



ARAP TRK BANKASI ANONİM ŐİRKETİ
Unconsolidated Financial Statements
As of and for the Period Ended
30 June 2012

*(Convenient Translation of Financial Statements and Related
Disclosures and Footnotes Originally Issued in Turkish)*

With Independent Auditor's Review Report Thereon

Akis Baęımsız Denetim ve Serbest
Muhasebeci Mali MŐavirlik Anonim Őirketi
27 July 2012

*This report contains 1 page of independent auditor's
review report and 55 pages of financial statements
including footnotes.*

- I. Independent Auditor's Review Report
- II. Publicly Announced Unconsolidated Financial Report



**Akis Bağımsız Denetim ve Serbest
Muhasebeci Mali Müşavirlik A.Ş.**

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**Convenient Translation of the Independent Auditors' Review Report
Originally Prepared and Issued in Turkish (See Note 1 in Third Section)**

To the Board of Directors of Arap Türk Bankası Anonim Şirketi:

We have reviewed the unconsolidated balance sheet of Arap Türk Bankası A.Ş. ("the Bank") as of 30 June 2012 and the related unconsolidated statement of income, unconsolidated changes in shareholders' equity and unconsolidated statement of cash flow for the six-month period then ended. These financial statements are the responsibility of the Bank's management. Our responsibility, as independent auditors, is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the regulations related with the "Accounting and Recording Rules" and "Independent Auditing Standards" of the (Turkish) Banking Law No 5411. These regulations require that we plan and perform the review to obtain reasonable assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of the personnel of the Bank and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit, and accordingly, we do not express an audit opinion.

As of 30 June 2012, the accompanying financial statements include a general free reserve amounting to TL 5.000 thousands provided by the bank management in line with conservatism principle considering the circumstances which may arise from any changes in economy or market conditions, and full amount of such provision had been recognised as expense in the previous period.

Based on our review, except the effect on the unconsolidated financial statements of the matter described in the third paragraph above, nothing has come to our attention that causes us to believe that the accompanying financial statements do not present fairly the financial position of Arap Türk Bankası Anonim Şirketi as of 30 June 2012, and of the results of its operations and its cash flows for the six-month period then ended in accordance with the accounting principles and standards that are based on the current regulations described in Article 37 of the (Turkish) Banking Law No 5411; and other communiqués, disclosures and directives announced by the Banking Regulation and Supervision Agency ("BRSA").

İstanbul
27 July 2012

Akis Bağımsız Denetim ve Serbest
Muhasebeci Mali Müşavirlik
Anonim Şirketi

Murat Alsan
Engagement Partner

Additional paragraph for convenient translation to English:

As explained in Section 3.I, the accompanying unconsolidated financial statements are not intended to present the financial position and results of operations in accordance with the accounting principles and practices generally accepted in countries and jurisdictions other than Turkey.


**ARAP TÜRK BANKASI A.Ş. UNCONSOLIDATED INTERIM FINANCIAL REPORT
AS OF AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012**

Address of the Bank's Headquarters : Valikonağı Caddesi No:10, 34367 – ŞİŞLİ/İSTANBUL
Telephone and Fax Numbers : Tel : 0.212.225 05 00 Faks: 0.212.225 05 26
Website of the Bank : <http://www.atbank.com.tr>
E-mail address of the Bank : webmaster@atbank.com.tr

The unconsolidated interim financial report as of and for the six-month period ended 30 June 2012 prepared in accordance with the communiqué of “Financial Statements and Related Disclosures and Notes to be Announced to Public by Banks” as regulated by Banking Regulation and Supervision Agency, is comprised of the following sections:

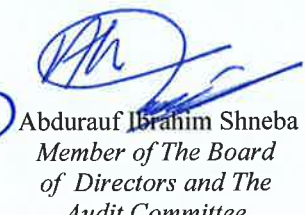
- GENERAL INFORMATION ABOUT THE BANK
- UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS OF THE BANK
- EXPLANATIONS ON ACCOUNTING POLICIES APPLIED IN THE RELATED PERIOD
- INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK
- DISCLOSURES AND FOOTNOTES RELATED TO UNCONSOLIDATED INTERIM FINANCIAL STATEMENTS
- OTHER DISCLOSURES
- INDEPENDENT AUDITOR'S REVIEW REPORT

The accompanying unconsolidated interim financial statements and related disclosures and footnotes that were subject to limited review, are prepared in accordance with the “Regulation on Accounting Applications for Banks and Safeguarding of Documents”, Turkish Accounting Standards, Turkish Financial Reporting Standards related appendices and interpretations on these. Unless stated otherwise, the accompanying unconsolidated interim financial statements are presented in thousands of Turkish Lira (TL) and have been subject to limited review.


Osman Arslan
Chairman of the Board of Directors


Hasan Kimya Bolat
Member of The Board of Directors and Head of The Audit Committee


Omer Muzaffer Baktır
Member of The Board of Directors and The Audit Committee


Abdurauf İbrahim Shneba
Member of The Board of Directors and The Audit Committee


Sadek K.S. Abuhallala
General Manager


Salih Hatipoğlu
Assistant General Manager Responsible For Financial Reporting


Feyzullah Küpeli
Manager

Contact information of the personnel for addressing questions regarding this financial report:

Name / Title: Feyzullah Küpeli / Manager

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**SECTION ONE
GENERAL INFORMATION ABOUT THE BANK****I. Bank's date of establishment, beginning statute, its history including changes on its statute**

Arap Türk Bankası A.Ş. ("the Bank") has been established on 18 July 1976 as a joint stock entity in accordance with an agreement signed between the Republic of Turkey and the Libyan Arab Republic. The Bank is managed in conformity with the Articles of Association published in Official Gazette on 18 July 1976 and also as per the "Agreement for the Establishment of a Joint Bank between the Libyan Arab Republic and the Republic of Turkey" dated 11 August 1975. The duration of the Bank is 50 years from the commencement of the Agreement. This period shall be renewable automatically unless agreed otherwise by an Extraordinary General Meeting held at least one year prior to expiration.

In accordance with the Articles of Association, the Board of Directors shall elect a Chairman among its Turkish members and a Deputy Chairman among its Arab members. The General Manager shall always be nominated by the Arab Shareholders assigned by the Board.

II. Bank's share capital structure, shareholders directly or indirectly, alone or together holding the management and control of the bank, related changes within the year and information about bank's group

The Bank is in a foreign bank status incorporated in Turkey. The main shareholder is Libyan Foreign Bank incorporated in Libya, the other shareholders are Türkiye İş Bankası A.Ş., and T.C. Ziraat Bankası A.Ş. The main shareholder Libyan Foreign Bank has financial investments in various countries.

As a result of the developments in Libya, the fulfillment of the requirements of UNSC decisions no. 1970 and 1973, previously taken within the framework of the Council of Ministers no. 2011/2001 dated 21 June 2011, as sanctioning the Bank's controlling shareholder Libyan Foreign Bank, has been ceased to be effective, with the decision of Council of Ministers, no. 2012/2727 dated 1 February 2012.

In parallel with these developments, as per the decision of the SDIF dated 1 March 2012 and numbered 77, usage of the shareholder rights of Libyan Foreign Bank, the majority shareholder residing in Libya, having 62.37% share in Arap Türk Bank A.Ş., by the SDIF has ceased as at 15 March 2012 following to the General Assembly Meeting of Arap Türk Bank A.Ş. about the 2011 operating period.

III. Information about the Bank's chairman and members of board of directors, members of audit committee, general manager and assistant general managers and their qualifications, related changes within the year and their shares at the Bank**Board Members and Auditors**

Name	Job Title-Description
Osman Arslan	Chairman of the Board of the Directors
Sadek K.S. Abuhallala	Member of the Board of Directors and General Manager
Hasan Kimya Bolat	Member of the Board of Directors and Chairman of Audit Committee
Ömer Muzaffer Baktır	Member of the Board of Directors and Audit Committee
Abdurauf İbrahim Shneba	Member of the Board of Directors and Audit Committee
Zeynep Hansu Uçar	Member of the Board of Directors
Abdulaziz Mohamed Ali Mansur	Member of the Board of Directors
Abdulfatah A. Enaami	Member of the Board of Directors
Volkan Kublay	Auditor
Dr.Ertan Altıkulaç	Auditor

General Manager and Deputies

Name	Job Title – Description
Sadek K.S. Abuhallala	Member of the Board of Directors and General Manager
M.Nageb Hassan Mugber	Assistant General Manager – Credits Division
Salih Hatipoğlu	Assistant General Manager - Financial Management and Strategic Planning Division
Giuma Masaud Salem Kordi	Assistant General Manager – Information Technologies and Operations Division
Özgür Erker	Assistant General Manager - Treasury and Financial Institutions Division

In parallel to the developments in Libya, as per the decision of the SDIF dated 1 March 2012 and numbered 77, usage of the shareholder rights of Libyan Foreign Bank, the majority shareholder residing in Libya, having 62.37% share in Arap Türk Bank A.Ş., by the SDIF has ceased as at 15 March 2012 following to the General Assembly Meeting of Arap Türk Bank A.Ş. and the appointment decision of the General Manager has been left to Libyan Foreign Bank's initiative following the Ordinary General Meeting about the Bank's activities of the year 2011. As a result of this decision, the appointment process of the Board of Directors members and General Manager who will represent Libyan Foreign Bank has been completed as of 15 March 2012.

On 5 March 2012, Mr. Osman Arslan has been appointed to his duty as Chairman of the Board to replace Mr. Atilla Çetiner.

On 5 March 2012, Mr. Sadek K.S. Abuhallala has been appointed to his duty as General Manager to replace Mr. Osman Arslan.

In the Ordinary General Meeting about the Bank's activities of the year 2011 on 15 March 2012, who works on behalf of SDIF the deputy Chairman Yusuf Dağcan, Board Members Fevzi Çatur, İsmail Güler, Oğuz Kayhan, Hikmet Aydın Simit, replaced with who represents Libyan Foreign Bank, Mohamed Najib Hmida A. El-Jamal, Abdulaziz Mohamed Ali Mansur, Abdulfatah A. Enaami, Abdurauf İbrahim Shneba and Sadek K.S. Abuhallala. On 16 February 2012 Giuma Masaud Salem Kordi and M. Nagep Hassan Mugber are signed to their duties as Assistant General Manager.

On 15 March 2012, Mr. Hasan Kimya Bolat was appointed as Chairman of the Audit Committee to replace Ömer Muzaffer Baktır.

On 15 March 2012, Mr. Abdurauf İbrahim Shneba was appointed as Member of the Board of Directors and Chairman of the Audit Committee to replace Feyzi Çatur.

On 28 June 2012, Mr. M. Najib Hmida El-Jamal has resigned his duty as Deputy Chairman of the board of Directors.

On 29 June, 2012 Mr Abdullah Güzeldülger has resigned his duty as Assistant Manager of Sales and Marketing Department.

Members of the board, auditors and top level managers do not possess any share in the Bank.

IV. Information on people and entities who have qualified share in the Bank

Name Surname/Entity Title	Share Amount	Share Percentage %	Paid-in Capital	Unpaid Capital
Libyan Foreign Bank	149.687	62,37	149.687	-
T. İş Bankası A.Ş.	49.382	20,58	49.382	-
T.C. Ziraat Bankası A.Ş.	37.036	15,43	37.036	-

V. Information about the services and nature of activities of the Bank

The Bank was incorporated to mediate commercial activities between Turkey and North African countries. The Bank is authorized to gather deposits and operates in corporate banking areas. The Bank has seven branches; three in Istanbul, one in Ankara, one in Kayseri, one in Konya and one in Gaziantep and has one share participation in a subsidiary operating in financial leasing business.

VI. Other information

All the amounts in financial report have been presented as “thousand Turkish Lira”.

SECTION TWO
FINANCIAL STATEMENTS

- I. Unconsolidated Balance Sheet (Statement of Financial Position)
- II. Statement of Unconsolidated Commitments and Contingencies
- III. Statement of Unconsolidated Income
- IV. Statement of Recognized Income and Expense in Unconsolidated Shareholders' Equity
- V. Statement of Changes in Unconsolidated Shareholders' Equity
- VI. Statement of Unconsolidated Cash Flows

Arap Türk Bankası A.Ş.
Unconsolidated Balance Sheet (Statement of Financial Position)
As of 30 June 2012
(Thousands of Turkish Lira)

ASSETS	Footnotes	Audited			Audited		
		CURRENT PERIOD			PRIOR PERIOD		
		(30/06/2012)			(31/12/2011)		
	(5-1)	TL	FC	TOTAL	TL	FC	TOTAL
I. CASH AND BALANCES WITH THE CENTRAL BANK OF TURKEY	(1)	15,732	196,563	212,295	24,021	215,746	239,767
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	(2)	50,577	28,166	78,743	129,906	27,714	157,620
2.1 Financial assets held for trading		50,577	28,166	78,743	129,906	27,714	157,620
2.1.1 Public sector debt securities		33,806	-	33,806	113,541	-	113,541
2.1.2 Securities representing a share in capital		-	-	-	-	-	-
2.1.3 Derivatives held for trading		353	-	353	-	-	-
2.1.4 Other marketable securities		16,418	28,166	44,584	16,365	27,714	44,079
2.2 Financial assets designated at fair value through profit or loss		-	-	-	-	-	-
2.2.1 Public sector debt securities		-	-	-	-	-	-
2.2.2 Equity securities		-	-	-	-	-	-
2.2.3 Loans granted		-	-	-	-	-	-
2.2.4 Other marketable securities		-	-	-	-	-	-
III. BANKS	(3)	50,603	1,030,505	1,081,108	45,092	1,222,865	1,267,957
IV. MONEY MARKET PLACEMENTS		232,136	-	232,136	192,299	-	192,299
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange money market placements		-	-	-	-	-	-
4.3 Receivables from reverse repurchase agreements		232,136	-	232,136	192,299	-	192,299
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(4)	175	1,073	1,248	168	1,072	1,240
5.1 Securities representing a share in capital		175	1,073	1,248	168	1,072	1,240
5.2 Public sector debt securities		-	-	-	-	-	-
5.3 Other marketable securities		-	-	-	-	-	-
VI. LOANS AND RECEIVABLES	(5)	369,632	335,569	705,201	386,518	491,928	878,446
6.1 Loans and Receivables		367,729	335,569	703,298	386,518	491,928	878,446
6.1.1 Loans granted to the Bank's risk group		-	21,173	21,173	-	208,789	208,789
6.1.2 Public sector debt securities		-	-	-	-	-	-
6.1.3 Other		367,729	314,396	682,125	386,518	283,139	669,657
6.2 Loans under follow-up		8,431	-	8,431	5,952	-	5,952
6.3 Specific provisions (-)		6,528	-	6,528	5,952	-	5,952
VII. FACTORING RECEIVABLES		-	-	-	-	-	-
VIII. INVESTMENTS HELD TO MATURITY (Net)	(6)	108,887	118,666	227,553	62,662	137,208	199,870
8.1 Public sector debt securities		108,887	82,626	191,513	40,200	88,181	128,381
8.2 Other marketable securities		-	36,040	36,040	22,462	49,027	71,489
IX. INVESTMENTS IN ASSOCIATES (Net)	(7)	-	-	-	-	-	-
9.1 Consolidated by equity method		-	-	-	-	-	-
9.2 Unconsolidated associates		-	-	-	-	-	-
9.2.1 Financial investments in associates		-	-	-	-	-	-
9.2.2 Non-financial investments in associates		-	-	-	-	-	-
X. INVESTMENTS IN SUBSIDIARIES (Net)	(8)	40,452	-	40,452	38,452	-	38,452
10.1 Financial subsidiaries		40,452	-	40,452	38,452	-	38,452
10.2 Non-financial subsidiaries		-	-	-	-	-	-
XI. INVESTMENTS IN JOINT- VENTURES (Net)	(9)	-	-	-	-	-	-
11.1 Consolidated by equity method		-	-	-	-	-	-
11.2 Unconsolidated joint ventures		-	-	-	-	-	-
11.2.1 Financial investments in joint ventures		-	-	-	-	-	-
11.2.2 Non-financial investments in joint ventures		-	-	-	-	-	-
XII. LEASE RECEIVABLES (Net)	(10)	-	-	-	-	-	-
12.1 Finance lease receivables		-	-	-	-	-	-
12.2 Operational leasing receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned Revenue (-)		-	-	-	-	-	-
XIII. DERIVATIVE FINANCIAL ASSETS HELD FOR HEDGING	(11)	-	-	-	-	-	-
13.1 Fair value hedges		-	-	-	-	-	-
13.2 Cash flow hedges		-	-	-	-	-	-
13.3 Hedges for investments made in foreign countries		-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)		22,054	-	22,054	22,925	-	22,925
XV. INTANGIBLE ASSETS (Net)		2,028	-	2,028	2,162	-	2,162
15.1 Goodwill		-	-	-	-	-	-
15.2 Other		2,028	-	2,028	2,162	-	2,162
XVI. INVESTMENT PROPERTY (Net)	(12)	-	-	-	-	-	-
XVII. TAX ASSET	(13)	2,106	-	2,106	2,116	-	2,116
17.1 Current tax asset		-	-	-	-	-	-
17.2 Deferred tax asset		2,106	-	2,106	2,116	-	2,116
XVIII. ASSET HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(14)	296	-	296	308	-	308
18.1 Held for sale purpose		296	-	296	308	-	308
18.2 Held from discontinued operations		-	-	-	-	-	-
XIX. OTHER ASSETS	(15)	5,204	1,002	6,206	-	-	-
TOTAL ASSETS		899,882	1,711,544	2,611,426	6,206	1,998,566	2,611,426

