

Türkiye Garanti Bankası Anonim Şirketi

And Its Financial Affiliates

Consolidated 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; "Consolidated
Financial Statements and Related Disclosures and
Footnotes" comprising 82 pages.*



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

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**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 consolidated balance sheet of Türkiye Garanti Bankası AŞ ("the Bank") and its financial affiliates as of 30 September 2009 and the related consolidated income statement, statement of cash flows, 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 consolidated financial statements include a general reserve amounting to TL 295,000 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 TL 265,000 thousands of such provision has been recognized as expense in the current period.

Based on our review, except for the effect on the consolidated financial statements of the matter described in the paragraph above, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements are not presented fairly, in all material respects, the financial position of the Türkiye Garanti Bankası AŞ and its financial affiliates 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 Articles 37 and 38 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 and Its Financial Affiliates
Consolidated Interim Financial Report
as of and for the Nine-Month Period Ended 30 September 2009

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The consolidated 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 Parent Bank
2. Consolidated Interim Financial Statements of Parent Bank
3. Accounting Policies
4. Consolidated Financial Position and Results of Operations of Group
5. Disclosures and Footnotes on Consolidated Financial Statements
6. Independent Auditors' Review Report

The consolidated subsidiaries and associates in the scope of this consolidated financial report are the followings:

Subsidiaries

1. Garanti Bank International NV
2. Garanti Finansal Kiralama AŞ
3. Garanti Bank Moscow
4. Garanti Faktoring Hizmetleri AŞ
5. Garanti Emeklilik ve Hayat AŞ
6. Garanti Yatırım Menkul Kıymetler AŞ
7. Garanti Portföy Yönetimi AŞ
8. Garanti Financial Services Plc
9. Garanti Fund Management Co Ltd

Associates

1. Eureka Sigorta AŞ

Special Purpose Entities

1. Garanti Diversified Payment Rights Finance Company
2. T2 Capital Finance Company

The consolidated financial statements for the nine-month period 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	M. Cüneyt Sezgin	Des O'Shea	S. Ergun Özen	Aydın Şenel	Aylin Aktürk
Board of Directors Chairman	Audit Committee Member	Audit Committee Member	General Manager	Executive Vice President Responsible of Financial Reporting	Coordinator

The authorized contact person for questions on this financial report:

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

1.1 History of parent 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 Parent bank’s shareholder structure, management and internal audit, direct and indirect shareholders, change in shareholder structure during period and information on its risk group

As of 30 September 2009, group of companies under Doğu Holding AŞ that currently owns 30.52% shares of the Bank, is called as the Doğu Group (the Group). On 22 December 2005, Doğu 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 the Bank at a nominal value of TL 97,650 thousands each to Doğu Holding AŞ, representing 4.65% of the issued share capital of Türkiye Garanti Bankası AŞ.

Doğu Group

The Doğu 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 thousands employees.

The major worldwide joint ventures of the Group are; General Electric in finance and real estate, Volkswagen AG and TÜV SÜD 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, Doğu GE Gayrimenkul Yatırım Ortaklığı AŞ and Volkswagen Doğu 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 parent 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 & 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 Ersözöğlu	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 parent 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 parent 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 Consolidated Financial Statements

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi and Its Financial Affiliates Consolidated 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	5,272,103	3,012,506	8,284,609	2,575,060	2,974,970	5,550,030
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)		5.1.2	820,545	447,902	1,268,447	659,366	614,557	1,273,923
2.1 Financial assets held for trading			820,545	447,902	1,268,447	659,366	614,557	1,273,923
2.1.1 Government securities			189,889	10,284	200,173	123,957	15,599	139,556
2.1.2 Equity securities			15,124	763	15,887	13,642	14	13,656
2.1.3 Derivative financial assets held for trading			605,922	279,246	885,168	512,567	230,668	743,235
2.1.4 Other securities			9,610	157,609	167,219	9,200	368,276	377,476
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	2,661,005	6,475,841	9,136,846	1,713,868	5,336,354	7,050,222
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	21,812,387	4,198,893	26,011,280	15,031,030	3,296,591	18,327,621
5.1 Equity securities			20,813	60,750	81,563	17,464	44,989	62,453
5.2 Government securities			21,524,660	1,242,385	22,767,045	14,714,792	1,045,877	15,760,669
5.3 Other securities			266,914	2,895,758	3,162,672	298,774	2,205,725	2,504,499
VI. LOANS		5.1.5	29,656,979	23,767,605	53,424,584	28,086,979	24,662,721	52,749,700
6.1 Loans			29,266,965	23,762,993	53,029,958	27,636,833	24,662,721	52,299,554
6.1.1 Loans to bank's risk group		5.7	103,130	152,244	255,374	48,308	201,823	250,131
6.1.2 Government securities		5.7	-	-	-	-	-	-
6.1.3 Other			29,163,835	23,610,749	52,774,584	27,588,525	24,460,898	52,049,423
6.2 Loans under follow-up			2,114,449	51,143	2,165,592	1,239,739	25,085	1,264,824
6.3 Specific provisions (-)			1,724,435	46,531	1,770,966	789,593	25,085	814,678
VII. FACTORING RECEIVABLES		5.1.6	545,966	223,241	769,207	405,992	245,807	651,799
VIII. INVESTMENTS HELD-TO-MATURITY (Net)		5.1.7	5,818,153	1,444,232	7,262,385	6,086,566	1,697,815	7,784,381
8.1 Government securities			5,818,153	1,405,523	7,223,676	6,086,566	1,658,021	7,744,587
8.2 Other securities			-	38,709	38,709	-	39,794	39,794
IX. INVESTMENTS IN ASSOCIATES (Net)		5.1.8	63,839	-	63,839	57,074	-	57,074
9.1 Associates consolidated under equity accounting			47,121	-	47,121	40,342	-	40,342
9.2 Unconsolidated associates			16,718	-	16,718	16,732	-	16,732
9.2.1 Financial investments in associates			14,741	-	14,741	14,755	-	14,755
9.2.2 Non-financial investments in associates			1,977	-	1,977	1,977	-	1,977
X. INVESTMENTS IN SUBSIDIARIES (Net)		5.1.9	22,502	682	23,184	20,780	674	21,454
10.1 Unconsolidated financial investments in subsidiaries			419	682	1,101	417	674	1,091
10.2 Unconsolidated non-financial investments in subsidiaries			22,083	-	22,083	20,363	-	20,363
XI. INVESTMENTS IN JOINT-VENTURES (Net)		5.1.10	-	-	-	-	-	-
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)		5.1.11	365,421	1,372,546	1,737,967	450,766	1,653,231	2,103,997
12.1 Financial lease receivables			447,145	1,569,448	2,016,593	560,173	1,869,013	2,429,186
12.2 Operational lease receivables			-	-	-	-	-	-
12.3 Others			-	-	-	-	-	-
12.4 Unearned income (-)			81,724	196,902	278,626	109,407	215,782	325,189
XIII. DERIVATIVE FINANCIAL ASSETS HELD FOR RISK MANAGEMENT		5.1.12	-	-	-	-	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)		5.1.13	1,119,064	95,218	1,214,282	1,108,806	98,218	1,207,024
XV. INTANGIBLE ASSETS (Net)		5.1.14	36,931	4,932	41,863	32,456	5,023	37,479
15.1 Goodwill			6,388	-	6,388	6,388	-	6,388
15.2 Other intangibles			30,543	4,932	35,475	26,068	5,023	31,091
XVI. INVESTMENT PROPERTY (Net)		5.1.15	-	-	-	-	-	-
XVII. TAX ASSET			105,852	4,328	110,180	34,877	17,777	52,654
17.1 Current tax asset			34,666	3,066	37,732	70	63	133
17.2 Deferred tax asset		5.1.16	71,186	1,262	72,448	34,807	17,714	52,521
XVIII. ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)		5.1.17	86,712	-	86,712	81,346	-	81,346
18.1 Asset held for resale			86,712	-	86,712	81,346	-	81,346
18.2 Assets of discontinued operations			-	-	-	-	-	-
XIX. OTHER ASSETS		5.1.18	1,879,232	203,680	2,082,912	1,823,944	156,052	1,979,996
TOTAL ASSETS			70,296,808	41,251,606	111,548,414	58,209,462	40,828,951	99,038,413

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

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi and Its Financial Affiliates
Consolidated Balance Sheet
At 30 September 2009

LIABILITIES AND SHAREHOLDERS' EQUITY		Footnotes	THOUSANDS OF TURKISH LIRA (TL)					
			CURRENT PERIOD			PRIOR PERIOD		
			30 September 2009			31 December 2008		
			TL	FC	Total	TL	FC	Total
I. DEPOSITS	5.2.1		32,014,357	32,278,240	64,292,597	29,119,139	28,840,818	57,959,957
1.1 Deposits from bank's risk group	5.7		259,816	316,845	576,661	150,823	350,667	501,490
1.2 Other			31,754,541	31,961,395	63,715,936	28,968,316	28,490,151	57,458,467
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	5.2.2		227,710	158,211	385,921	302,141	298,951	601,092
III. FUNDS BORROWED	5.2.3		3,489,339	11,048,149	14,537,488	2,738,501	10,734,878	13,473,379
IV. INTERBANK MONEY MARKETS	5.2.4		11,988,896	212,760	12,201,656	10,452,524	700,656	11,153,180
4.1 Interbank money market takings			-	-	-	-	-	-
4.2 Istanbul Stock Exchange money market takings			-	-	-	-	-	-
4.3 Obligations under repurchase agreements			11,988,896	212,760	12,201,656	10,452,524	700,656	11,153,180
V. SECURITIES ISSUED (Net)			-	-	-	-	-	-
5.1 Bills			-	-	-	-	-	-
5.2 Asset backed securities			-	-	-	-	-	-
5.3 Bonds			-	-	-	-	-	-
VI. FUNDS			-	-	-	-	-	-
6.1 Borrower funds			-	-	-	-	-	-
6.2 Other			-	-	-	-	-	-
VII. MISCELLANEOUS PAYABLES			3,511,517	105,842	3,617,359	2,795,404	121,233	2,916,637
VIII. OTHER EXTERNAL FUNDINGS PAYABLE			544,024	268,946	812,970	633,430	231,590	865,020
IX. FACTORING PAYABLES	5.2.5		-	-	-	-	-	-
X. LEASE PAYABLES (Net)	5.2.6		-	4,906	4,906	-	4,845	4,845
10.1 Financial lease payables			-	4,906	4,906	-	4,845	4,845
10.2 Operational lease payables			-	-	-	-	-	-
10.3 Others			-	-	-	-	-	-
10.4 Deferred expenses (-)			-	-	-	-	-	-
XI. DERIVATIVE FINANCIAL LIABILITIES HELD FOR RISK MANAGEMENT	5.2.7		-	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	5.2.8		1,275,282	21,051	1,296,333	944,756	28,510	973,266
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			208,893	-	208,893	198,840	-	198,840
12.4 Insurance technical provisions (Net)			132,136	-	132,136	123,603	-	123,603
12.5 Other provisions			505,167	1,559	506,726	212,770	9,254	222,024
XIII. TAX LIABILITY	5.2.9		561,808	13,277	575,085	390,131	6,746	396,877
13.1 Current tax liability			561,808	209	562,017	387,893	6,746	394,639
13.2 Deferred tax liability			-	13,068	13,068	2,238	-	2,238
XIV. LIABILITIES FOR ASSETS HELD FOR SALE AND ASSETS OF DISCONTINUED OPERATIONS (Net)	5.2.10		-	-	-	-	-	-
14.1 Asset held for sale			-	-	-	-	-	-
14.2 Assets of discontinued operations			-	-	-	-	-	-
XV. SUBORDINATED DEBTS	5.2.11		-	1,018,559	1,018,559	-	946,709	946,709
XVI. SHAREHOLDERS' EQUITY	5.2.12		12,705,741	96,036	12,801,777	9,752,345	(9,765)	9,742,580
16.1 Paid-in capital			4,200,000	-	4,200,000	4,200,000	-	4,200,000
16.2 Capital reserves			2,652,914	83,106	2,736,020	1,576,741	(18,270)	1,558,471
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			1,332,243	85,534	1,417,777	257,174	(79,268)	177,906
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			1,509	-	1,509	1,509	-	1,509
16.2.8 Hedging reserves (effective portion)			(63,466)	(2,428)	(65,894)	(63,466)	60,998	(2,468)
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			3,659,414	12,930	3,672,344	2,061,101	8,505	2,069,606
16.3.1 Legal reserves			374,641	4,641	379,282	280,954	4,097	285,051
16.3.2 Status reserves			-	-	-	-	-	-
16.3.3 Extraordinary reserves			3,187,603	-	3,187,603	1,681,758	-	1,681,758
16.3.4 Other profit reserves			97,170	8,289	105,459	98,389	4,408	102,797
16.4 Profit or loss			2,147,332	-	2,147,332	1,879,378	-	1,879,378
16.4.1 Prior periods profit/loss			-	-	-	-	-	-
16.4.2 Current period net profit/loss			2,147,332	-	2,147,332	1,879,378	-	1,879,378
16.5 Minority interest			46,081	-	46,081	35,125	-	35,125
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY			66,318,674	45,229,740	111,548,414	57,128,371	41,910,042	99,038,413

