

Tekstil Bankasi A.S.

Full Rating Report

Ratings

Foreign Currency

Long-Term IDR	B+
Short-Term IDR	B

Local Currency

Long-Term IDR	B+
Short-Term IDR	B

National

Long-Term Rating	A-(tur)
Viability Rating	b+
Individual Rating	D
Support Rating	5
Support Rating Floor	NF

Sovereign Risk

Long-Term Foreign-Currency IDR	BB+
Long-Term Local-Currency IDR	BB+

Outlooks

Long-Term Foreign-Currency IDR	Stable
Long-Term Local-Currency IDR	Stable
National Long-Term Rating	Stable
Sovereign Long-Term	Positive
Foreign-Currency IDR	
Sovereign Long-Term	Positive
Local-Currency IDR	

Financial Data

Tekstil Bankasi A.S.

	30 Jun 11	31 Dec 10
Total assets (USDm)	1,847	1,668
Total assets (TRYm)	2,991	2,571
Total equity (TRYm)	505	497
Operating profit (TRYm)	16	29
Published net income (TRYm)	12	20
Comprehensive income (TRYm)	8	34
Operating ROAA (%)	1.17	1.22
Operating ROAE (%)	6.49	5.98
Internal capital generation (%)	4.85	4.04
Fitch core capital/weighted risks (%)	17.43	19.66
Tier 1 ratio (%)	16.74	18.60
Total regulatory capital ratio (%)	17.60	19.50

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Key Rating Drivers

Flexible Balance Sheet Structure: Tekstil Bankasi A.S. (Tekstilbank) has continued to demonstrate sound financial ratios and strong capitalisation, and retains a significant degree of balance sheet flexibility, as witnessed by its ability to deleverage during the economic downturn in H109. However, the bank's franchise remains narrow, and it has limited prospects to expand further.

Improved but Modest Profitability: Profitability improved in 2010 and H111, despite a continued narrowing in margins, mostly with the contribution of lower loan impairment charges (LICs) and a marginal improvement in the cost base. The contribution of net fees and commissions to operating income is limited due to the low level of fee-generating retail business. The cost base has improved, but the cost/income ratio has remained high, similar to its mid-sized peers.

Asset Quality Improved: Loan growth resumed in 2010 and continued in H111 and the cost of risk declined to below 1% at end-H111 from its peak at around 3% at end-2009. Asset quality has improved mainly through recoveries from collections and as new NPL formation has remained low. The NPL ratio declined to 3.99% at end-H111 (2010: 4.86%; 2009: 5.98%). Tekstilbank did not sell any NPLs and write-offs are negligible. Asset quality is in line with most peers, but slightly worse than the sector with an NPL ratio of 2.9% at end-H111.

Limited Market Risk: Interest rate risk is low, benefiting from the short-term maturity profile of loans in line with the deposit maturities. Foreign-currency risk is low given a matched currency position. The securities portfolio is mostly in Turkish lira-denominated floating-rate Turkish government securities, kept as available for sale.

Growth Funded by Customer Deposits: Tekstilbank is mainly funded by customer deposits as it has not borrowed from the syndicated loan market after voluntarily pre-paying the previous loan in August 2010. The bank funded growth of the loan book in 2010 and H111 with growing customer deposits, while the share of customer deposits in total funding declined for the banking sector in general. The short-term nature of Tekstilbank's loan book and its stable deposit base provide comfort in terms of liquidity management.

Strong Capitalisation: Tekstilbank's regulatory capital adequacy ratio, although it has fallen with the growth in risk-weighted assets, remained among the highest in the sector. In Fitch Rating's opinion, maintaining strong capitalisation would be beneficial as a cushion for potential risks, given weak internal capital generation.

Sovereign Support: In Fitch's opinion, sovereign support for the bank, although possible, cannot be relied upon, given Tekstilbank's relatively small size within the Turkish banking system.

What Could Trigger a Rating Action

Standalone Strength Drives IDRs: Tekstilbank's Long-Term IDR is driven by its intrinsic strength. Downside risk to the Viability Rating could come primarily from a material deterioration in asset quality, leading to a substantial worsening of capitalisation, which is unlikely. An upgrade of Tekstilbank's Viability Rating is unlikely given its small franchise in a competitive and challenging operating environment.

- Medium-sized Turkish bank majority-owned by GSD Holding.
- Shares have been listed since 1990.
- Mainly focused on commercial customerers and SMEs.
- Flexible balance sheet structure provided by short-term loans.

Profile

Tekstilbank was established in 1986 and GSD Holding became the majority shareholder in 2002 and had a 75.5% share at the bank at end-H111. The remaining shares are quoted on the Istanbul Stock Exchange. GSD group has activities mainly in foreign trade, banking services, leasing, factoring and brokerage services. GSD Foreign Trade was among the top ten largest exporters in Turkey with a near 1% share of Turkish exports at end-H111.

GSD Holding is controlled by Turgut Yilmaz with a 14.7% stake, while 76.1% of the shares made up the free float at end-August 2011. GSD Holding’s assets almost fully consisted of Tekstilbank’s assets at end-H111.

Tekstilbank is a medium-sized bank with a 0.3% market share of total unconsolidated bank assets. It had 44 domestic branches mainly in the developed regions of Turkey and 886 employees at end-H111. The bank did not open any new branches in 2010 and in H111, after closing 15 out of its 60 branches in 2009 as part of its downsizing. The bank also has a financial services branch in Berlin and a securities brokerage house.

Tekstilbank provides corporate and commercial banking services with a focus on the medium-sized segments of commercial customers and SMEs with an annual turnover of TRY5m-35m, where it considers the customer loyalty and cross-selling opportunities and hence profitability to be high. In terms of value, corporate customers with an annual turnover of more than TRY35m dominate the loan book (see Figure 1), but by numbers of active clients, SMEs account for 38%, commercial borrowers for 44% and corporates for just 18% of non-retail customers..

Retail banking is not the main focus area of the bank in terms of lending, whereas it is an important channel for customer deposit acquisition. The bank mainly provides retail lending services to high-end individuals, focusing mostly on mortgages and general purpose consumer loans with 56% and 41% shares in total retail loans, respectively, at end-H111.

Focusing on Short-Term Lira Loans to Commercial Customers and SMEs

The bank has proven to be flexible in downsizing in a short period of time without facing any liquidity shortages, thanks to the short-term maturity profile of its loans. Management continues to pursue a risk-averse lending policy and plans to continue focusing on extending short-term lira loans to medium-sized segments of commercial customers and SMEs and increasing low-cost demand deposits.

