

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS AT SEPTEMBER 30, 2019**

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

ASSETS	Notes	Reviewed Current Period September 30, 2019			Audited Prior Period December 31, 2018		
		TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)		21,235,751	41,349,124	62,584,875	17,935,560	36,769,530	54,705,090
1.1 Cash and cash equivalents	V-I-1	4,094,770	33,508,927	37,603,697	6,029,366	33,165,402	39,194,768
1.1.1 Cash and balances at Central Bank	V-I-1	3,194,590	27,759,465	30,954,055	5,466,368	27,025,089	32,491,457
1.1.2 Banks	V-I-3	891,684	5,749,496	6,641,180	563,482	6,140,626	6,704,108
1.1.3 Receivables from Money Markets		14,506	-	14,506	6,839	-	6,839
1.1.4 Allowance for expected credit losses (-)	V-I-2	6,010	34	6,044	7,323	313	7,636
1.2 Financial assets at fair value through profit or loss		359,603	104,844	464,447	147,706	76,799	224,505
1.2.1 Public debt securities		192	7,563	7,755	3,131	7,033	10,164
1.2.2 Equity instruments		3,421	97,281	100,702	2,914	69,766	72,680
1.2.3 Other financial assets	V-I-4	355,990	-	355,990	141,661	-	141,661
1.3 Financial assets at fair value through other comprehensive income		13,443,321	6,658,219	20,101,540	7,727,407	3,145,027	10,872,434
1.3.1 Public debt securities		12,779,626	5,569,463	18,349,089	7,662,348	2,161,026	9,823,374
1.3.2 Equity instruments		128,965	3,722	132,687	-	3,451	3,451
1.3.3 Other financial assets	V-I-6	534,730	1,085,034	1,619,764	65,059	980,550	1,045,609
1.4 Derivative financial assets		3,338,057	1,077,134	4,415,191	4,031,081	382,302	4,413,383
1.4.1 Derivative financial assets at fair value through profit or loss		3,338,057	1,077,134	4,415,191	4,031,081	382,302	4,413,383
1.4.2 Derivative financial assets at fair value through other comprehensive income		-	-	-	-	-	-
II. Financial assets measured at amortised cost		211,040,897	101,572,587	312,613,484	175,129,227	93,496,819	268,626,046
2.1 Loans		187,776,604	87,470,820	275,247,424	150,765,467	83,697,409	234,462,876
2.2 Receivables from leasing transactions		647,772	2,027,032	2,674,804	528,938	2,252,664	2,781,602
2.3 Factoring receivables		2,439,848	190,027	2,629,875	2,537,604	97,705	2,635,309
2.4 Financial assets measured at amortised cost	V-I-5	34,293,277	12,055,959	46,349,236	32,377,288	7,603,222	39,980,510
2.4.1 Public debt securities		34,234,431	11,762,263	45,996,694	32,326,808	7,413,026	39,739,834
2.4.2 Other financial assets		58,846	293,696	352,542	50,480	190,196	240,676
2.5 Allowance for expected credit losses (-)		14,116,604	171,251	14,287,855	11,080,070	154,181	11,234,251
III. NON-CURRENTS ASSETS OR DISPOSAL GROUPS "HELD FOR SALE" AND "FROM DISCONTINUED OPERATIONS (Net)"		3,039,947	-	3,039,947	1,568,113	-	1,568,113
3.1 Held for sale	V-I-10	3,039,947	-	3,039,947	1,568,113	-	1,568,113
3.2 Held from discontinued operations		-	-	-	-	-	-
IV. INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES		1,055,549	3	1,055,552	1,125,286	3	1,125,289
4.1 Investments in associates (Net)		735,656	3	735,659	805,406	3	805,409
4.1.1 Associates accounted by using equity method		423,548	-	423,548	363,641	-	363,641
4.1.2 Non-consolidated associates		312,108	3	312,111	441,765	3	441,768
4.2 Investments in subsidiaries (Net)		319,893	-	319,893	319,880	-	319,880
4.2.1 Non-consolidated financial subsidiaries		-	-	-	-	-	-
4.2.2 Non-consolidated non-financial subsidiaries		319,893	-	319,893	319,880	-	319,880
4.3 Jointly Controlled Partnerships (Joint Ventures) (Net)		-	-	-	-	-	-
4.3.1 Jointly controlled partnerships accounted by using equity method		-	-	-	-	-	-
4.3.2 Non-consolidated jointly controlled partnerships		-	-	-	-	-	-
V. TANGIBLE ASSETS (Net)		3,130,301	10,969	3,141,270	2,832,630	11,876	2,844,506
VI. INTANGIBLE ASSETS AND GOODWILL (Net)	V-I-14	289,212	295	289,507	286,176	335	286,511
6.1 Goodwill		14,631	-	14,631	14,631	-	14,631
6.2 Other		274,581	295	274,876	271,545	335	271,880
VII. INVESTMENT PROPERTIES (Net)		654,306	-	654,306	607,400	-	607,400
VIII. CURRENT TAX ASSETS	V-I-7	19,183	-	19,183	2	-	2
IX. DEFERRED TAX ASSETS		814,851	-	814,851	188,968	-	188,968
X. OTHER ASSETS		7,881,595	6,814,683	14,696,278	6,064,575	8,621,960	14,686,535
TOTAL ASSETS		249,161,592	149,747,661	398,909,253	205,737,937	138,900,523	344,638,460