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

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi and Its Financial Affiliates

Consolidated Off-Balance Sheet Items

At 30 September 2009

OFF-BALANCE SHEET ITEMS	Footnotes	THOUSANDS OF TURKISH LIRA (TL)					
		CURRENT PERIOD 30 September 2009			PRIOR PERIOD 31 December 2008		
		TL	FC	Total	TL	FC	Total
A. OFF-BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)		40,903,137	54,073,276	94,976,413	32,184,579	48,697,088	80,881,667
I. GUARANTEES AND SURETIES	5.3.1	4,564,196	10,827,047	15,391,243	4,228,584	10,338,550	14,567,134
1.1. Letters of guarantee		4,563,677	7,791,097	12,354,774	4,118,306	6,894,220	11,012,526
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	529,809	862,678	312,563	422,149	734,712
1.1.3. Other letters of guarantee		4,230,808	7,261,288	11,492,096	3,566,753	5,930,364	9,497,117
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	2,880,448	2,880,468	278	3,320,523	3,320,801
1.3.1. Documentary letters of credit		-	3	3	-	82	82
1.3.2. Other letters of credit		20	2,880,445	2,880,465	278	3,320,441	3,320,719
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		17,157,969	8,196,671	25,354,640	14,376,973	4,743,412	19,120,385
2.1. Irrevocable commitments		17,157,969	8,196,036	25,354,005	14,376,973	4,742,758	19,119,731
2.1.1. Asset purchase and sale commitments		146,579	1,536,892	1,683,471	153,483	1,418,639	1,572,122
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		3,128,710	2,451,476	5,580,186	2,787,561	1,853,327	4,640,888
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		1,520,956	-	1,520,956	1,356,288	-	1,356,288
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		8,987,804	54,848	9,042,652	8,788,785	31,274	8,820,059
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	1,383,435	2,647,645	1,264,210	1,439,518	2,703,728
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	19,180,972	35,049,558	54,230,530	13,579,022	33,615,126	47,194,148
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 derivative		19,180,972	35,048,123	54,229,095	13,579,022	33,504,603	47,083,625
3.2.1. Forward foreign currency purchases/sales		2,269,011	2,988,801	5,257,812	1,937,437	2,904,909	4,842,346
3.2.1.1. Forward foreign currency purchases		1,196,589	1,411,385	2,607,974	934,191	1,490,485	2,424,676
3.2.1.2. Forward foreign currency sales		1,072,422	1,577,416	2,649,838	1,003,246	1,414,424	2,417,670
3.2.2. Currency and interest rate swaps		8,565,136	16,531,248	25,096,384	9,923,766	20,708,428	30,632,194
3.2.2.1. Currency swaps-purchases		3,339,807	9,183,040	12,522,847	5,472,200	9,895,595	15,367,795
3.2.2.2. Currency swaps-sales		5,225,329	6,852,061	12,077,390	4,451,566	10,772,760	15,224,326
3.2.2.3. Interest rate swaps-purchases		-	246,889	246,889	-	18,612	18,612
3.2.2.4. Interest rate swaps-sales		-	249,258	249,258	-	21,461	21,461
3.2.3. Currency, interest rate and security options		8,329,842	14,751,652	23,081,494	1,683,016	9,017,177	10,700,193
3.2.3.1. Currency call options		3,984,294	5,595,898	9,580,192	658,260	2,816,859	3,475,119
3.2.3.2. Currency put options		4,313,353	5,627,124	9,940,477	990,950	2,696,475	3,687,425
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	10,642	44,448
3.2.3.6. Security put options		12,213	-	12,213	-	1,521	1,521
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)		179,091,471	118,269,383	297,360,854	149,828,729	108,801,912	258,630,641
IV. ITEMS HELD IN CUSTODY		48,086,848	15,399,871	63,486,719	38,828,829	15,720,224	54,549,053
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		5,224,271	834,455	6,058,726	4,869,700	895,721	5,765,421
4.4. Commercial notes received for collection		1,986,228	1,790,225	3,776,453	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		48,182	525,334	573,516	22,447	510,980	533,427
4.8. Custodians		-	-	-	-	-	-
V. PLEDGED ITEMS		131,004,623	102,869,512	233,874,135	110,999,900	93,081,688	204,081,588
5.1. Securities		545,751	14,243	559,994	77,210	24,354	101,564
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
5.4. Warranties		-	231,994	231,994	-	335,011	335,011
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	71,653,072	157,525,649	75,028,665	65,519,224	140,547,889
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)		219,994,608	172,342,659	392,337,267	182,013,308	157,499,000	339,512,308

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

Türkiye Garanti Bankası Anonim Şirketi and Its Financial Affiliates
Consolidated 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	8,369,539	7,090,525	2,655,688	2,537,592
1.1 Interest income on loans		4,795,689	4,211,667	1,496,284	1,489,659
1.2 Interest income on reserve deposits		122,421	154,037	33,701	55,668
1.3 Interest income on banks		192,052	299,240	55,555	93,877
1.4 Interest income on money market transactions		2,841	4,178	482	2,088
1.5 Interest income on securities portfolio		2,990,464	2,111,078	988,736	793,410
1.5.1 Trading financial assets		22,292	30,030	6,279	10,519
1.5.2 Financial assets valued at fair value through profit or loss		-	-	-	-
1.5.3 Financial assets available-for-sale		2,179,455	1,635,364	742,575	659,187
1.5.4 Investments held-to-maturity		788,717	445,684	239,882	123,704
1.6 Financial lease income		153,135	174,149	48,607	57,429
1.7 Other interest income		112,937	136,176	32,323	45,461
II. INTEREST EXPENSE	5.4.2	4,531,814	4,447,452	1,317,090	1,637,762
2.1 Interest on deposits		3,299,362	3,069,828	930,218	1,131,301
2.2 Interest on funds borrowed		619,613	636,367	218,267	211,524
2.3 Interest on money market transactions		609,426	737,822	167,679	294,019
2.4 Interest on securities issued		1,636	1,973	696	587
2.5 Other interest expenses		1,777	1,462	230	331
III. NET INTEREST INCOME (I - II)		3,837,725	2,643,073	1,338,598	899,830
IV. NET FEES AND COMMISSIONS INCOME		1,369,458	1,195,284	463,663	398,939
4.1 Fees and commissions received		1,702,688	1,517,325	569,058	522,612
4.1.1 Non-cash loans		137,791	96,219	46,665	34,568
4.1.2 Others		1,564,897	1,421,106	522,393	488,044
4.2 Fees and commissions paid		333,230	322,041	105,395	123,673
4.2.1 Non-cash loans		592	257	196	106
4.2.2 Others		332,638	321,784	105,199	123,567
V. DIVIDEND INCOME	5.4.3	2,741	2,520	113	476
VI. NET TRADING INCOME/LOSSES (Net)	5.4.4	820,013	122,277	99,789	6,590
6.1 Trading account income/losses (Net)		379,325	55,437	69,665	11,295
6.2 Income/losses from derivative financial instruments (Net)		318,624	187,301	(37,537)	235,176
6.3 Foreign exchange gains/losses (Net)		122,064	(120,461)	67,661	(239,881)
VII. OTHER OPERATING INCOME	5.4.5	225,590	351,122	65,677	60,891
VIII. TOTAL OPERATING PROFIT (III+IV+V+VI+VII)		6,255,527	4,314,276	1,967,840	1,366,726
IX. PROVISION FOR LOSSES ON LOANS AND OTHER RECEIVABLES (-)	5.4.6				
	5.4.7	1,474,257	352,836	389,040	88,432
X. OTHER OPERATING EXPENSES (-)		2,009,615	2,081,845	686,357	668,911
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		2,771,655	1,879,595	892,443	609,383
XII. INCOME RESULTED FROM MERGERS		-	-	-	-
XIII. INCOME/LOSS FROM INVESTMENTS UNDER EQUITY ACCOUNTING		5,763	7,606	(468)	2,930
XIV. GAIN/LOSS ON NET MONETARY POSITION		-	-	-	-
XV. PROFIT/LOSS BEFORE TAXES (XI+XII+XIII+XIV)	5.4.8	2,777,418	1,887,201	891,975	612,313
XVI. PROVISION FOR TAXES (±)	5.4.9	619,160	377,790	186,014	131,980
16.1 Current tax charge		658,202	386,858	238,619	131,123
16.2 Deferred tax charge/(credit)		(39,042)	(9,068)	(52,605)	857
XVII. NET OPERATING PROFIT/LOSS AFTER TAXES (XV±XVI)	5.4.10	2,158,258	1,509,411	705,961	480,333
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	2,158,258	1,509,411	705,961	480,333
23.1 Equity holders of the bank		2,147,332	1,501,121	702,816	477,282
23.2 Minority interest		10,926	8,290	3,145	3,051
EARNINGS PER SHARE (full YTL amount per YTL'000 face value each)		511	585	167	136

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

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi and Its Financial Affiliates
Consolidated 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"	1,534,989	(262,755)
II. REVALUATION SURPLUS ON TANGIBLE ASSETS	-	-
III. REVALUATION SURPLUS ON INTANGIBLE ASSETS	-	-
IV. TRANSLATION DIFFERENCES FOR TRANSACTIONS IN FOREIGN CURRENCIES	(536)	20,429
V. GAIN/LOSS ON DERIVATIVE FINANCIAL ASSETS HELD FOR CASH FLOW HEDGES (effective portion)	(63,221)	(41,826)
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	-	-
IX. DEFERRED TAXES ON VALUE INCREASES/DECREASES	(295,293)	41,060
X. NET INCOME/EXPENSE ITEMS ACCOUNTED DIRECTLY UNDER SHAREHOLDERS' EQUITY (I+II+III+IV+V+VI+VII+VIII+IX)	1,175,939	(252,361)
XI. CURRENT PERIOD PROFIT/LOSSES	2,158,258	1,509,411
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	2,043,795	1,455,411
XII. TOTAL PROFIT/LOSS ACCOUNTED FOR THE CURRENT PERIOD (X+XI)	3,334,197	1,257,050

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

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

THOUSANDS OF TURKISH LIRA (TL)																			
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY	Footnotes	Paid-In Capital	Capital Reserves from Inflation Adjustments 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	Revaluation Surplus on Assets Held for Sale and Assets of Discontinued Operations	Shareholders' Equity before Minority Interest	Minority Interest	Total Shareholders' Equity
PRIOR PERIOD - 30 September 2008																			
I. Balances at beginning of the period		2,100,000	772,554	-	-	168,367	-	1,388,561	5,935	-	2,413,778	189,537	29,864	1,509	32,238	-	7,102,343	23,334	7,125,677
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)		2,100,000	772,554	-	-	168,367	-	1,388,561	5,935	-	2,413,778	189,537	29,864	1,509	32,238	-	7,102,343	23,334	7,125,677
Changes during the period																			
IV. Mergers		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Market value changes of securities		-	-	-	-	-	-	-	-	-	-	(237,465)	-	-	-	-	(237,465)	(10)	(237,475)
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	-	-	18,429	-	-	7,415	-	-	-	-	25,990	-	25,990
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	-	2,111,880
14.1. Cash		2,100,000	-	11,880	-	-	-	-	-	-	-	-	-	-	-	-	2,111,880	-	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)	-	(1,434,233)
XIX. Current period net profit/loss		-	-	-	-	-	-	-	-	1,501,121	-	-	-	-	-	-	1,501,121	8,290	1,509,411
XX. Profit distribution		-	-	-	-	115,781	-	1,727,430	3,341	-	(2,413,778)	-	567,226	-	-	-	-	-	-
20.1. Dividends		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20.2. Transfers to reserves		-	-	-	-	115,781	-	1,727,430	-	-	(1,843,211)	-	-	-	-	-	-	-	-
20.3. Others		-	-	-	-	-	-	-	3,341	-	(570,567)	-	567,226	-	-	-	-	-	-
Balances at end of the period (III+IV+V+.....+XVIII+XIX+XX)		4,200,000	772,554	11,880	-	284,294	-	1,681,758	27,705	1,501,121	-	(40,513)	597,090	1,509	(8,638)	-	9,028,760	31,614	9,060,374
CURRENT PERIOD - 30 September 2009																			
I. Balances at beginning of the period	5.5	4,200,000	772,554	11,880	-	285,051	-	1,681,758	102,797	-	1,879,378	177,906	597,090	1,509	(2,468)	-	9,707,455	35,125	9,742,580
Changes during the period																			
II. Mergers		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Market value changes of securities		-	-	-	-	-	-	-	-	-	-	1,239,871	-	-	-	-	1,239,871	30	1,239,901
IV. Hedging reserves		-	-	-	-	-	-	-	-	-	-	-	-	-	(63,426)	-	(63,426)	-	(63,426)
4.1. Cash flow hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	(63,426)	-	(63,426)	-	(63,426)
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		-	-	-	-	122	-	-	(658)	-	-	-	-	-	-	-	(536)	-	(536)
IX. Changes resulted from disposal of assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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		-	-	-	-	-	-	-	-	2,147,332	-	-	-	-	-	-	2,147,332	10,926	2,158,258
XVIII. Profit distribution		-	-	-	-	94,109	-	1,505,845	3,320	-	(1,879,378)	-	1,104	-	-	-	(275,000)	-	(275,000)
18.1. Dividends		-	-	-	-	6,500	-	(281,500)	-	-	-	-	-	-	-	-	(275,000)	-	(275,000)
18.2. Transfers to reserves		-	-	-	-	87,609	-	1,787,345	-	-	(1,874,954)	-	-	-	-	-	-	-	-
18.3. Others		-	-	-	-	-	-	-	3,320	-	(4,424)	-	1,104	-	-	-	-	-	-
Balances at end of the period (I+II+III+.....+XVI+XVII+XVIII)		4,200,000	772,554	11,880	-	379,282	-	3,187,603	105,459	2,147,332	-	1,417,777	598,194	1,509	(65,894)	-	12,755,696	46,081	12,801,777

