

*(Convenience Translation of Financial Statements and Related Disclosures and Footnotes
Originally Issued in Turkish, See Note 3.1.1)*

Türkiye Garanti Bankası Anonim Şirketi

Unconsolidated Financial Statements

As of and For the Nine-Month Period Ended

30 September 2009

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

With Independent Auditors' Review Report Thereon

Akis Bağımsız Denetim ve Serbest
Muhasebeci Mali Müşavirlik AŞ
6 November 2009

*This report contains "Independent Auditors' Review
Report" comprising 1 page and;"Unconsolidated
Financial Statements and Related Disclosures and
Footnotes" comprising 77 pages.*



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

Yapı Kredi Plaza C Blok Kat 17
Büyükdere Caddesi
Levent 34330 İstanbul

Telephone +90 (212) 317 74 00
Fax +90 (212) 317 73 00
Internet www.kpmg.com.tr

**Convenience Translation of the Independent Auditors' Review Report
Originally Prepared and Issued in Turkish (See Note 3.1.1)**

To the Board of Directors of Türkiye Garanti Bankası AŞ:

We have reviewed the unconsolidated balance sheet of Türkiye Garanti Bankası AŞ ("the Bank") as of 30 September 2009 and the related unconsolidated income statement, statement of cash flows and statement of changes in shareholders' equity for the nine-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 accounting and reporting system and the regulations on the accounting and independent audit principles as per the (Turkish) Banking Law No. 5411. These regulations require that we plan and perform the review to obtain moderate 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 the balance sheet date, the accompanying financial statements include a general reserve amounting to TL 265,000 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 has been recognized as expense in the current period.

Based on our review, except for the effect on the unconsolidated financial statements of the matter described in the paragraph above, nothing has come to our attention that causes us to believe that the accompanying unconsolidated financial statements are not presented fairly, in all material respects, the financial position of Türkiye Garanti Bankası AŞ as of 30 September 2009 and the result of its operations and cash flows for the nine-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 communiques, disclosures and directives issued by the Banking Regulatory and Supervisory Agency.

Istanbul,
6 November 2009

Akis Bağımsız Denetim ve Serbest
Muhasebeci Mali Müşavirlik

Anonim Şirketi

Murat Alsan

Partner, Certified Public Accountant

Additional paragraph for convenience translation to English:

As explained in Note 3.1.1, the accompanying 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.

Türkiye Garanti Bankası Anonim Şirketi

Unconsolidated Interim Financial Report as of and for the Nine-Month Period Ended 30 September 2009

Levent Nispetiye Mah.Aytar Cad.
No:2 Beşiktaş 34340 Istanbul
Telephone: 212 318 18 18
Fax: 212 216 64 22
www.garanti.com.tr
www.garantibank.com.tr
investorrelations@garanti.com.tr

The Unconsolidated Interim Financial Report for the nine-month period ended 30 September 2009 prepared in accordance with the communique of Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks as regulated by Banking Regulation and Supervision Agency, is comprised of the following sections:

1. General Information about the Bank
2. Unconsolidated Financial Statements
3. Accounting Policies of Unconsolidated Financial Statements
4. Financial Position and Results of Operations of the Bank
5. Disclosures and Footnotes on Unconsolidated Financial Statements
6. Independent Auditors' Review Report

The unconsolidated financial statements and related disclosures and footnotes that were subject to independent review, are prepared in accordance with the Regulation on Accounting Applications for Banks and Safeguarding of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards and the related statements and guidances and in compliance with the financial records of our Bank and, unless stated otherwise, presented in thousands of Turkish Lira (TL).

Ferit F. Şahenk
Board of Directors
Chairman

S. Ergun Özen
General Manager

Aydın Şenel
Executive Vice
President

Mustafa Keleş
Financial Accounting
Director

M. Cüneyt Sezgin
Audit Committee
Member

Des O'Shea
Audit Committee
Member

The authorized contact person for questions on this financial report:

Name-Surname/Title: Handan SAYGIN/Senior Vice President of Investor Relations

Phone no: 90 212 318 23 50

Fax no: 90 212 216 59 02

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1 General Information

1.1 History of the bank including its incorporation date, initial legal status, amendments to legal status

Türkiye Garanti Bankası Anonim Şirketi (the Bank) was established by the decree of Council of Ministers numbered 3/4010 dated 11 April 1946 and its “Articles of Association” was issued in the Official Gazette dated 25 April 1946. The Bank provides banking services through 737 domestic branches, five foreign branches and four representative offices abroad. The Bank’s head office is located in Istanbul.

1.2 The bank’s shareholder structure, management and internal audit, direct and indirect shareholders, change in shareholder structure during the year and information on bank’s risk group

As of 30 September 2009, the group of companies under Doğuş Holding AŞ that currently owns 30.52% shares of the Bank, is called as the Doğuş Group (the Group). On 22 December 2005, Doğuş Holding AŞ had completed the sale of 53,550,000,000 shares composing 25.5% of the Bank’s issued share capital to “GE Araştırma ve Müşavirlik Limited Şti.” of General Electric (GE) Group. Accordingly, GE acquired a joint control on the Bank’s management. On 27 December 2007, GE Araştırma ve Müşavirlik Limited Şti. has sold 9,765,000,000 shares of Türkiye Garanti Bankası AŞ at a nominal value of TL 97,650 each to Doğuş Holding AŞ, representing 4.65% of the issued share capital of Türkiye Garanti Bankası AŞ.

Doğuş Group

The Doğuş Group that was established in 1951 initially for investments in construction sector, operates in seven sectors namely financial services, automotive, construction, real estate, tourism, media and energy with more than 70 companies and approximately 20 thousand employees.

The major worldwide joint ventures of the Group are; General Electric in finance and real estate, Volkswagen AG and TÜVSÜD in automotive, French Alstom and Japan Marubeni in construction, CNBC in media and Starwood Hotels & Resorts, Worldwide Inc., HMS International Hotel GmbH (Maritim) and Aldania GmbH in tourism.

The major investments of the Group in financial sector are; Türkiye Garanti Bankası AŞ, Garanti Bank International NV, Garanti Bank Moscow, Garanti Finansal Kiralama AŞ, Garanti Faktoring Hizmetleri AŞ, Garanti Yatırım Menkul Kıymetler AŞ, Garanti Portföy Yönetimi AŞ, Garanti Emeklilik ve Hayat AŞ, Eureka Sigorta AŞ, Doğuş GE Gayrimenkul Yatırım Ortaklığı AŞ and Volkswagen Doğuş Tüketici Finansmanı AŞ.

General Electric Group

GE is a company providing variety of technology, media and financial services including aircraft engine and energy production, water and security technologies, medical systems, corporate-retail financing services and media services.

GE operates in more than 100 countries through its four major business lines providing services through their own business units with more than 300 thousand employees. These four business lines are;

GE Technology Infrastructure
GE Energy Infrastructure
GE Capital Finance
NBC Universal

GE Global Banking that operates under GE Capital Finance, one of GE's major business lines extends loans to consumers, retailers and car vendors in 26 countries. GE Global Banking provides variety of financial products to customers such as store credit cards, consumer loans, bank cards, automobile loans and leasing, mortgage, corporate traveling and spending cards, debt consolidation.

1.3 Information on the bank's board of directors chairman and members, audit committee members, chief executive officer, executive vice presidents and their shareholdings in the bank

Board of Directors Chairman and Members:

Name and Surname	Responsibility	Appointment Date	Education	Experience in Banking and Business Administration
Ferit Faik Şahenk	Chairman	18.04.2001	University	19 years
Süleyman Sözen	Vice Chairman	08.07.2003	University	27 years
Muammer Cüneyt Sezgin	Member of BOD and Audit Committee	30.06.2004	PhD	21 years
Dr. Ahmet Kamil Esirtgen	Member	19.03.1992	PhD	35 years
Denis Arthur Hall	Member	08.10.2008	College	25 years
Des O'Shea	Member of BOD and Audit Committee	02.11.2006	University	32 years
Dmitri Lysander Stockton	Member	22.12.2005	University	18 years
Xavier Pascal Durand	Member	02.04.2009	Master	9 years
Sait Ergun Özen	Member and CEO	14.05.2003	University	22 years

CEO and Executive Vice Presidents:

Name and Surname	Responsibility	Appointment Date	Education	Experience in Banking and Business Administration
Sait Ergun Özen	CEO	01.04.2000	University	22 years
Adnan Memiş	EVP-Support Services	03.06.1991	Master	31 years
Afzal Mohammed Modak	EVP-Finance and Accounting	20.07.2007	Master	24 years
Ali Fuat Erbil	EVP-Retail Banking	30.04.1999	PhD	17 years
Ali Temel	EVP-Loans	21.10.1999	University	19 years
Gökhan Erun	EVP-Human Resources & Investment Banking	18.08.2005	Master	15 years
Faruk Nafiz Karadere	EVP-SME Banking	01.05.1999	University	27 years
Halil Hüsnü Erel	EVP-Operational Services	16.06.1997	University	24 years
Uruz Ersözöglü	EVP-Treasury	03.04.2006	University	18 years
Tolga Egemen	EVP-Financial Institutions & Corporate Banking	21.09.2000	University	17 years
Turgay Gönensin	EVP-Commercial Banking	15.12.2001	University	24 years
Aydın Şenel	EVP- General Accounting & Financial Reporting	02.03.2006	University	28 years
Zekeriya Öztürk	EVP- International Business Development	02.03.2006	Master	14 years
Avni Aydın Düren	EVP-Legal Services	15.01.2009	Master	15 years

The top management listed above does not hold any unquoted shares of the Bank.

1.4 Information on the bank's qualified shareholders

Company	Shares	Ownership	Paid-in Capital	Unpaid Portion
Doğuş Holding AŞ	1,119,800	26.6619%	1,119,800	-
GE Araştırma ve Müşavirlik Limited Şti	875,712	20.8503%	875,712	-

According to the decision made at the “General Assembly of Founder Shares Owners” and the “Extraordinary General Shareholders” meetings held on 13 June 2008, the Bank repurchased all the 370 founder share-certificates issued in order to redeem and exterminate them, subsequent to the permissions obtained from the related legal authorities, at a value of TL 3,876 thousands each in accordance with the report prepared by the court expert and approved by the Istanbul 5th Commercial Court of First Instance. A total payment of TL 1,434,233 thousands has been made to the owners of 368 founder share-certificates from “extraordinary reserves”, and the value of remaining 2 founder share-certificates has been blocked in the bank accounts.

Subsequent to these purchases, the clauses 15, 16 and 45 of the Articles of Association of the Bank have been revised accordingly.

1.5 Summary information on the bank's activities and services

Activities of the Bank as stated at the third clause of its Articles of Association are as follows:

- All banking operations,
- Participating in, establishing, and trading the shares of enterprises at various sectors within the limits set forth by the Banking Law;
- Providing attorneyship, insurance agency, brokerage and freight services in relation with banking activities,
- Purchasing/selling debt securities, treasury bills, government bonds and other share certificates issued by Turkish government and other official and private institutions,
- Developing economical and financial relations with foreign organizations,
- Dealing with all economic operations in compliance with the Banking Law.

The Bank's activities are not limited to those disclosed in that third clause, but whenever the Board of Directors deems any operations other than those stated above to be of benefit to the Bank, it is recommended in the general meeting, and the launching of the related project depends on the decision taken during the General Assembly which results in a change in the Articles of Association and on the approval of this decision by the Ministry of Industry and Commerce. Accordingly, the approved decision is added to the Articles of Association.

The Bank is not a specialized bank but deals with all kinds of banking activities. Deposits are the main sources of the lendings to the customers. The Bank grants loans to companies operating in various sectors while aiming to maintain the required level of efficiency and profitability.

The Bank also grants non-cash loans to its customers; especially letters of guarantee, letters of credit and acceptance credits.

2 Unconsolidated Financial Statements

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi Balance Sheet At 30 September 2009

ASSETS	Footnotes	THOUSANDS OF TURKISH LIRA (TL)					
		CURRENT PERIOD 30 September 2009			PRIOR PERIOD 31 December 2008		
		TL	FC	Total	TL	FC	Total
I. CASH AND BALANCES WITH CENTRAL BANK	(5.1.1)	5.272.084	2.992.977	8.265.061	2.575.050	2.956.524	5.531.574
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)	(5.1.2)	701.313	138.704	840.017	509.347	156.750	666.097
2.1 Financial assets held for trading		701.313	138.704	840.017	509.347	156.750	666.097
2.1.1 Government securities		95.115	10.284	105.399	4.663	15.599	20.262
2.1.2 Equity securities		8.600	-	8.600	600	-	600
2.1.3 Derivative financial assets held for trading		588.737	128.420	717.157	494.884	141.151	636.035
2.1.4 Other securities		8.861	-	8.861	9.200	-	9.200
2.2 Financial assets valued at fair value through profit or loss		-	-	-	-	-	-
2.2.1 Government securities		-	-	-	-	-	-
2.2.2 Equity securities		-	-	-	-	-	-
2.2.3 Loans		-	-	-	-	-	-
2.2.4 Other securities		-	-	-	-	-	-
III. BANKS	(5.1.3)	2.243.032	5.004.737	7.247.769	1.425.450	3.375.585	4.801.035
IV. INTERBANK MONEY MARKETS		30.117	-	30.117	40.552	-	40.552
4.1 Interbank money market placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange money market placements		30.117	-	30.117	40.552	-	40.552
4.3 Receivables from reverse repurchase agreements		-	-	-	-	-	-
V. FINANCIAL ASSETS AVAILABLE-FOR-SALE (Net)	(5.1.4)	21.545.024	2.788.974	24.333.998	14.887.550	2.458.231	17.345.781
5.1 Equity securities		61.083	60.750	121.833	25.679	44.989	70.668
5.2 Government securities		21.277.499	1.012.834	22.290.333	14.550.954	755.085	15.306.039
5.3 Other securities		206.442	1.715.390	1.921.832	310.917	1.658.157	1.969.074
VI. LOANS	(5.1.5)	29.358.102	20.786.264	50.144.366	28.030.439	21.876.968	49.907.407
6.1 Performing loans		28.968.088	20.786.264	49.754.352	27.580.293	21.876.968	49.457.261
6.1.1 Loans to bank's risk group	(5.7)	218.938	271.215	490.153	128.749	538.322	667.071
6.1.2 Government securities		-	-	-	-	-	-
6.1.3 Others		28.749.150	20.515.049	49.264.199	27.451.544	21.338.646	48.790.190
6.2 Loans under follow-up		2.114.449	-	2.114.449	1.239.739	-	1.239.739
6.3 Specific provisions (-)		1.724.435	-	1.724.435	789.593	-	789.593
VII. FACTORING RECEIVABLES		-	-	-	-	-	-
VIII. INVESTMENTS HELD-TO-MATURITY (Net)	(5.1.6)	5.787.963	1.352.596	7.140.559	6.054.289	1.563.008	7.617.297
8.1 Government securities		5.787.963	1.352.596	7.140.559	6.054.289	1.563.008	7.617.297
8.2 Other securities		-	-	-	-	-	-
IX. INVESTMENTS IN ASSOCIATES (Net)	(5.1.7)	27.705	-	27.705	27.705	-	27.705
9.1 Associates consolidated under equity accounting		-	-	-	-	-	-
9.2 Unconsolidated associates		27.705	-	27.705	27.705	-	27.705
9.2.1 Financial investments in associates		25.991	-	25.991	25.991	-	25.991
9.2.2 Non-financial investments in associates		1.714	-	1.714	1.714	-	1.714
X. INVESTMENTS IN SUBSIDIARIES (Net)	(5.1.8)	298.262	585.178	883.440	229.368	582.760	812.128
10.1 Unconsolidated financial investments in subsidiaries		286.179	585.178	871.357	219.005	582.760	801.765
10.2 Unconsolidated non-financial investments in subsidiaries		12.083	-	12.083	10.363	-	10.363
XI. INVESTMENTS IN JOINT-VENTURES (Net)	(5.1.9)	-	-	-	-	-	-
11.1 Joint-ventures consolidated under equity accounting		-	-	-	-	-	-
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)	(5.1.10)	-	-	-	-	-	-
12.1 Financial lease receivables		-	-	-	-	-	-
12.2 Operational lease receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned income (-)		-	-	-	-	-	-
XIII. DERIVATIVE FINANCIAL ASSETS HELD FOR RISK MANAGEMENT	(5.1.11)	-	-	-	-	69.161	69.161
13.1 Fair value hedges		-	-	-	-	-	-
13.2 Cash flow hedges		-	-	-	-	69.161	69.161
13.3 Net foreign investment hedges		-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)	(5.1.12)	1.093.498	1.424	1.094.922	1.083.517	1.179	1.084.696
XV. INTANGIBLE ASSETS (Net)	(5.1.13)	17.616	-	17.616	15.764	-	15.764
15.1 Goodwill		-	-	-	-	-	-
15.2 Other intangibles		17.616	-	17.616	15.764	-	15.764
XVI. INVESTMENT PROPERTY (Net)	(5.1.14)	-	-	-	-	-	-
XVII. TAX ASSET		50.309	-	50.309	34.255	-	34.255
17.1 Current tax asset		2.351	-	2.351	70	-	70
17.2 Deferred tax asset	(5.1.15)	47.958	-	47.958	34.185	-	34.185
XVIII. ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(5.1.16)	86.670	-	86.670	81.304	-	81.304
18.1 Assets held for sale		86.670	-	86.670	81.304	-	81.304
18.2 Assets of discontinued operations		-	-	-	-	-	-
XIX. OTHER ASSETS	(5.1.17)	587.297	61.163	648.460	844.459	61.645	906.104
TOTAL ASSETS		67.098.992	33.712.017	100.811.009	55.839.049	33.101.811	88.940.860

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

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi

Balance Sheet

At 30 September 2009

LIABILITIES AND SHAREHOLDERS' EQUITY		Footnotes	THOUSANDS OF TURKISH LIRA (TL)					
			CURRENT PERIOD 30 September 2009			PRIOR PERIOD 31 December 2008		
			TL	FC	Total	TL	FC	Total
I. DEPOSITS	(5.2.1)	31.924.055	26.187.318	58.111.373	29.006.986	23.708.295	52.715.281	
1.1 Deposits from bank's risk group	(5.7)	565.999	319.089	885.088	311.435	413.825	725.260	
1.2 Others		31.358.056	25.868.229	57.226.285	28.695.551	23.294.470	51.990.021	
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(5.2.2)	221.429	101.126	322.555	296.508	118.588	415.096	
III. FUNDS BORROWED	(5.2.3)	2.776.840	9.440.871	12.217.711	2.076.975	8.766.471	10.843.446	
IV. INTERBANK MONEY MARKETS	(5.2.4)	11.988.896	153.199	12.142.095	10.452.524	250.419	10.702.943	
4.1 Interbank money market takings		-	-	-	-	-	-	
4.2 Istanbul Stock Exchange money market takings		-	-	-	-	-	-	
4.3 Obligations under repurchase agreements		11.988.896	153.199	12.142.095	10.452.524	250.419	10.702.943	
V. SECURITIES ISSUED (Net)		-	-	-	-	-	-	
5.1 Bills		-	-	-	-	-	-	
5.2 Asset backed securities		-	-	-	-	-	-	
5.3 Bonds		-	-	-	-	-	-	
VI. FUNDS		-	-	-	-	-	-	
6.1 Borrower funds		-	-	-	-	-	-	
6.2 Others		-	-	-	-	-	-	
VII. MISCELLANEOUS PAYABLES		2.308.142	24.452	2.332.594	1.932.052	17.679	1.949.731	
VIII. OTHER EXTERNAL FUNDINGS PAYABLE		535.525	263.370	798.895	627.284	225.365	852.649	
IX. FACTORING PAYABLES		-	-	-	-	-	-	
X. LEASE PAYABLES (Net)	(5.2.5)	670	5.107	5.777	597	22.760	23.357	
10.1 Financial lease payables		715	5.430	6.145	631	24.176	24.807	
10.2 Operational lease payables		-	-	-	-	-	-	
10.3 Others		-	-	-	-	-	-	
10.4 Deferred expenses (-)		45	323	368	34	1.416	1.450	
XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT	(5.2.6)	-	3.763	3.763	-	4.871	4.871	
11.1 Fair value hedges		-	-	-	-	-	-	
11.2 Cash flow hedges		-	3.763	3.763	-	4.871	4.871	
11.3 Net foreign investment hedges		-	-	-	-	-	-	
XII. PROVISIONS	(5.2.7)	1.099.174	20.659	1.119.833	781.480	22.951	804.431	
12.1 General provisions		429.086	19.492	448.578	409.543	19.256	428.799	
12.2 Restructuring reserves		-	-	-	-	-	-	
12.3 Reserve for employee benefits		206.928	-	206.928	197.372	-	197.372	
12.4 Insurance technical provisions (Net)		-	-	-	-	-	-	
12.5 Other provisions		463.160	1.167	464.327	174.565	3.695	178.260	
XIII. TAX LIABILITY	(5.2.8)	542.656	209	542.865	378.236	107	378.343	
13.1 Current tax liability		542.656	209	542.865	378.236	107	378.343	
13.2 Deferred tax liability		-	-	-	-	-	-	
XIV. LIABILITIES FOR ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	(5.2.9)	-	-	-	-	-	-	
14.1 Assets held for sale		-	-	-	-	-	-	
14.2 Assets of discontinued operations		-	-	-	-	-	-	
XV. SUBORDINATED DEBTS	(5.2.10)	-	847.386	847.386	-	781.638	781.638	
XVI. SHAREHOLDERS' EQUITY	(5.2.11)	12.224.621	141.541	12.366.162	9.291.133	177.941	9.469.074	
16.1 Paid-in capital		4.200.000	-	4.200.000	4.200.000	-	4.200.000	
16.2 Capital reserves		2.731.423	128.611	2.860.034	1.600.696	169.436	1.770.132	
16.2.1 Share premium		11.880	-	11.880	11.880	-	11.880	
16.2.2 Share cancellation profits		-	-	-	-	-	-	
16.2.3 Securities value increase fund		1.417.656	131.039	1.548.695	288.033	104.484	392.517	
16.2.4 Revaluation surplus on tangible assets		598.194	-	598.194	597.090	-	597.090	
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		2.453	-	2.453	2.453	-	2.453	
16.2.8 Hedging reserves (effective portion)		(71.314)	(2.428)	(73.742)	(71.314)	64.952	(6.362)	
16.2.9 Revaluation surplus on assets held for sale and assets of discontinued operations		-	-	-	-	-	-	
16.2.10 Other capital reserves		772.554	-	772.554	772.554	-	772.554	
16.3 Profit reserves		3.210.625	12.930	3.223.555	1.739.949	8.505	1.748.454	
16.3.1 Legal reserves		362.398	4.641	367.039	268.796	4.097	272.893	
16.3.2 Status reserves		-	-	-	-	-	-	
16.3.3 Extraordinary reserves		2.847.764	-	2.847.764	1.470.724	-	1.470.724	
16.3.4 Other profit reserves		463	8.289	8.752	429	4.408	4.837	
16.4 Profit or loss		2.082.573	-	2.082.573	1.750.488	-	1.750.488	
16.4.1 Prior periods profit/loss		-	-	-	-	-	-	
16.4.2 Current period net profit/loss		2.082.573	-	2.082.573	1.750.488	-	1.750.488	
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		63.622.008	37.189.001	100.811.009	54.843.775	34.097.085	88.940.860	