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED BALANCE SHEET (STATEMENT OF FINANCIAL POSITION)
AS AT SEPTEMBER 30, 2019**

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

LIABILITIES	Notes	Reviewed Current Period September 30, 2019			Audited Prior Period December 31, 2018		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	V-II-1	132,823,507	99,183,540	232,007,047	108,319,277	74,156,432	182,475,709
II. LOANS RECEIVED	V-II-3	1,714,753	39,639,603	41,354,356	2,639,581	42,793,276	45,432,857
III. MONEY MARKET FUNDS		17,234,091	4,801,028	22,035,119	26,863,700	2,260,172	29,123,872
IV. MARKETABLE SECURITIES (Net)	V-II-3	11,125,715	16,412,127	27,537,842	8,111,583	14,660,908	22,772,491
4.1 Bills		5,703,035	-	5,703,035	4,319,247	-	4,319,247
4.2 Asset backed securities		-	-	-	62,960	-	62,960
4.3 Bonds		5,422,680	16,412,127	21,834,807	3,729,376	14,660,908	18,390,284
V. FUNDS		3,053	-	3,053	3,054	-	3,054
5.1 Borrower funds		-	-	-	-	-	-
5.2 Other		3,053	-	3,053	3,054	-	3,054
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	V-II-2	2,613,852	1,065,721	3,679,573	2,121,617	430,631	2,552,248
7.1 Derivative financial liabilities at fair value through profit or loss		2,613,852	1,065,721	3,679,573	2,121,617	430,631	2,552,248
7.2 Derivative financial liabilities at fair value through other comprehensive income		-	-	-	-	-	-
VIII. FACTORING PAYABLES		486	20	506	903	-	903
IX. LEASE PAYABLES	V-II-5	846,145	109	846,254	-	-	-
X. PROVISIONS		5,806,964	50,603	5,857,567	5,783,951	44,704	5,828,655
10.1 Provision for restructuring		-	-	-	-	-	-
10.2 Reserves for employee benefits		1,075,312	4,013	1,079,325	1,084,477	3,641	1,088,118
10.3 Insurance technical reserves (Net)		3,619,467	18,544	3,638,011	3,428,842	18,220	3,447,062
10.4 Other provisions	V-II-7	1,112,185	28,046	1,140,231	1,270,632	22,843	1,293,475
XI. CURRENT TAX LIABILITIES		1,512,720	1,489	1,514,209	855,863	1,301	857,164
XII. DEFERRED TAX LIABILITIES		58,299	37,096	95,395	31,040	681	31,721
XIII. LIABILITIES RELATED TO NON-CURRENT ASSETS "HELD FOR SALE" AND "DISCONTINUED OPERATIONS" (Net)		-	-	-	1,546	-	1,546
13.1 Held for sale		-	-	-	1,546	-	1,546
13.2 Related to discontinued operations	V-II-8	-	-	-	-	-	-
XIV. SUBORDINATED DEBT		6,248,937	12,223,175	18,472,112	5,668,121	7,353,902	13,022,023
14.1 Loans	V-II-9	-	-	-	-	-	-
14.2 Other debt instruments		6,248,937	12,223,175	18,472,112	5,668,121	7,353,902	13,022,023
XV. OTHER LIABILITIES		10,062,631	3,438,854	13,501,485	7,926,529	5,503,935	13,430,464
XVI. SHAREHOLDERS' EQUITY	V-II-10	31,178,557	826,178	32,004,735	28,533,753	572,000	29,105,753
16.1 Paid-in capital		2,500,000	-	2,500,000	2,500,000	-	2,500,000
16.2 Capital reserves		775,891	-	775,891	815,709	-	815,709
16.2.1 Equity share premiums	V-II-4	727,865	-	727,865	724,276	-	724,276
16.2.2 Share cancellation profits	V-II-11	-	-	-	-	-	-
16.2.3 Other capital reserves	V-II-11	48,026	-	48,026	91,433	-	91,433
16.3 Other accumulated comprehensive income that will not be reclassified in profit or loss		1,537,760	-	1,537,760	1,617,926	578	1,618,504
16.4 Other accumulated comprehensive income that will be reclassified in profit or loss		404,548	608,131	1,012,679	(126,314)	213,595	87,281
16.5 Profit reserves		23,304,354	186,048	23,490,402	18,226,208	19,673	18,245,881
16.5.1 Legal reserves		2,577,500	10,669	2,588,169	2,079,765	10,669	2,090,434
16.5.2 Statutory reserves		6,337	-	6,337	6,337	-	6,337
16.5.3 Extraordinary reserves		20,269,872	171,764	20,441,636	15,689,472	5,389	15,694,861
16.5.4 Other profit reserves		450,645	3,615	454,260	450,634	3,615	454,249
16.6 Profit or loss		1,846,955	(17,056)	1,829,899	4,850,989	245,715	5,096,704
16.6.1 Prior years' profits or losses		(149,741)	(40,469)	(190,210)	440,987	111,439	552,426
16.6.2 Current period net profit or loss		1,996,696	23,413	2,020,109	4,410,002	134,276	4,544,278
16.7 Minority interests		809,049	49,055	858,104	649,235	92,439	741,674
TOTAL LIABILITIES AND EQUITY		221,229,710	177,679,543	398,909,253	196,860,518	147,777,942	344,638,460