(Convenience Translation of Financial Statements Originally Issued in Turkish)

Türkiye Garanti Bankası Anonim Şirketi and Its Financial Affiliates
Consolidated 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 30 September 2009	PRIOR PERIOD 30 September 2008
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating profit before changes in operating assets and liabilities	5.6	3,589,425	2,767,270
1.1.1 Interests received		8,872,205	7,002,228
1.1.2 Interests paid		(4,816,248)	(4,240,016)
1.1.3 Dividend received		2,741	2,520
1.1.4 Fees and commissions received		1,369,458	1,195,284
1.1.5 Other income		503,206	603,252
1.1.6 Collections from previously written-off loans and other receivables		28,107	18,014
1.1.7 Payments to personnel and service suppliers		(1,676,193)	(1,648,495)
1.1.8 Taxes paid		(693,851)	(165,517)
1.1.9 Others		-	-
1.2 Changes in operating assets and liabilities	5.6	2,942,316	2,846,887
1.2.1 Net (increase) decrease in financial assets held for trading		142,048	424,058
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 and other financial institutions		(5,045,561)	2,574,087
1.2.4 Net (increase) decrease in loans		(2,280,321)	(10,180,769)
1.2.5 Net (increase) decrease in other assets		574,242	(355,164)
1.2.6 Net increase (decrease) in bank deposits		746,006	(333,279)
1.2.7 Net increase (decrease) in other deposits		5,713,484	9,856,497
1.2.8 Net increase (decrease) in funds borrowed		2,322,713	1,323,823
1.2.9 Net increase (decrease) in matured payables		-	-
1.2.10 Net increase (decrease) in other liabilities		769,705	(462,366)
I. Net cash flow from banking operations	5.6	6,531,741	5,614,157
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net cash flow from investing activities	5.6	(5,378,670)	(4,344,975)
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		(225,695)	(215,908)
2.4 Sales of tangible assets		42,278	128,722
2.5 Cash paid for purchase of financial assets available-for-sale, net		(14,110,166)	(9,061,227)
2.6 Cash obtained from sale of financial assets available-for-sale, net		8,687,697	4,221,447
2.7 Cash paid for purchase of investments held-to-maturity		(927,839)	-
2.8 Cash obtained from sale of investments held-to-maturity (redemption)		1,155,617	581,991
2.9 Others		-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net cash flow from financing activities		(275,160)	677,581
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		(160)	(66)
3.6 Others		-	(1,434,233)
IV. Effect of change in foreign exchange rate on cash and cash equivalents		122,064	(120,461)
V. Net increase/(decrease) in cash and cash equivalents (I+II+III+IV)	5.6	999,975	1,826,302
VI. Cash and cash equivalents at beginning of period	5.6	7,145,989	4,293,819
VII. Cash and cash equivalents at end of period (V+VI)	5.6	8,145,964	6,120,121

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

3 Accounting Policies

3.1 Basis of presentation

As per the Articles 37 and 38 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 consolidated 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 Regulation and Supervision 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 consolidated 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 consolidated 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 use of financial instruments and foreign currency transactions

3.2.1 Strategy for use of financial instruments

The liability side of the 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 and its financial affiliates have 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 and its financial affiliates are 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 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 the management of the interest and liquidity risk 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 for the parent Bank and with the Central Bank of Turkey's spot purchase rates for domestic financial affiliates, and the differences are recorded as foreign exchange gain or loss in the income statement.

The Bank, as the parent 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 and consolidated financial affiliates, 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 Information on consolidated subsidiaries

As of 30 September 2009, Türkiye Garanti Bankası Anonim Şirketi and the following financial affiliates are consolidated in the accompanying consolidated financial statements; Garanti Bank International (GBI), Garanti Bank Moscow (Garanti Moscow), Garanti Finansal Kiralama AŞ (Garanti Finansal Kiralama), Garanti Yatırım Menkul Kıymetler AŞ (Garanti Yatırım), Garanti Portföy Yönetimi AŞ (Garanti Portföy), Garanti Emeklilik ve Hayat AŞ (Garanti Emeklilik), Garanti Faktoring Hizmetleri AŞ (Garanti Faktoring), Garanti Fund Management Co Ltd (GFM) ve Garanti Financial Services Plc (GFS).

Garanti Sigorta AŞ was established in 1989 to perform insurance activities. In 1992, it was decided to operate life and health branches under a different company and accordingly Garanti Hayat Sigorta AŞ was established. Garanti Hayat Sigorta AŞ was converted into a private pension company in compliance with the legislation early in 2003 and its name was changed as Garanti Emeklilik ve Hayat AŞ. Following the sale transactions that took place on 21 June 2007, the Bank owns 20% of Garanti Sigorta AŞ that its name has been changed as Eureka Sigorta AŞ at 1 October 2007 and 84.91% of Garanti Emeklilik. Eureka Sigorta AŞ is accounted under equity accounting method in the accompanying consolidated financial statements. The head offices of these companies are in Istanbul.

Garanti Finansal Kiralama was established in 1990 to perform financial lease activities. The company's head office is in Istanbul. The Bank owns 98.94% of the company's shares through direct and indirect shareholdings.

Garanti Faktoring was established in 1990 to perform import, export and domestic factoring activities. The company's head office is in Istanbul. The Bank and T. İhracat Bankası AŞ own 55.40% and 9.78% of the company's shares, respectively. The remaining 34.82% shares are held by public.

GBI was established in 1990 by the Bank to perform banking activities in abroad. The head office of this bank is in Amsterdam. It is wholly owned by the Bank.

Garanti Yatırım was established in 1991 to perform brokerage activities for marketable securities, valuable papers and documents representing financial values or financial commitments of issuing parties other than securities. The company's head office is in Istanbul. It is wholly owned by the Bank.

Garanti Moscow was established in 1996 to perform banking activities in abroad. This bank's head office is in Moscow. The Bank and Garanti Financial Services Plc own 75.02% and 24.86% of the company shares, respectively.

Garanti Portföy was established in June 1997 to manage the customer portfolios by using the capital market products in compliance with the principles and rules of the regulations regarding the company's purpose of establishment and the portfolio management agreements signed with the customers. The company's head office is in Istanbul. It is wholly owned by the Bank.

Garanti Diversified Payment Rights Finance Company and T2 Capital Finance Company are the special purpose entities established for the Bank's securitization and subordinated debt transactions. The Bank or any of its affiliates does not have any shareholding interests in these companies.

Liquidation of the associates and subsidiaries:

The liquidation processes of GFM ve GFS continue.

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 contacts. There are no embedded derivatives.

In accordance with 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 cash flow hedges 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

General

Interest income and expenses 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 income 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.

Financial lease operations

Total of minimum rental payments including interests and principals are recorded under “financial lease receivables” as gross. The difference, i.e. the interest, between the total of rental payments and the cost of the related tangible asset is recorded under “unearned income”. When the rent payment incurs, the rent amount is deducted from “financial lease receivables”; and the interest portion is recorded as interest income in the income statement.

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 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 and its financial affiliates have the intent and ability to hold until maturity, excluding originated 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.

Financial assets available-for-sale, are financial assets other than assets held for trading purposes, investments held-to-maturity and originated 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 through 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.

Specific allowances for non-performing loan and other receivables are provided in accordance with the Regulation on Identification of and Provision against Non-Performing Loans and Other Receivables. Such allowances are deducted from loans under follow-up 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 for Banks. 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. 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 and related borrowings

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 or its financial affiliates have no discontinued operations.

3.12 Goodwill and other intangible assets

The intangible assets consist of goodwill, softwares, intangible rights and pre-operating expenses.

Goodwill and other intangible assets are recorded at cost in accordance 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. From the beginning of 2005, newly purchased assets are amortised based on the declining balance which is one of the accelerated amortisation methods.

Goodwill represents the excess of the total acquisition costs over the shares owned in the net assets of the acquired company at the date of acquisition. The “net goodwill” resulted from the acquisition of the investment and to be included in the consolidated balance sheet, is calculated based on the financial statements of the investee company as adjusted according to the required accounting principles.

If any goodwill is computed at consolidation, it is recorded under intangible assets on the asset side of the consolidated balance sheet as an asset. It is assessed to identify whether there is any indication of impairment. If any such indication exists, the necessary provision is recorded as an expense in the income statement. The goodwill is not amortized.

Estimated useful lives of the intangible assets except for goodwill, 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 accordance 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.

Depreciation rates and estimated useful lives are:

Tangible assets	Estimated useful lives (years)	Depreciation Rates (%) after 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. From the beginning of 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

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 or its financial affiliates. If an inflow of economic benefits 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 entities are 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 and its financial affiliates subject to the labour law, 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 Savings Deposit Insurance Fund, 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 regarding this application.

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.

The consolidated affiliates do not have retirement benefit plans for their employees. The retirement related benefits of the employees of the consolidated affiliates are subject to the SSF in case of domestic investees and to the legislations of the related countries in case of foreign investee companies. There are no obligations not reflected in the accompanying consolidated financial statements.

3.18 Taxation

3.18.1 Corporate tax

In Turkey, 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 in Turkey 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 Turkish tax legislation, the 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.

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.

Tax applications for foreign financial affiliates

HOLLAND

In Holland, corporate income tax is levied at the rate of 25.5% on the worldwide income of resident companies, which is determined by modifying accounting income for certain exclusions and allowances for tax purposes for the related year. A unilateral decree for the avoidance of double taxation provides relief for resident companies from Dutch tax on income, such as foreign business profits derived through a permanent establishment abroad, if no tax treaty applies. There is an additional dividend tax of 5% computed only on the amounts of dividend distribution at the time of such payments. Under the Dutch taxation system, tax losses can be carried forward to offset against future taxable income for nine years. Tax losses can be carried back to the prior year.

Companies must file their tax returns within nine months following the end of the tax year to which they relate, unless the company applies for an extension (normally an additional nine months). Tax returns are open for five years from the date of final assessment of the tax return 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 corporate income tax has been calculated using the nominal tax rate of 25.5% over the Dutch taxable income, 30% over the local taxable income of Germany branch and 16% over the local taxable income of Romania branches.

RUSSIA

The applicable tax rate for current and deferred tax for the Bank's consolidated affiliate in Russia is 20%. The taxation system in the Russian Federation is relatively new and is characterised by frequent changes in legislation, official pronouncements and court decisions, which are often unclear, contradictory and subject to varying interpretation by different tax authorities. Taxes are subject to review and investigation by a number of authorities, which have the authority to impose severe fines, penalties and interest charges. A tax year remains open for review by the tax authorities during the three subsequent calendar years; however, under certain circumstances a tax year may remain open for a longer period.

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.

In compliance with TAS 12, the deferred tax assets and liabilities of the consolidated affiliates are presented on the asset and liability sides of financial statements separately, without any offsetting.

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

Funds are generated 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 or its financial affiliates do not have any government incentives or aids.