Presentation of Accounts

Unless otherwise stated, Fitch’s analysis is based on the bank’s consolidated financial statements, which are prepared in accordance with Turkey’s Bank Regulation and Supervision Agency (BRSA) reporting principles, and which are broadly in line with IFRS.

Performance

Improving Operating Environment but Challenges Remain

The medium-term macroeconomic and credit outlook for Turkey appears favourable – helped by good growth prospects, a well-capitalised and retail deposit-funded banking sector and a declining government debt-to-GDP ratio. However, in the near-term there is significant uncertainty whether Turkey can achieve a soft landing for the economy, reduce inflation and narrow the current account deficit, particularly in view of the adverse global environment.

Figure 1
Loan Portfolio by Volume^a

(%)	H111	2010	2009
Corporate	54	52	63
Commercial	30	30	21
SME	3	3	3
Retail	13	15	13
Total	100	100	100

^a Based on unconsolidated cash loan amounts
Source: Bank data, adapted by Fitch

Related Criteria

- [Global Financial Institutions Rating Criteria \(August 2011\)](#)
- [National Ratings Criteria \(January 2011\)](#)

- Operating profitability improved but remained modest.
- Margin narrowing continued due to declining interest rates.
- Cost base improved with cost-cutting measures but cost/income remained high, similar to its mid-sized peers.
- A continued decline in LICs through strong collections was the main contributor to an improvement in profitability.

Lower LICs are the Main Driver of Improving Profitability

Tekstilbank returned to growth in 2010 after its strategic decision to reduce its balance sheet in the previous year. In 2009 the bank reduced its balance sheet size by 28%, mainly through the maturing of its loans, from which the proceeds were used to voluntarily pre-pay its syndicated borrowing. Asset growth in 2010 was mainly driven by loan growth of 18% in 2010 and a further 16% in H111, being mainly funded by customer deposit growth.

Operating profitability improved in 2010 and H111, despite a continued narrowing in margins, mostly with the contribution of lower LICs and a slight improvement in cost base. Tekstilbank's margins have been narrower than those of its peers due to its much lower share of higher-margin retail business and its relatively low level of low-cost demand deposits. Its margins, however, converged towards those of its peers at end-H111, reflecting mainly the general decline in interest rates both for funding and lending, and the impact of reserve requirement hikes. Net interest income remained as the main contributor to operating income, while the share of net fees and commissions had a lower 14% share compared with its peers

Effective Cost-Cutting Measures Continue

The bank has managed to improve its cost base to some extent through branch closures and personnel reduction. However, the cost/income ratio has remained high, mainly because of lower net interest income from narrower margins, similar to its peers. Any meaningful improvement in efficiency would come from volume growth alongside controlling costs related to a potential network expansion, but this is unlikely in the short term.

Figure: 2

Comparative Financial Indicators

Foreign currency long-term IDR/viability rating (%)	Anadolubank A.S. 'BB'/'bb'			Alternatifbank A.S. 'BB'/'bb'			Tekstil Bankasi A.S. 'B+'/'b+'		
	H111	2010	2009	H111	2010	2009	H111	2010	2009
Size									
Assets (TRYm)	6,074	5,217	4,569	5,564	4,306	3,663	2,991	2,571	2,140
Equity (TRYm)	867	805	670	491	481	447	505	497	463
Number of branches	86	86	86	57	53	46	44	44	45
Profitability									
Operating ROAA	2.26	3.51	4.26	0.55	1.04	2.24	1.17	1.22	0.85
Operating ROAE	15.24	23.25	29.94	5.59	8.91	20.12	6.49	5.98	4.80
Net interest margin (NIM)	5.63	6.51	7.90	4.15	4.67	7.27	4.03	4.71	5.38
Interest income on loans/avg. gross loans	10.77	10.73	14.23	9.48	9.33	14.31	9.32	8.77	12.55
Interest expenses/avg. interest bearing liabilities	5.26	4.92	6.56	5.37	5.13	7.41	5.67	4.95	6.07
Loan impairment charges/pre-impairment op. profit	16.94	5.01	14.60	58.30	21.51	39.15	16.30	15.31	67.94
Efficiency									
Cost/income	56.54	49.96	43.24	72.95	73.52	50.01	72.77	74.48	60.34
Cost/average assets	3.54	3.68	3.80	3.56	3.67	3.69	3.73	4.19	4.03
Growth									
Asset growth	16.42	14.19	19.30	29.22	17.56	-2.64	16.30	20.16	-27.90
Loan growth	17.11	18.95	31.56	20.56	15.62	16.85	16.07	17.50	-0.53
Customer deposit growth	18.64	6.16	21.19	34.93	-2.47	-5.87	15.86	21.79	-3.85
Asset quality									
NPL ratio	2.16	2.45	2.73	4.17	4.55	6.75	3.99	4.86	5.98
Specific reserve coverage	83.18	84.30	82.10	42.94	39.96	62.53	66.56	62.52	57.44
Loan impairment charges/avg. gross loans	0.64	0.26	1.11	1.04	0.37	2.02	0.30	0.29	2.79
Balance sheet structure									
Gross loans/customer deposits	118.44	119.99	107.09	121.11	135.55	114.34	109.05	108.85	112.83
Gross loans/total assets	71.93	71.50	68.65	71.47	76.60	77.89	74.98	75.13	76.83
Government securities/assets	10.87	14.46	18.38	14.21	13.41	14.07	9.18	11.98	10.30
Funding profile									
Customer deposits/total non-equity liabilities	70.84	70.47	75.12	64.72	63.63	77.60	82.74	85.53	86.88
Funds borrowed/total non-equity liabilities	22.81	22.38	19.12	29.07	29.52	17.17	12.03	10.53	9.25
Liquidity									
Liquid assets excluding securities/total assets	12.41	10.91	10.77	11.20	6.99	7.88	11.54	9.76	9.38
Liquid assets excluding securities/customer deposits	20.43	18.31	16.80	19.00	12.37	11.56	16.80	14.15	13.77
Capitalisation									
Equity/assets	14.28	15.43	14.67	8.82	11.18	12.21	16.88	19.31	21.63
Total regulatory capital ratio	17.00	18.59	18.80	13.12	15.21	12.94	17.60	19.50	20.54

Source: Bank data adapted by Fitch, banks are ranked in terms of asset size, interim data annualised where necessary, growth rates are provided on a year-to-date basis for interim periods

Continued Strong Collections and Declining New NPL Formation

LICs continued to decline, mainly through lower charges and strong recoveries through collections, reflecting improved risk monitoring efforts and strong collateralisation. Despite a high cost/income ratio limiting the pre-impairment operating profit, LICs as a percentage of pre-impairment profit declined sharply in 2010 and H111 to only 16%, and became better than peers.