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED OFF-BALANCE SHEET ITEMS
AS AT SEPTEMBER 30, 2019**

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

		Reviewed Current Period September 30, 2019			Audited Prior Period December 31, 2018		
	Notes	TL	FC	Total	TL	FC	Total
A.	OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)	131,739,138	195,076,505	326,815,643	96,501,074	145,965,409	242,466,483
I.	GUARANTEES AND SURETIES	V-III-2-4	38,233,691	32,915,728	71,149,419	37,626,296	28,402,701
1.1.	Letters of guarantee		37,466,392	18,603,320	56,069,712	36,896,905	15,055,991
1.1.1.	Guarantees subject to State Tender Law		2,903,967	6,643,353	9,547,320	3,807,039	5,902,336
1.1.2.	Guarantees given for foreign trade operations		1,298,946	-	1,298,946	1,314,771	-
1.1.3.	Other letters of guarantee		33,263,479	11,959,967	45,223,446	31,775,095	9,153,655
1.2.	Bank acceptances		7,842	4,068,101	4,075,943	24,005	2,948,104
1.2.1.	Import letter of acceptance		-	260,084	260,084	-	586,987
1.2.2.	Other bank acceptances		7,842	3,808,017	3,815,859	24,005	2,361,117
1.3.	Letters of credit		147,704	9,908,206	10,055,910	51,010	10,148,777
1.3.1.	Documentary letters of credit		147,704	9,908,206	10,055,910	51,010	10,148,777
1.3.2.	Other letters of credit		-	-	-	-	-
1.4.	Pre-financing given as guarantee		-	4,492	4,492	-	4,199
1.5.	Endorsements		-	-	-	-	-
1.5.1.	Endorsements to the Central Bank of Republic of Turkey		-	-	-	-	-
1.5.2.	Other endorsements		-	-	-	-	-
1.6.	Purchase guarantees for Securities issued		-	-	-	-	-
1.7.	Factoring guarantees		381,881	91,635	473,516	243,674	127,759
1.8.	Other guarantees		53,427	47,389	100,816	58,309	38,904
1.9.	Other warranties		176,445	192,585	369,030	352,393	78,967
II.	COMMITMENTS		46,598,474	32,512,001	79,110,475	38,193,153	27,235,343
2.1.	Irrevocable commitments	V-III-1	41,684,890	5,567,916	47,252,806	33,843,142	2,631,960
2.1.1.	Asset purchase and sales commitments	V-III-1	3,871,122	5,473,903	9,345,025	1,501,627	2,252,627
2.1.2.	Deposit purchase and sales commitments		-	-	-	-	-
2.1.3.	Share capital commitments to associates and subsidiaries		7,500	-	7,500	2,250	-
2.1.4.	Loan granting commitments		16,898,996	2,069	16,901,065	14,103,024	2,325
2.1.5.	Securities issuance brokerage commitments		-	-	-	-	-
2.1.6.	Commitments for reserve deposit requirements		-	-	-	-	-
2.1.7.	Commitments for checks payments	V-III-1	2,277,442	-	2,277,442	1,979,217	-
2.1.8.	Tax and fund liabilities from export commitments		-	-	-	-	-
2.1.9.	Commitments for credit card expenditure limits	V-III-1	16,159,649	-	16,159,649	13,549,649	-
2.1.10.	Commitments for credit cards and banking services promotions		656,634	-	656,634	571,282	-
2.1.11.	Receivables from short sale commitments of marketable securities		-	-	-	-	-
2.1.12.	Payables for short sale commitments of marketable securities		-	-	-	-	-
2.1.12.	Other irrevocable commitments		1,813,547	91,944	1,905,491	2,136,093	377,008
2.2.	Revocable commitments		4,913,584	26,944,085	31,857,669	4,350,011	24,603,383
2.2.1.	Revocable loan granting commitments		4,913,584	26,944,085	31,857,669	4,350,011	24,603,383
2.2.2.	Other revocable commitments		-	-	-	-	-
III.	DERIVATIVE FINANCIAL INSTRUMENTS		46,906,973	129,648,776	176,555,749	20,681,625	90,327,365
3.1.	Derivative financial instruments held for hedging		-	-	-	-	-
3.1.1.	Fair value hedges		-	-	-	-	-