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

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi

Off-Balance Sheet Items

At 30 September 2009

OFF-BALANCE SHEET ITEMS	Footnotes	THOUSANDS OF TURKISH LIRA (TL)					
		CURRENT PERIOD			PRIOR PERIOD		
		30 September 2009			31 December 2008		
		TL	FC	Total	TL	FC	Total
A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)		37.806.765	42.007.556	79.814.321	31.399.717	38.058.985	69.458.702
I. GUARANTEES AND SURETIES	(5.3.1)	4.564.753	10.390.167	14.954.920	4.231.196	10.034.868	14.266.064
1.1. Letters of guarantee		4.564.234	7.627.606	12.191.840	4.120.918	6.790.151	10.911.069
1.1.1. Guarantees subject to State Tender Law		-	-	-	238.990	541.707	780.697
1.1.2. Guarantees given for foreign trade operations		332.869	370.139	703.008	312.563	330.871	643.434
1.1.3. Other letters of guarantee		4.231.365	7.257.467	11.488.832	3.569.365	5.917.573	9.486.938
1.2. Bank acceptances		499	155.502	156.001	-	123.807	123.807
1.2.1. Import letter of acceptance		499	142.768	143.267	-	108.097	108.097
1.2.2. Other bank acceptances		-	12.734	12.734	-	15.710	15.710
1.3. Letters of credit		20	2.607.059	2.607.079	278	3.120.910	3.121.188
1.3.1. Documentary letters of credit		-	3	3	-	82	82
1.3.2. Other letters of credit		20	2.607.056	2.607.076	278	3.120.828	3.121.106
1.4. Guaranteed prefinancings		-	-	-	-	-	-
1.5. Endorsements		-	-	-	-	-	-
1.5.1. Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
1.5.2. Other endorsements		-	-	-	-	-	-
1.6. Underwriting commitments		-	-	-	-	-	-
1.7. Factoring related guarantees		-	-	-	-	-	-
1.8. Other guarantees		-	-	-	110.000	-	110.000
1.9. Other sureties		-	-	-	-	-	-
II. COMMITMENTS	(5.3.1)	17.058.808	7.559.455	24.618.263	14.325.782	3.577.545	17.903.327
2.1. Irrevocable commitments		17.058.808	7.558.820	24.617.628	14.325.782	3.576.891	17.902.673
2.1.1. Asset purchase and sale commitments		41.011	1.113.257	1.154.268	101.953	635.532	737.485
2.1.2. Deposit purchase and sale commitments		-	-	-	-	-	-
2.1.3. Share capital commitments to associates and subsidiaries		4.250	10.146	14.396	812	-	812
2.1.4. Loan granting commitments		3.134.818	2.321.053	5.455.871	2.787.561	1.535.359	4.322.920
2.1.5. Securities issuance brokerage commitments		-	-	-	-	-	-
2.1.6. Commitments for reserve deposit requirements		2.073.649	2.759.239	4.832.888	-	-	-
2.1.7. Commitments for cheque payments		1.521.016	-	1.521.016	1.356.364	-	1.356.364
2.1.8. Tax and fund obligations on export commitments		31.811	-	31.811	25.834	-	25.834
2.1.9. Commitments for credit card limits		8.988.043	-	8.988.043	8.789.048	-	8.789.048
2.1.10. Commitments for credit cards and banking services related promotions		-	-	-	-	-	-
2.1.11. Receivables from "short" sale commitments on securities		-	-	-	-	-	-
2.1.12. Payables from "short" sale commitments on securities		-	-	-	-	-	-
2.1.13. Other irrevocable commitments		1.264.210	1.355.125	2.619.335	1.264.210	1.406.000	2.670.210
2.2. Revocable commitments		-	635	635	-	654	654
2.2.1. Revocable loan granting commitments		-	-	-	-	-	-
2.2.2. Other revocable commitments		-	635	635	-	654	654
III. DERIVATIVE FINANCIAL INSTRUMENTS	(5.3.2)	16.183.204	24.057.934	40.241.138	12.842.739	24.446.572	37.289.311
3.1. Derivative financial instruments held for risk management		-	1.435	1.435	-	110.523	110.523
3.1.1. Fair value hedges		-	-	-	-	-	-
3.1.2. Cash flow hedges		-	1.435	1.435	-	110.523	110.523
3.1.3. Net foreign investment hedges		-	-	-	-	-	-
3.2. Trading derivatives		16.183.204	24.056.499	40.239.703	12.842.739	24.336.049	37.178.788
3.2.1. Forward foreign currency purchases/sales		2.455.773	3.009.570	5.465.343	1.842.879	2.509.939	4.352.818
3.2.1.1. Forward foreign currency purchases		1.242.340	1.469.425	2.711.765	835.846	1.346.064	2.181.910
3.2.1.2. Forward foreign currency sales		1.213.433	1.540.145	2.753.578	1.007.033	1.163.875	2.170.908
3.2.2. Currency and interest rate swaps		7.541.322	8.667.617	16.208.939	9.282.041	14.428.281	23.710.322
3.2.2.1. Currency swaps-purchases		3.083.064	5.129.373	8.212.437	5.342.075	6.590.355	11.932.430
3.2.2.2. Currency swaps-sales		4.458.258	3.438.244	7.894.826	3.939.966	7.799.523	11.739.489
3.2.2.3. Interest rate swaps-purchases		-	50.724	50.724	-	17.990	17.990
3.2.2.4. Interest rate swaps-sales		-	50.952	50.952	-	20.413	20.413
3.2.3. Currency, interest rate and security options		6.169.126	11.602.890	17.772.016	1.683.016	6.523.740	8.206.756
3.2.3.1. Currency call options		2.887.211	4.038.243	6.925.454	658.260	1.580.783	2.239.043
3.2.3.2. Currency put options		3.249.720	4.036.017	7.285.737	990.950	1.451.277	2.442.227
3.2.3.3. Interest rate call options		-	1.815.590	1.815.590	-	1.799.040	1.799.040
3.2.3.4. Interest rate put options		-	1.713.040	1.713.040	-	1.692.640	1.692.640
3.2.3.5. Security call options		19.982	-	19.982	33.806	-	33.806
3.2.3.6. Security put options		12.213	-	12.213	-	-	-
3.2.4. Currency futures		16.338	26.694	43.032	27.209	33.537	60.746
3.2.4.1. Currency futures-purchases		16.338	4.750	21.088	24.833	24.967	49.800
3.2.4.2. Currency futures-sales		-	21.944	21.944	2.376	8.570	10.946
3.2.5. Interest rate futures		-	9.523	9.523	-	-	-
3.2.5.1. Interest rate futures-purchases		-	5.860	5.860	-	-	-
3.2.5.2. Interest rate futures-sales		-	3.663	3.663	-	-	-
3.2.6. Others		645	740.205	740.850	7.594	840.552	848.146
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		178.850.961	117.797.922	296.648.883	149.828.729	108.222.111	258.050.840
IV. ITEMS HELD IN CUSTODY		47.846.338	15.239.220	63.085.558	38.828.829	15.588.198	54.417.027
4.1. Customers' securities held		25.653.950	3.783.988	29.437.938	18.299.861	3.913.486	22.213.347
4.2. Investment securities held in custody		15.162.377	804.063	15.966.440	13.804.387	932.508	14.736.895
4.3. Checks received for collection		5.015.483	795.510	5.810.993	4.869.700	895.721	5.765.421
4.4. Commercial notes received for collection		1.979.113	1.784.845	3.763.962	1.822.785	1.776.262	3.599.047
4.5. Other assets received for collection		11.840	7.627.908	7.639.748	9.649	7.665.813	7.675.462
4.6. Assets received through public offering		-	33.898	33.898	-	25.454	25.454
4.7. Other items under custody		23.575	409.004	432.579	22.447	378.954	401.401
4.8. Custodians		-	-	-	-	-	-
V. PLEDGED ITEMS		131.004.623	102.558.702	233.563.325	110.999.900	92.633.913	203.633.813
5.1. Securities		545.751	257	546.008	77.210	-	77.210
5.2. Guarantee notes		19.307.913	7.009.163	26.317.076	16.424.680	6.927.507	23.352.187
5.3. Commodities		-	-	-	157	-	157
5.4. Warranties		-	-	-	-	-	-
5.5. Real estates		25.278.212	23.960.606	49.238.818	19.469.018	20.275.144	39.744.162
5.6. Other pledged items		85.872.577	71.588.242	157.460.819	75.028.665	65.430.814	140.459.475
5.7. Pledged items-depository		170	434	604	170	448	618
VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES		-	-	-	-	-	-
TOTAL OFF-BALANCE SHEET ITEMS (A+B)		216.657.726	159.805.478	376.463.204	181.228.446	146.281.096	327.509.542

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

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi
Income Statement
For the Nine-Month Period Ended 30 September 2009

INCOME AND EXPENSE ITEMS	Footnotes	THOUSANDS OF TURKISH LIRA (TL)			
		CURRENT PERIOD 1 January 2009- 30 September 2009	PRIOR PERIOD 1 January 2008- 30 September 2008	CURRENT PERIOD 1 July 2009- 30 September 2009	PRIOR PERIOD 1 July 2008- 30 September 2008
I. INTEREST INCOME	(5.4.1)	7.910.698	6.575.827	2.505.454	2.371.720
1.1 Interest income on loans		4.632.043	4.066.630	1.434.051	1.439.576
1.2 Interest income on reserve deposits		122.421	154.037	33.701	55.668
1.3 Interest income on banks		148.083	200.011	52.570	65.179
1.4 Interest income on money market transactions		2.841	4.178	482	2.088
1.5 Interest income on securities portfolio		2.892.380	2.014.795	952.332	763.748
1.5.1 Trading financial assets		14.571	14.999	3.411	8.709
1.5.2 Financial assets valued at fair value through profit or loss		-	-	-	-
1.5.3 Financial assets available-for-sale		2.099.529	1.584.457	712.566	636.769
1.5.4 Investments held-to-maturity		778.280	415.339	236.355	118.270
1.6 Financial lease income		-	-	-	-
1.7 Other interest income		112.930	136.176	32.318	45.461
II. INTEREST EXPENSE	(5.4.2)	4.242.876	4.144.630	1.227.094	1.535.513
2.1 Interest on deposits		3.136.320	2.909.662	892.974	1.076.891
2.2 Interest on funds borrowed		501.141	504.714	166.773	167.737
2.3 Interest on money market transactions		602.159	724.519	167.049	289.563
2.4 Interest on securities issued		-	-	-	-
2.5 Other interest expenses		3.256	5.735	298	1.322
III. NET INTEREST INCOME (I - II)		3.667.822	2.431.197	1.278.360	836.207
IV. NET FEES AND COMMISSIONS INCOME		1.258.218	1.095.218	420.473	360.913
4.1 Fees and commissions received		1.595.645	1.435.360	529.900	496.781
4.1.1 Non-cash loans		125.953	82.643	42.337	28.104
4.1.2 Others		1.469.692	1.352.717	487.563	468.677
4.2 Fees and commissions paid		337.427	340.142	109.427	135.868
4.2.1 Non-cash loans		582	257	186	106
4.2.2 Others		336.845	339.885	109.241	135.762
V. DIVIDEND INCOME	(5.4.3)	78.918	75.518	1.193	1.386
VI. NET TRADING INCOME/LOSSES (Net)	(5.4.4)	806.164	114.959	83.771	4.987
6.1 Trading account income/losses		353.713	47.303	50.203	6.884
6.2 Income/losses from derivative financial instruments		356.865	212.471	(27.316)	237.966
6.3 Foreign exchange gains/losses		95.586	(144.815)	60.884	(239.863)
VII. OTHER OPERATING INCOME	(5.4.5)	104.520	254.552	25.128	25.466
VIII. TOTAL OPERATING PROFIT (III+IV+V+VI+VII)		5.915.642	3.971.444	1.808.925	1.228.959
IX. PROVISION FOR LOSSES ON LOANS AND OTHER RECEIVABLES (-)	(5.4.6)	1.415.353	319.384	343.789	93.888
X. OTHER OPERATING EXPENSES (-)	(5.4.7)	1.840.338	1.918.052	627.354	615.832
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		2.659.951	1.734.008	837.782	519.239
XII. INCOME RESULTED FROM MERGERS		-	-	-	-
XIII. INCOME/LOSS FROM INVESTMENTS UNDER EQUITY ACCOUNTING		-	-	-	-
XIV. GAIN/LOSS ON NET MONETARY POSITION		-	-	-	-
XV. OPERATING PROFIT/LOSS BEFORE TAXES (XI+XII+XIII+XIV)	(5.4.8)	2.659.951	1.734.008	837.782	519.239
XVI. PROVISION FOR TAXES (±)	(5.4.9)	577.378	333.500	171.069	114.000
16.1 Current tax charge		614.732	342.606	218.771	113.991
16.2 Deferred tax charge/(credit)		(37.354)	(9.106)	(47.702)	9
XVII. NET OPERATING PROFIT/LOSS AFTER TAXES (XV±XVI)	(5.4.10)	2.082.573	1.400.508	666.713	405.239
XVIII. INCOME FROM DISCONTINUED OPERATIONS		-	-	-	-
18.1 Income from assets held for sale		-	-	-	-
18.2 Income from sale of associates, subsidiaries and joint-ventures		-	-	-	-
18.3 Others		-	-	-	-
XIX. EXPENSES FROM DISCONTINUED OPERATIONS (-)		-	-	-	-
19.1 Expenses on assets held for sale		-	-	-	-
19.2 Expenses on sale of associates, subsidiaries and joint-ventures		-	-	-	-
19.3 Others		-	-	-	-
XX. PROFIT/LOSS BEFORE TAXES ON DISCONTINUED OPERATIONS (XVIII-XIX)	(5.4.8)	-	-	-	-
XXI. PROVISION FOR TAXES OF DISCONTINUED OPERATIONS (±)	(5.4.9)	-	-	-	-
21.1 Current tax charge		-	-	-	-
21.2 Deferred tax charge/(credit)		-	-	-	-
XXII. NET PROFIT/LOSS AFTER TAXES ON DISCONTINUED OPERATIONS (XX±XXI)	(5.4.10)	-	-	-	-
XXIII. NET PROFIT/LOSS (XVII+XXII)	(5.4.11)	2.082.573	1.400.508	666.713	405.239
EARNINGS PER SHARE (full YTL amount per YTL'000 face value each)		496	546	159	72

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

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi
Statement of Income/Expense Items Accounted under Shareholders' Equity
For the Nine-Month Period Ended 30 September 2009

INCOME AND EXPENSE ITEMS UNDER SHAREHOLDERS' EQUITY	THOUSANDS OF TURKISH LIRA (TL)	
	CURRENT PERIOD	PRIOR PERIOD
	30 September 2009	30 September 2008
I. MARKET VALUE GAINS ON AVAILABLE FOR SALE ASSETS ACCOUNTED UNDER "SECURITIES VALUE INCREASE FUND"	1.450.771	(249.285)
II. REVALUATION SURPLUS ON TANGIBLE ASSETS	-	-
III. REVALUATION SURPLUS ON INTANGIBLE ASSETS	-	-
IV. TRANSLATION DIFFERENCES FOR TRANSACTIONS IN FOREIGN CURRENCIES	717	12.033
V. GAIN/LOSS ON DERIVATIVE FINANCIAL ASSETS HELD FOR CASH FLOW HEDGES (effective portion)	(66.982)	(33.461)
VI. GAIN/LOSS ON DERIVATIVE FINANCIAL ASSETS HELD FOR HEDGES OF NET INVESTMENT IN FOREIGN OPERATIONS (effective portion)	-	(9.269)
VII. EFFECTS OF CHANGES IN ACCOUNTING POLICIES AND CORRECTIONS	-	-
VIII. OTHER INCOME/EXPENSE ITEMS ACCOUNTED UNDER SHAREHOLDERS' EQUITY AS PER TAS	(9.410)	33.995
IX. DEFERRED TAXES ON VALUE INCREASES/DECREASES	(285.581)	37.764
X. NET INCOME/EXPENSE ITEMS ACCOUNTED DIRECTLY UNDER SHAREHOLDERS' EQUITY (I+II+III+IV+V+VI+VII+VIII+IX)	1.089.515	(208.223)
XI. CURRENT PERIOD PROFIT/LOSSES	2.082.573	1.400.508
1.1 Net changes in fair value of securities (transferred to income statement)	114.463	54.000
1.2 Gains/losses on derivative financial assets held for cash flow hedges, reclassified and recorded in income statement	-	-
1.3 Gains/losses on hedges of net investment in foreign operations, reclassified and recorded in income statement	-	-
1.4 Others	1.968.110	1.346.508
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE CURRENT PERIOD (X+XI)	3.172.088	1.192.285

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

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi
Statement of Changes in Shareholders' Equity
For the Nine-Month Period Ended 30 September 2009

