	-	-
Personal Need Loans	-	-	-	-
Other	-	-	-	-
Personnel Credit Cards-TL	24.488	-	24.488	-
Installment	9.211	-	9.211	-
Non-Installment	15.277	-	15.277	-
Personnel Credit Cards-FC	83	-	83	-
Installment	-	-	-	-
Non-Installment	83	-	83	-
Overdraft Accounts-TL (Real Persons)	1.781.980	-	1.781.980	105.507
Overdraft Accounts-FC (Real Persons)	-	-	-	-
Total	8.924.124	11.886.348	20.810.472	390.068

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e) Information on commercial loans with installments and corporate credit cards

	Short Term	Medium and Long Term	Total	Interest and Income Accruals
Commercial Loans with Installment Facility – TL	684.818	8.739.086	9.423.904	147.472
Real Estate Loans	673	223.090	223.763	3.654
Automobile Loans	6.246	336.119	342.365	4.984
Personal Need Loans	677.899	8.179.877	8.857.776	138.834
Other	-	-	-	-
Commercial Loans with Installment Facility - FC Indexed	54.697	1.316.388	1.371.085	177.981
Real Estate Loans	-	26.505	26.505	8.355
Automobile Loans	527	77.005	77.532	5.524
Personal Need Loans	54.170	1.212.878	1.267.048	164.102
Other	-	-	-	-
Commercial Loans with Installment Facility – FC	-	-	-	-
Real Estate Loans	-	-	-	-
Automobile Loans	-	-	-	-
Personal Need Loans	-	-	-	-
Other	-	-	-	-
Corporate Credit Cards –TL	1.077.146	1.486	1.078.632	12.331
Installment	288.733	1.486	290.219	3.318
Non-Installment	788.413	-	788.413	9.013
Corporate Credit Cards –FC	519	-	519	4
Installment	-	-	-	-
Non-Installment	519	-	519	4
Overdraft Accounts-TL (Legal Entities)	912.609	-	912.609	2.011
Overdraft Accounts-FC (Legal Entities)	-	-	-	-
Total	2.729.789	10.056.960	12.786.749	339.799

f) Loans according to borrowers^(*)

	Current Period	Prior Period
Public	183.664	163.249
Private	51.533.739	49.612.847
Total	51.717.403	49.776.096

^(*) The loans amounting to TL 83.093 (December 31, 2014 – TL 98.143) are classified under “Loans at Fair Value Through Profit/Loss” in the financial statements.

g) Domestic and foreign loans^(*)

	Current Period	Prior Period
Domestic Loans	51.484.255	49.569.219
Foreign Loans	233.148	206.877
Total	51.717.403	49.776.096

^(*) The loans amounting to TL 83.093 (December 31, 2014 – TL 98.143) are classified under “Loans at Fair Value Through Profit/Loss in the financial statements.

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h) Loans granted to subsidiaries and associates

	Current Period	Prior Period
Direct Loans Granted to Subsidiaries and Associates	110.399	157.557
Indirect Loans Granted to Subsidiaries and Associates	-	-
Total	110.399	157.557

i) Specific provisions for loans

	Current Period	Prior Period
Specific Provisions		
Loans and Receivables with Limited Collectability	86.537	84.959
Doubtful Loans and Other Receivables	361.664	439.784
Uncollectible Loans and Receivables	1.865.959	1.638.583
Total	2.314.160	2.163.326

j) Non-performing loans (NPLs) (Net)

j.1) Non-performing loans and other receivables restructured or rescheduled

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period			
(Gross Amounts Before the Specific Provisions)	1.049	2.964	74.959
Restructured Loans and Other Receivables	-	-	-
Rescheduled Loans and Other Receivables	1.049	2.964	74.959
Prior Period			
(Gross Amounts Before the Specific Provisions)	133	4.457	78.247
Restructured Loans and Other Receivables	-	-	-
Rescheduled Loans and Other Receivables	133	4.457	78.247

j.2) Movement of non-performing loans^(*)

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Prior Period End Balance	420.940	671.976	1.638.583
Additions (+)	390.961	18.853	23.703
Transfers from Other Categories of Non-Performing Loans (+)	-	350.585	287.109
Transfers to Other Categories of Non-Performing Loans (-)	350.585	287.109	-
Collections (-)	30.902	41.767	83.436
Write-offs (-)	-	-	-
Corporate and Commercial Loans	-	-	-
Consumer Loans	-	-	-
Credit Cards	-	-	-
Others	-	-	-
Current Period End Balance	430.414	712.538	1.865.959
Specific Provision (-)	86.537	361.664	1.865.959
Net Balances on Balance Sheet	343.877	350.874	-

^(*)Based on the "Regulation on Procedures and Principles for Determination of Qualifications of Loans and Other Receivables by Banks and Provisions to be set aside", the Bank provided specific provisions for its 4th group commercial loans with 100% provision rate in the prior period, whereas in the current period the Bank provided provision by using minimum provision ratios. After the stated change, the Bank has provided TL 106.803 less provision in the current period as compared to the provisioning method used in the prior period.

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j.3) Information on foreign currency non-performing loans and other receivables

None (December 31, 2014 - None).

j.4) Information regarding gross and net amounts of non-performing loans with respect to user groups

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period (Net)	343.877	350.874	-
Loans to Real Persons and Legal Entities (Gross)	430.414	712.538	1.850.701
Specific provision (-)	(86.537)	(361.664)	(1.850.701)
Loans to Real Persons and Legal Entities (Net)	343.877	350.874	-
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	15.258
Specific provision (-)	-	-	(15.258)
Other Loans and Receivables (Net)	-	-	-
Prior Period (Net)	335.981	232.192	-
Loans to Real Persons and Legal Entities (Gross)	420.940	671.976	1.627.696
Specific provision (-)	(84.959)	(439.784)	(1.627.696)
Loans to Real Persons and Legal Entities (Net)	335.981	232.192	-
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	10.887
Specific provision (-)	-	-	(10.887)
Other Loans and Receivables (Net)	-	-	-

k) Liquidation policies for uncollectible loans and other receivables:

For the unrecoverable non-performing loans under legal follow-up, the loan quality, collateral quality, bona fide of the debtor and assessment of the emergency of legal follow-up are considered, before applying the best practice for unrecoverable non-performing loans under legal follow up. The bank prefers to liquidate the risk through negotiations with the debtors. If this cannot be possible, then the Bank starts the legal procedures for the liquidation of the risk. Ongoing legal follow-up procedures do not prevent negotiations with the debtors. An agreement is made with the debtor at all stage of the negotiations for the liquidation of the risk.

l) Write-off policy:

Unrecoverable non-performing loans under legal follow-up, for which 100% provision is provided in compliance with the "Provisioning Decree" and with no collateral that are deemed as uncollectible are written off by the Board of Directors' decision.

7. Information on investment securities held-to-maturity

a) Information on financial assets held as collateral/blocked held-to-maturity

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	-	-	-	-
Bond, Treasury Bill and Similar Marketable Securities	519.381	-	398.384	-
Other	-	-	-	-
Toplam	519.381	-	398.384	-

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b) Information on financial assets held-to-maturity subject to repurchase agreements

Held-to-maturity financial assets subject to repurchase agreements amount to TL 2.509.850 (December 31, 2014: TL 1.554.090) as of balance sheet date.

c) Information on financial government debt securities held-to-maturity

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bond	3.254.526	98.791	3.052.566	90.418
Treasury Bill	-	-	-	-
Other Debt Securities	-	-	-	-
Total	3.254.526	98.791	3.052.566	90.418

d) Information on investment securities held-to-maturity

	Current Period		Prior Period	
	TL	FC	TL	FC
Debt Securities	3.254.526	777.958	3.052.566	674.657
Publicly-traded	3.254.526	777.958	3.052.566	674.657
Non-publicly traded	-	-	-	-
Provision for losses (-)	-	-	-	-
Total	3.254.526	777.958	3.052.566	674.657

e) Movement of held-to-maturity investments

	Current Period	Prior Period
Value at the beginning of the period	3.727.223	2.825.779
Exchange differences on monetary assets	82.349	32.352
Acquisitions during the year ⁽⁶⁾	250.519	631.486
Disposals through sales and redemptions	(71.450)	-
Provision for losses (-)	-	-
Valuation effect	43.843	237.606
The sum of end of the period	4.032.484	3.727.223

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8. Investments in associates (Net):

8.1. Investments in associates:

a) Information on the unconsolidated subsidiaries

Title	Address (City/ Country)	Bank's Share-If Different, Voting Rights (%)	Bank's Risk Group Share (%)
Bankalararası Kart Merkezi (BKM) (*)	Istanbul/Turkey	9,23%	9,23%

Total Assets	Shareholder's Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Company's Fair Value
52.906	28.337	34.468	322	-	2.500	4.171	-

(*) Current period information is obtained from financial statements as of March 31, 2015 while prior period profit and loss information is obtained from financial statements as of March 31, 2014.

b) Information on the consolidated subsidiaries: None.