3.1.2.	Cash flow hedges		-	-	-	-	-
3.1.3.	Hedges for investments made in foreign countries		-	-	-	-	-
3.2.	Trading transactions		46,906,973	129,648,776	176,555,749	20,681,625	90,327,365
3.2.1.	Forward foreign currency purchase and sale transactions		1,472,548	1,409,186	2,881,734	1,201,285	1,543,434
3.2.1.1.	Forward foreign currency purchase transactions		739,279	704,614	1,443,893	602,318	771,805
3.2.2.	Forward foreign currency sales		733,269	704,572	1,437,841	598,967	771,629
3.2.2.	Currency and interest rate swaps		36,409,228	118,059,780	154,469,008	13,620,376	74,478,250
3.2.2.1.	Currency swap purchase transactions		1,857,724	45,249,885	47,107,609	2,515,004	20,334,407
3.2.2.2.	Currency swap sale transactions		30,951,504	15,521,951	46,473,455	7,805,372	10,611,535
3.2.2.3.	Interest rate swap purchase transactions		1,800,000	28,643,972	30,443,972	1,650,000	21,766,154
3.2.2.4.	Interest rate swap sale transactions		1,800,000	28,643,972	30,443,972	1,650,000	21,766,154
3.2.3.	Currency, interest rate and security options		1,009,588	1,303,472	2,313,060	697,904	1,784,623
3.2.3.1.	Currency purchase options		726,580	427,740	1,154,320	349,778	865,498
3.2.3.2.	Currency sale options		283,008	875,732	1,158,740	348,126	919,125
3.2.3.3.	Interest rate purchase options		-	-	-	-	-
3.2.3.4.	Interest rate sale options		-	-	-	-	-
3.2.3.5.	Security purchase options		-	-	-	-	-
3.2.3.6.	Security sale options		-	-	-	-	-
3.2.4.	Currency futures		-	-	-	-	-
3.2.4.1.	Currency purchases futures		-	-	-	-	-
3.2.4.2.	Currency sales futures		-	-	-	-	-
3.2.5.	Interest rate futures		-	-	-	-	-
3.2.5.1.	Interest rate purchases futures		-	-	-	-	-
3.2.5.2.	Interest rate sales futures		-	-	-	-	-
3.2.6.	Other		8,015,609	8,876,338	16,891,947	5,162,060	12,521,058
B.	CUSTODY AND PLEDGED ITEMS (IV+V+VI)		2,133,675,094	1,446,359,816	3,580,034,910	1,560,609,530	1,221,238,103
IV.	ITEMS HELD IN CUSTODY		69,288,256	13,883,536	83,171,792	54,906,337	7,564,236
4.1.	Assets under management		2,233,149	-	2,233,149	1,907,458	-
4.2.	Securities held in custody		51,485,259	5,130,196	56,615,455	37,070,534	395,353
4.3.	Checks received for collection		8,709,519	1,101,057	9,810,576	9,579,919	1,224,880
4.4.	Commercial notes received for collection		5,370,186	1,064,056	6,434,242	4,883,607	1,301,631
4.5.	Other assets received for collection		2,152	226	2,378	2,152	211
4.6.	Securities received for public offering		-	-	-	-	-
4.7.	Other items under custody		164,195	4,184,648	4,348,843	114,532	3,066,202
4.8.	Custodians		1,323,796	2,403,353	3,727,149	1,348,135	1,575,959
V.	PLEDGED ITEMS		745,903,059	225,716,155	971,619,214	428,113,720	204,235,157
5.1.	Marketable securities		461,346	42,387	503,733	355,159	9,824
5.2.	Guarantee notes		870,458	1,552,915	2,423,373	684,888	1,135,681
5.3.	Commodity		105,112,592	2,421,087	107,533,679	32,405,583	1,711,768
5.4.	Warrant		-	-	-	-	-
5.5.	Immovables		525,166,170	179,226,589	704,392,759	341,011,234	163,744,146
5.6.	Other pledged items		113,598,394	42,314,925	155,913,319	52,811,517	37,364,638
5.7.	Depositories receiving pledged items		694,099	158,252	852,351	845,339	269,100
VI.	ACCEPTED GUARANTEES AND WARRANTS		1,318,483,779	1,206,760,125	2,525,243,904	1,077,589,473	1,009,438,710
TOTAL OFF BALANCE SHEET COMMITMENTS (A+B)		2,265,414,232	1,641,436,321	3,906,850,553	1,657,110,604	1,367,203,512	3,024,314,116