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	Footnotes	THOUSANDS OF TURKISH LIRA (YTL)															
		Paid-In Capital	Capital Reserves from Inflation Adj.s to Paid-In Capital	Share Premium	Share Cancellation Profits	Legal Reserves	Status Reserves	Extraordinary Reserves	Other Reserves	Current Period Net Profit/(Loss)	Prior Period Profit/(Loss)	Securities Value Increase Fund	Revaluation Surplus on Tangible and Intangible Assets	Bonus Shares of Equity Participations	Hedging Reserves	Accu. Rev. Surp. on Assets Held for Sale and Assets of Discont. Op.s	Total Shareholders' Equity
PRIOR PERIOD (30/9/2008)																	
I. Balances at beginning of the period		2.100.000	772.554	-	-	156.211	-	1.275.689	(1.715)	-	2.315.616	208.057	29.864	2.453	24.390	-	6.883.119
II. Correction made as per TAS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1. Effect of corrections		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2. Effect of changes in accounting policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted balances at beginning of the period (I+II)	(5.5)	2.100.000	772.554	-	-	156.211	-	1.275.689	(1.715)	-	2.315.616	208.057	29.864	2.453	24.390	-	6.883.119
Changes during the period																	
IV. Mergers		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Market value changes of securities		-	-	-	-	-	-	-	-	-	(177.525)	-	-	-	-	-	(177.525)
VI. Hedging reserves		-	-	-	-	-	-	-	-	-	-	-	(40.876)	-	(40.876)	-	(40.876)
6.1. Cash flow hedge		-	-	-	-	-	-	-	-	-	-	-	(33.461)	-	(33.461)	-	(33.461)
6.2. Hedge of net investment in foreign operations		-	-	-	-	-	-	-	-	-	-	-	(7.415)	-	(7.415)	-	(7.415)
VII. Revaluation surplus on tangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Revaluation surplus on intangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Bonus shares of associates, subsidiaries and joint-ventures		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Translation differences		-	-	-	-	146	-	-	2.617	-	7.415	-	-	-	-	-	10.178
XI. Changes resulted from disposal of assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Changes resulted from reclassification of assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Effect of change in equities of associates on bank's equity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Capital increase		2.100.000	-	11.880	-	-	-	-	-	-	-	-	-	-	-	-	2.111.880
14.1. Cash		2.100.000	-	11.880	-	-	-	-	0	-	-	-	-	-	-	-	2.111.880
14.2. Internal sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Share issuance		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Share cancellation profits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Capital reserves from inflation adjustments to paid-in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII. Others		-	-	-	-	-	-	(1.434.233)	-	-	-	-	-	-	-	-	(1.434.233)
XIX. Current period net profit/loss		-	-	-	-	-	-	-	-	1.400.508	-	-	-	-	-	-	1.400.508
XX. Profit distribution		-	-	-	-	115.781	-	1.629.268	3.341	-	(2.315.616)	-	567.226	-	-	-	-
20.1. Dividends		-	-	-	-	115.781	-	1.629.268	-	-	(1.745.049)	-	567.226	-	-	-	-
20.2. Transfers to reserves		-	-	-	-	-	-	-	-	-	(570.567)	-	-	-	-	-	-
20.3. Others		-	-	-	-	-	-	-	3.341	-	-	-	-	-	-	-	-
Balances at end of the period (III+IV+V+.....+XVIII+XIX+XX)		4.200.000	772.554	11.880	-	272.138	-	1.470.724	4.243	1.400.508	-	37.947	597.090	2.453	(16.486)	-	8.753.051
CURRENT PERIOD (30/9/2009)																	
I. Balances at beginning of the period		4.200.000	772.554	11.880	-	272.893	-	1.470.724	4.837	-	1.750.488	392.517	597.090	2.453	(6.362)	-	9.469.074
Changes during the period	(5.5)																
II. Mergers		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Market value changes of securities		-	-	-	-	-	-	-	-	-	1.156.178	-	-	-	-	-	1.156.178
IV. Hedging reserves		-	-	-	-	-	-	-	-	-	-	-	(67.380)	-	(67.380)	-	(67.380)
4.1. Cash flow hedge		-	-	-	-	-	-	-	-	-	-	-	(67.380)	-	(67.380)	-	(67.380)
4.2. Hedge of net investment in foreign operations		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Revaluation surplus on tangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation surplus on intangible assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus shares of associates, subsidiaries and joint-ventures		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Translation differences		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Changes resulted from disposal of assets		-	-	-	-	122	-	-	595	-	-	-	-	-	-	-	717
X. Changes resulted from reclassification of assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effect of change in equities of associates on bank's equity		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Capital increase		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1. Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2. Internal sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Share issuance		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Share cancellation profits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Capital reserves from inflation adjustments to paid-in capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Others		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Current period net profit/loss		-	-	-	-	-	-	-	-	2.082.573	-	-	-	-	-	-	2.082.573
XVIII. Profit distribution		-	-	-	-	94.024	-	1.377.040	3.320	-	(1.750.488)	-	1.104	-	-	-	(275.000)
18.1. Dividends		-	-	-	-	6.500	-	(281.500)	-	-	-	-	-	-	-	-	(275.000)
18.2. Transfers to reserves		-	-	-	-	87.524	-	1.658.540	-	-	(1.746.064)	-	1.104	-	-	-	-
18.3. Others		-	-	-	-	-	-	-	3.320	-	(4.424)	-	-	-	-	-	-
Balances at end of the period (I+II+III+.....+XVI+XVII+XVIII)		4.200.000	772.554	11.880	-	367.039	-	2.847.764	8.752	2.082.573	-	1.548.695	598.194	2.453	(73.742)	-	12.366.162

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi
Statement of Cash Flows
For the Nine-Month Period Ended 30 September 2009

STATEMENT OF CASH FLOWS	Footnotes	THOUSANDS OF TURKISH LIRA (TL)	
		CURRENT PERIOD	PRIOR PERIOD
		30 September 2009	30 September 2008
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating profit before changes in operating assets and liabilities		3.197.224	1.664.458
1.1.1 Interests received		8.467.446	6.469.343
1.1.2 Interests paid		(4.470.734)	(3.964.848)
1.1.3 Dividend received		78.918	75.518
1.1.4 Fees and commissions received		1.724.714	1.536.465
1.1.5 Other income		375.686	106.293
1.1.6 Collections from previously written-off loans and other receivable:		28.107	18.014
1.1.7 Payments to personnel and service suppliers		(1.425.030)	(1.373.023)
1.1.8 Taxes paid		(635.996)	(164.478)
1.1.9 Others	(5.6)	(945.887)	(1.038.826)
1.2 Changes in operating assets and liabilities		3.736.568	1.999.370
1.2.1 Net (increase) decrease in financial assets held for trading		(93.331)	8.586
1.2.2 Net (increase) decrease in financial assets valued at fair value through profit or loss		-	-
1.2.3 Net (increase) decrease in due from banks		(3.083.887)	(730.690)
1.2.4 Net (increase) decrease in loans		(676.002)	(8.978.812)
1.2.5 Net (increase) decrease in other assets		115.201	3.042.546
1.2.6 Net increase (decrease) in bank deposits		909.126	(108.021)
1.2.7 Net increase (decrease) in other deposits		4.631.080	8.945.199
1.2.8 Net increase (decrease) in funds borrowed		1.538.857	1.483.899
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities	(5.6)	395.524	(1.663.337)
I. Net cash flow from banking operations		6.933.792	3.663.828
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net cash flow from investing activities		(4.595.152)	(3.999.321)
2.1 Cash paid for purchase of associates, subsidiaries and joint-ventures		(562)	-
2.2 Cash obtained from sale of associates, subsidiaries and joint-ventures		-	-
2.3 Purchases of tangible assets		(180.710)	(187.575)
2.4 Sales of tangible assets		40.434	97.983
2.5 Cash paid for purchase of financial assets available-for-sale		(13.221.833)	(8.437.361)
2.6 Cash obtained from sale of financial assets available-for-sale		8.505.646	4.136.463
2.7 Cash paid for purchase of investments held-to-maturity		(927.839)	-
2.8 Cash obtained from sale of investments held-to-maturity		1.189.712	391.169
2.9 Others	(5.6)	-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net cash flow from financing activities		(304.847)	611.205
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		-	2.111.880
3.4 Dividends paid		(275.000)	-
3.5 Payments for financial leases		(29.847)	(66.442)
3.6 Others (payments for founder shares repurchased)	(5.6)	-	(1.434.233)
IV. Effect of change in foreign exchange rate on cash and cash equivalents	(5.6)	(64.856)	157.347
V. Net increase/(decrease) in cash and cash equivalents		1.968.937	433.059
VI. Cash and cash equivalents at beginning of period		5.031.725	3.417.495
VII. Cash and cash equivalents at end of period		7.000.662	3.850.554

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

3 Accounting policies

3.1 Basis of presentation

As per the Article 37 of “Accounting and Recording Rules” of the Turkish Banking Law No 5411 published on the Official Gazette no.25983 dated 1 November 2005 and became effective, the Bank keeps its accounting records and prepares its unconsolidated financial statements and the related footnotes in accordance with accounting and valuation standards described in “Regulation on Accounting Applications for Banks and Safeguarding of Documents” published by the Banking Regulatory and Supervisory Agency (BRSA) and in effect since 1 November 2006, Turkish Accounting Standards (TAS), Turkish Financial Reporting Standards (TFRS) and the related statements and guidances.

The accompanying unconsolidated financial statements are prepared in accordance with the historical cost basis except for the securities at fair value through profit or loss, securities available for sale, investments in associates and subsidiaries that are quoted on the stock exchanges and assets held for sale which are presented on a fair value basis.

The accounting policies and the valuation principles applied in the preparation of the accompanying financial statements are explained in Notes 3.2 to 3.24.

3.1.1 Additional paragraph for convenience 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.

3.2 Strategy for the use of financial instruments and foreign currency transactions

3.2.1 Strategy for the use of financial instruments

The liability side of the Bank’s balance sheet is intensively composed of short-term deposits in line with the general trend in the banking sector. In addition to deposits, the Bank has access to longer-term borrowings via the foreign currency borrowings from abroad.

In order to manage the interest rate risk arising from short-term deposits, the Bank is keen on maintaining floating rate instruments such as government bonds with quarterly coupon payments and instruments like credit cards and consumer loans providing regular cash inflows.

The fundamental strategy to manage the liquidity risk is to expand the deposit base through customer-oriented banking philosophy, and to increase customer transactions and retention rates. The Bank’s widespread and effective branch network, advantage of primary dealership and strong market share in the treasury and capital markets, are the most effective tools in the realisation of this strategy. For this purpose, serving customers by introducing new products and services continuously and reaching the customers satisfaction are very important.

Another influential factor in management of interest and liquidity risks on balance sheet is product diversification both on asset and liability sides.

Exchange rate risk, interest rate risk and liquidity risk are controlled and measured by various risk management systems instantly, and the balance sheet is managed under the limits set by these systems and the limits legally required. Asset-liability management and value at risk models, stress tests and scenario analysis are used for this purpose.

Purchase and sale of short and long-term financial instruments are allowed within the pre-determined limits to generate risk-free return on capital.

The foreign currency position is controlled by the equilibrium of a currency basket to eliminate the foreign exchange risk.

3.2.2 Foreign currency transactions

Foreign exchange gains and losses arising from foreign currency transactions are recorded at transaction dates. At the end of the periods, foreign currency assets and liabilities evaluated with the Bank's spot purchase rates and the differences are recorded as foreign exchange gain or loss in the income statement.

The Bank had applied net investment hedge accounting for the exchange rate differences on the net investment risks on its foreign affiliates and its related financial liabilities in foreign currencies in the previous periods. The Bank prospectively discontinued this application as of 1 January 2009 within the framework of TFRIC 16 – Comment on Hedges of a Net Investment in a Foreign Operation, published in the Official Gazette dated 8 January 2009, no. 27104. The Bank started to apply fair value hedge accounting as at 1 January 2009 by designating the exchange rate risk of these foreign investments that are recognized under fair value accounting as hedged item, in compliance with “TAS 39 *Financial Instruments: Recognition and Measurement*”. Accordingly, the effective portion of the foreign exchange differences is recorded under income statement in the current period.

In the currency conversion of the financial statements of the Bank's foreign branches, the Bank's spot purchase rates are used for balance sheet items and average foreign currency rates for income statement. All foreign currency differences arising from this conversion, are classified as “other profit reserves” under the shareholders' equity.

3.3 Investments in associates and subsidiaries

The unconsolidated investments in associates and subsidiaries are accounted in accordance with the Turkish Accounting Standard 39 (TAS 39) “Financial Instruments: Recognition and Measurement”. Investments in companies quoted in organized markets and for which their fair values can be reliably determined, are valued at their fair values. Others are valued at costs reduced by provisions for impairment losses, if any, in the accompanying financial statements.

3.4 Forwards, options and other derivative transactions

The derivative transactions mainly consist of foreign currency and interest rate swaps, foreign currency options and forward foreign currency purchase/sale contracts. There are no embedded derivatives.

According to the Turkish Accounting Standard 39 (TAS 39) “Financial Instruments: Recognition and Measurement”; forward foreign currency purchases/sales, swaps, options and futures are classified “hedging purposes” and “trading purposes”. Derivatives are initially recorded in off-balance sheet accounts at their purchase costs including the transaction costs. Subsequently, the derivative transactions are valued at their fair values and the changes in their fair values are recorded on balance sheet under “derivative financial assets” or “derivative financial liabilities”, respectively. Subsequent fair value changes for trading derivatives are recorded under income statement. Whereas, the effective portions of hedging derivatives are recorded under shareholders' equity while their ineffective portions are posted through income statement.

The spot legs of currency swap transactions are recorded on the balance sheet and the forward legs in the off-balance sheet accounts.

3.5 Interest income and expenses

Interests are recorded according to the effective interest rate method (rate equal to the rate in calculation of present value of future cash flows of financial assets or liabilities) defined in the Turkish Accounting Standard 39 (TAS 39) “Financial Instruments: Recognition and Measurement”.

In case of an interest accrued on a security before its acquisition, the collected interest is divided into two parts as interest before and after the acquisition and only the interest of the period after the acquisition is recorded as interest income in the financial statements.

The accrued interest income on non-performing loans are reversed and subsequently recognised as interest income only when collected.

3.6 Fees and commissions

Fees and commissions received and paid, and other fees and commissions paid to financial institutions are calculated according to either accrual basis of accounting or effective interest rate method depending on nature of fees and commissions, incomes derived from agreements and asset purchases from third parties are recognized as income when realized.

3.7 Financial assets

3.7.1 Financial assets at fair value through profit or loss

Such assets are valued at their fair values and gain/loss arising is recorded in the income statement. Interest income earned on trading securities and the difference between their acquisition costs and fair values are recorded as interest income in the income statement. In case of sales of such securities before their maturity, the gains/losses on such sales are recorded under trading income/losses.

3.7.2 Investments held-to-maturity, financial assets available-for-sale and loans and receivables

Financial assets are initially recorded at their purchase costs including the transaction costs.

Investments held-to-maturity are financial assets with fixed maturities and pre-determined payment schedules that the Bank has the intent and ability to hold until maturity, excluding loans and receivables.

There are no financial assets that are not allowed to be classified as investments held-to-maturity for two years due to the tainting rules applied for the breach of classification rules.

Investments held-to-maturity are measured at amortized costs using internal rate of return after deducting impairments, if any.

Assets available-for-sale, are financial assets other than assets held for trading purposes, investments held-to-maturity and loans and receivables.

Financial assets available-for-sale are measured at their fair values subsequently. However, assets for which fair values could not be determined reliably are valued using discounting method with internal rate of return for the ones with a fixed maturity; and using valuation models or discounted cash flow techniques for the ones which do not have a fixed maturity. Unrecognised gain/losses derived from the difference between their fair value and the discounted values are recorded in “securities value increase fund” under the shareholders’ equity. In case of sales, the realized gain/losses are recognized directly in the income statement.

Government bonds indexed to consumer price index and issued on 21 February 2007 and 20 August 2008 are for five-year maturity and with fixed real coupon rates of 5% and 6% semiannually. As per the statement made by the Turkish Treasury on the date of issuance, such securities are valued taking into account the difference between the reference index at the issue date and the reference index at the balance sheet date to reflect the effects of inflation.

Purchase and sale transactions of securities are accounted at delivery dates.

Loans and receivables are financial assets raised by the Bank providing money, commodity and services to debtors.

Loans are financial assets with fixed or determinable payments and not quoted in an active market.

Loans and receivables are recognized at cost and measured at amortized cost using the effective interest method. Duties paid, transaction expenditures and other similar expenses on assets received against such risks are considered as a part of transaction cost and charged to customers.

3.8 Impairment of financial assets

Financial asset or group of financial assets are reviewed at each balance sheet date to determine whether there is objective evidence of impairment. If any such indication exists, the Bank estimates the amount of impairment.

Impairment loss incurs if, and only if, there is an objective evidence that the expected future cash flows of financial asset or group of financial assets are adversely effected by an event(s) (“loss event(s)”) incurred subsequent to recognition. The losses expected to incur due to future events are not recognized even if the probability of loss is high.

If there is an objective evidence that certain loans will not be collected, for such loans; the Bank provides specific and general allowances for loan and other receivables classified in accordance with the Regulation on Identification of and Provision against Non-Performing Loans and Other Receivables published on the Official Gazette no.2633 dated 1 November 2006. The allowances are recorded in the income statement of the related period.

3.9 Netting of financial instruments

In cases where the fair values of trading securities, securities available-for-sale, securities quoted at the stock exchanges, associates and subsidiaries are less than their carrying values, a provision for impairment is allocated, and the net value is shown on the balance sheet.

The Bank provides specific allowances for loan and other receivables in accordance with the Regulation on Identification of and Provision against Non-Performing Loans and Other Receivables. The allowances are recorded under “loans” as negative balances on the asset side.

Otherwise, the financial assets and liabilities are netted off only when there is a legal right to do so.

3.10 Repurchase and resale agreements and securities lending

Securities sold under repurchase agreements are recorded on the balance sheet in compliance with the Uniform Chart of Accounts. Accordingly, government bonds and treasury bills sold to customers under repurchase agreements are classified as “Investments Subject to Repurchase Agreements” and valued based on the Bank management’s future intentions, either at market prices or using discounting method with internal rate of return. The funds received through repurchase agreements are classified separately under liability accounts and the related interest expenses are accounted on an accrual basis.

Securities purchased under resale agreements are classified under “interbank money markets” separately. An income accrual is accounted for the positive difference between the purchase and resale prices earned during the period.

3.11 Assets held for sale and discontinued operations

A tangible asset (or a disposal group) classified as “asset held for sale” is measured at lower of carrying value or fair value less costs to sell. An asset (or a disposal group) is regarded as “asset held for sale” only when the sale is highly probable and the asset (disposal group) is available for immediate sale in its present condition. For a highly probable sale, there must be a valid plan prepared by the management for the sale of asset including identification of possible buyers and completion of sale process. Furthermore, the asset should be actively in the market at a price consistent with its fair value.

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

3.12 Goodwill and other intangible assets

The Bank’s intangible assets consist of softwares, intangible rights and pre-operating expenses.

Goodwill and other intangible assets are recorded at cost in compliance with the Turkish Accounting Standard 38 (TAS 38) “Intangible Assets”.

The costs of the intangible assets purchased before 31 December 2004 are restated from the purchasing dates to 31 December 2004, the date the hyperinflationary period is considered to be ended. The intangible assets purchased after this date are recorded at their historical costs. Assets purchased before 2005 are amortised over their estimated useful lives on a straight-line basis. Since 1 January 2005, newly purchased assets are amortised based on the declining balance which is one of the accelerated amortisation methods.

Estimated useful lives of the Bank’s intangible assets are 5-15 years, and amortisation rates are 6.67-20%.

If there is objective evidence of impairment, the asset’s recoverable amount is estimated in accordance with the Turkish Accounting Standard 36 (TAS 36) “Impairment of Assets” and if the recoverable amount is less than the carrying value of the related asset, a provision for impairment loss is made.

3.13 Tangible assets

The cost of the tangible assets purchased before 31 December 2004 are restated from the purchasing dates to 31 December 2004, the date the hyperinflationary period is considered to be ended. The tangible assets purchased after this date are recorded at their historical costs.

Tangible assets are recorded at cost in compliance with the Turkish Accounting Standard 16 (TAS 16) “Tangible Assets”.

If there is objective evidence of impairment, the asset’s recoverable amount is estimated in accordance with the Turkish Accounting Standard 36 (TAS 36) “Impairment of Assets” and if the recoverable amount is less than the carrying value of the related asset, a provision for impairment loss is made.

Gains/losses arising from the disposal of the tangible assets are calculated as the difference between the net book value and the net sales price.

Maintenance and repair costs incurred for tangible assets, are recorded as expense.

There are no restrictions such as pledges, mortgages or any other restriction on tangible assets.

There are no changes in the accounting estimates that are expected to have an impact in the current or subsequent periods.

The depreciation rates and the estimated useful lives of tangible assets are:

Tangible assets	Estimated useful lives (years)	Depreciation Rates (%) from 1 January 2005	Depreciation Rates (%) before 1 January 2005
Buildings	50	4	2
Vaults	20-50	4-10	2-5
Motor vehicles	5-7	30-40	15-20
Other tangible assets	4-20	10-50	5-25

Tangible assets purchased before 2005 are depreciated over their estimated useful lives on a straight-line basis from the date of their acquisition. Since 1 January 2005, newly purchased tangible assets are depreciated based on the declining balance which is one of the accelerated depreciation methods.

The depreciation of an asset held for a period less than a full financial year is calculated as a proportion of the full year depreciation charge from the date of acquisition to the financial year end.

3.14 Leasing activities

The maximum period of the leasing agreements is 4 years. Leased assets are recognized by recording an asset or a liability. In the determination of the related asset and liability amounts, the lower of the fair value of the leased asset and the present value of leasing payments is considered. Financial costs on leasing agreements are expanded in lease periods at a fixed interest rate.

In cases where leased assets are impaired or the expected future benefits of the assets are less than their book values, the book values of such leased assets are reduced to their net realizable values. Depreciation for assets acquired through financial leases is calculated consistently with the same principle as for the tangible assets.

In operating leases, the rent payments are charged to the statement of operations in equal installments.

3.15 Provisions and contingent liabilities

In the financial statements, a provision is made for an existing commitment resulted from past events if it is probable that the commitment will be settled and a reliable estimate can be made of the amount of the obligation. Provisions are calculated based on the best estimates of management on the expenses to incur as of the balance sheet date and, if material, such expenses are discounted for their present values. If the amount is not reliably estimated and there is no probability of cash outflow from the Bank to settle the liability, the related liability is considered as “contingent” and disclosed in the notes to the financial statements.