8.2. Movements of investments in associates

	Current Period	Prior Period
Balance at the Beginning of Period	3.766	3.766
Movements During the Period	-	-
Purchases	-	-
Bonus Shares Received	-	-
Dividends From Current Year Profit	-	-
Sales	-	-
Reclassifications	-	-
Increase/Decrease in Market Values	-	-
Currency Differences on Foreign Associates	-	-
Impairment Losses (-)	-	-
Balance at the End of the Period	3.766	3.766
Capital Commitments	-	-
Share Percentage at the End of the Period (%)	-	-

8.3. Sectoral distribution of associates

	Current Period	Prior Period
Banks	-	-
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	-	-
Finance Companies	-	-
Other Associates	3.766	3.766
Total	3.766	3.766

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8.4. Quoted Associates

None (December 31, 2014 - None).

8.5. Valuation methods of investments in associates

	Current Period	Prior Period
Valued at Cost	3.766	3.766
Valued at Fair Value	-	-
Valued at Equity Method	-	-
Total	3.766	3.766

8.6. Investments in associates sold during the current period

None. (December 31, 2014 - None).

8.7. Investments in associates acquired during the current period

None. (December 31, 2014 - None).

9. Investments in subsidiaries (Net)

a) Information on the unconsolidated subsidiaries

Title	Address (City/Country)	Bank's Share – If Different, Voting Rights (%)	Bank's Risk Group Share (%)									
1) Ibtech Uluslararası Bilişim ve İletişim Teknolojileri Araştırma, Geliştirme, Danışmanlık, Destek San. ve Tic. A.Ş.	Istanbul/Turkey	99,91%	99,99%									
2) EFINANS Elektronik Ticaret ve Bilişim Hizmetleri A.Ş. (*)	Istanbul/Turkey	51,00%	51,00%									
				(**)	Total Assets	Shareholders' Equity	Total Fixed Asset	Interest Income	Securities Income	Current Period Profit/Loss	Prior Period Profit/Loss	Company's Fair Value
1.					41.763	22.156	17.019	-	-	1.252	3.782	-
2. (*)					7.457	6.381	4.880	24	-	12	-	-

(*) Represents the investment for the foundation of EFINANS Elektronik Ticaret ve Bilişim Hizmetleri A.Ş. amounting to TL 3.060. In the Board of Directors meeting on August 22, 2013, it has been decided that the Bank shall participate with 51% share and TL 3.060 capital in the foundation of EFINANS Elektronik Ticaret ve Bilişim Hizmetleri Anonim Şirketi which is located in Istanbul and is founded with a total of TL 6.000 capital. The foundation of the Company has been announced in Commercial Registry Gazette, dated September 16, 2013 and numbered 8405.

(**) Current period information is obtained from financial statements as of March 31, 2015, prior period profit and loss information is obtained from financial statements as of March 31, 2015.

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b) Information on the consolidated subsidiaries:

b.1) Information on the consolidated subsidiaries

Subsidiary	Address (City/Country)	Bank's Share – If Different, Voting Rights (%)	Bank's Risk Group Share (%)
1. Finans Yatırım Menkul Değerler A.Ş.	Istanbul/Turkey	99,60	99,74
2. Finans Finansal Kiralama A.Ş.	Istanbul/Turkey	51,06	69,00
3. Finans Yatırım Ortaklığı A.Ş. (**)	Istanbul/Turkey	76,06 ^(*)	76,13
4. Finans Portföy Yönetimi A.Ş.	Istanbul/Turkey	0,01	99,72
5. Finans Faktoring Hizmetleri A.Ş.	Istanbul/Turkey	99,99	100,00

^(*)The share of the Bank is 10,01%, the remaining 66,05% shareholding represents the purchases of publicly traded shares on the Istanbul Stock Exchange.

^(**) As per Board of Directors meeting dated 21 May 2014, it has been decided for the liquidation of Finans Investment Trust. Liquidation decision will be presented for the approval of the shareholders at the General Board Meeting and those who vote unfavorably and oppose will be granted the right to resign from the Company. The Extraordinary General Meeting is done in October 20, 2014. The decisions of The Extraordinary General Meeting have been registered as of November 7, 2014. The shares of Finans Yatırım Ortaklığı A.Ş. have been unquoted from the exchange list and markets of Istanbul Stock exchange and banned for trade as of November 10, 2014. Finans Yatırım Ortaklığı A.Ş. is referred to as "Finans Yatırım Ortaklığı A.Ş. Under Liquidation" since November 7, 2014.

Information on subsidiaries in the order presented in the table above

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Company's Fair Value ^(**)
1. (*)	257.307	115.931	3.400	3.135	-	38.112	(1.829)	93.868
2. (*)	1.808.977	570.261	3.307	40.243	-	12.706	11.776	170.872(**)
3. (*)	21.365	21.312	1	329	-	179	208	14.513(**)(***)
4. (*)	12.085	10.846	494	256	2	585	132	-
5. (*)	486.056	26.182	1.175	13.048	-	605	210	39.425

^(*) Current period information represents March 31, 2015 figures, and prior period profit/loss amounts represent March 31, 2014 figures as per the financial statements prepared in accordance with BRSA regulations.

^(**) Fair values of publicly traded subsidiaries reflect their Istanbul Stock Exchange (ISE) values as of balance sheet date.

^(***) The Market Value of the Finans Yatırım Ortaklığı A.Ş. as of November 7, 2014.

b.2) Movement of investments in subsidiaries

	Current Period	Prior Period
Balance at the Beginning of the Period	426.813	405.170
Movements during the period	(108.134)	21.643
Purchases	-	-
Bonus Shares Received	-	-
Dividends from Current Year Profit	-	-
Disposals	-	-
Changes Due to Reclassification	-	-
Revaluation Increase	(108.134)	21.643
Impairment Provision	-	-
Balance at the End of the Period	318.679	426.813
Capital Commitments	-	-
Share Percentage at the end of the Period (%)	-	-

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b.3) Sectoral distribution of subsidiaries

	Current Period	Prior Period
Banks	-	-
Insurance Companies	-	-
Factoring Companies	39.425	39.565
Leasing Companies	170.872	260.125
Finance Companies	-	-
Other Subsidiaries	108.382	127.123
Total	318.679	426.813

b.4) Quoted subsidiaries within the context of consolidation

	Current Period	Prior Period
Quoted on Domestic Stock Exchanges	170.872	260.125
Quoted on International Stock Exchanges	-	-
Total	170.872	260.125

b.5) Explanation to capital adequacy of the significant subsidiaries

The Bank does not have any significant subsidiaries.

10. Investments in entities under common control:

	The Bank's Share	The Group's Share	Current Assets	Fixed Assets	Long Term Debt	Current Period Profit/Loss	Prior Period Profit/Loss
Cigna Finans Emeklilik ve Hayat A.Ş. ^(*)	49,00%	49,00%	260.545	501.643	566.679	2.999	8.217
Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş. ^(*)	33,33%	33,33%	15.564	9.474	844	2.020	(499)

^(*) Current period information represents March 31, 2015 figures, prior period information is obtained from the financial statements from March 31, 2014. Cigna Finans Emeklilik ve Hayat A.Ş., is accounted with fair value method as Comminique on Bank's Consolidated Financial Statement and Turkish Accounting Standards.

11. Information on leasing receivables (Net)

None (December 31, 2014 - None).

12. Information on hedging purpose derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Fair Value Hedge ^(*)	2.199.384	45.314	1.459.151	22.844
Cash Flow Hedge	828.181	-	506.751	-
Hedge of Net Investment in Foreign Operations	-	-	-	-
Total	3.027.565	45.314	1.965.902	22.844

^(*) Derivative financial instruments designated for the fair value hedge purposes comprise of swaps. As of March 31, 2015, TL 50.302 (December 31, 2014 - TL 36.343) represents the fair value of derivatives which are designated as hedging instruments to hedge the fair value changes in securities and TL 44.407 (December 31, 2014 - TL 20.170) represents the amount of issued bonds, TL 2.149.989 (December 31, 2014 - TL 1.425.482), represents the fair value of derivatives which are designated as hedging instruments to hedge the fair value changes in loans.

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13. Information on tax asset

As of March 31, 2015, the Bank's deferred tax asset calculated in accordance with subject regulations is TL 37.563 (December 31, 2014 – TL 50.050 deferred tax asset).

According to TAS 12, the deferred tax assets and liabilities are netted off in the accompanying financial statements. The Bank has calculated TL 207.042 deferred tax asset (December 31, 2014 – TL 198.406) and TL 169.479 deferred tax liability (December 31, 2014 – TL 148.356) considering the book value of its assets and liabilities on the balance sheet, amount subject to taxation as per legislation and amounts to be taken into consideration in flowing periods calculating financial profit and loss.

In case the difference between the book value of assets subject to deferred tax and their value subject to taxation is related to equity, deferred tax income or expense is netted off with related accounts in this group. TL 44.312 deferred tax asset has been netted off under equity. (December 31, 2014 – TL 35.494 deferred tax asset).

