

(Convenience Translation of Unconsolidated Financial Report Originally Issued in Turkish)
(See Note 3.I.2)

Denizbank Anonim Şirketi

Interim Financial Statements

As of and for the Nine Months Period Ended
30 September 2007

With Independent Auditor's Review Report Thereon

Akis Serbest Muhasebeci
Mali Müşavirlik
Anonim Şirketi
9 November 2007

This report contains 60 pages.

- I. Independent Auditor's Review Report
- II. Financial Report to be Disclosed to the Public

**Convenience Translation of the Independent Auditor's Review Report
Originally Prepared and Issued in Turkish**

To the Board of Directors of Denizbank Anonim Şirketi:

We have reviewed the balance sheet of Denizbank Anonim Şirketi (the Bank) as of 30 September 2007 and the related statement of income, changes in shareholders' equity and cash flows for the nine months 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 regulations related with the "Accounting and Recording Rules" and "Independent Auditing Standards" of the (Turkish) Banking Law No 5411. These regulations require that we plan and perform the review to obtain reasonable 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 provides less assurance than an audit. We have not performed an audit, and accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying financial statements do not present fairly the financial position of Denizbank Anonim Şirketi as of 30 September 2007, and of the results of its operations and its cash flows for the nine months period then ended, in all material respects in accordance with regulations described in Article 37 of the (Turkish) Banking Law No 5411; and other regulations, explanations and circulars on accounting and financial reporting principles announced by Banking Regulation and Supervision Agency.

Istanbul,
9 November 2007

Akis Bağımsız Denetim ve
Serbest Muhasebeci Mali Müşavirlik
Anonim Şirketi

Murat Alsan
Partner

Additional paragraph for convenience translation to English:

As explained in Note 3.I.2, the accompanying financial statements are not intended to present the financial position and results of operations in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Turkey.

DENİZBANK A.Ş.
UNCONSOLIDATED INTERIM FINANCIAL REPORT AS OF 30 SEPTEMBER 2007

Address of the Bank's Headquarters

Büyükdere Caddesi No:106
34394 –ESENTEPE/İSTANBUL

Telephone and Fax Numbers

Tel : 0.212.355 08 00
Fax: 0.212.267 27 24

Website of the Bank

www.denizbank.com

E-mail address of the Bank

investorrelations@denizbank.com

The financial report package prepared in accordance with the statement "Financial Statements and Related Disclosures and Footnotes to be Announced to Public" as required by the Banking Regulation and Supervision Agency (BRSA), is comprised of the following sections:

- GENERAL INFORMATION ABOUT THE BANK
- UNCONSOLIDATED FINANCIAL STATEMENTS
- DISCLOSURES ON APPLIED ACCOUNTING POLICIES IN RELATED PERIOD
- INFORMATION RELATED TO FINANCIAL POSITION OF THE BANK
- DISCLOSURES AND FOOTNOTES TO UNCONSOLIDATED FINANCIAL STATEMENTS
- OTHER DISCLOSURES AND FOOTNOTES
- INDEPENDENT AUDITOR'S REVIEW REPORT

The unconsolidated financial statements and related disclosures and footnotes that were subject to independent review, are prepared in accordance with the "Regulation on Accounting Principles and Documentations", Turkish Accounting Standards, Turkish Financial Reporting Standards and the related statements, and in compliance with the financial records of our Bank. Unless stated otherwise, the accompanying unconsolidated financial statements are presented in **thousands of New Turkish Lira**.

HAKAN ELVERDİ

Senior Vice President
International and Regulatory
Financial Reporting

SUAVİ DEMİRCİOĞLU

Executive Vice President
Financial Affairs

HAKAN ATEŞ

Member of Board of Directors
and President and Chief Executive Officer

ERIC P.B.A. HERMANN

Member of Board of Directors
and Audit Committee

MUSTAFA TINAS TİTİZ

Deputy Chairman of Board of Directors
and Member of Audit Committee

DIRK G.M. BRUNEEL

Chairman of Board of Directors
and Member of Audit Committee

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Denizbank Anonim Şirketi

Unconsolidated Financial Report as of 30 September 2007

(Currency: Thousands of YTL - New Turkish Lira)

SECTION ONE

GENERAL INFORMATION

I. Parent Bank's date of establishment, beginning statute, its history including changes on its statute

Denizbank A.Ş. ("the Bank") was established as a public bank to provide financing services to the marine sector in 1938. In 1992, as a result of the resolution of the Government to merge some public banks, the Bank was merged to Emlakbank. Following the resolution of the High Council of Privatization numbered 97/5 and dated 20 March 1997 to privatize 100% of shares of Denizbank A.Ş., share sale agreement between Zorlu Holding A.Ş. and the Privatization Administration was signed on 29 May 1997 and the Bank started its activities on 25 August 1997. Bank's shares have been listed on Istanbul Stock Exchange since 1 October 2004. 0.221% of the Bank's shares are publicly held as of 30 September 2007.

Dexia Participation Belgique SA, owned 100% directly and indirectly by Dexia SA/NV, acquired 75% of the outstanding shares of the Bank from Zorlu Holding A.Ş. on 17 October 2006. Subsequent to the transfer of shares, a tender offer was made for the public shares. Dexia Participation Belgique's ownership rate resides at 99.79% as of the balance sheet date.

II. Capital structure, shareholders controlling the management and supervision of the Bank directly or indirectly, if exists, changes on these issues and the Group that the Bank belongs to

Name of the Shareholder	Amount (YTL)	Share %
Dexia Participation Belgique SA	315,433,978	99.79
M. Cem Bodur	5	0.00
Hakan Ateş	5	0.00
Ayfer Yılmaz	5	0.00
Mustafa Tinas Titiz	5	0.00
Publicly traded	666,002	0.21
	316,100,000	100.00

III. President and members of the Board of Directors, audit committee members, general manager and executive vice presidents, if exists, changes in these positions and Bank's shares they hold

<u>Name</u>	<u>Job Description</u>	<u>Shares owned (%)</u>
<u>President of the Board of Directors</u>		
Dirk G.M. Bruneel	Chairman	--
<u>Board of Directors</u>		
Mustafa Tinas Titiz	Deputy Chairman, Independent Member	0.000002
Hakan Ateş	Member, President and CEO	0.000002
Ayfer Yılmaz	Independent Member	0.000002
M. Cem Bodur	Member	0.000002
Fikret Arabacı	Member	--
Bruno R.D.J. Accou	Member	--
Alain P.B. Delouis	Member	--
Hugo R.R. Lasat	Member	--
Bruno Y.M.R. Deletre	Member	--
Eric P.B.A. Hermann	Member	--
<u>Audit Committee</u>		
Dirk G.M. Bruneel	Member	--
Eric P.B.A. Hermann	Member	--
Mustafa Tinas Titiz	Independent Member	0.000002
<u>Audit Board</u>		
Cem Kadırgan	Member	--
Mehmet Uğur Ok	Member	--
<u>Executive Vice Presidents</u>		
Mustafa Aydın	Retail, SME and Agricultural Loan Allocation and Foreign Subsidiaries and Branches	--
Bora Böcügöz	Treasury	--
Suavi Demircioğlu	Financial Affairs	--
Gökhan Ertürk	SME and Agricultural Banking	--
Arif İsfendiyaroğlu	Retail Banking	--
Tanju Kaya	Administrative Services	--
Oğuz Vecdi Öncü	Central Operations	--
Hüseyin Uyar	Corporate and Commercial Loans	--
Wouter G.M. Van Roste	Public and Project Finance and Corporate Banking	--
Mehmet Ali Yetim	Commercial Banking	--

Wouter G.M. Van Roste has been assigned as executive vice president responsible from public and project finance and corporate banking by the resolution dated 10 January 2007 and numbered 2007/1 of the Board of Directors.

Mustafa Tinas Titiz has been assigned as deputy chairman of the Board of Directors by the resolution dated 17 January 2007 and numbered 2007/2 of the Board of Directors.

The number of members of the Board of Directors has been determined as 11 at the Extraordinary General Assembly held on 17 January 2007; and Ayfer Yılmaz, Hugo R.R. Lasat, Bruno Yves Marie Rene Deletre, Alain Philippe Bernard Delouis and Eric P.B.A. Hermann have been assigned as new members of the Board of Directors.

Dirk G.M. Bruneel, Mustafa Tinas Titiz and Eric P.B.A. Hermann have been assigned as the members of the Audit Committee, by the resolution dated 17 January 2007 and numbered 2007/2 of the Board of Directors.

Mehmet Ali Yetim has been assigned as executive vice president responsible from corporate banking by the resolution dated 24 January 2007 and numbered 2007/4 of the Board of Directors.

By the resolution of the Board of Directors dated 2 May 2007 and numbered 2007/19, Mehmet Ali Yetim's title has been changed from executive vice president of corporate banking to executive vice president of commercial banking.

By the resolution of the Board of Directors dated 2 May 2007 and numbered 2007/19, Wouter Vn Roste's title has been changed from executive vice president of public and project finance to executive vice president of public project finance and corporate banking.

By the resolution of the Board of Directors dated 2 May 2007 and numbered 2007/19, Hasan Hüseyin Uyar's title has been changed from executive vice president of commercial banking to executive vice president of corporate and commercial loans.

Mustafa Aydın has been assigned as executive vice president responsible from retail, SME and agricultural loan allocation and foreign subsidiaries and branches; and Oğuz Vecdi Öncü has been assigned as executive vice president responsible from central operations, by the resolution dated 2 May 2007 and numbered 2007/19 of the Board of Directors.

IV. Other Information

Bank's Official Title:	Denizbank Anonim Şirketi
Address of Bank's Headquarters:	Büyükdere Caddesi No: 106 Esentepe 34394 İstanbul
Telephone and Fax Numbers:	Telephone: (0212) 355 08 00 Fax : (0212) 267 27 24
Bank's Internet Address:	www.denizbank.com
Bank's E-mail Address:	investorrelations@denizbank.com
Reporting Period:	1 January 2007 - 30 September 2007

Unless stated otherwise, the accompanying financial statements and disclosures are presented in New Turkish Lira (YTL) thousands.

SECTION TWO
UNCONSOLIDATED FINANCIAL STATEMENTS

- I. Unconsolidated Balance Sheets
- II. Unconsolidated Off-Balance Sheet Items Statements
- III. Unconsolidated Income Statements
- IV. Unconsolidated Statements of Changes in Shareholders' Equity
- V. Unconsolidated Statements of Cash Flows

ASSETS	Footnotes	CURRENT PERIOD (30/09/2007)			PRIOR PERIOD (31/12/2006)		
		YTL	FC	Total	YTL	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	(5.1.1)	268,332	571,037	839,369	147,292	715,389	862,681
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	(5.1.2)	290,326	36,861	327,187	181,706	41,079	222,785
2.1 Trading Securities		198,604	15,107	213,711	148,080	27,837	175,917
2.1.1 Public Sector Debt Securities		157,446	4,153	161,599	137,051	5,851	142,902
2.1.2 Share Certificates		41,158	-	41,158	11,029	-	11,029
2.1.3 Other Securities		-	10,954	10,954	-	21,986	21,986
2.2 Financial Assets Designated at Fair Value		-	-	-	-	-	-
2.2.1 Public Sector Debt Securities		-	-	-	-	-	-
2.2.2 Share Certificates		-	-	-	-	-	-
2.2.3 Other Securities		-	-	-	-	-	-
2.3 Positive Value of Trading Purpose Derivatives		91,722	21,754	113,476	33,626	13,242	46,868
III. BANKS AND OTHER FINANCIAL INSTITUTIONS	(5.1.3)	42	1,195,128	1,195,170	63,067	2,117,210	2,180,277
IV. INTERBANK MONEY MARKET		-	-	-	-	-	-
4.1 Interbank Money Market Placements		-	-	-	-	-	-
4.2 Istanbul Stock Exchange Money Market Placements		-	-	-	-	-	-
4.3 Receivables from Reverse Repurchase Agreements		-	-	-	-	-	-
V. INVESTMENT SECURITIES AVAILABLE FOR SALE (Net)	(5.1.4)	1,242,058	196,207	1,438,265	578,255	296,474	874,729
5.1 Share Certificates		3,927	-	3,927	3,867	-	3,867
5.2 Public Sector Debt Securities		1,238,131	82,260	1,320,391	574,388	138,868	713,256
5.3 Other Securities		-	113,947	113,947	-	157,606	157,606
VI. LOANS	(5.1.5)	6,051,277	2,446,583	8,497,860	4,960,390	1,864,582	6,824,972
6.1 Loans		6,041,386	2,446,583	8,487,969	4,954,378	1,864,582	6,818,960
6.2 Loans under Follow-Up		208,361	90	208,451	164,202	106	164,308
6.3 Specific Provisions (-)		198,470	90	198,560	158,190	106	158,296
VII. FACTORING RECEIVABLES		-	-	-	-	-	-
VIII. INVESTMENT SECURITIES HELD TO MATURITY (Net)	(5.1.6)	-	39,199	39,199	-	44,200	44,200
8.1 Public Sector Debt Securities		-	-	-	-	-	-
8.2 Other Securities		-	39,199	39,199	-	44,200	44,200
IX. INVESTMENTS IN ASSOCIATES (Net)	(5.1.7)	3,323	-	3,323	3,323	-	3,323
9.1 Equity Method Associates		-	-	-	-	-	-
9.2 Unconsolidated		3,323	-	3,323	3,323	-	3,323
9.2.1 Financial Investments		-	-	-	-	-	-
9.2.2 Non-Financial Investments		3,323	-	3,323	3,323	-	3,323
X. INVESTMENTS IN SUBSIDIARIES (Net)	(5.1.8)	116,770	82,348	199,118	113,676	82,348	196,024
10.1 Unconsolidated Financial Investments		108,604	82,348	190,952	108,531	82,348	190,879
10.2 Unconsolidated Non-Financial Investments		8,166	-	8,166	5,145	-	5,145
XI. JOINT VENTURES (Net)	(5.1.9)	-	-	-	-	-	-
11.1 Equity Method Joint Ventures		-	-	-	-	-	-
11.2 Unconsolidated		-	-	-	-	-	-
11.2.1 Financial Investments		-	-	-	-	-	-
11.2.2 Non-Financial Investments		-	-	-	-	-	-
XII. LEASE RECEIVABLES (Net)	(5.1.10)	-	-	-	-	-	-
12.1 Financial Lease Receivables		-	-	-	-	-	-
12.2 Operational Lease Receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned Income (-)		-	-	-	-	-	-
XIII. HEDGING PURPOSE DERIVATIVES	(5.1.11)	-	-	-	-	-	-
13.1 Fair Value Hedge		-	-	-	-	-	-
13.2 Cash Flow Hedge		-	-	-	-	-	-
13.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)		87,428	9	87,437	92,708	12	92,720
XV. INTANGIBLE ASSETS (Net)		52,977	121	53,098	42,779	225	43,004
15.1 Goodwill		-	-	-	-	-	-
15.2 Others		52,977	121	53,098	42,779	225	43,004
XVI. TAX ASSETS	(5.1.12)	11,366	-	11,366	-	-	-
16.1 Current Tax Assets		-	-	-	-	-	-
16.2 Deferred Tax Assets		11,366	-	11,366	-	-	-
XVII. ASSETS HELD FOR SALE (Net)		15,134	-	15,134	15,363	-	15,363
XVIII. OTHER ASSETS	(5.1.13)	123,380	25,951	149,331	111,148	8,963	120,111
TOTAL ASSETS		8,262,413	4,593,444	12,855,857	6,309,707	5,170,482	11,480,189