Prospects

Tekstilbank has prioritised liquidity and preserving capital since the onset of the global financial crisis and has focused on cost controls. Management continues to fund the bank with customer deposits, not relying on wholesale funding for growth, while maintaining strong capitalisation against potential risks, and keeping the bank on a sound standing.

Tekstilbank plans to continue extending short-term commercial and SME loans in order to minimise the maturity mismatch and maintain its balance-sheet flexibility. It also emphasizes fee- and commission-generating businesses in order to balance a further narrowing in margins and stabilise earnings. Tekstilbank plans to fund the growth mainly through commercial or commercial-related individual depositors. Fitch believes that maintaining a large capital buffer would be beneficial for Tekstilbank, given weak internal capital generation in a challenging operating environment.

Risk Management

Tekstilbank uses an eight-grade rating system for corporate and commercial customers in line with Basel II and a scoring system for its SME and retail customers. The bank tightened its loan approval authorisation criteria as a response to the global financial crisis and emphasized secured lending. Tekstilbank's loan approvals and allocations are centralised at the head office.

Credit Risk

Tekstilbank's loan book is dominated by corporate, commercial and SME loans which are mostly short-term loans (40% of loans matured within three months and 73% matured within one year at H111), extended mainly (69%) in lira and 85% backed by tangible collateral (cash, mortgages and other pledges). Retail loans mainly comprise housing loans. The maximum LTV is 75%, but the bank applies it mostly at 70%. The longest maturity for mortgages is ten years, and the weighted average of the portfolio is around five years. Foreign-currency loans are extended to only corporate customers with sufficient foreign-currency earnings from export - related businesses. Off-balance-sheet loans were the equivalent of 35% of total assets at end-H111, mainly comprising letters of guarantee, letters of credit and acceptances, reflecting Tekstilbank's focus on trade finance and exposures to the construction sector.

Some Concentration on Large Borrowers and the Construction Sector

Concentration of the loan book improved to some extent with loan growth resuming in 2010 and continuing in H111. At end-H111 the 20 largest on- and off-balance-sheet group exposures declined to 22% of total loans (2009: 26%) but still equalled 144% of equity (2009: 131%), reflecting some size concentration on the loan book. There are internal limits for industrial sectors, so that no more than 10% of cash exposures and 25% of total exposures can be on a single sector. Tekstilbank's highest single-sector exposure was to construction (18%), mainly made up of off-balance-sheet exposure to contractors for state-related project loans and housing projects, followed by the finance sector including loans to leasing and factoring companies (12%) and textiles (7%). Each of the other sectors accounted for less than 7% of the portfolio. Despite the bank's name, exposure to the textile sector remained modest.

Improving Asset Quality Through Recoveries

Tekstilbank's cost of risk declined to below 1% at end-H111 from around its peak at around 3% at end-2009. NPLs shrank by 5% in 2010 and a further by 5% in H111 mainly through recoveries from collections and because the new NPL formation remained low. The NPL ratio

- Loan growth resumed in 2010 and continued in H111.
- Asset quality improved mainly with collections and also aided by loan growth with reasonable reserve coverage.
- Interest rate risk is low, benefiting from the short-term maturity profile of loans.

Figure 3
NPL Ratio^a by Segment^b

(%)	H111	2010	2009
Non-Retail ^c	3.65	4.63	5.39
Retail	6.94	8.08	10.19
Total NPL ratio	3.99	4.86	5.98
Sector NPL ratio	2.92	3.65	5.27

^a Loans passed due for more than 90 days as a percentage of gross loans

^b Based on unconsolidated cash loan

^c Corporate, commercial and SME
Source: Bank and BRSA data, adapted by Fitch

declined to 3.99% at end-H111 (2010: 4.86%; 2009: 5.98%), aided by loan growth. Asset quality is in line with most peers, but slightly worse than the sector with an NPL ratio of 2.92% at end-H111. Nevertheless, Tekstilbank did not write off or sell its NPLs. Restructured loans classified as performing, foreclosed assets, which were received in return for past NPLs and watch list loans were negligible at end-H111. Total reserve coverage including general and specific reserves equalled 85%. Fitch considers reserve coverage reasonable when considering the collateralisation of the loan book.

Limited Market Risk

Tekstilbank calculates value at risk (VaR) on a daily basis. The maximum VaR calculated using a 99% confidence level for 10-day holding period during H111 equalled only 0.8% of equity, reflecting a minimal market risk. Government securities represented around 9% of assets at H111, almost all in lira (92%) and held in the Available for Sale (AFS) portfolio (99%), 73% of which were floating rate and 64% of them had maturities longer than one year. The bank's net FX position after hedging, mostly in the form of forwards, currency swaps and options, equalled only 2% of equity.

Interest rate risk is limited, mainly due to the short-term nature of the loans and floating-rate government securities, resulting in almost matched repricing periods, although deposits are repriced somewhat quicker than the assets. Stress tests assuming a 1% rise in interest rates demonstrate that capital adequacy ratio would decline by less than 100bp, as estimated based on the end-H111 balance sheet.

Operational Risk

Tekstilbank calculates its capital charge for operational risk using the basic indicator approach similar to the other Turkish banks. The bank has a disaster recovery and business continuity centre, based in Istanbul. Since 2002, the bank has been collecting loss data.

Corporate Governance

As a bank whose shares are publicly held, Tekstilbank has been in compliance both with the Capital Market Board (CMB) of Turkey's corporate governance principles since its shares were listed, and also with BRSA regulations since November 2006. There is no reliance on shareholders for funding, related-party loans are low and net exposure to related parties is minimal. There are six members of the board of directors, five of whom have no executive responsibilities at the bank.

Funding, Liquidity and Capital

Increasingly Funded by Customer Deposits

Tekstilbank is mainly funded by customer deposits as it has not had recourse to the syndicated loan market after voluntarily pre-paying its previous loan in August 2010. The bank funded growth of the loan book in 2010 and H111 with growing customer deposits, while the share of customer deposits in total funding declined for the banking sector in general. Customer deposits equalled a high 83% of non-equity liabilities.

Related-party deposits, mainly from the shareholders, equalled only 5% of total customer deposits at end-H111. At endH111, the top 20 deposits, excluding related party deposits represented a high 21% of total customer deposits reflecting the relatively high share of non-retail depositors as seen in Figure 4. On the other hand, savings deposits falling under the TRY50,000 threshold covered by the savings deposit insurance fund made up 19% of total customer deposits, better than its peers (Anadolubank: 12%; Alternatifbank: 9%).