	Accumulated Temporary Differences		Deferred Tax Assets/(Liabilities)	
	31.03.2015	31.12.2014	31.03.2015	31.12.2014
Provision for Employee Rights	216.333	200.134	43.267	40.027
Difference Between the Book Value of Financial Assets and Tax Base	477.395	641.365	95.479	128.273
Other	341.480	150.530	68.296	30.106
Deferred Tax Assets			207.042	198.406
Difference Between the Book Value Financial Fixed Assets and Tax Base	(147.983)	(257.159)	(29.597)	(51.432)
Difference Between the Book Value of Financial Assets and Tax Base değeri arasındaki farklar	(473.880)	(300.415)	(94.776)	(60.083)
Other	(225.529)	(184.205)	(45.106)	(36.841)
Deferred Tax Liabilities			(169.479)	(148.356)
Deferred Tax Assets/(Liabilities), Net			37.563	50.050

	Current Period	Prior Period
	01.01-31.12.2014	01.01-31.12.2013
Deferred Tax as of January 1 Active/ (Passive) - Net	50.050	78.670
Deferred Tax (Loss) / Gain	(21.305)	(61.602)
Deferred Tax that is Realized Under Shareholder's Equity	8.818	8.120
December 31 Deferred Tax Active/ (Passive) - Net	37.563	25.188

14. Information on assets held for sale and discontinued operations

As of March 31, 2015, The Bank has assets held for sale amounting to TL 10.560 (December 31, 2014: TL 51.265).

The auction regarding the sale of the Bank's Gayrettepe Headquarter Building on Istanbul, Şişli, Mecidiyeköy, map section 307, Isle 1956, Parcel 41 has been approved by the Board of Directors. Within this context a "Real Estate Sale Agreement" has been signed between parties and it has been decided for the building to be sold for USD 65.250.000. Transfer of property register has occurred as of March 25, 2015 in accordance with the conditions set out by the agreement.

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15. Information on other assets

15.1. Information on prepaid expense, tax and similar items

	Current Period	Prior Period
Cheques Receivables from Other Banks	245.375	254.690
Other Prepaid Expenses	339.325	305.057
Assets Held for Sale (Net)	118.593	138.126
Collateral Given for Derivative Transactions	97.852	73.722
Miscellaneous Receivables	48.915	64.730
Prepaid Rent Expenses	35.876	31.657
Advances Given	19.306	9.640
Prepaid Agency Commissions	4.887	6.564
Other	110.077	32.835
Total	1.020.206	917.021

15.2. If other assets exceed 10% of total assets excluding the off-balance sheet items, the name and the amount of the subaccounts which create at least 20% of them are:

Details of the other assets are described above in the 15.1 section of explanations and disclosures related to assets.

16. Accrued interest and income

The details of accrued interest and income allocated to the related items on the assets side of the balance sheet are as follows:

	Current Period		Prior Period	
	TL	FC	TL	FC
Derivative Financial Instruments Held for Hedging Purposes	3.027.565	45.314	1.965.902	22.844
Assets on Trading Derivatives	2.017.863	274.048	1.103.005	150.340
Loans and Receivables	864.484	137.235	670.666	119.800
Investments Securities Available for Sale	89.660	107.105	132.088	100.324
Investments Held-to-Maturity	54.429	11.881	48.794	6.928
Central Bank	1.845	-	-	-
Banks	602	-	997	31
Trading Securities	28	64	50	117
Other Accruals	68.967	63	125	-
Total	6.127.288	575.710	3.921.627	400.384

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II. EXPLANATIONS AND DISCLOSURES RELATED TO LIABILITIES

1. Information on maturity structure of deposits

Current Period

	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6-12 Months	1 Year and Over	Accumulated Deposit Accounts	Total
Saving Deposits	1.572.980	-	2.462.188	12.249.012	235.271	271.615	1.256.243	3.576	18.050.885
Foreign Currency Deposits	2.064.261	-	1.904.167	8.501.229	207.823	166.952	475.445	3.771	13.323.648
Residents in Turkey	1.989.916	-	1.843.090	8.328.591	192.053	150.889	446.929	3.771	12.955.239
Residents Abroad	74.345	-	61.077	172.638	15.770	16.063	28.516	-	368.409
Public Sector Deposits	308.097	-	9.037	25.271	517	288	-	-	343.210
Commercial Deposits	1.497.136	-	1.952.119	3.850.176	308.283	114.882	97.580	-	7.820.176
Other Ins. Deposits	24.565	-	54.839	1.418.949	16.781	240.810	243.971	-	1.999.915
Precious Metal Deposits	424.277	-	-	9.623	5.351	554	31.599	-	471.404
Bank Deposits	23.174	-	195.965	1.236.331	82.071	23.376	-	-	1.560.917
T.R Central Bank	-	-	-	-	-	-	-	-	-
Domestic Banks	3.905	-	151.577	10.090	28.271	4.184	-	-	198.027
Foreign Banks	19.269	-	44.388	1.226.241	53.800	19.192	-	-	1.362.890
Participation Banks	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-
Total	5.914.490	-	6.578.315	27.290.591	856.097	818.477	2.104.838	7.347	43.570.155

Prior Period

	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6-12 Months	1 Year and Over	Accumulated Deposit Accounts	Total
Saving Deposits	1.478.602	-	2.302.799	11.989.509	479.169	287.251	1.491.669	3.859	18.032.858
Foreign Currency Deposits	1.842.949	-	1.523.086	8.626.554	441.796	159.241	482.581	3.521	13.079.728
Residents in Turkey	1.783.331	-	1.504.174	8.445.573	417.655	141.878	456.424	3.521	12.752.556
Residents Abroad	59.618	-	18.912	180.981	24.141	17.363	26.157	-	327.172
Public Sector Deposits	329.657	-	7.469	44.378	506	281	-	-	382.291
Commercial Deposits	1.587.845	-	1.436.648	4.160.402	139.228	121.681	89.369	-	7.535.173
Other Ins. Deposits	26.723	-	67.314	556.455	42.042	117.491	176.947	-	986.972
Precious Metal Deposits	582.107	-	-	3.920	42.910	5.586	7	-	634.530
Bank Deposits	17.791	-	1.105.752	259.084	34.475	5.900	-	-	1.423.002
T.R Central Bank	-	-	-	-	-	-	-	-	-
Domestic Banks	2.259	-	-	14.220	-	4.081	-	-	20.560
Foreign Banks	15.299	-	1.105.752	244.864	34.475	1.819	-	-	1.402.209
Participation Banks	233	-	-	-	-	-	-	-	233
Other	-	-	-	-	-	-	-	-	-
Total	5.865.674	-	6.443.068	25.640.302	1.180.126	697.431	2.240.573	7.380	42.074.554

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1.1. Information on savings deposits insured by Saving Deposit Insurance Fund and the total amount of the deposits exceeding the insurance coverage limit

	Covered by Deposit Insurance Fund		Exceeding the Deposit Insurance Limit	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	9.685.475	9.502.043	8.363.879	8.529.289
Foreign Currency Savings Deposits	1.905.320	1.833.144	7.020.430	5.793.036
Other Saving Deposits	-	-	-	-
Foreign Branches' Deposits Under Foreign Insurance Coverage	-	-	-	-
Off-Shore Deposits Under Foreign Insurance Coverage	-	-	-	-
Toplam	11.590.795	11.335.187	15.384.309	14.322.325

1.2. Savings deposits in Turkey are not covered under insurance in another country since the headquarter of the Bank is not located abroad.

1.3. Savings deposits that are not covered under the guarantee of deposit insurance fund

	Current Period	Prior Period
Deposits and accounts in branches abroad	-	-
Deposits of ultimate shareholders and their close family members	-	-
Deposits of chairman and members of the Board of Directors and their close family members	51.456	38.539
Deposits obtained through illegal acts defined in the 282 nd Article of the 5237 numbered Turkish Criminal Code dated September 26, 2004	-	-
Saving deposits in banks established in Turkey exclusively for off-shore banking activities	2.721	2.632
Total	54.177	41.171

2. Information on trading purpose derivatives

a) Negative value of trading purpose derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Forwards	127.479	-	51.369	-
Swaps	1.785.182	221.342	1.041.437	110.167
Futures	-	152	-	47
Options	-	142.983	-	50.291
Other	-	-	-	-
Total	1.912.661	364.477	1.092.806	160.505

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3. Information on funds borrowed

a) Information on banks

	Current Period		Prior Period	
	TL	FC	TL	FC
T.R. Central Bank Loans	-	-	-	-
Domestic Bank and Institutions	103.120	90.189	115.661	107.020
Foreign Bank, Institutions and Funds	-	5.325.450	-	4.675.462
Total	103.120	5.415.639	115.661	4.782.482

b) Maturity information on funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	103.120	4.300.932	115.661	3.875.625
Medium and Long-Term	-	1.114.707	-	906.857
Total	103.120	5.415.639	115.661	4.782.482

In accordance with the diversified payment rights programme, the Bank obtained securitization loans amounting to USD 75 million and EUR 10 million with five years maturity and amounting to EUR 50 million with twelve years maturity on December 20, 2012.

According to the Board of Directors' decision No: 221 dated October 23, 2014, as of November 26, 2014, the Bank obtained securitization loan amounting to USD 397 million and as of November 27, 2014, EUR 356 million with one year maturity.

c) Additional information on concentrations of the Bank's liabilities

As of March 31, 2015, the Bank's liabilities comprise; 54% deposits (December 31, 2014 – 56%), 7% funds borrowed (December 31, 2014 – 7%), 7% issued bonds (December 31, 2014 – 7%) and 6% funds provided under repurchase agreements (December 31, 2014 – 6%).