LIABILITIES AND EQUITY		Footnotes	CURRENT PERIOD (30/09/2007)			PRIOR PERIOD (31/12/2006)		
			YTL	FC	Total	YTL	FC	Total
I.	DEPOSITS	(5.II.1)	4,386,088	3,556,818	7,942,906	3,218,851	4,001,039	7,219,890
II.	NEGATIVE VALUE OF TRADING PURPOSE DERIVATIVES	(5.II.2)	141,739	33,261	175,000	21,966	18,654	40,620
III.	FUNDS BORROWED	(5.II.3)	131,099	1,388,757	1,519,856	302,052	1,843,348	2,145,400
IV.	INTERBANK MONEY MARKET		947,946	-	947,946	196,337	-	196,337
4.1	Interbank Money Market Takings		-	-	-	-	-	-
4.2	Istanbul Stock Exchange Money Market Takings		-	-	-	-	-	-
4.3	Funds Provided under Repurchase Agreements		947,946	-	947,946	196,337	-	196,337
V.	SECURITIES ISSUED (Net)		-	-	-	-	-	-
5.1	Bills		-	-	-	-	-	-
5.2	Asset Backed Securities		-	-	-	-	-	-
5.3	Bonds		-	-	-	-	-	-
VI.	FUNDS		-	-	-	-	-	-
VII.	MISCELLANEOUS PAYABLES		215,709	10,506	226,215	217,084	13,283	230,367
VIII.	OTHER EXTERNAL RESOURCES	(5.II.4)	82,406	28,369	110,775	59,870	20,370	80,240
IX.	FACTORING PAYABLES		-	-	-	-	-	-
X.	LEASE PAYABLES (Net)	(5.II.5)	-	21,560	21,560	-	28,378	28,378
10.1	Financial Lease Payables		-	23,665	23,665	-	31,967	31,967
10.2	Operational Lease Payables		-	-	-	-	-	-
10.3	Others		-	-	-	-	-	-
10.4	Deferred Financial Leasing Expenses (-)		-	2,105	2,105	-	3,589	3,589
XI.	HEDGING PURPOSE DERIVATIVES	(5.II.6)	-	-	-	-	-	-
11.1	Fair Value Hedge		-	-	-	-	-	-
11.2	Cash Flow Hedge		-	-	-	-	-	-
11.3	Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XII.	PROVISIONS		89,668	7,842	97,510	66,041	8,787	74,828
12.1	General Provisions		65,777	-	65,777	52,559	-	52,559
12.2	Restructuring Provisions		-	-	-	-	-	-
12.3	Reserve for Employee Termination Benefits		7,390	-	7,390	5,381	-	5,381
12.4	Insurance Technical Provisions (Net)		-	-	-	-	-	-
12.5	Other Provisions		16,501	7,842	24,343	8,101	8,787	16,888
XIV.	TAX LIABILITIES		43,823	-	43,823	51,452	-	51,452
14.1	Current Tax Liability		43,823	-	43,823	49,080	-	49,080
14.2	Deferred Tax Liability		-	-	-	2,372	-	2,372
XV.	PAYABLES RELATED TO ASSETS HELD FOR SALE		-	-	-	-	-	-
XIII.	SUBORDINATED LOANS		-	377,817	377,817	-	166,746	166,746
XVI.	SHAREHOLDERS' EQUITY	(5.II.9)	1,386,548	5,901	1,392,449	1,237,735	8,196	1,245,931
16.1	Paid-In Capital		316,100	-	316,100	316,100	-	316,100
16.2	Supplementary Capital		303,932	5,901	309,833	296,224	8,196	304,420
16.2.1	Share Premium		98,351	-	98,351	98,351	-	98,351
16.2.2	Share Cancellation Profits		-	-	-	-	-	-
16.2.3	Securities Value Increase Fund		11,585	5,901	17,486	4,008	8,196	12,204
16.2.4	Revaluation Fund on Tangible Assets		-	-	-	-	-	-
16.2.5	Revaluation Fund on Intangible Assets		-	-	-	-	-	-
16.2.6	Capital Bonus of Associates, Subsidiaries and Joint Ventures		4,832	-	4,832	4,701	-	4,701
16.2.7	Hedging Funds (Effective Portion)		-	-	-	-	-	-
16.2.8	Revaluation Fund on Assets Held for Sale		-	-	-	-	-	-
16.2.9	Other Supplementary Capital		189,164	-	189,164	189,164	-	189,164
16.3	Profit Reserves		609,120	-	609,120	316,227	-	316,227
16.3.1	Legal Reserves		29,484	-	29,484	15,666	-	15,666
16.3.2	Status Reserves		-	-	-	-	-	-
16.3.3	Extraordinary Reserves		581,975	-	581,975	300,742	-	300,742
16.3.4	Other Profit Reserves		(2,339)	-	(2,339)	(181)	-	(181)
16.4	Profit or Loss		157,396	-	157,396	309,184	-	309,184
16.4.1	Prior Periods Profit or Loss		14,133	-	14,133	32,840	-	32,840
16.4.2	Current Period Profit or Loss		143,263	-	143,263	276,344	-	276,344
16.5	Minority Shares		-	-	-	-	-	-
TOTAL LIABILITIES AND EQUITY			7,425,026	5,430,831	12,855,857	5,371,388	6,108,801	11,480,189

	Footnotes	CURRENT PERIOD (30/09/2007)			PRIOR PERIOD (31/12/2006)		
		YTL	FC	Total	YTL	FC	Total
		A. OFF BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)		9,596,766	13,255,593	22,852,359	5,187,411
I. GUARANTEES	(5.III.1-3)	1,481,374	3,310,490	4,791,864	1,281,368	2,794,263	4,075,631
1.1. Letters of Guarantee		1,481,374	1,544,428	3,025,802	1,281,250	1,513,972	2,795,222
1.1.1. Guarantees Subject to State Tender Law		-	-	-	-	-	-
1.1.2. Guarantees Given for Foreign Trade Operations		100,170	14,677	114,847	131,769	14,160	145,929
1.1.3. Other Letters of Guarantee		1,381,204	1,529,751	2,910,955	1,149,481	1,499,812	2,649,293
1.2. Bank Acceptances		-	80,971	80,971	-	142,408	142,408
1.2.1. Import Letter of Acceptance		-	80,971	80,971	-	142,408	142,408
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		-	1,496,905	1,496,905	118	1,059,389	1,059,507
1.3.1. Documentary Letters of Credit		-	1,195,284	1,195,284	118	679,862	679,980
1.3.2. Other Letters of Credit		-	301,621	301,621	-	379,527	379,527
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. Purchase Guarantees for Securities Issued		-	-	-	-	-	-
1.7. Factoring Related Guarantees		-	-	-	-	-	-
1.8. Other Collaterals		-	188,186	188,186	-	78,494	78,494
1.9. Other Sureties		-	-	-	-	-	-
II. COMMITMENTS		2,982,933	-	2,982,933	2,728,283	98,392	2,826,675
2.1. Irrevocable Commitments		2,982,252	-	2,982,252	2,727,602	98,392	2,825,994
2.1.1. Asset Purchase Commitments		-	-	-	-	-	-
2.1.2. Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3. Share Capital Commitment to Associates and Subsidiaries		350	-	350	455	-	455
2.1.4. Loan Granting Commitments		368,720	-	368,720	53,383	-	53,383
2.1.5. Securities Issue Brokerage Commitments		-	-	-	-	-	-
2.1.6. Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7. Commitments for Cheque Payments		511,552	-	511,552	431,925	-	431,925
2.1.8. Tax and Fund Obligations from Export Commitments		-	-	-	-	-	-
2.1.9. Commitments for Credit Card Limits		1,956,928	-	1,956,928	2,146,292	-	2,146,292
2.1.10. Receivables from "Short" Sale Commitments On Securities		-	-	-	-	-	-
2.1.11. Payables for "Short" Sale Commitments On Securities		-	-	-	-	-	-
2.1.12. Other Irrevocable Commitments		144,702	-	144,702	95,547	98,392	193,939
2.2. Revoicable Commitments		681	-	681	681	-	681
2.2.1. Revoicable Loan Granting Commitments		-	-	-	-	-	-
2.2.2. Other Revoicable Commitments		681	-	681	681	-	681
III. DERIVATIVE FINANCIAL INSTRUMENTS		5,132,459	9,945,103	15,077,562	1,177,760	4,598,637	5,776,397
3.1. Hedging Purpose Derivatives		-	-	-	-	-	-
3.1.1. Fair Value Hedge		-	-	-	-	-	-
3.1.2. Cash Flow Hedge		-	-	-	-	-	-
3.1.3. Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
3.2. Trading Purpose Derivatives		5,132,459	9,945,103	15,077,562	1,177,760	4,598,637	5,776,397
3.2.1. Forward Foreign Currency Purchases/Sales		466,157	6,401,456	6,867,613	350,166	3,560,339	3,910,505
3.2.1.1. Forward Foreign Currency Purchases		220,210	3,214,512	3,434,722	64,099	1,885,420	1,949,519
3.2.1.2. Forward Foreign Currency Sales		245,947	3,186,944	3,432,891	286,067	1,674,919	1,960,986
3.2.2. Currency and Interest Rate Swaps		1,043,146	947,068	1,990,214	392,354	307,980	700,334
3.2.2.1. Currency Swaps-Purchases		1,378	212,754	214,132	-	175,257	175,257
3.2.2.2. Currency Swaps-Sales		230,160	1,205	231,365	163,420	11,427	174,847
3.2.2.3. Interest Rate Swaps-Purchases		391,006	371,976	762,982	114,467	60,648	175,115
3.2.2.4. Interest Rate Swaps-Sales		420,602	361,133	781,735	114,467	60,648	175,115
3.2.3. Currency, Interest Rate and Security Options		2,270,476	1,047,140	3,317,616	435,239	693,204	1,128,443
3.2.3.1. Currency Options-Purchases		1,209,652	442,360	1,652,012	215,069	349,787	564,856
3.2.3.2. Currency Options-Sales		1,060,824	604,780	1,665,604	220,170	343,417	563,587
3.2.3.3. Interest Rate Options-Purchases		-	-	-	-	-	-
3.2.3.4. Interest Rate Options-Sales		-	-	-	-	-	-
3.2.3.5. Securities Options-Purchases		-	-	-	-	-	-
3.2.3.6. Securities Options-Sales		-	-	-	-	-	-
3.2.4. Currency Futures		-	2,981	2,981	-	13,906	13,906
3.2.4.1. Currency Futures-Purchases		-	2,981	2,981	-	7,768	7,768
3.2.4.2. Currency Futures-Sales		-	-	-	-	6,138	6,138
3.2.5. Interest Rate Futures		-	-	-	-	5,622	5,622
3.2.5.1. Interest Rate Futures-Purchases		-	-	-	-	-	-
3.2.5.2. Interest Rate Futures-Sales		-	-	-	-	5,622	5,622
3.2.6. Others		1,352,680	1,546,458	2,899,138	1	17,586	17,587
B. CUSTODY AND PLEDGED SECURITIES (IV+V+VI)		12,206,935	4,742,870	16,949,805	8,062,752	4,258,005	12,320,757
IV. ITEMS HELD IN CUSTODY		3,173,628	703,813	3,877,441	2,361,942	712,930	3,074,872
4.1. Customers' Securities Held		-	-	-	-	-	-
4.2. Investment Securities Held in Custody		1,777,276	190,932	1,968,208	1,805,642	156,462	1,962,104
4.3. Checks Received for Collection		178,077	139,723	317,800	3	174,170	174,173
4.4. Commercial Notes Received for Collection		223,378	360,306	583,684	155,955	345,624	501,579
4.5. Other Assets Received for Collection		-	-	-	-	-	-
4.6. Assets Received for Public Offering		-	-	-	175,324	-	175,324
4.7. Other Items under Custody		994,897	12,852	1,007,749	-	36,674	36,674
4.8. Custodians		-	-	-	225,018	-	225,018
V. PLEDGED ITEMS		9,033,118	3,941,601	12,974,719	5,700,633	3,477,279	9,177,912
5.1. Securities		512,784	26,218	539,002	522,582	18,415	540,997
5.2. Guarantee Notes		2,689,901	627,071	3,316,972	1,164,783	577,858	1,742,641
5.3. Commodities		1,298,911	612,433	1,911,344	1,043,363	763,509	1,806,872
5.4. Warranties		-	-	-	-	-	-
5.5. Immovables		4,289,602	2,377,279	6,666,881	2,759,254	1,876,488	4,635,742
5.6. Other Pledged Items		241,920	298,600	540,520	210,651	241,009	451,660
5.7. Pledged Items-Depository		-	-	-	-	-	-
VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES		189	97,456	97,645	177	67,796	67,973
TOTAL OFF BALANCE SHEET ITEMS (A+B)		21,803,701	17,998,463	39,802,164	13,250,163	11,749,297	24,999,460