No Reliance on Wholesale Funding

Tekstilbank's borrowed funds, including repos, interbank borrowings as well as bilateral and post-financing facilities equalled 12% of non-equity liabilities. The bank has access to long-term funding facilities through international financial institutions and export credit agencies.

- Mainly funded by customer deposits.
- Some concentrations in large deposits from commercial depositors.
- Liquidity risk somewhat mitigated by the stability of deposits, short-term loans and the ability to repo securities.
- Capitalisation is strong.

Figure 4
Deposits By Segment^a

(%)	H111	2010	2009
Commercial	36	40	35
Retail	64	60	65
Total	100	100	100

^a Based on unconsolidated financials
Source: Bank data adapted by Fitch

Largely Matched Maturities of Loans and Deposits Mitigate Liquidity Risk

Tekstilbank's liquid assets in the form of cash and bank placements at end-H111 equalled 12% of assets and covered 16% of customer deposits. Tekstilbank can also generate cash by repoing its government securities when needed. The short-term nature of Tekstilbank's loan book also provides some comfort in liquidity management, with assets maturing in less than three months covering 66% of liabilities maturing within the same timeframe at end-H111. Tekstilbank states that it has comfortably complied with the BRSA's regulatory liquidity requirements to date. Tekstilbank managed to maintain its loans/deposit ratio at 109% at end-H111, and refinancing risk is minimal.

Strong Capitalisation is Maintained

Tekstilbank's regulatory capital adequacy ratio, although it declined with the growth in risk-weighted assets, remained among the highest in the sector, at 17.60% (almost all Tier 1) while Fitch core capital ratio equalled 17.43% at end-H111. Starting in July 2012, Tekstilbank, along with all Turkish banks, will apply Basel II in regulatory capital adequacy reporting. According to the bank's reporting to the BRSA in July 2011 as a part of the parallel run, the regulatory capital adequacy ratio was slightly improved by 30bp in comparison to its Basel I reporting. Operational and market risk were already included in Basel I, while the 100% risk weighting for the foreign-currency denominated Turkish government securities (just 8% of total securities) and for off-balance sheet loans were balanced by the relief from SME loans and the loans backed by mortgages.

Shareholders have shown their commitments to the bank by providing cash capital injections in the past when needed in order to support loan growth and to maintain a comfortable capital buffer. The management plans to retain all the earnings to preserve capital and plans no dividend payments in the medium term. The bank has a minimum acceptable capital adequacy level of 14%. In Fitch's opinion, maintaining strong capitalisation would be beneficial as a cushion for potential risks, given weak internal capital generation.

Tekstil Bankasi A.S.
Income Statement

	30 Jun 2011			31 Dec 2010		31 Dec 2009		31 Dec 2008		31 Dec 2007	
	6 Months - Interim USDm Unqualified	6 Months - Interim TRYth Unqualified	As % of Earning Assets	Year End TRYth Unqualified	As % of Earning Assets	Year End TRYth Unqualified	As % of Earning Assets	Year End TRYth Assets not seen	As % of Earning Assets	Year End TRYth Assets not seen	As % of Earning Assets
1. Interest Income on Loans	60.0	97,221.0	7.63	156,850.0	6.89	206,863.0	10.32	357,844.0	12.93	309,816.0	10.86
2. Other Interest Income	7.8	12,587.0	0.99	30,557.0	1.34	45,180.0	2.25	77,752.0	2.81	72,588.0	2.54
3. Dividend Income	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00	0.0	0.00
4. Gross Interest and Dividend Income	67.8	109,808.0	8.62	187,407.0	8.23	252,043.0	12.57	435,596.0	15.73	382,404.0	13.40
5. Interest Expense on Customer Deposits	33.8	54,673.0	4.29	79,482.0	3.49	107,464.0	5.36	217,514.0	7.86	149,650.0	5.24
6. Other Interest Expense	4.2	6,749.0	0.53	9,954.0	0.44	16,111.0	0.80	61,564.0	2.22	82,934.0	2.91
7. Total Interest Expense	37.9	61,422.0	4.82	89,436.0	3.93	123,575.0	6.16	279,078.0	10.08	232,584.0	8.15
8. Net Interest Income	29.9	48,386.0	3.80	97,971.0	4.30	128,468.0	6.41	156,518.0	5.65	149,820.0	5.25
9. Net Gains (Losses) on Trading and Derivatives	4.9	7,919.0	0.62	9,413.0	0.41	14,158.0	0.71	-15,588.0	-0.56	-6,135.0	-0.21
10. Net Gains (Losses) on Other Securities	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00	0.0	0.00
11. Net Gains (Losses) on Assets at FV through Income Statement	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00	0.0	0.00
12. Net Insurance Income	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00	0.0	0.00
13. Net Fees and Commissions	6.1	9,915.0	0.78	20,932.0	0.92	21,070.0	1.05	27,437.0	0.99	27,536.0	0.96
14. Other Operating Income	2.8	4,472.0	0.35	4,318.0	0.19	7,050.0	0.35	6,210.0	0.22	6,712.0	0.24
15. Total Non-Interest Operating Income	13.8	22,306.0	1.75	34,663.0	1.52	42,278.0	2.11	18,059.0	0.65	28,113.0	0.99
16. Personnel Expenses	20.0	32,326.0	2.54	60,180.0	2.64	63,940.0	3.19	85,731.0	3.10	65,422.0	2.29
17. Other Operating Expenses	11.8	19,114.0	1.50	38,607.0	1.70	39,089.0	1.95	46,247.0	1.67	47,889.0	1.68
18. Total Non-Interest Expenses	31.8	51,440.0	4.04	98,787.0	4.34	103,029.0	5.14	131,978.0	4.77	113,311.0	3.97
19. Equity-accounted Profit/ Loss - Operating	n.a.	n.a.	-	n.a.	-	0.0	0.00	0.0	0.00	0.0	0.00
20. Pre-Impairment Operating Profit	11.9	19,252.0	1.51	33,847.0	1.49	67,717.0	3.38	42,599.0	1.54	64,622.0	2.26
21. Loan Impairment Charge	1.9	3,139.0	0.25	5,182.0	0.23	46,010.0	2.29	35,540.0	1.28	12,240.0	0.43
22. Securities and Other Credit Impairment Charges	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
23. Operating Profit	9.9	16,113.0	1.27	28,665.0	1.26	21,707.0	1.08	7,059.0	0.25	52,382.0	1.84
24. Equity-accounted Profit/ Loss - Non-operating	0.0	5.0	0.00	30.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
25. Non-recurring Income	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
26. Non-recurring Expense	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
27. Change in Fair Value of Own Debt	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
28. Other Non-operating Income and Expenses	-0.1	-133.0	-0.01	-2,748.0	-0.12	-2,143.0	-0.11	407.0	0.01	-58.0	0.00
29. Pre-tax Profit	9.9	15,985.0	1.25	25,947.0	1.14	19,564.0	0.98	7,466.0	0.27	52,324.0	1.83
30. Tax expense	2.4	3,836.0	0.30	5,905.0	0.26	3,405.0	0.17	2,200.0	0.08	10,381.0	0.36
31. Profit/Loss from Discontinued Operations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
32. Net Income	7.5	12,149.0	0.95	20,042.0	0.88	16,159.0	0.81	5,266.0	0.19	41,943.0	1.47
33. Change in Value of AFS Investments	-2.3	-3,743.0	-0.29	4,138.0	0.18	5,045.0	0.25	-1,873.0	-0.07	82.0	0.00
34. Revaluation of Fixed Assets	0.0	0.0	0.00	9,553.0	0.42	131.0	0.01	-1,052.0	-0.04	5,948.0	0.21
35. Currency Translation Differences	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
36. Remaining OCI Gains/(losses)	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
37. Fitch Comprehensive Income	5.2	8,406.0	0.66	33,733.0	1.48	21,335.0	1.06	2,341.0	0.08	47,973.0	1.68
38. Memo: Profit Allocation to Non-controlling Interests	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
39. Memo: Net Income after Allocation to Non-controlling Interests	7.5	12,149.0	0.95	20,042.0	0.88	16,159.0	0.81	5,266.0	0.19	41,943.0	1.47
40. Memo: Common Dividends Relating to the Period	0.0	0.0	0.00	0.0	0.00	0.0	0.00	n.a.	-	n.a.	-
41. Memo: Preferred Dividends Related to the Period	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00