4. Information on funds provided under repurchase agreements

	Current Period		Prior Period	
	TL	FC	TL	FC
From domestic transactions	2.658.827	-	2.706.350	-
Financial institutions and organizations	2.630.210	-	2.674.209	-
Other institutions and organizations	8.378	-	12.101	-
Real persons	20.239	-	20.040	-
From foreign transactions	8.580	1.834.056	9.901	1.431.183
Financial institutions and organizations	-	1.834.056	-	1.431.183
Other institutions and organizations	8.396	-	9.901	-
Real persons	184	-	-	-
Total	2.667.407	1.834.056	2.716.251	1.431.183

5. Information on securities issued (Net)

	Current Period		Prior Period	
	TL	FC	TL	FC
Bank Bonds	1.765.557	335.687	1.971.791	262.040
Bills	210.739	3.271.446	246.778	2.892.840
Total	1.976.296	3.607.133	2.218.569	3.154.880

The Bank has government bond issue program (Global Medium Term Note Programme) amounting to USD 2 Billion.

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- 6. If other liabilities account exceeds 10% of total liabilities excluding the off-balance sheet items, information given about components of other liabilities account that exceeds 20% of the individual liability item in the unconsolidated balance sheet**

Other liabilities do not exceed 10% of total liabilities excluding the off-balance sheet items. (December 31, 2014 - None).

- 7. Criteria used in the determination of lease installments in the financial lease contracts, renewal and purchase options, restrictions, and significant burdens imposed on the bank on such contracts**

Interest rate and cash flow of the Bank are the main criteria which are taken into consideration determination of payment plans in the leasing contracts.

- 7.1. Changes in agreements and further commitments arising**

No changes have been made to the leasing agreements in the current period (December 31, 2014- None).

- 7.2. Financial Lease Payables**

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	1.205	1.059	1.146	996
Between 1 - 4 years	1.527	1.342	1.785	1.550
More than 4 years	-	-	-	-
Total	2.732	2.401	2.931	2.546

- 7.3. Information on operational lease**

Operational lease payments are recognized as an expense in the income statement on a straight-line basis over the lease terms. The Bank arranges operating lease arrangements for some of its ATM and branches. The lease contract is done on a yearly basis and the payment is made upfront each year and realized as an expense under the "Other Assets" account.

- 7.4. Information on "Sale -and- lease back" agreements**

The Bank does not have any sale-and-lease back transactions in the current period (December 31, 2014- None).

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8. Information on liabilities arising from hedging purpose derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Fair Value Hedge ^(*)	-	193.463	70.738	149.976
Cash Flow Hedge ^(**)	44.864	-	131.366	-
Net Investment Hedge	-	-	-	-
Total	44.864	193.463	202.104	149.976

^(*) Derivative financial instruments for hedging purposes include swaps. As of March 31, 2015, TL 27.473 (December 31, 2014 – TL 98.143) represents the fair value of derivatives which are the hedging instruments of hedged loan portfolio. TL 165.990 (December 31, 2014 - TL 122.664) represents the fair value of derivatives which are the hedging instruments of hedged investment securities available for sale portfolio.

^(**) Represents the fair values of derivatives which are the hedging instruments of deposits' cash flow risk.

9. Information on provisions

9.1. Information on general provisions

	Current Period	Prior Period
Provisions for Loans and Receivables in Group I	784.315	680.928
-Additional Provision for Loans and Receivables with Extended Maturities	58.114	55.947
Provisions for Loans and Receivables in Group II	146.493	125.096
-Additional Provision for Loans and Receivables with Extended Maturities	40.487	36.679
Provisions for Non - Cash Loans	81.561	75.473
Other	61.233	61.164
Total	1.073.602	942.661

9.2. Provision for currency exchange gain/loss on foreign currency indexed loans

	Current Period	Prior Period
Foreign Exchange Provision for Foreign Currency Indexed Loans ^(*)	14.470	21.043

^(*) The foreign exchange provision for foreign currency indexed loans netted against "Loans and Receivables" in asset.

9.3. Specific provisions for non-cash loans that are not indemnified and converted into cash

The specific provision for non-cash loans which are related with the non-performing cash loans in arrears or the loans which were written off from balance sheet is TL 35.955 (December 31, 2014 - TL 47.736).

9.4. Information on employee termination benefits and unused vacation accrual

The Bank has calculated reserve for employee termination benefits by using actuarial valuations as set out in TAS 19 and reflected these accompanying financial statements.

As of March 31, 2015, TL 119.155 (December 31, 2014 - TL 116.324) reserve for employee termination benefits was provided in the accompanying financial statements.

As of March 31, 2015, the Bank accrued TL 32.648 (December 31, 2014 – TL 30.279) for the unused vacations under reserve for employee benefits account in the accompanying financial statements.

As of March 31, 2015, TL 48.326 (December 31, 2014- TL 53.531) bonus and premium provisions have been provided under reserve for employee benefits account in the accompanying financial statements.

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9.4.1. Movement of employee termination benefits

	Current Period 01.01-31.03.2015	Prior Period 01.01-31.03.2014
As of January 1	116.324	86.693
Service Cost	4.542	3.523
Interest Cost	2.356	2.072
Settlement / curtailment / termination loss	1.466	-
Paid during the period	(5.533)	(2.057)
Total	119.155	90.231

9.5. Information on other provisions

9.5.1. Information on general reserves for possible risks

Apart from the information provided in 9.3, the other provisions are given below as follows

	Current Period	Prior Period
Other provisions made for close monitoring loans portfolio	108.498	106.334
General reserves for possible risks	82.000	82.000
Provision for Promotion Expenses of Credit Cards	9.478	12.495
Other Provisions	42.189	47.040
Total	242.165	247.869

As of March 31, 2015, The Bank has made a provision of TL 108.498 (December 31, 2014- 106.334 TL) for the possible risks in its loan portfolio by taking the collection rate of its watchlist into account.

10. Taxation

10.1. Current taxes

10.1.1. Current tax liability

As of March 31, 2015, the Bank have TL 37.325 current tax liability (December 31, 2014 - TL 228.268) and TL 2.091 advance taxes (December 31, 2014 - TL 57.490). The Bank presents net of current tax liability and prepaid tax amount in unconsolidated financial statements.

10.1.2. Information on taxes payable

	Current Period	Prior Period
Corporate taxes payable	35.234	170.778
Taxation on Securities Income	40.239	40.495
Taxation on Real Estates Income	3.053	1.893
Banking and Insurance Transaction Tax (BITT)	40.528	38.497
Other	18.614	17.664
Total	137.668	269.327

The "Corporate Taxes Payable" balance is presented in the "Current Tax Liability" account and other taxes are presented in the "Other Liabilities" account in the accompanying unconsolidated financial statements.

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10.1.3. Information on premiums

	Current Period	Prior Period
Social Security Premiums - Employee Share	7.198	6.693
Social Security Premiums - Employer Share	7.819	7.268
Unemployment Insurance - Employee Share	506	470
Unemployment Insurance - Employer Share	1.013	942
Total	16.536	15.373

11. Information on payables related to assets held for sale

None (December 31, 2014 – None).

12. Information on subordinated loans

	Current Period		Prior Period	
	TL	FC	TL	FC
From Domestic Banks	-	-	-	-
From Other Domestic Institutions	-	-	-	-
From Foreign Banks	-	2.416.639	-	2.121.712
From Other Foreign Institutions	-	-	-	-
Total	-	2.416.639	-	2.121.712

The Bank received USD 650 million of subordinated loans during 2008 and USD 325 million of subordinated loans during 2009 from its main shareholder, National Bank of Greece S.A. The loan amounting to USD 325 million which was received in 2008 is closed in 2010 to be used in capital increase. In addition, the Bank received USD 260 million subordinated loan in 2011 from National Bank of Greece S.A. Aforementioned loans are subject to interest payment every 6 months and principal payment at maturity. USD 585 million of existing subordinate loans will mature in 2021, USD 325 million will mature in 2020.

13. Information on shareholder's equity

13.1. Paid-in capital

	Current Period	Prior Period
Common Stock	2.835.000	2.835.000
Preferred Stock	-	-

13.2. Paid-in capital amount, explanation as to whether the registered share capital system is applicable at bank; if so the amount of registered share capital

Capital System	Paid-in Capital	Ceiling(*)
Registered Capital System	2.835.000	12.000.000

(*) According to the Board of Directors decision dated September 16, 2014, the Bank has decided to increase the registered capital ceiling from TL 6.000.000 to TL 12.000.000 and subject decision is approved in the General Assembly dated December 4, 2014.

13.3. Information on share capital increases and their sources; other information on any increase in capital shares during the current period

None (December 31, 2014 - 135.000 TL).

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13.4. Information on share capital increases from revaluation funds

None (December 31, 2014 – None).

13.5. Capital commitments in the last fiscal year and at the end of the following period, the general purpose of these commitments and projected resources required to meet these commitments

The Bank does not have any capital commitments, all of the capital is fully paid-in.

13.6. Prior periods' indicators related with the Bank's income, profit and liquidity and the possible effects of the uncertainties in these indicators on the Bank's equity

None (December 31, 2014 – None).

13.7. Information on the privileges given to stocks representing the capital

According to the Board of Directors decision dated 16 September 2014, it has been decided that 100 founder shares issued to National Bank of Greece in accordance with the Bank's Articles of Association will be canceled at no cost. Subject decision is approved in the General Assembly Meeting dated December 4, 2014. The profit distribution is performed according to the prevailing regulations and the Articles of Association. Accordingly, 5% of the distributable profit is appropriated as legal reserves, 5% of the paid up capital is paid out as first dividend.