INCOME AND EXPENSE ITEMS		Footnotes	CURRENT PERIOD (01/01/2007 - 30/09/2007)	PRIOR PERIOD (01/01/2006 - 30/09/2006)	CURRENT PERIOD (01/07/2007 - 30/09/2007)	PRIOR PERIOD (01/07/2006 - 30/09/2006)
I.	INTEREST INCOME	(5.IV.1)	1,169,343	884,492	418,107	336,916
1.1	Interest on Loans		896,148	651,935	334,378	258,006
1.2	Interest Received from Reserve Deposits		28,513	21,482	10,323	8,723
1.3	Interest Received from Banks		54,579	40,583	11,526	16,545
1.4	Interest Received from Money Market Transactions		323	30,677	129	1,736
1.5	Interest Received from Securities Portfolio		173,740	125,271	58,753	45,949
1.5.1	Trading Securities		39,258	10,406	14,006	6,737
1.5.2	Financial Assets at Fair Value Through Profit or Loss		-	-	-	-
1.5.3	Available for Sale Securities		132,550	107,164	44,209	38,139
1.5.4	Held to Maturity Securities		1,932	7,701	538	1,073
1.6	Interest Received from Financial Leases		-	-	-	-
1.7	Other Interest Income		16,040	14,544	2,998	5,957
II.	INTEREST EXPENSE	(5.IV.2)	691,958	469,609	251,299	177,448
2.1	Interest on Deposits		519,748	325,965	190,901	117,305
2.3	Interest on Funds Borrowed		98,207	127,496	32,299	49,349
2.4	Interest on Money Market Transactions		71,483	903	27,463	3
2.5	Interest on Securities Issued		-	-	-	-
2.6	Other Interest Expense		2,520	15,245	636	10,791
III.	NET INTEREST INCOME (I - II)		477,385	414,883	166,808	159,468
IV.	NET FEES AND COMMISSIONS INCOME	(5.IV.9)	138,936	106,559	45,543	36,367
4.1	Fees and Commissions Received		198,908	149,623	68,097	54,015
4.1.1	Cash Loans		9,842	11,063	3,425	4,241
4.1.2	Non-Cash Loans		36,061	29,490	11,066	10,540
4.1.3	Other		153,005	109,070	53,606	39,234
4.2	Fees and Commissions Paid		59,972	43,064	22,554	17,648
4.2.1	Cash Loans		1,325	155	115	(1,100)
4.2.2	Non-Cash Loans		17	25	6	6
4.2.3	Other		58,630	42,884	22,433	18,742
V.	DIVIDEND INCOME		778	37,205	484	12,125
VI.	TRADING INCOME/LOSS (Net)	(5.IV.3)	(19,364)	(78,603)	(17,170)	(30,845)
6.1	Profit / Losses on Trading Account Securities		(93,455)	31,925	(41,197)	(25,661)
6.2	Foreign Exchange Gains / Losses		74,091	(110,528)	24,027	(5,184)
VII.	OTHER OPERATING INCOME	(5.IV.4)	88,090	156,722	21,618	91,349
VIII.	TOTAL OPERATING INCOME (III+IV+V+VI+VII)		685,825	636,766	217,283	268,464
IX.	PROVISION FOR LOAN LOSSES OR OTHER RECEIVABLES (-)	(5.IV.5)	99,075	69,594	36,631	(12,019)
X.	OTHER OPERATING EXPENSES (-)	(5.IV.6)	403,909	339,639	139,350	125,662
XI.	NET OPERATING PROFIT/LOSS (VIII-IX-X)		182,841	227,533	41,302	154,821
XII.	NEGATIVE GOODWILL		-	-	-	-
XIII.	PROFIT / LOSS FROM ASSOCIATES		-	-	-	-
XIV.	GAIN/LOSS ON NET MONETARY POSITION		-	-	-	-
XV.	PROFIT / LOSS BEFORE TAXES (XI+XII+XIII+XIV)		182,841	227,533	41,302	154,821
XVI.	PROVISION FOR TAXES ON INCOME (+/-)	(5.IV.7)	(39,578)	(25,690)	(9,527)	(15,041)
16.1	Current Tax Provision		(53,316)	(21,696)	(15,869)	(16,741)
16.2	Deferred Tax Provision		13,738	(3,994)	6,342	1,700
XVII.	NET OPERATING PROFIT / LOSS AFTER TAXES (XV±XVI)		143,263	201,843	31,775	139,780
17.1	Ceased Operations		-	-	-	-
17.2	Other		143,263	201,843	31,775	139,780
XVIII.	NET PROFIT /LOSS (XVIII±XIX)	(5.IV.8)	143,263	201,843	31,775	139,780
18.1	Group's Profit / Loss		143,263	201,843	31,775	139,780
18.2	Minority Shares		-	-	-	-
	Earnings / Losses per Share (Full YTL)		0.45	0.64	0.30	1.33

Denizbank Anonim Şirketi

Unconsolidated Statements of Changes in Shareholders' Equity
For the Nine Month Periods Ended 30 September 2007 and 2006
(Currency: Thousands of YTL - New Turkish Lira)

*Convenience Translation of
Unconsolidated Financial Report
Originally Issued in Turkish, See Note 3.1.2*

	Footnotes	Statement of Changes in Shareholders' Equity																
		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 Net Profit / (Loss)	Revaluation Fund	Revaluation Surplus	Securities Value Increase Fund	Total Equity Attributable to Equity Holders of the Parent	Minority Interest	Total Shareholders' Equity	
PRIOR PERIOD (30/09/2006)																		
I. Balances at the Beginning of Period		316,100	189,164	98,351	-	5,631	-	106,983	(3,611)	200,714	10,098	-	16,180	108,022	1,047,632	-	1,047,632	
II. Corrections According to Turkish Accounting Standard No.8		-	-	-	-	-	-	-	4,603	4,572	21,250	-	-	8,323	38,748	-	38,748	
2.1 Corrections of Errors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.2 Changes in Accounting Policies		-	-	-	-	-	-	-	4,603	4,572	21,250	-	-	8,323	38,748	-	38,748	
III. Adjusted Beginning Balance (I + II)		316,100	189,164	98,351	-	5,631	-	106,983	992	205,286	31,348	-	16,180	116,345	1,086,380	-	1,086,380	
Changes in the Period																		
IV. Increase / Decrease Related to Mergers		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
V. Available-for-Sale Securities		-	-	-	-	-	-	-	-	-	-	-	-	(47,573)	(47,573)	-	(47,573)	
VI. Hedging Transactions		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
6.1 Cash Flow Hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
6.2 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers																		
VII. Available-for-Sale Securities		-	-	-	-	-	-	-	-	-	-	-	(11,479)	(63,982)	(75,461)	-	(75,461)	
VIII. Hedging Transactions		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
8.1 Cash Flow Hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
8.2 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
IX. Current Period Net Profit / Loss		-	-	-	-	-	-	-	-	201,843	-	-	-	-	201,843	-	201,843	
X. Profit Distribution		-	-	-	-	10,035	-	193,759	-	(205,286)	1,492	-	-	-	-	-	-	
10.1 Dividends		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
10.2 Transferred to Reserves		-	-	-	-	10,035	-	193,759	-	-	(203,794)	-	-	-	-	-	-	
10.3 Others		-	-	-	-	-	-	-	-	(205,286)	205,286	-	-	-	-	-	-	
XI. Capital Increase		-	-	-	-	-	-	-	1,525	-	-	-	-	-	1,525	-	1,525	
11.1 Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.2 Revaluation Fund on Tangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.3 Capital Bonus of Associates, Subsidiaries and Joint Ventures		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.4 Securities Value Increase Fund		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.5 Capital Reserves from Inflation Adjustments to Paid-In Capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.6 Issuance of Share Certificates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
11.7 Foreign Exchange Differences		-	-	-	-	-	-	-	1,525	-	-	-	-	-	1,525	-	1,525	
11.8 Others		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XII. Changes Related to Sale of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XIII. Changes Related to Reclassification of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XIV. Primary Subordinated Loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XV. Secondary Subordinated Loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XVI. Effects of Changes in Equities of Associates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Balances at the End of Period (III+IV+.....+XIV+XV+XVI)		316,100	189,164	98,351	-	15,666	-	300,742	2,517	201,843	32,840	-	4,701	4,790	1,166,714	-	1,166,714	
CURRENT PERIOD (30/09/2007)																		
I. Balances at the Beginning of Period		316,100	189,164	98,351	-	15,666	-	300,742	4,496	276,344	32,840	-	4,701	12,204	1,250,608	-	1,250,608	
II. Corrections According to Turkish Accounting Standard No.8		-	-	-	-	-	-	-	(4,677)	-	-	-	-	-	(4,677)	-	(4,677)	
2.1 Corrections of Errors		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.2 Changes in Accounting Policies		-	-	-	-	-	-	-	(4,677)	-	-	-	-	-	(4,677)	-	(4,677)	
III. Adjusted Beginning Balance (I + II)		316,100	189,164	98,351	-	15,666	-	300,742	(181)	276,344	32,840	-	4,701	12,204	1,245,931	-	1,245,931	
Changes in the Period																		
II. Increase / Decrease Related to Mergers		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
III. Available-for-Sale Securities		-	-	-	-	-	-	-	-	-	-	-	-	8,337	8,337	-	8,337	
IV. Hedging Transactions		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
4.1 Cash Flow Hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
4.2 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Transfers																		
V. Available-for-Sale Securities		-	-	-	-	-	-	-	-	-	-	-	-	(3,055)	(3,055)	-	(3,055)	
VI. Hedging Transactions		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
6.1 Cash Flow Hedge		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
6.2 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII. Current Period Net Profit / Loss		-	-	-	-	-	-	-	-	143,263	-	-	-	-	143,263	-	143,263	
VIII. Profit Distribution		-	-	-	-	13,818	-	281,233	-	(276,344)	(18,707)	-	-	-	-	-	-	
8.1 Dividends		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
8.2 Transferred to Reserves		-	-	-	-	13,818	-	281,233	-	-	(295,051)	-	-	-	-	-	-	
8.3 Others		-	-	-	-	-	-	-	-	(276,344)	276,344	-	-	-	-	-	-	
IX. Capital Increase		-	-	-	-	-	-	-	(2,158)	-	-	-	131	-	(2,027)	-	(2,027)	
9.1 Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
9.2 Revaluation Fund on Tangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
9.3 Capital Bonus of Associates, Subsidiaries and Joint Ventures		-	-	-	-	-	-	-	-	-	-	-	131	-	131	-	131	
9.4 Securities Value Increase Fund		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
9.5 Capital Reserves from Inflation Adjustments to Paid-In Capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
9.6 Issuance of Share Certificates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
9.7 Foreign Exchange Differences		-	-	-	-	-	-	-	(2,158)	-	-	-	-	-	(2,158)	-	(2,158)	
9.8 Others		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
X. Changes Related to Sale of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XI. Changes Related to Reclassification of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XII. Primary Subordinated Loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XIII. Secondary Subordinated Loans		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XIV. Effects of Changes in Equities of Associates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Balances at the End of Period (I+II+.....+XIV)		316,100	189,164	98,351	-	29,484	-	581,975	(2,339)	143,263	14,133	-	4,832	17,486	1,392,449	-	1,392,449	

