

## **Garanti's contribution to economy reached TL 323 billion**

**Türkiye Garanti Bankası A.Ş.**, announced its financial statements dated March 31, 2019. Based on the consolidated financials, Garanti's net income in the first three months recorded as TL 1 billion 757 million 409 thousand. Garanti's asset size reached TL 423 billion 321 million 867 thousand and Turkish Lira loans were the main driver of the asset growth. Given the support of Credit Guaranteed Fund, performing cash loans grew by 6% in the first three months and the Bank's contribution to the economy through cash and non-cash loans reached TL 323 billion 221 million 232 thousand. Actively managing the funding base, deposits continued to be the main funding source with 62% share in the total funding base. Garanti's deposit base reached to TL 262 billion 790 million 687 thousand with 7% growth in the quarter. Preserving the strong capital stance, Bank's capital adequacy ratio was realized at 15.5%. The Bank delivered an **ROAE** (Return on Average Equity) of 15.6% and an **ROAA** (Return on Average Assets) of 1.8%.

Commenting on the topic, **Garanti Bank CEO Fuat Erbil** stated that: "Despite challenging market conditions, we made a strong start to 2019 with continued support to the economy. Given the confidence in our high capital adequacy ratio, our contribution to the economy exceeded TL 323 billion. While growing faster than the sector in TL loans, we sustained our leadership in consumer loans. In the first three months of 2019, we grew our TL business banking loans by 13%. On funding front, we have diversified our resources and extended the maturities. Within the framework of the international borrowing program, we have secured a financing in the total amount of USD 150 million with a maturity of 5 years. Thereby solidifying our leading position in the sector, we have reaffirmed foreign investors' confidence in Garanti Bank and their long-term interest in Turkey."

Expressing his appreciation for Garanti's recognitions on the international platforms, **Erbil** said: "With our customer-oriented approach, wide range of solution oriented products meeting the special needs and with a team of banking experts, our bank was the winner of "**Best Private Banking Award**" in Turkey per survey conducted by **Euromoney**, one of the world's leading magazines. On the other hand, as Garanti Bank, we continue to be the solution partner of our customers in foreign trade. With the solutions we offer to our customers and value we have created for them, we are very pleased to be recognized as "**Turkey's Best Trade Finance Bank**" by an important international platform like **Global Finance**. After another year of successful work within the entire value chain contributing to our human resources, customers and the community, this year again we were entitled to be included in the **Bloomberg Gender Equality Index** as the **only company from Turkey**. It is highly valuable to reach such achievements in a fast moving period, both domestically and globally. I would like to thank all my colleagues, all of our stakeholders who trust and support us."

*You may access the earnings presentation regarding the BRSA consolidated financial results as of and for the period ending March 31, 2019 from Garanti Bank Investor Relations website at [www.garantiinvestorrelations.com](http://www.garantiinvestorrelations.com)*

## Selected Figures of Garanti Bank's Consolidated Financial Statements (March 31, 2019)

Selected Balance Sheet Items	Current Period 31.Mar.2019	Prior Period 31.Dec.2018	Change $\Delta$ %
Total Assets	423,321,867	399,153,601	6.1%
Loans	272,866,758	257,214,233	6.1%
- Performing Loans	257,727,924	243,460,849	5.9%
- Non-Performing Loans	15,138,834	13,753,384	10.1%
Deposits	262,790,687	245,016,346	7.3%
Shareholders' Equity	48,426,631	46,886,842	3.3%

Selected P&L Items	Current Period 31.Mar.2019	Prior Period 31.Mar.2018	Change $\Delta$ %
Net Interest Income	4,909,757	4,110,962	19.4%
Operating Expenses	2,417,203	2,042,531	18.3%
- HR Cost	1,025,090	814,443	25.9%
- Other Operating Expenses	1,392,113	1,228,088	13.4%
Net Fees&Commissions	1,499,103	1,238,226	21.1%
Net Income	1,757,409	2,011,202	-12.6%

### Highlights from Garanti Bank's Consolidated Financials

- Return on Average Assets (ROAA) reached 1.8%.
- Return on Average Equity (ROAE) reached 15.6%.
- Total loans grew by 6% in the first three months and the contribution to the economy through cash and non-cash loans reached TL 323 billion 221 million 232 thousand.
- Total cash loans, TL loans and FC loans market shares realized at 10.6%, 11% ve 10% respectively.
- Total deposits grew by 7% and deposits market share realized at 10.8%.
- Demand deposits' share in total deposits reached 29%.
- CAR (Capital Adequacy Ratio) realized at 15.5% well-above minimum required regulatory limit of 12.5%.
- NPL ratio realized at 5.4%.