Provisions made during the period are recorded under “provision for losses on loans and other receivables”; provisions that were booked in the prior periods and released in the current year are recorded under “other operating income”.

3.16 Contingent assets

The contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the Bank. If an inflow of economic benefits to the Bank has become probable, then the contingent asset is disclosed in the footnotes to the financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the financial statements of the period in which the change occurs.

3.17 Liabilities for employee benefits

Severance Indemnities and Short-Term Employee Benefits

As per the existing labour law in Turkey, the Bank is required to pay certain amounts to the employees retired or fired except for resignations or misbehaviours specified in the Turkish Labour Law.

Accordingly, the Bank reserved for employee severance indemnities in the accompanying financial statements using actuarial method in compliance with the Turkish Accounting Standard 19 (TAS 19) “Employee Benefits” for all its employees who retired or whose employment is terminated, called up for military service or died. The major actuarial assumptions used in the calculation of the total liability are as follows:

	30 September 2009	31 December 2008
Discount rate	6.26%	6.26%
Interest rate	12.00%	12.00%
Expected rate of salary/limit increase	5.40%	5.40%
Estimated employee turnover rate	6.55%	6.55%

The Bank provided for undiscounted short-term employee benefits earned during the financial periods as per services rendered in compliance with TAS 19.

Retirement Benefit Obligations

A defined benefit plan is a pension plan that defines an amount of pension benefit that an employee (and his/her dependents) will receive on retirement.

The Bank’s defined benefit plan (the “Plan”) is managed by “Türkiye Garanti Bankası Anonim Şirketi Memur ve Müstahdemleri Emekli ve Yardım Sandığı Vakfı” (the Fund) established as per the provisional article 20 of the Social Security Law no.506 and the Bank’s employees are the members of this Fund.

The Plan is funded through contributions of both by the employees and the employer as required by Social Security Law numbered 506 and these contributions are as follows:

	30 September 2009	
	Employer	Employee
Pension contributions	15.5%	10.0%
Medical benefit contributions	6.0%	5.0%

The Plan is composed of a) the contractual benefits of the employees, which are subject to transfer to Social Security Foundation (“SSF”) as per the Social Security Law no.5754 (“the Law”), and b) other social rights and medical benefits provided by the Bank but not transferable to SSF.

a) Benefits transferable to SSF

The first paragraph of the provisional article 23 of Banking Law No.5411, published in the Official Gazette at 1 November 2005, which requires the transfer of the members of the funds subject to the provisional article 20 of the Social Security Law no.506, and the persons who are paid under insurance coverage for disablement, old-age and mortality and their right-holders to the SSF within three years following the effective date of the related article was cancelled with the decision of the Constitutional Court dated 22 March 2007, numbered 2007/33. The reasoned ruling regarding the cancellation of the Constitutional Court was published in the Official Gazette numbered 26731, dated 15 December 2007. The Constitutional Court stated that the reason behind this cancellation was the possible loss of antecedent rights of the fund members.

Following the publication of the verdict, the Turkish Grand National Assembly (“Turkish Parliament”) started to work on the new legal arrangements by taking the cancellation reasoning into account and the articles of the Law regulating the principles related with such transfers were accepted and approved by Turkish Parliament at 17 April 2008, and enacted at 8 May 2008 after being published in the Official Gazette no.26870.

As per the Law, the present value of post-employment benefits as at the transfer date for the fund members to be transferred, will be calculated by a commission composing from the representatives of the SSF, the Ministry of Finance, the Undersecretariat of Treasury, the Undersecretariat of State Planning Organisation, the BRSA, the SDIF, the banks and the funds, by using a technical discount rate of 9.80% taking into account the funds’ income and expenses as per insurance classes and the transferable contributions and payments of the funds including any salary and income differences paid by the funds above the limits of SSF for such payments. The transfers will take place within three-year period starting from 1 January 2008.

At 19 June 2008, Cumhuriyet Halk Partisi (“CHP”) is applied to the Constitutional Court for the cancellation of various articles of the Law including the first paragraph of the provisional Article 20. As of the issuing date of the financial statements, there is not any published ruling of the Constitutional Court.

b) Other benefits not transferable to SSF

Other social rights and payments provided in the existing trust indenture but not covered through the transfer of the funds’ members and their right-holders to the SSF, are to be covered by the funds and the institutions that employ the funds’ members.

3.18 Taxation

3.18.1 Corporate tax

Effective from 1 January 2006, statutory income is subject to corporate tax at 20%. This rate is applied to accounting income modified for certain exemptions (like dividend income) and deductions (like investment incentives), and additions for certain non-tax deductible expenses and allowances for tax purposes. If there is no dividend distribution planned, no further tax charges are made.

Dividends paid to the resident institutions and the institutions working through local offices or representatives are not subject to withholding tax. As per the decision no.2006/10731 of the Council of Ministers published in the Official Gazette no.26237 dated 23 July 2006, certain duty rates included in the articles no.15 and 30 of the new Corporate Tax Law no.5520 are revised. Accordingly, the withholding tax rate on the dividend payments other than the ones paid to the nonresident 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 nonresident 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 prepayments can be deducted from the annual corporate tax calculated for the whole year earnings.

In accordance with the tax legislation, tax losses can be carried forward to offset against future taxable income for up to five years. Tax losses cannot be carried back to offset profits from previous periods.

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 returns are open 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.

The tax applications for foreign branches;

NORTHERN CYPRUS

According to the Corporate Tax Law of the Turkish Republic of Northern Cyprus no.41/1976 as amended, the corporate earnings (including foreign corporations) are subject to a 10% corporate tax. This tax is calculated based on the income that the taxpayers earn in an accounting period. Tax base is determined by modifying accounting income for certain exclusions and allowances for tax purposes. The corporations cannot benefit from the rights of offsetting losses, investment incentives and amortisation unless they prepare and have certified their balance sheets, income statements and accounting records used for tax calculations by an auditor authorized by the Ministry of Finance. In cases where it is revealed that the earnings of a corporation were not subject to taxation in prior years or the tax paid on such earnings are understated, additional taxes can be charged in the next twelve years following that the related taxation period. The corporate tax returns are filed in the tax administration office in April after following the end of the accounting year to which they relate. The corporate taxes are paid in two equal installments in May and October.

MALTA

The corporate earnings are subjected to a 35% corporate tax. This rate is determined by modifying accounting income for certain exclusions and allowances for tax purposes. The earnings of the foreign corporations' branches in Malta are also subject to the same tax rate that the resident corporations in Malta are subject to. The earnings of such branches that are transferred to their head offices are not subject to an additional tax. The prepaid taxes are paid in April, August and December in the related years. The prepayments can be deducted from the annual corporate tax calculated for the whole year earnings. The excess part of the corporate tax that is not covered by such prepayments is paid to the tax office in September.

LUXEMBOURG

The corporate earnings are subjected to a 21% corporate tax. This rate is determined by modifying accounting income for certain exclusions and allowances for tax purposes. An additional 4% of the calculated corporate tax is paid as a contribution for unemployment insurance fund. The municipality commerce tax, which is set as 3% of the taxable income, can be increased up to 225% by the authorization of the municipalities. This rate is 6.75% in the municipality where the Bank's Luxembourg branch operates. The tax returns are examined by the authorized bodies and in case of detected mistakes, the amount of the taxes to be paid, is revised. The amounts and the payment dates of prepaid taxes are determined and declared by the tax office at the beginning of the taxation period. The corporations whose head offices are outside Luxembourg, are allowed to transfer the rest of their net income after tax following the allocation of 5% of it for legal reserves, to their head offices.

3.18.2 Deferred taxes

According to the Turkish Accounting Standard 12 (TAS 12) “Income Taxes”; deferred tax assets and liabilities are recognized, using the balance sheet method, on all taxable temporary differences arising between the carrying values of assets and liabilities in the financial statements and their corresponding balances considered in the calculation of the tax base, 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 income statement, then the related tax effects are also recognized in the income statement. 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 deferred tax assets and liabilities are reported as net in the financial statements.

3.18.3 Transfer pricing

The article no.13 of the Corporate Tax Law describes the issue of transfer pricing under the title of “disguised profit distribution” by way of transfer pricing. “The General Communiqué on Disguised Profit Distribution by Way of Transfer Pricing” published at 18 November 2007, explains the application related issues on this topic.

According to this communiqué, if the taxpayers conduct transactions like purchase and sale of goods or services with the related parties where the prices are not determined according to the arm’s length principle, then it will be concluded that there is a disguised profit distribution by way of transfer pricing. Such disguised profit distributions will not be deducted from the corporate tax base for tax purposes.

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

3.19 Funds borrowed

The Bank generates funds from domestic and foreign sources when this is necessary. The funds borrowed from foreign sources are mainly in the form of syndications and securitizations. The funds borrowed received are recorded at their purchase costs and discounted by using the internal rate of return.

There are no convertible bonds or any other securities issued.

3.20 Shares and share issuances

None.

3.21 Confirmed bills of exchange and acceptances

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

3.22 Government incentives

As of 30 September 2009, the Bank does not have any government incentives or aids.

3.23 Segment reporting

The Bank operates in corporate, commercial, retail and investment banking business lines. Accordingly, the banking products served to customers are; custody services, time and demand deposits, accumulating deposit accounts, repos, overdraft facilities, spot loans, foreign currency indexed loans, consumer loans, automobile and housing loans, working capital loans, discounted bills, gold loans, foreign currency loans, eximbank loans, pre-export loans, ECA covered financing, letters of guarantee, letters of credit, export factoring, acceptance credits, draft facilities, forfaiting, leasing, insurance, forward, futures, salary payments, investment account (ELMA), cheques, safety boxes, bill payments, tax collections, payment orders. GarantiCard, BonusCard, Shop&Miles, BusinessCard under the brand name of Visa and Mastercard, and also American Express credit cards and Maestro ve Electron Garanti24 cards are available.

The Bank provides service packages to its corporate, commercial and retail customers including deposit, loans, foreign trade transactions, investment products, cash management, leasing, factoring, insurance, credit cards, and other banking products. A customer-oriented branch network has been built in order to serve customers' needs effectively and efficiently. The Bank also utilizes alternative delivery channels intensively.

The Bank provides corporate banking products to international and national holdings in Turkey by coordinating regional offices, suppliers and intermediaries, utilizing cross-selling techniques. Mainly, it provides services through its commercial and mixed type of branches to export-revenue earning sectors like tourism and textile and exporters of Turkey's traditional agricultural products.

Additionally, the Bank provides "small business" banking service to enterprises in retail and service sectors. Products include overdraft accounts, POS machines, credit cards, cheque books, TL and foreign currency deposits, investment accounts, internet banking and call-center, debit card and bill payment.

Retail banking customers form a wide-spread and sustainable deposit base for the Bank. Individual customers' needs are met by diversified consumer banking products through branches and alternative delivery channels.

Information on the business segments is as follows as of 30 September 2009:

Current Period	Retail Banking	Corporate Banking	Investment Banking	Other	Total Operations
Total Operating Profit	1,912,591	1,837,407	1,830,805	255,921	5,836,724
Other	-	-	-	-	-
Total Operating Profit	1,912,591	1,837,407	1,830,805	255,921	5,836,724
Net Operating Profit	942,108	1,242,915	1,751,025	(1,355,015)	2,581,033
Income from Associates, Subsidiaries and Joint-Ventures	-	-	-	78,918	78,918
Net Operating Profit	942,108	1,242,915	1,751,025	(1,276,097)	2,659,951
Provision for Taxes	-	-	-	(577,378)	(577,378)
Net Profit	942,108	1,242,915	1,751,025	(1,853,475)	2,082,573
Segment Assets	16,711,162	33,433,204	47,366,080	2,389,418	99,899,864
Investments in Associates, Subsidiaries and Joint-Ventures	-	-	-	911,145	911,145
Undistributed Items	-	-	-	-	-
Total Assets	16,711,162	33,433,204	47,366,080	3,300,563	100,811,009
Segment Liabilities	35,051,035	23,155,976	28,191,523	2,046,313	88,444,847
Shareholders' Equity	-	-	-	12,366,162	12,366,162
Undistributed Items	-	-	-	-	-
Total Liabilities and Shareholders' Equity	35,051,035	23,155,976	28,191,523	14,412,475	100,811,009
Other Segment Items					
Capital Expenditure	-	-	-	157,790	157,790
Depreciation Expenses	-	-	-	128,862	128,862
Impairment Losses	-	-	59	1,415,294	1,415,353
Other Non-Cash Income/Expenses	2,593	(88,806)	1,075,929	18,546	1,008,262
Restructuring Costs	-	-	-	-	-

3.24 Other disclosures

None.

4 Financial position and results of operations

4.1 Capital adequacy ratio

The Bank's unconsolidated capital adequacy ratio is 18.81%.

4.1.1 Risk measurement methods in calculation of capital adequacy ratio

Capital adequacy ratio is calculated within the scope of the "Regulation regarding Measurement and Assessment of Capital Adequacy Ratios of Banks" published in Official Gazette no.26333 dated 1 November 2006.

In calculation of capital adequacy ratio, the accounting records prepared in compliance with the current legislation are used.

The items deducted from the capital base are not included in the calculation of risk weighted assets, non-cash loans and commitments. In calculation of risk weighted assets, impairments, depreciation and amortisation, and provisions are considered as deduction items.

In the calculation of their risk-based values, non-cash loans are weighted after netting with specific provisions that are classified under liabilities and calculated based on the "Regulation on Identification of and Provision against Non-Performing Loans and Other Receivables". The net amounts are then multiplied by the rates stated in the Article 5 of "Regulation regarding Measurement and Assessment of Capital Adequacy Ratios of Banks".

In the calculation of the risk based values of the derivative financial instruments, such instruments are weighted and classified according to the related risk groups after being multiplied by the rates stated in the Article 5 of "Regulation regarding Measurement and Assessment of Capital Adequacy Ratios of Banks".

The credit derivative contracts are included in the calculation of the value at credit risk and of the capital requirement for general market risk and specific risk in accordance with the principles in "Regulation on Taking Credit Derivatives into Consideration for Calculation of Capital Adequacy Ratio according to the Standard Method".

4.1.2 Capital adequacy ratio

	Risk Weightings						
	0%	10%	20%	50%	100%	150%	200%
Value at Credit Risk							
Balance Sheet Items (Net)	21,291,747	-	2,850,985	12,364,294	38,361,448	360,554	13,497
Cash on Hand	503,985	-	725	-	-	-	-
Securities in Redemption	-	-	-	-	-	-	-
Balances with the Central Bank of Turkey	5,832,484	-	-	-	-	-	-
Domestic and Foreign Banks, Foreign Headoffices and Branches	2,726,710	-	2,380,540	-	2,100,315	-	-
Interbank Money Market Placements	30,000	-	-	-	-	-	-
Receivables from Reverse Repurchase Agreements	-	-	-	-	-	-	-
Reserve Deposits	1,895,857	-	-	-	-	-	-
Loans	2,986,586	-	257,087	12,148,826	33,118,532	360,554	13,497
Loans under Follow-Up (Net)	-	-	-	-	390,014	-	-
Lease Receivables	-	-	-	-	-	-	-
Financial Assets Available-for-Sale	-	-	-	-	-	-	-
Investments Held-to-Maturity	7,030,656	-	-	-	-	-	-
Receivables from Term Sale of Assets	-	-	-	-	26,805	-	-
Miscellaneous Receivables	71,582	-	-	-	83,588	-	-
Accrued Interest and Income	161,541	-	15,676	215,468	673,819	-	-
Investments in Associates, Subsidiaries and Joint-Ventures (Net)	-	-	-	-	898,035	-	-
Tangible Assets (Net)	-	-	-	-	1,005,181	-	-
Other Assets	52,346	-	196,957	-	65,159	-	-
Off-Balance Sheet Items	1,645,293	-	1,102,127	773,116	9,945,984	-	-
Non-Cash Loans and Commitments	1,645,293	-	792,437	773,116	9,857,421	-	-
Derivative Financial Instruments	-	-	309,690	-	88,563	-	-
Non-Risk-Weighted Accounts	-	-	-	-	-	-	-
Total Risk-Weighted Assets	22,937,040	-	3,953,112	13,137,410	48,307,432	360,554	13,497

4.1.3 Summary information related to capital adequacy ratio

	Current Period	Prior Period
Value at Credit Risk (VaCR)	56,234,584	53,973,934
Value at Market Risk (VaMR)	4,223,400	2,523,750
Value at Operational Risk (VaOR)	7,212,178	5,766,996
Shareholders' Equity	12,727,459	10,047,717
Shareholders' Equity/ (VaCR+VaMR+VaOR)*100	18.81%	16.14%

4.1.4 Components of shareholders' equity items

	Current Period	Prior Period
CORE CAPITAL		
Paid-in Capital	4,200,000	4,200,000
Nominal Capital	4,200,000	4,200,000
Capital Commitments (-)	-	-
Capital Reserves from Inflation Adjustments to Paid-in Capital	772,554	772,554
Share Premium	11,880	11,880
Share Cancellation Profits	-	-
Legal Reserves	367,039	272,893
I. Legal Reserve (Turkish Commercial Code 466/1)	341,749	254,103
II. Legal Reserve (Turkish Commercial Code 466/2)	25,290	18,790
Reserves Allocated as per Special Legislations	-	-
Status Reserves	-	-
Extraordinary Reserves	2,847,764	1,470,724
Reserve allocated as per the Decision held by the General Assembly	2,847,764	1,470,724
Retained Earnings	-	-
Accumulated Losses	-	-
Exchange Rate Differences on Foreign Currency Capital	-	-
Reserves from Inflation Adjustments to Legal, Status and Extraordinary Reserves	-	-
Profit	2,082,573	1,750,488
Current Period Profit	2,082,573	1,750,488
Prior Periods Profit	-	-
Provision for Possible Losses (upto 25% of Core Capital)	265,000	22,000
Income on Sale of Equity Shares and Real Estates to be used up for Capital Increase	596,047	594,943
Primary Subordinated Debt (upto 15% of Core Capital)	-	-
Loss Excess of Reserves (-)	-	-
Current Period Loss	-	-
Prior Periods Loss	-	-
Leasehold Improvements (-) (*)	120,181	-
Prepaid Expenses (-) (*)	187,332	295,671
Intangible Assets (-) (*)	17,616	15,764
Deferred Tax Asset excess of 10% of Core Capital (-) (*)	-	-
Limit excesses as per the 3rd Paragraph of the Article 56 of the Banking Law (-)	-	-
Total Core Capital	10,817,728	9,095,482
SUPPLEMENTARY CAPITAL		
General Provisions	448,578	428,799
45% of Revaluation Surplus on Movables	-	-
45% of Revaluation Surplus on Immovables	966	966
Bonus shares of Associates, Subsidiaries and Joint-Ventures	2,453	2,453
Primary Subordinated Debt excluding the Portion included in Core Capital	-	-
Secondary Subordinated Debt	839,565	760,000
45% of Securities Value Increase Fund (**)	678,757	142,608
Associates and Subsidiaries	41,464	46,593
Investment Securities Available for Sale	637,293	96,015
Other Reserves	8,752	4,837
Total Supplementary Capital	1,979,071	1,339,663

TIER III CAPITAL	-	-
CAPITAL	12,796,799	10,435,145
DEDUCTIONS FROM CAPITAL	69,340	378,428
Unconsolidated investments in Entities (domestic/foreign) operating in Banking and Financial Sectors at 10% or more	13,110	13,110
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	-	-
Loan granted to Customer against the Articles 50 and 51 of the Banking Law	-	-
Net Book Values of Immovables 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	56,230	62,883
Others	-	-
TOTAL SHAREHOLDERS' EQUITY	12,727,459	10,047,717

(*) According to the "Regulation on Equities of Banks" Temporary Article 1 published in Official Gazette no. 26333 dated 1 November 2006, starting from 1 January 2009 leasehold improvements, prepaid expenses, intangible assets and deferred tax assets above 10% of core capital are directly deducted from core capital.

(**) In cases where the Securities Value Increase Fund gives a positive result then only 45% of the amount is considered in the calculation, whereas if it is negative then the whole amount is considered in the calculation.

4.2 Credit risk

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

4.3 Market risk

The Bank that had already started working on risk management area before the regulations on Bank's Internal Control and Risk Management Systems and Measurement and Assessment of Capital Adequacy Ratios of Banks issued by the BRSA in February 2001, restructured its internal systems in accordance with the related regulations under the responsibility of the board of directors and currently works accordingly.

In order to comply with the regulations, the Bank set its activities related with market risk management in accordance with "Regulation on Bank's Internal Control and Risk Management Systems" and "Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks" published in Official Gazette no. 26333 dated 1 November 2006.

The risk policies defined for the Bank's market risk exposure and the applications are approved and reviewed regularly by the board of directors.

The top management is responsible for applying risk policies, principles and application procedures approved by the board of directors, ensuring timely and reliable reporting to the board of directors about the important risks identified, assessing internal control, internal audit and risk reports prepared for departments and either eliminating risks, deficiencies or defects identified in these departments or taking the necessary precautions to prevent those and participating in determination of risk limits.