14. Common stock issue premiums, shares and equity instruments

	Current Period	Prior Period
Number of Stocks (Thousands)	28.350.000	28.350.000
Preferred Capital Stock	-	-
Common Stock Issue Premiums (*)	714	714
Common Stock Withdrawal Profits	-	-
Other Capital Instruments	-	-

(*) Due to the Bank's capital increase at the prior periods, common stock issue premiums accounted amounting to TL 714.

15. Securities value increase fund

	Current Period		Prior Period	
	TL	FC	TL	FC
Associates, Subsidiaries and Entities under Common Control	288.791	-	396.926	-
Valuation Difference	288.791	-	396.926	-
Foreign Exchange Rate Difference	-	-	-	-
Securities Available-for-Sale	(22.058)	(96.095)	4.763	(56.619)
Valuation Difference	(22.058)	(96.095)	4.763	(56.619)
Foreign Exchange Rate Difference	-	-	-	-
Total	266.733	(96.095)	401.689	(56.619)

16. Accrued interest and expenses

The details of accrued interest and expenses allocated to the related items on the liability side of the balance sheet are as follows:

	Current Period		Prior Period	
	TL	FC	TL	FC
Deposits	198.190	18.945	169.770	19.211
Derivative Financial Liabilities Held for Trading	1.912.661	364.477	1.092.806	160.505
Funds Borrowed	1.680	65.543	2.038	28.886
Money Market Borrowings	1.725	1.494	2.227	1.382
Derivative Financial Liabilities Held for Hedging Purposes	44.864	193.463	202.104	149.976
Other Accruals	60.622	100.405	41.340	44.237
Total	2.219.742	744.327	1.510.285	404.197

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III. EXPLANATIONS AND DISCLOSURES RELATED TO OFF-BALANCE SHEET ITEMS

1. Information related to off-balance sheet contingencies

1.1. Type and amount of irrevocable commitments

	Current Period	Prior Period
Credit Cards Limit Commitments	16.612.700	16.812.040
Commitment For Use Guaranteed Credit Allocation	10.010.022	8.537.065
Forward Asset Purchase Commitments	4.003.828	2.550.320
Payment Commitments for Cheques	2.581.435	2.420.299
Other Irrevocable Commitments	554.701	565.897
Credit Cards and Promotions in regards to Banking Services	27.328	22.604
Tax and Fund Liabilities due to Export Commitments	8.227	7.626
Total	33.798.241	30.915.851

1.2. Type and amount of possible losses from off-balance sheet items

Specific provision is provided for the non-cash loans amounting to TL 35.955 (December 31, 2014 - TL 47.736) followed in the off-balance sheet accounts that are not indemnified and liquidated yet.

1.3 Final guarantees, provisional guarantees, sureties and similar transactions

	Current Period	Prior Period
Bank Loans	1.055.921	912.287
Letters of Credit	776.949	812.318
Other Guarantees	23.725	21.077
Total	1.856.595	1.745.682

1.4. Final guarantees, provisional guarantees, sureties and similar transactions

	Current Period	Prior Period
Provisional Letters of Guarantee	316.854	412.514
Final Letters of Guarantee	4.220.036	4.054.914
Advance Letters of Guarantee	249.273	201.394
Letters of Guarantee Given to Customs Offices	311.943	266.710
Other Letters of Guarantee	2.547.849	2.479.195
Total	7.645.955	7.414.727

2. Total amount of non-cash loans

	Current Period	Prior Period
Non-Cash Loans granted for Obtaining Cash Loans	525.881	477.125
Less Than or Equal to One Year with Original Maturity	71.378	63.872
More Than One Year with Original Maturity	454.503	413.253
Other Non-Cash Loans	8.976.669	8.683.284
Total	9.502.550	9.160.409

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3. Information on risk concentration in sector terms in non-cash loans

	Current Period				Prior Period			
	TL	%	FC	%	TL	%	FC	%
Agricultural	37.451	0,71	7.191	0,17	38.340	0,73	10.157	0,26
Farming and Raising Livestock	34.697	0,66	7.002	0,17	35.181	0,67	8.106	0,21
Forestry	782	0,01	-	-	746	0,01	-	-
Fishing	1.972	0,04	189	-	2.413	0,05	2.051	0,05
Manufacturing	946.361	17,90	2.218.689	52,93	977.016	18,74	1.987.079	50,63
Mining and Quarrying	33.565	0,63	10.672	0,25	27.120	0,52	-	-
Production	655.331	12,40	1.667.142	39,77	692.665	13,28	1.557.967	39,70
Electricity, gas and water	257.465	4,87	540.875	12,90	257.231	4,93	429.112	10,93
Construction	1.293.102	24,46	537.224	12,82	1.274.329	24,44	550.172	14,02
Services	2.917.732	55,19	1.413.441	33,72	2.838.584	54,43	1.364.461	34,77
Wholesale and Retail Trade	1.662.268	31,44	706.413	16,85	1.663.568	31,90	699.396	17,82
Hotel, Food and Beverage								
Services	77.759	1,47	62.714	1,50	54.015	1,04	60.312	1,54
Transportation&Communication	105.672	2,00	55.377	1,32	109.173	2,09	47.105	1,20
Financial Institutions	653.174	12,35	441.541	10,53	602.922	11,56	402.638	10,26
Real Estate and Renting Services	5.469	0,10	2.133	0,05	2.517	0,05	2.158	0,05
Self Employment Services	170.723	3,23	28.814	0,69	173.592	3,33	30.618	0,78
Educational Services	6.391	0,12	-	-	5.087	0,10	10	0,00
Health and Social Services	236.276	4,47	116.449	2,78	227.710	4,37	122.224	3,11
Other (*)	92.214	1,74	15.420	0,37	86.463	1,66	12.731	0,32
Total	5.286.860	100,00	4.191.965	100,00	5.214.732	100,00	3.924.600	100,00

(*) Does not include foreign currency balance of "Other Guarantees" amounting to TL 23.725 (December 31, 2014 - TL 21.077).

4. Information on non-cash loans classified in first and second groups (*)

	I. Group		II. Group	
	TL	FC	TL	FC
Letters of Guarantee	5.121.237	2.331.589	125.402	31.838
Bills of Exchange and Acceptances	12.775	1.041.893	-	1.187
Letters of Credit	2	776.535	-	412
Endorsements	-	-	-	-
Purchase Guarantees for Securities Issued	-	-	-	-
Factoring Related Guarantees	-	-	-	-
Other Collaterals and Sureties	-	23.725	-	-
Non-cash Loans	5.134.014	4.173.742	125.402	33.437

(*) Does not include non-cash loans amounting to TL 35.955, for which provision is provided, but which are not indemnified and not liquidated yet.

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5. Information on derivative financial instruments

	Current Period	Prior Period
Types of trading transactions		
Foreign Currency Related Derivative Transactions (I)	92.163.875	91.902.213
Forward transactions(*)	15.241.761	7.651.472
Swap transactions	64.139.184	74.145.200
Futures transactions	74.288	39.340
Option transactions	12.708.642	10.066.201
Interest Related Derivative Transactions (II)	10.772.516	9.542.658
Forward rate transactions	-	-
Interest rate swap transactions	10.772.516	9.542.658
Interest option transactions	-	-
Futures interest transactions	-	-
Security option transactions	-	-
Other trading derivative transactions (III)	535.091	417.402
A.Total Trading Derivative Transactions (I+II+III)	103.471.482	101.862.273
Types of hedging transactions		
Fair value hedges	19.856.195	19.206.081
Cash flow hedges	10.770.415	10.785.127
Net investment hedges	-	-
B.Total Hedging Related Derivatives	30.626.610	29.991.208
Total Derivative Transactions (A+B)	134.098.092	131.853.481

(*) This line also includes Forward Asset Purchase Commitments accounted for under Commitments.

As of March 31, 2015, breakdown of the Bank's foreign currency forward and swap and interest rate swap transactions based on currencies are disclosed below in their TL equivalents:

	Forward Buy^(**)	Forward Sell^(**)	Swap Buy^(*)	Swap Sell^(*)	Option Buy	Option Sell	Future Buy	Future Sell	Other
Current Period									
TL	3.122.118	2.059.222	15.704.618	22.801.139	1.993.576	2.216.362	440	440	-
USD	3.361.732	3.013.719	32.379.764	26.134.096	2.854.110	2.760.043	36.704	36.704	535.091
EURO	1.060.514	2.481.600	6.107.257	1.232.927	936.329	791.144	-	-	-
Other	98.869	43.987	211.044	967.465	542.322	614.756	-	-	-
Total	7.643.233	7.598.528	54.402.683	51.135.627	6.326.337	6.382.305	37.144	37.144	535.091

(*) This column also includes hedging purpose derivatives.

(**) This column also includes Forward Asset Purchase Commitments accounted for under Commitments.

	Forward Buy^(**)	Forward Sell^(**)	Swap Buy^(*)	Swap Sell^(*)	Option Buy	Option Sell	Future Buy	Future Sell	Other
Prior Period									
TL	1.824.574	1.193.287	20.666.332	28.477.283	1.502.096	1.608.873	448	448	-
USD	1.158.737	2.152.924	33.503.776	25.832.069	2.234.524	2.220.577	19.222	19.222	417.402
EURO	505.723	379.428	2.682.753	1.241.365	599.284	656.707	-	-	-
Other	335.237	101.562	140.878	1.134.610	686.580	557.560	-	-	-
Total	3.824.271	3.827.201	56.993.739	56.685.327	5.022.484	5.043.717	19.670	19.670	417.402

(*) This column also includes hedging purpose derivatives.