3.23 Segment reporting

The Bank operates in corporate, commercial, small business, retail and investment banking. 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 on a consolidated basis is as follows as of 30 September 2009:

Current Period	Retail Banking	Corporate Banking	Investment Banking	Other	Total Operations
Total Operating Profit	1,909,237	1,896,053	1,830,805	616,691	6,252,786
Other	-	-	-	-	-
Total Operating Profit	1,909,237	1,896,053	1,830,805	616,691	6,252,786
Net Operating Profit	938,755	1,301,561	1,751,025	(1,216,664)	2,774,677
Income from Associates, Subsidiaries and Joint-Ventures	-	-	-	2,741	2,741
Net Operating Profit	938,755	1,301,561	1,751,025	(1,213,923)	2,777,418
Provision for Taxes	-	-	-	(619,160)	(619,160)
Net Profit	938,755	1,301,561	1,751,025	(1,833,083)	2,158,258
Segment Assets	17,174,276	36,440,650	47,366,080	10,480,385	111,461,391
Investments in Associates, Subsidiaries and Joint-Ventures	-	-	-	87,023	87,023
Undistributed Items	-	-	-	-	-
Total Assets	17,174,276	36,440,650	47,366,080	10,567,408	111,548,414
Segment Liabilities	36,623,564	23,289,389	28,191,523	10,642,161	98,746,637
Shareholders' Equity	-	-	-	12,801,777	12,801,777
Undistributed Items	-	-	-	-	-
Total Liabilities and Shareholders' Equity	36,623,564	23,289,389	28,191,523	23,443,938	111,548,414
Other Segment Items					
Capital Expenditure	-	-	-	173,614	173,614
Depreciation Expenses	-	-	-	137,146	137,146
Impairment Losses	-	-	59	1,474,198	1,474,257
Other Non-Cash Income/Expenses	2,593	(89,718)	1,075,929	214,949	1,203,753
Restructuring Costs	-	-	-	-	-

3.24 Other disclosures

None.

4 Consolidated Financial Position and Results of Operations

4.1 Consolidated capital adequacy ratio

The Bank's consolidated capital adequacy ratio is 17.31% (unconsolidated capital adequacy ratio: 18.81%) as of 30 September 2009.

4.1.1 Risk measurement methods in calculation of consolidated capital adequacy ratio

Capital adequacy ratio is calculated within the scope of the "Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks" and "Regulation on Equities 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 once more 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 Consolidated capital adequacy ratio

	Risk Weightings						
	Parent Bank Only						
	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 (Business Partnership) (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

	Risk Weightings						
	Consolidated						
	0%	10%	20%	50%	100%	150%	200%
Value at Credit Risk							
Balance Sheet Items (Net)	22,084,331	-	5,250,131	12,891,093	43,164,116	360,554	13,497
Cash on Hand	523,533	-	725	-	-	-	-
Securities in Redemption	-	-	-	-	-	-	-
Balances with the Central Bank of Turkey	5,832,484	-	-	-	-	-	-
Domestic and Foreign Banks, Foreign Headoffices and Branches	3,217,416	-	3,613,863	-	2,268,936	-	-
Interbank Money Market Placements	30,000	-	-	-	-	-	-
Receivables from Reverse Repurchase Agreements	-	-	-	-	-	-	-
Reserve Deposits	1,895,857	-	-	-	-	-	-
Loans	3,106,082	-	1,369,467	12,407,862	35,642,141	360,554	13,497
Loans under Follow-Up (Net)	-	-	-	-	394,626	-	-
Lease Receivables	18,579	-	35,093	264,315	1,402,685	-	-
Financial Assets Available-for-Sale	-	-	-	-	-	-	-
Investments Held-to-Maturity	7,120,202	-	-	-	38,098	-	-
Receivables from Term Sale of Assets	-	-	-	-	26,805	-	-
Miscellaneous Receivables	71,582	-	-	-	1,362,731	-	-
Accrued Interest and Income	156,379	-	34,026	218,916	695,384	-	-
Investments in Associates, Subsidiaries and Joint-Ventures (Business Partnership) (Net)	-	-	-	-	37,422	-	-
Tangible Assets (Net)	-	-	-	-	1,108,859	-	-
Other Assets	112,217	-	196,957	-	186,429	-	-
Off-Balance Sheet Items	1,673,421	-	1,334,692	781,903	10,308,374	-	-
Non-Cash Loans and Commitments	1,673,421	-	944,561	781,903	10,179,532	-	-
Derivative Financial Instruments	-	-	390,131	-	128,842	-	-
Non-Risk-Weighted Accounts	-	-	-	-	-	-	-
Total Risk-Weighted Assets	23,757,752	-	6,584,823	13,672,996	53,472,490	360,554	13,497

4.1.3 Summary information related to consolidated capital adequacy ratio

	Parent Bank Only	
	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%

	Consolidated	
	Current Period	Prior Period
Value at Credit Risk (VaCR)	62,193,778	59,687,917
Value at Market Risk (VaMR)	5,678,350	4,120,450
Value at Operational Risk (VaOR)	8,212,044	6,621,287
Shareholders' Equity	13,173,508	10,460,637
Shareholders' Equity / (VaCR+VaMR+VaOR) * 100	17.31%	14.85%

4.1.4 Components of consolidated shareholders' equity

	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	379,282	285,051
I. Legal Reserve (Turkish Commercial Code 466/1)	349,155	261,424
II. Legal Reserve (Turkish Commercial Code 466/2)	30,127	23,627
Reserves allocated as per Special Legislations	-	-
Status Reserves	-	-
Extraordinary Reserves	3,187,603	1,681,758
Reserve Allocated as per the Decision held by the General Assembly	3,187,603	1,681,758
Retained Earnings	-	-
Accumulated Losses	-	-
Exchange Rate Differences on Foreign Currency Capital	-	-
Other Capital Reserves and Reserves from Inflation Adjustments to Legal, Status and Extraordinary Reserves	-	-
Profit	2,147,332	1,879,378
Current Period Profit	2,147,332	1,879,378
Prior Periods Profit	-	-
Provision for Possible Losses (upto 25% of Core Capital)	295,000	52,000
Income on Sale of Investments in Associates, Subsidiaries and Real Estate	596,047	594,943
Primary Subordinated Debt (upto 15% of Core Capital)	-	-
Minority Interest	46,043	35,117
Loss excess of Reserves (-)	-	-
Current Period Loss	-	-
Prior Periods Loss	-	-
Leasehold Improvements (-)(*)	135,863	-
Prepaid Expenses (-)(*)	221,370	318,026
Intangible Assets (-)(*)	41,863	37,479
Deferred Tax Asset excess of 10% of Core Capital (-)(*)	-	-
Limit excesses as per the 3rd Paragraph of the Article 56 of the Banking Law (-)	-	-
Goodwill (Net) (-)	6,388	6,388
Total Core Capital	11,230,257	9,506,293
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 (Business Partnership)	1,509	1,509
Primary Subordinated Debt excluding the Portion included in Core Capital	-	-
Secondary Subordinated Debt	920,451	847,545
45% of Securities Value Increase Fund (**)	638,017	36,431
Associates and Subsidiaries	-	-
Investment Securities Available for Sale	638,017	36,431
Minority Interest	38	8
Other Reserves	39,565	100,329
Total Supplementary Capital	2,049,124	1,415,587
TIER III CAPITAL	-	-
CAPITAL	13,279,381	10,921,880

(*) 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 its is negative then the whole amount is considered in the calculation.

DEDUCTIONS FROM CAPITAL	105,873	461,243
Unconsolidated Investments in Banks and Financial Institutions	2,480	2,471
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	-	-
Banks and Financial Institutions' Assets and Liabilities that are not Fully Consolidated but Included Using Equity Accounting	47,121	40,342
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	56,272	62,925
Others	-	-
TOTAL SHAREHOLDERS' EQUITY	13,173,508	10,460,637

4.2 Consolidated credit risk

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”.

4.3 Consolidated 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 on a consolidated basis

	Amount
(I) Capital Obligation against General Market Risk - Standard Method	301,731
(II) Capital Obligation against Specific Risks - Standard Method	102,631
(III) Capital Obligation against Currency Risk - Standard Method	23,460
(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	26,446
(VII) Capital Obligation against Market Risks of Banks applying Risk Measurement Models	-
(VIII) Total Capital Obligations against Market Risk (I+II+III+IV+V+VI)	454,268
(IX) Value-At-Market Risk ((12.5*VIII) or (12.5*VII))	5,678,350

4.3.2 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 Consolidated 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 Consolidated currency risk

Foreign currency open position limit is set in compliance with the legal standard ratio of net foreign currency position. As of 30 September 2009, the Bank and its financial affiliates’ net ‘on balance sheet’ foreign currency short position amounts to TL 1,917,896 thousands (31 December 2008: a long position of TL 1,477,585 thousands), net ‘off-balance sheet’ foreign currency long position amounts to TL 1,487,360 thousands (31 December 2008: a short position of TL 1,692,413 thousands), while net foreign currency short position amounts to TL 430,536 thousands (31 December 2008: TL 214,828 thousands).

The consolidated 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
The Bank's foreign currency purchase rate at balance sheet date	1.4650	2.1413	1.6343	2.3421
<u>Foreign currency 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 rate	1.4657	2.1347	1.6054	2.3932

The Bank's consolidated 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	1,423,855	1,540,426	298	47,927	3,012,506
Banks	2,996,660	3,383,588	7,648	87,945	6,475,841
Financial Assets at Fair Value through Profit/Loss	108,922	145,965	-	3,505	258,392
Interbank Money Market Placements	-	-	-	-	-
Financial Assets Available-for-Sale	681,934	3,193,343	-	323,616	4,198,893
Loans (*)	9,196,955	15,812,945	59,601	798,389	25,867,890
Investments in Associates, Subsidiaries and Joint-Ventures	682	-	-	-	682
Investments Held-to-Maturity	43,048	1,401,184	-	-	1,444,232
Derivative Financial Assets Held for Risk Management	-	-	-	-	-
Tangible Assets	79,011	271	-	15,936	95,218
Intangible Assets	4,053	-	-	879	4,932
Other Assets	1,058,676	721,222	5,965	-	1,785,863
Total Assets	15,593,796	26,198,944	73,512	1,278,197	43,144,449
Liabilities					
Bank Deposits	584,642	1,118,794	15,631	222,379	1,941,446
Foreign Currency Deposits	12,232,638	17,040,826	26,671	796,455	30,096,590
Interbank Money Market Takings	-	153,199	-	59,561	212,760
Other Fundings	4,621,097	7,331,647	8,390	105,574	12,066,708
Securities Issued	-	-	-	-	-
Miscellaneous Payables	52,832	48,604	1,964	2,442	105,842
Derivative Financial Liabilities Held for Risk Management	-	3,763	-	-	3,763
Other Liabilities (**)	185,284	186,333	453	263,166	635,236
Total Liabilities	17,676,493	25,883,166	53,109	1,449,577	45,062,345
Net 'On Balance Sheet' Position	(2,082,697)	315,778	20,403	(171,380)	(1,917,896)
Net 'Off-Balance Sheet' Position	2,050,390	(729,739)	(94,070)	260,779	1,487,360
Derivative Assets	4,985,191	10,749,913	26,019	1,000,716	16,761,839
Derivative Liabilities	(2,934,801)	(11,479,652)	(120,089)	(739,937)	(15,274,479)
Non-Cash Loans	-	-	-	-	-
Prior Period					
Total Assets	13,266,009	28,835,289	80,073	952,604	43,133,975
Total Liabilities	17,372,469	23,295,370	62,438	926,113	41,656,390
Net 'On Balance Sheet' Position	(4,106,460)	5,539,919	17,635	26,491	1,477,585
Net 'Off-Balance Sheet' Position	4,080,591	(5,762,984)	(18,450)	8,430	(1,692,413)
Derivative Assets	6,394,180	7,466,360	10,038	629,825	14,500,403
Derivative Liabilities	(2,313,589)	(13,229,344)	(28,488)	(621,395)	(16,192,816)
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 code.