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2019
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)**

	Notes	Reviewed Current Period January 1, 2019- September 30, 2019	Reviewed Current Period July 1, 2019- September 30, 2019	Reviewed Prior Period January 1, 2018- September 30, 2018	Reviewed Prior Period July 1, 2018- September 30, 2018
I. INTEREST INCOME	V-IV-1	32,151,335	11,122,370	24,183,949	10,150,050
1.1 Interest on loans	V-IV-1	26,235,791	9,161,483	19,874,130	7,863,506
1.2 Interest received from reserve deposits		280,207	75,774	274,509	105,116
1.3 Interest received from banks	V-IV-1	263,161	84,802	240,082	110,395
1.4 Interest received from money market transactions		2,881	919	19,334	373
1.5 Interest received from marketable securities portfolio	V-IV-1	5,166,044	1,736,787	3,616,604	2,007,278
1.5.1 Financial assets at fair value through profit or loss		59,083	17,506	11,823	5,839
1.5.2 Financial assets at fair value through other comprehensive income		1,585,643	594,788	665,601	338,279
1.5.3 Financial assets measured at amortised cost		3,521,318	1,124,493	2,939,180	1,663,160
1.6 Finance lease interest income		174,586	58,703	141,477	59,665
1.7 Other interest income		28,665	3,902	17,813	3,717
II. INTEREST EXPENSES		23,147,053	7,610,579	15,563,301	6,613,351
2.1 Interest on deposits	V-IV-2	14,181,253	5,005,995	10,226,291	4,309,080
2.2 Interest on funds borrowed	V-IV-2	1,360,706	425,870	1,166,278	535,745
2.3 Interest on money market transactions		4,391,095	1,032,149	2,148,348	950,891
2.4 Interest on securities issued	V-IV-2	3,059,046	1,101,436	1,995,226	811,035
2.5 Leasing interest income		117,139	40,664	-	-
2.6 Other interest expenses		37,814	4,465	27,158	6,600
III. NET INTEREST INCOME/EXPENSE (I - II)		9,004,282	3,511,791	8,620,648	3,536,699
IV. NET FEES AND COMMISSIONS INCOME/EXPENSES		2,717,627	892,553	1,449,439	566,314
4.1 Fees and commissions received		3,532,886	1,165,358	2,112,298	834,197
4.1.1 Non-cash loans		529,468	180,599	324,039	129,205
4.1.2 Other		3,003,418	984,759	1,788,259	704,992
4.2 Fees and commissions paid		815,259	272,805	662,859	267,883
4.2.1 Non-cash loans		3,291	545	4,837	2,063
4.2.2 Other		811,968	272,260	658,022	265,820
V. DIVIDEND INCOME		8,546	114	48,618	138
VI. TRADING PROFIT/LOSS (Net)	V-IV-3	(1,981,358)	(917,484)	686,966	334,025
6.1 Profit/losses from capital market transactions	V-IV-3	254,010	132,869	143,345	85,073
6.2 Profit/losses from derivative financial transactions	V-IV-3	(2,678,886)	(1,185,987)	482,008	243,113
6.3 Foreign exchange profit/losses	V-IV-3	443,518	135,634	61,613	5,839
VII. OTHER OPERATING INCOME	V-IV-4	5,054,146	1,575,114	2,619,238	888,532
VIII. GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII)		14,803,243	5,062,088	13,424,909	5,325,708
IX. ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)	V-IV-5	5,930,368	1,959,794	4,033,003	2,219,183
X. OTHER PROVISION EXPENSES (-)	V-IV-5	41,121	(13,122)	32,590	13,502
XI. PERSONNEL EXPENSES (-)		2,309,275	825,450	1,793,204	619,445
XII. OTHER OPERATING EXPENSES (-)	V-IV-6	3,843,413	1,167,967	3,500,406	1,210,645
XIII. NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)		2,679,066	1,121,999	4,065,706	1,262,933
XIV. SURPLUS WRITTEN AS GAIN AFTER MERGER		-	-	-	-
XV. PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES		48,196	15,774	38,541	9,544
XVI. NET MONETARY POSITION GAIN/LOSS		-	-	-	-
XVII. PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XII+...+XV)	V-IV-7	2,727,262	1,137,773	4,104,247	1,272,477
XVIII. PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (+)	V-IV-10	(579,091)	(320,604)	(781,101)	(206,211)
18.1 Current tax provision	V-IV-10	(1,313,193)	(864,476)	(132,068)	430,939
18.2 Expense effect of deferred tax (+)	V-IV-10	(989,708)	(269,289)	(1,110,392)	(863,240)
18.3 Income effect of deferred tax (-)	V-IV-10	1,723,810	813,161	461,359	226,090
XIX. NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII+XVIII)	V-IV-9	2,148,171	817,169	3,323,146	1,066,266
XX. INCOME FROM DISCONTINUED OPERATIONS		-	-	-	-
20.1 Income from assets held for sale		-	-	-	-
20.2 Profit from sale of associates, subsidiaries and joint ventures		-	-	-	-
20.3 Other income from discontinued operations		-	-	-	-
XXI. EXPENSES FROM DISCONTINUED OPERATIONS (-)		-	-	-	-
21.1 Expenses on assets held for sale		-	-	-	-
21.2 Losses from sale of associates, subsidiaries and joint ventures		-	-	-	-
21.3 Other expenses from discontinued operations		-	-	-	-
XXII. PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (XX-XXI)		-	-	-	-
XXIII. TAX PROVISION FOR DISCONTINUED OPERATIONS (+)		-	-	-	-
23.1 Current tax provision		-	-	-	-
23.2 Expense effect of deferred tax (+)		-	-	-	-
23.3 Income effect of deferred tax (-)		-	-	-	-
XXIV. NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII+XXIII)		-	-	-	-
XXV. NET PROFIT/LOSSES (XIX+XXIV)	V-IV-11	2,148,171	817,169	3,323,146	1,066,266
25.1 Equity holders of the Bank		2,020,109	753,924	3,268,390	1,038,928
25.2 Non-controlling interest (-)		128,062	63,245	54,756	27,338
Profit/Loss per 100 shares (full TL)	III-XXIV	0.8080	0.3015	1.3074	0.4156