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

Arap Türk Bankası A.Ş.
Unconsolidated Balance Sheet (Statement of Financial Position)
As of 30 June 2012

(Thousands of Turkish Lira)

LIABILITIES AND SHAREHOLDERS' EQUITY	Footnotes	Audited			Audited		
		CURRENT PERIOD			PRIOR PERIOD		
		(30/06/2012)			(31/12/2011)		
(5-II)	TL	FC	Total	TL	FC	Total	
I. DEPOSITS	(1)	228,600	686,962	915,562	244,116	1,702,107	1,946,223
1.1 Deposits held by the Bank's risk group		169,040	442,313	611,353	163,849	1,195,394	1,359,243
1.2 Other		59,560	244,649	304,209	80,267	506,713	586,980
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(2)	338	-	338	-	-	-
III. FUNDS BORROWED	(3)	1,518	1,151,943	1,153,461	1,919	462,968	464,887
IV. INTERBANK MONEY MARKET		107,261	-	107,261	204,436	-	204,436
4.1 Interbank money market payables		-	-	-	-	-	-
4.2 Istanbul Stock Exchange money market payables		-	-	-	-	-	-
4.3 Funds provided under repurchase agreements		107,261	-	107,261	204,436	-	204,436
V. MARKETABLE SECURITIES ISSUED (Net)		-	-	-	-	-	-
5.1 Bills		-	-	-	-	-	-
5.2 Asset backed securities		-	-	-	-	-	-
5.3 Bonds		-	-	-	-	-	-
VI. FUNDS		-	-	-	-	-	-
6.1 Borrower funds		-	-	-	-	-	-
6.2 Other		-	-	-	-	-	-
VII. MISCELLANEOUS PAYABLES		399	1,842	2,241	361	2,070	2,431
VIII. OTHER EXTERNAL RESOURCES	(4)	4,020	5,900	9,920	8,518	4,046	12,564
IX. FACTORING PAYABLES		-	-	-	-	-	-
X. LEASING TRANSACTIONS PAYABLES	(5)	-	-	-	-	-	-
10.1 Finance leasing payables		-	-	-	-	-	-
10.2 Operational leasing payables		-	-	-	-	-	-
10.3 Other		-	-	-	-	-	-
10.4 Deferred finance leasing expenses (-)		-	-	-	-	-	-
XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR HEDGING	(6)	-	-	-	-	-	-
11.1 Fair value hedges		-	-	-	-	-	-
11.2 Cash flow hedges		-	-	-	-	-	-
11.3 Hedges for investments made in foreign countries		-	-	-	-	-	-
XII. PROVISIONS	(7)	23,376	224	23,600	22,541	235	22,776
12.1 General provisions		10,009	-	10,009	9,985	-	9,985
12.2 Restructuring reserves		-	-	-	-	-	-
12.3 Reserves for employee benefit		7,778	-	7,778	6,828	-	6,828
12.4 Insurance technical reserves (Net)		-	-	-	-	-	-
12.5 Other provisions		5,589	224	5,813	5,728	235	5,963
XIII. TAX LIABILITY	(8)	4,812	-	4,812	5,292	-	5,292
13.1 Current tax liability		4,812	-	4,812	5,292	-	5,292
13.2 Deferred tax liability		-	-	-	-	-	-
LIABILITIES FOR ASSETS HELD FOR RESALE AND ASSETS OF DISCONTINUED OPERATIONS		-	-	-	-	-	-
XIV. OPERATIONS		-	-	-	-	-	-
14.1 Held for sale purpose		-	-	-	-	-	-
14.2 Held from discontinued operations		-	-	-	-	-	-
XV. SUBORDINATED LOANS		-	-	-	-	-	-
XVI. SHAREHOLDERS' EQUITY	(9)	394,231	-	394,231	353,977	-	353,977
16.1 Paid-in capital		240,000	-	240,000	240,000	-	240,000
16.2 Supplementary capital		9,096	-	9,096	9,096	-	9,096
16.2.1 Share premium		-	-	-	-	-	-
16.2.2 Share cancellation profits		-	-	-	-	-	-
16.2.3 Securities Value Increase Fund		-	-	-	-	-	-
16.2.4 Revaluation surplus on tangible assets		-	-	-	-	-	-
16.2.5 Revaluation surplus on intangible assets		-	-	-	-	-	-
16.2.6 Revaluation surplus on investment property		-	-	-	-	-	-
16.2.7 Bonus shares of associates, subsidiaries and joint-ventures		-	-	-	-	-	-
16.2.8 Hedging reserves (effective portion)		-	-	-	-	-	-
16.2.9 Revaluation surplus on assets held for sale and assets of discontinued operations		-	-	-	-	-	-
16.2.10 Other capital reserves		9,096	-	9,096	9,096	-	9,096
16.3 Profit reserves		6,214	-	6,214	3,841	-	3,841
16.3.1 Legal reserves		6,214	-	6,214	3,841	-	3,841
16.3.2 Status reserves		-	-	-	-	-	-
16.3.3 Extraordinary reserves		-	-	-	-	-	-
16.3.4 Other profit reserves		-	-	-	-	-	-
16.4 Profit or loss		138,921	-	138,921	101,040	-	101,040
16.4.1 Prior years income/loss		98,667	-	98,667	52,945	-	52,945
16.4.2 Current year income/loss		40,254	-	40,254	48,095	-	48,095
TOTAL LIABILITIES		764,555	1,846,871	2,611,426	841,160	2,171,426	3,012,586

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Arap Türk Bankası A.Ş.
Unconsolidated Off Balance Sheet Commitments
As of 30 June 2012

(Thousands of Turkish Lira)

	Footnotes (5-III)	Audited CURRENT PERIOD (30/06/2012)			Audited PRIOR PERIOD (31/12/2011)			
		TL	FC	TOTAL	TL	FC	TOTAL	
		A.	OFF BALANCE SHEET COMMITMENTS	238,040	1,586,060	1,824,100	75,558	1,469,091
I.	GUARANTEES AND WARRANTIES	(1), (2)	143,836	1,500,129	1,643,965	70,335	1,469,091	1,539,426
1.1.	Letters of guarantee	143,836	1,120,802	1,264,488	70,335	1,243,537	1,313,872	
1.1.1.	Guarantees subject to State Tender Law	21,864	103	21,967	21,395	109	21,504	
1.1.2.	Guarantees given for foreign trade operations	7,815	1,100,672	1,108,487	365	1,225,516	1,225,881	
1.1.3.	Other letters of guarantee	114,007	20,027	134,034	48,575	17,912	66,487	
1.2.	Bank acceptances	150	55,698	55,848	-	13,346	13,346	
1.2.1.	Import letter of acceptance	-	-	-	-	-	-	
1.2.2.	Other bank acceptances	150	55,698	55,848	-	13,346	13,346	
1.3.	Letters of credit	-	323,629	323,629	-	212,208	212,208	
1.3.1.	Documentary letters of credit	-	-	-	-	-	-	
1.3.2.	Other letters of credit	-	323,629	323,629	-	212,208	212,208	
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	-	-	-	-	-	-	
1.9.	Other warranties	-	-	-	-	-	-	
II.	COMMITMENTS	(1)	6,012	6,012	5,223	-	5,223	
2.1.	Irrevocable commitments	6,012	-	6,012	5,223	-	5,223	
2.1.1.	Asset purchase and sales commitments	-	-	-	-	-	-	
2.1.2.	Deposit purchase and sales commitments	-	-	-	-	-	-	
2.1.3.	Share capital commitment to associates and subsidiaries	-	-	-	-	-	-	
2.1.4.	Loan granting commitments	-	-	-	-	-	-	
2.1.5.	Securities issue brokerage commitments	-	-	-	-	-	-	
2.1.6.	Commitments for reserve deposit requirements	-	-	-	-	-	-	
2.1.7.	Payment commitments for checks	6,012	-	6,012	5,223	-	5,223	
2.1.8.	Tax and fund liabilities from export commitments	-	-	-	-	-	-	
2.1.9.	Commitments for credit card expenditure limits	-	-	-	-	-	-	
2.1.10.	Commitments for credit cards and banking services promotions	-	-	-	-	-	-	
2.1.11.	Receivables from short sale commitments	-	-	-	-	-	-	
2.1.12.	Payables for short sale commitments	-	-	-	-	-	-	
2.1.13.	Other irrevocable commitments	-	-	-	-	-	-	
2.2.	Revocable commitments	-	-	-	-	-	-	
2.2.1.	Revocable loan granting commitments	-	-	-	-	-	-	
2.2.2.	Other revocable commitments	-	-	-	-	-	-	
III.	DERIVATIVE FINANCIAL INSTRUMENTS		88,192	85,931	174,123	-	-	
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	88,192	85,931	174,123	-	-	-	
3.2.1.	Forward foreign currency buy/sell transactions	-	-	-	-	-	-	
3.2.1.1.	Forward foreign currency transactions-buy	-	-	-	-	-	-	
3.2.1.2.	Forward foreign currency transactions-sell	-	-	-	-	-	-	
3.2.2.	Swap transactions related to foreign currency and interest rates	88,192	85,931	174,123	-	-	-	
3.2.2.1.	Foreign currency swap-buy	-	-	-	-	-	-	
3.2.2.2.	Foreign currency swap-sell	88,192	85,931	174,123	-	-	-	
3.2.2.3.	Interest rate swaps-buy	-	-	-	-	-	-	
3.2.2.4.	Interest rate swaps-sell	-	-	-	-	-	-	
3.2.3.	Foreign currency, interest rate and security options	-	-	-	-	-	-	
3.2.3.1.	Foreign currency options-buy	-	-	-	-	-	-	
3.2.3.2.	Foreign currency options-sell	-	-	-	-	-	-	
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	-	-	-	-	-	-	
3.2.4.1.	Foreign currency futures-buy	-	-	-	-	-	-	
3.2.4.2.	Foreign currency futures-sell	-	-	-	-	-	-	
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	-	-	-	-	-	-	
B.	CUSTODY AND PLEDGED SECURITIES (IV+V+VI)		235,411	207,676	443,087	274,829	360,355	635,184
IV.	ITEMS HELD IN CUSTODY		214,311	107,242	321,553	253,394	83,290	336,684
4.1.	Assets under management	-	-	-	-	-	-	-
4.2.	Investment securities held in custody	-	-	-	-	-	-	-
4.3.	Checks received for collection	174,799	13,496	188,295	228,906	6,308	235,214	
4.4.	Commercial notes received for collection	39,512	93,746	133,258	24,488	76,982	101,470	
4.5.	Other assets received for collection	-	-	-	-	-	-	
4.6.	Assets received for public offering	-	-	-	-	-	-	
4.7.	Other items under custody	-	-	-	-	-	-	
4.8.	Custodians	-	-	-	-	-	-	
V.	PLEDGED ITEMS		21,100	100,434	121,534	21,435	277,065	298,500
5.1.	Marketable securities	-	-	-	-	142,988	142,988	
5.2.	Guarantee notes	250	200	450	250	210	460	
5.3.	Commodity	-	-	-	-	-	-	
5.4.	Warranty	-	-	-	-	-	-	
5.5.	Immovables	20,822	98,226	119,048	21,157	103,161	124,318	
5.6.	Other pledged items	28	2,008	2,036	28	30,706	30,734	
5.7.	Pledged items-depository	-	-	-	-	-	-	
VI.	ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		-	-	-	-	-	
	TOTAL OFF BALANCE SHEET COMMITMENTS		473,451	1,793,736	2,267,187	-	-	

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Arap Türk Bankası A.Ş.
Unconsolidated Income Statement As of 30 June 2012
(Thousands of Turkish Lira)