	Footnotes	CURRENT PERIOD (30/09/2007)	PRIOR PERIOD (30/09/2006)
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating Profit before Changes in Operating Assets and Liabilities(+)		102,307	277,343
1.1.1 Interest Received		1,018,387	770,468
1.1.2 Interest Paid (-)		537,336	445,684
1.1.3 Dividend Received (+)		778	37,205
1.1.4 Fees And Commissions Received (+)		198,909	149,623
1.1.5 Other Income (+)		276,631	265,250
1.1.6 Collections from Previously Written-Off Loans and Other Receivables (+)		62,537	43,807
1.1.7 Payments to Personnel and Service Suppliers (-)		213,725	160,648
1.1.8 Taxes Paid (-)		93,849	15,661
1.1.9 Other (+/-)		(610,025)	(367,017)
1.2 Changes in Operating Assets and Liabilities		(1,171,463)	(799,126)
1.2.1 Net (Increase) Decrease in Trading Securities (+/-)		1,404	448,544
1.2.2 Net (Increase) Decrease in Due From Banks And Other Financial Institutions(+/-)		-	-
1.2.3 Net (Increase) Decrease in Banks (+/-)		(679,368)	(10,044)
1.2.4 Net (Increase) Decrease in Loans (+/-)		(1,629,047)	(1,638,211)
1.2.5 Net (Increase) Decrease in Other Assets (+/-)		59,692	(413,273)
1.2.6 Net Increase (Decrease) in Bank Deposits (+/-)		436,523	(75,717)
1.2.7 Net Increase (Decrease) in Other Deposits (+/-)		273,749	462,130
1.2.8 Net Increase (Decrease) in Funds Borrowed (+/-)		(614,357)	710,746
1.2.9 Net Increase (Decrease) in Due Payables (+/-)		-	-
1.2.10 Net Increase (Decrease) in Other Liabilities (+/-)		979,941	(283,301)
I. Net Cash (Used in)/Provided by Banking Operations (+/-)		(1,069,156)	(521,783)
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net Cash Provided by / (Used in) Investing Activities (+/-)		(606,090)	(367,314)
2.1 Cash Paid for Purchase of Investments, Associates and Subsidiaries (-)		3,092	40,315
2.2 Cash Obtained From Sale of Investments, Associates And Subsidiaries (+)		-	90,176
2.3 Fixed Assets Purchases (-)		35,361	19,035
2.4 Fixed Assets Sales (+)		760	1,543
2.5 Cash Paid for Purchase of Investments Available for Sale (-)		795,970	600,140
2.6 Cash Obtained From Sale of Investments Available for Sale (+)		227,573	213,182
2.7 Cash Paid for Purchase of Investment Securities(-)		-	12,725
2.8 Cash Obtained from Sale of Investment Securities (+)		-	-
2.9 Other (+/-)		-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net Cash Used in Financing Activities (+/-)		(10,417)	(13,398)
3.1 Cash Obtained from Funds Borrowed and Securities Issued (+)		-	-
3.2 Cash Used for Repayment of Funds Borrowed and Securities Issued (-)		-	-
3.3 Capital Increase (+)		-	-
3.4 Dividends Paid (-)		-	-
3.5 Payments for Finance Leases (-)		10,417	13,398
3.6 Other (+/-)		-	-
IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents (+/-)		78,716	(167,664)
V. Net Increase (Decrease) in Cash and Cash Equivalents (I+II+III+IV)		(1,606,947)	(1,070,159)
VI. Cash and Cash Equivalents at the Beginning of Period (+)		2,644,796	3,005,614
VII. Cash and Cash Equivalents at the End of Period (V+VI)		1,037,849	1,935,455

SECTION THREE

ACCOUNTING POLICIES

I. Basis of presentation

1. Preparation of the financial statements and the accompanying footnotes in accordance with Turkish Accounting Standards and Regulation on Principles Related to Banks' Accounting Applications and Preserving the Documents

The new Turkish Banking Law No. 5411 is published in the Official Gazette No. 25983 dated 1 November 2005. The Bank prepared the accompanying financial statements and the related disclosures and footnotes in accordance with accounting and valuation standards as described in the "Regulation on Principles Related to Banks' Accounting Applications and Preserving the Documents", dated 1 November 2006 which is published in the Official Gazette No.26333, "Communique on Financial Statements and the Accompanying Explanations and Footnotes to be Announced to the Public", dated 10 February 2007 which is published in the Official Gazette No. 26430, Turkish Accounting Standards ("TAS") and Turkish Financial Reporting Standards ("TFRS").

2. 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 and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

3. Disclosures related to the first time application of Turkish Accounting Standards

The Bank has restated its prior period financial statements in accordance with TAS and TFRS as required by TAS 1 "Presentation of the Financial Statements". The effects of these restatements on prior period income of the accompanying financial statements, net of deferred taxes, are as follows:

	Securities Value Increase Fund	Other Reserves	Net Profit for the Period	Prior Period Net Profit	Total Equity
Balances Reported as of 31 December 2005	108,022	(3,611)	200,714	10,098	1,047,632
Correction of Employee Termination Benefits (TAS 19)	-	-	3,575	7,233	10,808
Fair Value Corrections Made to Valuation of Trading Purpose Derivatives (TAS 39)	-	-	892	(185)	707
Fair Value Corrections Made to Trading and Available-for-Sale Securities (TAS 39)	8,323	-	105	69	8,497
Correction of Foreign Exchange Differences on Foreign Subsidiaries (TAS 21) *	-	4,603	-	14,133	18,736
Balances Restated as of 31 December 2005	116,345	992	205,286	31,348	1,086,380

* According to BRSA's announcement dated 2 July 2007 and numbered BDDK.DZM.2/13/1-a-8615, it has been decided to carry investments in foreign subsidiaries at historical costs and foreign exchange difference amounting to YTL 4,603 which had been previously recorded in "other reserves" has been cancelled. On the other hand, since the financial statements of the Bank had been subject to inflation restatement until 31 December 2004, the historical costs of the investments in foreign subsidiaries are restated until that date, and the resulting inflation increase of YTL 14,133 is recorded in "prior period net profit/loss".

	Net Profit for the Period
Balances Reported as of 30 September 2006	204,121
Correction of Employee Termination Benefits (TAS 19)	(177)
Fair Value Corrections Made to Trading Securities (TAS 39)	1,320
Foreign exchange difference correction for foreign currency investments and subordinated loans	(3,421)
Balances Restated as of 30 September 2006	201,843

4. Accounting policies and valuation principles used in the preparation of the financial statements

Accounting policies and valuation principles used in the preparation of the financial statements are determined and applied in accordance with the requirements of TAS, TFRS, "Regulation on Principles Related to Banks' Accounting Applications and Preserving the Documents", dated 1 November 2006 which is published in the Official Gazette No.26333 and "Communique on Financial Statements and the Accompanying Explanations and Footnotes to be Announced to the Public", dated 10 February 2007 which is published in the Official Gazette No. 26430. Those policies and principles are explained by footnotes II through XXII below.

5. Presentation of the financial statements according to the current purchasing power of the money

The Bank's financial statements have been prepared in accordance with TAS 29 "Reporting in Hyperinflationary Economies" until 31 December 2004. By a Circular declared by BRSA at 28 April 2005, it was stated that the indicators of a need for inflation accounting have been ceased and inflation accounting would not be applied starting from 1 January 2005.

II. Strategy for the use of financial instruments and the foreign currency operations

1. Strategy for the use of financial instruments

Denizbank A.Ş. ("the Bank")'s external sources of funds are comprised of deposits with various maturity periods, and short-term borrowings. These funds are fixed rate in general and are utilized in high yield financial assets. The bulk of the funds are allocated to high yield, floating rate instruments, such as Turkish Lira and foreign currency government securities and Eurobonds, and to loans provided to customers on a selective basis in order to increase revenue and support liquidity.

The liquidity structure, insures meeting all liabilities becoming due, is formed by keeping sufficient levels of cash and cash equivalents by diversifying the sources of funds. The Bank assesses the maturity structure of the sources, and the maturity structure and yield of placements at market conditions and adopts a high yield policy in long-term placements.

There is not any segment of the Bank generating more return than the calculated average return for the Bank.

The Bank assumes risks within the pre-determined risk limits short-term currency, interest and price movements in money and capital markets and market conditions.

These positions are closely monitored by the Risk Management System of the Bank and the necessary precautions are taken if the limits are exceeded or should there be a change in the market environment.

In order to avoid interest rate risk, assets and liabilities with fixed and floating interests are kept in balance, taking the maturity structure into consideration.

The asset-liability balance is monitored on a daily basis in accordance with their maturity structure and foreign currency type. The risks associated with short-term positions are hedged through derivatives such as forwards, swaps and options.

No risks are taken on foreign currencies other than USD and Euro. If the position taken because of customer based activities exceeds 0.01% of the balance sheet size, derivative products are used to cover the position.

2. Transactions denominated in foreign currencies

2.1 Foreign currency exchange rates used in converting transactions denominated in foreign currencies and presentation of them in the financial statements

Bank accounts for the transactions denominated in foreign currencies in accordance with TAS 21 “The Effects of Changes in Foreign Exchange Rates”. Foreign exchange gains and losses arising from transactions that are completed as of 30 September 2007 are translated to YTL by using historical foreign currency exchange rates. Balances of the foreign currency denominated assets and liabilities are translated into YTL by using foreign currency exchange rates of the Bank and the resulting exchange differences are recorded as foreign exchange gains and losses. The Bank’s foreign currency exchange rates are as follows:

	30 September 2007	31 December 2006	30 September 2006
US Dollars	1.2048 YTL	YTL 1.4056	1.4971 YTL
Euro	1.7086 YTL	YTL 1.8515	1.8964 YTL

2.2 Foreign exchange gains and losses included in the income statement

Net foreign exchange gain included in the income statement amounts to YTL 74,091 (30 September 2006: net foreign exchange loss of YTL 110,528).

2.3 Foreign exchange gains and losses included in the shareholders’ equity

Foreign exchange differences arising on translation of the operations of Bahrain branch amount to YTL (2,339) and are recorded in “other reserves”.

III. Forward transactions, options and derivative instruments

In accordance with TAS 39 “Financial Instruments: Recognition and Measurement”, forward foreign currency purchase/sale contracts, swaps, options and futures that are not categorized as hedging-purpose tools are classified as “trading purpose” transactions and reflected at their fair values. The fair values of forward foreign currency transactions are estimated using pricing models and unrealized gains or losses are recognized in the income statement.

The Bank does not have any embedded derivatives or hedging instruments.

The Bank’s derivative transactions mainly consist of forward foreign currency purchase/sale contracts which have been transacted to reduce the foreign currency position risk and to protect the composition of the foreign currency position.

Derivatives are initially recognized at cost including the transaction costs. Also, the liabilities and receivables arising from the derivative transactions are recorded as off-balance sheet items at their contract values.

The derivative transactions are valued at fair value using the pricing models subsequent to initial recognition and are presented in the “Positive Value of Trading Purpose Derivatives” and “Negative Value of Trading Purpose Derivatives” items of the balance sheet depending on the resulting positive or negative amounts of the computed value. Gains and losses arising from a change in the fair value of trading purpose derivatives are recognized in the “Trading Income/Loss” items of the income statement.

IV. Interest income and expense

Interest income and expense are recognized as they are accrued taking into account the internal rate of return method. As of 30 September 2007, the Bank ceases to accrue interest income on loans that become non-performing. Interest accrual does not start until such loans become performing and are classified as performing loans or until collection in accordance with the “Regulation on the Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside”, which was prepared on the basis of the provisions of Articles 53 and 93 of the Banking Law no. 5411.

As of 30 September 2006, the Bank ceases to accrue interest income on loans that become non-performing. Interest accrual does not start until such loans become performing and are classified as performing loans or until collection in accordance with the “Regulation on the Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside” published in the Official Gazette No. 24448 dated 30 June 2001.

V. Fees and commissions

Commissions and income from banking services are spread over the life of the related services, except for some kind of transactions that the income is recognized immediately. Commission and income expenses are considered as transaction cost and recorded by “Internal rate of return” method. Income related to sale and purchase of assets on behalf of third parties are recorded when collected.

VI. Financial assets

Financial assets are classified in four categories; as financial assets at fair value through profit or loss, investment securities available-for-sale, investment securities held-to-maturity, and loans and advances.

1. Financial assets at fair value through profit or loss

1.1 Trading securities

Trading securities are initially recognized at cost, which includes transaction costs. Subsequent to initial recognition, trading securities are measured at fair value and gains and losses arising from a change in the fair value are recognized in the income statement. Positive differences between the fair value and cost of trading securities are recorded in accrued interest and income account and negative differences between the fair value and cost of trading securities are recorded in impairment in value of marketable securities account in the financial statements.

The Bank recognized the gains and losses arising from the valuation of share certificates, which are classified as trading securities, in the income statement.

Interest earned whilst holding trading securities is reported as interest income.

As of the balance sheet dates, the fair values of the Turkish Lira government securities are calculated using the Istanbul Stock Exchange (ISE) last day’s weighted average prices for those securities traded in ISE; and for those securities not traded in ISE, the prices announced by the Central Bank of Turkey are used. Eurobonds and foreign currency government bonds are initially recognized at cost including transaction costs and subsequent to initial recognition, Eurobonds are measured at discounted prices while foreign currency government bonds are measured at fair value. However, those securities not traded in an active market and whose fair values cannot be reliably measured are valued using a discounting method based on internal rate of return. For equity securities, closing prices that are quoted at the balance sheet date are used.

1.2 Financial assets at fair value through profit or loss

The Bank does not have any securities classified as “financial assets at fair value through profit or loss”.

2. Investment securities available-for-sale

Available-for-sale assets are financial assets that are not held for trading purposes, loans and advances to banks and customers, or held to maturity.