The board of directors follows up the effectiveness of risk management systems through audit committee, related other committees and top management, and take decisions in the light of various risk reports and the assessments made by audit committee. The board of directors is the highest authority responsible of healthy performance of internal systems.

Market risks arising from trading transactions are measured by internal risk measurement model using value at risk (VaR) methodology. In the VaR calculations, trading and available-for-sale portfolios are taken into account. VaR is calculated by three different methods, namely historical simulation, monte carlo simulation and parametric method. The Bank takes the historical VaR results as the basis for the internal management of market risk and determination of limits. The calculations made according to other two methods are used for comparison and monitoring purposes. In the VaR calculation, one year historical market data set is used, and 99% confidence interval and one-day retention period (10 days for legal capital adequacy calculation) are taken into account. In order to test the reliability of the VaR model, back tests are performed. Stress tests and scenario analysis are also applied in order to reflect the effects of prospective severe market fluctuations in the VaR calculations.

In the quantification of market risk arising from maturity mismatches of assets and liabilities, duration and variance analysis are also used. In duration analysis, the present values of interest sensitive asset and liability items are calculated based on their cash flows and yield curves developed from market interest rates. The results are supported by the sensitivity and scenario analysis performed periodically due to the prospective fluctuations in markets. Furthermore, interest rate risk is monitored in line with the limits approved by the board of directors.

The capital requirement for general market risk and specific risks is calculated using the standard method defined by the “Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks” and reported monthly.

4.3.1 Value at market risk

	Amount
(I) Capital Obligation against General Market Risk - Standard Method	269,148
(II) Capital Obligation against Specific Risks - Standard Method	33,321
(III) Capital Obligation against Currency Risk - Standard Method	23,740
(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	11,663
(VII) Capital Obligation against Market Risks of Banks applying Risk Measurement	-
(VIII) Total Capital Obligation against Market Risk (I+II+III+IV+V+VI)	337,872
(IX) Value-At-Market Risk ((12.5*VIII) or (12.5*VII))	4,223,400

4.3.2 Monthly average values at market risk

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

4.4 Operational risk

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

4.5 Currency risk

Foreign currency position limit is set in compliance with the legal standard ratio of net foreign currency position. As of 30 September 2009, the Bank's net 'on balance sheet' foreign currency short position amounts to TL 1,239,785 thousands (31 December 2008: a long position of TL 1,684,034 thousands), net 'off-balance sheet' foreign currency long position amounts to TL 922,475 thousands (31 December 2008: a short position of TL 1,928,664 thousands), while net foreign currency short position amounts to TL 317,310 thousands (31 December 2008: TL 244,630 thousands).

The Bank's foreign currency position risk is measured by "standard method" and "value-at-risk (VaR) model". Measurements by standard method are carried out weekly, whereas measurements by "VaR" are done daily.

The Bank's effective exchange rates at the date of balance sheet and for the last five working days of the period announced by the Bank in TL are as follows:

	USD	EUR	Yen (100)	GBP
Foreign currency purchase rates at balance sheet date	1.4650	2.1413	1.6343	2.3421
<u>Rates for the days before balance sheet date;</u>				
Day 1	1.4650	2.1308	1.6234	2.3352
Day 2	1.4650	2.1446	1.6398	2.3269
Day 3	1.4600	2.1450	1.6237	2.3278
Day 4	1.4600	2.1449	1.6247	2.3272
Day 5	1.4650	2.1553	1.6070	2.3578
Last 30-days arithmetical average rates	1.4657	2.1347	1.6054	2.3932

Currency risk:

	EURO	USD	YEN	Other FCs	Total
Current Period					
Assets					
Cash (Cash on Hand, Money in Transit, Purchased Cheques) and Balances with the Central Bank of Turkey	1,423,146	1,539,544	298	29,989	2,992,977
Banks	2,340,296	2,620,272	7,132	37,037	5,004,737
Financial Assets at Fair Value through Profit/Loss	84,794	32,185	-	196	117,175
Interbank Money Market Placements	-	-	-	-	-
Financial Assets Available-for-Sale	239,684	2,549,290	-	-	2,788,974
Loans (*)	7,768,541	14,549,693	37,331	530,984	22,886,549
Investments in Associates, Subsidiaries and Joint-Ventures	493,146	92,032	-	-	585,178
Investments Held-to-Maturity	5,642	1,346,954	-	-	1,352,596
Derivative Financial Assets Held for Risk Management	-	-	-	-	-
Tangible Assets	1,153	271	-	-	1,424
Intangible Assets	-	-	-	-	-
Other Assets	16,719	31,983	153	2,217	51,072
Total Assets	12,373,121	22,762,224	44,914	600,423	35,780,682
Liabilities					
Bank Deposits	598,307	1,084,262	8	53,926	1,736,503
Foreign Currency Deposits	8,208,001	15,507,917	26,498	468,195	24,210,611
Interbank Money Market Takings	-	153,199	-	-	153,199
Other Fundings	3,470,614	6,817,084	264	295	10,288,257
Securities Issued	-	-	-	-	-
Miscellaneous Payables	10,209	12,973	152	1,118	24,452
Derivative Financial Liabilities Held for Risk Management	-	3,763	-	-	3,763
Other Liabilities (**)	185,197	173,526	208	244,751	603,682
Total Liabilities	12,472,328	23,752,724	27,130	768,285	37,020,467
Net 'On Balance Sheet' Position	(99,207)	(990,500)	17,784	(167,862)	(1,239,785)
Net 'Off-Balance Sheet' Position	102,044	719,920	(91,133)	191,644	922,475
Derivative Assets	1,712,336	8,630,803	7,904	617,959	10,969,002
Derivative Liabilities	1,610,292	7,910,883	99,037	426,315	10,046,527
Non-Cash Loans	-	-	-	-	-
Prior Period					
Total Assets	9,727,440	24,919,804	49,861	805,769	35,502,874
Total Liabilities	11,927,327	21,290,615	42,357	558,541	33,818,840
Net 'On Balance Sheet' Position	(2,199,887)	3,629,189	7,504	247,228	1,684,034
Net 'Off-Balance Sheet' Position	2,029,201	(3,707,044)	(8,155)	(242,666)	(1,928,664)
Derivative Assets	3,750,886	5,234,213	2,914	418,432	9,406,445
Derivative Liabilities	1,721,685	8,941,257	11,069	661,098	11,335,109
Non-Cash Loans	-	-	-	-	-

(*) The foreign currency-indexed loans amounting TL 2,100,285 thousands included under TL loans in the accompanying balance sheet are presented above under the related foreign currency codes.

(**) Other liabilities also include gold deposits of TL 240,204 thousands.

4.6 Interest rate risk

Interest sensitivity of assets, liabilities and off-balance sheet items is evaluated during the weekly Assets-Liabilities Committee meetings taking into account the developments in market conditions.

Bank's interest rate risk is measured by the standard method, value at risk (VaR) and asset-liability risk measurement models.

Measurements for standard method are carried out monthly using the maturity ladder table, while measurements for VaR calculations are done daily. Asset-liability risk measurement model is run monthly.

During the daily VaR calculations, the interest rate risks of the Bank's TL and FC trading and investment securities available for sale and off-balance sheet position are measured. These are supported by scenario analysis and stress testing.

4.6.1 Interest rate mismatch for the Bank "Interest rate sensitivity of assets, liabilities and off balance sheet items based on repricing dates"

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash (Cash on Hand, Money in Transit, Purchased Cheques) and Balances with the Central Bank of Turkey	4,940,311	-	-	-	-	3,324,750	8,265,061
Banks	1,519,591	2,995,571	1,817,780	-	-	914,827	7,247,769
Financial Assets at Fair Value through Profit/Loss	20,754	5,372	49,896	30,369	4,900	728,726	840,017
Interbank Money Market Placements	30,000	-	-	-	-	117	30,117
Financial Assets Available-for-Sale	1,733,015	1,905,121	10,583,999	7,001,935	463,855	2,646,073	24,333,998
Loans	14,487,915	11,831,249	10,339,021	8,661,552	3,565,345	1,259,284	50,144,366
Investments Held-to-Maturity	927,839	-	1,805,786	3,057,148	1,239,883	109,903	7,140,559
Other Assets	152	6,988	459	5,632	13,574	2,782,317	2,809,122
Total Assets	23,659,577	16,744,301	24,596,941	18,756,636	5,287,557	11,765,997	100,811,009
Liabilities							
Bank Deposits	1,212,584	91,477	101,179	-	-	1,169,779	2,575,019
Other Deposits	38,171,001	5,094,756	1,699,566	34,217	-	10,536,814	55,536,354
Interbank Money Market Takings	9,348,631	2,056,868	548,835	150,000	-	37,761	12,142,095
Miscellaneous Payables	-	-	-	-	-	2,332,594	2,332,594
Securities Issued	-	-	-	-	-	-	-
Other Fundings	5,264,770	4,055,823	3,560,372	366	-	183,766	13,065,097
Other Liabilities	475	2,030	3,241	29	-	15,154,075	15,159,850
Total Liabilities	53,997,461	11,300,954	5,913,193	184,612	-	29,414,789	100,811,009
On Balance Sheet Long Position	-	5,443,347	18,683,748	18,572,024	5,287,557	-	47,986,676
On Balance Sheet Short Position	(30,337,884)	-	-	-	-	(17,648,792)	(47,986,676)
Off-Balance Sheet Long Position	3,517	4,023	11,584	-	-	-	19,124
Off-Balance Sheet Short Position	(481)	(4,160)	(13,649)	-	-	-	(18,290)
Total Position	(30,334,848)	5,443,210	18,681,683	18,572,024	5,287,557	(17,648,792)	834

Average interest rates on monetary financial instruments:

Current Period	EURO	USD	YEN	TL
	%	%	%	%
Assets				
Cash (Cash on Hand, Money in Transit, Purchased Cheques) and Balances with the Central Bank of Turkey	-	-	-	5.80
Banks (*)	1.80	1.91	-	13.57
Financial Assets at Fair Value through Profit/Loss	4.55	4.59	-	9.30
Interbank Money Market Placements	-	-	-	8.40
Financial Assets Available-for-Sale	4.72	5.44	-	14.47
Loans	6.06	6.25	5.79	20.39
Investments Held-to-Maturity	9.25	7.52	-	15.10
Liabilities				
Bank Deposits	1.76	0.73	-	7.66
Other Deposits	1.85	1.87	0.20	8.66
Interbank Money Market Takings	-	4.84	-	7.68
Miscellaneous Payables	-	-	-	-
Securities Issued	-	-	-	-
Other Fundings	2.58	2.47	3.03	12.87

(*) The interest rates for USD and TL placements at banks are 0.95% and 8.03%, respectively, when the placements with range accrual agreements are excluded.

4.6.2 Interest rate mismatch for the Bank “Interest rate sensitivity of assets, liabilities and off balance sheet items based on repricing dates”

Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash (Cash on Hand, Money in Transit, Purchased Cheques) and Balances with the Central Bank of Turkey	1,728,238	-	-	-	-	3,803,336	5,531,574
Banks	1,718,535	816,777	1,258,619	-	-	1,007,104	4,801,035
Financial Assets at Fair Value through Profit/Loss	25	4,074	6,504	7,862	7,096	640,536	666,097
Interbank Money Market Placements	40,000	-	-	-	-	552	40,552
Financial Assets Available-for-Sale	963,557	5,538,579	4,993,862	4,128,800	241,928	1,479,055	17,345,781
Loans	15,628,128	8,808,272	12,727,647	8,476,743	2,717,529	1,549,088	49,907,407
Investments Held-to-Maturity	483,311	2,218,437	148,422	3,164,752	1,290,181	312,194	7,617,297
Other Assets	101	301	5,052	6,338	21,056	2,998,269	3,031,117
Total Assets	20,561,895	17,386,440	19,140,106	15,784,495	4,277,790	11,790,134	88,940,860
Liabilities							
Bank Deposits	770,085	87,388	25,519	-	-	783,557	1,666,549
Other Deposits	37,445,771	3,977,245	1,455,984	28,612	-	8,141,120	51,048,732
Interbank Money Market Takings	10,100,811	324	-	550,000	-	51,808	10,702,943
Miscellaneous Payables	-	-	-	-	-	1,949,731	1,949,731
Securities Issued	-	-	-	-	-	-	-
Other Fundings	6,471,428	2,969,534	1,129,186	12,327	760,000	282,609	11,625,084
Other Liabilities	3,570	5,465	11,159	3,163	-	11,924,464	11,947,821
Total Liabilities	54,791,665	7,039,956	2,621,848	594,102	760,000	23,133,289	88,940,860
On Balance Sheet Long Position	-	10,346,484	16,518,258	15,190,393	3,517,790	-	45,572,925
On Balance Sheet Short Position	(34,229,770)	-	-	-	-	(11,343,155)	(45,572,925)
Off-Balance Sheet Long Position	3,116	2,155	6,022	-	-	-	11,293
Off-Balance Sheet Short Position	(50)	(16,701)	(43,725)	-	-	-	(60,476)
Total Position	(34,226,704)	10,331,938	16,480,555	15,190,393	3,517,790	(11,343,155)	(49,183)

Average interest rates on monetary financial instruments:

Prior Period	EURO	USD	YEN	TL
	%	%	%	%
Assets				
Cash (Cash on Hand, Money in Transit, Purchased Cheques) and Balances with the Central Bank of Turkey	-	-	-	12.00
Banks (*)	2.98	1.75	-	2.07
Financial Assets at Fair Value through Profit/Loss	6.06	6.76	-	16.37
Interbank Money Market Placements	-	-	-	18.88
Financial Assets Available-for-Sale	5.25	6.52	-	19.16
Loans	7.86	6.86	5.51	24.53
Investments Held-to-Maturity	9.25	7.98	-	18.48
Liabilities				
Bank Deposits	4.39	4.27	-	18.11
Other Deposits	4.35	3.96	0.35	17.55
Interbank Money Market Takings	-	3.65	-	15.26
Miscellaneous Payables	-	-	-	-
Securities Issued	-	-	-	-
Other Fundings	5.05	4.85	2.33	14.50

(*) The interest rates for USD and TL placements at banks are 2.01% and 19.17%, respectively, when the placements with range accrual agreements are excluded.

4.7 Liquidity risk

In order to avoid the liquidity risk, the Bank diversifies funding resources as customer deposits and foreign borrowings, considers the maturity mismatch between assets and liabilities and maintains liquid assets to guarantee sufficient liquidity during market fluctuations.

While the Bank's short term liquidity need is met mainly with deposits, its long term liquidity is provided through foreign funding sources such as syndication and securitisation transactions. There are no significant idle liquidity resources.

As per the BRSA Communiqué published on the Official Gazette no.26333 dated 1 November 2006 and became effective starting from 1 June 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 in the first nine-months of 2009 and the year 2008 are as follows:

Current Period	First Maturity Bracket (Weekly)		Second Maturity Bracket (Monthly)	
	FC	FC + TL	FC	FC + TL
Average (%)	148.81	170.32	102.26	115.78
Maximum (%)	184.75	195.65	112.01	123.70
Minimum (%)	117.48	145.34	89.43	107.40

Prior Period	First Maturity Bracket (Weekly)		Second Maturity Bracket (Monthly)	
	FC	FC + TL	FC	FC + TL
Average (%)	168.14	149.56	110.42	108.99
Maximum (%)	215.04	179.94	126.94	119.49
Minimum (%)	137.44	126.82	95.14	100.70

Maturity analysis of assets and liabilities according to remaining maturities:

	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Undistributed (*)	Total
Current Period								
Assets								
Cash (Cash on Hand, Money in Transit, Purchased Cheques) and Balances with the Central Bank of Turkey	6,369,204	1,895,857	-	-	-	-	-	8,265,061
Banks	878,218	671,540	710,748	228,863	2,358,010	2,400,390	-	7,247,769
Financial Assets at Fair Value through Profit/Loss	8,600	45,806	13,329	565,243	201,811	5,228	-	840,017
Interbank Money Market Placements	-	30,117	-	-	-	-	-	30,117
Financial Assets Available-for-Sale	121,833	262,182	744,346	6,609,347	15,275,716	1,320,574	-	24,333,998
Loans	101,744	11,466,696	5,510,004	7,360,877	14,231,922	11,083,109	390,014	50,144,366
Investments Held-to-Maturity	-	-	-	1,317,602	4,569,407	1,253,550	-	7,140,559
Other Assets	196,957	235,481	6,988	459	5,632	13,574	2,350,031	2,809,122
Total Assets	7,676,556	14,607,679	6,985,415	16,082,391	36,642,498	16,076,425	2,740,045	100,811,009
Liabilities								
Bank Deposits	1,166,519	1,213,399	82,402	53,692	54,125	4,882	-	2,575,019
Other Deposits	10,355,783	38,249,885	5,066,161	1,658,698	137,736	68,091	-	55,536,354
Other Fundings	-	311,571	1,101,458	2,499,767	4,899,202	4,253,099	-	13,065,097
Interbank Money Market Takings	-	9,362,625	2,069,202	557,693	152,575	-	-	12,142,095
Securities Issued	-	-	-	-	-	-	-	-
Miscellaneous Payables	87,852	2,244,742	-	-	-	-	-	2,332,594
Other Liabilities (**)	447,431	275,689	169,650	33,930	36,804	51,372	14,144,974	15,159,850
Total Liabilities	12,057,585	51,657,911	8,488,873	4,803,780	5,280,442	4,377,444	14,144,974	100,811,009
Liquidity Gap	(4,381,029)	(37,050,232)	(1,503,458)	11,278,611	31,362,056	11,698,981	(11,404,929)	-
Prior Period								
Total Assets	5,315,959	13,568,405	6,780,137	10,911,437	34,491,603	15,068,568	2,804,751	88,940,860
Total Liabilities	9,221,740	50,954,064	5,350,143	5,341,227	5,044,983	2,318,989	10,709,714	88,940,860
Liquidity Gap	(3,905,781)	(37,385,659)	1,429,994	5,570,210	29,446,620	12,749,579	(7,904,963)	-

(*) Certain assets on the balance sheet that are necessary for the banking operations but not convertible into cash in short period such as tangible assets, investments in associates and subsidiaries, stationary supplies, prepaid expenses and loans under follow-up, are included in this column.

(**) Shareholders' equity is included in "other liabilities" line under "undistributed" column.

4.8 Fair values of financial assets and liabilities

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

4.9 Transactions carried out on behalf of customers, items held in trust

None.

5 Disclosures and Footnotes on Unconsolidated Financial Statements

5.1 Assets

5.1.1 Cash and balances with Central Bank

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL/Foreign Currency	297,715	188,594	312,466	341,436
Central Bank of Turkey	4,972,321	2,788,030	2,258,831	2,589,911
Others	2,048	16,353	3,753	25,177
Total	5,272,084	2,992,977	2,575,050	2,956,524

Balances with the Central Bank of Turkey:

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	4,972,321	892,173	2,258,831	853,027
Unrestricted Time Deposits	-	-	-	15,200
Restricted Time Deposits	-	1,895,857	-	1,721,684
Total	4,972,321	2,788,030	2,258,831	2,589,911

The banks operating in Turkey keep reserve deposits for Turkish currency and foreign currency liabilities in TL and USD or EUR at the rates of 6% (since 16 October 2009: 5%) and 9%, respectively as per the Communiqué no.2005/1 "Reserve Deposits" of the Central Bank of Turkey. The interest rate applied by the Central Bank of Turkey for TL reserves is 5.80%. The FC reserves do not earn any interests.

5.1.2 Information on financial assets at fair value through profit/loss

5.1.2.1 *Financial assets at fair value through profit/loss subject to repurchase agreements and provided as collateral/blocked*

None.

5.1.2.2 *Positive differences on derivative financial assets held for trading*

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	30,349	6,340	58,900	3,640
Swap Transactions	512,086	90,539	424,753	115,354
Futures	-	64	-	14
Options	46,302	31,477	11,231	22,143
Other	-	-	-	-
Total	588,737	128,420	494,884	141,151

5.1.3 Banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic banks	52,596	156,103	82,934	737,306
Foreign banks	2,190,436	4,848,634	1,342,516	2,638,279
Foreign headoffices and branches	-	-	-	-
Total	2,243,032	5,004,737	1,425,450	3,375,585

The placements at foreign banks include blocked accounts amounting TL 4,343,423 thousands of which TL 207,204 thousands, TL 195,767 thousands and TL 15,063 thousands are kept at the central banks of Luxembourg, Malta and Turkish Republic of Northern Cyprus, respectively as reserve deposits, and TL 3,925,389 thousands as collateral against funds borrowed.