INCOME AND EXPENSES	Footnotes (5-IV)	Audited	Audited	Audited	Audited
		CURRENT PERIOD (01/01/2012-30/06/2012)	CURRENT PERIOD (01/04/2012-30/06/2012)	CURRENT PERIOD (01/01/2011-30/06/2011)	CURRENT PERIOD (01/04/2011-30/06/2011)
I. INTEREST INCOME	(1)	63,499	30,234	31,752	17,421
1.1 Interest on loans		28,979	13,806	14,320	7,776
1.2 Interest received from reserve deposits		-	-	-	-
1.3 Interest received from banks		11,570	6,130	4,223	2,719
1.4 Interest received from money market transactions		9,923	4,348	5	-
1.5 Interest received from marketable securities portfolio		13,024	5,950	13,160	6,882
1.5.1 Financial assets held for trading		5,649	2,321	6,057	3,894
1.5.2 Financial assets where value change is reflected to income statement		-	-	-	-
1.5.3 Financial assets available for sale		-	-	-	-
1.5.4 Investments held to maturity		7,375	3,629	7,103	2,988
1.6 Finance lease income		-	-	-	-
1.7 Other interest income		3	-	44	44
II. INTEREST EXPENSE	(2)	16,004	7,187	7,351	4,947
2.1 Interest on deposits		10,468	4,558	5,180	4,056
2.2 Interest on funds borrowed		2,639	1,659	1,535	387
2.3 Interest on money market transactions		2,897	970	591	483
2.4 Interest on securities issued		-	-	-	-
2.5 Other interest expense		-	-	45	21
III. NET INTEREST INCOME/EXPENSE (I - II)		47,495	23,047	24,401	12,474
IV. NET FEES AND COMMISSIONS INCOME/EXPENSE		22,696	8,201	20,464	13,195
4.1 Fees and commissions received		23,276	8,350	20,771	13,335
4.1.1 Non-cash loans		6,777	3,430	6,855	3,473
4.1.2 Other		16,499	4,920	13,916	9,862
4.2 Fees and commissions paid		580	149	307	140
4.2.1 Non-cash loans		1	-	1	-
4.2.2 Other		579	149	306	140
V. DIVIDEND INCOME		2,061	55	66	59
VI. NET TRADING INCOME/EXPENSE	(3)	397	(914)	665	609
6.1 Capital markets transactions		9	-	17	22
6.2 Profit/losses on trading account securities		(1,559)	(1,666)	(530)	(110)
6.3 Foreign exchange profit/losses		1,747	752	1,178	697
VII. OTHER OPERATING INCOME	(4)	2,226	454	815	542
VIII. TOTAL OPERATING INCOME/EXPENSE (III+IV+V+VI+VII)		74,875	30,843	46,411	26,879
IX. PROVISION FOR LOAN LOSSES and OTHER RECEIVABLES (-)	(5)	815	(1,162)	2,548	1,558
X. OTHER OPERATING EXPENSES (-)	(6)	24,413	12,551	20,403	10,039
XI. NET OPERATING INCOME/LOSS (VIII-IX-X)		49,647	19,454	23,460	15,282
XII. INCOME RESULTED FROM MERGERS		-	-	-	-
XIII. INCOME/LOSS FROM CONTINUING OPERATIONS		-	-	-	-
XIV. NET MONETARY POSITION GAIN/LOSS		-	-	-	-
XV. INCOME/EXPENSE BEFORE TAXES FROM CONTINUING OPERATIONS (XI+...+XIV)		49,647	19,454	23,460	15,282
XVI. PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	(7)	(9,393)	(3,643)	(5,058)	(3,433)
16.1 Current tax provision		(9,383)	(3,600)	(5,495)	(3,562)
16.2 Deferred tax provision		(10)	(43)	437	129
XVII. NET PROFIT/LOSSES FROM CONTINUING OPERATIONS (XV±XVI)	(8)	40,254	15,811	18,402	11,849
XVIII. INCOME FROM DISCONTINUED OPERATIONS		-	-	-	-
18.1 Income from asset held for sale	(8)	-	-	-	-
18.2 Income from sale of associates, subsidiaries and joint-ventures		-	-	-	-
18.3 Other income from discontinued operations		-	-	-	-
XIX. EXPENSES FROM DISCONTINUED OPERATIONS (-)		-	-	-	-
19.1 Expenses on asset held for sale		-	-	-	-
19.2 Expenses on sale of associates, subsidiaries and joint ventures		-	-	-	-
19.3 Other expense from discontinued operations		-	-	-	-
XX. INCOME/EXPENSE BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)		-	-	-	-
XXI. PROVISION FOR TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)		-	-	-	-
21.1 Current tax provision		-	-	-	-
21.2 Deferred tax provision		-	-	-	-
XXII. NET PROFIT/LOSSES FROM DISCONTINUED OPERATIONS (XX±XXI)		-	-	-	-
XXIII. NET PROFIT/LOSSES (XVII+XXII)		40,254	15,811	18,402	11,849
Earning/Loss Per Share		0.00168	0.00066	0.00077	0.00049

Arap Türk Bankası Anonim Şirketi
Statement of Recognized Income and Expense In Unconsolidated Shareholders' Equity
As of 30 June 2012
(Thousands of Turkish Lira)

INCOME AND EXPENSE ITEMS ACCOUNTED IN SHAREHOLDERS' EQUITY		Audited	Audited
		CURRENT PERIOD (01/01/2012-30/06/2012)	PRIOR PERIOD (01/01/2011-30/06/2011)
I.	I. MARKET VALUE GAINS ON AVAILABLE FOR SALE ASSETS ACCOUNTED UNDER "SECURITIES VALUE INCREASE FUND"	-	-
II.	REVALUATION SURPLUS ON TANGIBLE ASSETS	-	-
III.	REVALUATION SURPLUS ON INTANGIBLE ASSETS	-	-
IV.	TRANSLATION DIFFERENCES FOR TRANSACTIONS IN FOREIGN CURRENCIES	-	-
V.	GAIN/LOSS ON DERIVATIVE FINANCIAL ASSETS HELD FOR CASH FLOW HEDGES (effective portion)	-	-
VI.	GAIN/LOSS ON DERIVATIVE FINANCIAL ASSETS HELD FOR HEDGES OF NET INVESTMENT (effective portion)	-	-
VII.	EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND CORRECTIONS	-	-
VIII.	OTHER INCOME/EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS PER TAS	-	-
IX.	DEFERRED TAXES ON VALUE INCREASES/DECREASES	-	-
X.	NET INCOME/EXPENSE ITEMS ACCOUNTED DIRECTLY UNDER SHAREHOLDERS' EQUITY (I+II+...+IX)	-	-
XI.	CURRENT PROFIT/LOSSES	40,254	18,402
11.1	Net changes in fair value of securities (transferred to income statement)	-	-
11.2	Gains/losses on hedges of cash flow hedges, reclassified and recorded in income statement	-	-
11.3	Gains/losses on hedges of net investment in foreign operations, reclassified and recorded in income statement	-	-
11.4	Other	40,254	18,402
XII.	TOTAL PROFIT/LOSS ACCOUNTED FOR THE CURRENT PERIOD (X+XI)	40,254	18,402

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Arap Türk Bankası A.Ş.
Statement of Changes in Unconsolidated Shareholders' Equity
As of 30 June 2012

(Thousands of Turkish Liras)

Footnotes	Paid-Up Capital	Capital Reserves from Inflation Adjustments to Paid-Up Capital	Share Premium	Share Cancellation Profits	Legal Reserves	Status Reserves	Extraordinary Reserves	Other Reserves	Current Period Net Profit/Loss	Prior Period Net Profit/Loss	Securities Value Increase Fund	Revaluation Surplus on Tangible and Intangible Assets	Bonus Shares of Equity Participations	Revaluation Surplus on Sale and Assets of Disposal Op.s	Total Shareholders' Equity
PRIOUR PERIOD (30/06/2011)															
I.	Balances at the beginning of the period									30,459					305,882
II.	Corrections made as per TAS 9				2,658										
III.	Effect of corrections														
IV.	Effect of change in accounting policies														
V.	Adjusted balances at the beginning of the period (I+II+III+IV)	240,000	9,096		2,658				23,699	30,459					305,882
VI.	Changes during the period														
VII.	Mergers														
VIII.	Securities Value Increase Fund														
IX.	Hedges for Risk Management														
X.	Net Cash Flow Hedges														
XI.	Net Foreign Investment Hedges														
XII.	Revaluation surplus on tangible assets														
XIII.	Revaluation surplus on intangible assets														
XIV.	Bonus shares of associates, subsidiaries and joint ventures														
XV.	Foreign exchange differences														
XVI.	Changes resulted from disposal of assets														
XVII.	Effect of change in equities of associates on Bank's Equity														
XVIII.	Capital increase														
XIX.	Cash														
XX.	Internal sources														
XXI.	Share issuance														
XXII.	Share cancellation profits														
XXIII.	Capital Reserves From Inflation Adjustments To Paid-Up Capital														
XXIV.	Others														
XXV.	Current Period Net Profit								18,402	22,486					
XXVI.	Profit distribution				1,100				(23,699)						
XXVII.	Dividends distributed														
XXVIII.	Transfers to Reserves				1,100				(23,699)						
XXIX.	Others														
XXX.	Balances at end of period (I+II+III+IV+V+VI+VII+VIII+IX+X+XI+XII+XIII+XIV+XV+XVI+XVII+XVIII+XIX+XX+XXI+XXII+XXIII+XXIV+XXV+XXVI+XXVII+XXVIII+XXIX)	240,000	9,096		3,841				48,095	52,545					353,977
CURRENT PERIOD (30/06/2012)															
I.	Balances at end of prior period	240,000	9,096		3,841				48,095	52,545					353,977
II.	Changes within the period														
III.	Mergers														
IV.	Securities Value Increase Fund														
V.	Hedges for Risk Management														
VI.	Net Cash Flow Hedges														
VII.	Net Foreign Investment Hedges														
VIII.	Revaluation surplus on tangible assets														
IX.	Revaluation surplus on intangible assets														
X.	Bonus shares of associates, subsidiaries and joint ventures														
XI.	Foreign exchange differences														
XX.	Changes resulted from disposal of assets														
XXI.	Effect of change in equities of associates on Bank's Equity														
XXII.	Capital increase														
XXIII.	Cash														
XXIV.	Internal sources														
XXV.	Share issuance														
XXVI.	Share cancellation profits														
XXVII.	Capital Reserves From Inflation Adjustments To Paid-Up Capital														
XXVIII.	Others														
XXIX.	Current Period Net Profit								40,324	45,722					
XXX.	Profit distribution				2,373				(48,095)						
XXXI.	Dividends distributed														
XXXII.	Transfers to legal reserves				2,373				(48,095)						
XXXIII.	Others														
XXXIV.	Balances at end of the period (I+II+III+IV+V+VI+VII+VIII+IX+X+XI+XII+XIII+XIV+XV+XVI+XVII+XVIII+XIX+XX+XXI+XXII+XXIII+XXIV+XXV+XXVI+XXVII+XXVIII+XXIX+XXX+XXXI+XXXII+XXXIII+XXXIV)	240,000	9,096		6,214				40,324	88,267					408,254

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Arap Türk Bankası A.Ş
Unconsolidated Statement of Cash Flow
As of 30 June 2012

(Thousands of Turkish Lira)

	Footnotes (5-VI)	Audited	
		CURRENT PERIOD (30/06/2012)	PRIOR PERIOD (30/06/2011)
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating Profit Before Changes in Operating Assets and Liabilities		183,287	(13,668)
1.1.1 Interests Received		74,078	28,110
1.1.2 Interest Paid		(16,939)	(7,150)
1.1.3 Dividend Received		-	57
1.1.4 Fees and Commissions Received		23,276	20,771
1.1.5 Other Income		861	2,217
1.1.6 Collections From Previously Written-off Loans and Other Receivables		-	-
1.1.7 Payments to Personnel and Service Suppliers		(19,171)	(16,540)
1.1.8 Taxes Paid		(9,863)	(1,861)
1.1.9 Others		131,045	(39,272)
1.2 Changes in Operating Assets and Liabilities		(175,595)	858,020
1.2.1 Net Decrease in Financial Assets Held For Trading		78,131	(65,957)
1.2.2 Net (Increase) Decrease in Financial Assets Valued at Fair Value Through Profit or Loss		-	-
1.2.3 Net Decrease in Due From Banks and Other Financial Institutions		18,737	(8,536)
1.2.4 Net (Increase) in Loans		163,424	(76,254)
1.2.5 Net Decrease in Other Assets		3,446	(116,620)
1.2.6 Net Increase/(Decrease) in Bank Deposits		(1,030,434)	1,210,458
1.2.7 Net Increase (Decrease) in Other Deposits		866	(16,283)
1.2.8 Net Increase/ (Decrease) in Funds Borrowed		688,472	(95,059)
1.2.9 Net Increase/ (Decrease) in Matured Payables		-	-
1.2.10 Net Increase in Other Liabilities		(98,237)	26,271
I. Net Cash Flow From Banking Operations		7,692	844,352
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net Cash Flow From Investing Activities		(34,520)	53,170
2.1 Cash Paid For Purchase of Associates, Subsidiaries, and Joint-Ventures		-	-
2.2 Cash Obtained From Sale of Associates, Subsidiaries and Joint-Ventures		-	-
2.3 Purchases of Tangible Assets		(317)	(517)
2.4 Sales of Tangible Assets		18	293
2.5 Cash Paid For Purchase of Financial Assets Available-For-Sale		-	-
2.6 Cash Obtained From Sale of Financial Assets Available-For-Sale		-	-
2.7 Cash Paid For Purchase of Investments Held-to-Maturity		(92,131)	(69,591)
2.8 Cash Obtained From Sale of Investments Held-to-Maturity		58,128	123,445
2.9 Others		(218)	(460)
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net Cash Flows From Financing Activities		-	(143)
3.1 Cash Obtained From Funds Borrowed and Securities Issued		-	-
3.2 Cash Used For Repayment of Funds Borrowed and Securities Issued		-	-
3.3 Equity Instruments Issued		-	-
3.4 Dividends Paid		-	-
3.5 Payments For Financial Leases		-	(143)
3.6 Others		-	-
IV. Effect of Change in Foreign Exchange Rate On Cash and Cash Equivalents		(128,856)	30,129
V. Net (Decrease)/Increase in Cash and Cash Equivalents		(155,684)	927,508
VI. Cash and Cash Equivalents at Beginning of Period		1,544,433	131,941
VII. Cash and Cash Equivalents at the End of Period		1,388,749	1,059,450

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SECTION THREE

ACCOUNTING POLICIES

I. Explanations for basis of presentation and footnotes

Preparation of financial statements and related information and footnotes in compliance with the Turkish Accounting Standards and The Regulation on Accounting Applications for Banks and Safeguarding of Documents:

The unconsolidated financial statements are prepared in accordance with The Regulation on Accounting Applications for Banks and Safeguarding of Documents ("Regulation") related to Turkish Banking Law No 5411 published on the Official Gazette no.26333 dated 1 November 2006; in accordance with accounting and financial reporting standards described in regulations, communiqués and other explanations published by the Banking Regulation and Supervision Agency (BRSA), Turkish Accounting Standards (TAS), Turkish Financial Reporting Standards (TFRS) and the related statements and guidance (collectively referred to as "Reporting Standards"). The Bank maintains its books of account in Turkish Lira (TL).

As of 2 November 2011 as published in the Official Gazette, the addition of Article 1 of Law No. 2499 which is the establishment article of TASB has been revoked by Decree Law No. 660 and the establishment of the Public Oversight Accounting and Auditing Standards Board ("the Authority") has been decided by the Council of Ministers. According to the provisory Article 1 of Decree Law, until the standards and regulations released by the Authority come into force, current existing regulations will be applied regarding these issues. As of reporting period end, this situation does not cause any change in 'Primary Basis of Presentation'

Financial statements are prepared in Thousand Turkish Lira based on historical costs excluding financial assets and liabilities that are shown at their fair values.

Additional paragraph for convenient translation to English

The differences between accounting principles, as described in the preceding paragraphs, and the accounting principles generally accepted in countries, in which the accompanying financial statements are to be distributed, and International Financial Reporting Standards ("IFRS"), may have significant influence on the accompanying financial statements. Accordingly, the accompanying financial statements are not intended to present the financial position and results of operations in accordance with the accounting principles generally accepted in such countries and IFRS.

II. Information on strategy for the use of financial instruments and foreign currency transactions

The Bank's core business operation is banking activities including corporate banking, commercial banking, retail banking and security transactions (treasury transactions) together with international banking services. The main funding resources are deposits, borrowing and equity and these resources are invested in qualified financial assets. The Bank follows the utilization of resources and the risk and return for the investments in various financial assets through an effective asset and liability management strategy.