Premiums and discounts on investments securities available-for-sale are taken into account in computing the internal rate of return and are included in interest income in the income statement. Accrued interest income on investment securities available-for-sale are recognized in the income statement whereas gains and losses arising from the change in the fair values of such securities are reflected in equity net of their tax effect under “Securities value increase fund” (Unrealized Gains/Losses on Securities). When investment securities available-for-sale are sold, collected or otherwise disposed of, the cumulative fair value adjustments under equity is transferred to the income statement.

The account classification of the financial assets is determined at the initial recognition stage of the related financial assets.

3. Investment securities held-to-maturity

Held-to-maturity securities are financial assets with fixed maturities and pre-determined payment schedules that the Bank has the intent and ability to hold until maturity, excluding loans and receivables. These securities are identified by the Bank management at their initial recognition and are classified as held-to-maturity securities in financial statements. Investment securities available-for-sale are financial assets that are other than securities held for trading purposes, investment securities held-to-maturity and loans and receivables.

Investment securities held-to-maturity and loans are initially recognized at cost. Investment securities held-to-maturity are accounted for by using a discounting method based on internal rate of return applied on the net investment amounts after the deduction of provision for impairments.

There are no financial assets that are banned from being classified as investment securities held-to-maturity for two years due to the violation of the tainting rule.

Interest earned on held-to-maturity securities are recognized as interest income and are reflected in “Interest Received from Securities Portfolio - Held-to-Maturity Securities” in the income statement.

Purchases/sales of held-to-maturity securities are recognized and accounted for at their dates of delivery.

4. Loans and specific provisions

Loans are initially recorded at cost and are subsequently valued using a discounting method based on internal rate of return.

Cash loans are accounted in accordance with the principles in TAS 39 “Financial Instruments: Recognition and Measurement”.

Foreign currency loans are re-measured to reflect the changes in the currency exchange rates. Currency exchange differences arising from such re-measurements are reflected in “Foreign Exchange Gains/Losses” account in the income statement. Foreign currency-indexed loans are initially recognized in their Turkish Lira equivalents. The currency exchange differences arising from these loans are reflected as “Other Operating Income/Expense”. Accrued interest income on loans is calculated using a discounting method based on internal rate of return.

Based on the regular reviews of the loan portfolio by the Bank management, loans that are identified as being impaired are transferred to “loans under follow-up” accounts. Thereby, specific allowances are made against the carrying amount of these loans in accordance with the “Regulation on the Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside”, which was prepared on the basis of the provisions of Articles 53 and 93 of the Banking Law no. 5411. Specific provisions are recognized in the income statement.

When collections are made on loans that have been provided for, they are credited to the income statement accounts “Provision for Loan Losses or Other Receivables” if the provision was made in the current year, otherwise such collections are credited to “Other Operating Income” account with respect to allowances made in the prior years. The interest income recovered is booked in “Other Interest Income” account.

VII. Impairment of financial assets

If the carrying value of an asset is higher than its recoverable value, that asset is considered to be impaired and its carrying value should be adjusted to reflect its recoverable value. The impairment of financial assets are reflected to the accompanying financial statements in accordance with TAS 36 “Impairment of Assets”.

VIII. Offsetting financial instruments

When the fair values of the quoted equity instruments that are classified as “trading purpose” fall below their costs, impairment provision is booked for them which is netted-off from book value in the financial statements.

In accordance with the “Regulation on the Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside”, the Bank provides specific provisions for its loans under follow-up. Those provisions are deducted from the balance of the loans under follow-up in the assets of the balance sheet.

Financial instruments other than those mentioned above were not offset in the accompanying financial statements.

IX. Sale and repurchase agreements and transactions related to the lending of securities

Government bonds and treasury bills sold to customers under repurchase agreements are reflected on the assets side of the accompanying balance sheet as “Trading Securities” or “Investment Securities Available for Sale”. The funds received on such transactions and the accrued interest expense are reflected as “Funds Provided under Repurchase Agreements” on the liability side of the accompanying balance sheet. Interest expense representing the difference between the sale and repurchase price of the related repurchase agreements is accounted on an accrual basis.

X. Assets held for sale and ceased operations

Assets held for sale comprise tangible assets received against non-performing loans. They are accounted in accordance with the “Regulation on the Methods and Principles of Purchase and Sale of Precious Metals and Disposal of Commodities and Real Estate Obtained Against Receivables”, dated 1 November 2006 and published in the Official Gazette no. 26333. As of the balance sheet date, the Bank’s assets held for sale amount to YTL 15,134 (31 December 2006: YTL 15,363).

Bank does not have any ceased operations.

XI. Goodwill and other intangible assets

There is no goodwill in the accompanying financial statements.

All intangible assets are initially recognized at cost in accordance with TAS 38 “Intangible Assets”. According to the resolution of the BRSA No. 1623 dated 21 April 2005, the banks and special financial institutions are no longer required to prepare their financial statements in accordance with RAP 14 “Accounting Standard for Financial Reporting in Hyperinflationary Periods” since the indicators of hyperinflation as disclosed in Article 5 of RAP 14 are no longer existing in Turkey. In line with this resolution, other intangible assets have been restated for the effects of inflation, up to 31 December 2004. Any currency exchange differences, financing expenses and revaluation surplus that might have been capitalized are eliminated and only the acquisition cost of the intangible assets are restated until 31 December 2004. The new additions to intangible assets after 31 December 2004 are shown with their historic costs excluding any currency exchange differences and financing expenses capitalized.

Intangible assets purchased before 1 January 2003 and those purchased in 2007 are amortized on a straight-line basis based on the amortization rate of 20% and those purchased between the dates mentioned above are amortized using the double-declining balance method based on the amortization rate of 40%.

Gains and losses resulting from the disposal of intangible assets are recognized in “Other Operating Income/Expense” account in the income statement representing the difference between the net restated value of the intangible assets after the inflation adjustment until 31 December 2004 and their net sales revenue.

Intangible assets are amortized on a straight-line basis over their estimated useful lives of five years. Useful life of an asset is estimated by assessment of the expected life span of the asset, technical, technological wear outs, of the asset. The amortization rates used approximate the useful lives of the assets.

Costs associated with the computer software that are in use are expensed at the period of occurrence.

XII. Tangible assets

All tangible assets are initially recognized at their acquisition cost in accordance with TAS 16 “Tangible Assets”.

According to the resolution of the BRSA No. 1623 dated 21 April 2005, the banks and special financial institutions are no longer required to prepare their financial statements in accordance with RAP 14 “Accounting Standard for Financial Reporting in Hyperinflationary Periods” since the indicators of hyperinflation as disclosed in Article 5 of RAP 14 are no longer existing in Turkey. In line with this resolution, tangible assets have been restated for the effects of inflation, up to 31 December 2004. Any currency exchange differences, financing expenses and revaluation surplus that might have been capitalized are eliminated and only the acquisition cost of the tangible assets are restated until 31 December 2004. The new additions to tangible assets after 31 December 2004 are shown with their historic costs excluding any currency exchange differences and financing expenses capitalized.

Tangible assets purchased before 2003 and after 2006 are depreciated on a straight-line basis and those purchased in 2003, 2004, 2005 and 2006 are depreciated using the double-declining balance method. The depreciation rates used are as follows:

	Purchased before 2003	Purchased between 2003-2007	Purchased in 2007
Movables			
- Office equipment	20%	40% - 50%	20% - 25%
- Furniture and fixtures	20%	20%- 50%	20%- 25%
- Vehicles	20%	40%- 50%	20% - 50%
- Other equipment	20%	4.44% -50%	4.44% -40%
Immovable	2%	2%	2%

The Bank has an impairment provision of YTL 4,402, for its buildings as of the reporting date.

Gains and losses resulting from the disposal of tangible assets are recognized in “Other Operating Income/Expense” account in the income statement representing the difference between the net restated value of the tangible assets after the inflation adjustment until 31 December 2004 and their net sales revenue.

Expenditures for maintenance and repairs that are routinely made on tangible assets are charged as expense. Expenditures that extend the capacity of the tangible assets or those that extend the useful life and service capacity of the asset, or enhance the quality of the service, or decrease the cost of services are capitalized.

There are no restrictions such as pledges and mortgages on tangible assets or any purchase commitments.

XIII. Leasing activities

The maximum period of the lease contracts is 4 years. Fixed assets acquired by way of financial leasing are recognized in tangible assets and depreciated in line with fixed assets group they relate to. The obligations under financial leases arising from the lease contracts are presented under “Financial Lease Payables” account in the balance sheet. Interest expense and currency exchange rate differences related to leasing activities are recognized in the income statement.

In the event that the lease contracts are terminated before the lease period expires, penalty required to be paid to the lessor is expensed in the period in which the lease is terminated. There are no lease contracts that were terminated before the lease period expired.

The Bank is not involved in financial leasing activities as a lessor.

XIV. Provisions and contingencies

Provisions, other than specific and general provisions for loans and other receivables, and contingent liabilities are provided for in accordance with TAS 37 “Provisions, Contingent Liabilities and Contingent Assets”. Provisions are accounted for immediately when obligations arise as a result of past events and a reliable estimate of the obligation is made by the Bank management. Whenever the amount of such obligations cannot be measured, they are regarded as “Contingent”. If the possibility of an outflow of resources embodying economic benefits becomes probable and the amount of the obligation can be measured with sufficient reliability, a provision is recognized. If the amount of the obligation cannot be measured with sufficient reliability or the possibility of an outflow of resources embodying economic benefits is remote, such liabilities are disclosed in the footnotes.

Based on the representations of the Bank's attorneys, there are 317 lawsuits against the Bank with total risks amounting to YTL 24,560, USD 1,683,325 and EUR 110,799 as of 30 September 2007. There are also 8,467 follow-up cases amounting to YTL 22,424, USD 694,324 and EUR 196,251 in total that are filed by the Bank and are at courts.

According to the Bank management, there is no need to make any provision for these court cases.

XV. Commitments for personnel rights

In accordance with existing legislation in Turkey, the banks have to make certain lump-sum payments to employees whose employment is terminated due to retirement or reasons other than resignation or misconduct. Such payments are calculated on the basis of 30 days' pay per year of employment at the rate of pay applicable at the date of retirement or termination. Provision for employee severance benefits has been accounted for in accordance with TAS 19 "Employee Benefits", by using actuarial method and discounting total provision by using the current market yield at the balance sheet date on government bonds.

The principal actuarial assumptions used are as follows:

	30.09.2007	31.12.2006
	%	%
Discount rate	5.71	5.71
Expected rate of salary/limit increase	5.00	5.00
Turnover rate to estimate the probability of retirement	7.31	7.31

The computation of the liability is predicated upon retirement pay ceiling announced by the Government. The ceiling amount at 30 September 2007 is YTL 2,030; at 31 December 2006 it was YTL 1,857.

There are no employees who have been on an employment contract that will terminate within more than twelve months from the balance sheet date.

There are no employees who are members of foundations, pensions and similar associations.

XVI. Taxation

1. Current taxes

In accordance with the amendments made to the tax legislation by Law No. 5520, effective 21 June 2006, the corporate tax rate is levied at the rate 20% (20% for 2006), beginning from 2006. In accordance with the tax legislation, corporate taxes are paid in advance based on the tax base calculated on the quarterly earnings of the companies at the rate of 20%. These payments can be deducted from the annual corporate tax calculated for the whole year earnings. Such taxes paid in advance that are deducted from the final corporate tax liability are reflected as "Current Tax Assets" on the assets side of the balance sheet.

Companies file their tax returns until the twentyfifth day of the fourth month following the closing of the fiscal year to which they relate and the payments are made until the end of that month.

The provision for corporate tax for the period is reflected as the "Current Tax Liability" and "Current Tax Provision" in the financial statements.

Effective from 24 April 2003, statutory income, including retained earnings from 2002 and before, is not subject to withholding tax if retained, or transferred to share capital or distributed as dividend to the full fledged taxpayer corporations. However, it is subject to withholding tax at 10% if distributed as dividend to full fledged individual taxpayers, taxpayers who are exempt from corporate and income taxes, non-resident taxpayer companies (except for those companies having local offices or representatives) and non-resident individual taxpayers. That withholding tax has decreased to 15% by the Resolution of the Council of Ministers no. 2006/10731, dated 22 July 2006.

2. Deferred taxes

In accordance with TAS 12 “Income Taxes”, the Bank accounts for deferred taxes based on the tax effect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax assets and liabilities have been offset in the financial statements, resulting in a net deferred tax asset of YTL 11,366.

Deferred taxes directly related to equity items are recognized and offset in related equity accounts.

XVII. Additional explanations on borrowings

Instruments representing the borrowings are initially recognized at cost and measured by a discounting method based on the internal rate of return. Foreign currency borrowings have been translated using the foreign currency buying rate of the Bank at the balance sheet date. Interest expense incurred for the period has been recognized in the accompanying financial statements.

The Bank uses general hedging techniques for borrowings against liquidity, interest rate and currency risks. However, these are not regarded as hedging instruments according to TAS 39.

As of the balance sheet date, there are no convertible bonds issued and there exist no financial instruments representing borrowings issued by the Bank.

XVIII. Paid-in capital

Transactions related to issuance of share certificates are explained in footnote 5.II.10.

XIX. Acceptances

Acceptances are realized simultaneously with the customer payments and recorded in off-balance sheet accounts, if any.

