

TURKISH BANK GROUP FINANCIAL SUMMARY

	2005	2004	2003	2002	2001
	YTL	YTL	YTL	YTL	YTL
New Turkish Lira (YTL)					
Profit before taxation	10,904,744	11,835,731	13,956,688	10,730,858	28,356,204
Taxation	2,935,192	3,853,364	5,463,397	6,831,297	14,609,695
Profit after taxation	7,969,552	7,982,367	8,493,291	3,899,561	13,746,509
Profit attributable to the shareholders	5,770,103	5,983,871	5,473,354	3,451,465	7,175,245
Shareholders' funds	98,835,712	91,376,492	84,915,368	77,891,290	60,557,260
Shareholders' funds and minority interest	139,001,032	130,406,444	119,703,304	105,021,466	81,673,100
Deposits	705,486,134	671,181,225	624,037,144	545,068,853	422,689,723
Advances and loans	261,668,689	184,570,291	92,495,340	95,590,540	68,955,423
Total assets	1,012,739,258	922,433,559	772,767,502	676,188,268	531,993,182
	USD	USD	USD	USD	USD
USD Conversion					
Profit before taxation	8,095,578	8,832,635	9,969,063	6,543,206	19,710,972
Taxation	2,179,059	2,875,645	3,902,426	4,165,425	10,155,495
Profit after taxation	5,916,520	5,956,990	6,066,636	2,377,781	9,555,477
Profit attributable to the shareholders	4,283,670	4,465,575	3,909,539	2,104,552	4,987,658
Shareholders' funds	73,374,693	68,191,412	60,653,834	47,494,689	42,094,578
Shareholders' funds and minority interest	103,193,045	97,318,242	85,502,360	64,037,479	56,772,626
Deposits	523,746,202	500,881,511	445,740,817	332,359,057	293,820,188
Advances and loans	194,260,348	137,739,023	66,068,100	58,286,915	47,932,311
Total assets	751,848,001	688,383,253	551,976,787	412,309,920	369,799,237
	GBP	GBP	GBP	GBP	GBP
GBP Conversion					
Profit before taxation	4,692,231	4,569,780	5,582,675	4,064,719	13,632,790
Taxation	1,262,991	1,487,785	2,185,359	2,587,613	7,023,892
Profit after taxation	3,429,239	3,081,995	3,397,316	1,477,106	6,608,899
Profit attributable to the shareholders	2,482,833	2,310,375	2,189,342	1,307,373	3,449,637
Shareholders' funds	42,528,275	35,280,499	33,966,147	29,504,277	29,114,067
Shareholders' funds and minority interest	59,811,115	50,349,978	47,881,322	39,780,858	39,265,913
Deposits	303,565,462	259,143,330	249,614,858	206,465,475	203,216,213
Advances and loans	112,594,100	71,262,661	36,998,136	36,208,538	33,151,646
Total assets	435,774,207	356,151,953	309,107,001	256,131,920	255,765,953

