

Translated into English from the original Turkish Report and Financial Statements

ODEABANK A.Ş

Unconsolidated Financial Statements as at March 31, 2019 and December 31, 2018

Prepared in accordance with Turkish Accounting Standards

ASSETS	THOUSAND TURKISH LIRA					
	CURRENT PERIOD (31/03/2019)			PRIOR PERIOD (31/12/2018)		
	(reviewed)			(audited)		
	TL	FC	Total	TL	FC	Total
I. FINANCIAL ASSETS (Net)	1.919.905	6.335.031	8.254.936	3.987.346	4.148.189	8.135.535
1.1 Cash and cash equivalents	540.649	5.844.895	6.385.544	2.820.844	3.920.663	6.741.507
1.1.1 Cash and balances at Central Bank	198.489	3.164.440	3.362.929	1.022.782	2.976.158	3.998.940
1.1.2 Banks	340.961	2.685.084	3.026.045	1.058.065	944.809	2.002.874
1.1.3 Receivables from Money Markets	1.237	-	1.237	740.121	-	740.121
1.1.4 Allowance for expected credit losses (-)	38	4.629	4.667	124	304	428
1.2 Financial assets at fair value through profit or loss	3.272	8.421	11.693	3.269	-	3.269
1.2.1 Public debt securities	3.272	8.421	11.693	3.269	-	3.269
1.2.2 Equity instruments	-	-	-	-	-	-
1.2.3 Other financial assets	-	-	-	-	-	-
1.3 Financial assets at fair value through other comprehensive income	487.997	115.958	603.955	300.657	4.801	305.458
1.3.1 Public debt securities	483.100	109.946	593.046	295.760	-	295.760
1.3.2 Equity instruments	4.897	6.012	10.909	4.897	4.801	9.698
1.3.3 Other financial assets	-	-	-	-	-	-
1.4 Derivative financial assets	887.987	365.757	1.253.744	862.576	222.725	1.085.301
1.4.1 Derivative financial assets at fair value through profit or loss	886.786	365.757	1.252.543	862.576	222.725	1.085.301
1.4.2 Derivative financial assets at fair value through other comprehensive income	1.201	-	1.201	-	-	-
III. FINANCIAL ASSET MEASURED AT AMORTISED COST (Net)	8.910.069	11.648.361	20.558.430	9.291.634	11.998.653	21.290.287
2.1 Loans	9.928.293	9.976.018	19.904.311	10.551.880	9.946.465	20.498.345
2.2 Receivables from leasing transactions	-	-	-	-	-	-
2.3 Factoring receivables	-	-	-	-	-	-
2.4 Other financial assets measured at amortized cost	553.013	2.124.860	2.677.873	471.071	2.231.271	2.702.342
2.4.1 Public debt securities	553.013	1.178.184	1.731.197	471.071	1.495.213	1.966.284
2.4.2 Other financial assets	-	946.676	946.676	-	736.058	736.058
2.5 Allowance for expected credit losses (-)	1.571.237	452.517	2.023.754	1.731.317	179.083	1.910.400
III. NON-CURRENTS ASSETS OR DISPOSAL GROUPS "HELD FOR SALE" AND "FROM DISCONTINUED OPERATIONS"	466.043	-	466.043	238.525	-	238.525
3.1 Held for sale	466.043	-	466.043	238.525	-	238.525
3.2 Held from discontinued operations	-	-	-	-	-	-
IV. INVESTMENTS IN ASSOCIATES, SUBSIDIARIES AND JOINT VENTURES	-	-	-	-	-	-
4.1 Investments in associates (Net)	-	-	-	-	-	-
4.1.1 Associates accounted by using equity method	-	-	-	-	-	-
4.1.2 Non-consolidated associates	-	-	-	-	-	-
4.2 Investments in subsidiaries (Net)	-	-	-	-	-	-
4.2.1 Non-consolidated financial subsidiaries	-	-	-	-	-	-
4.2.2 Non-consolidated non-financial subsidiaries	-	-	-	-	-	-
4.3 Jointly Controlled Partnerships (Joint Ventures) (Net)	-	-	-	-	-	-
4.3.1 Jointly controlled partnerships accounted by using equity method	-	-	-	-	-	-
4.3.2 Non-consolidated jointly controlled partnerships	-	-	-	-	-	-
V. TANGIBLE ASSETS (Net)	246.568	-	246.568	86.823	-	86.823
VI. INTANGIBLE ASSETS AND GOODWILL (Net)	71.572	-	71.572	62.942	-	62.942
6.1 Goodwill	-	-	-	-	-	-
6.2 Other	71.572	-	71.572	62.942	-	62.942
VII. INVESTMENT PROPERTIES (Net)	-	-	-	-	-	-
VIII. CURRENT TAX ASSETS	81.192	-	81.192	78.747	-	78.747
IX. DEFERRED TAX ASSETS	282.187	-	282.187	272.167	-	272.167
X. OTHER ASSETS	433.384	665.570	1.098.954	627.587	608.005	1.235.592
TOTAL ASSETS	12.410.920	18.648.962	31.059.882	14.645.771	16.754.847	31.400.618