(**) This column also includes Forward Asset Purchase Commitments and accounted for under Commitments.

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5.1 Fair value hedge accounting

a) Loans

The Bank enters into swap transactions in order to hedge itself from the changes in the fair value due to the changes in market interest rates of a certain portion of its long-term loans and applies fair value hedge accounting as per TAS 39. As of balance sheet date; the mortgage loans amounting to TL 5.245.811 (December 31, 2014 – TL 5.529.871) were subject to hedge accounting by swaps with a nominal of TL 5.147.286 (December 31, 2014 – TL 5.683.996). On March 31, 2015 the net market valuation difference gain amounting to TL 1.700 due to the gains amounting to TL 39.378 (March 31, 2014 – TL 138.085 loss) and losses from swaps amounting to TL 37.678 (March 31, 2014 – TL 117.510 gain) is accounted for under “gains / (losses) from financial derivatives transactions” line in the accompanying financial statements.

As at balance sheet date, project finance loans amounting to TL 146.882 (December 31, 2014 – TL 148.712) were subject to hedge accounting by swaps with a nominal of TL 141.971 (December 31, 2014 – TL 144.000). In 2014 the net market valuation difference gain amounting to TL 330 due to the losses amounting to TL 131 (March 31, 2014 – TL 2.973 loss) from swaps and gains from loans amounting to TL 461 (March 31, 2014 – TL 3.384 gain), is accounted for under “gains / (losses) from financial derivatives transactions” line in the accompanying financial statements.

When the fair value hedge accounting cannot be effectively continued as stated in TAS 39, the fair value hedge accounting is ceased. The fair value differences of the hedged loans are amortized through income statement until the maturity of the hedged loans. The Bank has booked the valuation effect amounting to TL 8.893 (March 31, 2014 – TL 8.737) related to the loans that are ineffective for hedge accounting under “gains / (losses) from financial derivatives transactions” as loss during the current period.

b) Investment securities available for sale

The Bank applies fair value hedge accounting to hedge itself against the changes in the interest rates related to long term foreign currency Eurobonds with fixed coupon held by the Bank using swaps as hedging instruments. As at the balance sheet date; Eurobonds with a nominal of USD 358 million and EUR 76.8 million (December 31, 2014 – USD 301 million and EUR 70.8 million) were subject to hedge accounting by interest rate swaps with the same nominal value. On March 31, 2015, the net market valuation difference loss amounting to TL 75 due to income from Eurobonds amounting to TL 46.654 (March 31, 2014 – TL 28.544 gain) and loss from swaps amounting to TL 46.580 (March 31, 2014 – TL 28.510 loss) is accounted for under “gains / (losses) from financial derivatives transactions” line in the accompanying financial statements.

The Bank applies fair value hedge accounting to hedge itself against the changes in the interest rates related to long term TL government bonds with fixed coupon held by the Bank using swaps as hedging instruments. As at the balance sheet date; government bonds with a nominal of TL 358.000 (December 31, 2014 – TL 102.030) were subject to hedge accounting by swaps with the same nominal value. On March 31, 2015, the net market valuation difference gain amounting to TL 108 due to gains from government bonds amounting to TL 341 (March 31, 2014 – TL 2.086 loss) and losses from swaps amounting to TL 233 (March 31, 2014 – TL 2.281 gain) is accounted for under “gains / (losses) from financial derivatives transactions” line in the accompanying financial statements.

c) Bonds issued

The Bank applies fair value hedge accounting to hedge against the changes in the interest rates related to the foreign currency bonds issued using interest rate swaps as hedging instruments. As of the balance sheet date, bonds with nominal amount of USD 650 million (December 31, 2014 – USD 650 Million) have been subject to hedge accounting with the same nominal amount of swaps. As of March 31, 2015, TL 84 net fair valuation difference income, net of TL 7.642 (March 31, 2014 – TL 2.333 gain) income from issued bonds and TL 7.726 (March 31, 2014 – TL 2.310 losses) losses from swaps, has been recorded under “Gains / (losses) from financial derivatives transactions” on accompanying financial statements.

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d) Tangible Assets

The Parent Bank designates fair value hedge accounting through foreign currency fundings to be hedged from fair value changes resulting from currency changes in real estate property which has been bought in foreign currency and has a market value denominated in foreign currency until March 31, 2014. As of March 31, 2015, The bank accounted fair value foreign currency gain amounting to TL 59.968 (March 31, 2014 – None) and the real estate that will be subject to hedge accounting is amortized over the economic life.

As of March 31, 2015, the effectiveness tests of above mentioned hedge is found to be effective.

5.2 Cash flow hedge accounting

a) Deposit

The Bank applies cash flow hedge accounting using interest rate swaps in order to hedge itself from the interest rate changes of deposits that have an average maturity until 1 month, the Bank implements cash flow hedge accounting with interest rate swaps. The Bank implements efficiency tests at the balance sheet dates for hedging purposes; the effective portions are accounted for under equity “Hedging Funds”, whereas the ineffective portions are accounted for at income statement as defined in TAS 39. As at the balance sheet date, swaps amounting to TL 1.366.385 are subject to hedge accounting as hedging instruments (December 31, 2014 – TL 1.057.388). As a result of the mentioned hedge accounting, fair value losses before taxes amounting to TL 11.086 are accounted for under equity during the current period (March 31, 2014 – TL 4.795 loss). The ineffective portion of gain amounting to TL 38 (March 31, 2014 – TL 5 loss) is accounted for at the income statement.

As at the balance sheet date, swaps amounting to USD 1.674 million are subject to hedge accounting as hedging instruments (December 31, 2014 – USD 1.847 million). As a result of the mentioned hedge accounting, fair value losses before taxes amounting to TL 25.071 are accounted for under equity during the current period (March 31, 2014 – TL 62.625 loss). The losses amounting to TL 187 (March 31, 2014 – TL 82 gain) concerning for the ineffective portions are accounted for at the income statement.

When the fair value hedge accounting cannot be effectively continued as stated in TAS 39, the fair value hedge accounting is ceased. Effective parts classified under equity due to hedge accounting are amortized through income statement until the maturity of swaps in case of ineffectiveness. In the current period there is loss of TL 2.689 transferred amount from equity to income statement due to ineffectiveness or matured swaps. (March 31, 2014 – None).

The measurements as of March 31, 2015, hedge of cash flow transactions stated above are determined as effective.

6. Credit derivatives and risk exposures on credit derivatives

As of March 31, 2015, in the Bank’s “other irrevocable commitments”, there are commitments for “credit linked notes” with a nominal of USD 9.089.264 (December 31, 2014: USD 9.089.264).

As of March 31, 2015, “Other Derivative Financial Instruments” with nominal amount of USD 205.000.000 (December 31, 2014: USD 180.000.000) are included in Bank’s “Swap Interest Sell Transactions.” In aforementioned transaction, the Bank is the seller of the protection.

7. Information on contingent liabilities and assets

None (December 31, 2014 – None).

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8. Information on the services in the name and account of third parties

The Bank acts as an investment agent for banking transactions on behalf of its customers and provides custody services. Such transactions are followed under off-balance sheet accounts.

9. Information on the Bank's rating by international rating institutions

MOODY'S December 2014		FITCH March 2015		CI August 2014	
Long-Term Deposit Rating (FC)	Ba2	Long -Term Foreign Curr.	BBB-	Long-Term Foreign Curr.	BB+
Long-Term Deposit Rating (TL)	Ba2	Short-Term Foreign Curr.	F3	Short-Term Foreign Curr.	B
Short-Term Deposit Rating (YP)	NP	Long-Term TL	BBB-	Foreign Currency Rating	Stable
Short-Term Deposit Rating (TL)	NP	Short-Term TL	F3	TL Rating	Stable
Financial Strength	E+ (b1)	Long-Term National	AA+(tur)	Long Term (TL)	BB+
Appearance	Review	Appearance	Stable	Short Term (TL)	B
		Support	3	Financial Strength Rating	BBB+
		Individual	bbb-	Financial Strength Appearance	Stable
				Support	3

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IV. EXPLANATIONS AND DISCLOSURES RELATED TO THE INCOME STATEMENT

1. a) Information on interest income received from loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest on loans				
Short-Term Loans	708.192	15.648	572.944	14.368
Medium and Long-Term Loans	705.401	81.379	621.741	50.418
Non-Performing Loans	20.889	-	24.955	-
Resource Utilization Support Fund Premiums	-	-	-	-
Total	1.434.482	97.027	1.219.640	64.786

b) Information on interest income from banks

	Current Period		Prior Period	
	TL	FC	TL	FC
T.R. Central Bank ^(*)	-	-	-	-
Domestic Banks	408	1	144	3
Foreign Banks	7	144	91	23
Foreign Headquarters and Branches	-	-	-	-
Total	415	145	235	26

^(*)The interest income on Required Reserve amounting TL 2.884 doesn't included into interest income on Banks.

c) Information on interest income from securities portfolio

	Current Period		Prior Period	
	TL	FC	TL	FC
Held-for-Trading Financial Assets	358	63	1.329	14
Financial Assets at FVTPL	2.705	176	-	-
Investment Securities Available for Sale	73.685	24.699	100.700	16.417
Investment Securities Held to Maturity	61.870	10.104	70.071	5.538
Total	138.618	35.042	172.100	21.969