TURKISH BANK GROUP
CONSOLIDATED BALANCE SHEET AT 31 DECEMBER 2005

		CURRENT PERIOD YTL (31/12/2005)	PREVIOUS PERIOD YTL (31/12/2004)
ASSETS			
I- CASH BALANCES	NOTE	42,838,480	36,073,130
II- BANK BALANCES		494,875,465	449,399,856
III- MONEY MARKET FUNDS		0	22,437,000
IV- SECURITIES PORTFOLIO	I-(6)	81,352,720	129,982,934
V- LOANS AND ADVANCES	I-(1)(ii)e	261,668,689	184,570,291
A. Short term		120,602,694	75,872,032
B. Medium and long term		141,065,995	108,698,259
VI- PREPAYMENTS AND ACCRUED INCOME		8,081,953	9,671,605
VII- RESERVE DEPOSITS AT THE CENTRAL BANK		52,835,521	52,469,738
VIII- SUNDRY RECEIVABLES		137,326	50,000
IX- PARTICIPATIONS	I-(6)	0	624,038
X- LONG TERM INVESTMENTS	I-(6)	25,914,359	40,777
A. Equity shares		40,777	40,777
B. Other pledged securities		25,873,582	0
XI- FIXED ASSETS	I-(1)(ii)h, II-(8)c	32,748,822	27,246,983
A. Book value		51,265,283	44,332,715
B. Accumulated depreciation		-18,516,461	-17,085,732
XII- INTANGIBLE FIXED ASSETS	I-(1)(ii)i	1,901,456	2,284,780
XIII- GOODWILL ON CONSOLIDATION		4,799,812	2,042,106
XIV- OTHER ASSETS		5,584,655	5,540,321
TOTAL ASSETS	II-(19)e 2	1,012,739,258	922,433,559
LIABILITIES			
I- DEPOSITS	II-(10)c	705,486,134	671,181,225
A. Savings deposits and customer accounts		696,063,125	655,167,887
B. Banks deposits		9,423,009	16,013,338
II- MONEY MARKET BORROWINGS		8,506,000	20,935,000
III- FUNDS BORROWED		139,974,000	80,858,000
IV- EXPENSE ACCRUALS AND DEFERRED INCOME		8,057,802	6,629,300
V- OTHER TAXES, DUTIES AND SOCIAL SECURITY PREMIUMS PAYABLE		1,659,600	1,684,067
VI- SUNDRY PAYABLES		1,746,813	246,612
VII- PROVISIONS		6,189,190	6,359,971
A. Retirement pay compensation		396,000	397,000
B. General provision for loans		2,411,873	2,366,376
C. Corporation and Income Tax provisions	II-(19)e 1	2,015,566	2,675,595
D. Other provisions		1,365,751	921,000
VIII- OTHER LIABILITIES		2,118,687	4,132,940
IX- MINORITY INTEREST	II-(19)e 3	40,165,320	39,029,952
X- SHAREHOLDERS' FUNDS	II-(19)e 4	98,835,712	91,376,492
A. Share capital-paid-up	II-(17)a	51,228,758	51,228,191
B. Statutory reserves		1,647,864	1,027,176
C. General reserves		79,968	785,568
D. Inflation adjustment reserve of subsidiaries		25,305,783	19,591,599
E. Profit and loss account		20,573,339	18,743,958
TOTAL LIABILITIES	II-(19)e 2	1,012,739,258	922,433,559
COMMITMENTS AND CONTINGENT LIABILITIES			
I- GUARANTEES AND ACCEPTANCES	II-iii (5)	80,783,851	44,901,571
II- COMMITMENTS		107,935,916	83,348,760
III- FOREIGN EXCHANGE AND INTEREST RATES OPERATIONS		124,586,441	72,360,593
IV- ASSETS HELD UNDER TRUST AND PLEDGED ASSETS		159,635,750	100,944,000
TOTAL		472,941,958	301,554,924

These financial statements were approved by the board of directors and signed on behalf of the Board of Directors on 3 May 2006.

M. Tanju Özyol
Chairman

Kıvanç M. Rıza
Director and Secretary

C. Yenil Musannıf
General Manager and Director

TURKISH BANK GROUP
CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE YEAR 2005