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THOUSAND TURKISH LIRA

LIABILITIES	CURRENT PERIOD (31/03/2019)			PRIOR PERIOD (31/12/2018)		
	(reviewed)			(audited)		
	TL	FC	Total	TL	FC	Total
I. DEPOSITS	6.356.548	14.133.451	20.489.999	8.495.839	13.065.209	21.561.048
III. LOANS RECEIVED	2.045	2.355.658	2.357.703	2.549	3.004.633	3.007.182
III. MONEY MARKET FUNDS	686	169.485	170.171	100	-	100
IV. MARKETABLE SECURITIES (Net)	674.067	-	674.067	207.110	-	207.110
4.1 Bills	674.067	-	674.067	207.110	-	207.110
4.2 Asset backed securities	-	-	-	-	-	-
4.3 Bonds	-	-	-	-	-	-
V. FUNDS	-	-	-	-	-	-
5.1 Borrower funds	-	-	-	-	-	-
5.2 Other	-	-	-	-	-	-
VI. FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS	-	-	-	-	-	-
VII. DERIVATIVE FINANCIAL LIABILITIES	871.345	327.621	1.198.966	971.302	221.318	1.192.620
7.1 Derivative financial liabilities at fair value through profit or loss	871.345	327.621	1.198.966	855.261	221.318	1.076.579
7.2 Derivative financial liabilities at fair value through other comprehensive income	-	-	-	116.041	-	116.041
VIII. FACTORING PAYABLES	-	-	-	-	-	-
IX. LEASE PAYABLES	200.608	-	200.608	-	-	-
X. PROVISIONS	188.669	20.925	209.594	109.730	21.594	131.324
10.1 Provision for restructuring	-	-	-	-	-	-
10.2 Reserves for employee benefits	14.284	-	14.284	11.847	-	11.847
10.3 Insurance technical reserves (Net)	-	-	-	-	-	-
10.4 Other provisions	174.385	20.925	195.310	97.883	21.594	119.477
XI. CURRENT TAX LIABILITIES	59.153	-	59.153	48.582	-	48.582
XII. DEFERRED TAX LIABILITIES	-	-	-	-	-	-
XIII. LIABILITIES RELATED TO NON-CURRENT ASSETS "HELD FOR SALE" AND "DISCONTINUED OPERATIONS" (Net)	-	-	-	-	-	-
13.1 Held for sale	-	-	-	-	-	-
13.2 Related to discontinued operations	-	-	-	-	-	-
XIV. SUBORDINATED DEBT	-	1.707.660	1.707.660	-	1.636.012	1.636.012
14.1 Loans	-	-	-	-	-	-
14.2 Other debt instruments	-	1.707.660	1.707.660	-	1.636.012	1.636.012
XV. OTHER LIABILITIES	169.919	640.658	810.577	227.591	-	3.288.842
XVI. SHAREHOLDERS' EQUITY	3.175.470	5.914	3.181.384	3.218.328	-	3.288.842
16.1 Paid-in capital	3.288.842	-	3.288.842	3.288.842	-	3.288.842
16.2 Capital reserves	-2.198	-	-2.198	-2.198	-	-2.198
16.2.1 Equity share premiums	-	-	-	-	-	-
16.2.2 Share cancellation profits	-	-	-	-	-	-
16.2.3 Other capital reserves	-2.198	-	-2.198	-2.198	-	-2.198
16.3 Other accumulated comprehensive income that will not be reclassified in profit or loss	2.700	2.299	4.999	2.700	1.494	4.194
16.4 Other accumulated comprehensive income that will be reclassified in profit or loss	-74.322	3.615	-70.707	-88.901	-	-88.901
16.5 Profit reserves	-43.577	-	-43.577	735	-	735
16.5.1 Legal reserves	26.149	-	26.149	25.291	-	25.291
16.5.2 Statutory reserves	-	-	-	-	-	-
16.5.3 Extraordinary reserves	-69.726	-	-69.726	-24.556	-	-24.556
16.5.4 Other profit reserves	-	-	-	-	-	-
16.6 Profit or loss	4.025	-	4.025	17.150	-	17.150
16.6.1 Prior years' profits or losses	-	-	-	-	-	-
16.6.2 Current period net profit or loss	4.025	-	4.025	17.150	-	17.150
16.7 Minority Shares	-	-	-	-	-	-
TOTAL LIABILITIES	11.698.510	19.361.372	31.059.882	13.281.131	18.119.487	31.400.618