As stated in Section Three disclosure VII, the Bank has inflation indexed (CPI) government bonds in its availablefor sale and held-to-maturity portfolios. As disclosed in 'Inflation Indexed Bonds Manual' published by Turkish Treasury, reference index used for the actual payments is determined based on the inflation rates of two months before. The Bank determines the estimated inflation rates used for valuation of securities in line with this. In this context, as of 31 March 2015, valuation of such assets is made according to estimated annual inflation rate of 6,0%. If valuation of these securities indexed to the CPI had been done by the reference index valid through 31 March 2015, the Bank's equity security value increase fund would increase by TL 6 million, net profit would decrease by TL 21 million and would be TL 262 million.

d) Information on interest income received from associates and subsidiaries

	Current Period	Prior Period
Interest Received from Associates and Subsidiaries	971	638

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2. a) Information on interest expense related to funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
T.R. Central Bank	-	-	-	-
Domestic Banks	1.923	580	1.474	862
Foreign Banks	1	49.507	20	42.336
Foreign Head Offices and Branches	-	-	-	-
Other Institutions	2.278	-	-	-
Total	4.202	50.087	1.494	43.198

b) Information on interest expense paid to associates and subsidiaries

	Current Period	Prior Period
Interest Paid to Associates and Subsidiaries	7.291	6.395

c) Information on interest expense paid to securities issued

As of March 31, 2015 interest paid to securities issued is TL 96.895 (March 31, 2014 – TL 57.390).

d) Information on maturity structure of interest expenses on deposits

Account	Time Deposits						Accumulated Deposit Account	Total
	Demand Deposits	Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	Over 1 Year		
Turkish Lira								
Bank Deposits	-	4.959	1.087	42	42	-	-	6.130
Saving Deposits	-	43.398	293.822	7.244	6.625	35.150	-	386.239
Public Sector Deposits	-	116	1.046	12	7	-	-	1.181
Commercial Deposits	-	40.511	107.738	6.974	2.928	2.808	-	160.959
Other Deposits	-	782	31.002	585	3.037	5.920	-	41.326
7 Days Call Accounts	-	-	-	-	-	-	-	-
Total	-	89.766	434.695	14.857	12.639	43.878	-	595.835
Foreign Currency								
Deposits	-	6.309	45.506	1.654	940	3.081	-	57.490
Bank Deposits	5	3.044	1.739	31	8	-	-	4.827
7 Days Call Accounts	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	124	-	-	-	-	-	124
Total	5	9.477	47.245	1.685	948	3.081	-	62.441
Grand Total	5	99.243	481.940	16.542	13.587	46.959	-	658.276

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Information on maturity structure of interest expense on deposits

Prior Period Account	Time Deposits						Accumulated Deposit Account	Total
	Demand Deposits	Up to 1 Month	Up to 3 Months	Up to 6 Months	Up to 1 Year	Over 1 Year		
Turkish Lira								
Bank Deposits	-	-	3.180	2.594	168	84	-	6.026
Saving Deposits	3	33.454	293.681	23.956	9.192	10.400	63	370.749
Public Sector Deposits	-	66	1.114	2	38.022	-	-	39.204
Commercial Deposits	-	40.513	113.062	3.476	3.254	966	-	161.271
Other Deposits	-	937	15.307	4.613	7.266	10	-	28.133
7 Days Call Accounts	-	-	-	-	-	-	-	-
Total	3	74.970	426.344	34.641	57.902	11.460	63	605.383
Foreign Currency								
Deposits	-	6.284	47.091	3.738	3.122	3.390	45	63.670
Bank Deposits	4	1.023	5.656	525	26	12	-	7.246
7 Days Call Accounts	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	136	54	16	1	-	-	207
Total	4	7.443	52.801	4.279	3.149	3.402	45	71.123
Grand Total	7	82.413	479.145	38.920	61.051	14.862	108	676.506

e) Information on interest expense on repurchase agreements

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Expense on Repurchase Agreements (*)	48.019	2.950	50.053	2.090

(*) Disclosed in "Interest on Money Market Transactions".

f) Information on finance lease expenses

	Current Period	Prior Period
Finance Lease Expenses	69	86

g) Information on interest expense on factoring payables

None (March 31, 2014 – None)

3. Information on dividend income

	Current Period	Prior Period
From Trading Securities	-	83
From Financial assets at fair value through profit and loss	-	-
From Available for Sale Financial Assets	-	-
Other	62.457	8.959
Total	62.457	9.042

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4. Information on trading income/loss

	Current Period	Prior Period
Trading Income	4.508.299	3.599.680
Gains on Capital Market Operations	19.383	12.938
Derivative Financial Instruments	1.298.966	1.069.608
Foreign Exchange Gains	3.189.950	2.517.134
Trading Loss (-)	4.636.429	3.643.047
Losses on Capital Market Operations	7.180	9.563
Derivative Financial Instruments	1.396.992	1.059.287
Foreign Exchange Losses	3.232.257	2.574.197
Net Trading Income/Loss	(128.130)	(43.367)

5. Information on other operating income

The Bank recorded the current year collections from loans written off in the previous period, portfolio management fees and commissions and expense accruals in "Other Operating Income" account. As stated in Section Five disclosure I.14, in the current period, Gayrettepe Head Office's property titles are transferred to the new owner as of March 25, 2015. The Bank has recorded the profit from the sale of these buildings under "Other Operating Income" amounting to TL 102.431.

6. Provision for losses on loans and other receivables

	Current Period	Prior Period
Specific Provisions For Loans and Other Receivables	150.834	124.537
Loans and Receivables in Group III	1.895	(90.788)
Loans and Receivables in Group IV	65.117	(30.073)
Loans and Receivables in Group V	83.822	245.398
Doubtful Fee, Commission and Other Receivables	2.164	(516)
General Provisions	130.941	102.235
General Reserves for Possible Risks	-	-
Impairment Losses on Securities	24	-
Financial assets at fair value through profit or loss	-	-
Investment securities available for sale	24	-
Impairment Losses on Associates, Subsidiaries and Investment Securities Held-to-Maturity	-	-
Associates	-	-
Subsidiaries	-	-
Entities under common control	-	-
Investment securities held-to-maturity	-	-
Other	(11.781)	508
Total	272.182	226.764

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7. Information on other operating expenses

	Current Period	Prior Period
Personnel costs	234.812	238.687
Reserve for employee termination benefits	2.832	3.538
Provision for pension fund deficits	-	-
Impairment losses on tangible assets	-	-
Depreciation charge of tangible assets	33.567	29.235
Impairment losses on intangible assets	-	-
Impairment losses on goodwill	-	-
Amortization charge of intangible assets	21.470	18.257
Impairment losses on investments under equity method of accounting	-	-
Impairment losses on assets to be disposed of	-	-
Depreciation on assets to be disposed	891	861
Impairment charge of assets held for sale and discontinued operations	-	-
Other operating expenses	202.157	209.628
Operational lease related expenses	53.529	50.134
Repair and maintenance expenses	19.545	15.411
Advertisement expenses	11.523	23.750
Other expenses	117.560	120.333
Losses on sales of assets	35	28
Other ^(*)	140.675	139.163
Total	636.439	639.397

^(*) Comprising repayments amounting to TL 42.585 (March 31, 2014: TL 19.512) in respect of Consumer Arbitration Committee and courts' decision, which was fees and commissions recognised in previous year as income.

8. Information on profit/loss from continued and discontinued operations before taxes

For the period ended March 31, 2015, net interest income of TL 858.719 (March 31, 2014 – TL 659.660), net fees and commission income of TL 331.509 (March 31, 2014 – TL 380.978) and other operating income of TL 125.683 (March 31, 2014 – TL 59.459) constitute an important part of the income.

9. Explanations on tax provision for continued and discontinued operations

9.1. Current period taxation benefit or charge and deferred tax benefit or charge

As of March 31, 2015, the Bank has recorded tax charge TL 37.325 (March 31, 2014 – None) and a deferred tax charge of TL 21.305 (March 31, 2014 – TL 61.602 deferred tax gain) from its continuing operations.

9.2. Explanations on operating profit/loss after taxes

None (March 31, 2014 – None).

10. Explanations on net profit/(loss) from continued and discontinued operations

Net profit of the Bank from continued operations is TL 282.987 (March 31, 2014 – TL 128.967).

11. Explanations on net income/loss for the period

11.1. The nature and amount of certain income and expense items from ordinary operations is disclosed if the disclosure for nature, amount and repetition rate of such items is required for a complete understanding of the Bank's performance for the period

None (March 31, 2014 – None).

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11.2. There is no material effect of changes in accounting estimates on income statement for the current and for subsequent periods.

None.

11.3. There is no profit or loss attributable to minority shares.

11.4. There are no changes in the nature and amount of accounting estimates, which have a material effect on current period or expected to have a material effect on subsequent periods.

12. Information on the components of other items in the income statement exceeding 10% of the total, or items that comprise at least 20% of the income statement

Fees and commissions from credit cards, transfers and insurance intermediaries are recorded in the "Others" line under "Fees and Commissions Received" account, while fees and commissions given to credit cards are recorded in the "Others" line under "Fees and Commissions Paid" account by the Bank.