The transactions in foreign currency is recorded in accordance with TAS No:21 "Effects of Exchange Rate Changes". Related gain and loss occurred due to the changes in exchange rates resulted by the foreign currency transactions are translated into TL over the effective exchange rate prevailing at the date of the transaction and is recorded accordingly. At the end of the related periods, foreign currency assets and liability balances outstanding are translated into Turkish Lira over the Bank's exchange rates prevailing at the balance sheet date and the resulting exchange rate differences are accounted as foreign exchange gains and losses. The Bank's related exchange rates at the balance sheet date are as follows:

	30 June 2012	31 December 2011
US Dollars	TL 1,8153	TL 1,9065
Euro	TL 2,2590	TL 2,4592

III. Information on Subsidiaries and Associates

The Bank does not have any associate as of 30 June 2012 and 31 December 2011.

Subsidiaries are businesses which are controlled by the Bank. Subsidiaries are reflected in the unconsolidated financial statements with cost amount, less provision for impairment.

IV. Information on forward transactions, options and derivative instruments

The Bank's financial derivatives are classified as "Held for Trading" in accordance with TAS 39.

Liabilities and receivables originated from derivative transactions are recorded as off-balance sheet items at their contractual values.

The derivative transactions are measured at fair value subsequent to initial recognition and if the fair value of a derivative financial instrument is positive, it is disclosed under the main account fair values of financial assets through profit or loss" in trading derivative financial instruments and if the fair value difference is negative, it is disclosed under trading derivative financial liabilities. Gains and losses arising from a change in fair value of trading derivatives after the remeasurement are accounted in the income statement. The fair value of the derivative financial instruments is calculated using quoted market prices or by using discounted cash flows model.

V. Information on interest income and expense

Interest income and expense are recognized in the income statement for all interest bearing instruments on an accrual basis using the effective interest method.

VI. Information on fees and commission

Fees and commission income and expenses for various banking services are recorded as income when collected, all other commission income and expense items are accounted on accrual basis.

VII. Information on financial assets

The Bank categorizes and records its financial assets as financial assets at fair value through profit or loss, financial assets available-for-sale, loans and receivables or financial assets held to maturity.

Financial Assets at Fair Value Through Profit or Loss

This category has two sub categories: financial assets for trading purposes and those recorded as financial assets designated at fair value through profit or loss at their initial recognition.

Financial assets held for trading are part of a portfolio aiming to generate a profit from short term fluctuations in prices or dealer's margin or in which a pattern of short term profit making exists.

Financial derivative instruments are classified as financial assets held for trading unless they are stated as for hedging purposes. Accounting of derivative financial assets is explained in IV of Section Three.

The financial assets held for trading are initially recognized at cost which includes transaction costs. Subsequent to the initial recognition financial assets held for trading are re-measured at their fair value. The gains and losses arising from the change in fair value are recognized in the income statement. The interest income earned from financial assets held for trading is recorded in the interest income and share profit is recorded in the dividends account.

Financial Assets Available-for-Sale

Financial assets available for sale are financial assets other than those classified as loans and receivables, financial assets held to maturity and financial assets at fair value through profit or loss.

Debt securities classified as financial assets available-for-sale are subsequently re-measured at their fair values. Unrealized gains and losses arising from changes in the fair value of securities classified as financial assets available for sale is reflected in the equity marketable securities value increase fund. When these financial assets available for sale are disposed of or collected the fair value differences accumulated under equity are transferred to the income statement.

Financial assets available for sale that have a quoted market price in an active market and whose fair values can be reliably measured are carried at fair value. Financial assets available for sale that do not have a quoted market price and whose fair values cannot be reliably measured are carried at cost, less provision for impairment.

Loans and Receivables

Loan and receivables are financial assets originated providing money, commodity and services to debtors. Loans and receivables originated are initially carried at cost and subsequently recognized at the amortized cost method using the internal rate of return. The duties paid, transaction expenditures and other similar expenses on assets received as collateral against such risks are not considered as a part of transaction cost and charged to related expense accounts.

Based on the reviews and estimates of the Bank management, loans that are identified as being impaired are reclassified as non-performing loans under follow up accounts. Thereby, specific allowances are made against the carrying amounts of these loans in accordance with the “Regulation on Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside” published in the Official Gazette No: 26333 dated 1 November 2006. Specific provisions are recognized in the year’s unconsolidated income statement. If there is a collection made on loans that have already provisioned in the previous years, the recovery amount is accounted under income statement accounts other operating income if the provision was made in the current year otherwise such collections are credited to account provision for loan losses or other receivables. Uncollectible receivables are written off after legal procedures are finalized.

Financial Assets Held to Maturity

Held-to-maturity securities are financial assets that are not classified as loans and receivables with fixed maturities and pre-determinable payments that the Bank has the intent and ability to hold until maturity. The financial assets held to maturity are initially recognized at cost and subsequently carried at amortized cost using discounting method with internal rate of return after deducting impairments, if any. Interest earned on financial assets held-to-maturity is recognized as interest income in the income statement.

There are no financial assets that were previously classified as held to maturity but cannot be subject to this classification for two years due to the violation of the tainting rule.

VIII. Information on impairment of Financial Assets

If the estimated recoverable amount of the financial asset, which is the present value of expected future cash flows of by using the internal rate of return rate method or the fair value if exists, is lower than the carrying value the financial assets then it is concluded that the asset under consideration is impaired. A provision is made for the diminution in the value of the impaired financial asset and the provision is charged to the expense accounts.

IX. Information on offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis, or to realize the asset and settle the liability simultaneously.

X. Information on sale and repurchase agreements and lending of financial assets

Repurchase (repo) and resale (reverse repo) agreements of financial assets are followed at the balance sheet accounts. Financial assets which are sold to customers under repurchase agreements are categorized according to initial classification and are measured in accordance with the accounting policy of the related portfolio.

Funds obtained under repurchase agreements are accounted under funds provided under repurchase agreements in liability accounts. The interest expense accruals are calculated by means of internal rate of return method over the difference resulting from repurchase and sale prices for the relevant period.

Securities subject to repurchase (reverse repo) agreements are reflected under receivables from reverse repurchase agreements. The difference between the purchase and resell price which is related with the period is computed with the effective interest rate method for accrued interest income.

XI. Information on assets held for sale and discontinued operations

The Bank does not have any discontinued operations.

Assets held for sale are comprised of tangible assets acquired due to non performing receivables, and are accounted in the financial statements in accordance with the "Regulation On The Disposals of The Commodities and Properties Acquired Due to Receivables and The Purchase and Sale of Precious Metals by Banks" dated 1 November 2006 and published on the Official Gazette No.26333.

XII. Information on goodwill and other intangible assets

There is no goodwill in the accompanying financial statements related to the acquisition of a subsidiary.

Software classified as other intangible assets acquired before 1 January 2005 are accounted at restated costs for the effects of inflation in TL units until the end of 31 December 2004 and those acquired after 1 January 2005 are measured at cost less accumulated amortization. The useful life of software is determined as 5 years.

XIII. Information on tangible assets

Tangible assets acquired before 1 January 2005 are reflected at their restated cost for the effects of inflation in TL units current until the end of 31 December 2004 less accumulated depreciation and impairment losses, if any, and those acquired after 1 January 2005 are measured at cost less accumulated depreciation and the impairment losses, if any.

The depreciation of tangible assets is computed using the straight-line method. The depreciation rates used approximate the rates of the useful lives of the tangible assets are as follows:

	%
Buildings	2
Motor Vehicles	20
Furniture, Fixture and Office Equipment	2-20

In case, the cost amount of the related tangible asset is lower than the net realizable value the value of asset is decreased to its net realizable value and the provision for impairment is reflect to the related expense accounts.

Gains and losses resulting from the sale of tangible assets is the difference between the sales amount and net book amount and recorded into the account profit/loss from sale of assets to be accounted under the other operating income/expense in the financial statements.

Expenditures for maintenance and repairs that are routinely made on tangible assets are recognized as expense. Expenditures incurred in order to extend the capacity of the tangible assets or those that extend the useful life and service capacity of the assets are capitalized.

There are no restrictions such as pledges and mortgages on tangible assets or any purchase commitments.

There is no purchase commitments related to the tangible fixed assets.

There are no expected changes in the accounting estimates related with tangible assets, which could have a significant impact on the current and future periods.

XIV. Information on leasing activities

Assets acquired under finance lease agreements are initially recognized at the lower of the fair value of the leased asset or the present value of leasing payments. These leased assets are depreciated according to their useful lives and classified as tangible assets. In cases where leased assets are impaired provisions for impairment are recognized. The obligations under financial leases arising from lease contracts are included in financial lease payables in the balance sheet.

Interest and exchange rate expenses related to financial leasing are recognized in the income statement. The Bank does not provide financial leasing services as a lessor.

Transactions regarding operational leases are accounted on an accrual basis in accordance with the term of the related contracts.

XV. Information on provisions and contingent liabilities and contingent assets

Provisions and contingent liabilities are provided for in accordance with the Communiqué No: 37 "Provisions, Contingent Liabilities and Contingent Assets" of Turkish Accounting Standards, except for the general and specific provisions set aside for the loans and other receivables.

Provisions are recognized when the Bank has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount of obligation can be made.

A provision for contingent liabilities arising from past events should be recognized in the same period of occurrence if it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate the amount of the obligation can be made.

Contingent assets are disclosed where an inflow of economic benefits is probable. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the assets and related income are recognized in the financial statements in which the change occurs.

XVI. Information on liabilities regarding employee benefits

Obligations related to employment termination and vacation benefits are accounted in compliance with the "Turkish Accounting Standard on Employee Benefits" ("TAS 19"), in the accompanying financial statements.

In accordance with existing legislation in Turkey, the Bank has to make certain lump-sum payments to employees whose employment is terminated due to retirement or reasons other than resignation or misconduct. The provision for severance pay is calculated and reflected on the financial statements by the net value of the possible future liability amount as of today considering the situations of retirement in compliance with the Turkish Labor Law, termination of employment after at least one year of service, leaving due to military obligations and mortality.

XVII. Information on tax applications**Current tax**

The corporate tax rate is 20%. Corporate tax rate is calculated on the total income of the Bank after adjusting for certain disallowable expenses, exempt income (dividend income etc.) and other allowances. No further tax is payable unless the profit is distributed.

Dividends paid to the resident institutions and the institutions working through local offices or representatives are not subject to withholding tax. The withholding tax rate on the dividend payments other than the ones paid to the non-resident institutions generating income in Turkey through their operations or permanent representatives and the resident institutions is 15%. In applying the withholding tax rates on dividend payments to the non-resident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are taken into account. Appropriation of the retained earnings to capital is not considered as profit distribution and therefore is not subject to withholding tax.

The prepaid taxes are calculated and paid at the rates valid for the earnings of the related years. The payments can be deducted from the annual corporate tax calculated for the whole year earnings.

Tax losses can be carried forward for a maximum period of five years following the year in which the losses were incurred. Tax losses cannot be carried back.

In Turkey, there is no procedure for a final and definite agreement on tax assessments. Companies file their tax returns with their tax offices by the end of 25th of the fourth month following the close of the accounting period to which they relate. Tax declarations and related accounting entries can be investigated by tax authorities for five years from the beginning of the year that follows the date of filing during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

Deferred taxes

The Bank calculates and accounts deferred tax assets and liabilities in accordance with the "Turkish Accounting Standard 12 ("TAS 12") Income Taxes"; deferred tax assets and liabilities are recognized on all taxable temporary differences arising between the carrying values of assets and liabilities in the financial statements and their corresponding balances used for taxation purposes except for the differences not deductible for tax purposes and initial recognition of assets and liabilities which affect neither accounting nor taxable profit.

If transactions and events are recorded in the statement of income, then the related tax effects are also recognized in the statement of income. However, if transactions and events are recorded directly in the shareholders' equity, the related tax effects are also recognized directly in the shareholders' equity.

The net amount of deferred tax receivables and deferred tax payables is shown on the financial tables.

Transfer Pricing

In Turkey, the transfer pricing provisions has been stated under the Article 13 of Corporate Tax Law with the heading of “disguised profit distribution via transfer pricing”. The General Communiqué on disguised profit distribution via Transfer Pricing, dated 18 November 2007 sets details about implementation.

If the companies enter into transactions concerning to the sale or the purchase of the goods or services with the related parties by setting the prices or amounts which are not in line with the arm’s length principle, related profits will be treated as having been wholly or partially distributed in a disguised way via transfer pricing. This kind of disguised profit distribution via transfer pricing cannot be deducted from tax base in accordance with corporate tax.

XVIII. Additional information on borrowings

Except for financial liabilities that are classified as held for trading derivatives which carried at fair values, all other financial liabilities are initially recognized at cost including transaction costs and re-measured at amortized cost using the effective interest rate method.

The Bank did not issue any stocks convertible into bonds.

The Bank does not have borrowing instruments issued by itself.

XIX. Information on share issuances

The Bank has not issued any share in the year.

XX. Information on bills of exchanges and acceptances

Acceptances are realized simultaneously with the payment dates of the clients and they are presented as commitments in off-balance sheet accounts.

There are no acceptances presented as liabilities against any assets.

XXI. Information on government incentives

There are no government incentives utilized by the Bank as of 30 June 2012 and 31 December 2011.

XXII. Information on segment reporting

Operating segment is the unit that operates in only one product or service of the Bank or the group of products or services which are related each other and differs from other units from the point of risk and profit. Operating segments are presented VI footnote of Fourth Section.

XXIII. Profit reserves and profit distribution

Retained earnings as per the statutory financial statements other than legal reserves are available for distribution, subject to legal reserve requirement referred to below.

The legal reserves are comprised of first and second reserves, in accordance with the Turkish Commercial Code (“TCC”). The first legal reserve is appropriated out of the profits at the rate of 5% until the total reserve reaches a maximum of 20% of the Bank’s paid in capital. The second legal reserve is appropriated at the rate of 10% of all distributions in excess of the 5% of the Company’s share capital; however holding companies are not subject to this application. First and second legal reserves can only be used to compensate accumulated losses and cannot be used for profit distribution unless they exceed 50% of paid-in capital.

XXIV. Related parties

In accompanying financial statements, shareholders, key management personnel and board members together with their families and companies controlled by or affiliated by them associated and jointly controlled entities are considered as Related Parties in compliance with “Declaration of Related Party Standard” (“TAS 24”).

XXV. Cash and cash equivalents

In the cash flows statements “Cash” refers to cash in vault, cash in transit, bank cheques purchased and demand deposits in banks including Central Bank of Turkey; “Cash equivalent” refers to money market placements time deposits at banks, and investments in financial securities which has original maturity less than three months.

SECTION FOUR

INFORMATION ON THE FINANCIAL POSITION OF THE BANK

I. Information on capital adequacy ratio

The Bank's capital adequacy ratio as at 30 June 2012 is 24,59% (31 December 2011: 23,50%).

The risk measurement methods used in the determination of the capital adequacy ratio:

The Bank's interest rate risk is calculated and analyzed in consideration with various dimensions within the scope of market risk management of the Risk Management Department.

The interest rate risk and currency risk are measured under the scope of the market risk calculated in accordance with the Standard Methods and is included in the capital adequacy ratio calculation.

Value at operational risk (VOR) is calculated in accordance with the "Basic Indicator Method" and is included in the capital adequacy ratio calculation.

The effect of changes in risk factors on Bank portfolio is calculated on a daily basis using the VAR (Value at Risk) method. The method is tested with a retrospective testing method.

For the analysis of the effect of interest fluctuations above the estimations on the Bank, stress test analyses are made on a monthly basis.

In addition, to reclass possible fluctuation expectations on risk factors various scenario analyses are performed based on possible interest rate estimations and changing expectations of exchange rates.

The interest rate and exchange rate sensitivity of assets, liabilities and off-balance sheets is measured by sensitivity analysis on the level of maturity gaps on a monthly basis.