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	CURRENT PERIOD (31/03/2019)			PRIOR PERIOD (31/12/2018)		
	(reviewed)			(audited)		
	TL	FC	Total	TL	FC	Total
A. OFF BALANCE SHEET COMMITMENTS	15.868.741	67.033.368	82.902.109	16.577.715	69.256.341	85.834.056
I. GUARANTEES AND WARRANTIES	851.178	3.208.636	4.059.814	842.498	2.843.284	3.685.782
1.1.Letters of guarantee	847.755	1.038.268	1.886.023	837.641	957.928	1.795.569
1.1.1.Guarantees subject to State Tender Law	-	-	-	-	-	-
1.1.2.Guarantees given for foreign trade operations	-	-	-	-	-	-
1.1.3.Other letters of guarantee	847.755	1.038.268	1.886.023	837.641	957.928	1.795.569
1.2.Bank acceptances	3.423	545.501	548.924	4.857	646.200	651.057
1.2.1.Import letter of acceptance	3.423	545.501	548.924	4.857	646.200	651.057
1.2.2.Other bank acceptances	-	-	-	-	-	-
1.3.Letters of credit	-	803.607	803.607	-	669.337	669.337
1.3.1.Documentary letters of credit	-	803.607	803.607	-	669.337	669.337
1.3.2.Other letters of credit	-	-	-	-	-	-
1.4.Prefinancing given as guarantee	-	-	-	-	-	-
1.5.Endorsements	-	-	-	-	-	-
1.5.1.Endorsements to the Central Bank of Turkey	-	-	-	-	-	-
1.5.2.Other endorsements	-	-	-	-	-	-
1.6.Securities issue purchase guarantees	-	-	-	-	-	-
1.7.Factoring guarantees	-	-	-	-	-	-
1.8.Other guarantees	-	821.260	821.260	-	569.819	569.819
1.9.Other warranties	-	-	-	-	-	-
II. COMMITMENTS	1.439.567	2.833.748	4.273.315	1.059.791	7.405.555	8.465.346
2.1.Irrevocable commitments	1.439.567	2.833.748	4.273.315	1.059.791	7.405.555	8.465.346
2.1.1.Asset purchase and sales commitments	714.987	2.823.821	3.538.808	295.906	7.335.418	7.631.324
2.1.2.Deposit purchase and sales commitments	-	-	-	-	-	-
2.1.3.Share capital commitment to associates and subsidiaries	-	-	-	-	-	-
2.1.4.Loan granting commitments	162.549	-	162.549	171.113	60.801	231.914
2.1.5.Securities issue brokerage commitments	-	-	-	-	-	-
2.1.6.Commitments for reserve deposit requirements	-	-	-	-	-	-
2.1.7.Payment commitments for checks	66.991	-	66.991	58.384	-	58.384
2.1.8.Tax and fund liabilities from export commitments	-	-	-	-	-	-
2.1.9.Commitments for credit card expenditure limits	495.040	-	495.040	534.388	-	-
2.1.10.Commitments for credit cards and banking services promotions	-	-	-	-	-	-
2.1.11.Receivables from short sale commitments	-	-	-	-	-	-
2.1.12.Payables for short sale commitments	-	-	-	-	-	-
2.1.13.Other irrevocable commitments	-	9.927	9.927	-	9.336	9.336
2.2.Revocable commitments	-	-	-	-	-	-
2.2.1.Revocable loan granting commitments	-	-	-	-	-	-
2.2.2.Other revocable commitments	-	-	-	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS	13.577.996	60.990.984	74.568.980	14.675.426	59.007.502	73.682.928
3.1.Derivative financial instruments held for hedging	400.000	-	400.000	800.000	-	800.000
3.1.1.Fair value hedges	-	-	-	-	-	-
3.1.2.Cash flow hedges	400.000	-	400.000	800.000	-	800.000
3.1.3.Hedges for investments made in foreign countries	-	-	-	-	-	-
3.2.Trading transactions	13.177.996	60.990.984	74.168.980	13.875.426	59.007.502	72.882.928