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE NINE -MONTH PERIOD ENDED SEPTEMBER 30, 2019**

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

	Reviewed Current Period January 1, 2019- September 30, 2019	Reviewed Prior Period January 1, 2018- September 31, 2018
PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		
I. PROFIT (LOSS)	2,148,171	3,323,146
II. OTHER COMPREHENSIVE INCOME	826,086	(44,394)
2.1. Other comprehensive income that will not be reclassified to profit or loss	(98,734)	376,473
2.1.1. Gains (Losses) on Revaluation of Property, Plant and Equipment	14,285	52,009
2.1.2. Gains (losses) on revaluation of Intangible Assets	-	-
2.1.3. Gains (losses) on remeasurements of defined benefit plans	(1,708)	(2,070)
2.1.4. Other Components of Other Comprehensive Income That Will Not Be Reclassified to Profit Or Loss	(115,043)	378,084
2.1.5. Taxes Relating To Components Of Other Comprehensive Income That Will Not Be Reclassified To Profit Or Loss	3,732	(51,550)
2.2. Other Comprehensive Income That Will Be Reclassified to Profit or Loss	924,820	(420,867)
2.2.1. Exchange Differences on Translation	79,613	164,125
2.2.2. Valuation and/or Reclassification Profit or Loss from financial assets at fair value through other comprehensive income	898,576	(518,514)
2.2.3. Income (Loss) Related with Cash Flow Hedges	-	-
2.2.4. Income (Loss) Related with Hedges of Net Investments in Foreign Operations	93,967	(164,125)
2.2.5. Other Components of Other Comprehensive Income that will be Reclassified to Other Profit or Loss	-	-
2.2.6. Taxes Relating To Components Of Other Comprehensive Income That Will Be Reclassified To Profit Or Loss	(147,336)	97,647
III. TOTAL COMPREHENSIVE INCOME (LOSS) (I+II)	2,974,257	3,278,752

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE -MONTH PERIOD ENDED SEPTEMBER 30, 2019**
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