The Board of Directors has determined limits in order to restrain interest rate risk by means of the daily VAR and Standard Method results. Similarly, limits are determined for credit risk and capital adequacy ratio.

Information on capital adequacy standard ratio

	Risk Weights						
	0%	10%	20%	50%	100%	150%	200%
Value at Credit Risk							
Balance Sheet Items (Net)	649.152	--	1.116.094	16.862	752.221	--	--
Cash	8.465	--	--	--	--	--	--
Matured Marketable Securities	--	--	--	--	--	--	--
The Central Bank of Turkey	67.885	--	--	--	--	--	--
Domestic, Foreign Banks and Foreign Headquarter, subsidiaries	1.087	--	1.076.880	--	2.008	--	--
Interbank Money Market Placements	--	--	--	--	--	--	--
Receivables from Reverse Repurchase	232.000	--	--	--	--	--	--
Reserve Requirements	135.945	--	--	--	--	--	--
Loans	3.454	--	2.042	16.758	675.056	--	--
Loans under follow-up (Net)	--	--	--	--	1.903	--	--
Financial lease receivables	--	--	--	--	--	--	--
Securities Available for Sale	--	--	--	--	1.248	--	--
Investments Held to Maturity	187.315	--	35.486	--	--	--	--
Receivables from the disposal of assets	--	--	--	--	--	--	--
Miscellaneous receivables	1	--	--	--	232	--	--
Interest and income accruals	4.335	--	1.686	104	6.677	--	--
Investments in Associates, Subsidiaries and Joint Ventures (Net)	--	--	--	--	40.452	--	--
Tangible Assets	--	--	--	--	19.600	--	--
Other Assets	8.665	--	--	--	5.045	--	--
Off balance sheet items	234.450	--	426.962	14.890	355.132	--	--
Non cash loans and commitments	234.450	--	425.243	14.890	355.132	--	--
Derivative financial instruments	--	--	1.719	--	--	--	--
Non risk weighted accounts	--	--	--	--	--	--	--
Total risk weighted assets	883.602	--	1.543.056	31.752	1.107.353	--	--

Summary information related to capital adequacy standard ratio

	Current Period	Prior Period
Value at Credit Risk (I)	1.431.840	1.367.026
Value at Market Risk (II)	57.825	75.825
Value at Operational Risk (III)	155.183	104.492
Shareholders' Equity	404.461	363.645
Shareholders' Equity/(I+II+III)*100	24,59%	23,50%

Information on Shareholder's Equity

	Current Period	Prior Period
CORE CAPITAL		
Paid-in Capital	240.000	240.000
Nominal capital	240.000	240.000
Capital Commitments (-)	--	--
Inflation adjustment to paid-in capital	9.096	9.096
Share Premium	--	--
Share Cancellation profit	--	--
Legal reserves	6.214	3.841
First legal reserve (Turkish Commercial Code 466/1)	6.214	3.841
Second legal reserve (Turkish Commercial Code 466/2)	--	--
Other legal reserve per special legislation	--	--
Status reserves	--	--
Extraordinary reserves	--	--
Reserves allocated by the General Assembly	--	--
Retained earnings	--	--
Accumulated loss	--	--
Exchange rate differences on foreign currency capital	--	--
Reserves from Inflation Adjustments to Legal, Status and Extraordinary Reserves	--	--
Profit	138.921	101.040
Net income for the period	40.254	48.095
Prior period profit	98.667	52.945
Provisions for possible risks up to 25% of Core Capital	5.000	5.000
Income on Sale of Equity Shares and Real Estates to be used up for Capital Increase	--	--
Primary Subordinated Debt (up to 15% of Core Capital)	--	--
Loss excess of Reserves (-)	--	--
Current Period Loss	--	--
Prior Periods Loss	--	--
Leasehold Improvements (-)	2.455	2.847
Prepaid Expenses (-)	--	--
Intangible Assets (-)	2.028	2.162
Deferred Tax	--	--
Limit excesses as per the 3rd Paragraph of the Article 56 of the Banking Law (-)	--	--
Total Core Capital	394.748	353.968
SUPPLEMENTARY CAPITAL		
General Provisions	10.009	9.985
45% of Revaluation Surplus on Movables	--	--
45% of Revaluation Surplus on Immovable's	--	--
Bonus shares of Associates, Subsidiaries and Joint-Ventures	--	--
Primary Subordinated Debt excluding the Portion included in Core Capital	--	--
Secondary Subordinated Debt	--	--
45% of Marketable Securities Value Increase Fund	--	--
Associates and Subsidiaries	--	--
Investment Securities Available for Sale	--	--
Adjustment to Capital Reserves, Profit Reserves and prior years' P/L (excluding Legal Reserves, Statutory Reserves and Extraordinary Reserves)	--	--
Minority shares	--	--
Total Supplementary Capital	10.009	9.985
TIER III CAPITAL (including minority shares if any)	--	--
CAPITAL	404.757	363.953
DEDUCTIONS FROM CAPITAL	296	308

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(Currency: Thousands of Turkish Lira ("TL") unless otherwise stated)

*Convenient Translation of Unconsolidated Financial**Report Originally Issued in Turkish**See Note on I. in Section Three*

Investments in Unconsolidated Entities (domestic/foreign) operating in Banking and Financial Sectors at 10% or more	--	--
Investments in Entities (domestic/foreign) operating in Banking and Financial Sectors at less than 10% exceeding 10% or more of the Total Core and Supplementary Capitals	--	--
Loans to Banks, Financial Institutions (domestic/foreign) or Qualified Shareholders in the form of Secondary Subordinated Debts and Debt Instruments purchased from Such Parties qualified as Primary or Secondary Subordinated Debts	--	--
Loans granted to Customers as contradictory to the Articles 50 and 51 of the Banking Law	--	--
Net Book Values of Immovable's exceeding 50% of the Capital and of Assets Acquired against Overdue Receivables and Held for Sale as per the Article 57 of the Banking Law but Retained more than Five Years	296	308
Other	--	--
TOTAL SHAREHOLDER'S EQUITY	404.461	363.645

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II. Information on Market Risk

Whether the Bank within the financial risk management objectives hedges itself against market risk, the precautions taken by the Board of Directors for market risk, the methods used for measuring market risk and time intervals for measurement of market risk:

The Bank’s market risk is calculated on a monthly basis using the “Standard Method”. Interest rate risks and exchange rate risks, factors of the market risks, are periodically analyzed using different methods (ratio analysis, duration, gap, sensitivity, etc.).

In addition, the effect of the changes in risk factors on Bank portfolio is calculated using VAR on a daily basis. With stress testing methods, the effect of extraordinary fluctuations of risk factors on the Bank is measured on a monthly basis and in case the necessity arises. Different scenarios based on changes in risk factors are measured with scenario analysis. All the analysis mentioned above are tested in a retrospective manner to ensure the reliability of the tests.

The Board of Directors has determined limits at the level of risk factors in order to restrain the market risk. The ratio of the Market Risk / Equity rate can be maximum 55% and for limiting daily VAR results, the amount under daily risk / equity rate can be maximum 2 %.

Information related to market risk

	Amount
(I) Capital Obligation against General Market Risk - Standard Method	1.158
(II) Capital Obligation against Specific Risks - Standard Method	492
(III) Capital Obligation against Currency Risk - Standard Method	2.976
(IV) Capital Obligation against Stocks Risks - Standard Method	--
(V) Capital Obligation against Exchange Risks - Standard Method	--
(VI) Capital Obligation against Market Risks of Options – Standard Method	--
(VII) Capital Obligation against Market Risks of Banks applying Risk Measurement Models	--
(VIII) Total Capital Obligations against Market Risk (I+II+III+IV+V+VI)	4.626
(IX) Value-At-Market Risk ((12,5*VIII) or (12,5*VII))	57.825

III. Information on Foreign Currency Exchange Rate Risk

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

The Bank complies with net general position-shareholder’s equity limits. The Bank has the possibility to borrow a significant amount of foreign currency.

Within the context of the market risk management work of the Risk Management Department, the Bank’s Exchange rate risk is calculated and analyzed taking different dimensions of the issue in consideration. The Exchange rate risk is measured according to market risk calculated using the Standard Method and is included in the capital adequacy ratio. For testing effects of the unexpected exchange rate fluctuations on the Bank monthly basis stress test analysis are done. In addition, by classifying the changes in risk factors different scenario analysis are done based on different exchange rate expectations. The sensitivity of assets, liabilities and off-balance sheets against exchange rate are measured by an analysis on a monthly basis.

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

The Bank does not have any financial derivatives used for hedging.

Foreign exchange risk management policy

Transactions are being hedged according to the Central Bank of Turkey’s basket of currencies instantly. Managable and measurable risks are taken in the scope of the regulatory limits.

Foreign exchange buying rates of the last five business days before the balance sheet date as publicly announced by the Bank, are as follows

USD Foreign Exchange Buying Rate as of balance sheet date	TL 1,8153
EUR Foreign Exchange Buying Rate as of balance sheet date	TL 2,2590

Date	US Dollars	EUR
25 June 2012	TL 1,7978	TL 2,2550
26 June 2012	TL 1,8123	TL 2,2663
27 June 2012	TL 1,8111	TL 2,2631
28 June 2012	TL 1,8011	TL 2,2496
29 June 2012	TL 1,8153	TL 2,2590

The basic arithmetical average of the bank’s foreign exchange bid rate for the last thirty days:

The basic arithmetical average of the Bank’s foreign exchange bid rate for June 2012 is TL 1,8160 for USD and TL 2,2762 for EUR.

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See Note on I. in Section Three*

Information on Currency Risk

Current Period	Euro	US Dollars	JPY	Other	Total
Assets					
Cash (Cash in Vault, Foreign currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	120.962	75.543	--	58	196.563
Banks	11.403	1.017.637	1	1.464	1.030.505
Financial Assets through Profit or Loss	--	28.166	--	--	28.166
Interbank Money Market Placements	--	--	--	--	--
Investment Securities Available-for-Sale	--	1.073	--	--	1.073
Loans ¹	69.099	317.141	--	--	386.240
Investments in Subsidiaries and Associates	--	--	--	--	--
Investment Securities Held-to-Maturity	20.364	98.302	--	--	118.666
Financial Derivative held for Hedging (Assets)	--	--	--	--	--
Tangible Assets	--	--	--	--	--
Intangible Assets	--	--	--	--	--
Other Assets	500	501	--	1	1.002
Total Assets	222.328	1.538.363	1	1.523	1.762.215
Liabilities					
Bank Deposits	115.522	456.069	--	2	571.593
Foreign Currency Deposits	47.186	66.982	--	1.201	115.369
Money Market Borrowings	--	--	--	--	--
Funds Borrowed from Other Financial Institutions	56.483	1.095.460	--	--	1.151.943
Marketable Securities Issued	--	--	--	--	--
Miscellaneous Payables	228	1.611	--	3	1.842
Financial Derivatives held for Hedging (Liabilities)	--	--	--	--	--
Other Liabilities	2.462	3.594	--	68	6.124
Total Liabilities	221.881	1.623.716	--	1.274	1.846.871
Net "Balance Sheet Position"	447	(85.353)	1	249	(84.656)
Net "Off Balance Sheet Position"	--	85.931	--	--	85.931
Financial Derivatives (Assets)	--	85.931	--	--	85.931
Financial Derivatives (Liabilities)	--	--	--	--	--
Non-Cash Loans	691.305	563.566	--	245.258	1.500.129
Prior Period					
Total Assets	665.922	1.505.314	1	768	2.172.005
Total Liabilities	665.583	1.505.197	--	646	2.171.426
Balance Sheet Position, net	339	117	1	122	579
Off Balance Sheet Position, net	--	--	--	--	--
Financial Derivatives (Assets)	--	--	--	--	--
Financial Derivatives (Liabilities)	--	--	--	--	--
Non-cash Loans	705.266	487.767	--	276.058	1.469.091

¹ As of 30 June 2012 loan balance includes foreign currency indexed loans amounting to TL 50.671 (31 December 2011: TL 74.095).

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SERBEST MUHASEBECİ
MALİ MÜŞAVİRLİK A.Ş.

Exposed currency risk

The possible increases or decreases in the shareholders' equity and the profit/loss as per an assumption of devaluation/appreciation by 10% of TL against currencies mentioned below as of 30 June 2012 and 30 June 2011 are presented in the below table. The other variables, especially the interest rates, are assumed to be fixed in this analysis.

Assuming 10% devaluation of TL;

	30 June 2012		30 June 2011	
	Income Statement	Shareholders' Equity (*)	Income Statement	Shareholders' Equity (*)
US Dollar	58	58	135	135
Euro	45	45	(38)	(38)
Other Currencies	25	25	13	13
Total	128	128	110	110

(*) The effect on shareholders' equity also includes the effect on the profit/loss.

Assuming 10% appreciation of TL;

	30 June 2012		30 June 2011	
	Income Statement	Shareholders' Equity (*)	Income Statement	Shareholders' Equity (*)
US Dollar	(58)	(58)	(135)	(135)
Euro	(45)	(45)	38	38
Other Currencies	(25)	(25)	(13)	(13)
Total	(128)	(128)	(110)	(110)

(*) The effect on shareholders' equity also includes the effect on the profit/loss.

IV. Information on interest rate risk**Interest rate sensitivity of the assets, liabilities and off-balance sheet items**

Within the context of the market risk management of the Risk Management Department, the Bank's interest rate risk is calculated and analyzed taking different dimensions of the issue in consideration. The interest rate risk is measured according to market risk calculated using the standard method and is included in the capital adequacy ratio. To test the effect of the interest rate fluctuations on the Bank monthly based stress test analysis are done.

In addition, by classifying the changes in risk factors different scenario analysis are done based on different interest rate expectations. The sensitivity of assets, liabilities and off-balance sheets against interest rate are measured by an analysis on a monthly basis.

The expected effects of the fluctuations of market interest rates on the Bank's financial position and cash flows, the expectations for interest income, and the limits the board of directors has established on daily interest rates

The Board of Directors has determined limits for the amount exposed to market risk/ shareholder's equity, to be maximum 55% to follow interest rate risk, exchange rate risk and equity price risk.

The precautions taken for the interest rate risk the Bank was exposed to during the current year and their expected effects on net income and shareholders' equity in the future periods

Although the increase in interest rates have a limited negative effect on the Bank's financial position the Bank's Equity structure is able to confront the negative effects of possible fluctuations in the interest rates.

The table below shows the effects of changes in interest rates on the financial statements of the Bank. The sensitivity of the income statement is the effect of possible changes in the interest rates on the net interest income of floating rate financial assets and liabilities and the financial assets at fair value through profit or loss. The other variables, especially exchanges rates, are assumed to be fixed in this analysis.

30 June 2012	Profit / Loss		Shareholders' Equity	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
Financial assets at fair value through profit loss	(860)	892	(860)	892
Financial assets with floating interest rates	1.200	(1.180)	1.200	(1.180)
Total, net	340	(288)	340	(288)

30 June 2011	Profit / Loss		Shareholders' Equity	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
Financial assets at fair value through profit loss	(304)	350	(304)	350
Financial assets with floating interest rates	984	(992)	984	(992)
Total, net	680	(642)	680	(642)

The effect on shareholders' equity also includes the effect of 100 bps increase or decrease in interest rates on the profit/loss of available for sale portfolio.