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V. EXPLANATIONS AND DISCLOSURES RELATED TO CASH FLOWS STATEMENT

1. Information regarding the balances of cash and cash equivalents at the beginning of the period

	Current Period	Prior Period
	January 1, 2015	January 1, 2014
Cash	839.439	1.047.161
Cash in TL	590.424	633.496
Cash in Foreign Currencies	248.652	413.140
Other	363	525
Cash Equivalents	2.028.549	1.051.385
Balances with the T.R. Central Bank	1.601.665	752.806
Banks	238.219	302.866
Money Market Placements	200.062	-
Less: Placements with Banks with Maturities Longer than 3 Months	(10.369)	(4.144)
Less: Accruals	(1.028)	(143)
Cash and Cash Equivalents	2.867.988	2.098.546

2. Information regarding the balances of cash and cash equivalents at the end of the period

	Current Period	Prior Period
	March 31, 2015	March 31, 2014
Cash	795.763	918.925
Cash in TL	543.382	590.224
Cash in Foreign Currencies	236.803	307.243
Other	15.578	21.458
Cash Equivalents	1.495.936	1.401.117
Balances with the T.R. Central Bank	1.362.925	1.062.214
Banks	143.939	229.406
Money Market Placements	-	120.039
Less: Placements with Banks with Maturities Longer than 3 Months	(8.481)	(10.271)
Less: Accruals	(2.447)	(271)
Cash and Cash Equivalents	2.291.699	2.320.042

3. Restricted cash and cash equivalents due to legal requirements or other reasons

A portion of foreign bank accounts amounting to TL 3.205 (December 31, 2014- TL 5.473) includes blocked cash for foreign money and capital market transactions and for borrowings from foreign markets.

4. Additional information

4.1. Restrictions on the Bank's potential borrowings that can be used for ordinary operations or capital commitment

None.

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VI. EXPLANATIONS AND DISCLOSURES RELATED TO THE BANK'S RISK GROUP

1. Information on the volume of transactions with the Bank's risk group, lending and deposits outstanding at period end and income and expenses in the current period

- 1.1.** As of March 31, 2015, the Bank's risk group has deposits, cash and non-cash loans at the Bank amounting to TL 418.266 (December 31, 2014 - TL 417.132) deposit, TL 110.672 (December 31, 2014 – TL 159.272) cash loan and TL 57.051 (December 31, 2014 - TL 54.733) non-cash loans respectively.

Current Period

Bank's Risk Group (*)	Associates and Subsidiaries		Bank's Direct and Indirect Shareholders		Other Legal and Real Persons in Risk Group (**)	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables						
Balance at the Beginning of the Period	157.557	19.742	1.716	34.288	-	702
Balance at the End of the Period	110.399	32.665	273	23.036	-	1.350
Interest and Commission Income	971	36	-	1	-	3

Prior Period

Bank's Risk Group (*)	Associates and Subsidiaries		Bank's Direct and Indirect Shareholders		Other Legal and Real Persons in Risk Group (**)	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables						
Balance at the Beginning of the Period	110.670	25.402	-	32.895	-	307
Balance at the End of the Period	157.557	19.742	1.716	34.288	-	702
Interest and Commission Income (***)	638	14	3	16	-	1

(*) As described in the Article 49 of Banking Law No 5411.

(**) Includes the loans given to the Bank's indirect subsidiaries.

(***) Represents March 31, 2014 balance.

1.2. Information on deposits held by the Bank's risk group

Bank's Risk Group (*)	Associates and Subsidiaries		Bank's Direct and Indirect Shareholders		Other Legal and Real Persons in Risk Group (**)	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Deposits						
Balance at the Beginning of the Period	380.996	359.891	17.036	18.776	19.100	16.594
Balance at the End of the Period	376.910	380.996	22.002	17.036	19.354	19.100
Interest on deposits (***)	7.291	6.395	3.372	-	412	144

(*) As described in the Article 49 of Banking Law No 5411.

(**) Includes the deposits taken to the Bank's indirect subsidiaries.

(***) Prior Period represents March 31, 2014 balance.

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1.3. Information on forward and option agreements and similar agreements made with the Bank's risk group

Bank's Risk Group ^(*)	Associates and Subsidiaries		Bank's Direct and Indirect Shareholders		Other Legal and Real Persons in Risk Group ^(**)	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Transactions for Trading Purposes						
Beginning of the Period	140.998	-	134.496	130.397	102.824	177.748
End of the Period	-	140.998	151.392	134.496	105.126	102.824
Total Income/Loss ^(***)	(1.063)	212	(3.379)	(1.281)	848	575
Transactions for Hedging Purposes						
Beginning of the Period	-	-	-	-	-	-
End of the Period	-	-	-	-	-	-
Total Income/Loss ^(***)	-	-	-	-	-	-

(*) As described in the Article 49 of Banking Law No 5411.

(**) Includes the derivative transactions between the Bank's indirect subsidiaries.

(***) Represents March 31, 2014 balance.

1.4. As of March 31, 2015, the total amount of remuneration and bonuses paid to top management of the Bank is TL 20.391 (March 31, 2014- TL 14.822).

2. Disclosures of transactions with the Bank's risk group

2.1. Relations with entities in the risk group of / or controlled by the Bank regardless of the nature of relationship among the parties

Transactions with the risk group are made on an arms-length basis; terms are set according to the market conditions and in compliance with the Banking Law.

2.2 In addition to the structure of the relationship, type of transaction, amount, and share in total transaction volume, amount of significant items, and share in all items, pricing policy and other

As of March 31, 2015, cash loans of the risk group represented 0,2% of the Bank's total cash loans (December 31, 2014 – 0,3%), the deposits represented 1,0% of the Bank's total deposits (December 31, 2014 – 0,9%) and derivative transactions represented 0,1% of the Bank's total derivative transactions (December 31, 2014 – 0,2%).

2.3. Explanations on purchase and sale of real estate and other assets, sales and purchases of services, agent contracts, financial lease agreements, transfer of data obtained from research and development, licensing agreements, financing (including loans and cash and in-kind capital support), guarantees and promissory notes, and management contracts

The Bank enters into finance lease agreements with Finans Finansal Kiralama A.Ş. As of March 31, 2015, the Bank has net finance lease payables to Finans Finansal Kiralama A.Ş. amounting to TL 2.401 (December 31, 2014 - TL 2.546) relating with finance lease agreements.

Total of investment 20 funds established by the Bank are all managed by Finans Portföy Yönetimi A.Ş.

The Bank has signed an agreement with Ibtch Uluslararası Bilişim ve İletişim Teknolojileri Araştırma, Geliştirme, Danışmanlık, Destek Sanayi ve Ticaret A.Ş. regarding research, development, advisory and improvement services.

Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş., in which the Bank participated 33,33% shareholding, provides cash transfer services to the Bank.

Information about the Bank's subordinated loans obtained from National Bank of Greece is explained under Section 5, Part II. footnote 12.

The Bank provides agency services to Cigna Finans Emeklilik ve Hayat A.Ş., which is a jointly controlled entity with 49% shares held by the Bank.

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SECTION SIX

OTHER EXPLANATIONS AND DISCLOSURES

I. Other explanations related to the Bank's operations

1. Disclosure related to subsequent events and transactions that have not been finalized yet, and their impact on the financial statements

The Bank has issued, on April 10, 2015, bonds with a nominal amount of TL 257.796 with 9,49% interest rate and 147 days maturity, on April 13, 2015, bonds with a nominal amount of TL 53.286 with 10,68% interest rate and 101 days maturity, on April 15, 2015 Eurobonds with a nominal amount of TL 97.700, 10,18% interest rate and 90 days maturity.

2. Information about effects of significant changes in foreign exchange rates after balance sheet date that would affect decision making process of users and foreign operations of the bank

There are no significant fluctuations in the currency exchange rates after the balance sheet date that would affect the analysis and decision making process of the readers of the financial statements.

3. Other matters

The Bank's Board of Directors has decided to apply to Capital Markets Board ("CMB") along with the first draft of prospectus prepared for secondary public offering and within this framework has decided to increase the Bank's capital by TL 715.000 to TL 3.550.000 from TL 2.835.000 through right issues and for the increased amount to be received in cash, to restrict stock carrying rights of all existing shareholders of the secondary public offering in accordance with Turkish Commercial Code ("TCC") and CMB regulations and for the issued capital to be issued through public offering in accordance with CMB regulations; for the issued rights to be distributed to right owners as reserved rights in accordance with CMB's and Central Registry Agency ("MKK") regulations for reserved rights. Finans Yatırım Menkul Değerler A.Ş. has been appointed to carry out the public offering process. It has been decided to make necessary applications to BRSA and CMB and for the pricing to be determined by the Board of Directors separately. In accordance with subject Board of Directors decision application has been made to CMB on 23 October 2014.

In the stage of the some portion of the Bank's public offering, the NBG and the Bank are continuing the works on the subjected process. In case of the capital markets conditions permit and Capital Market Board approves, The transaction is expected to be completed by the end of the first half of this year.

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SECTION SEVEN

INDEPENDENT LIMITED REVIEW REPORT

I. Explanations on the Independent Limited Review Report

The unconsolidated financial statements for the period ended March 31, 2015 have been reviewed by Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. (a member firm of Ernst&Young Global Limited). The auditor's review report dated 29 April 2015 is presented preceding the unconsolidated financial statements.

II. Explanations on the notes prepared by Independent Auditors

None (December 31, 2014 – None).