As of the balance sheet date, there are no acceptances recorded as liability in return for assets.

XX. Government grants

As of the balance sheet date, the Bank does not have any government grants.

XXI. Segment reporting

Segment reporting is made according to the 28th article of BRSA’s “Communique on Financial Statements and the Accompanying Explanations and Footnotes to be Announced to the Public”, dated 10 February 2007 which is published in the Official Gazette No. 26430, and is presented in Section Four, Footnote VII.

XXII. Other explanations

As a result of the corrections that are explained in the disclosures related to the first time application of Turkish Accounting Standards in Section Three I-3, some classifications are made to the financial statements of the periods, 31 December 2006 and 30 September 2006, in order to maintain compliance with the accompanying financial statements of 30 September 2007.

SECTION FOUR

FINANCIAL POSITION

I. Capital adequacy ratio

The Bank's capital adequacy ratio is 14.55% as of 30 September 2007. Minimum requirement for this ratio is stipulated as 8% in related legislation.

1. Risk measurement methods in the calculation of capital adequacy ratio

Capital adequacy ratio is calculated in accordance with the "Regulation on Measurement and Assessment of Capital Adequacy Ratio of Banks" published in the Official Gazette No.26333, dated 1 November 2006. For the calculation of the capital adequacy ratio, the accounting records prepared in compliance with the current legislation are used. According to the requirements of the Regulation, starting from 30 June 2007, operational risk is included in the computation of capital adequacy ratio. Moreover, market risk value is calculated in accordance with the "Regulation on Banks' Internal Control and Risk Management Systems" and factored into capital adequacy ratio.

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

For 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 the Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside". The net amounts are then multiplied by the rates stated in the Article 21, paragraph (1) of "Regulation on the Establishment and Operations of Banks".

For the calculation of their risk based values, derivative financial instruments are re-weighted and classified according to the related risk groups after being multiplied by the rates stated in the Article 21, paragraph (2) of "Regulation on the Establishment and Operations of Banks".

2. Unconsolidated capital adequacy ratio

	30.09.2007			
	0%	20%	50%	100%
Credit Risk Base				
Balance Sheet Items (Net)	2,801,730	1,189,984	1,501,900	6,970,529
Cash in Vault	164,458	130	--	--
Due Dated Financial Assets	--	--	--	--
Central Bank of Turkey	323,542	--	--	--
Domestic and Foreign Banks, Foreign Branches	--	1,135,630	--	58,017
Interbank Money Market	--	--	--	--
Receivables from Reverse Repos	--	--	--	--
Reserve Deposits	340,899	--	--	--
Loans	461,741	41,528	1,462,438	6,296,079
Non-performing Loans (Net)	--	--	--	9,891
Receivables from Leasing Operations	--	--	--	--
Investments Available-for-Sale	1,383,589	--	--	6,122
Investments Held-to-Maturity	--	9,555	--	--
Receivables from Sale of Assets	--	--	--	--
Miscellaneous Receivables	--	--	--	81,372
Accrued Interest and Other Income	71,215	3,141	39,462	170,841
Investments in Associates, Subsidiaries and Joint Ventures (Net)	--	--	--	202,440
Tangible Assets	--	--	--	102,571
Other Assets	56,286	--	--	43,196
Off-Balance Sheet Items	68,405	1,305,529	534,681	1,772,650
Non-Cash Loans and Commitments	68,405	1,142,860	534,681	1,740,862
Derivatives	--	162,669	--	31,788
Accounts Not Risk Weighted	--	--	--	--
Total Risk Weighted Assets	2,870,135	2,495,513	2,036,581	8,743,179

3. Summary information related to unconsolidated capital adequacy ratio

	Current period	Prior period
Risk Weighted Assets	10,260,572	8,641,774
Value at Risk	608,263	309,350
Operation Risk (*)	861,211	--
Shareholders' Equity	1,707,071	1,388,419
Shareholders' Equity / (RWA+VAT+OR)*100	14.55%	15.51%

(*) Operational risk is computed in accordance with the "Regulation on Measurement and Evaluation of the Capital Adequacy of the Banks", as published in the Official Gazette dated 1 November 2006 and numbered 26333. In line with the Regulation, operational risk is computed for the first time as of 30 June 2007.

RWA: Risk Weighted Assets

VAT: Value at Risk

OR: Operational Risk

4. Components of shareholders' equity

	Current Period	Prior Period
CORE CAPITAL		
Paid-in Capital	316,100	316,100
Nominal Capital	316,100	316,100
Capital Commitments (-)	--	--
Capital Reserves Arising From Inflation Adjustments to Paid-in Capital	189,164	189,164
Share Premium	98,351	98,351
Share Cancellation Profit	--	--
Legal Reserves	29,484	15,666
I. Legal Reserve (Turkish Commercial Code 466/1)	29,484	15,666
II. Legal Reserve (Turkish Commercial Code 466/2)	--	--
Other Legal Reserve per Special Legislation	--	--
Status Reserves	--	--
Extraordinary Reserves	581,975	305,238
Reserve Allocated at the General Assembly	581,975	300,742
Retained Earnings	--	--
Accumulated Losses	--	--
Foreign Currency Translation Differences	(2,339)	4,496
Inflation Component of Legal Reserves, Status Reserves and Extraordinary Reserves	--	--
Profit	157,396	295,050
Current Period Profit	143,263	276,344
Prior Periods' Profit	14,133	18,706
Free Provisions Booked for Possible Losses (Up to 25% of the Core Capital)	539	542
Gain on Sale of Real Estate and Investments in Associates and Subsidiaries to be Added to the Share Capital	--	--
Primary Subordinated Loans (Up to 15% of the Core Capital)	--	--
Accumulated Losses (-)	--	--
Current Period Loss	--	--
Prior Periods' Loss	--	--
Leasehold Improvements (-)	41,696	31,984
Prepaid Expenses (-)	18,828	14,262
Intangible Assets (-)	11,402	11,020
Deferred Tax Assets (Amount Exceeding 10% of the Core Capital) (-)	--	--
Amount Excess of Article 56/3 of the Law (-)	--	--
Total Core Capital	1,298,744	1,162,845
SUPPLEMENTARY CAPITAL		
General Loan Loss Reserves	65,777	52,559
45% of Revaluation Fund of Securities	--	--
45% of Revaluation Fund of Real Estate	--	--
Revaluation Surplus	4,832	4,701
Amount not Included in Core Capital for Primary Subordinated Loans	--	--
Secondary Subordinated Loans	361,774	166,617
45% of Securities Value Increase Fund	7,869	5,492
Associates and Subsidiaries	--	--
Investments Available-for-Sale	7,869	5,492
Inflation Component of Capital Reserves, Profit Reserves and Prior Period Profits	--	--
Total Supplementary Capital	440,252	229,369
TIER III CAPITAL		
CAPITAL	1,738,996	1,392,214
DEDUCTIONS FROM CAPITAL	31,925	3,795
Shares in Unconsolidated Banks and Financial Institutions	--	--
Secondary Subordinated Loans Granted to Banks, Financial Institutions (Foreign and Domestic), or Preferred Shareholders, and Primary/Secondary Subordinated Loans Obtained from Them	--	--
Shares in Banks and Financial Institutions Accounted under the Equity Method	31,925	3,795
Loans Granted in Violation of the Articles 50 and 51 of the Law	--	--
Amount in Excess of 50% of the Equities of the Net Book Value of the Real Estate of the Banks, and Net Book Value of the Assets Held for Sale that Should Be Disposed of According to the Article 57 of the Law which is not Disposed of in Five Years	--	--
Others	--	--
Total Shareholders' Equity	1,707,071	1,388,419

As explained in Section Three "Accounting Policies", 2nd article "Disclosures related to the first time application of Turkish Accounting Standards", "prior years profit/loss" has been increased by YTL 14,133. In case this amount had been reflected to the prior period's calculation, the shareholders' equity and the capital adequacy ratio would have been 1,397,955 and 15.60%, respectively.

II. Market risk

Whether the group within the financial risk management objectives hedges itself against market risk, the precautions taken by the Board of Directors for market risk, the methods used for measuring market risk and time intervals for measurement of market risk

The Bank has defined its risk management procedures and has taken necessary precautions in order to avoid market risks, in compliance with “Regulation on Bank’s Internal Control and Risk Management Systems” and “Regulation on Measurement and Assessment of Capital Adequacy Ratio of Banks”.

As the main precaution against being exposed to market risk, the Bank’s Board of Directors identifies risk limits determined in the context of economic capital.

Standard method and the internal risk measurement model are used in calculating the market risk. The criteria for the standard method have been set by the BRSA and are reported on a monthly basis. Internal risk measurement model is applied on a daily basis.

1. Market risk

	Amount
(I) Capital Obligation against General Market Risk - Standard Method	15,743
(II) Capital Obligation against Specific Risk - Standard Method	4,512
(III) Capital Obligation against Currency Risk - Standard Method	28,373
(IV) Capital Obligation against Commodity Risk - Standard Method	--
(V) Capital Obligation against Clearing Risk - Standard Method	--
(VI) Capital Obligation against Options Subject to Market Risk – Standard Method	33
(VII) Capital Obligation against Market Risk at the Banks calculating Risk Measuring Models	--
(VIII) Total Capital Obligation against Market Risk (I+II+III+IV+V+VI)	48,661
(IX Value-At-Risk Amount (12,5 x VIII) or (12,5 x VII)	608,263

III. Operational risk

The Bank used the “Basic Indicators Approach” in computation of its operational risk. In accordance with the 4th section (Computation of the Operational Risk) which is valid after 1 June 2007, of the “Regulation on Measurement and Evaluation of the Capital Adequacy of the Banks”, published in the Official Gazette dated 1 November 2006 and numbered 26333, operational risk is computed using the gross income of the Bank for the years ended 2006, 2005 and 2004.

IV. Foreign currency exchange rate risk

1. **Whether the bank is exposed to foreign exchange risk, whether the effects of this situation are estimated, and whether the board of directors of the bank sets limits for positions that are monitored daily**

Foreign currency exchange and parity risks are not taken by the Bank and transactions are simultaneously hedged in conformity with foreign currency basket of the Central Bank of Turkey. Measurable and manageable risks are taken within legal limits.

Foreign currency exchange rate risk is monitored along with potential evaluation differences in foreign currency transactions in accordance with “Regulation on Bank’s Internal Control and Risk Management Systems”. Standard method is used in measuring currency exchange rate risk on a weekly basis.

The Bank’s Board of Directors reviews the risk limits and makes the necessary changes, daily, based on general economic environment and market conditions.

2. The magnitude of hedging foreign currency debt instruments and net foreign currency investments by using derivatives

The Bank does not hedge foreign currency borrowings and net foreign currency investments by way of derivative instruments.

3. Foreign exchange risk management strategy

Foreign currency exchange and parity risks are not taken by the Bank and transactions are simultaneously hedged in conformity with foreign currency basket of the Central Bank of Turkey. Measurable and manageable risks are taken within legal limits.

4. Bank's spot foreign exchange bid rates as of the balance sheet date and for each of the five days prior to that date

US Dollar purchase rate at the date of the balance sheet	YTL 1.2048
Euro purchase rate at the date of the balance sheet	YTL 1.7086

Date	US Dollar	Euro
24 September 2007	1.2186	1.7197
25 September 2007	1.2278	1.7301
26 September 2007	1.2167	1.7190
27 September 2007	1.2100	1.7129
28 September 2007	1.2048	1.7086

5. The basic arithmetical average of the bank's foreign exchange bid rate for the last thirty days

The arithmetical average of the Bank's US Dollar and Euro purchase rates for September 2007 are YTL 1.2570 and YTL 1.7459, respectively.

6. Information on currency risk (Thousands of YTL)

Current Period	EUR	USD	JPY	Others	Total
Assets					
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey.	72,650	493,675	79	4,633	571,037
Due from Banks and Other Financial Institutions	212,512	913,909	4,256	64,451	1,195,128
Financial Assets at Fair Value Through Profit or Loss	5,169	31,692	--	--	36,861
Interbank Money Market Placements	--	--	--	--	--
Investment Securities Available-for-Sale	37,604	158,603	--	--	196,207
Loans (*)	1,067,462	2,122,473	8,460	27,074	3,225,469
Investments in Subsidiaries and Associates(***)	70,061	12,287	--	--	82,348
Investment Securities Held-to-Maturity	29,395	9,804	--	--	39,199
Hedging Purpose Financial Derivatives	--	--	--	--	--
Tangible Assets	--	9	--	--	9
Intangible Assets	--	121	--	--	121
Other Assets	13,222	6,798	--	5,931	25,951
Total Assets	1,508,075	3,749,371	12,795	102,089	5,372,330
Liabilities					
Bank Deposits	58,009	98,990	83	369	157,451
Foreign Currency Deposits	1,141,554	2,190,491	4,276	63,046	3,399,367
Interbank Money Markets	--	--	--	--	--
Funds Borrowed from Other Financial Institutions	104,984	1,270,156	32	13,585	1,388,757
Marketable Securities Issued	--	--	--	--	--
Miscellaneous Payables	1,226	9,094	--	186	10,506
Hedging Purpose Financial Derivatives	--	--	--	--	--
Other Liabilities (**)	194,564	272,998	270	1,017	468,849
Total Liabilities	1,500,337	3,841,729	4,661	78,203	5,424,930
Net On Balance Sheet Position	7,738	(92,358)	8,134	23,886	(52,600)
Net Off Balance Sheet Position	(136,474)	273,700	(7,833)	(40,778)	88,615
Financial Derivatives (Assets)	696,153	3,046,824	453,412	820,470	5,016,859
Financial Derivatives (Liabilities)	832,627	2,773,124	461,245	861,248	4,928,244
Non-Cash Loans	782,102	2,473,944	8,110	46,334	3,310,490
Prior Period					
Total Assets	1,317,893	4,493,467	1,352	73,106	5,885,818
Total Liabilities	1,230,804	4,792,315	4,280	54,649	6,082,048
Net On Balance Sheet Position	87,089	(298,848)	(2,928)	18,457	(196,230)
Net Off Balance Sheet Position	(163,642)	556,022	3,741	(14,884)	381,237
Financial Derivatives (Assets)	473,343	1,595,219	61,728	359,647	2,489,937
Financial Derivatives (Liabilities)	636,985	1,039,197	57,987	374,531	2,108,700
Non-Cash Loans	695,170	2,042,824	6,316	49,953	2,794,263

(*) : Assets indexed to foreign currency are included.