Information related to interest rate sensitivity of assets, liabilities and off-balance sheet items (based on re-pricing 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 currencies, cash in transit, cheques purchased) and balances with the Central Bank of Turkey	203.830	--	--	--	--	8.465	212.295
Banks	608.669	472.439	--	--	--	--	1.081.108
Financial assets at fair value through Profit or Loss	62	38.550	12.161	27.970	--	--	78.743
Interbank Money Market Placements	232.136	--	--	--	--	--	232.136
Financial assets available-for-sale	--	--	--	--	--	1.248	1.248
Loans	393.192	92.173	217.613	320	--	1.903	705.201
Investment securities held-to-maturity	--	65.667	79.942	29.000	52.944	--	227.553
Other assets ¹	793	--	--	--	--	72.349	73.142
Total assets	1.438.682	668.829	309.716	57.290	52.944	83.965	2.611.426
Liabilities							
Bank deposits	729.505	--	10.905	--	--	--	740.410
Other deposits	40.512	43.939	1.644	--	--	89.057	175.152
Money market borrowings	107.261	--	--	--	--	--	107.261
Miscellaneous payables	--	--	--	--	--	2.241	2.241
Marketable securities issued	--	--	--	--	--	--	--
Funds Borrowed From Other Fin. Ins.	846.332	303.145	3.881	103	--	--	1.153.461
Other liabilities ²	--	133	205	--	--	432.563	432.901
Total liabilities	1.723.610	347.217	16.635	103	--	523.861	2.611.426
Long Position in the Balance Sheet	--	321.612	293.081	57.187	52.944	--	724.824
Short Position in the Balance Sheet	(284.928)	--	--	--	--	(439.896)	(724.824)
Long Position in the Off-balance Sheet	--	25.807	60.124	--	--	--	85.931
Short Position in the Off-balance Sheet	--	(26.159)	(62.033)	--	--	--	(88.192)
Total Position	(284.928)	321.260	291.172	57.187	52.944	(439.896)	(2.261)

¹ Other Assets: The amount of TL 72.349 in the Non-Interest Bearing column is composed of Subsidiaries amounting to TL 40.452, Tangible Assets amounting to TL 22.054, Intangible Assets amounting to TL 2.028, Deferred Tax Assets amounting to TL 2.106, Assets Held for Sale amounting to TL 296, Miscellaneous Receivables amounting to TL 232, and Other Assets amounting to TL 5.181.

² Other Liabilities: The amount of TL 432.563 in the Non-Interest Bearing Column is composed of Shareholders' Equity amounting to TL 394.231, Provisions amounting to TL 23.600, Tax, Duty and Premium Payable amounting to TL 4.812 and Other Foreign Resources amounting to TL 9.920.

ARAP TÜRK BANKASI A.Ş.

Unconsolidated Financial Report as of 30 June 2012
(Currency: Thousands of Turkish Lira ("TL") unless otherwise stated)

*Convenient Translation of Unconsolidated Financial
Report Originally Issued in Turkish
See Note on I. in Section Three*

Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Year and Over	Non- Interest Bearing	Total
Assets							
Cash (cash in vault, foreign currencies, cash in transit, cheques purchased) and Balances with the Central Bank of Turkey	230.074	--	--	--	--	9.693	239.767
Banks	979.823	288.134	--	--	--	--	1.267.957
Financial assets at fair value through profit or loss	43.984	10.383	74.670	28.583	--	--	157.620
Interbank money market placements	192.299	--	--	--	--	--	192.299
Investment securities available-for-sale	--	--	--	--	--	1.240	1.240
Loans	456.605	190.270	199.265	32.306	--	--	878.446
Investment securities held-to-maturity	14.411	35.495	62.993	25.819	61.152	--	199.870
Other assets ¹	640	--	--	--	--	74.747	75.387
Total assets	1.917.836	524.282	336.928	86.708	61.152	85.680	3.012.586
Liabilities							
Bank deposits	1.487.653	286.167	--	--	--	--	1.773.820
Other deposits	5.698	10.838	1.331	--	--	154.536	172.403
Money market borrowings	204.436	--	--	--	--	--	204.436
Miscellaneous payables	--	--	--	--	--	2.431	2.431
Marketable securities issued	--	--	--	--	--	--	--
Funds Borrowed From Other Fin. Ins.	239.933	220.694	2.361	1.899	--	--	464.887
Other liabilities ²	--	--	--	--	--	394.609	394.609
Total Liabilities	1.937.720	517.699	3.692	1.899	--	551.576	3.012.586
Balance Sheet Long Position	--	6.583	333.236	84.809	61.152	--	485.780
Balance Sheet Short Position	(19.884)	--	--	--	--	(465.896)	(485.780)
Off Balance Sheet Long Position	--	--	--	--	--	--	--
Off Balance Sheet Short Position	--	--	--	--	--	--	--
Total Position	(19.884)	6.583	333.236	84.809	61.152	(465.896)	--

¹ Other Assets: The amount of TL 74.747 in the Non-Interest Bearing column is composed of Subsidiaries amounting to TL 38.452, Tangible Assets amounting to TL 22.925, Intangible Assets amounting to TL 2.162, Tax Assets amounting to TL 2.116, Assets Held for Sale amounting to TL 308, Miscellaneous Receivables amounting to TL 760, and Other Assets amounting to TL 8.024.

² Other Liabilities: The amount of TL 394.609 in the Non-Interest Bearing Column is composed of Shareholders' Equity amounting to TL 353.977, Provisions amounting to TL 22.776, Tax, Duty and Premium Payable amounting to TL 5.292 and Other Foreign Resources amounting to TL 12.564.

Average interest rates applied to monetary financial instruments %

	EUR	USD	JPY	TL
Current Period				
Assets				
Cash (cash in vault, effectives, money in transit, cheques purchased) and balances with the Central Bank of Turkey.	--	--	--	--
Banks	0,35	1,57	--	12,75
Financial assets at fair value through profit or loss	--	5,11	--	9,40
Money market placement	--	--	--	10,68
Financial assets available-for-sale	--	--	--	--
Loans	5,19	5,34	--	12,34
Investment securities held-to-maturity	5,36	7,19	--	9,38
Liabilities				
Interbank deposits	--	0,75	--	7,41
Other deposits	1,05	1,07	--	10,30
Money market borrowings	--	--	--	5,75
Miscellaneous payables	--	--	--	--
Marketable securities issued	--	--	--	--
Funds borrowed from other financial institutions	0,56	0,58	--	7,82

	EUR	USD	JPY	TL
Prior Period				
Assets				
Cash (cash in vault, , effectives, money in transit, cheques purchased) and balances with the Central Bank of Turkey,	--	--	--	--
Banks	1,03	2,70	--	12,47
Financial Assets at Fair Value Through Profit or Loss	--	5,11	--	8,56
Money market placements	--	--	--	8,77
Financial assets available-for-sale	--	--	--	--
Loans	5,69	4,99	--	13,88
Investment securities held-to-maturity	5,36	7,13	--	9,09
Liabilities				
Interbank deposits	--	0,89	--	6,94
Other deposits	1,00	1,04	--	7,52
Money market borrowings	--	--	--	5,75
Miscellaneous payables	--	--	--	--
Marketable securities issued	--	--	--	--
Funds borrowed from other financial institutions	0,90	0,58	--	7,49

V. Information on Liquidity Risk

Source of Bank's current liquidity risk and whether the related precautions are taken to eliminate the risk. Restrictions on fund sources established by the board of directors for the purpose of meeting urgent liquidity demand and making payments for matured debts

The Bank's liquidity risk has been analyzed within the context of risk management operations. Within this context Bank's liquidity risk has been analyzed by common ratio analysis and liquidity position analysis based on payment terms. The periodic reporting requirement to BRSA is being performed in accordance with the regulation regarding liquidity adequacy measurement.

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

The main reason of liquidity risk is the existence of long term assets versus short term funds borrowed from abroad. On the other hand, these short term funds have the capability of being renewed. Bank has strong fund sources besides there is no restriction on fund sources for the purpose of meeting urgent liquidity demand and making payments for matured debts. As a result of this, the Bank has not been encountered with liquidity problems and there is no expectation of possible liquidity risk for the future for the Bank.

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

Shareholder's Equity has an important portion in the funding resources. The Bank is also capable of funding itself through domestic money markets and funding resources provided by its main shareholder.

As per the BRSA Communiqué published on the Official Gazette dated 1 November 2006 and became effective starting from 1 September 2007, "Measurement and Assessment of the Adequacy of Banks' Liquidity", the weekly and monthly liquidity ratios on a bank-only basis for foreign currency assets/liabilities and total assets/liabilities should be minimum 80% and 100%, respectively. The liquidity ratios as of 30 June 2012 are as follows:

<i>Current Period</i>	Primary Maturity Split (Weekly)		Secondary Maturity Split (Monthly)	
	FC	FC+TL	FC	FC+TL
Average	154	197	118	141
Highest (%)	275	293	187	175
Lowest (%)	89	107	88	105

Presentation of assets and liabilities based on their outstanding maturities

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Year and Over	Unallo- cated	Total
Assets								
Cash (cash in vault, effectives, money in transit, cheques purchased) and Central Bank balances	23.034	189.261	--	--	--	--	--	212.295
Banks	6.864	601.805	472.439	--	--	--	--	1.081.108
Financial Assets at Fair Value through Profit or Loss	--	62	38.550	12.161	27.970	--	--	78.743
Money Market Placements	--	232.136	--	--	--	--	--	232.136
Financial assets available-for-sale	--	--	--	--	--	--	1.248	1.248
Loans	--	393.192	92.173	219.516	320	--	--	705.201
Investment securities held-to-maturity	--	--	39.179	89.386	29.000	69.988	--	227.553
Other assets ¹	--	793	--	--	--	--	72.349	73.142
Total Assets	29.898	1.417.249	642.341	321.063	57.290	69.988	73.597	2.611.426
Liabilities								
Interbank Deposits	560.741	168.764	--	10.905	--	--	--	740.410
Other Deposits	89.057	40.512	43.939	1.644	--	--	--	175.152
Funds provided from other financial institutions	--	846.332	303.145	3.881	103	--	--	1.153.461
Money market borrowings	--	107.261	--	--	--	--	--	107.261
Marketable securities issued	--	--	--	--	--	--	--	--
Miscellaneous payables	--	--	--	--	--	--	2.241	2.241
Other liabilities ²	--	6.803	3.093	205	--	--	422.800	432.901
Total Liabilities	649.798	1.169.672	350.177	16.635	103	--	425.041	2.611.426
Liquidity Gap	(619.900)	247.577	292.164	304.428	57.187	69.988	(351.444)	--
Prior Period								
Total Assets	41.052	1.886.477	437.774	395.360	96.884	79.052	75.987	3.012.586
Total Liabilities	902.400	1.195.872	521.049	3.693	1.899	--	387.673	3.012.586
Net Liquidity Gap	(861.348)	690.605	(83.275)	391.667	94.985	79.052	(311.686)	--

¹ Other assets amounting TL 72.349 at the unallocated part consists of Subsidiaries amounting TL 40.452, Tangible Assets amounting TL 22.054, Intangible Assets amounting TL 2.028, Deferred Tax Asset amounting TL 2.106, Asset Held For Sale amounting TL 296, Miscellaneous Receivables amounting to TL 232 and Other Assets amounting to TL 5.181.

² Other liabilities amounting TL 422.800 at the unallocated part consists of Shareholders Equity amounting TL 394.231, Provisions amounting TL 23.600 and TL 4.969 Other Liabilities.

VI. Information on Business Segments

Information on operational segments on 30 June 2012 and 31 December 2011 are presented in the table below:

Current Period-30.06.2012	Retail Banking	Corporate and Commercial Banking	Treasury	Unallocated	Total Operations
Interest Income	14	28.865	34.620	--	63.499
Unallocated Income/Expenses (Net)	--	--	--	(15.852)	(15.852)
Operating Income	14	28.865	34.620	(15.852)	47.647
<i>Income from Subsidiaries</i>	--	--	--	--	2.000
<i>Income before tax</i>	--	--	--	--	49.647
<i>Tax Provision</i>	--	--	--	--	(9.393)
Net Profit for the year					40.254

Current Period-30.06.2012	Retail Banking	Corporate and Commercial Banking	Treasury	Unallocated	Total Operations
Segment Assets	320	704.881	1.674.171	--	2.379.372
Associates and Subsidiaries	--	--	--	40.452	40.452
Unallocated assets	--	--	--	191.602	191.602
Total Assets	320	704.881	1.674.171	232.054	2.611.426
Segment Liabilities	29.947	148.087	1.998.250	--	2.176.284
Unallocated Liabilities	--	--	--	40.911	40.911
Equity	--	--	--	394.231	394.231
Total Liabilities	29.947	148.087	1.998.250	435.142	2.611.426

Prior Period-30.06.2011	Retail Banking	Corporate and Commercial Banking	Treasury	Unallocated	Total Operations
Interest Income	15	14.354	17.383	--	31.752
Unallocated Income/Expenses (Net)	--	--	--	(8.292)	(8.292)
Operating Income	15	14.354	17.383	(8.292)	23.460
<i>Income from Subsidiaries</i>	--	--	--	--	--
<i>Income before tax</i>	--	--	--	--	23.460
<i>Tax Provision</i>	--	--	--	--	(5.058)
Net Profit for the year					18.402

Prior Period-31.12.2011	Retail Banking	Corporate and Commercial Banking	Treasury	Unallocated	Total Operations
Segment Assets	198	878.248	2.047.820	--	2.926.266
Associates and Subsidiaries	--	--	--	38.452	38.452
Unallocated assets	--	--	--	47.868	47.868
Total Assets	198	878.248	2.047.820	86.320	3.012.586
Segment Liabilities	22.589	154.564	2.438.393	--	2.615.546
Unallocated Liabilities	--	--	--	43.063	43.063
Equity	--	--	--	353.977	353.977
Total Liabilities	22.589	154.564	2.438.393	397.040	3.012.586

SECTION FIVE

INFORMATION ON DISCLOSURES AND FOOTNOTES OF UNCONSOLIDATED FINANCIAL STATEMENTS

I. INFORMATION ON DISCLOSURES AND FOOTNOTES OF ASSETS

1. Information on cash equivalents and Central Bank of Turkey:

Information on cash equivalents

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash/Effective	1.163	7.302	1.167	8.526
Central Bank of Turkey	14.569	189.261	22.854	207.220
Other	--	--	--	--
Total	15.732	196.563	24.021	215.746

Information related to the account of Central Bank of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	14.569	--	22.854	--
Unrestricted Time Deposits	--	53.316	--	57.140
Restricted Time Deposits	--	--	--	--
Reserve Deposits	--	135.945	--	150.080
Total	14.569	189.261	22.854	207.220

Information on Reserve Deposits

The banks operating in Turkey keep reserve deposits for Turkish currency and foreign currency at the rates of between 5% and 11% (31 December 2011: between 5% and 11%), and for USD or EUR at the rates of 6% and 11% respectively according to their maturities as per the Communiqué no.2005/1 "Reserve Deposits" of the Central Bank of Turkey. (31 December 2011: between 6% and 11%). As of 30 June 2012, interest rates are not applied for reserve requirements by the Central Bank of Turkey.

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

Among financial assets at fair value through profit or loss as of 30 June 2012; marketable securities subjected to repurchase transactions is amounted TL 21.071. (31 December 2011: TL 48.987), and there is 7.376 TL amount provided as collateral /blocked financial assets at fair value through profit or loss in the current period (31 December 2011: null).