Due from foreign banks:

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.1.4 Financial assets available-for-sale

5.1.4.1 Financial assets subject to repurchase agreements and provided as collateral/blocked

The collateralized financial assets available-for-sale in TL consist of government bonds. The carrying values of such securities with total face value of TL 2,399,500 thousands (31 December 2008: TL 2,421,747 thousands) is TL 2,319,858 thousands (31 December 2008: TL 2,364,979 thousands). The related accrued interests and impairment losses amount to TL 251,350 thousands (31 December 2008: TL 125,357 thousands) and TL 217 thousands (31 December 2008: TL 1,743 thousands), respectively. The collateralized financial assets available-for-sale in foreign currencies consist of government securities. The carrying values of such securities with total face value of USD 188,700,000 (31 December 2008: USD 252,550,000) is USD 187,455,026 (31 December 2008: USD 251,524,241). The related accrued interests and impairment losses amount to USD 1,200,738 (31 December 2008: USD 8,680,426) and USD 48,099 (31 December 2008: USD 368,200), respectively.

	Current Period		Prior Period	
	TL	FC	TL	FC
Collateralised/Blocked Assets	2,570,991	276,310	2,488,593	394,951
Assets subject to Repurchase Agreements	9,077,433	81,766	6,491,961	104,557
Total	11,648,424	358,076	8,980,554	499,508

5.1.4.2 Details of financial assets available-for-sale

	Current Period	Prior Period
Debt Securities	21,698,659	15,917,927
Quoted at Stock Exchange	20,147,688	14,363,860
Unquoted at Stock Exchange	1,550,971	1,554,067
Common Shares	33,915	33,531
Quoted at Stock Exchange	21,120	21,062
Unquoted at Stock Exchange	12,795	12,469
Value Increases/Impairment Losses (-)	2,601,424	1,394,323
Total	24,333,998	17,345,781

As of 30 September 2009, the Bank's "financial assets available-for-sale" portfolio includes private sector bonds with "credit linked notes" at a total face value of USD 875,000,000 (31 December 2008: USD 875,000,000) and a total carrying value of TL 1,292,419 thousands (31 December 2008: TL 1,355,529 thousands).

5.1.5 Loans

5.1.5.1 Loans and advances to shareholders and employees of the Bank

	Current Period		Prior Period	
	Cash Loans	Non-Cash Loans	Cash Loans	Non-Cash Loans
Direct Lendings to Shareholders	124	1,821	25	1,661
Corporates	124	1,821	25	1,661
Individuals	-	-	-	-
Indirect Lendings to Shareholders	199,582	294,586	216,995	183,922
Loans to Employees	65,962	-	47,155	-
Total	265,668	296,407	264,175	185,583

5.1.5.2 Loans and other receivables classified in groups I and II and restructured or rescheduled

Cash Loans	Performing Loans and Other Receivables (Group I)		Loans under Follow-Up and Other Receivables (Group II)	
	Loans and Other Receivables	Restructured or Rescheduled Loans and Other Receivables	Loans and Other Receivables	Restructured or Rescheduled Loans and Other Receivables
Loans	48,916,112	46,049	627,495	164,696
Discounted Bills	142,420	-	79	-
Export Loans	2,626,333	-	5,714	10,861
Import Loans	21	-	-	-
Loans to Financial Sector	1,102,699	-	1,129	-
Foreign Loans	940,865	-	5,512	-
Consumer Loans	9,444,845	45,389	191,299	13,970
Credit Cards	6,944,197	-	129,454	49,836
Precious Metal Loans	258,188	-	3,185	-
Other	27,456,544	660	291,123	90,029
Specialization Loans	-	-	-	-
Other Receivables	-	-	-	-
Total	48,916,112	46,049	627,495	164,696

Collaterals received for loans under follow-up:

	Corporate/ Commercial Loans	Consumer Loans	Credit Cards	Total
Loans Collateralized by Cash	10,617	1,306	-	11,923
Loans Collateralized by Mortgages	237,147	114,144	-	351,291
Loans Collateralized by Pledged Assets	58,806	22,838	-	81,644
Loans Collateralized by Cheques and Notes	31,528	31,550	-	63,078
Loans Collateralized by Other Collaterals	46,097	8,301	-	54,398
Unsecured Loans	23,437	27,130	179,290	229,857
Total	407,632	205,269	179,290	792,191

Delinquency periods of loans under follow-up:

	Commercial Loans	Consumer Loans	Credit Cards	Total
31-60 days	32,835	138,728	136,645	308,208
61-90 days	32,468	47,076	42,645	122,189
Others	342,329	19,465	-	361,794
Total	407,632	205,269	179,290	792,191

5.1.5.3 Maturity analysis of cash loans

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.1.5.4 Consumer loans, retail credit cards, personnel loans and personnel credit cards

	Short-Term	Medium and Long-Term	Total
Consumer Loans – TL	370,085	7,960,207	8,330,292
Housing Loans	49,968	4,900,987	4,950,955
Automobile Loans	15,595	594,800	610,395
General Purpose Loans	304,337	2,455,234	2,759,571
Other	185	9,186	9,371
Consumer Loans – FC-indexed	6,126	830,007	836,133
Housing Loans	971	735,541	736,512
Automobile Loans	704	29,471	30,175
General Purpose Loans	4,451	64,995	69,446
Other	-	-	-
Consumer Loans – FC	81	32,528	32,609
Housing Loans	-	15,614	15,614
Automobile Loans	23	15,256	15,279
General Purpose Loans	58	1,658	1,716
Other	-	-	-
Retail Credit Cards – TL	6,813,657	55,505	6,869,162
With Installment	2,691,292	55,505	2,746,797
Without Installment	4,122,365	-	4,122,365
Retail Credit Cards – FC	23,843	2	23,845
With Installment	14,067	2	14,069
Without Installment	9,776	-	9,776
Personnel Loans – TL	22,682	13,597	36,279
Housing Loan	-	1,816	1,816
Automobile Loans	7	338	345
General Purpose Loans	22,675	11,443	34,118
Other	-	-	-
Personnel Loans - FC-indexed	-	355	355
Housing Loans	-	232	232
Automobile Loans	-	123	123
General Purpose Loans	-	-	-
Other	-	-	-
Personnel Loans – FC	-	59	59
Housing Loans	-	-	-
Automobile Loans	-	-	-
General Purpose Loans	-	59	59
Other	-	-	-
Personnel Credit Cards – TL	24,539	229	24,768
With Installment	18,102	229	18,331
Without Installment	6,437	-	6,437
Personnel Credit Cards – FC	307	-	307
With Installment	208	-	208
Without Installment	99	-	99
Deposit Accounts– TL (real persons)	459,776	-	459,776
Deposit Accounts– FC (real persons)	-	-	-
Total	7,721,096	8,892,489	16,613,585

5.1.5.5 Installment based commercial loans and corporate credit cards

	Short-Term	Medium and Long-Term	Total
Installment-based Commercial Loans – TL	557,487	2,776,224	3,333,711
Real Estate Loans	1,841	355,149	356,990
Automobile Loans	55,536	787,610	843,146
General Purpose Loans	500,110	1,633,465	2,133,575
Other	-	-	-
Installment-based Commercial Loans - FC-indexed	78,130	467,292	545,422
Real Estate Loans	-	55,256	55,256
Automobile Loans	4,486	167,831	172,317
General Purpose Loans	73,644	244,205	317,849
Other	-	-	-
Installment-based Commercial Loans – FC	102	12,191	12,293
Real Estate Loans	-	386	386
Automobile Loans	67	4,319	4,386
General Purpose Loans	35	7,486	7,521
Other	-	-	-
Corporate Credit Cards – TL	201,632	625	202,257
With Installment	71,159	625	71,784
Without Installment	130,473	-	130,473
Corporate Credit Cards – FC	3,148	-	3,148
With Installment	3	-	3
Without Installment	3,145	-	3,145
Deposit Accounts– TL (corporate)	493,071	-	493,071
Deposit Accounts– FC (corporate)	66,452	-	66,452
Total	1,400,022	3,256,332	4,656,354

5.1.5.6 Allocation of loans by customers

Not prepared in compliance with the Article 25 of the communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.1.5.7 Allocation of domestic and foreign loans

	Current Period	Prior Period
Domestic Loans	48,807,975	48,683,233
Foreign Loans	946,377	774,028
Total	49,754,352	49,457,261

5.1.5.8 Loans to associates and subsidiaries

	Current Period	Prior Period
Direct Lending	291,181	450,799
Indirect Lending	-	-
Total	291,181	450,799

5.1.5.9 Specific provisions for loans

Specific Provisions	Current Period	Prior Period
Substandard Loans and Receivables - Limited Collectibility	272,880	62,160
Doubtful Loans and Receivables	562,762	179,505
Uncollectible Loans and Receivables	888,793	547,928
Total	1,724,435	789,593

5.1.5.10 Non-performing loans and other receivables (NPLs) (Net)

Non-performing loans and other receivables restructured or rescheduled (gross amounts before specific provisions):

	Group III Substandard Loans and Receivables	Group IV Doubtful Loans and Receivables	Group V Uncollectible Loans and Receivables
Current Period	145,053	243,073	131,523
(Gross Amounts before Specific Provisions)			
Restructured Loans and Receivables	145,053	243,073	131,523
Rescheduled Loans and Receivables	-	-	-
Prior Period	-	-	54,285
(Gross Amounts before Specific Provisions)			
Restructured Loans and Receivables	-	-	54,285
Rescheduled Loans and Receivables	-	-	-

Movements in non-performing loans and other receivables:

	Group III Substandard Loans and Receivables	Group IV Doubtful Loans and Receivables	Group V Uncollectible Loans and Receivables
Balances at Beginning of Period	238,188	294,614	706,937
Additions during the Period (+)	1,394,621	44,235	52,522
Transfer from Other NPL Categories (+)	-	1,001,229	484,130
Transfer to Other NPL Categories (-)	1,001,229	484,130	-
Collections during the Period (-)	200,940	160,647	148,047
Write-offs (-)	-	11	107,023
Corporate and Commercial Loans	-	11	14,243
Retail Loans	-	-	797
Credit Cards	-	-	91,983
Others	-	-	-
Balances at End of Period	430,640	695,290	988,519
Specific Provisions (-)	272,880	562,762	888,793
Net Balance on Balance Sheet	157,760	132,528	99,726

Movements in specific loan provisions:

	Corporate/ Commercial Loans	Consumer Loans	Credit Cards	Total
Balances at End of Prior Period	232,482	166,194	390,917	789,593
Additions during the Period(+)	310,132	432,094	690,275	1,432,501
Restructured/Rescheduled Loans (-)	-	-	-	-
Collections during the Period (-)	58,727	105,304	226,605	390,636
Write-offs (-)	14,243	797	91,983	107,023
Balances at End of Period	469,644	492,187	762,604	1,724,435

Non-performing loans and other receivables in foreign currencies:

	Group III Substandard Loans and Receivables	Group IV Doubtful Loans and Receivables	Group V Uncollectible Loans and Receivables
Current Period			
Balance at End of Period	30,571	21,228	170,182
Specific Provisions (-)	16,942	8,514	162,934
Net Balance at Balance Sheet	13,629	12,714	7,248
Prior Period			
Balance at End of Period	7,071	3,594	126,058
Specific Provisions (-)	467	526	95,401
Net Balance at Balance Sheet	6,604	3,068	30,657

Gross and net non-performing loans and receivable as per customer categories:

	Group III Substandard Loans and Receivables	Group IV Doubtful Loans and Receivables	Group V Uncollectible Loans and Receivables
Current Period (Net)	157,760	132,528	99,726
Loans to Individuals and Corporates (Gross)	430,640	695,290	980,499
Specific Provision (-)	272,880	562,762	880,773
Loans to Individuals and Corporates (Net)	157,760	132,528	99,726
Banks (Gross)	-	-	311
Specific Provision (-)	-	-	311
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	7,709
Specific Provision (-)	-	-	7,709
Other Loans and Receivables (Net)	-	-	-
Prior Period (Net)	176,028	115,109	159,009
Loans to Individuals and Corporates (Gross)	238,188	294,614	698,954
Specific Provision (-)	62,160	179,505	539,945
Loans to Individuals and Corporates (Net)	176,028	115,109	159,009
Banks (Gross)	-	-	311
Specific Provision (-)	-	-	311
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	-	7,672
Specific Provision (-)	-	-	7,672
Other Loans and Receivables (Net)	-	-	-

Collaterals received for non-performing loans:

	Corporate/ Commercial Loans	Consumer Loans	Credit Cards	Total
Loans Collateralized by Cash	360	322	-	682
Loans Collateralized by Mortgages	355,750	130,840	-	486,590
Loans Collateralized by Pledged Assets	122,687	109,175	-	231,862
Loans Collateralized by Cheques and Notes	119,992	206,138	-	326,130
Loans Collateralized by Other Collaterals	64,534	23,392	-	87,926
Unsecured Loans	34,575	122,411	824,273	981,259
Total	697,898	592,278	824,273	2,114,449

5.1.5.11 Liquidation policy for uncollectible loans and receivables

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.1.5.12 “Write-off” policies

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.1.6 Investments held-to-maturity

5.1.6.1 Investment subject to repurchase agreements and provided as collateral/blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Collateralised/Blocked Investments	1,366,083	3,746	1,508,226	65,263
Investments subject to Repurchase Agreements	3,147,759	112,770	4,354,254	174,759
Total	4,513,842	116,516	5,862,480	240,022

5.1.6.2 Government securities held-to-maturity

	Current Period	Prior Period
Government Bonds	5,787,967	6,054,289
Treasury Bills	-	-
Other Government Securities	1,352,592	1,563,008
Total	7,140,559	7,617,297

5.1.6.3 Investments held-to-maturity

	Current Period	Prior Period
Debt Securities	7,087,095	7,337,175
Quoted at Stock Exchange	7,087,095	7,337,175
Unquoted at Stock Exchange	-	-
Valuation Increase / Decrease (-)	53,464	280,122
Total	7,140,559	7,617,297

5.1.6.4 Movement of investments held-to-maturity

	Current Period	Prior Period
Balances at Beginning of Period	7,617,297	3,943,765
Foreign Currency Differences On Monetary Assets	(50,010)	66,130
Purchases during the Period	927,839	3,935,987
Disposals through Sales/Redemptions	(1,115,334)	(484,383)
Valuation Effect	(239,233)	155,798
Balances at End of Period	7,140,559	7,617,297

The Bank reclassified certain security investments, previously classified in its securities available-for-sale portfolio in its financial statements, with total face values of TL 2,831,667 thousands and USD 843,847,999 to its securities held-to-maturity portfolio as a result of change in its intention to hold such securities in compliance with the TAS. Such securities are included in the securities held-to-maturity portfolio at their fair values of TL 2,685,106 thousands and USD 852,772,307 as of their reclassification date and presented in the above movement table of investments held-to-maturity under the “purchases during the period” line. The negative valuation differences amounting TL 99,085 thousands and USD 6,729,440 of these securities, are recorded under the shareholders’ equity and amortized through the income statement throughout their maturities. As of the balance sheet date, the negative valuation differences under the shareholders’ equity are TL 76,554 thousands and USD 6,809,576.

5.1.7 Investments in associates

5.1.7.1 Investments in associates

	Associate	Address (City/ Country)	Bank’s Share – If Different, Voting Rights (%)	Bank’s Risk Group Share (%)
1	Eureko Sigorta AŞ	Istanbul/Turkey	20.00	20.00
2	Bankalarası Kart Merkezi AŞ	Istanbul/Turkey	10.15	10.15
3	Yatırım Finansman Menkul Değerler AŞ (1)	Istanbul/Turkey	0.77	0.77
4	İMKB Takas ve Saklama Bankası AŞ (1)	Istanbul/Turkey	5.83	5.83
5	Vadeli İşlem ve Opsiyon Borsası AŞ (1)	Istanbul/Turkey	6.00	6.00
6	KKB Kredi Kayıt Bürosu AŞ	Istanbul/Turkey	9.09	9.09
7	Gelişen İşletmeler Piyasaları AŞ	Istanbul/Turkey	5.00	5.00
8	Türkiye Cumhuriyet Merkez Bankası AŞ	Ankara/Turkey	2.48	2.48
9	Kredi Garanti Fonu AŞ	Ankara/Turkey	1.67	1.67

	Total Assets	Shareholders’ Equity	Total Fixed Assets (*)	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Company’s Fair Value (if available)
1	569,270	235,608	12,508	12,220	20,777	28,829	97,668	-
2	15,522	12,964	5,738	725	-	(369)	4,467	-
3	162,340	45,831	1,470	2,906	1,284	4,104	3,002	-
4	1,658,356	267,809	11,094	21,657	7,232	25,446	65,227	-
5	35,492	32,319	2,451	1,942	20	5,542	14,777	-
6	26,777	20,210	1,984	2,046	9	6,640	-	-
7	8,060	7,912	2	756	1	587	2,233	-

(1) Financial information is as of 30 June 2009.

(*) Total fixed assets include tangible and intangible assets.

5.1.7.2 Movement of investments in associates

	Current Period	Prior Period
Balance at Beginning of Period	27,705	27,596
Movements during the Period	-	109
Acquisitions and Capital Increases	-	-
Bonus Shares Received	-	109
Dividends from Current Year Profit	-	-
Sales/Liquidations (-)	-	-
Reclassifications	-	-
Increase/Decrease in Market Values	-	-
Impairment Losses (-)	-	-
Balance at End of Period	27,705	27,705
Capital Commitments	4,250	250
Share Percentage at the End of Period (%)	-	-

5.1.7.3 Sectoral distribution of investments and associates

Investments in Associates	Current Period	Prior Period
Banks	-	-
Insurance Companies	11,312	11,312
Factoring Companies	-	-
Leasing Companies	-	-
Finance Companies	14,679	14,679
Other Associates	1,714	1,714

5.1.7.4 Quoted associates

None.

5.1.7.5 Valuation methods of investments in associates

Investments in Associates	Current Period	Prior Period
Valued at Cost	27,705	27,705
Valued at Fair Value	-	-
Valued by Equity Method of Accounting	-	-

5.1.7.6 Investments in associates sold during the current period

None.

5.1.7.7 Investments in associates acquired during the current period

At the Board of Directors meeting held on 3 June 2009, it was decided to participate in the capital increase of Kredi Garanti Fonu AŞ by TL 4,000 thousands and to subscribe for future capital increases upto TL 4,000 thousands in restructuring of the company to build a three-shareholders structure including the Turkish Union of Chambers and Commodity Exchanges (TOBB), the Small and Medium Size Enterprises Development Organization (KOSGEB) and the banks. As per this decision, the Bank has paid TL 2,000 thousands of its capital commitment of TL 4,000 thousands at 15 October 2009 for the capital increase of Kredi Garanti Fonu AŞ decided on 11 September 2009.

5.1.8 Investments in subsidiaries

5.1.8.1 Investments in subsidiaries

	Subsidiary	Address (City/ Country)	Bank's Share – If Different, Voting Rights (%)	Bank's Risk Group Share (%)
1	Garanti Bilişim Teknolojisi ve Tic. AŞ	Istanbul/Turkey	100.00	100.00
2	Garanti Ödeme Sistemleri AŞ	Istanbul/Turkey	99.92	100.00
3	Garanti Hizmet Yönetimi AŞ	Istanbul/Turkey	93.40	96.40
4	Garanti Kültür AŞ	Istanbul/Turkey	100.00	100.00
5	Garanti Konut Finansmanı Danışmanlık Hiz. AŞ	Istanbul/Turkey	100.00	100.00
6	Garanti Finansal Kiralama AŞ	Istanbul/Turkey	94.10	98.94
7	Garanti Faktoring Hiz. AŞ	Istanbul/Turkey	55.40	55.40
8	Garanti Yatırım Menkul Kıymetler AŞ	Istanbul/Turkey	100.00	100.00
9	Garanti Portföy Yönetimi AŞ	Istanbul/Turkey	100.00	100.00
10	Garanti Emeklilik ve Hayat AŞ	Istanbul/Turkey	84.91	84.91
11	Garanti Bank International NV	Amsterdam/Holland	100.00	100.00
12	Garanti Bank Moscow	Moscow/Russia	75.02	99.94
13	Garanti Financial Services Plc	Dublin/Ireland	99.99	100.00
14	Garanti Fund Management Co Ltd	Valetta/Malta	99.50	100.00

	Total Assets	Shareholders' Equity	Total Fixed Assets (*)	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Company's Fair Value
1	18,095	11,059	813	-	1,172	1,175	(97,418)	-
2	20,638	9,885	864	26	1,409	1,506	7,801	-
3	756	684	4	-	43	310	-	-
4	385	203	41	-	2	(15)	(126)	-
5	640	515	-	-	10	(295)	56	-
6	1,827,761	324,376	17,830	154,803	-	38,736	202,392	-
7	1,027,920	48,982	2,274	72,015	467	7,554	19,056	152,312
8	30,293	26,141	3,656	562	1,199	1,201	10,250	-
9	19,200	16,177	970	1,267	21	1,983	1,355	-
10	1,637,970	217,676	13,700	18,577	7,097	60,616	89,643	-
11	8,017,478	604,038	97,404	218,277	82,157	36,288	4,759	493,146
12	453,291	93,614	1,322	19,320	7,143	3,821	43,059	87,576
13	9,519	9,131	-	-	-	(728)	5,463	26,335
14	90	-	-	-	-	-	(267)	-

(*) Total fixed assets include tangible and intangible assets.