(**) : FC equity items are excluded.

(***) : Inflation difference on FC investments are included.

V. Interest rate risk

1. Interest rate sensitivity of the assets, liabilities and off-balance sheet

Standard method is used in measuring the interest rate risk of assets, liabilities and off-balance sheet items.

2. The expected effects of the fluctuations of market interest rates on the bank's financial position and cash flows, the expectations for interest income, and the limits the board of directors has established on daily interest rates

The Bank relies on historical stress-testing in determining limits against negative market conditions and monitors the risk within this context.

Market interest rates are monitored daily and interest rates are revised when necessary.

3. The precautions taken for the interest rate risk the Bank was exposed to during the current year and their expected effects on net income and shareholders' equity in the future periods

The Bank uses value at risk, historical stress-testing, gapping and duration gap methods to analyze and take precautions against interest rate risk faced during current period. Interest rate risk is minimized, by way of historical stress-testing.

Information related to the interest rate mismatch of the Bank (Interest rate sensitivity of assets, liabilities and off-balance sheet items based on repricing dates):

Current Period	Up to 1 Month	1 – 3 Months	3 – 6 Months	6 – 12 Months	1 Year and Over	Non- Interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	--	351,237	--	--	--	488,132	839,369
Due from Banks and Other Fin.Inst.	832,588	3,599	17,710	--	3,408	337,865	1,195,170
Financial Assets at Fair Value Through Profit or Loss	91,129	15,751	11,458	49,224	118,467	41,158	327,187
Interbank Money Market Placements	--	--	--	--	--	--	--
Investment Securities Av.-for-Sale	437,678	10,129	51,970	17,500	917,061	3,927	1,438,265
Loans	2,034,040	1,357,823	516,832	855,197	3,724,077	9,891	8,497,860
Investment Securities Held-to-Mat.	--	11,802	9,804	17,593	--	--	39,199
Other Assets(*)	149,331	--	--	--	--	369,476	518,807
Total Assets	3,544,766	1,750,341	607,774	939,514	4,763,013	1,250,449	12,855,857
Liabilities							
Bank Deposits	379,705	--	2,155	--	--	184,016	565,876
Other Deposits	5,193,011	398,536	123,674	39,045	16,333	1,606,431	7,377,030
Interbank Money Market Placements	947,946	--	--	--	--	--	947,946
Miscellaneous Payables	--	--	--	--	--	226,215	226,215
Marketable Securities Issued	--	--	--	--	--	--	--
Funds Borrowed from Other Fin.Inst.	233,644	361,390	126,965	157,032	640,825	--	1,519,856
Other Liabilities(**)	46,339	419,492	7,296	15,161	111,509	1,619,137	2,218,934
Total Liabilities	6,800,645	1,179,418	260,090	211,238	768,667	3,635,799	12,855,857
On Balance Sheet Long Position	--	570,923	347,684	728,276	3,994,346	--	5,641,229
On Balance Sheet Short Position	(3,255,879)	--	--	--	--	(2,385,350)	(5,641,229)
Off Balance Sheet Long Position	--	--	--	--	--	--	--
Off Balance Sheet Short Position	--	--	--	--	--	--	--
Total Interest Sensitivity Gap	(3,255,879)	570,923	347,684	728,276	3,994,346	(2,385,350)	--

(*) Other assets/non-interest bearings; tangible assets, intangible assets, investments in associates, investments in subsidiaries, deferred tax assets, assets held for sale, and other assets with balances of YTL 87,437, YTL 53,098, YTL 3,323, YTL 199,118, YTL 11,366, YTL 15,134, and YTL 149,331, respectively, are included.

(**) Other liabilities/non-interest bearings; shareholders' equity, subordinated loans, other external resources, provisions, trading purpose derivatives, tax liabilities, and leasing payables with balances of YTL 1,392,449, YTL 377,817, YTL 110,775, YTL 97,510, YTL 175,000, YTL 43,823, and YTL 21,560, respectively, are included.

Prior Period	Up to 1 Month	1 – 3 Months	3 – 6 Months	6 – 12 Months	1 Year and Over	Non- Interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	--	411,018	--	--	--	451,663	862,681
Due from Banks and Other Fin.Inst.	1,831,081	1,879	956	--	--	346,361	2,180,277
Financial Assets at Fair Value Through Profit or Loss	35,866	25,637	6,420	73,198	70,383	11,281	222,785
Interbank Money Market Placements	--	--	--	--	--	--	--
Investment Securities Av.-for-Sale	428,344	90,848	100,943	40,151	210,576	3,867	874,729
Loans	1,793,532	1,193,983	508,433	956,623	2,366,389	6,012	6,824,972
Investment Securities Held-to-Mat.	--	--	--	--	44,200	--	44,200
Other Assets(*)	354	--	--	--	--	470,191	470,545
Total Assets	4,089,177	1,723,365	616,752	1,069,972	2,691,548	1,289,375	11,480,189
Liabilities							
Bank Deposits	89,660	1,339	7,253	--	--	30,589	128,841
Other Deposits	4,686,881	437,810	82,322	57,403	4,351	1,822,282	7,091,049
Interbank Money Market Placements	196,337	--	--	--	--	--	196,337
Miscellaneous Payables	--	--	--	--	--	230,367	230,367
Marketable Securities Issued	--	--	--	--	--	--	--
Funds Borrowed from Other Fin.Inst.	327,117	1,335,811	209,815	254,696	17,961	--	2,145,400
Other Liabilities(**)	23,676	16,484	4,579	173,764	27,558	1,442,134	1,688,195
Total Liabilities	5,323,671	1,791,444	303,969	485,863	49,870	3,525,372	11,480,189
On Balance Sheet Long Position	--	--	312,783	584,109	2,641,678	--	3,538,570
On Balance Sheet Short Position	(1,234,494)	(68,079)	--	--	--	(2,235,997)	(3,538,570)
Off Balance Sheet Long Position	--	--	--	--	--	--	--
Off Balance Sheet Short Position	--	--	--	--	--	--	--
Total Interest Sensitivity Gap	(1,234,494)	(68,079)	312,783	584,109	2,641,678	(2,235,997)	--

(*) Other assets/non-interest bearings; tangible assets, intangible assets, investments in associates and investments in subsidiaries, assets held for sale, and other assets with balances of YTL 92,720, YTL 43,004, YTL 3,323, YTL 196,024, YTL 15,363, and YTL 120,111, respectively, are included.

(**) Other liabilities/non-interest bearings; shareholders' equity, subordinated loans, other external resources, provisions, trading purpose derivatives, tax liabilities, and leasing payables with balances of YTL 1,245,931, YTL 166,746, YTL 80,240, YTL 74,828, YTL 40,620, YTL 51,452, and YTL 28,378, respectively, are included.

3. Average interest rates applied to monetary financial instruments

Current Period	EUR	USD	JPY	YTL
	%	%	%	%
Assets				
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	1.70	2.33	--	12.93
Due from Banks and Other Financial Institutions	4.15	5.29	--	--
Financial Assets at Fair Value Through Profit or Loss	5.25	6.07	--	18.11
Interbank Money Market Placements	--	--	--	--
Investment Securities Available-for-Sale	4.97	5.82	--	17.68
Loans	6.34	7.21	2.66	21.71
Investment Securities Held-to-Maturity	4.36	8.30	--	--
Liabilities				
Bank Deposits	3.84	4.72	--	18.46
Other Deposits	3.57	4.96	0.20	18.13
Interbank Money Market Placements	--	--	--	--
Miscellaneous Payables	--	--	--	--
Marketable Securities Issued	--	--	--	--
Funds Borrowed from Other Financial Institutions	5.46	5.80	--	12.25
Prior Period				
	%	%	%	%
Assets				
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	1.73	2.52	--	13.12
Due from Banks and Other Financial Institutions	3.59	5.32	--	18.87
Financial Assets at Fair Value Through Profit or Loss	5.18	6.45	--	20.51
Interbank Money Market Placements	--	--	--	--
Investment Securities Available-for-Sale	4.83	5.64	--	20.94
Loans	6.22	7.00	--	21.75
Investment Securities Held-to-Maturity	4.97	8.89	--	--
Liabilities				
Bank Deposits	--	5.25	--	18.64
Other Deposits	3.43	5.36	0.20	18.81
Interbank Money Market Placements	--	--	--	--
Miscellaneous Payables	--	--	--	--
Marketable Securities Issued	--	--	--	--
Funds Borrowed from Other Financial Institutions	5.87	5.96	--	16.62

VI. Liquidity risk

1. The sources of the current liquidity risk of the Bank; whether the necessary precautions have been taken, whether the Board of directors sets limits on the funds available to meet the urgent liquidity requirements and to be able pay borrowings when they become due

Liquidity risk arises from maturity mismatch between assets and liabilities. Maturity mismatch between assets and liabilities is kept under control based on certain criteria set by the Bank. The Bank maintains liquid assets to guarantee sufficient liquidity during market fluctuations. In order to meet any urgent liquidity needs, approximately 7% of the balance sheet is allocated to cash balances, 2% to investment securities which are cash equivalent, and the present borrowing limits (such as Central Bank of Turkey and ISE repurchase market) are not used. The Bank's short-term liquidity needs are mainly met with deposits and short-term funds borrowed from foreign banks.

2. Whether the payments, assets and liabilities match with the interest rates, and whether the effect of mismatch on profitability is measured

The Bank's payments, assets and liabilities match with the interest rates.

3. Internal and external sources to meet the short and long-term liquidity needs, significant sources of liquidity that are not utilized

Approximately 7% of balance sheet size is allocated to cash balances, 2% to investment securities which are cash equivalent in order to meet any urgent liquidity needs. The present borrowing limits (such as Central Bank of Turkey and ISE repurchase market) are not used. The Bank's short-term liquidity needs are mainly met with deposits and short-term funds borrowed from foreign banks.

4. Evaluation of the Bank's cash flows and their resources

Cash flows of the Bank mainly consist of New Turkish Lira, US Dollars and Euro. In the short and long run, liquidity needs or surplus funds are utilized in interbank money market placements, deposits and loans.

5. Presentation of assets and liabilities according to their outstanding maturities

Current Period	Demand	Up to 1 month	1-3 months	3-6 months	6-12 months	1 year and over	Undist. (*)	Total
Assets								
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	488,132	--	351,237	--	--	--	--	839,369
Due from Banks and Other Financial Institutions	337,865	832,588	3,599	17,710	--	3,408	--	1,195,170
Financial Assets at Fair Value Through Profit or Loss	--	35,714	15,724	9,971	102,586	122,034	41,158	327,187
Interbank Money Market Placements	--	--	--	--	--	--	--	--
Investment Securities Available-for-Sale	--	64	10,129	20,564	454,076	949,505	3,927	1,438,265
Loans	9,891	1,747,897	897,084	819,117	1,139,544	3,884,327	--	8,497,860
Investment Securities Held-to-Maturity	--	--	--	--	--	39,199	--	39,199
Other Assets	128,519	--	--	--	--	--	390,288	518,807
Total Assets	964,407	2,616,263	1,277,773	867,362	1,696,206	4,998,473	435,373	12,855,857
Liabilities								
Bank Deposits	184,016	379,705	--	2,155	--	--	--	565,876
Other Deposits	1,606,431	5,193,011	398,536	123,674	39,045	16,333	--	7,377,030
Funds Borrowed from Other Financial Institutions	--	221,785	443,756	126,965	157,032	570,318	--	1,519,856
Interbank Money Markets	--	947,946	--	--	--	--	--	947,946
Marketable Securities Issued	--	--	--	--	--	--	--	--
Miscellaneous Payables	226,215	--	--	--	--	--	--	226,215
Other Liabilities	85,355	46,339	41,675	7,296	15,161	489,326	1,533,782	2,218,934
Total Liabilities	2,102,017	6,788,786	883,967	260,090	211,238	1,075,977	1,533,782	12,855,857
Net Liquidity Gap	(1,137,610)	(4,172,523)	393,806	607,272	1,484,968	3,922,496	(1,098,409)	--
Prior Period								
Total Assets	915,377	3,577,793	1,185,375	790,628	1,184,334	3,452,685	373,997	11,480,189
Total Liabilities	2,083,238	5,323,672	660,821	303,969	1,028,059	638,296	1,442,134	11,480,189
Net Liquidity Gap	(1,167,861)	(1,745,879)	524,554	486,659	156,275	2,814,389	(1,068,137)	--

(*) 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 are included in this column.