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

4.6 Consolidated 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 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	-	-	-	-	3,344,298	8,284,609
Banks	2,589,665	3,068,582	1,945,818	3,412	-	1,529,369	9,136,846
Financial Assets at Fair Value through Profit/Loss	29,944	30,049	202,500	99,923	5,378	900,653	1,268,447
Interbank Money Market Placements	30,000	-	-	-	-	117	30,117
Financial Assets Available-for-Sale	1,836,247	1,972,895	10,918,889	7,774,229	849,922	2,659,098	26,011,280
Loans	15,540,744	12,386,994	11,186,623	9,447,354	3,568,681	1,294,188	53,424,584
Investments Held-to-Maturity	927,839	-	1,867,789	3,086,870	1,275,802	104,085	7,262,385
Other Assets	207,290	429,785	851,709	764,730	60,764	3,815,868	6,130,146
Total Assets	26,102,040	17,888,305	26,973,328	21,176,518	5,760,547	13,647,676	111,548,414
Liabilities							
Bank Deposits	1,435,706	66,656	63,100	22,615	-	1,258,052	2,846,129
Other Deposits	41,299,066	5,332,028	3,524,263	721,431	5,697	10,563,983	61,446,468
Interbank Money Market Takings	9,408,193	2,056,868	548,835	149,999	-	37,761	12,201,656
Miscellaneous Payables	-	-	-	-	-	3,617,359	3,617,359
Securities Issued	-	-	-	-	-	-	-
Other Fundings	6,083,086	4,409,016	4,315,745	521,263	12,505	214,432	15,556,047
Other Liabilities	-	-	-	-	-	15,880,755	15,880,755
Total Liabilities	58,226,051	11,864,568	8,451,943	1,415,308	18,202	31,572,342	111,548,414
On Balance Sheet Long Position	-	6,023,737	18,521,385	19,761,210	5,742,345	-	50,048,677
On Balance Sheet Short Position	(32,124,011)	-	-	-	-	(17,924,666)	(50,048,677)
Off-Balance Sheet Long Position	3,517	4,127	11,584	-	-	-	19,228
Off-Balance Sheet Short Position	(481)	(5,573)	(15,669)	(1,739)	-	-	(23,462)
Total Position	(32,120,975)	6,022,291	18,517,300	19,759,471	5,742,345	(17,924,666)	(4,234)

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 (*)	0.30-7.49	0.25-7.94	-	8.43-13.57
Financial Assets at Fair Value through Profit/Loss	1.62-4.55	4.59	-	7.64-16.28
Interbank Money Market Placements	-	-	-	8.40
Financial Assets Available-for-Sale	1.07-9.50	0.55-11.88	-	8.11-20.80
Loans	0.50-17.00	0.35-18.02	5.79	7.30-32.00
Investments Held-to-Maturity	9.25-9.50	6.13-11.75	-	11.56-15.10
Liabilities				
Bank Deposits	0.20-7.39	0.47-8.21	-	7.3-19.00
Other Deposits	0.60-8.00	0.70-8.24	0.20	8.66
Interbank Money Market Takings	-	4.84	-	7.68
Miscellaneous Payables	-	-	-	-
Securities Issued	-	-	-	-
Other Fundings	1.00-6.00	2.47-6.00	3.03	8.35-12.87

(*) 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 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	1,788,512	-	-	-	-	3,761,518	5,550,030
Banks	3,863,217	829,511	1,279,190	17,137	-	1,061,167	7,050,222
Financial Assets at Fair Value through Profit/Loss	57,281	8,626	164,468	267,560	9,169	766,819	1,273,923
Interbank Money Market Placements	40,000	-	-	-	-	552	40,552
Financial Assets Available-for-Sale	978,092	5,575,301	5,219,482	4,649,683	414,690	1,490,373	18,327,621
Loans	15,763,183	9,263,744	13,670,626	9,161,077	3,303,206	1,587,864	52,749,700
Investments Held-to-Maturity	483,310	2,218,437	191,121	3,254,554	1,336,345	300,614	7,784,381
Other Assets	192,315	466,035	889,850	1,057,657	75,856	3,580,271	6,261,984
Total Assets	23,165,910	18,361,654	21,414,737	18,407,668	5,139,266	12,549,178	99,038,413
Liabilities							
Bank Deposits	1,043,341	37,982	53,825	226,536	-	757,592	2,119,276
Other Deposits	39,614,404	4,366,690	2,833,958	785,966	2,560	8,237,103	55,840,681
Interbank Money Market Takings	10,135,486	189,213	217,010	549,999	-	61,472	11,153,180
Miscellaneous Payables	-	-	-	-	-	2,916,637	2,916,637
Securities Issued	-	-	-	-	-	-	-
Other Fundings	7,608,866	3,248,241	1,938,078	528,977	785,562	310,364	14,420,088
Other Liabilities	-	-	-	-	-	12,588,551	12,588,551
Total Liabilities	58,402,097	7,842,126	5,042,871	2,091,478	788,122	24,871,719	99,038,413
On Balance Sheet Long Position	-	10,519,528	16,371,866	16,316,190	4,351,144	-	47,558,728
On Balance Sheet Short Position	(35,236,187)	-	-	-	-	(12,322,541)	(47,558,728)
Off-Balance Sheet Long Position	3,116	2,155	6,644	-	-	-	11,915
Off-Balance Sheet Short Position	(50)	(16,701)	(44,773)	-	-	-	(61,524)
Total Position	(35,233,121)	10,504,982	16,333,737	16,316,190	4,351,144	(12,322,541)	(49,609)

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 (*)	1.00-7.60	0.03-6.70	-	2.07-22.85
Financial Assets at Fair Value through Profit/Loss	4.43-6.98	1.78-6.76	-	11.58-20.13
Interbank Money Market Placements	-	-	-	18.88
Financial Assets Available-for-Sale	3.53-9.50	3.03-12.38	-	14.00-21.16
Loans	4.73-17.50	6.83-18.00	5.51	22.58-24.53
Investments Held-to-Maturity	9.25-9.50	6.13-12.38	-	18.48-21.16
Liabilities				
Bank Deposits	1.95-6.94	1.50-6.85	-	15.00-18.11
Other Deposits	2.00-7.50	1.00-6.50	0.35	17.55
Interbank Money Market Takings	3.70-6.75	3.03-4.90	-	15.26
Miscellaneous Payables	-	-	-	-
Securities Issued	-	-	-	-
Other Fundings	5.05-6.85	4.85-7.97	2.33	14.50-21.42

(*) 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 Consolidated 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 Bank's liquidity ratios for the first nine-months of 2009 and the year of 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	6,388,752	1,895,857	-	-	-	-	-	8,284,609
Banks	906,908	1,746,733	750,113	393,431	2,361,422	2,400,390	577,849	9,136,846
Financial Assets at Fair Value through Profit/Loss	15,887	119,765	68,671	785,240	273,162	5,722	-	1,268,447
Interbank Money Market Placements	-	30,117	-	-	-	-	-	30,117
Financial Assets Available-for-Sale	81,563	367,494	813,676	6,955,017	16,079,408	1,714,122	-	26,011,280
Loans	101,744	12,859,407	5,796,034	8,267,663	14,859,025	11,146,085	394,626	53,424,584
Investments Held-to-Maturity	-	-	-	1,374,756	4,597,561	1,290,068	-	7,262,385
Other Assets	188,592	427,869	1,714,844	723,268	908,378	61,110	2,106,085	6,130,146
Total Assets	7,683,446	17,447,242	9,143,338	18,499,375	39,078,956	16,617,497	3,078,560	111,548,414
Liabilities								
Bank Deposits	1,342,977	1,252,471	124,717	73,098	52,866	-	-	2,846,129
Other Deposits	13,001,829	39,490,867	5,306,427	2,747,055	831,692	68,598	-	61,446,468
Other Fundings	-	1,129,433	1,312,782	3,363,483	5,497,250	4,253,099	-	15,556,047
Interbank Money Market Takings	-	9,422,186	2,069,202	557,693	152,575	-	-	12,201,656
Securities Issued	-	-	-	-	-	-	-	-
Miscellaneous Payables	115,553	2,248,328	-	1,253,478	-	-	-	3,617,359
Other Liabilities (**)	462,614	291,313	177,960	69,175	72,410	51,494	14,755,789	15,880,755
Total Liabilities	14,922,973	53,834,598	8,991,088	8,063,982	6,606,793	4,373,191	14,755,789	111,548,414
Liquidity Gap	(7,239,527)	(36,387,356)	152,250	10,435,393	32,472,163	12,244,306	(11,677,229)	-
Prior Period								
Total Assets	5,563,100	16,056,020	8,729,566	13,328,381	36,944,311	15,947,545	2,469,490	99,038,413
Total Liabilities	11,249,485	52,649,997	6,098,654	8,906,724	6,666,873	2,327,610	11,139,070	99,038,413
Liquidity Gap	(5,686,385)	(36,593,977)	2,630,912	4,421,657	30,277,438	13,619,935	(8,669,580)	-

(*) 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 Consolidated Financial Statements

5.1 Consolidated assets

5.1.1 Cash and balances with Central Bank

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL/Foreign Currency	297,734	208,123	312,476	359,882
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	5,272,103	3,012,506	2,575,060	2,974,970

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 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

	Current Period		Prior Period	
	TL	FC	TL	FC
Common Shares	-	-	-	-
Bills, Bonds and Similar Securities	100	-	89	-
Others	-	-	-	-
Total	100	-	89	-

5.1.2.2 Positive differences on derivative financial assets held for trading

Trading Derivatives	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	30,466	9,473	59,507	5,604
Swap Transactions	529,154	227,920	441,829	178,418
Futures	-	64	-	14
Options	46,302	41,789	11,231	46,447
Others	-	-	-	185
Total	605,922	279,246	512,567	230,668

5.1.3 Banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic banks	236,295	9,937	371,140	1,206,441
Foreign banks	2,424,710	6,465,904	1,342,728	4,129,913
Foreign headoffices and branches	-	-	-	-
Total	2,661,005	6,475,841	1,713,868	5,336,354

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 at various banks. Furthermore, there are restricted deposits at various domestic banks amounting TL 35,979 thousands as required for insurance activities.

Due from foreign banks:

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”.

5.1.4 Financial assets available-for-sale

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

Collateralized financial assets available-for-sale in TL consist of government bonds. Carrying values of such securities with total face value of TL 2,410,873 thousands (31 December 2008: TL 2,421,747 thousands) is TL 2,332,541 thousands (31 December 2008: TL 2,364,979 thousands). The related accrued interests and impairment losses amount to TL 251,451 thousands (31 December 2008: TL 125,357 thousands) and TL 217 thousands (31 December 2008: TL 1,743 thousands), respectively. Collateralized financial assets available-for-sale in foreign currencies consist of eurobonds and other foreign currency government securities. Carrying values of such securities with total face value of USD 207,375,000 and EUR 3,047,000 (31 December 2008: USD 272,345,000 and EUR 3,884,000), are USD 208,234,882 and EUR 3,165,797 (31 December 2008: USD 273,641,122 and EUR 4,070,650). The related accrued interest income amount to USD 2,960,219 and EUR 179,812 respectively (31 December 2008: USD 9,915,654 and EUR 30,507), and the impairment losses to USD 444,071 and EUR 34,231 respectively (31 December 2008: USD 1,375,890 and EUR 242,566).

	Current Period		Prior Period	
	TL	FC	TL	FC
Collateralised/Blocked Assets	2,583,775	447,642	2,488,593	437,003
Assets subject to Repurchase Agreements	9,077,433	110,416	6,491,961	540,370
Total	11,661,208	558,058	8,980,554	977,373

5.1.4.2 Details of financial assets available-for-sale

	Current Period	Prior Period
Debt Securities	23,361,283	16,881,667
Quoted at Stock Exchange	21,613,936	15,062,032
Unquoted at Stock Exchange	1,747,347	1,819,635
Common Shares	25,718	25,682
Quoted at Stock Exchange	12,923	13,213
Unquoted at Stock Exchange	12,795	12,469
Value Increase/Impairment Losses (-)	2,624,279	1,420,272
Total	26,011,280	18,327,621

As of 30 September 2009, the Bank and its consolidated financial affiliates' "financial assets available-for-sale" portfolio includes private sector bonds with "credit linked notes" at a total face value of USD 882,777,778 and EUR 1,000,000 (31 December 2008: USD 895,500,000 and EUR 1,175,000) and a total carrying value of TL 1,305,900 thousands (31 December 2008: TL 1,389,392 thousands).

In 2008, a consolidated financial affiliate of the Bank, reclassified certain security investments, previously classified in its financial assets held for trading amounting EUR 65,782,732 with a total face value of USD 93,155,000 to its financial assets available-for-sale as per the legislation of the Turkish Accounting Standards Board published on the Official Gazette no.27040 dated 31 October 2008 for "the Amendments to the Legislation for the Turkish Accounting Standard 39 (TAS 39), Financial Instruments: Recognition and Measurement".