Exchange rate

USD1 = TRY1.61960

USD1 = TRY1.54130

USD1 = TRY1.49090

USD1 = TRY1.52545

USD1 = TRY1.16210

Tekstil Bankasi A.S. Balance Sheet

	30 Jun 2011		As % of Assets	31 Dec 2010		As % of Assets	31 Dec 2009		As % of Assets	31 Dec 2008		As % of Assets	31 Dec 2007		As % of Assets
	6 Months - Interim USDm	6 Months - Interim TRYth		Year End TRYth	Year End TRYth		Year End TRYth	Year End TRYth		Year End TRYth	Year End TRYth				
Assets															
A. Loans															
1. Residential Mortgage Loans	87.7	142,067.0	4.75	134,345.0	5.22	85,703.0	4.00	100,151.0	3.37	52,725.0	1.75				
2. Other Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-				
3. Other Consumer/ Retail Loans	92.1	149,090.0	4.99	132,245.0	5.14	118,464.0	5.54	141,092.0	4.75	124,534.0	4.13				
4. Corporate & Commercial Loans	1,149.5	1,861,710.0	62.25	1,571,220.0	61.10	1,341,518.0	62.69	1,358,290.0	45.76	2,012,815.0	66.82				
5. Other Loans	55.2	89,434.0	2.99	93,965.0	3.65	98,390.0	4.60	53,365.0	1.80	28,892.0	0.96				
6. Less: Reserves for Impaired Loans/ NPLs	36.8	59,526.0	1.99	58,746.0	2.28	56,512.0	2.64	23,242.0	0.78	17,250.0	0.57				
7. Net Loans	1,347.7	2,182,775.0	72.99	1,873,029.0	72.84	1,587,563.0	74.18	1,629,656.0	54.90	2,201,716.0	73.09				
8. Gross Loans	1,384.5	2,242,301.0	74.98	1,931,775.0	75.13	1,644,075.0	76.83	1,652,898.0	55.69	2,218,966.0	73.66				
9. Memo: Impaired Loans included above	55.2	89,434.0	2.99	93,965.0	3.65	98,390.0	4.60	53,365.0	1.80	28,892.0	0.96				
10. Memo: Loans at Fair Value included above	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
B. Other Earning Assets															
1. Loans and Advances to Banks	51.0	82,674.0	2.76	76,144.0	2.96	183,150.0	8.56	743,178.0	25.04	352,931.0	11.72				
2. Reverse Repos and Cash Collateral	0.0	0.0	0.00	0.0	0.00	0.0	0.00	n.a.	-	n.a.	-				
3. Trading Securities and at Fair Value through Income	1.0	1,569.0	0.05	360.0	0.01	706.0	0.03	964.0	0.03	118,495.0	3.93				
4. Derivatives	9.5	15,355.0	0.51	4,396.0	0.17	3,095.0	0.14	7,430.0	0.25	2,345.0	0.08				
5. Available for Sale Securities	176.7	286,201.0	9.57	323,363.0	12.58	230,442.0	10.77	22,977.0	0.77	178,184.0	5.91				
6. Held to Maturity Securities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	364,068.0	12.27	0.0	0.00				
7. At-equity Investments in Associates	0.0	44.0	0.00	48.0	0.00	104.0	0.00	105.0	0.00	157.0	0.01				
8. Other Securities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
9. Total Securities	187.2	303,169.0	10.14	328,167.0	12.76	234,347.0	10.95	395,544.0	13.33	299,181.0	9.93				
10. Memo: Government Securities included Above	169.5	274,470.0	9.18	307,934.0	11.98	220,506.0	10.30	375,812.0	12.66	279,221.0	9.27				
11. Memo: Total Securities Pledged	104.3	168,948.0	5.65	214,906.0	8.36	46,765.0	2.19	n.a.	-	n.a.	-				
12. Investments in Property	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
13. Insurance Assets	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
14. Other Earning Assets	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
15. Total Earning Assets	1,586.0	2,568,618.0	85.89	2,277,340.0	88.56	2,005,060.0	93.69	2,768,378.0	93.27	2,853,828.0	94.73				
C. Non-Earning Assets															
1. Cash and Due From Banks	162.1	262,582.0	8.78	174,925.0	6.80	17,501.0	0.82	20,988.0	0.71	19,649.0	0.65				
2. Memo: Mandatory Reserves included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-				
3. Foreclosed Real Estate	0.0	0.0	0.00	0.0	0.00	18,287.0	0.85	33,881.0	1.14	28,244.0	0.94				
4. Fixed Assets	46.8	75,754.0	2.53	77,146.0	3.00	71,214.0	3.33	76,702.0	2.58	76,423.0	2.54				
5. Goodwill	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
6. Other Intangibles	1.0	1,596.0	0.05	1,667.0	0.06	2,048.0	0.10	2,672.0	0.09	4,300.0	0.14				
7. Current Tax Assets	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	11,003.0	0.37				
8. Deferred Tax Assets	0.7	1,205.0	0.04	1,617.0	0.06	2,022.0	0.09	3,009.0	0.10	5,023.0	0.17				
9. Discontinued Operations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
10. Other Assets	49.9	80,873.0	2.70	38,685.0	1.50	23,875.0	1.12	62,648.0	2.11	14,028.0	0.47				