5.1.8.2 Movement of investments in subsidiaries

	Current Period	Prior Period
Balance at Beginning of Period	812,128	577,408
Movements during the Period	71,312	234,720
Acquisitions and Capital Increases (*)	562	-
Bonus Shares Received (**)	75,834	72,284
Dividends from Current Year Profit	-	-
Sales/Liquidations	-	-
Reclassifications	-	-
Increase/(Decrease) in Market Values	(9,409)	80,122
Currency Differences on Foreign Subsidiaries	3,167	80,227
Impairment Reversals/(Losses)	1,158	2,087
Balance at End of Period	883,440	812,128
Capital Commitments	-	562
Share Percentage at the End of Period (%)	-	-

(*) The capital commitment amounting TL 562 thousands to Garanti Konut Finansmanı Danışmanlık Hizmetleri AŞ with a foundation capital of TL 750 thousands where the Bank has an ownership share of 100.00%, has been paid.

(**) As per the decision made at the general assembly meeting of Garanti Bank International NV at 14 April 2008, the bank's share capital had been increased from EUR 159,470,000 to EUR 196,567,000. The appropriation of capital increase had been from the retained earnings amounting EUR 35,011,000 and the share premium amounting EUR 2,086,000. As per the decision made at the general assembly meeting of Garanti Bank International NV at 15 April 2009, the bank's share capital has been increased from EUR 196,567,000 to EUR 231,499,000. The appropriation of capital increase is from the retained earnings amounting EUR 34,932,000.

Garanti Faktoring Hizmetleri AŞ had increased its share capital from TL 16,849 thousands to TL 17,960 thousands through appropriation from the dividends allocated from its retained earnings of the year 2007 at 10 September 2008. The company further increased its share capital from TL 17,960 thousands to TL 19,280 thousands through appropriation from its retained earnings on 15 July 2009.

5.1.8.3 Sectoral distribution of investments in subsidiaries

Subsidiaries	Current Period	Prior Period
Banks	558,845	555,439
Insurance Companies	56,545	56,545
Factoring Companies	84,388	17,215
Leasing Companies	76,169	76,169
Finance Companies	95,410	96,397
Other Subsidiaries	12,083	10,363

5.1.8.4 Quoted subsidiaries

Subsidiaries	Current Period	Prior Period
Quoted at Domestic Stock Exchanges	84,388	17,215
Quoted at International Stock Exchanges	-	-

5.1.8.5 Valuation methods of investments in subsidiaries

Subsidiaries	Current Period	Prior Period
Valued at Cost	202,612	202,049
Valued at Fair Value	669,566	599,975
Valued by Equity Method of Accounting (*)	11,262	10,104

(*) includes subsidiaries for which value decreases are provided against considering their equities.

5.1.8.6 Investments in subsidiaries disposed during the current period

None.

5.1.8.7 Investments in subsidiaries acquired during the current period

None.

5.1.9 Investments in Joint-Ventures

None.

5.1.10 Lease receivables

None.

5.1.11 Derivative financial assets held for risk management

5.1.11.1 Positive differences on derivative financial instruments held for risk management

Derivative Financial Assets held for Risk Management	Current Period		Prior Period	
	TL	FC	TL	FC
Fair value hedges	-	-	-	-
Cash flow hedges	-	-	-	69,161
Net foreign investment hedges	-	-	-	-
Total	-	-	-	69,161

The eleven interest rate swap transactions classified under derivative financial assets held for cash flow risk management in the financial statements of prior period are exercised before their due dates in January 2009. The Bank recognized EUR 36,321,000 and USD 16,000,000 (equivalent of TL 100,808 thousands in total) that was collected on the date of these transactions as per the related agreements, under "Income/losses from derivative financial instruments".

5.1.12 Tangible assets

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

5.1.13 Intangible assets

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

5.1.14 Investment property

None.

5.1.15 Deferred tax asset

As of 30 September 2009, the Bank has a deferred tax asset of TL 47,958 thousands (31 December 2008: TL 34,185 thousands) calculated as the net amount remaining after netting of tax deductible timing differences and taxable timing differences.

The Bank does not have any deferred tax assets on tax losses carried forward or tax deductions and exemptions as of 30 September 2009. However, there is a deferred tax asset of TL 203,912 thousands (31 December 2008: TL 107,145 thousands) and deferred tax liability of TL 155,954 thousands (31 December 2008: TL 72,960 thousands) presented as net in the accompanying financial statements on all taxable temporary differences arising between the carrying amounts and the taxable amounts of assets and liabilities on the financial statements that will be considered in the calculation of taxable earnings in the future periods.

For the cases where such differences are related with certain items on the shareholders' equity accounts, the deferred taxes are charged or credited directly to these accounts.

5.1.16 Assets held for sale and assets of discontinued operations

	Current Period	Prior Period
End of Prior Period		
Cost	83,136	115,599
Accumulated Depreciation	(1,832)	(2,749)
Net Book Value	81,304	112,850
End of Current Period		
Additions	22,919	6,917
Disposals (Cost)	(18,358)	(39,867)
Disposals (Accumulated Depreciation)	1,338	1,780
Impairment Losses (-)	-	487
Depreciation Expense for Current Period	(533)	(863)
Currency Translation Differences on Foreign Operations		-
Cost	87,697	83,136
Accumulated Depreciation	(1,027)	(1,832)
Net Book Value	86,670	81,304

As of 30 September 2009, the rights of repurchase on various assets held for sale amount to TL 14,021 thousands (31 December 2008: TL 13,714 thousands).

5.1.17 Other assets

5.1.17.1 Receivables from term sale of assets

	Current Period	Prior Period
Sale of Investments in Associates, Subsidiaries and Joint Ventures	23,943	29,530
Sale of Real Estates	-	455
Sale of Other Assets	2,862	2,863
Total	26,805	32,848

5.1.17.2 Prepaid expenses, taxes and similar items

	Current Period	Prior Period
Prepaid Expenses	187,332	295,671
Prepaid Taxes	2,351	70

5.1.18 Accrued interest and income

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of Turkey	32,010	-	51,629	8,645
Financial Assets at Fair Value through Profit or Loss	1,866	1,103	721	3,180
Banks	22,270	17,934	35,237	32,122
Interbank Money Markets	117	-	552	-
Financial Assets Available-for-Sale	2,446,855	77,385	1,360,541	47,847
Loans	533,724	335,546	755,777	343,165
Investments Held-to-Maturity	95,377	14,526	287,324	24,870
Other Accruals	15,000	-	13,351	2
Total	3,147,219	446,494	2,505,132	459,831

5.2 Liabilities

5.2.1 Maturity profile of deposits

Current Period

	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6-12 Months	1 Year and Over	Accumulating Deposit Accounts	Total
Saving Deposits	1,613,511	-	6,000,837	11,028,304	210,057	128,687	84,476	-	19,065,872
Foreign Currency Deposits	5,038,823	-	9,491,745	7,376,378	686,781	634,280	891,770	90,834	24,210,611
Residents in Turkey	4,721,547	-	8,964,982	7,015,659	642,660	322,173	624,144	89,422	22,380,587
Residents in Abroad	317,276	-	526,763	360,719	44,121	312,107	267,626	1,412	1,830,024
Public Sector Deposits	1,347,719	-	5,084	10,130	21	295	68	-	1,363,317
Commercial Deposits	2,043,369	-	3,927,293	4,033,817	293,099	36,395	138,816	-	10,472,789
Other	82,677	-	19,023	76,723	4,722	166	250	-	183,561
Precious Metal Deposits	229,684	-	38	2,247	-	8,235	-	-	240,204
Bank Deposits	1,166,519	-	1,149,863	106,816	47,316	37,558	66,947	-	2,575,019
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	37,798	-	210,625	10,167	1,039	10,630	29	-	270,288
Foreign Banks	877,811	-	939,238	96,649	46,277	26,928	66,918	-	2,053,821
Special Purpose Financial Institutions	250,910	-	-	-	-	-	-	-	250,910
Other	-	-	-	-	-	-	-	-	-
Total	11,522,302	-	20,593,883	22,634,415	1,241,996	845,616	1,182,327	90,834	58,111,373

Prior Period

	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6-12 Months	1 Year and Over	Accumulating Deposit Accounts	Total
Saving Deposits	1,263,502	-	6,626,686	10,082,104	111,230	82,761	72,599	-	18,238,882
Foreign Currency Deposits	4,161,413	-	9,087,581	6,854,269	418,274	1,086,744	766,434	90,877	22,465,592
Residents in Turkey	3,858,891	-	8,739,310	6,595,492	396,877	519,663	556,614	89,588	20,756,435
Residents in Abroad	302,522	-	348,271	258,777	21,397	567,081	209,820	1,289	1,709,157
Public Sector Deposits	426,693	-	283,600	516,009	25	272	63	-	1,226,662
Commercial Deposits	1,711,753	-	3,220,581	3,612,242	48,451	13,975	95,574	-	8,702,576
Other	159,815	-	54,414	77,756	705	569	207	-	293,466
Precious Metal Deposits	93,443	-	1	2,002	-	24,020	2,088	-	121,554
Bank Deposits	777,477	-	367,317	299,213	142,162	6,757	73,623	-	1,666,549
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	8,019	-	66,930	68,751	125,692	462	-	-	269,854
Foreign Banks	324,151	-	300,387	230,462	16,470	6,295	73,623	-	951,388
Special Purpose Financial Institutions	445,307	-	-	-	-	-	-	-	445,307
Other	-	-	-	-	-	-	-	-	-
Total	8,594,096	-	19,640,180	21,443,595	720,847	1,215,098	1,010,588	90,877	52,715,281

5.2.1.1 Saving deposits and other deposit accounts insured by Saving Deposit Insurance Fund

Saving deposits covered by deposit insurance and total amount of deposits exceeding insurance coverage limit:

	Covered by Deposit Insurance		Over Deposit Insurance Limit	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	8,854,932	8,435,686	10,069,818	9,545,348
Foreign Currency Saving Deposits	3,284,833	2,977,501	10,109,008	7,851,492
Other Saving Deposits	89,552	20,544	116,640	83,909
Deposits held at Foreign Branches Under Foreign Insurance Coverage	-	-	-	-
Deposits held at Off-Shore Branches Under Foreign Insurance Coverage	-	-	-	-

5.2.1.2 Saving deposits at domestic branches of foreign banks in Turkey under the coverage of foreign insurance

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.2.1.3 Saving deposits not covered by insurance limits

	Current Period	Prior Period
Deposits and Other Accounts held at Foreign Branches	337,798	543,248
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	320,198	244,985
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 Depository Banks established for Off-Shore Banking Activities in Turkey	-	-

5.2.2 Negative differences on derivative financial liabilities held for trading

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward deals	38,111	4,554	54,361	10,273
Swaps	146,688	65,251	179,673	87,163
Futures	-	12	-	996
Options	36,630	31,309	62,474	20,156
Other	-	-	-	-
Total	221,429	101,126	296,508	118,588

5.2.3 Funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of Turkey	-	-	-	-
Domestic Banks and Institutions	199,410	170,135	251,138	126,591
Foreign Banks, Institutions and Funds	2,577,430	9,270,736	1,825,837	8,639,880
Total	2,776,840	9,440,871	2,076,975	8,766,471

5.2.3.1 Maturities of funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	199,410	2,812,589	560,393	2,894,570
Medium and Long-Term	2,577,430	6,628,282	1,516,582	5,871,901
Total	2,776,840	9,440,871	2,076,975	8,766,471

5.2.3.2 Disclosures for concentration areas of bank's liabilities

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

5.2.4 Other external funds

Funds provided through repurchase transactions:

	Current Period		Prior Period	
	TL	FC	TL	FC
Domestic Transactions	11,431,715	-	9,878,528	-
Financial Institutions and Organizations	11,396,964	-	9,810,615	-
Other Institutions and Organizations	10,099	-	19,774	-
Individuals	24,652	-	48,139	-
Foreign Transactions	557,181	153,199	573,996	250,419
Financial Institutions and Organizations	557,070	153,199	571,711	250,419
Other Institutions and Organizations	-	-	1,749	-
Individuals	111	-	536	-
Total	11,988,896	153,199	10,452,524	250,419

5.2.5 Lease payables (Net)

5.2.5.1 Financial lease payables

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Up to 1 Year	6,112	5,749	21,359	20,194
1-4 Years	33	28	3,448	3,163
More than 4 Years	-	-	-	-
Total	6,145	5,777	24,807	23,357

5.2.5.2 Operational lease agreements

The operational leasing agreements are signed for some branches and ATM's. The agreements are prepared annually and annual rents are paid in advance and recorded as prepaid expense in "other assets". The Bank does not have any commitments arising on the existing operational lease agreements.

5.2.6 Derivative financial liabilities held for risk management

Derivative Financial Liabilities held for Risk Management	Current Period		Prior Period	
	TL	FC	TL	FC
Fair value hedges	-	-	-	-
Cash flow hedges	-	3,763	-	4,871
Net foreign investment hedges	-	-	-	-
Total	-	3,763	-	4,871

5.2.7 Provisions

5.2.7.1 General provisions

	Current Period	Prior Period
General Provision for	448,578	428,799
Loans and Receivables in Group I	392,784	378,581
Loans and Receivables in Group II	13,947	12,934
Non-Cash Loans	41,847	37,284
Other	-	-

5.2.7.2 Provisions for foreign exchange differences on foreign currency indexed loans and financial lease receivables

	Current Period	Prior Period
Short-Term Loans	23,441	9,441
Medium and Long-Term Loans	12,380	1,855
Total	35,821	11,296

Foreign exchange differences on foreign currency indexed loans are netted with loans on the asset side.

5.2.7.3 Provisions for non-cash loans that are not indemnified or converted into cash

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.2.7.4 Other provisions

5.2.7.4.1 General reserves for possible losses

	Current Period	Prior Period
General Reserves for Possible Losses	265,000	22,000

5.2.7.4.2 Other provisions

	Current Period	Prior Period
Reserve for Employee Benefits	206,928	197,372
Recognized Liability for Defined Benefit Obligations	102,601	102,601
Provision for Promotion Expenses of Credit Cards (*)	33,504	36,206
Other Provisions	12,366	14,994
Total	355,399	351,173

(*) The Bank provides full allowance for the committed promotion expenses of credit cards as of the balance sheet date.

Recognized liability for defined benefit plan obligations

The Bank obtained an actuarial report dated 5 February 2009 from an independent actuary reflecting the principles and procedures on determining the application of transfer transactions in accordance with the Law and it is determined that the assets of the Plan are sufficient to meet the amount that will be required to be paid to transfer the obligation at 31 December 2008.

The asset surplus of the Fund after deducting the net present value of the transferable liabilities as of 31 December 2008 is as follows:

	31 December 2008
Net present value of pension benefits transferable to SSF	(296,328)
Net present value of medical benefits and health premiums transferable to SSF	135,400
General administrative expenses	(15,488)
Present value of pension and medical benefits transferable to SSF	(176,416)
Fair value of plan assets	621,594
Asset surplus	445,178

Furthermore, an actuarial report was prepared as of 31 December 2008 as per the requirements of the Law explained in Note 3.17, the accounting policies related with “employee benefits” for the benefits transferable to the SSF and as per TAS 19 for other benefits not transferable to the SSF and arising from other social rights and payments covered by the existing trust indenture of the Fund and medical benefits provided for employees. Based on the actuary’s 5 February 2009 dated report, the asset surplus over the fair value of the plan assets to be used for the payment of the obligations also fully covers the benefits not transferable and still a surplus of TL 32,799 thousands remains.

	31 December 2008
Pension benefits	(162,356)
Medical benefits	(250,023)
	(412,379)
Fair value of plan assets after deducting transferable benefits	445,178
Asset surplus over present value of defined benefit obligation	32,799

As of 31 December 2008, the Bank’s management, acting prudently, did not consider the health premium surplus amounting TL 135,400 thousands as stated above and resulted from the present value of medical benefits and health premiums transferable to SSF and accordingly, recognized a provision amounting TL 102,601 thousands for its liability and charged fully as expense. This pension liability calculated as of 31 December 2008 is preserved in the accompanying interim financial statements.

	31 December 2008
Asset surplus over present value of defined benefit obligation	32,799
Net present value of medical benefits and health premiums transferable to SSF	(135,400)
Present value of defined benefit obligation	(102,601)

The major actuarial assumptions used in the calculation of other benefits not transferable to SSF are as follows:

	31 December 2008
	%
Discount Rate	17.41-10.51
Inflation Rate	9.50-5.73
Future Real Salary Increase Rate	1.5
Medical Cost Trend Rate	17.80-11.77
Future Pension Increase Rates	9.50-5.73

Assumptions regarding future mortality are based on published statistics and mortality tables. The average life expectancy of an individual retiring at age 60 is 17 for males, and at age 58 for females is 23.

5.2.8 Tax liability

5.2.8.1 Current tax liability

5.2.8.1.1 Tax liability

As of 30 September 2009, the Bank had a current tax liability of TL 393,023 thousands (31 December 2008: TL 119,191 thousands). In cases where the differences between the carrying amounts and the taxable amounts of assets subject to tax, are related with certain items in the equity accounts, the current tax assets/liabilities are charged or credited directly to these accounts.

5.2.8.1.2 Taxes payable

	Current Period	Prior Period
Corporate Taxes Payable	393,023	119,191
Taxation on Securities Income	100,002	191,148
Taxation on Real Estates Income	1,378	1,137
Banking Insurance Transaction Tax	28,150	37,189
Foreign Exchange Transaction Tax	17	12
Value Added Tax Payable	796	2,449
Others	18,228	25,981
Total	541,594	377,107

5.2.8.1.3 Premiums

	Current Period	Prior Period
Social Security Premiums-Employees	-	-
Social Security Premiums-Employer	-	-
Bank Pension Fund Premium-Employees	7	5
Bank Pension Fund Premium-Employer	30	27
Pension Fund Membership Fees and Provisions-Employees	-	-
Pension Fund Membership Fees and Provisions-Employer	-	-
Unemployment Insurance-Employees	436	427
Unemployment Insurance-Employer	798	777
Others	-	-
Total	1,271	1,236

5.2.8.2 Deferred tax liability

None.

5.2.9 Liabilities for assets held for sale and assets of discontinued operations

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.2.10 Subordinated debts

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.2.11 Shareholders’ equity

5.2.11.1 Paid-in capital

	Current Period	Prior Period
Common Shares	4,200,000	4,200,000
Preference Shares	-	-

5.2.11.2 Registered share capital system

Capital	Paid-in Capital	Ceiling per Registered Share Capital
Common Shares	4,200,000	7,000,000
Preference Shares	-	-

5.2.11.3 Capital increases in current period

None.

5.2.11.4 Capital increases from capital reserves in current period

None.

5.2.11.5 Capital commitments for current and future financial periods

None.

5.2.11.6 Possible effect of estimations made for the parent bank’s revenues, profitability and liquidity on equity considering prior period indicators and uncertainties

None.

5.2.11.7 Information on privileges given to stocks representing the capital

None.

5.2.11.8 Securities value increase fund

	Current Period		Prior Period	
	TL	FC	TL	FC
Investments in Associates, Subsidiaries and Joint-Ventures	84,253	48,237	31,099	124,089
Valuation difference	43,907	48,237	(9,247)	124,089
Exchange rate difference	40,346	-	40,346	-
Securities Available-for-Sale	1,333,403	82,802	256,934	(19,605)
Valuation difference	1,333,403	82,802	256,934	(19,605)
Exchange rate difference	-	-	-	-
Total	1,417,656	131,039	288,033	104,484

5.2.11.9 Revaluation surplus

	Current Period		Prior Period	
	TL	FC	TL	FC
Movables	-	-	-	-
Real Estates	2,147	-	2,147	-
Gain on Sale of Investments in Associates and Subsidiaries and Real Estates to be used for Capital Increases	596,047	-	594,943	-
Revaluation Surplus on Leasehold Improvements	-	-	-	-

5.2.11.10 Bonus shares of associates, subsidiaries and joint-ventures

	Current Period	Prior Period
Garanti Yatırım Menkul Değerler AŞ	942	942
Eureko Sigorta AŞ	561	561
Kredi Kartları Bürosu AŞ	481	481
Garanti Ödeme Sistemleri AŞ	401	401
Tat Konserve AŞ	36	36
Doğuş GE Gayrimenkul Yatırım Ortaklığı AŞ	23	23
Yatırım Finansman Menkul Değerler AŞ	9	9
Total	2,453	2,453

5.2.11.11 Legal reserves

	Current Period	Prior Period
I. Legal Reserve	341,749	254,103
II. Legal Reserve	25,290	18,790
Special Reserves	-	-

As per the decisions made at the annual general assembly at 2 April 2009, 5% of prior periods' profit is allocated to legal reserves.

As per the decisions made at the extraordinary general assembly at 3 September 2009, TL 6,500 thousands of extraordinary reserves is allocated to II.legal reserves.