STATEMENT OF CHANGES IN SHAREHOLDERS						Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss			Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss								
Reviewed	Notes	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Profit or (Loss)	Current Period Profit or (Loss)	Total SE without minority share	Minority interest	Total
Current Period September 30, 2019																	
I. Prior Period End Balance		2,500,000	724,276	-	91,433	1,218,132	(41,357)	441,729	307,342	(117,769)	(102,292)	18,245,881	5,096,704	-	28,364,079	741,674	29,105,753
II. Corrections and Accounting Policy Changes Made According to TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1. Effects of Corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2. Effects of the Changes in Accounting Policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted Beginning Balance (I+II)		2,500,000	724,276	-	91,433	1,218,132	(41,357)	441,729	307,342	(117,769)	(102,292)	18,245,881	5,096,704	-	28,364,079	741,674	29,105,753
3.1. Total Comprehensive Income		-	-	-	-	32,389	(1,843)	(111,290)	79,613	751,818	93,967	-	-	2,020,109	2,864,763	109,494	2,974,257
3.2. Capital Increase by Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.3. Capital Increase by Internal Resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.4. Paid-in capital inflation adjustment difference		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.5. Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.6. Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.7. Increase/Decrease by Other Changes		-	3,589	-	(43,407)	-	-	-	-	-	-	(492,423)	450,030	-	(82,211)	6,936	(75,275)
IV. Profit Distribution		-	-	-	-	-	-	-	-	-	-	5,736,944	(5,736,944)	-	-	-	-
4.1. Dividends paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2. Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.3. Other		-	-	-	-	-	-	-	-	-	-	5,736,944	(5,736,944)	-	-	-	-
Ending Balance		2,500,000	727,865	-	48,026	1,250,521	(43,200)	330,439	386,955	634,049	(8,325)	23,490,402	(190,210)	2,020,109	31,146,631	858,104	32,004,735

- Property & Equipment Revaluation Increase/Decrease
- Defined Benefit Pension Plan Remeasurement Gain/Loss
- Other (Accumulated Amount of the Shares Stated as Other Comprehensive Income Not Reclassified Through Profit or Loss and Components Not Reclassified as Other Profit or Loss of the Investments Valued by Equity Method)
- Translation Differences from Foreign Currency Transactions
- Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income
- Other (Cash Flow Hedge Income/Loss, Accumulated Amount of the Shares Stated as Other Comprehensive Income Reclassified Through Profit or Loss and Components Reclassified as Other Profit or Loss of the Investments Valued by Equity Method).

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

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

**TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE -MONTH PERIOD ENDED SEPTEMBER 30, 2018**
(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise stated.)

STATEMENT OF CHANGES IN SHAREHOLDERS						Accumulated Other Comprehensive Income or Expense Not Reclassified through Profit or Loss			Accumulated Other Comprehensive Income or Expense Reclassified through Profit or Loss									
	Reviewed	Notes	Paid in Capital	Share Premiums	Share Cancellation Profits	Other Capital Reserves	1	2	3	4	5	6	Profit Reserves	Prior Period Profit or (Loss)	Current Period Profit or (Loss)	Total SE without minority share	Minority interest	Total
	Prior Period September 30, 2018																	
I.	Prior Period End Balance		2,500,000	724,269	-	80,404	1,046,956	(29,004)	56,141	-	(121,160)	-	14,805,097	3,881,265	-	22,943,968	677,103	23,621,071
II.	Corrections and Accounting Policy Changes Made According to TAS 8		-	-	-	-	-	-	-	-	161,636	-	-	506,602	-	668,238	-	668,238
2.1.	Effects of Corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2.	Effects of the Changes in Accounting Policies		-	-	-	-	-	-	-	-	161,636	-	-	506,602	-	668,238	-	668,238
III.	Adjusted Beginning Balance (I+II)		2,500,000	724,269	-	80,404	1,046,956	(29,004)	56,141	-	40,476	-	14,805,097	4,387,867	-	23,612,206	677,103	24,289,309
3.1.	Total Comprehensive Income		-	-	-	-	15,429	(1,247)	365,689	164,125	(427,066)	(164,125)	-	-	3,268,390	3,221,195	57,557	3,278,752
3.2.	Capital Increase by Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.3.	Capital Increase by Internal Resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.4.	Paid-in capital inflation adjustment difference		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.5.	Convertible Bonds		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.6.	Subordinated Debt Instruments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3.7.	Increase/Decrease by Other Changes		-	-	-	-	-	-	-	-	-	-	-	(29,172)	-	(29,172)	3,002	(26,170)
IV.	Profit Distribution		-	-	-	-	-	-	-	-	-	-	3,776,362	(3,776,362)	-	-	-	-
4.1.	Dividends paid		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2.	Transfers to Reserves		-	-	-	-	-	-	-	-	-	-	3,776,362	(3,776,362)	-	-	-	-
4.3.	Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Ending Balance		2,500,000	724,269	-	80,404	1,062,385	(30,251)	421,830	164,125	(386,590)	(164,125)	18,581,459	582,333	3,268,390	26,804,229	737,662	27,541,891