Positive differences on derivative financial assets held for trading

Derivative Financial Assets Held for Trading	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	--	--	--	--
Swap Transactions	353	--	--	--
Futures	--	--	--	--
Options	--	--	--	--
Other	--	--	--	--
Total	353	--	--	--

3. Information on banks and other financial institutions

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic banks	50.603	1.024.153	45.092	1.214.460
Foreign banks	--	6.352	--	8.405
Foreign head offices and branches	--	--	--	--
Total	50.603	1.030.505	45.092	1.222.865

4. Information on available for sale financial assets*Major types of available for sale financial assets*

Available for sale financial assets are composed shares that are not quoted in the stock market.

Information on available for sale financial assets

	Current period	Prior period
Debt Securities	--	--
Quoted in stock exchange	--	--
Not quoted in stock exchange	--	--
Share Certificates	1.248	1.240
Quoted in stock Exchange	--	--
Not quoted in stock Exchange	1.248	1.240
Impairment provision (-)	--	--
Total	1.248	1.240

5. Information on Loans*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	36	134.256	180.004	18.396
Corporate Shareholders	36	134.256	180.004	18.396
Individual Shareholders	--	--	--	--
Indirect Loans Granted to Shareholders	--	--	--	--
Loans Granted to the Bank's personnel	318	11	198	11
Total	354	134.267	180.202	18.407

Information about the first and second group loans and other receivables including loans that have been restructured or rescheduled

	Standard Loans and Other Receivables		Loans and Other Receivables Under Close Monitoring	
	<i>Loans and Other Receivables</i>	<i>Restructured or Rescheduled</i>	<i>Loans and Other Receivables</i>	<i>Restructured or Rescheduled</i>
Cash Loans				
Non-specialized loans	703.298	--	--	--
Discount Notes	6.679	--	--	--
Export loans	183.121	--	--	--
Import loans	--	--	--	--
Loans given to financial sector	257.265	--	--	--
International loans	--	--	--	--
Consumer loans	320	--	--	--
Credit cards	--	--	--	--
Precious metals loans	--	--	--	--
Other	255.913	--	--	--
Specialized loans	--	--	--	--
Other receivables	--	--	--	--
Total	703.298	--	--	--

Information on Consumer Loans, Credit Cards and Loans given to employees

	Short Term	Medium and Long Term	Total
Consumer Loans-TL	--	2	2
Real estate loans	--	--	--
Automotive loans	--	--	--
Consumer loans	--	--	--
Other	--	2	2
Consumer Loans-Indexed to FC	--	--	--
Real estate loans	--	--	--
Automotive loans	--	--	--
Consumer loans	--	--	--
Other	--	--	--
Consumer Loans-Indexed to FC	--	--	--
Real estate loans	--	--	--
Automotive loans	--	--	--
Consumer loans	--	--	--
Other	--	--	--
Individual Credit Cards-TL	--	--	--
Installment	--	--	--
Non-Installment	--	--	--
Individual Credit Cards-FC	--	--	--
Installment	--	--	--
Non-Installment	--	--	--
Personnel Loans- TL	8	310	318
Real estate loans	--	--	--
Automotive loans	--	--	--
Consumer loans	--	--	--
Other	8	310	318
Personnel Loans- Indexed to FC	--	--	--
Real estate loans	--	--	--
Automotive loans	--	--	--
Consumer loans	--	--	--
Other	--	--	--
Personnel Loans-FC	--	--	--
Real estate loans	--	--	--
Automotive loans	--	--	--
Consumer loans	--	--	--
Other	--	--	--
Personnel Credit Cards-TL	--	--	--
Installment	--	--	--
Non-Installment	--	--	--
Personnel Credit Cards-FC	--	--	--
Installment	--	--	--
Non-Installment	--	--	--
Deposits with Credit Limit-TL (Individual)	--	--	--
Deposits with Credit Limit-FC (Individual)	--	--	--
Total	8	312	320

Information on installment commercial loans and commercial credit cards

None.

Allocation of domestic and foreign loans

	Current Period	Prior Period
Domestic loans	698.661	679.339
Foreign loans	4.637	199.107
Total	703.298	878.446

Loans granted to subsidiaries and associates

	Current Period	Prior Period
Loans to subsidiaries and associates	18.283	9.683
Total	18.283	9.683

Specific provisions for loans

Specific provisions	Current Period	Prior Period
Loans and receivables with limited collectibles	576	--
Loans and receivables with doubtful collectibles	--	15
Uncollectible loans and receivables	5.952	5.937
Total	6.528	5.952

Information related to non-performing loans**Information on restructured loans of non-performing loans**

None.

Information on movement of total non-performing loans

	III. Group Loans and receivables with limited collectibles	IV. Group Loans and receivables with doubtful collectibles	V. Group Uncollectible loans and receivables
Balances at Beginning of Period	--	15	5.937
Additions (+)	2.479	--	--
Transfers from other categories of nonperforming loans (+)	--	--	15
Transfers to other categories of nonperforming loans (-)	--	15	--
Collections (-)	--	--	--
Write-offs (-)	--	--	--
Institutional and commercial credits	--	--	--
Individual credits	--	--	--
Credit cards	--	--	--
Others	--	--	--
Balances at End of the Period	2.479	--	5.952
Specific provisions (-)	576	--	5.952
Net Balance on Balance Sheet	1.903	--	--

Information on foreign currency non-performing loans

There are non-performing loan receivables in foreign currency amounting TL 2.031 which is followed in TL accounts.

Information on gross and net loans under follow-up according to the borrowers

	III. Group Loans and receivables with limited collectibility	IV. Group Loans and receivables with doubtful	V. Group Non-performing loans and receivables
Current Period (Net)			
Loans granted to real persons and legal entities (Gross)	1.903	--	5.852
Specific provisions (-)	2.479	--	5.852
Loans granted to real persons and legal entities (Net)	576	--	--
Banks (Gross) ¹	1.903	--	100
Specific provisions (-)	--	--	100
Banks (Net)	--	--	--
Other Loans and receivables (Gross)	--	--	--
Specific provisions (-)	--	--	--
Other Loans and receivables (Net)	--	--	--
Prior Period (Net)			
Loans granted to real persons and legal entities (Gross)	--	15	5.837
Specific provisions (-)	--	15	5.837
Loans granted to real persons and legal entities (Net)	--	--	--
Banks (Gross) ¹	--	--	100
Specific provisions (-)	--	--	100
Banks (Net)	--	--	--
Other Loans and receivables (Gross)	--	--	--
Specific provisions (-)	--	--	--
Other Loans and receivables (Net)	--	--	--

¹ Foreign bank**Collection policy on loans determined as loss and other receivables**

Loans determined as loans and other receivables are collected via legal follow-up and conversion of guarantees to cash.

Information on write-off policy

Loans under legal follow-up are classified and are made provision according to “Regulation on Procedures and Principles Concerning Loans and Other Receivable’s Nature Definition and Provisions”. These loans are collected in collaboration with Department of Loan Trace and Follow, Department of Law Services and Consultancy and other related departments. However if mentioned loans could not be collected in any way, write-off procedure is implemented. This procedure is implemented by getting the opinion of Department of Law Services and Consultancy and by obtaining approvals from Loan Trace and Follow Department and the Board of Directors.

6. Information on held to maturity financial assets**Information on transaction of repo and collateral/bloked financial assets (Net)**

As of 30 June 2012, the Bank has TL 89.460 marketable securities subjected to repurchase transactions. (31 December 2011: null). As of 30 June 2012, TL 17.676 TL amounted security is held on collateral/bloked for guarantee. (31 December 2011: TL 40.200)

Information on government held to maturity financial assets

	Current Period		Prior Period	
	TL	FC	TL	FC
Government bonds	108.887	--	40.200	--
Treasury Bonds	--	--	--	--
Other Public Bonds	--	82.626	--	88.181
Total	108.887	82.626	40.200	88.181

Information of investments held to maturity

	Current Period	Prior Period
Debt Instruments	227.915	200.194
Quoted at stock exchange	191.875	40.200
Not-quoted at stock exchange	36.040	159.994
Impairment loss provision (-)	(362)	(324)
Total	227.553	199.870

Movement of investments held-to-maturity

	Current Period	Prior Period
Balances at the Beginning of the Period	199.870	224.678
Foreign Currency Gains / Losses on Monetary assets	(6.282)	25.651
Purchases during the Period	92.131	118.485
Disposals through sales and redemptions ¹	(58.128)	(168.944)
Impairment loss provision ²	(38)	--
Period end balance	227.553	199.870

¹ In the current period amounting to TL 58.128 redemption has been realized. In the prior period redemption amounting to TL 168.944 has been realized from the portfolio.

² Represents provisions allocated for impairment in the current year.

7. Information on Associates

The Bank does not have an associate.

8. Information on subsidiaries (Net)

Information on unconsolidated subsidiaries

The Bank does not have an unconsolidated subsidiary.

Information on subsidiaries

Description	Address (City/Country)	Bank's share percentage-If different voting percentage (%)	Bank's risk group share percentage (%)
1 A&T Finansal Kiralama A.Ş.	İstanbul	99,98	99,98

Information on financial statements of the subsidiaries

Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income from marketable securities portfolio	Current Period Profit / Loss	Prior Period Profit / Loss	Fair value (*)
124.146	47.367	4.135	4.746	-	1.268	1.047	-

(*) As fair value; the amounts that are reflected on the unconsolidated financial statements that is calculated by the deduction of impairment (if any) from the cost.

Movement related to subsidiaries

	Current Period	Prior Period
Balance at the Beginning of the Period	38.452	35.952
Movements during the Period	2.000	2.500
Purchases	--	--
Bonus Shares Received	2.000	2.500
Dividends from Current Year Profit	--	--
Sales	--	--
Revaluation Increase, Effect of Inflation and F/X Difference	--	--
Impairment Provision (+)	--	--
Balance at the End of the Period	40.452	38.452
Capital Commitments	--	--
Share Percentage at the end of Period (%)	99,98	99,98

Sectoral Information on the subsidiaries

Subsidiaries	Current Period	Prior Period
Banks	--	--
Insurance Companies	--	--
Factoring Companies	--	--
Leasing Companies	40.452	38.452
Finance Companies	--	--
Other Affiliates	--	--

Quoted Subsidiaries

The Bank does not have a subsidiary that is quoted.

9. Information on jointly ventures

The Bank does not have joint ventures.

10. Information on Financial Lease Receivables (Net)

The Bank does not have any financial lease receivable

11. Information on financial derivatives for hedging

The Bank does not have any financial derivatives for hedging.

ARAP TÜRK BANKASI A.Ş.

Unconsolidated Financial Report as of 30 June 2012
(Currency: Thousands of Turkish Lira ("TL") unless otherwise stated)

*Convenient Translation of Unconsolidated Financial
Report Originally Issued in Turkish
See Note on I. in Section Three*

12. Information on investment property

The bank does not have any investment property.

13. Information on tax assets

As of 30 June 2012, there is no tax receivable under current tax asset after the deduction of tax liability.

The Bank has calculated TL 2.162 deferred tax asset and TL 56 deferred tax liability over taxable temporary differences as of 30 June 2012 and recorded the net amount of asset and liability to the financial statement (31 December 2011: TL 2.305 deferred tax asset and TL 189 deferred tax liability).

The detail of deferred tax asset and liability is as follows

	30 June 2012		31 December 2011	
	Accumulated temporary differences	Deferred tax asset/ (liability)	Accumulated temporary differences	Deferred tax asset/ (liability)
Provisions for employee rights	7.778	1.556	6.828	1.366
Unearned Income	1.698	339	1.883	377
Interest accruals	427	85	2.093	418
Depreciation difference for tangible and intangible assets	244	49	--	--
Other	663	133	721	144
Deferred tax asset	10.810	2.162	11.525	2.305
Depreciation difference for tangible and intangible assets	--	--	626	126
Other	279	56	317	63
Deferred tax liability	279	56	943	189
Deferred tax asset / (liability), net		2.106		2.116

14. Information about fixed assets held for sale

	Current Period	Prior Period
	30 June	31 December 2011
Cost	416	545
Provision Amount (-)	4	30
Accumulated Depreciation (-)	104	88
Net Book Value	308	427
Opening Balance	416	545
Additions	--	--
Disposals (-).net	3	129
Accumulated Provision (-)	4	3
Provision Expenses (-)	1	1
Accumulated Depreciation (-)	104	88
Depreciation Expenses (-)	8	16
Closing Net Book Value	296	308

15. Information on other assets

As of 30 June 2012 other assets is amounting to TL 6.206 (31 December 2011: 9.424 TL) and does not exceed 10% of total assets of balance sheet except off balance sheet commitments.

II. INFORMATION AND DISCLOSURES RELATED TO LIABILITIES

1. Information on maturity profile of deposits

Current Period								Accumulating	Total
	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6Months-1 Year	1 Year and over	Deposit Accounts	
Saving Deposits	946	--	318	1.654	1.701	25	141	--	4.785
Foreign Currency Deposits	77.188	--	24.779	9.583	1.867	1.161	791	--	115.369
Residents in Turkey	28.509	--	24.779	1.354	742	49	89	--	55.522
Residents Abroad	48.679	--	--	8.229	1.125	1.112	702	--	59.847
Public Sector Deposits	--	--	--	--	--	--	--	--	--
Commercial Deposits	2.307	--	10.521	55	33.382	102	--	--	46.367
Other Ins. Deposits	8.616	--	--	15	--	--	--	--	8.631
Precious Metal Deposits	--	--	--	--	--	--	--	--	--
Bank Deposits	560.741	--	168.764	-	10.905	--	--	--	740.410
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	--	--	--	--	10.905	--	--	--	--
Foreign Banks	560.741	--	168.764	-	--	--	--	--	740.410
Special Financial Inst.	--	--	--	--	--	--	--	--	--
Other	--	--	--	--	--	--	--	--	--
Total	649.798	--	204.382	11.307	47.855	1.288	932	--	915.562

Prior Period								Accumulating	Total
	Demand	7 Days Notice	Up to 1 Months	1-3 Months	3-6 Months	6Months-1 Year	1 Year and over	Deposit Accounts	
Saving Deposits	1.316	--	289	1.515	480	24	135	--	3.759
Foreign Currency Deposits	140.361	--	669	8.545	3.060	715	1.446	--	154.796
Residents in Turkey	38.623	--	669	819	813	160	104	--	41.188
Residents Abroad	101.738	--	--	7.726	2.247	555	1.342	--	113.608
Public Sector Deposits	--	--	--	--	--	--	--	--	--
Commercial Deposits	7.498	--	865	39	85	--	--	--	8.487
Other Ins. Deposits	5.361	--	--	--	--	--	--	--	5.361
Precious Metal Deposits	--	--	--	--	--	--	--	--	--
Bank Deposits	747.864	--	260.749	286.168	450.294	28.745	--	--	1.773.820
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	--	--	--	--	--	--	--	--	--
Foreign Banks	747.864	--	260.749	286.168	450.294	28.745	--	--	1.773.820
Special Financial Institutions	--	--	--	--	--	--	--	--	--
Other	--	--	--	--	--	--	--	--	--
Total	902.400	--	262.572	296.267	453.919	29.484	1.581	--	1.946.223

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		Not covered by Deposit Insurance Fund	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	2.574	2.236	2.211	1.523
Foreign Currency Saving Deposits	8.412	7.614	16.742	11.058
Other Saving Deposits	--	--	--	--
Foreign Branches' Deposits Under Foreign Insurance Coverage	--	--	--	--
Off-Shore Deposits Under Foreign Insurance Coverage	--	--	--	--
Total	10.986	9.850	18.953	12.581

Saving deposits not covered by deposit insurance**Individual deposits not covered by deposit insurance**

	Current Period	Prior Period
Deposits and Other Accounts held at Foreign Branches	--	--
Deposits and Other Accounts held by Shareholders and their Relatives	--	--
Deposits and Other Accounts of the Chairman and Members of Board of Directors, Chief Executive Officer, Senior Executive Officers and their Relatives	923	42
Deposits and Other Accounts held as Assets subject to the Crime defined in the Article 282 of the Turkish Criminal Code no. 5237 dated 26 September 2004	--	--
Deposits at Depositary Banks established for Off-Shore Banking Activities in Turkey	--	--
Total	923	42

2. Information on financial derivatives through profit or loss

Financial Derivatives through profit or loss	Current Period		Prior Period	
	TL	FC	TL	FC
Forward transactions	--	--	--	--
Swap transactions	338	--	--	--
Futures transactions	--	--	--	--
Options	--	--	--	--
Other	--	--	--	--
Total	338	--	--	--

3. Information on Funds Borrowed***Information on banks and other financial institutions***

	Current Period		Prior Period	
	TL	FC	TL	FC
Borrowing from Central Bank	--	--	--	--
From Domestic Banks and Institutions	1.518	3.028	1.919	2.850
From Foreign Banks, Institutions and Funds	--	1.148.915	--	460.118
Total	1.518	1.151.943	1.919	462.968

Presentation of funds borrowed based on maturity profile

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	1.315	1.150.736	1.719	461.071
Long-Term	203	1.207	200	1.897
Total	1.518	1.151.943	1.919	462.968

4. Information on other foreign resources

The other external resources is amounting to TL 9.920 (31 December 2011: TL 12.564); and this amount does not exceed 10% of the total balance sheet.