5.2.11.12 Extraordinary reserves

	Current Period	Prior Period
Legal reserves that was allocated to be in compliance with the decisions made on the Annual General Assembly	2,847,764	1,470,724
Retained Earnings	-	-
Accumulated Losses	-	-
Exchange Rate Difference on Foreign Currency Capital	-	-

As per the decisions made at the annual general assembly at 2 April 2009, the remaining prior periods' profit after the appropriation to legal reserves and undistributable funds, are allocated to extraordinary reserves.

At the extraordinary general assembly held on 3 September 2009, it was decided to distribute a dividend of TL 275,000 thousands to shareholders and to allocate TL 6,500 thousands to II.legal reserves from extraordinary reserves.

5.2.12 Accrued interest and expenses

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

	Current Period		Prior Period	
	FC	TL	FC	TL
Deposits	135,950	50,968	250,628	80,405
Funds Borrowed	132,047	51,719	183,331	99,278
Interbank Money Markets	33,398	4,363	45,021	6,787
Other Accruals	15,881	1,100	23,902	9,978
Total	317,276	108,150	502,882	196,448

5.3 Off-Balance Sheet Items

5.3.1 Off-balance sheet contingencies

5.3.1.1 Irrevocable credit commitments

The Bank has asset purchase and sale commitments of TL 1,154,268 thousands (31 December 2008: TL 737,485 thousands), commitments for cheque payments of TL 1,521,016 thousands (31 December 2008: TL 1,356,364 thousands) and commitments for credit card limits of TL 8,988,043 thousands (31 December 2008: TL 8,789,048 thousands).

5.3.1.2 Possible losses, commitments and contingencies resulted from off-balance sheet items

	Current Period	Prior Period
Letters of Guarantee in Foreign Currency	7,627,606	6,790,151
Letters of Guarantee in TL	4,564,234	4,120,918
Letters of Credit	2,021,511	2,311,731
Bills of Exchange and Acceptances	156,001	123,807
Others	-	-
Total	14,369,352	13,346,607

A specific provision of TL 50,856 thousands (31 December 2008: TL 2,459 thousands) is made for unliquidated non-cash loans of TL 90,423 thousands (31 December 2008: TL 15,901 thousands) recorded under the off-balance sheet items in the accompanying financial statements.

The detailed information for commitments, guarantees and sureties are provided under the statement of “off-balance sheet items”.

As of 30 September 2009, in the Bank’s “other irrevocable commitments”, there are commitments for “credit linked notes” with a total face value of USD 925,000,000 (31 December 2008: USD 925,000,000).

5.3.1.3 Non-cash loans

	Current Period	Prior Period
Non-Cash Loans against Cash Risks	878,750	225,228
With Original Maturity of 1 Year or Less	16,005	15,067
With Original Maturity of More Than 1 Year	862,745	210,161
Other Non-Cash Loans	14,076,170	14,040,836
Total	14,954,920	14,266,064

5.3.1.4 Sectoral risk concentration of non-cash loans

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.3.1.5 Non-cash loans classified under Group I and II

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.3.2 Financial derivative instruments

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.3.3 Contingent liabilities and assets

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.3.4 Services rendered on behalf of third parties

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.4 Income Statement

5.4.1 Interest Income

5.4.1.1 Interest income from loans (*)

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-term loans	2,011,337	181,337	1,731,507	134,136
Medium and long-term loans	1,506,914	904,349	1,432,900	750,071
Loans under follow-up	28,106	-	18,016	-
Premiums received from Resource Utilization Support Fund	-	-	-	-
Total	3,546,357	1,085,686	3,182,423	884,207

(*) Includes also the fee and commission income on cash loans

5.4.1.2 Interest income from banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of Turkey	5,173	470	6,817	-
Domestic Banks	10,396	500	6,125	2,298
Foreign Banks	73,638	57,906	121,378	63,393
Foreign Head Offices and Branches	-	-	-	-
Total	89,207	58,876	134,320	65,691

5.4.1.3 Interest income from securities portfolio

	Current Period		Prior Period	
	TL	FC	TL	FC
Trading Financial Assets	12,587	1,984	12,227	2,772
Financial Assets Valued at Fair Value through Profit or Loss	-	-	-	-
Financial Assets Available-for-Sale	1,986,024	113,505	1,423,127	161,330
Investments Held-to-Maturity	695,747	82,533	406,631	8,708
Total	2,694,358	198,022	1,841,985	172,810

5.4.1.4 Interest income received from associates and subsidiaries

	Current Period	Prior Period
Interest received from Investments in Associates and Subsidiaries	36,606	37,447

5.4.2 Interest Expenses

5.4.2.1 Interest expenses on funds borrowed (*)

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	253,167	205,334	206,627	287,538
Central Bank of Turkey	-	-	-	-
Domestic Banks	26,737	5,137	24,799	3,066
Foreign Banks	226,430	200,197	181,828	284,472
Foreign Head Offices and Branches	-	-	-	-
Other Institutions	-	42,640	-	10,549
Total	253,167	247,974	206,627	298,087

(*) Includes also the fee and commission expenses on borrowings

5.4.2.2 Interest expenses paid to associates and subsidiaries

	Current Period	Prior Period
Interest paid to Investments in Associates and Subsidiaries	18,282	20,425

5.4.2.3 Interest expenses on securities issued

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.4.2.4 Maturity structure of interest expense on deposits

Account Description	Demand Deposits	Time Deposits					Accumulating Deposit Accounts	Total
		Up to 1 Month	1-3 Months	3-6 Months	6-12 Months	1 Year and Over		
Turkish Lira								
Bank Deposits	1,867	38,804	-	-	-	-	-	40,671
Saving Deposits	884	556,173	1,024,153	13,743	13,076	8,417	-	1,616,446
Public Sector Deposits	1	18,601	22,965	2	30	7	-	41,606
Commercial Deposits	3,261	376,769	465,083	13,068	1,921	15,999	-	876,101
Other	5,163	13,872	35,268	90	38	22	-	54,453
“7 Days Notice” Deposits	-	-	-	-	-	-	-	-
Total TL	11,176	1,004,219	1,547,469	26,903	15,065	24,445	-	2,629,277
Foreign Currency								
Foreign Currency Deposits	2,161	208,216	225,950	15,605	19,941	23,793	1,745	497,411
Bank Deposits	-	9,208	-	-	-	-	-	9,208
“7 Days Notice” Deposits	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	-	1	-	423	-	-	424
Total FC	2,161	217,424	225,951	15,605	20,364	23,793	1,745	507,043
Grand Total	13,337	1,221,643	1,773,420	42,508	35,429	48,238	1,745	3,136,320

5.4.2.5 *Interest expense on repurchase agreements*

Not prepared in compliance with the Article 25 of the communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.4.2.6 *Financial lease expenses*

Not prepared in compliance with the Article 25 of the communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.4.2.7 *Interest expenses on factoring payables*

Not prepared in compliance with the Article 25 of the communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.4.3 **Dividend income**

Not prepared in compliance with the Article 25 of the communiqué “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.4.4 **Trading income/losses (Net)**

	Current Period	Prior Period
Income	45,937,428	17,355,864
Trading Account Income	364,304	67,549
Gains from Derivative Financial Instruments	2,377,815	1,439,982
Foreign Exchange Gains	43,195,309	15,848,333
Losses (-)	45,131,264	17,240,905
Trading Account Losses	10,591	20,246
Losses from Derivative Financial Instruments	2,020,950	1,227,511
Foreign Exchange Losses	43,099,723	15,993,148
Total	806,164	114,959

TL 163,386 thousands (30 September 2008: TL 16,798 thousands) of foreign exchange gains and TL 339,327 thousands (30 September 2008: TL 253,003 thousands) of foreign exchange losses are resulted from the exchange rate changes of derivative financial transactions.

5.4.5 **Other operating income**

The items under “other operating income” consists of collection or reversals of prior year provisions, banking services related costs charged to customers and income in custody services.

Furthermore, the Bank had called off its existing legal cases against Boğaziçi Corporations Tax Office related with the final and interim corporate tax returns of the years from 2001 to 2005 and settled up with the related tax authority as per the article 3 of the Law No.5736 “Collection of Certain Public Sector Receivables through Conciliation” published in the Official Gazette No.26800 dated 27 February 2008. Accordingly, following the adjustments made to the corporate tax returns of the period from 2001 to 2005, the tax refund that the Bank will collect through conciliation from the tax office due to the prepaid taxes in 2005, is agreed to be TL 131,178 thousands. In line with this conciliation and including a tax refund on an existing unused investment incentive certificate amounting TL 6,078 thousands, a total amount of TL 137,256 thousands is recorded as prior period income in the accompanying financial statements under “other operating income”.

5.4.6 Provision for losses on loans or other receivables

	Current Period	Prior Period
Specific Provisions for Loans and Other Receivables	1,080,623	201,156
<i>Loans and receivables in Group III</i>	221,628	106,586
<i>Loans and receivables in Group IV</i>	422,671	39,168
<i>Loans and receivables in Group V</i>	436,324	55,402
General Provisions	19,722	114,914
Provision for Possible Losses	265,000	-
Impairment Losses on Securities	43	435
<i>Financial assets at fair value through profit or loss</i>	43	379
<i>Financial assets available-for-sale</i>	-	56
Impairment Losses on Associates, Subsidiaries and Investments Held-to-Maturity	16	7
<i>Associates</i>	-	-
<i>Subsidiaries</i>	16	7
<i>Joint Ventures</i>	-	-
<i>Investments Held-to-Maturity</i>	-	-
Others	49,949	2,872
Total	1,415,353	319,384

5.4.7 Other operating expenses

	Current Period	Prior Period
Personnel Costs	666,363	638,619
Reserve for Employee Termination Benefits	-	-
Deficit Provision for Pension Fund	-	164,598
Impairment Losses on Tangible Assets	-	1
Depreciation Expenses of Tangible Assets	124,991	120,719
Impairment Losses on Intangible Assets	-	-
Amortisation Expenses of Intangible Assets	3,338	3,014
Impairment Losses on Assets to be Disposed	-	-
Depreciation Expenses of Assets to be Disposed	533	682
Impairment Losses on Assets Held for Sale	-	-
Other Operating Expenses	758,667	714,604
<i>Operational Lease related Expenses</i>	96,902	78,402
<i>Repair and Maintenance Expenses</i>	18,422	17,745
<i>Advertisement Expenses</i>	60,635	82,783
<i>Other Expenses</i>	582,708	535,674
Loss on Sale of Assets	1,126	8,179
Others (*)	285,320	267,636
Total	1,840,338	1,918,052

(*) In the current period, this item includes a provision amounting TL 104,600 thousands (30 September 2008: TL 124,735 thousands) for short-term employee benefits.

5.4.8 Profit/loss before taxes including profit/loss from discontinued operations

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.4.9 Provision for taxes including taxes from discontinued operations

As of 30 September 2009, the Bank recorded a tax expense of TL 614,732 thousands (30 September 2008: TL 342,606 thousands) and a deferred tax income of TL 37,354 thousands (30 September 2008: TL 9,106 thousands).

Deferred tax income/expense on timing differences:

Deferred tax income/(expense) on timing differences	Current Period
Increase in tax deductible timing differences (+)	94,760
Decrease in tax deductible timing differences (-)	2,843
Increase in taxable timing differences (-)	71,347
Decrease in taxable timing differences (+)	16,784
Total	37,354

Deferred tax income/expense in the income statement arising on timing differences, tax losses and tax deductions and exemptions:

Deferred tax income/(expense) arising on timing differences, tax losses and tax deductions and exemptions	Current Period
Increase/(decrease) in tax deductible timing differences (net)	91,917
(Increase)/decrease in taxable timing differences (net)	(54,563)
Increase/(decrease) in tax losses (net)	-
Increase/(decrease) in tax deductions and exemptions (net)	-
Total	37,354

5.4.10 Net operating profit/loss after taxes including net profit/loss from discontinued operations

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.4.11 Net profit/loss

5.4.11.1 Any further explanation on operating results needed for better understanding of the Bank’s performance

None.

5.4.11.2 Any changes in estimations that might have a material effect on current and subsequent period results

None.

5.4.12 Components of other items in income statement

Other items do not exceed 10% of the total of income statement.

5.5 Statement of Changes in Shareholders' Equity

Not prepared in compliance with the Article 25 of the communique "Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks".

5.6 Statement of Cash Flows

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.7 Related Party Risks

5.7.1 Transactions with the Bank's risk group; lendings and deposits and other related party transactions outstanding at period end and income and expenses from such transactions incurred during the period

5.7.1.1 Loans and other receivables

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 beginning of period	1,729,413	122,864	25	1,661	220,662	183,932
Balance at end of period	1,628,074	24,408	124	1,821	202,025	294,586
Interest and Commission Income	42,946	100	15	1	10,905	1,531

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 beginning of period	953,386	61,690	1	1,090	65,794	168,482
Balance at end of period	1,729,413	122,864	25	1,661	220,662	183,932
Interest and Commission Income	42,130	87	17	4	4,081	897

5.7.1.2 Deposits

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 beginning of period	240,915	154,208	300,582	86,051	183,763	235,532
Balance at end of period	319,410	240,915	244,150	300,582	321,528	183,763
Interest Expense	18,282	20,425	11,479	13,692	8,188	14,037

5.7.1.3 Derivative transactions

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
Transactions for Trading:						
Beginning of Period	331,010	-	-	-	-	-
End of Period	258,004	331,010	-	-	16,577	-
Total Profit/Loss	54,311	3,379	-	-	353	-
Transactions for Hedging:						
Beginning of Period	-	-	-	-	-	-
End of Period	-	-	-	-	-	-
Total Profit/Loss	-	-	-	-	-	-

5.7.2 The Bank's risk group

5.7.2.1 *Relations with companies in risk group of/or controlled by the Bank regardless of nature of current transactions*

Transactions with the risk group, are held under arm's-length conditions; terms are set according to the market conditions and in compliance with the Banking Law. The Bank's policy is to keep the balances and transaction volumes with the risk group at reasonable levels preventing any high concentration risk on balance sheet.

5.7.2.2 *Concentration of transaction volumes and balances with risk group and pricing policy*

The cash loans of the risk group amounting TL 490,153 thousands (31 December 2008: TL 667,071 thousands) compose 0.98% (31 December 2008: 1.34%) of the Bank's total cash loans and 0.49% (31 December 2008: 0.75%) of the Bank's total assets. The total loans and similar receivables amounting TL 1,830,223 thousands (31 December 2008: TL 1,950,100 thousands) compose 1.82% (31 December 2008: TL 2.19%) of the Bank's total assets. The non-cash loans of the risk group amounting TL 320,815 thousands (31 December 2008: TL 308,457 thousands) compose 2.15% (31 December 2008: 2.17%) of the Bank's total non-cash loans. The deposits of the risk group amounting TL 885,088 thousands (31 December 2008: TL 725,260 thousands) compose 1.52% (31 December 2008: 1.38%) of the Bank's total deposits. The pricing in transactions with the risk group companies is set on an arms-length basis.

The Bank has a total lease payable of TL 5,777 thousands (31 December 2008: TL 23,357 thousands) from the transactions carried out with related parties. As a result of these transactions, a leasing expense of TL 1,680 thousands (30 September 2008: TL 4,396 thousands) is recorded. Furthermore, there is a credit card (POS) payable amounting TL 32,559 thousands (31 December 2008: TL 25,987 thousands) to related parties.

Operating expenses of TL 6,825 thousands (30 September 2008: TL 11,937 thousands) for IT services rendered by related parties and rent income of TL 1,262 thousands (30 September 2008: TL 1,046 thousands) for the real estates rented to related parties, are recorded.

The Bank made a total payment of TL 44,570 thousands to its top management considered as key management as of 30 September 2009 (30 September 2008: TL 42,234 thousands).

5.7.2.3 *Other matters not required to be disclosed*

None.

5.7.2.4 *Transactions accounted under equity method*

Please refer to Note 5.1.8.

5.7.2.5 *All kind of agreements signed like asset purchases/sales, service rendering, agencies, leasing, research and development, licences, funding, guarantees, management services*

The Bank has agency contracts with Garanti Yatırım Menkul Kıymetler AŞ, Eureko Sigorta AŞ, Garanti Emeklilik ve Hayat AŞ. Accordingly, all the branches of the Bank serve as agencies to sell the products of these entities to customers. Agency services for trading of securities on behalf of customers are rendered by the Bank's specialised branches (Investment Centers).

Purchase of equipments for the Bank's internal use are partly arranged through financial leasing.

At 11 March 2008, a real estate with a net book value of TL 40,581 thousands was sold to Doğu Holding AŞ at a sale price of USD 35,000,000 (equivalent of TL 42,693 thousands). The sale price, of which USD 15,000,000 was collected immediately at the date of sale, was fully collected. A gain of TL 2,112 thousands was recognized as income on this transaction in prior period.

At 6 March 2009, a real estate was purchased from Eureko Sigorta AŞ at a price of TL 12,434 thousands and fully paid.

The Bank purchased a real estate at a total price of USD 11,000,000 plus VAT (equivalent of TL 18,121 thousands) at 3 June 2009 through payments of USD 6,000,000 at 6 April 2009 and USD 5,880,000 at 3 June 2009 as per the trading commitment agreement with Doğu-Ge Gayrimenkul Yatırım Ortaklığı AŞ.

5.8 Domestic, Foreign and Off-Shore Branches or Investments and Foreign Representative Offices

Not prepared in compliance with the Article 25 of the communique “Financial Statements and Related Disclosures and Footnotes to be Announced to Public by Banks”.

5.9 Significant Events and Matters Arising Subsequent to Balance Sheet Date

The Bank has acquired one ordinary share that EFG Finansal Kiralama AŞ had in Garanti Bank Moscow, one of the Bank's subsidiaries, representing a 0.0578% ownership in the registered share capital of this bank at a nominal value of Rouble 255,000 on 15 October 2009 for a purchase price of USD 65,000.

5.10 Other Disclosures on Activities of the Bank

5.10.1 The Bank's latest international risk ratings

MOODY'S (September 2009*)

Long Term FC Deposit	B1
Long Term TL Deposit	A3
Short Term TL Deposit	Prime-2
Short Term FC Deposit	NP
Long Term FC Deposit Outlook	Positive
Financial Strength Rate (FSR)	C-
FSR Outlook	Stable
Long Term National	Aaa.tr
Short Term National	TR-1

STANDARD AND POORS (September 2009*)

Long Term FC Obligations	BB-
Long Term TL Deposit	BB-
Outlook	Stable

FITCH RATINGS (November 2009*)

Foreign Currency	
Long Term	BB (RWP)
Short Term	B
Outlook	Stable
Individual	C
Support	4 (RWP)
Turkish Lira	
Long Term	BBB- (RWP)
Short Term	F3
Outlook	Stable
National	AAA
Outlook	Stable

CAPITAL INTELLIGENCE (December 2008*)

Long Term FC Obligations	BB-
Short Term FC Obligations	B
Domestic Strength	BBB+
Support	2
Outlook	Stable

JCR EURASIA RATINGS (May 2009*)

Long Term International FC	BB+ (Stable)
Long Term International TL	BBB (Stable)
Long Term National	AAA (Trk) (Stable)
Short Term International FC	B (Stable)
Short Term International TL	A-3 (Stable)
Short Term National	A-1+ (Trk) (Stable)
Support	1
Independency from Shareholders	A

(*) Latest dates in risk ratings or outlooks.

5.10.2 Dividends

At the annual general assembly dated 2 April 2009 and the extraordinary general assembly dated 3 September 2009, it was decided to distribute the profit of 2008 as follows:

2008 PROFIT DISTRIBUTION TABLE	
2008 Net Profit	1,750,488
A – I. Legal reserve (Turkish Commercial Code 466/1) at 5%	(87,524)
Undistributable funds	(4,424)
B – First dividend at 5% of the Paid Capital	(210,000)
C – Extraordinary reserves at 5% after above deductions	(72,427)
D – Dividend to the owners of the Founder Shares	(65,000)
E – Extraordinary reserves	(1,304,613)
F – II. Legal reserve (Turkish Commercial Code 466/2)	(6,500)

5.10.3 Other disclosures

On 23 February 2009, the Bank obtained a subordinated debt of EUR 50 millions from Proparco (Societe de Promotion et de Participation pour la Cooperation Economique SA), a company of the French Development Agency Group with an interest of Euribor+3.5% and maturity of 12 years with a repayment option at the end of the seventh year to finance the clean energy projects. This debt is qualified as the secondary subordinated debt to be included in the supplementary capital by the BRSA in the calculation of the Bank's capital adequacy ratio in compliance with the conditions set in the "Regulation on Equities of Banks" issued by the BRSA and published in the Official Gazette no.26333 dated 1 November 2006.

6 Independent Auditors' Review Report

6.1 Disclosure on independent auditors' review report

The Bank's unconsolidated interim financial statements as of 30 September 2009, are reviewed by Akis Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik AŞ (the member firm of KPMG International). It was noted in their review report dated 6 November 2009 that except for the effect of the matter described in the third paragraph on the financial statements, nothing material has come to their attention that caused them to believe that the accompanying unconsolidated interim financial statements do not give a true and fair view of the Bank's financial position and results of its operations as of 30 September 2009.

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