



TO : **Investment Community**
FROM : **Garanti Bank / Investor Relations**
SUBJECT : **About the Board Decision related to Dividend Distribution of 2017**
DATE : **January 31, 2018**

The Board of Directors of our Bank resolved on January 31, 2018 that below matter be submitted for the approval of our shareholders during the Ordinary General Meeting of Shareholders, that dividend distribution be initiated on April 24, 2018 and the Head Office be authorized to conduct legal applications and procedures regarding the distribution of profit.

The distribution of the profit of the year 2017 in the amount of TL 6,343,919,301.93 after the tax deduction be as follows in accordance with Article 45 of the Articles of Association of our Bank titled as "Distribution of the Profit":

The distribution of a cash gross dividend to our Shareholders in the amount of TL 1,750,000,000.00 in total equivalent to 41,66 % of the paid-in capital of the Bank, which is TL 4,200,000,000, consisting of first cash gross dividend in the amount of TL 210,000,000.00 equivalent to 5% of the Bank's paid-in capital and second cash gross dividend in the amount of TL 1,540,000,000.00.

The profit distribution table for the year 2017 is attached hereto.

In contradiction between the Turkish and English versions of this public disclosure, the Turkish version shall prevail.

We declare that our above statements are in conformity with the principles included in the Board's Communiqué, Serial II Nr.15.1, that it exactly reflects the information we received; that the information complies with our records, books and documents; that we did our best to obtain the correct and complete information relative to this subject and that we are responsible for the declarations made in this regard.

Yours sincerely,
Garanti Bank

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**PROFIT DISTRIBUTION STATEMENT OF T. GARANTİ BANKASI A.Ş.
FOR THE YEAR 2017 (TRL)**

1.	Paid-in/issued capital	4,200,000,000.00
2.	Total legal reserves (according to statutory records)	1,311,373,536.51
	Information regarding the privilege in profit distribution, if any, granted pursuant to the articles of association	-
	According to Statutory Records (SR)	
3.	Profit for the period	8,151,323,505.54
4.	Taxes to be paid (-)	1,807,404,203.61
5.	NET PROFIT FOR THE YEAR (=)	6,343,919,301.93
6.	Losses related previous years (-)	
7.	First legal reserves (-)	0.00
8.	NET DISTRIBUTABLE PROFIT FOR THE PERIOD (=)	6,343,919,301.93
9.	Donations made during the year (+)	
10.	Net distributable profit for the period (donations are included),	
	First dividend to shareholders	210,000,000.00
	Cash -	210,000,000.00
	Bonus issue -	0.00
11.	Total -	210,000,000.00
12.	Dividend distributed to privileged shareholders	0.00
13.	Dividend distributed to board members, employees, etc.	0.00
14.	Dividend distributed to holders of jouissance shares	0.00
15.	Second dividend to shareholders	1,540,000,000.00
16.	Second legal reserves	154,000,000.00
17.	Statü Yedekleri	0.00
17.	Statutory reserves	0.00
18.	Other funds to be kept in Bank statutorily (amount of CIT 5/1/e and Luxembourg Net Wealth Tax)	1,149,602.78
19.	EXTRAORDINARY RESERVES	4,438,769,699.15
	Other distributable funds	
	Profit of the previous year	
	Extraordinary reserves	-
20.	Other distributable reserves pursuant to the legal requirements and Articles of Association	

INFORMATION ON 2017 DIVIDENT PAYOUT RATIO

	GROUP	TOTAL DIVIDENT AMOUNT		TOTAL DIVIDENT / NET	DIVIDENT PER SHARE (NOMINAL VALUE :TL1)	
		CASH (TL)	BONUS SHARE (TL)	RATIO (%)	AMOUNT(TL)	RATIO(%)
GROSS(*)	-	1,750,000,000.00	-	27.59%	0.41667	41.66667
NET	-	1,487,500,000.00	-	23.45%	0.35417	35.41667

(*) Tax withholding in the rate of 15% shall not be deducted from the cash dividend payments made to full taxpayer institutions and limited taxpayer institutions that generate income in Turkey via off ices or permanent representatives.

Türkiye Garanti Bankası A.Ş.
Genel Müdürü