3.2.1.Forward foreign currency buy/sell transactions	1.910.358	2.637.876	4.548.234	1.983.668	2.513.650	4.497.318
3.2.1.1.Forward foreign currency transactions-buy	1.323.987	955.811	2.279.798	1.516.808	786.294	2.303.102
3.2.1.2.Forward foreign currency transactions-sell	586.371	1.682.065	2.268.436	466.860	1.727.356	2.194.216
3.2.2.Swap transactions related to foreign currency and interest rates	7.258.749	52.333.542	59.592.291	7.249.820	49.321.679	56.571.499
3.2.2.1.Foreign currency swap-buy	1.011.883	9.774.702	10.786.585	1.287.179	9.179.708	10.466.887
3.2.2.2.Foreign currency swap-sell	1.933.066	8.832.428	10.765.494	3.164.239	7.302.811	10.467.050
3.2.2.3.Interest rate swaps-buy	2.156.900	16.863.206	19.020.106	1.399.201	16.419.580	17.818.781
3.2.2.4.Interest rate swaps-sell	2.156.900	16.863.206	19.020.106	1.399.201	16.419.580	17.818.781
3.2.3.Foreign currency, interest rate and security options	4.008.889	6.019.566	10.028.455	4.641.938	7.172.173	11.814.111
3.2.3.1.Foreign currency options-buy	2.069.596	2.628.590	4.698.186	2.321.435	3.155.683	5.477.118
3.2.3.2.Foreign currency options-sell	1.939.293	2.868.932	4.808.225	2.320.503	3.260.630	5.581.133
3.2.3.3.Interest rate options-buy	-	261.022	261.022	-	377.930	377.930
3.2.3.4.Interest rate options-sell	-	261.022	261.022	-	377.930	377.930
3.2.3.5.Securities options-buy	-	-	-	-	-	-
3.2.3.6.Securities options-sell	-	-	-	-	-	-
3.2.4.Foreign currency futures	-	-	-	-	-	-
3.2.4.1.Foreign currency futures-buy	-	-	-	-	-	-
3.2.4.2.Foreign currency futures-sell	-	-	-	-	-	-
3.2.5.Interest rate futures	-	-	-	-	-	-
3.2.5.1.Interest rate futures-buy	-	-	-	-	-	-
3.2.5.2.Interest rate futures-sell	-	-	-	-	-	-
3.2.6.Other	-	-	-	-	-	-
B. CUSTODY AND PLEDGED SECURITIES (IV+V+VI)	72.922.792	45.941.025	118.863.817	66.328.631	44.036.050	110.364.681
IV. ITEMS HELD IN CUSTODY	1.131.890	288.374	1.420.264	427.543	334.423	761.966
4.1.Assets under management	380.141	-	380.141	72.163	-	72.163
4.2.Investment securities held in custody	590.845	33.226	624.071	206.929	32.605	239.534
4.3.Checks received for collection	28.962	183.258	212.220	2.843	233.584	236.427
4.4.Commercial notes received for collection	131.942	71.890	203.832	145.608	68.234	213.842
4.5.Other assets received for collection	-	-	-	-	-	-
4.6.Assets received for public offering	-	-	-	-	-	-
4.7.Other items under custody	-	-	-	-	-	-
4.8.Custodians	-	-	-	-	-	-
V. PLEDGED ITEMS	71.790.902	45.652.651	117.443.553	65.901.088	43.701.627	109.602.715
5.1.Marketable securities	-	-	-	-	-	-
5.2.Guarantee notes	25.392.481	5.850.010	31.242.491	25.360.317	5.538.591	30.898.908
5.3.Commodity	10.153.636	-	10.153.636	4.015.884	-	4.015.884
5.4.Warranty	-	-	-	-	-	-
5.5.Immovables	25.239.935	23.599.111	48.839.046	26.108.685	22.429.525	48.538.210
5.6.Other pledged items	11.004.850	16.203.530	27.208.380	10.416.202	15.733.511	26.149.713
5.7.Pledged items of depository	-	-	-	-	-	-
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES	-	-	-	-	-	-
TOTAL OFF BALANCE SHEET COMMITMENTS	88.791.533	112.974.393	201.765.926	82.906.346	113.292.391	196.198.737