11. Total Assets	1,846.5	2,990,628.0	100.00	2,571,380.0	100.00	2,140,007.0	100.00	2,968,278.0	100.00	3,012,498.0	100.00				
Liabilities and Equity															
D. Interest-Bearing Liabilities															
1. Customer Deposits - Current	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-				
2. Customer Deposits - Savings	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-				
3. Customer Deposits - Term	1,269.5	2,056,155.0	68.75	1,774,693.0	69.02	1,457,182.0	68.09	1,515,466.0	51.06	1,644,536.0	54.59				
4. Total Customer Deposits	1,269.5	2,056,155.0	68.75	1,774,693.0	69.02	1,457,182.0	68.09	1,515,466.0	51.06	1,644,536.0	54.59				
5. Deposits from Banks	24.3	39,306.0	1.31	8,054.0	0.31	3,121.0	0.15	223,718.0	7.54	287,450.0	9.54				
6. Repos and Cash Collateral	61.6	99,714.0	3.33	143,166.0	5.57	5,653.0	0.26	n.a.	-	n.a.	-				
7. Other Deposits and Short-term Borrowings	60.7	98,383.0	3.29	48,664.0	1.89	69,380.0	3.24	574,143.0	19.34	135,292.0	4.49				
8. Total Deposits, Money Market and Short-term Funding	1,416.1	2,293,558.0	76.69	1,974,577.0	76.79	1,535,336.0	71.74	2,313,327.0	77.93	2,067,278.0	68.62				
9. Senior Debt Maturing after 1 Year	38.1	61,626.0	2.06	18,662.0	0.73	76,986.0	3.60	129,078.0	4.35	452,746.0	15.03				
10. Subordinated Borrowing	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
11. Other Funding	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
12. Total Long Term Funding	38.1	61,626.0	2.06	18,662.0	0.73	76,986.0	3.60	129,078.0	4.35	452,746.0	15.03				
13. Derivatives	9.1	14,680.0	0.49	6,906.0	0.27	3,644.0	0.17	12,950.0	0.44	22,080.0	0.73				
14. Trading Liabilities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
15. Total Funding	1,463.2	2,369,864.0	79.24	2,000,145.0	77.78	1,615,966.0	75.51	2,455,355.0	82.72	2,542,104.0	84.39				
E. Non-Interest Bearing Liabilities															
1. Fair Value Portion of Debt	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
2. Credit impairment reserves	10.0	16,267.0	0.54	12,378.0	0.48	9,777.0	0.46	10,290.0	0.35	14,590.0	0.48				
3. Reserves for Pensions and Other	6.8	10,943.0	0.37	9,998.0	0.39	7,706.0	0.36	5,695.0	0.19	6,170.0	0.20				
4. Current Tax Liabilities	4.3	7,000.0	0.23	7,387.0	0.29	5,356.0	0.25	9,614.0	0.32	21,093.0	0.70				
5. Deferred Tax Liabilities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
6. Other Deferred Liabilities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
7. Discontinued Operations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
8. Insurance Liabilities	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
9. Other Liabilities	50.4	81,604.0	2.73	44,928.0	1.75	38,391.0	1.79	45,848.0	1.54	49,210.0	1.63				
10. Total Liabilities	1,534.7	2,485,678.0	83.12	2,074,836.0	80.69	1,677,196.0	78.37	2,526,802.0	85.13	2,633,167.0	87.41				
F. Hybrid Capital															
1. Pref. Shares and Hybrid Capital accounted for as Debt	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
2. Pref. Shares and Hybrid Capital accounted for as Equity	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
G. Equity															
1. Common Equity	300.0	485,893.0	16.25	473,744.0	18.42	453,702.0	21.20	437,543.0	14.74	372,473.0	12.36				
2. Non-controlling Interest	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
3. Securities Revaluation Reserves	2.8	4,477.0	0.15	8,220.0	0.32	4,082.0	0.19	-963.0	-0.03	910.0	0.03				
4. Foreign Exchange Revaluation Reserves	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00				
5. Fixed Asset Revaluations and Other Accumulated OCI	9.0	14,580.0	0.49	14,580.0	0.57	5,027.0	0.23	4,896.0	0.16	5,948.0	0.20				
6. Total Equity	311.8	504,950.0	16.88	496,544.0	19.31	462,811.0	21.63	441,476.0	14.87	379,331.0	12.59				
7. Total Liabilities and Equity	1,846.5	2,990,628.0	100.00	2,571,380.0	100.00	2,140,007.0	100.00	2,968,278.0	100.00	3,012,498.0	100.00				
8. Memo: Fitch Core Capital	310.8	503,354.0	16.83	494,877.0	19.25	460,763.0	21.53	438,804.0	14.78	375,031.0	12.45				
9. Memo: Fitch Eligible Capital	310.8	503,354.0	16.83	494,877.0	19.25	460,763.0	21.53	438,804.0	14.78	375,031.0	12.45				

Exchange rate USD1 = TRY1.61960 USD1 = TRY1.54130 USD1 = TRY1.49090 USD1 = TRY1.52545 USD1 = TRY1.16210