5. Information on financial lease obligations

In the financial lease contracts the instalments are determined by considering the market interest rates, cost of the leasing asset and maturity of the financing. There are no significant obligations imposed on the Bank as a result of the lease agreements.

6. Information on liabilities arised from financial derivative transactions for hedging purposes

The Bank does not have financial derivative instruments for hedging purposes.

7. Information on provisions***Information on general provisions***

	Current Period	Prior Period
Provisions for Loans and Receivables in Group I	6.907	7.110
Provisions for Loans and Receivables in Group II	1	--
Provisions for Non-Cash Loans	3.101	2.875
Other	--	--
Total	10.009	9.985

Provisions for currency exchange gain/loss on foreign currency indexed loans:

	Current Period	Prior Period
Foreign Exchange Provisions for Foreign Currency Indexed Loans (*)	520	69

(*) Foreign exchange differences of foreign currency indexed loans are netted off with loans.

Information on other provisions

The provisions for probable risks are below

	Current Period	Prior Period
The provisions for probable risks	5.000	5.000

In the case of the other provisions, exceeds the 10% of the total provisions, those accounts and balances:

	Cari Dönem	Önceki Dönem
Probable risks	5.000	5.000
Non-cash loans	588	574
Non-going law suits	225	389
Total	5.813	5.963

8. Information on tax payables

Information on corporate tax liability

As of 30 June 2012, corporate tax payable after deducting the prepaid tax is TL 2.961 (31 December 2011: TL 3.352).

Information on tax payables

	Current Period	Prior Period
Corporate Tax	2.961	3.352
Banking Insurance Transaction Tax (BITT)	454	485
Taxation of Securities	345	439
Value added taxes payable	12	41
Corporate tax payable-limited	4	2
Foreign Exchange Legislation Tax	--	--
Property tax	36	13
Other	568	582
Total	4.380	4.914

Information on premiums

	Current Period	Prior Period
Social Security Premiums- Employee	164	143
Social Security Premiums- Employer	234	205
Bank Social Aid Pension Fund Premium- Employee	--	--
Bank Social Aid Pension Fund Premium- Employer	--	--
Pension Fund Membership Fees and Provisions- Employee	--	--
Pension Fund Membership Fees and Provisions- Employer	--	--
Unemployment Insurance- Employee share	11	10
Unemployment Insurance- Employer share	23	20
Other	--	--
Total	432	378

Information on deferred tax liability

The net amount of assets and liabilities that is calculated over the temporary differences between the applied accounting policies and tax regulation is recorded as net deferred tax asset with an amount of TL 2.106. Detailed information on net deferred tax is presented in footnote I-13 in Section Five.

9. Information on Shareholder's Equity***Presentation of Paid-in Capital***

	Current Period	Prior Period
Common Stock	240.000	240.000
Preferred Stock	--	--

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

Registered share capital system is not implemented in the Bank.

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

No capital increase has been made during the current period.

Information on share capital increases from capital reserves

No transfer from capital reserves has been made to share capital in the current period.

Capital commitments for current financial year and following period, general purpose of these commitments and estimated resources necessary for these commitments

No capital commitments have been made to current financial year and following period.

The impacts of the foresights, which are prophesied according to Bank's prior periods income, profitability, and liquidity indicators and uncertainty, to shareholders' equity

None.

Information on the privileges given to stocks representing the capital

The registered capital can be increased or decreased once or several times. Such an increase may be accomplished through the transfer from reserves into the capital account and the issuance of "bonus" shares in consequence thereof.

Each shareholder shall have the right to subscribe for a proportion of new shares corresponding to the number of shares held and such right may be exercised within a period of 30 days from the date of receipt by each shareholder of an invitation to the shareholders.

These preferential rights may only be assigned by approval of the Board of Directors upon the favourable vote of 4/5 of the members present or represented.

New shares may not be issued at a price less than the nominal value of the original shares issued.

Fractional shares will be allocated by the Board of Directors.

The Bank may not, directly or indirectly, finance the acquisition of its own shares.

Arabian shareholders are treated under the same legislation with Turkish citizens. This includes the transfer of distributed other revenues, guarantees, shares, dividends. And in a similar manner Arabian shareholders are benefited and protected by law No.6224, Foreign Capital Incentive Law.

Information on marketable securities value increase fund

The Bank does not have marketable securities value increase fund.

Information on legal reserves

As decided in the annual general meeting which is held on 15 March 2012, in the current period, amount of TL 2.373 have been transferred to legal reserves from profits of previous years according to 466th amendment of Turkish Commercial Code. (31 December 2011: TL 1.183)

III. INFORMATION AND DISCLOSURES RELATED TO OFF-BALANCE SHEETS**1. Information on contingent liabilities in the off-balance sheets***Type and amount of irrevocable commitments*

The Bank has TL 6.012 (31 December 2011: TL 5.223) as irrevocable commitments.

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

As of 30 June 2012, the Bank has allocated the provision amounting TL 588 over total non-cash loans (31 December 2011: TL 574).

Guarantees, bills of exchange and acceptances and other letters of credit which can be counted as financial collateral

The total amount of non-cash loans including guarantees, bills of exchange and acceptances and sureties on letters of credits and other guarantees is TL 379.477 (31 December 2011: TL 225.554).

Final guarantees, temporary guarantees, commitments and similar transactions

The total amount of the Bank's guarantee letters is TL 1.264.488 (31 December 2011: TL 1.313.872).

2. Total amount of Non-cash loans

	Current Period	Prior Period
Non-Cash Loans granted for Cash Loan Assurance	33.592	1.049
Less Than or Equal to One Year with Original Maturity	--	--
More Than One Year with Original Maturity	33.592	1.049
Other Non-Cash Loans	1.610.373	1.538.377
Total	1.643.965	1.539.426

IV. INFORMATION AND FOOTNOTES RELATED TO STATEMENT OF INCOME

1. Information on interest income

Information on interest income received from loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Received from Loans*				
Short- Term Loans	19.503	3.640	7.868	2.396
Medium and Long- Term Loans	500	5.336	800	3.256
Interest Received From Non Performing Loans	--	--	--	--
Premiums Received From Resource Utilization Support Fund	--	--	--	--
Total	20.003	8.976	8.668	5.652

(*) It contains fee and commission income related to cash loans.

Information on interest income received from banks

	Current Period		Prior Period	
	TL	FC	TL	FC
From Central Bank	--	--	--	--
From Domestic Banks	4.492	7.006	663	3.552
From Foreign Banks	--	72	1	7
From Foreign Headquarter and Branches	--	--	--	--
Total	4.492	7.078	664	3.559

Information on interest income received from associates and subsidiaries

	Current Period	Prior Period
Interest income received from associates and subsidiaries	271	--

2. Interest Expense

Information on interest paid for funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	70	2.569	603	932
Central Bank	--	--	--	--
Domestic Banks	70	54	12	3
Foreign Banks	--	2.515	591	929
Other Institutions	--	--	--	--
Total	70	2.569	603	932

Information on interest expense paid to subsidiaries and associates

	Current Period	Prior Period
Interest Paid to subsidiaries and associates	--	45

3. Information on trading gain/loss

	Current Period	Prior Period
Gain	862.845	986.550
Gain from money market transactions	9	35
Gain from financial derivative transactions	10.716	7.206
Gain from exchange transactions	852.120	979.309
Loss (-)	(862.448)	(985.885)
Loss from money market transactions	--	(18)
Loss from financial derivative transactions	(12.075)	(7.736)
Loss from exchange transactions	(850.373)	(978.131)
Net Trading Gain/Loss	397	665

4. Information on income from other operations

	Current Period	Prior Period
From Communication Income	478	321
Gain on sales of assets	18	292
From Reversal of Provisions of Prior Year	1.620	160
Other	110	42
Total	2.226	815

5. Information on impairment in loans and other receivables

	Current Period	Prior Period
Specific Provisions on Loans and Other Receivables	601	161
<i>Loans and Receivables in Group III</i>	601	15
<i>Loans and Receivables in Group IV</i>	--	--
<i>Loans and Receivables in Group V</i>	--	146
<i>Doubtful Receivables</i>	--	--
General Provision Expenses	176	2.097
Provision for Possible Losses	--	--
Foreign Exchange Losses on Foreign Currency Indexed Loans	--	--
Impairment Losses on Securities	--	289
<i>Financial Assets through Profit or Loss</i>	--	289
<i>Investment Securities Available-for-Sale</i>	--	--
Other Impairment Losses	38	--
<i>Associates</i>	--	--
<i>Subsidiaries</i>	--	--
<i>Joint Ventures</i>	--	--
<i>Investment Securities Held-to-Maturity</i>	38	--
Other	--	1
Total	815	2.548

6. Information on other operating expense

	Current Period	Prior Period
Personnel Expenses	15.958	13.988
Employee Termination Benefits Expense	1.101	1.016
Tangible Fixed Asset Impairment Expense	--	--
Amortization Expenses of Tangible Assets	1.188	946
Intangible Fixed Asset Impairment Expense	--	--
Goodwill Impairment Expense	--	--
Amortization Expenses of Intangible Assets	352	268
Shareholders Equity Procedure Applied Equity Interest Impairment Expense	--	--
Disposable Fixed Asset Impairment Expense	--	--
Amortization Expense of Assets Held for Resale	8	8
Impairment Expense related to Fixed Assets held for sale and discontinued operations	--	--
Other Operating Expenses	3.621	3.054
<i>Operating Lease Expenses</i>	559	517
<i>Maintenance Expenses</i>	156	86
<i>Advertisement Expenses</i>	190	245
<i>Other Expenses</i>	2.716	2.206
Losses from sales of Assets	--	1
Other	2.185	1.122
Total	24.413	20.403

7. Information on tax provision related to continued operations and discontinued operations***Current period taxation benefit or charge and deferred tax benefit or charge***

As of 30 June 2012, taxation charge is TL 9.383 (30 June 2011: TL 5.495) and deferred tax income is TL 10 (30 June 2011: TL 437 as deferred tax expense).

Deferred tax charge arising from origination or reversal of temporary differences

The Bank has TL 10 as deferred tax income arising from origination of temporary differences (30 June 2011: TL 437 deferred tax expense).

Deferred tax charge/income represented in the income statement within the context of temporary difference, financial loss and tax reduction.

The Bank has TL 10 as deferred tax income reflected in the income statement computed over temporary difference and tax deductions and exemptions (30 June 2011: TL 437 deferred tax expense).

8. Information on net profit or loss of the period including profit/loss from continued and discontinued operations:

Current period profit from continued operations is TL 40.254 (30 June 2011: TL 18.402 profit).

9. Information on 20% of other accounts in income statement, if other accounts exceed 10% of total income statement.

There is no other accounts which exceed the 10% of the income statement other than other operating income and other operating loss that are explained above.

V. INFORMATION AND DISCLOSURES RELATED TO STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

It is not included to interim financial table disclosures.

VI. INFORMATION AND FOOTNOTES RELATED TO CASH FLOWS STATEMENT

It is not included to interim financial table disclosures.

VII. INFORMATION ON 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

*Information on the loans of the Bank's risk group***Current Period**

Bank's Risk Group (*)	Associates, Subsidiaries and Joint Ventures		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Cash	Non-cash	Cash	Non-Cash	Cash	Non-cash
Loans and Other Receivables						
Balance at the beginning of the period	9.683	833	180.004	18.396	19.102	149.230
Balance at the end of the period	18.283	329	36	134.256	2.854	101.871
Interest and Commission Income received	271	1	--	--	--	--

(*) Stated at the 2nd clause of the 49 nth article of the Law No. 5411 of Bank's Act.

Loans given to the Bank's direct and indirect shareholders, are composed of forfeiting and letter of credit transactions which the interest and commission income are obtained not from the risk group but from the exporting firms.

Prior Period

Bank's Risk Group (*)	Associates, Subsidiaries and Joint Ventures		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Cash	Non-cash	Cash	Non-cash	Cash	Non-cash
Loans and Other Receivables						
Balance at the beginning of the period	--	505	--	49.222	2.615	102.601
Balance at the end of the period	9.683	833	180.004	18.396	19.102	149.230
Interest and Commission Income received	--	2	--	--	3	--

(*) Stated at the 2nd clause of the 49th article of the Law No. 5411 of Bank's Act.

Information on deposits of the Bank's risk group

Bank's Risk Group (*)	Associates, Subsidiaries and Joint Ventures		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Deposits						
Balance at the beginning of the period	116	157	1.274.920	78	84.207	26.951
Balance at the end of the period	107	116	596.831	1.274.920	14.415	84.207
Interest expense on deposits	--	--	7.270	1.422	-	--

(*) Stated at the 2nd clause of the 49th article of the Law No. 5411 of Bank's Act.

Information on forward transactions, options and other contracts related to Bank's risk group

None.

Information on benefits provided for top level management:

For the period then ended 30 June 2012, TL 1.278 (30 June 2011: TL 1.020) has been paid to the top level management of the Bank as salaries and fringe benefit.

**SECTION SIX
OTHER DISCLOSURES AND FOOTNOTES**

I. OTHER INFORMATION ON BANK'S OPERATIONS

None.

II. INFORMATION ON EVENTS AFTER THE BALANCE SHEET DATE

None.

SECTION SEVEN

INDEPENDENT AUDITOR'S REPORT

I. INFORMATION ON INDEPENDENT AUDITOR'S REPORT

The Bank's publicly disclosed financial statements and notes, dated 30 June 2012 has been reviewed by Akis Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş (the Turkish member firm of KPMG International Cooperative, a Swiss entity) and except the matter that explained in the third paragraph of the independent auditor's report as of 27 July 2012, we do not meet any matter about the financial statements and notes that reflects the truth about Bank's financial position and operation results as of 30 June 2012.

II. INFORMATION AND FOOTNOTES PREPARED BY INDEPENDENT AUDITOR

None.