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INCOME STATEMENT	THOUSAND TURKISH LIRA	
	(01/01/2019-31/03/2019)	(01/01/2018-31/03/2018)
	(reviewed)	(reviewed)
I.INTEREST INCOME	808.328	754.935
1.1 Interest on loans	626.337	637.681
1.2 Interest received from reserve deposits	12.127	12.583
1.3 Interest received from banks	67.424	38.552
1.4 Interest received from money market transactions	17.794	15.059
1.5 Interest received from marketable securities portfolio	68.852	41.191
1.5.1 Financial assets at fair value through profit or loss	156	75
1.5.2 Financial assets at fair value through other comprehensive income	20.735	12.381
1.5.3 Financial assets measured at amortized cost	47.961	28.735
1.6 Finance lease income	-	-
1.7 Other interest income	15.794	9.869
II. INTEREST EXPENSE	578.905	468.760
2.1 Interest on deposits	495.943	422.002
2.2 Interest on funds borrowed	23.808	24.430
2.3 Interest on money market transactions	1.119	20
2.4 Interest on securities issued	48.084	22.284
2.5 Finance lease interest expenses	9.714	-
2.6 Other interest expenses	237	24
III.NET INTEREST INCOME (I - II)	229.423	286.175
IV.NET FEES AND COMMISSIONS INCOME	29.604	32.835
4.1 Fees and commissions received	37.527	41.886
4.1.1 Non-cash loans	12.848	8.026
4.1.2 Other	24.679	33.860
4.2 Fees and commissions paid (-)	7.923	9.051
4.2.1 Non-cash loans	-	-
4.2.2 Other	7.923	9.051
V.DIVIDEND INCOME	6	3
VI. TRADING PROFIT/LOSS (Net)	88.134	-19.088
6.1 Profit/losses from capital market transactions	-3.934	-633
6.2 Profit/losses from derivative financial transactions	84.534	-6.386
6.3 Foreign exchange profit/losses	7.534	-12.069
VII.OTHER OPERATING INCOME	12.535	9.080
VIII.GROSS PROFIT FROM OPERATING ACTIVITIES (III+IV+V+VI+VII)	359.702	309.005
IX.ALLOWANCES FOR EXPECTED CREDIT LOSSES (-)	115.368	66.912
X.OTHER PROVISION EXPENSES (-)	91.443	-
XI.PERSONNEL EXPENSES (-)	51.957	48.024
XX.OTHER OPERATING EXPENSES (-)	95.720	96.928
XIII.NET OPERATING PROFIT/LOSS (VIII-IX-X-XI-XII)	5.214	97.141
XIV.SURPLUS WRITTEN AS GAIN AFTER MERGER	-	-
XV.PROFIT/LOSS FROM EQUITY METHOD APPLIED SUBSIDIARIES	-	-
XVI.NET MONETARY POSITION GAIN/LOSS	-	-
XVII.PROFIT/LOSS BEFORE TAXES FROM CONTINUING OPERATIONS (XIII+...+XVI)	5.214	97.141
XVIII.PROVISION FOR TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	-1.189	-21.699
18.1 Current tax provision	-	-14.920
18.2 Expense effect of deferred tax (+)	-1.189	-6.779
18.3 Income effect of deferred tax (-)	-	-
XIX.NET PROFIT/LOSS FROM CONTINUING OPERATIONS (XVII±XVIII)	4.025	75.442
XX.INCOME FROM DISCONTINUED OPERATIONS	-	-
20.1 Income from assets held for sale	-	-
20.2 Profit from sale of associates, subsidiaries and joint ventures	-	-
20.3 Other income from discontinued operations	-	-
XXI.EXPENSES FROM DISCONTINUED OPERATIONS (-)	-	-
21.1 Expenses on assets held for sale	-	-
21.2 Losses from sale of associates, subsidiaries and joint ventures	-	-
21.3 Other expenses from discontinued operations	-	-
XXII.PROFIT/LOSS BEFORE TAXES FROM DISCONTINUED OPERATIONS (±) (XX-XXI)	-	-
XXIII.TAX PROVISION FOR DISCONTINUED OPERATIONS (±)	-	-
23.1 Current tax provision	-	-
23.2 Expense effect of deferred tax (+)	-	-
23.3 Income effect of deferred tax (-)	-	-
XXIV.NET PROFIT/LOSS FROM DISCONTINUED OPERATIONS (XXII±XXIII)	-	-
XXV.NET PROFIT/LOSSES (XIX+XXIV)	4.025	75.442