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	250,512	369,534	243,152	184,251
Loans to Employees	67,042	-	48,381	-
Total	317,678	371,355	291,558	185,912

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	52,196,330	46,049	627,495	164,696
Discounted Bills	142,420	-	79	-
Export Loans	3,563,762	-	5,714	10,861
Import Loans	21	-	-	-
Loans to Financial Sector	1,853,853	-	1,129	-
Foreign Loans	2,057,727	-	5,512	-
Consumer Loans	9,813,665	45,389	191,299	13,970
Credit Cards	6,999,151	-	129,454	49,836
Precious Metal Loans	258,188	-	3,185	-
Others	27,502,931	660	291,123	90,029
Specialization Loans	-	-	-	-
Other Receivables	-	-	-	-
Total	52,191,718	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

	Corporate / Commercial Loans	Consumer Loans	Credit Cards	Total
30-60 days	32,835	138,728	136,645	308,208
60-90 days	32,468	47,076	42,645	122,189
Other	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
Others	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
Others	-	-	-
Consumer Loans – FC	24,490	375,858	400,348
Housing Loans	1,370	15,614	16,984
Automobile Loans	23	15,256	15,279
General Purpose Loans	2,365	1,658	4,023
Others	20,732	343,330	364,062
Retail Credit Cards – TL	6,813,657	110,459	6,924,116
With Installment	2,691,292	55,505	2,746,797
Without Installment	4,122,365	54,954	4,177,319
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
Others	-	-	-
Personnel Loans - FC-indexed	-	355	355
Housing Loans	-	232	232
Automobile Loans	-	123	123
General Purpose Loans	-	-	-
Others	-	-	-
Personnel Loans – FC	1,080	59	1,139
Housing Loans	-	-	-
Automobile Loans	-	-	-
General Purpose Loans	-	59	59
Others	1,080	-	1,080
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)	459,777	-	459,777
Deposit Accounts– FC (real persons)	-	-	-
Total	7,746,586	9,290,773	17,037,359

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
Others	-	-	-
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
Others	-	-	-
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
Others	-	-	-
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 communique “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	49,957,214	50,134,508
Foreign Loans	3,072,744	2,165,046
Total	53,029,958	52,299,554

5.1.5.8 Loans to associates and subsidiaries

	Current Period	Prior Period
Direct Lending	4,738	6,954
Indirect Lending	-	-
Total	4,738	6,954

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	935,324	573,013
Total	1,770,966	814,678

5.1.5.10 Non-performing loans(NPLs) (net)

Non-performing loans and other receivables restructured or rescheduled:

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

Movements in non-performing loan groups:

	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	732,022
Additions (+)	1,394,621	44,235	79,019
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	107,462
Corporate and Commercial Loans	-	11	14,243
Retail Loans	-	-	797
Credit Cards	-	-	91,983
Other	-	-	439
Balances at End of Period	430,640	695,290	1,039,662
Specific Provisions (-)	(272,880)	(562,762)	(935,324)
Net Balance on Balance Sheet	157,760	132,528	104,338

Movements in specific loan provisions

	Corporate / Commercial Loans	Consumer Loans	Credit Cards	Total
Balances at End of Prior Period	257,567	166,194	390,917	814,678
Additions during the Period (+)	332,017	432,094	690,275	1,454,386
Restructured/Rescheduled Loans (-)	-	-	-	-
Collections during the Period (-)	58,727	105,304	226,605	390,636
Write-Offs (-)	14,682	797	91,983	107,462
Balances at End of Period	516,175	492,187	762,604	1,770,966

Non-performing loans 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	221,325
Specific Provisions (-)	16,942	8,514	209,465
Net Balance at Balance Sheet	13,629	12,714	11,860
Prior Period			
Balance at End of Period	7,071	3,594	151,143
Specific Provisions (-)	467	526	120,486
Net Balance at Balance Sheet	6,604	3,068	30,657

Gross and net non-performing loans and receivables 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	104,338
Loans to Individuals and Corporates (Gross)	430,640	695,290	1,031,642
Specific Provision (-)	272,880	562,762	927,304
Loans to Individuals and Corporates (Net)	157,760	132,528	104,338
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	724,039
Specific Provision (-)	62,160	179,505	565,030
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	1,896	595	-	2,491
Loans Collateralized by Mortgages	365,259	133,826	-	499,085
Loans Collateralized by Pledged Assets	138,658	111,505	-	250,163
Loans Collateralized by Cheques and Notes	120,070	206,257	-	326,327
Loans Collateralized by Other Collaterals	69,059	23,392	-	92,451
Unsecured Loans	46,039	123,454	825,582	995,075
Total	740,981	599,029	825,582	2,165,592

5.1.5.11 *Liquidation policy for uncollectible loans and receivables*

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”.

5.1.5.12 *Write-off policy*

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”.

5.1.6 *Factoring receivables*

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”.

5.1.7 *Investments held-to-maturity*

5.1.7.1 *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	3,147,760	149,288	4,354,254	254,746
Total	4,513,843	153,034	5,862,480	320,009

5.1.7.2 *Government securities held-to-maturity*

	Current Period	Prior Period
Government Bonds	5,818,157	6,086,566
Treasury Bills	-	-
Other Government Securities	1,405,519	1,658,021
Total	7,223,676	7,744,587

5.1.7.3 *Investments held-to-maturity*

	Current Period	Prior Period
Debt Securities	7,214,999	7,516,860
Quoted at Stock Exchange	7,176,639	7,476,079
Unquoted at Stock Exchange	38,360	40,781
Valuation Increase / Decrease (-)	47,386	267,521
Total	7,262,385	7,784,381

5.1.7.4 Movement of investments held-to-maturity

	Current Period	Prior Period
Balances at Beginning of Period	7,784,381	4,300,360
Foreign Currency Differences on Monetary Assets	(51,710)	90,970
Purchases during the Period	927,839	3,974,502
Disposals through Sales/Redemptions	(1,155,617)	(729,947)
Valuation Effect	(242,508)	148,496
Balances at End of Period	7,262,385	7,784,381

In 2008 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.

5.1.8 Investments in associates

5.1.8.1 Unconsolidated investments in associates

	Associates	Address (City/ Country)	Parent Bank’s Share – If Different, Voting Rights (%)	Bank Risk Group’s Share (%)
1	Emeklilik Gözetim Merkezi AŞ	Istanbul/Turkey	-	9.00
2	Bankalararası 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 and Extraordinary Reserves	Company’s Fair Value (if available)
1	5,890	5,170	377	490	27	930	585	-
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	-
8	-	-	-	-	-	-	-	-
9	-	-	-	-	-	-	-	-

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

^(*) Total fixed assets include tangible and intangible assets. 48

Unconsolidated investments in associates sold during the current period

None.

Unconsolidated 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.

5.1.8.2 Consolidated investments in associates

	Associates	Address (City/ Country)	Parent Bank's Share – If Different, Voting Rights (%)	Bank Risk Group's Share (%)
1	Eureko Sigorta AŞ	Istanbul/Turkey	20.00	20.00

	Total Assets	Shareholders' Equity	Total Fixed Assets ^(*)	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss and Extraordinary Reserves	Company's Fair Value (if available)
1	569,270	235,608	12,508	12,220	20,777	28,829	97,668	-

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

5.1.8.3 Movement of consolidated investments in associates

	Current Period	Prior Period
Balance at Beginning of Period	40,342	28,997
Movements during the Period	6,779	11,345
Acquisitions and Capital Increases	-	-
Bonus Shares Received	-	-
Dividends from Current Year Profit	-	-
Sales/Liquidations (-)	-	-
Reclassifications	-	-
Increase/Decrease in Fair Values	6,779	11,345
Currency Differences on Foreign Associates	-	-
Impairment Losses (-)	-	-
Balance at End of Period	47,121	40,342
Capital Commitments	-	-
Share Percentage at the End of Period (%)	-	-

Valuation methods of consolidated investments in associates

Associates	Current Period	Prior Period
Valued at Cost	-	-
Valued at Fair Value	-	-
Valued by Equity Method of Accounting	47,121	40,342

Sectoral distribution of consolidated investments and associates

Associates	Current Period	Prior Period
Banks	-	-
Insurance Companies	47,121	40,342
Factoring Companies	-	-
Leasing Companies	-	-
Finance Companies	-	-
Other Associates	-	-

Quoted consolidated investments in associates

None.

Investments in associates sold during the current period

None.

Investments in associates acquired during the current period

None.

5.1.9 Investments in subsidiaries

5.1.9.1 Unconsolidated investments in subsidiaries

	Subsidiaries	Address (City/ Country)	Parent Bank's Share – If Different, Voting Rights (%)	Bank Risk Group's 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	Trifoi Real Estate Company	Bucharest/Romania	-	100.00
7	United Custodian	Amsterdam/Holland	-	100.00
8	Trifoi Investments	Amsterdam/Holland	-	100.00
9	Golden Clover Stichting Custody	Amsterdam/Holland	-	100.00
10	Garanti Filo Yönetim Hizmetleri AŞ	Istanbul/Turkey	-	100.00

	Total Assets	Shareholders' Equity	Total Fixed Assets (*)	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss and Extraordinary Reserves	Company's Fair Value (if available)
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	126	77	120	-	-	-	(36)	-
7	268	268	-	-	-	-	-	-
8	2	2	-	-	-	-	-	-
9	271	268	-	-	-	-	-	-
10	127,678	6,795	101,274	-	-	2,303	(5,508)	-

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

Unconsolidated subsidiaries, reasons for not consolidating such investments and accounting treatments applied for such investments

As of 30 September 2009, the investments in Trifoi Real Estate Company, United Custodian, Trifoi Investments and Golden Clover Stichting Custody classified as financial subsidiaries are not consolidated as their total assets are less than 1% of the Bank's total assets, instead they are valued at cost.

The non-financial investments in are accounted under equity method of accounting.

5.1.9.2 Movement of consolidated investments in subsidiaries

	Current Period	Prior Period
Balance at Beginning of Period	810,562	577,928
Movements during the Period	69,593	232,634
Acquisitions and Capital Increases	-	-
Bonus Shares Received ^(*)	75,834	71,668
Dividends from Current Year Profit	-	910
Sales/Liquidations	-	-
Reclassifications	-	-
Increase/Decrease in Market Values	(9,409)	(23,275)
Currency Differences on Foreign Subsidiaries	3,168	86,926
Reversal of Impairment Losses / Impairment Losses (-)	-	96,405
Balance at End of Period	880,155	810,562
Capital Commitments	-	-
Share Percentage at the End of Period (%)	-	-

- (*) . As per the decision made at the general assembly meeting of Garanti Bank International NV held 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.

Valuation methods of consolidated investments in subsidiaries

	Current Period	Prior Period
Valued at Cost	210,589	210,587
Valued at Fair Value	669,566	599,975
Valued by Equity Method of Accounting	-	-

Sectoral distribution of consolidated investments in subsidiaries

	Current Period	Prior Period
Banks	558,845	555,439
Insurance Companies	56,545	56,545
Factoring Companies	84,388	17,215
Leasing Companies	85,381	85,381
Finance Companies	94,996	95,982
Other Subsidiaries	-	-

Quoted consolidated investments in subsidiaries

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

Other information on consolidated investments in subsidiaries

	Subsidiaries	Address (City/ Country)	Parent Bank's Share – If Different, Voting Rights (%)	Shares of Other Consolidated Subsidiaries (%)	Method of Consolidation
1	Garanti Finansal Kiralama AŞ	Istanbul/Turkey	94.10	5.86	Full Consolidation
2	Garanti Faktoring Hizmetleri AŞ	Istanbul/Turkey	55.40	-	Full Consolidation
3	Garanti Yatırım Menkul Kıymetler AŞ	Istanbul/Turkey	100.00	-	Full Consolidation
4	Garanti Portföy Yönetimi AŞ	Istanbul/Turkey	100.00	-	Full Consolidation
5	Garanti Emeklilik ve Hayat AŞ	Istanbul/Turkey	84.91	0.01	Full Consolidation
6	Garanti Bank International NV	Amsterdam/Holland	100.00	-	Full Consolidation
7	Garanti Bank Moscow	Moscow/Russia	75.02	24.86	Full Consolidation
8	Garanti Financial Services Plc	Dublin/Ireland	99.99	-	Full Consolidation
9	Garanti Fund Management Co Ltd	Valetta/Malta	99.50	-	Full Consolidation

	Total Assets	Shareholders' Equity	Total Fixed Assets (*)	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss and Extraordinary Reserves	Company's Fair Value (if available)
1	1,827,761	324,376	17,830	154,803	-	38,736	202,392	-
2	1,027,920	48,982	2,274	72,015	467	7,554	19,056	152,312
3	30,293	26,141	3,656	562	1,199	1,201	10,250	-
4	19,200	16,177	970	1,267	21	1,983	1,355	-
5	1,637,970	217,676	13,700	18,577	7,097	60,616	89,643	-
6	8,017,478	604,038	97,404	218,277	82,157	36,288	4,759	493,146
7	453,291	93,614	1,322	19,320	7,143	3,821	43,059	87,576
8	9,519	9,131	-	-	-	(728)	5,463	26,335
9	90	-	-	-	-	-	(267)	-

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

Consolidated investments in subsidiaries disposed during the current period

None.

Consolidated investments in subsidiaries acquired during the current period

None.

5.1.10 Investments in joint-ventures

None.

5.1.11 Lease receivables

5.1.11.1 Financial lease receivables according to remaining maturities

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 Year	869,334	721,657	1,098,119	927,694
Between 1-5 Years	1,095,692	969,120	1,270,738	1,121,576
Longer than 5 Years	51,567	47,190	60,329	54,727
Total	2,016,593	1,737,967	2,429,186	2,103,997

5.1.11.2 Net financial lease receivables

	Current Period	Prior Period
Gross Financial Lease Receivables	2,016,593	2,429,186
Unearned Income on Financial Lease Receivables (-)	(278,626)	(325,189)
Terminated Lease Contracts (-)	-	-
Net Financial Lease Receivables	1,737,967	2,103,997

5.1.11.3 Financial lease agreements

The criteria applied for the financial lease agreements are as follows:

The customer applied for a financial lease is evaluated based on the lending policies and criteria taking into account the legal legislation. A “customer analysis report” according to the type and amount of the application is prepared for the evaluation of the customer by the Credit Committee and certain risk rating models such as “customer risk rating” and “equipment rating/scoring” are applied.