Tekstil Bankasi A.S.
Summary Analytics

	30 Jun 2011 6 Months - Interim	31 Dec 2010 Year End	31 Dec 2009 Year End	31 Dec 2008 Year End	31 Dec 2007 Year End
A. Interest Ratios					
1. Interest Income on Loans/ Average Gross Loans	9.32	8.77	12.55	18.48	15.56
2. Interest Expense on Customer Deposits/ Average Customer Deposits	5.76	4.92	7.23	13.77	9.91
3. Interest Income/ Average Earning Assets	9.14	9.01	10.56	15.50	13.74
4. Interest Expense/ Average Interest-bearing Liabilities	5.67	4.95	6.07	11.17	9.32
5. Net Interest Income/ Average Earning Assets	4.03	4.71	5.38	5.57	5.38
6. Net Int. Inc Less Loan Impairment Charges/ Av. Earning Assets	3.77	4.46	3.45	4.30	4.94
7. Net Interest Inc Less Preferred Stock Dividend/ Average Earning Assets	4.03	4.71	5.38	5.57	5.38
B. Other Operating Profitability Ratios					
1. Non-Interest Income/ Gross Revenues	31.55	26.13	24.76	10.34	15.80
2. Non-Interest Expense/ Gross Revenues	72.77	74.48	60.34	75.60	63.68
3. Non-Interest Expense/ Average Assets	3.73	4.19	4.03	4.41	3.87
4. Pre-impairment Op. Profit/ Average Equity	7.75	7.06	14.98	10.38	18.19
5. Pre-impairment Op. Profit/ Average Total Assets	1.40	1.44	2.65	1.42	2.21
6. Loans and securities impairment charges/ Pre-impairment Op. Profit	16.30	15.31	67.94	83.43	18.94
7. Operating Profit/ Average Equity	6.49	5.98	4.80	1.72	14.74
8. Operating Profit/ Average Total Assets	1.17	1.22	0.85	0.24	1.79
9. Taxes/ Pre-tax Profit	24.00	22.76	17.40	29.47	19.84
10. Pre-Impairment Operating Profit / Risk Weighted Assets	1.34	1.34	3.03	1.75	2.24
11. Operating Profit / Risk Weighted Assets	1.13	1.14	0.97	0.29	1.82
C. Other Profitability Ratios					
1. Net Income/ Average Total Equity	4.89	4.18	3.57	1.28	11.80
2. Net Income/ Average Total Assets	0.88	0.85	0.63	0.18	1.43
3. Fitch Comprehensive Income/ Average Total Equity	3.39	7.03	4.72	0.57	13.50
4. Fitch Comprehensive Income/ Average Total Assets	0.61	1.43	0.84	0.08	1.64
5. Net Income/ Av. Total Assets plus Av. Managed Securitized Assets	0.88	0.85	0.63	0.18	1.43
6. Net Income/ Risk Weighted Assets	0.85	0.80	0.72	0.22	1.46
7. Fitch Comprehensive Income/ Risk Weighted Assets	0.59	1.34	0.96	0.10	1.67
D. Capitalization					
1. Fitch Core Capital/Weighted Risks	17.43	19.66	20.64	18.04	13.03
2. Fitch Eligible Capital/ Weighted Risks	17.43	19.66	20.64	18.04	13.03
3. Tangible Common Equity/ Tangible Assets	16.84	19.26	21.55	14.80	12.47
4. Tier 1 Regulatory Capital Ratio	16.74	18.60	19.92	17.04	12.12
5. Total Regulatory Capital Ratio	17.60	19.50	20.54	17.51	12.73
6. Core Tier 1 Regulatory Capital Ratio	n.a.	n.a.	n.a.	n.a.	n.a.
7. Equity/ Total Assets	16.88	19.31	21.63	14.87	12.59
8. Cash Dividends Paid & Declared/ Net Income	0.00	0.00	0.00	0.00	0.00
9. Cash Dividend Paid & Declared/ Fitch Comprehensive Income	0.00	0.00	0.00	0.00	0.00
10. Cash Dividends & Share Repurchase/Net Income	n.a.	n.a.	n.a.	n.a.	n.a.
11. Net Income - Cash Dividends/ Total Equity	4.85	4.04	3.49	1.19	11.06
E. Loan Quality					
1. Growth of Total Assets	16.30	20.16	-27.90	-1.47	6.10
2. Growth of Gross Loans	16.07	17.50	-0.53	-25.51	25.91
3. Impaired Loans(NPLs)/ Gross Loans	3.99	4.86	5.98	3.23	1.30
4. Reserves for Impaired Loans/ Gross loans	2.65	3.04	3.44	1.41	0.78
5. Reserves for Impaired Loans/ Impaired Loans	66.56	62.52	57.44	43.55	59.71
6. Impaired Loans less Reserves for Imp Loans/ Equity	5.92	7.09	9.05	6.82	3.07
7. Loan Impairment Charges/ Average Gross Loans	0.30	0.29	2.79	1.84	0.61
8. Net Charge-offs/ Average Gross Loans	0.00	0.01	0.69	1.76	0.06
9. Impaired Loans + Foreclosed Assets/ Gross Loans + Foreclosed Assets	3.99	4.86	7.02	5.17	2.54
F. Funding					
1. Loans/ Customer Deposits	109.05	108.85	112.83	109.07	134.93
2. Interbank Assets/ Interbank Liabilities	210.33	945.42	5,868.31	332.19	122.78
3. Customer Deposits/ Total Funding excl Derivatives	87.30	89.04	90.38	62.05	65.26