		CURRENT PERIOD YTL (31/12/2005)	PREVIOUS PERIOD YTL (31/12/2004)
I - INTEREST INCOME	I-(1)(ii)c	76,649,783	82,289,329
II - INTEREST EXPENSE		43,085,708	45,361,156
III - NET INTEREST INCOME		33,564,075	36,928,173
IV - OTHER INCOME		42,547,061	32,688,863
Commissions and fees income	I-(1)(ii)c	16,077,172	21,527,408
Profits from capital market operations		2,929,273	2,620,792
Foreign exchange profits		20,761,458	6,888,293
Other non-interest income		1,970,933	1,652,370
Insurance Business Income		808,225	0
V - OTHER OPERATING EXPENSES		65,206,392	50,979,305
Fees and commissions paid	I-(1)(ii)c	5,890,919	9,167,195
Loss on capital market operations		162,339	343,799
Foreign exchange losses		18,287,600	3,868,663
Personnel expenses		20,869,672	18,392,800
Depreciation	I-(1)(ii)h	2,801,191	3,008,667
Specific provision for doubtful debts	I-(1)(ii)e	492,132	992,628
Other provisions	I-(1)(ii)e	1,112,301	736,546
Other non-interest expenses		15,590,238	14,469,007
VI - NET OTHER INCOME		-22,659,331	-18,290,442
OPERATING PROFIT		10,904,744	18,637,731
NET MONETARY POSITION DEFICIT	I-(1)(ii)b	0	6,802,000
VII - NET PROFIT BEFORE TAXATION	III-(4)	10,904,744	11,835,731
VIII- TAXATION	II-(19)e 1(ii)	2,935,192	3,853,364
IX - NET PROFIT AFTER TAXATION		7,969,552	7,982,367
X- MINORITY INTERESTS		2,199,449	1,998,496
XI- PROFIT ATTRIBUTABLE TO THE BANK SHAREHOLDERS	II-(19)e 4	5,770,103	5,983,871

M. Tanju Özyol
Chairman

Kıvanç M. Rıza
Director and Secretary

C. Yenal Musannıf
General Manager and Director

TURKISH BANK GROUP

V- A) STATEMENT OF CASH FLOWS

	CURRENT PERIOD YTL (31/12/2005)	PREVIOUS PERIOD YTL (31/12/2004)
I- Cash Flows From Banking Operations (Main Activities)		
Interest income and similar items	76,939,711	83,392,273
Interest expenses and similar items	(42,228,062)	(46,143,702)
Fees and commissions received	16,077,172	12,744,017
Other income	4,396,389	2,992,134
Personnel and administration expenses	(28,251,508)	(27,675,237)
Taxes paid	(3,899,502)	(7,573,850)
Other	(12,527,348)	(6,806,211)
Operating Profit Before Changes in Operating Assets and Liabilities	10,506,852	10,929,424
Changes in Operating Assets and Liabilities:		
<u>(Increase) Decrease in Operating Assets:</u>		
Net (increase) decrease in securities portfolio	1,000	(21,984,597)
Net (increase) decrease in loans and bank balances	(81,308,536)	(74,739,056)
Net (increase) decrease in other assets	63,647	6,315,023
<u>Increase (decrease) in operating liabilities:</u>		
Net increase (decrease) in deposits	7,639,380	13,453,414
Net increase (decrease) in funds borrowed	60,161,037	90,941,000
Net increase (decrease) in other liabilities	(386,945)	(2,760,735)
Net Cash Provided from Banking and Commercial Operations	(3,323,565)	22,154,473
II- Cash Flows from Investing Activities		
Cash paid for purchase of equity participations	(89,995)	0
Purchase of property and equipment	(2,830,817)	(2,848,238)
Sale of property and equipment	267,360	113,123
Purchase of Intangible Assets	0	(258,034)
Cash paid for purchase of investment securities	(19,615,902)	(16,498,300)
Sale of investment securities	39,812,104	30,937,310
Net Cash Provided from Investing Activities	17,542,750	11,445,861
III- Cash Flows from Financing Activities		
Capital increase	567	0
Dividends paid	(2,612,675)	(2,612,638)
Dividends paid to minority shareholders of a subsidiary	(1,519,965)	(1,827,140)
Net Cash Provided from Financing Activities	(4,132,073)	(4,439,778)
Effect of change in foreign currency evaluation rate of cash and cash equivalents	(4,631,983)	(4,005,731)
Net increase in Cash and Cash Equivalents	5,455,129	25,154,825
Cash at the Beginning of the Year	380,989,638	355,834,813
Cash and Cash Equivalents at the End of the Year	386,444,767	380,989,638