In compliance with the legal legislation and the authorization limits of the general manager, credit committee and board of directors, it is decided whether the loan will be granted considering the financial position and the qualitative characteristics of the customer and the criterias mentioned above, if yes, which conditions will be applied. At this stage, collateral such as bank guarantees, mortgages, asset pledges, promissory notes or the personal or corporate guarantees, may be required depending on the creditworthiness of the customer and the characteristics of the product to be sold.

The sectoral, equipment type and pledged asset concentration of the customers are monitored regularly.

The followings are monitored for the financial lease agreements signed:

Subsequent to granting of loan, the fulfillment of monetary aspects such as lending procedures, timely collection of rental payments are monitored. Furthermore, updated information on the performance of companies is reported by the credit monitoring unit even for the performing customers.

The reports prepared by the credit monitoring unit for the performing companies and the assessments made by the administration follow-up and the legal units for the problematic companies, are presented to the top management following the assessments made by the related internal committees and the necessary actions are taken.

5.1.12 Derivative financial assets held for risk management

5.1.12.1 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 the prior period are exercised in January 2009 before their due dates. The Bank recognized EUR 36,321,000 and USD 16,000,000 (total equivalent of TL 100,808 thousands) collected on the same transaction dates as per the related agreements, under “Income/losses from derivative financial instruments”.

5.1.13 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”.

5.1.14 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”.

5.1.15 Investment property

None.

5.1.16 Deferred tax asset

As of 30 September 2009, on a consolidated basis the Bank has a deferred tax asset of TL 72,448 thousands (31 December 2008: TL 52,521 thousands) calculated as the net amount remaining after netting of tax deductible timing differences and taxable timing differences in its consolidated financial statements.

There is no 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 228,554 thousands (31 December 2008: TL 133,715 thousands) and deferred tax liability of TL 156,106 thousands (31 December 2008: TL 81,194 thousands) presented as net in the accompanying consolidated 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.

5.1.17 Assets held for sale and assets of discontinued operations

	<i>Current Period</i>	<i>Prior Period</i>
End of Prior Period		
Cost	83,178	115,635
Accumulated Depreciation (-)	(1,832)	(2,749)
Net Book Value	81,346	112,886
End of Current Period		
Additions	22,919	6,923
Disposals (Cost)	(18,358)	(39,867)
Disposals (Accumulated Depreciation)	1,338	1,780
Reversal of Impairment / Impairment Losses (-)	-	487
Depreciation Expense for Current Period (-)	(533)	(863)
Currency Translation Differences on Foreign Operations	-	-
Cost	87,739	83,178
Accumulated Depreciation (-)	(1,027)	(1,832)
Net Book Value	86,712	81,346

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

5.1.18 Other Assets

5.1.18.1 Receivables from term sale of assets

	<i>Current Period</i>	<i>Prior Period</i>
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

5.1.18.2 Prepaid expenses

	<i>Current Period</i>	<i>Prior Period</i>
Prepaid Expenses	221,370	318,026

5.2 Consolidated 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	Total
Saving Deposits	1,623,160	-	6,047,424	11,042,454	230,365	146,908	89,520	-	19,179,831
Foreign Currency Deposits	7,642,030	-	10,059,053	8,050,577	1,296,336	1,179,811	1,777,949	90,834	30,096,590
Residents in Turkey	4,876,355	-	9,411,442	7,468,573	660,893	330,450	684,201	89,422	23,521,336
Residents in Abroad	2,765,675	-	647,611	582,004	635,443	849,361	1,093,748	1,412	6,575,254
Public Sector Deposits	1,347,719	-	5,084	10,130	21	295	68	-	1,363,317
Commercial Deposits	2,076,559	-	3,725,459	4,093,447	293,604	53,735	140,161	-	10,382,965
Others	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	1,342,977	-	1,157,887	138,569	59,488	66,687	80,521	-	2,846,129
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	87,566	-	175,825	41,532	1,039	10,676	18,869	-	335,507
Foreign Banks	1,004,501	-	982,062	97,037	58,449	56,011	61,652	-	2,259,712
Special Purpose Financial Institutions	250,910	-	-	-	-	-	-	-	250,910
Others	-	-	-	-	-	-	-	-	-
Total	14,344,806	-	21,013,968	23,414,147	1,884,536	1,455,837	2,088,469	90,834	64,292,597

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	Total
Saving Deposits	1,288,447	-	6,734,053	10,090,399	115,387	87,261	77,063	-	18,392,610
Foreign Currency Deposits	5,956,954	-	9,665,986	7,104,105	519,367	2,000,870	1,812,773	90,877	27,150,932
Residents in Turkey	3,957,213	-	9,039,186	6,699,350	407,667	530,296	569,274	89,588	21,292,574
Residents in Abroad	1,999,741	-	626,800	404,755	111,700	1,470,574	1,243,499	1,289	5,858,358
Public Sector Deposits	426,693	-	283,600	516,009	25	272	63	-	1,226,662
Commercial Deposits	1,718,894	-	3,085,788	3,647,112	74,494	31,679	97,490	-	8,655,457
Others	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	942,592	-	359,785	232,964	170,693	212,939	200,303	-	2,119,276
Central Bank of Turkey	-	-	-	-	-	-	-	-	-
Domestic Banks	115,582	-	54,077	29,344	77,386	117,008	79,385	-	472,782
Foreign Banks	381,703	-	305,708	203,620	93,307	95,931	120,918	-	1,201,187
Special Purpose Financial Institutions	445,307	-	-	-	-	-	-	-	445,307
Others	-	-	-	-	-	-	-	-	-
Total	10,586,838	-	20,183,627	21,670,347	880,671	2,357,610	2,189,987	90,877	57,959,957

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

5.2.1.1.1 Deposits exceeding insurance limit

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	8,867,682	8,456,294	10,098,405	9,677,592
Foreign Currency Saving Deposits	7,318,150	6,040,437	10,380,904	8,138,054
Other Saving Deposits	89,552	20,544	116,640	83,909
Foreign Branches' Deposits Under Foreign Insurance Coverage	-	-	-	-
Off-Shore Branches' Deposits 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 communiqué "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

5.2.1.3.1 Saving deposits of individuals 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

Trading Derivatives	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Deals	38,390	8,468	57,798	14,580
Swaps	152,690	108,176	181,869	237,941
Futures	-	12	-	996
Options	36,630	41,555	62,474	45,208
Others	-	-	-	226
Total	227,710	158,211	302,141	298,951

5.2.3 Funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of Turkey	-	-	-	-
Domestic Banks and Institutions	876,902	545,867	870,554	793,014
Foreign Banks, Institutions and Funds	2,612,437	10,502,282	1,867,947	9,941,864
Total	3,489,339	11,048,149	2,738,501	10,734,878

5.2.3.1 Maturities of funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	911,909	3,907,974	1,221,919	4,352,644
Medium and Long-Term	2,577,430	7,140,175	1,516,582	6,382,234
Total	3,489,339	11,048,149	2,738,501	10,734,878

5.2.3.2 Disclosures for concentration areas of bank's liabilities

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".

5.2.4 Interbank money markets

Funds obtained 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	212,760	573,996	700,656
Financial Institutions and Organizations	557,070	212,760	571,711	700,656
Other Institutions and Organizations	-	-	1,749	-
Individuals	111	-	536	-
Total	11,988,896	212,760	10,452,524	700,656

5.2.5 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".

5.2.6 Lease payables

5.2.6.1 Financial lease payables

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 Year	4,906	4,906	4,845	4,845
Between 1-5 Years	-	-	-	-
Longer than 5 Years	-	-	-	-
Total	4,906	4,906	4,845	4,845

5.2.6.2 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.

5.2.7 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

5.2.8 Provisions

5.2.8.1 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
Others	-	-

5.2.8.2 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.

5.2.8.3 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".

5.2.8.4 Other provisions

5.2.8.4.1 General reserves for possible losses

	Current Period	Prior Period
General Reserves for Possible Losses	295,000	52,000

5.2.8.4.2 Other provisions for possible losses

	Current Period	Prior Period
Reserve for Employee Benefits	208,893	198,840
Recognized Liability for Defined Benefit Obligations	102,601	102,601
Insurance Technical Provisions, Net	132,136	123,603
Provision for Promotion Expenses of Credit Cards ^(*)	33,504	36,206
Other Provisions	24,765	28,758
Total	501,899	490,008

(*) 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.

	Current Period
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.

5.2.9 Tax liability

5.2.9.1 Current tax liability

5.2.9.1.1 Tax liability

As of 30 September 2009, the tax liability amounts to TL 408,940 thousands (31 December 2008: TL 126,911 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.

5.2.9.1.2 Taxes payable

	Current Period	Prior Period
Corporate Taxes Payable	408,940	126,911
Taxation on Securities Income	100,002	191,148
Taxation on Real Estates Income	1,378	1,137
Banking Insurance Transaction Tax	28,574	37,291
Foreign Exchange Transaction Tax	17	12
Value Added Tax Payable	812	2,485
Others	20,404	33,892
Total	560,127	392,876

5.2.9.1.3 Premiums payable

	Current Period	Prior Period
Social Security Premiums-Employees	317	273
Social Security Premiums-Employer	251	211
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	453	441
Unemployment Insurance-Employer	832	806
Others	-	-
Total	1,890	1,763

5.2.9.2 Deferred tax liability

In the accompanying consolidated financial statements, the Bank had a deferred tax liability of TL 13,068 thousands as of 30 September 2009 (31 December 2008: TL 2,238 thousands).

5.2.10 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”.

5.2.11 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”.

5.2.12 Shareholders’ equity

5.2.12.1 Paid-in capital

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

5.2.12.2 Registered share capital system

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

5.2.12.3 Capital increases in current period

None.

5.2.12.4 Capital increases from capital reserves in current period

None.

5.2.12.5 Capital commitments for current and future financial periods

None.

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

None.

5.2.12.7 Information on privileges given to stocks representing the capital

None.

5.2.12.8 Securities value increase fund

	Current Period		Prior Period	
	TL	FC	TL	FC
Investments in Associates, Subsidiaries and Joint-Ventures	-	-	-	-
Valuation Difference	-	-	-	-
Exchange Rate Difference	-	-	-	-
Securities Available-for-Sale	1,332,243	85,534	257,174	(79,268)
Valuation Difference	1,332,243	85,534	257,174	(79,268)
Exchange Rate Difference	-	-	-	-
Total	1,332,243	85,534	257,174	(79,268)

5.2.12.9 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	-	-	-	-
Total	598,194	-	597,090	-

5.2.12.10 Bonus shares of associates, subsidiaries and joint-ventures

It includes the bonus shares received from the following investee companies; Doğuş GE Gayrimenkul Yatırım Ortaklığı AŞ by TL 23 thousands, Eureko Sigorta AŞ by TL 559 thousands, Garanti Ödeme Sistemleri AŞ by TL 401 thousands, Kredi Kartları Bürosu by TL 481 thousands, Tat Konserve AŞ by TL 36 thousands and Yatırım Finansman Menkul Değerler AŞ by TL 9 thousands.

5.2.12.11 Legal reserves

	Current Period	Prior Period
I. Legal Reserve	349,155	261,424
II. Legal Reserve	30,127	23,627
Special Reserves	-	-
Total	379,282	285,051

As per the decisions made at the annual general assemblies of the Bank and its consolidated financial affiliates, 5% of prior periods' profits are allocated to legal reserves.

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

5.2.12.12 Extraordinary reserves

	Current Period	Prior Period
Legal Reserves allocated in compliance with the Decisions Made on the Annual General Assembly	3,187,603	1,681,758
Retained Earnings	-	-
Accumulated Losses	-	-
Exchange Rate Difference on Foreign Currency Capital	-	-
Total	3,187,603	1,681,758

As per the decisions made at the annual general assemblies of the Bank and its consolidated financial affiliates, the remaining prior periods' profits after the appropriation to legal reserves and undistributable funds, are allocated to extraordinary reserves.

At the extraordinary general assembly of the Bank 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.

5.2.12.13 Minority interest

	Current Period	Prior Period
Balance at Beginning of Period	35,125	23,334
Profit Share of Subsidiaries Net Profits	10,926	11,800
Prior Period Dividend	-	-
Increase / (Decrease) in Minority Interest due to Sales	-	-
Others	30	(9)
Balance at End of Period	46,081	35,125

5.3 Consolidated off-balance sheet items

5.3.1 Off-balance sheet contingencies

5.3.1.1 Irrevocable credit commitments

The Bank and its consolidated financial affiliates have asset purchase and sale commitments of TL 1,683,471 thousands (31 December 2008: TL 1,572,122 thousands), commitments for cheque payments of TL 1,520,956 thousands (31 December 2008: TL 1,356,288 thousands) and commitments for credit card limits of TL 9,042,652 thousands (31 December 2008: TL 8,820,059 thousands).