Tekstil Bankasi A.S.
Reference Data

	30 Jun 2011		31 Dec 2010		31 Dec 2009		31 Dec 2008		31 Dec 2007		
	6 Months - Interim USDm	6 Months - Interim TRYth	As % of Assets	Year End TRYth	As % of Assets	Year End TRYth	As % of Assets	Year End TRYth	As % of Assets	Year End TRYth	As % of Assets
A. Off-Balance Sheet Items											
1. Managed Securitizd Assets Reported Off-Balance Sheet	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
2. Other off-balance sheet exposure to securitizations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
3. Guarantees	481.7	780,124.0	26.09	718,246.0	27.93	755,566.0	35.31	1,004,169.0	33.83	1,370,376.0	45.49
4. Acceptances and documentary credits reported off-balance sheet	173.2	280,526.0	9.38	169,975.0	6.61	97,071.0	4.54	181,954.0	6.13	295,074.0	9.79
5. Committed Credit Lines	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
6. Other Contingent Liabilities	258.4	418,436.0	13.99	386,920.0	15.05	308,311.0	14.41	303,463.0	10.22	308,855.0	10.25
7. Total Business Volume	2,759.8	4,466,714.0	149.46	3,846,521.0	149.59	3,300,955.0	154.25	4,457,864.0	150.18	4,986,803.0	165.54
8. Memo: Total Weighted Risks	1,782.6	2,887,087.0	96.54	2,517,069.0	97.89	2,232,317.0	104.31	2,432,827.0	81.96	2,879,040.0	95.57
9. Fitch Adjustments to Weighted Risks.	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
10. Fitch Adjusted Weighted Risks	1,782.6	2,887,087.0	96.54	2,517,069.0	97.89	2,232,317.0	104.31	2,432,827.0	81.96	2,879,040.0	95.57
B. Average Balance Sheet											
Average Loans	1,288.6	2,087,038.0	69.79	1,787,925.0	69.53	1,648,486.5	77.03	1,935,932.0	65.22	1,990,652.5	66.08
Average Earning Assets	1,496.0	2,422,979.0	81.02	2,079,353.0	80.87	2,386,719.0	111.53	2,811,103.0	94.70	2,783,673.5	92.40
Average Assets	1,717.1	2,781,004.0	92.99	2,355,694.0	91.61	2,554,142.5	119.35	2,990,388.0	100.74	2,925,955.0	97.13
Average Managed Securitizd Assets (OBS)	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Average Interest-Bearing Liabilities	1,349.1	2,185,005.0	73.06	1,808,056.0	70.31	2,035,660.5	95.12	2,498,729.5	84.18	2,496,553.5	82.87
Average Common equity	296.3	479,819.0	16.04	463,723.0	18.03	445,622.5	20.82	405,008.0	13.64	351,501.5	11.67
Average Equity	309.2	500,747.0	16.74	479,678.0	18.65	452,143.5	21.13	410,403.5	13.83	355,344.5	11.80
Average Customer Deposits	1,182.7	1,915,424.0	64.05	1,615,938.0	62.84	1,486,324.0	69.45	1,580,001.0	53.23	1,509,645.5	50.11
C. Maturities											
Asset Maturities:											
Loans & Advances < 3 months	541.3	876,648.0	29.31	812,722.0	31.61	937,192.0	43.79	933,682.0	31.46	932,612.0	30.96
Loans & Advances 3 - 12 Months	447.1	724,063.0	24.21	504,485.0	19.62	326,867.0	15.27	311,639.0	10.50	1,219,504.0	40.48
Loans and Advances 1 - 5 Years	275.4	446,098.0	14.92	430,482.0	16.74	226,026.0	10.56	295,613.0	9.96	37,958.0	1.26
Loans & Advances > 5 years	65.5	106,058.0	3.55	90,121.0	3.50	55,600.0	2.60	53,599.0	1.81	n.a.	-
Debt Securities < 3 Months	48.2	78,141.0	2.61	69,386.0	2.70	29,944.0	1.40	7,401.0	0.25	19,593.0	0.65
Debt Securities 3 - 12 Months	24.8	40,172.0	1.34	77,482.0	3.01	12,878.0	0.60	91,815.0	3.09	58,542.0	1.94
Debt Securities 1 - 5 Years	97.9	158,635.0	5.30	146,050.0	5.68	170,843.0	7.98	243,023.0	8.19	176,381.0	5.85
Debt Securities > 5 Years	16.2	26,177.0	0.88	35,201.0	1.37	20,578.0	0.96	53,200.0	1.79	44,508.0	1.48
Interbank < 3 Months	24.3	39,306.0	1.31	8,054.0	0.31	181,870.0	8.50	743,178.0	25.04	352,931.0	11.72
Interbank 3 - 12 Months	0.0	0.0	0.00	0.0	0.00	1,280.0	0.06	0.0	0.00	0.0	0.00
Interbank 1 - 5 Years	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Interbank > 5 Years	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Liability Maturities:											
Retail Deposits < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Retail Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits < 3 Months	1,120.5	1,814,727.0	60.68	1,755,145.0	68.26	1,430,890.0	66.86	1,485,495.0	50.05	1,608,820.0	53.40
Other Deposits 3 - 12 Months	149.0	241,335.0	8.07	19,471.0	0.76	26,248.0	1.23	29,951.0	1.01	35,710.0	1.19
Other Deposits 1 - 5 Years	0.1	93.0	0.00	77.0	0.00	44.0	0.00	20.0	0.00	6.0	0.00
Other Deposits > 5 Years	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Interbank < 3 Months	85.8	139,020.0	4.65	151,220.0	5.88	8,774.0	0.41	223,718.0	7.54	287,450.0	9.54
Interbank 3 - 12 Months	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Interbank 1 - 5 Years	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Interbank > 5 Years	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Senior Debt Maturing < 3 months	11.6	18,713.0	0.63	9,739.0	0.38	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing 3-12 Months	80.2	129,937.0	4.34	50,870.0	1.98	69,380.0	3.24	574,143.0	19.34	135,292.0	4.49
Senior Debt Maturing 1 - 5 Years	7.0	11,359.0	0.38	6,717.0	0.26	76,986.0	3.60	129,078.0	4.35	452,746.0	15.03
Senior Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Total Senior Debt on Balance Sheet	98.8	160,009.0	5.35	67,326.0	2.62	146,366.0	6.84	703,221.0	23.69	588,038.0	19.52
Fair Value Portion of Senior Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Covered Bonds	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 3-12 Months	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Subordinated Debt Maturing 1 - 5 Year	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Subordinated Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Total Subordinated Debt on Balance Sheet	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
Fair Value Portion of Subordinated Debt	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
D. Equity Reconciliation											
1. Equity	311.8	504,950.0	16.88	496,544.0	19.31	462,811.0	21.63	441,476.0	14.87	379,331.0	12.59
2. Add: Pref. Shares and Hybrid Capital accounted for as Equity	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
3. Add: Other Adjustments	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
4. Published Equity	311.8	504,950.0	16.88	496,544.0	19.31	462,811.0	21.63	441,476.0	14.87	379,331.0	12.59
E. Fitch Eligible Capital Reconciliation											
1. Total Equity as reported (including non-controlling interests)	311.8	504,950.0	16.88	496,544.0	19.31	462,811.0	21.63	441,476.0	14.87	379,331.0	12.59
2. Fair value effect incl in own debt/borrowings at fv on the B/S- CC only	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
3. Non-loss-absorbing non-controlling interests	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
4. Goodwill	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
5. Other intangibles	1.0	1,596.0	0.05	1,667.0	0.06	2,048.0	0.10	2,672.0	0.09	4,300.0	0.14
6. Deferred tax assets deduction	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
7. Net asset value of insurance subsidiaries	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
8. First loss tranches of off-balance sheet securitizations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
9. Fitch Core Capital	310.8	503,354.0	16.83	494,877.0	19.25	460,763.0	21.53	438,804.0	14.78	375,031.0	12.45
10. Eligible weighted Hybrid capital	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
11. Government held Hybrid Capital	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00
12. Fitch Eligible Capital	310.8	503,354.0	16.83	494,877.0	19.25	460,763.0	21.53	438,804.0	14.78	375,031.0	12.45
13. Eligible Hybrid Capital Limit	133.2	215,722.4	7.21	212,089.0	8.25	197,469.2	9.23	188,058.2	6.34	160,727.0	5.34

Exchange Rate USD1 = TRY1.61960 USD1 = TRY1.54130 USD1 = TRY1.49090 USD1 = TRY1.52545 USD1 = TRY1.16210

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