- Property & Equipment Revaluation Increase/Decrease
- Defined Benefit Pension Plan Remeasurement Gain/Loss
- Other (Accumulated Amount of the Shares Stated as Other Comprehensive Income Not Reclassified Through Profit or Loss and Components Not Reclassified as Other Profit or Loss of the Investments Valued by Equity Method)
- Translation Differences from Foreign Currency Transactions
- Accumulated Revaluation and/or Remeasurement Gain/Loss of the Financial Assets at Fair Value Through Other Comprehensive Income
- Other (Cash Flow Hedge Income/Loss, Accumulated Amount of the Shares Stated as Other Comprehensive Income Reclassified Through Profit or Loss and Components Reclassified as Other Profit or Loss of the Investments Valued by Equity Method).

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

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

TÜRKİYE VAKIFLAR BANKASI TÜRK ANONİM ORTAKLIĞI
CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE NINE -MONTH PERIOD ENDED SEPTEMBER 30, 2019
(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

	Notes	Reviewed Current Period September 30, 2019	Reviewed Prior Period September 30, 2018
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating profit before changes in operating assets and liabilities		4,074,678	4,850,112
1.1.1 Interests received		28,848,127	19,626,530
1.1.2 Interests paid		(22,779,235)	(14,215,802)
1.1.3 Dividends received		7,923	13,223
1.1.4 Fee and commissions received		3,532,886	2,182,392
1.1.5 Other income		1,071,669	1,013,884
1.1.6 Collections from previously written-off loans and other receivables		1,735,937	2,022,089
1.1.7 Cash payments to personnel and service suppliers		(2,498,731)	(2,011,509)
1.1.8 Taxes paid		(1,723,457)	(1,261,761)
1.1.9 Other		(4,120,441)	(2,518,934)
1.2 Changes in operating assets and liabilities		2,576,225	125,627
Net (increase) decrease in Financial Assets at Fair Value through Profit or			
1.2.1 Loss		(205,576)	41,568
1.2.2 Net (increase) decrease in due from banks		(87,682)	(5,009,562)
1.2.3 Net (increase) decrease in loans		(36,717,269)	(53,152,254)
1.2.4 Net (increase) decrease in other assets		39,567	(123,405)
1.2.5 Net increase (decrease) in bank deposits		2,919,515	(1,875,748)
1.2.6 Net increase (decrease) in other deposits		46,645,348	37,127,494
Net increase (decrease) in financial liabilities at fair value through profit or			
1.2.7 loss		-	-
1.2.8 Net increase (decrease) in funds borrowed		(3,261,760)	20,634,565
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities		(6,755,918)	2,482,969
I. Net cash flow provided from banking operations		6,650,903	4,975,739
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net cash provided from investing activities		(13,275,273)	(13,702,385)
2.1 Cash paid for the purchase of associates, subsidiaries and joint ventures		(181,576)	(20,876)
2.2 Cash obtained from the sale of associates, subsidiaries and joint ventures		220	-
2.3 Cash paid for the purchase of tangible and intangible asset		(1,229,410)	(364,604)
2.4 Cash obtained from the sale of tangible and intangible asset		223,900	465,639
2.5 Cash paid for the purchase of financial assets at fair value through other comprehensive income		(13,740,412)	(6,304,313)
2.6 Cash obtained from the sale of financial assets at fair value through other comprehensive income		7,376,710	2,602,318
2.7 Cash paid for the purchase of financial assets at amortized cost		(6,306,183)	(10,846,180)
2.8 Cash obtained from sale of financial assets at amortized cost		812,410	808,254
2.9 Other		(230,932)	(42,623)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net cash flow from financing activities		9,370,093	16,633,200
3.1 Cash obtained from funds borrowed and securities issued		25,192,307	26,060,041
3.2 Cash outflow from funds borrowed and securities issued		(15,560,043)	(9,301,841)
3.3 Equity instruments issued		-	-
3.4 Dividends paid		-	(125,000)
3.5 Payments for finance lease liabilities		(262,171)	-
3.6 Other		-	-
IV. Effect of change in foreign exchange rate on cash and cash equivalents		(13,682)	(151,014)
V. Net increase/decrease in cash and cash equivalents		2,732,041	7,755,540
VI. Cash and cash equivalents at beginning of the period		21,379,500	20,110,705
VII. Cash and cash equivalents at end of the period		24,111,541	27,866,245

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