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

	Current Period	Prior Period
Letters of Guarantee in Foreign Currency	7,791,097	6,894,220
Letters of Guarantee in TL	4,563,677	4,118,306
Letters of Credit	2,294,901	2,511,344
Bills of Exchange and Acceptances	156,001	123,807
Prefinancings	-	-
Total	14,805,676	13,647,677

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 as of 30 September 2009.

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 and its consolidated financial affiliates’ “other irrevocable commitments”, there are commitments for “credit linked notes” with a total face value of USD 942,777,778 and EUR 1,000,000 (31 December 2008: USD 945,500,000 and EUR 1,175,000).

5.3.1.3 Non-cash loans

	Current Period	Prior Period
Non-Cash Loans against Cash Risks	883,715	225,228
<i>With Original Maturity of 1 Year or Less</i>	<i>20,970</i>	<i>15,067</i>
<i>With Original Maturity of More Than 1 Year</i>	<i>862,745</i>	<i>210,161</i>
Other Non-Cash Loans	14,507,528	14,341,906
Total	15,391,243	14,567,134

5.3.1.4 Other information on 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 Consolidated income statement

5.4.1 Interest income

5.4.1.1 Interest income from loans (*)

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest Income from Loans				
Short-term loans	2,041,024	289,844	1,769,023	223,368
Medium and long-term loans	1,508,246	928,469	1,434,060	767,200
Loans under follow-up	28,106	-	18,016	-
Premiums received from Resource Utilization Support Fund	-	-	-	-
Total	3,577,376	1,218,313	3,221,099	990,568

(*) Includes also fees and commissions 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	9,962	11,143	19,754	7,837
Foreign Banks	109,377	55,927	139,502	125,330
Foreign Head Offices and Branches	-	-	-	-
Total	124,512	67,540	166,073	133,167

5.4.1.3 Interest income from securities portfolio

	Current Period		Prior Period	
	TL	FC	TL	FC
Trading Financial Assets	20,287	2,005	19,824	10,206
Financial Assets Valued at Fair Value Through Profit	-	-	-	-
Financial Assets Available-for-Sale	2,002,009	177,446	1,423,127	212,237
Investments Held-to-Maturity	699,157	89,560	411,220	34,464
Total	2,721,453	269,011	1,854,171	256,907

5.4.1.4 Interest income received from associates and subsidiaries

	Current Period	Prior Period
Interest Received from Investments in Associates and Subsidiaries	744	1,801

5.4.2 Interest expenses

5.4.2.1 Interest expenses on funds borrowed (*)

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Central Bank of Turkey	-	-	-	-
Domestic Banks	88,193	11,856	55,527	42,602
Foreign Banks	235,279	241,645	200,195	327,494
Foreign Head Offices and Branches	-	-	-	-
Other Institutions	-	42,640	-	10,549
Total	323,472	296,141	255,722	380,645

(*) Includes also fees and commissions 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	1	1

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						Total
		Up to 1 Month	1-3 Months	3-6 Months	6-12 Months	1 Year and Over	Accumulating Deposit Accounts	
Turkish Lira								
Bank Deposits	2,089	39,841	237	370	298	234	-	43,069
Saving Deposits	884	557,018	1,025,387	15,065	14,609	11,927	-	1,624,890
Public Sector Deposits	1	18,601	22,965	2	30	7	-	41,606
Commercial Deposits	5,202	375,315	456,880	13,168	3,688	17,215	-	871,468
Others	5,163	13,872	35,268	90	38	22	-	54,453
“7 Days Notice” Deposits	-	-	-	-	-	-	-	-
Total TL	13,339	1,004,647	1,540,737	28,695	18,663	29,405	-	2,635,486
Foreign Currency								
Foreign Currency Deposits	7,896	237,372	260,714	41,619	52,588	35,780	1,745	637,714
Bank Deposits	1,558	13,008	1,830	3,202	2,567	3,573	-	25,738
“7 Days Notice” Deposits	-	-	-	-	-	-	-	-
Precious Metal Deposits	-	-	1	-	423	-	-	424
Total FC	9,454	250,380	262,545	44,821	55,578	39,353	1,745	663,876
Grand Total	22,793	1,255,027	1,803,282	73,516	74,241	68,758	1,745	3,299,362

5.4.2.5 Interest expense on repurchase agreements

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”.

5.4.2.6 Financial lease expenses

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”.

5.4.2.7 Interest expenses on factoring payables

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”.

5.4.3 Dividend income

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”.

5.4.4 Trading income/losses (net)

	Current Period	Prior Period
Income	53,023,946	17,511,218
Trading Account Income	711,349	156,725
Derivative Financial Instruments	2,500,730	1,477,212
Foreign Exchange Gain	49,811,867	15,877,281
Losses (-)	52,203,933	17,388,941
Trading Account Losses	332,024	101,288
Derivative Financial Instruments	2,182,106	1,289,911
Foreign Exchange Losses	49,689,803	15,997,742
Total	820,013	122,277

TL 165,586 thousands (30 September 2008: TL 17,984 thousands) of foreign exchange gains and TL 341,326 thousands (30 September 2008: TL 253,457 thousands) of foreign exchange losses are resulted from the exchange rate changes of derivative transactions.

5.4.5 Other operating income

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

5.4.6 Provision for losses on loans or other receivables

	Current Period	Prior Period
Specific Provisions for Loans and Other Receivables	1,098,580	201,707
<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>	454,281	55,953
General Provisions	19,722	114,914
Provision for Possible Losses	265,000	30,000
Impairment Losses on Securities	20,458	435
<i>Financial assets at fair value through profit or loss</i>	43	379
<i>Financial assets available-for-sale</i>	20,415	56
Impairment Losses on Associates, Subsidiaries and Investments Held-to-Maturity	16	2,890
<i>Associates</i>	-	-
<i>Subsidiaries</i>	16	7
<i>Joint Ventures (Business Partnership)</i>	-	-
<i>Investments held-to-maturity</i>	-	2,883
Others	70,481	2,890
Total	1,474,257	352,836

5.4.7 Other operating expenses

	Current Period	Prior Period
Personnel Costs	762,818	730,150
Reserve for Employee Termination Benefits	23	359
Defined Benefit Obligation	-	164,598
Impairment Losses on Tangible Assets	-	1
Depreciation Expenses of Tangible Assets	128,941	123,122
Impairment Losses on Intangible Assets	-	-
Goodwill Impairment Losses	-	-
Amortisation Expenses of Intangible Assets	7,672	7,625
Decrease in Value of Equity Accounting Shares	-	-
Impairment Losses on Assets to be Disposed	-	-
Depreciation Expenses of Assets to be Disposed	533	682
Impairment Losses on Assets Held for Sale and Discontinued Assets	-	-
Other Operating Expenses	767,038	721,691
<i>Operational lease related expenses</i>	99,008	79,989
<i>Repair and maintenance expenses</i>	20,872	19,117
<i>Advertisement expenses</i>	64,448	86,908
<i>Other expenses</i>	582,710	535,677
Loss on Sale of Assets	1,126	8,179
Others (*)	341,464	325,438
Total	2,009,615	2,081,845

(*) 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 for discontinued operations

As of 30 September 2009, on a consolidated basis, the Bank recorded a current tax expense of TL 658,202 thousands (30 September 2008: TL 386,858 thousands) and a deferred tax income of TL 39,042 thousands (30 September 2008: TL 9,068 thousands).

Deferred tax income/expense on timing differences :

Deferred tax income/(expense) on timing differences	Current Period
Increase in Tax Deductable Timing Differences (+)	99,880
Decrease in Tax Deductable Timing Differences (-)	6,274
Increase in Taxable Timing Differences (-)	71,348
Decrease in Taxable Timing Differences (+)	16,784
Total	39,042

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 Deductable Timing Differences (net)	93,606
(Increase)/Decrease in Taxable Timing Differences (net)	(54,564)
Increase/(Decrease) in Tax Losses (net)	-
Increase/(Decrease) in Tax Deductions and Exemptions (net)	-
Total	39,042

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 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.

5.4.11.3 Minority interest’s profit/loss

	Current Period	Prior Period
Net Profit/(Loss) of Minority Interest	10,926	8,290

5.4.12 Components of other items in income statement

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

5.5 Consolidated 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 Consolidated 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 parent 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	23,597	3,157	25	1,661	274,415	184,521
Balance at end of period	24,743	3,154	124	1,821	286,734	369,534
Interest and Commission Income	948	1	495	1	18,622	1,528

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	9,033	244	1	1,090	158,515	168,482
Balance at end of period	23,597	3,157	25	1,661	274,415	184,251
Interest and Commission Income	1,497	1	526	4	6,265	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	1,752	8,448	313,475	91,590	186,263	240,401
Balance at end of period	1,752	1,752	250,711	313,475	324,198	186,263
Interest Expenses	1	1	11,479	16,667	9,050	14,140

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 at Fair Value Through Profit or Loss:						
Beginning of Period	13,500	-	-	-	-	-
End of Period	13,363	13,500	-	-	16,577	-
Total Profit/(Loss)	37,985	-	-	-	353	-
Transactions for Hedging:						
Beginning of Period	-	-	-	-	-	-
End of Period	-	-	-	-	-	-
Total Profit/(Loss)	-	-	-	-	-	-

5.7.2 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 255,374 thousands (31 December 2008 TL 250,131 thousands) compose 0.48% (31 December 2008: 0.48%) of the Bank's total cash loans and 0.23% (31 December 2008: 0.25%) of the Bank's total assets. The total loans and similar receivables amounting TL 311,601 thousands (31 December 2008: TL 298,037 thousands) compose 0.28% (31 December 2008: 0.30%) of the Bank's total assets. The non-cash loans of the risk group amounting TL 374,509 thousands (31 December 2008: TL 189,069 thousands) compose 2.43% (31 December 2008: 1.30%) of the Bank's total non-cash loans. The deposits of the risk group amounting TL 576,661 thousands (31 December 2008: TL 501,490 thousands) compose 0.90% (31 December 2008: 0.87%) of the Bank's total deposits. The pricing in transactions with the risk group companies is set on an arms-length basis.

There is a credit card (POS) payable amounting TL 8,335 thousands (31 December 2008: TL 5,223 thousands) to related parties.

Operating expenses of TL 9,103 thousands (30 September 2008: TL 11,937 thousands) for IT services rendered by related parties and rent income of TL 192 thousands (30 September 2008: TL 212 thousands) for the real estates rented to related parties, are recorded.

The Bank and its consolidated financial affiliates made a total payment of TL 63,818 thousands as of 30 September 2009 (30 September 2008: 60,494) to its top management considered as the key management.

5.7.2.3 *Other matters not required to be disclosed*

None.

5.7.2.4 *Transactions accounted under equity method*

Please refer to Notes 5.1.8 and 5.1.9.

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 certain consolidated subsidiaries namely 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 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 millions 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 Eureka 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 Doğuş-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 the 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 Parent 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 International	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 Latest international risk ratings of Garanti Bank International NV, a consolidated subsidiary

MOODY'S (August 2009)*

Long Term FC Deposit	Baa1
Short Term FC Deposit	Prime 2
Subordinate-Dom Curr	Baa2
FSR	C-
Outlook	Negative

(*) Latest date in risk ratings or outlooks.

5.10.3 Latest international risk ratings of Garanti Faktoring, a consolidated subsidiary

FITCH RATINGS (November 2009)*

Foreign Currency	
Long Term	BB (RWP)
Short Term	B
Outlook	Stable
Support	3
Turkish Lira	
Long Term	BBB- (RWP)
Short Term	F3
Outlook	Stable
National	AAA
Outlook	Stable

(*) Latest date in risk ratings or outlooks.

5.10.4 Latest international risk ratings of Garanti Finansal Kiralama, a consolidated subsidiary

FITCH RATINGS (November 2009)*

Foreign Currency	
Long Term	BB (RWP)
Short Term	B
Outlook	Stable
Support	3
Turkish Lira	
Long Term	BBB- (RWP)
Short Term	F3
Outlook	Stable
National	AAA
Outlook	Stable

STANDARD AND POORS (September 2009)*

FC Obligations	BB-
TL Obligations	BB-
Outlook	Stable

(*) Latest dates in risk ratings or outlooks.

5.10.5 Dividends

At the Bank's annual general assembly dated 2 April 2009 and 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 – The first dividend at 5% of the paid capital	(210,000)
C – Extraordinary reserves at 5% after above deductions	(72,427)
D - Founder shares	(65,000)
E – Extraordinary reserves	(1,304,613)
F – II. Legal reserve (Turkish Commercial Code 466/2)	(6,500)

5.10.6 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 consolidated financial statements of the Bank and its financial affiliates 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 consolidated interim financial statements do not give a true and fair view of the financial position and results of operations of the Bank and its financial affiliates as of 30 September 2009.

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