VII. Segment reporting

The Bank is active in three areas, namely, retail banking, corporate banking and treasury and investment banking.

In retail banking, it offers loan products (general purpose, mortgage, and auto), credit cards, investment products (mutual funds, shares, government bonds, and repos), deposit products (time, demand, protected), insurance products, SME loans as well as agricultural loans. Alternative distribution channels allow customers to meet their banking needs without the need to physically visit the branches. Among products that meet everyday needs of customers are overdraft loans, automated bill payment, checkbooks and rental safes.

Corporate banking offers financial and banking solutions to large-scale local and international corporate and commercial customers. In order to meet customer needs related to projects, investment and working capital, corporate banking offers short- and long-term working capital loans, investment loans, non-cash loans, foreign exchange transactions, export finance, project finance, structured finance, corporate finance services, clearing, deposit products and cash management services.

Within treasury and investment banking, sales, prop-trading and private banking departments offer spot and forward TRY and foreign exchange transactions, sales transactions of local and international bonds and derivative products. Servicing the upper segment of retail customers who require sophisticated banking and investment services falls within the scope of private banking.

Segment information of the Bank is presented in the following table:

	Retail Banking	Corporate Banking	Treasury and Investment Banking	Other	Total
Operating income	464,582	193,716	19,463	8,064	685,825
Net operating income	95,373	73,861	5,733	7,096	182,063
Income from associates					778
Provision for taxes on income					(39,578)
Net profit for the period					143,263
Segment assets	4,325,154	4,169,383	3,839,190	--	12,333,727
Subsidiaries and associates					202,441
Undistributed assets					319,689
Total assets					12,855,857
Segment liabilities	5,271,020	2,696,745	2,995,760	--	10,963,525
Undistributed liabilities					499,883
Shareholders' equity					1,392,449
Total liabilities					12,855,857

SECTION FIVE

DISCLOSURES AND FOOTNOTES ON UNCONSOLIDATED FINANCIAL STATEMENTS

I. Information and disclosures related to assets

1. Cash and balances with the Central Bank of Turkey

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Cash	62,499	101,956	68,991	150,980
Central bank of Turkey	205,833	125,933	78,301	151,691
Other	--	343,148	--	412,718
Total	268,332	571,037	147,292	715,389

1.1 Balances with the Central Bank of Turkey

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Unrestricted Demand Deposits	205,833	125,933	78,301	151,691
Unrestricted Time Deposits	--	--	--	--
Restricted Time Deposits	--	--	--	--
Total	205,833	125,933	78,301	151,691

1.2 Explanation related to "Other" item

According to the no. 2005/1 announcement of the Central Bank of Turkey, "Announcement on Reserve Deposits", all banks operating in Turkey should provide a reserve amounting to 6% of the liabilities in Turkish Lira and 11% of the liabilities in foreign currencies. The Central bank of Turkey makes interest payments on a quarterly basis. The interest rates given by the Central Bank of Turkey are 12.93% for YTL, 2.33% for USD and 1.70% for Euro as of 30 September 2007.

2. Financial assets at fair value through profit or loss

2.1 Trading securities given as collateral or blocked

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	145	151	851	178
Other	--	--	--	--
Total	145	151	851	178

Trading securities given as collateral represent those collaterals given to Central Bank of Turkey, and ISE Clearing and Custody Bank (Takasbank) for liquidity, interbank money market, foreign exchange market and other transactions.

2.2 *Trading securities subject to repurchase agreements*

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Government Bonds	107,914	--	73,151	--
Treasury Bills	--	--	--	--
Other Debt Securities	--	--	--	--
Bonds Issued or Guaranteed by Banks	--	--	--	--
Asset Backed Securities	--	--	--	--
Other	--	--	--	--
Total	107,914	--	73,151	--

2.3 *Positive value of trading purpose derivatives*

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Forward Transactions	5,797	14,488	1,187	9,317
Swap Transactions	49,137	4,013	32,328	1,042
Futures	--	--	--	117
Options	36,788	3,253	111	2,753
Other	--	--	--	13
Total	91,722	21,754	33,626	13,242

3. **Banks and other financial institutions**

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Banks	42	1,195,073	63,067	2,116,050
Domestic	42	163,346	53,131	127,212
Foreign	--	1,031,727	9,936	1,988,838
Foreign Head Offices and Branches	--	--	--	--
Other Financial Institutions	--	55	--	1,160
Total	42	1,195,128	63,067	2,117,210

4. **Information on investment securities available-for-sale**

4.1 *Major types of investment securities available-for-sale*

Investment securities available-for-sale consist of Çukurova Holding A.Ş. share certificates (YTL 3,927) that are not quoted at Istanbul Stock Exchange; and debt securities representing government bonds; Eurobonds and foreign currency government bonds issued by the Turkish Treasury and foreign government bonds.

4.2 *Investment securities available-for-sale given as collateral*

Investment securities available-for-sale given as collateral amount to YTL 217,070 (31 December 2006: YTL 191,646) and comprise eurobonds amounting to YTL 31,471 and government bonds amounting to YTL 185,599.

4.3 *Investment securities available-for-sale given as collateral or blocked*

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Share certificates	--	--	--	--
Bonds, T-bills and Similar Securities	153,128	63,942	47,806	143,840
Other	--	--	--	--
Total	153,128	63,942	47,806	143,840

4.4 *Investment securities available-for-sale subject to repurchase agreements*

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Government Bonds	874,025	--	128,881	--
Treasury Bills	--	--	4,074	--
Other Debt Securities	--	--	--	--
Bonds issued or guaranteed by Banks	--	--	--	--
Asset backed securities	--	--	--	--
Other	--	--	--	--
Total	874,025	--	132,955	--

4.5 *Available-for-sale securities*

	Current Period	Prior Period
Debt instruments	1,439,574	873,614
Quoted	1,439,574	873,614
Unquoted	--	--
Equity instruments	3,927	3,867
Quoted	--	--
Unquoted	3,927	3,867
Impairment provision (-)	5,236	2,752
Total	1,438,265	874,729

5. Information related to loans

5.1 Information on all types of loans and advances given to shareholders and employees of the Bank

	Current Period		Prior Period	
	Cash	Non-Cash	Cash	Non-Cash
Direct Loans Granted to Shareholders	--	--	--	--
Corporate Shareholders	--	--	--	--
Individual Shareholders	--	--	--	--
Indirect Loans Granted to Shareholders	--	921	19	2,651
Loans Granted to Employees	15,805	--	12,231	--
Total	15,805	921	12,250	2,651

5.2 Information about loans classified in groups I and II and other receivables and loans that have been restructured or rescheduled

Cash Loans	Standard Loans and Other Receivables		Loans and Other Receivables Under Close Monitoring	
	<i>Loans and Other Receivables</i>	<i>Restructured or Rescheduled</i>	<i>Loans and Other Receivables</i>	<i>Restructured or Rescheduled</i>
Non-specialized Loans	7,761,168	--	15,107	1,409
Discount Notes	16,386	--	--	--
Export Loans	799,797	--	3,012	--
Import Loans	23,071	--	--	--
Loans Given to Financial Sector	6,183	--	--	--
Foreign Loans	113,063	--	--	--
Consumer Loans	2,242,371	--	--	--
Credit Cards	425,694	--	--	--
Precious Metal Loans	14,333	--	--	--
Other	4,120,270	--	12,095	1,409
Specialization Loans	710,285	--	--	--
Other Receivables	--	--	--	--
Total	8,471,453	--	15,107	1,409

5.3 Information on consumer loans

	Short Term	Medium or Long Term	Total
Consumer Loans-YTL	35,682	2,009,891	2,045,573
Real estate Loans	4,989	689,441	694,430
Automotive Loans	1,320	89,111	90,431
Consumer Loans	29,373	1,231,339	1,260,712
Other	--	--	--
Consumer Loans-Indexed to FC	1,113	132,561	133,674
Real estate Loans	--	118,125	118,125
Automotive Loans	207	7,740	7,947
Consumer Loans	906	6,696	7,602
Other	--	--	--
Consumer Loans-FC	--	--	--
Real estate Loans	--	--	--
Automotive Loans	--	--	--
Consumer Loans	--	--	--
Other	--	--	--
Credit Cards-YTL	403,047	9,094	412,141
Installment	106,936	9,094	116,030
Non installment	296,111	--	296,111
Credit Cards-FC	356	--	356
Installment	--	--	--
Non installment	356	--	356
Loans Given to Employees-YTL	1,781	8,159	9,940
Real estate Loans	111	1,473	1,584
Automotive Loans	14	17	31
Consumer Loans	1,656	6,669	8,325
Other	--	--	--
Loans Given to Employees - Indexed to FC	--	369	369
Real estate Loans	--	342	342
Automotive Loans	--	27	27
Consumer Loans	--	--	--
Other	--	--	--
Loans Given to Employees - FC	--	--	--
Real estate Loans	--	--	--
Automotive Loans	--	--	--
Consumer Loans	--	--	--
Other	--	--	--
Employee Credit Cards-YTL	5,380	99	5,479
Installment	1,922	99	2,021
Non installment	3,458	--	3,458
Employee Credit Cards-FC	17	--	17
Installment	--	--	--
Non installment	17	--	17
Overdraft Account-YTL (Individual)	52,925	--	52,925
Overdraft Account-FC (Individual)	--	--	--
Total	500,301	2,160,173	2,660,474

5.4 *Information on installment corporate loans and corporate credit cards*

	Short Term	Medium or Long Term	Total
Installment Corporate Loans - YTL	88,408	492,665	581,073
Real estate Loans	2,460	88,566	91,026
Automotive Loans	7,182	65,892	73,074
Consumer Loans	78,664	336,582	415,246
Other	102	1,625	1,727
Installment Corporate Loans – Indexed to FC	10,560	125,624	136,184
Real estate Loans	972	19,576	20,548
Automotive Loans	1,999	27,287	29,286
Consumer Loans	7,589	76,976	84,565
Other	--	1,785	1,785
Installment Corporate Loans - FC	--	--	--
Real estate Loans	--	--	--
Automotive Loans	--	--	--
Consumer Loans	--	--	--
Other	--	--	--
Corporate Credit Cards - YTL	7,503	50	7,553
Installment	129	50	179
Non installment	7,374	--	7,374
Corporate Credit Cards - FC	148	--	148
Installment	--	--	--
Non installment	148	--	148
Overdraft Account-YTL (Individual)	68,343	--	68,343
Overdraft Account-FC (Individual)	--	--	--
Total	174,962	618,339	793,301

5.5 *Domestic and international loans*

	Current Period	Prior Period
Domestic Loans	8,374,906	6,649,075
Foreign Loans	113,063	169,885
Total	8,487,969	6,818,960

5.6 *Loans granted to subsidiaries and investments*

	Current Period	Prior Period
Direct Loans Granted to Subsidiaries and Investments	18,048	148,641
Indirect Loans Granted to Subsidiaries and Investments	--	--
Total	18,048	148,641

5.7 *Specific provisions for loans*

Specific Provisions	Current Period	Prior Period
Loans and Receivables with Limited Collectibility	32,160	17,537
Loans and Receivables with Doubtful Collectibility	36,337	29,825
Uncollectible Loans and Receivables	130,063	110,934
Total	198,560	158,296

5.8 Information on non-performing loans (Net)

5.8.1 Information on loans under follow-up, loans and other receivables those are restructured/rescheduled

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectibility	Loans and receivables with doubtful collectibility	Uncollectible loans and receivables
Current Period	6	960	22,973
(Gross Amounts Before Specific Reserves)			
Loans and Other Receivables which are Restructured	--	--	--
Rescheduled Loans and Other Receivables	6	960	22,973
Prior Period	--	82	13,729
(Gross Amounts Before Specific Reserves)			
Loans and Other Receivables which are Restructured	--	--	--
Rescheduled Loans and Other Receivables	--	82	13,729

5.8.2 Information on total non-performing loans

	Loans and receivables with limited collectibility	Loans and receivables with doubtful collectibility	Uncollectible loans and receivables
Balances at Beginning of Period	17,538	29,826	116,945
Additions (+)	105,479	80	1,120
Transfers from Other Categories of Non-Performing Loans (+)	--	59,752	33,912
Transfers to Other Categories of Non-Performing Loans (-)	59,752	33,912	0
Collections (-)	28,031	18,859	15,647
Write-offs (-)	--	--	--
Balances at End of the Period	35,234	36,887	136,330
Specific Provisions (-)	32,160	36,337	130,063
Net Balance on Balance Sheet	3,074	550	6,267

5.8.3 *Information on non-performing loans and other receivables in foreign currencies*

	III. Group	IV. Group	V. Group
	Loans and receivables with limited collectibility	Loans and receivables with doubtful collectibility	Uncollectible loans and receivables
Current Period			
Period End Balance	--	--	90
Specific Provision (-)	--	--	90
Net Balance on Balance Sheet	--	--	--
Prior Period			
Period End Balance	--	--	106
Specific Provision (-)	--	--	106
Net Balance on Balance Sheet	--	--	--

5.9 *Liquidation policy for uncollectible loans and receivables*

For uncollectible loans and receivables, the Bank tries to solve the issue with the customer. If no result is obtained, all legal actions are taken.

6. **Information on investment securities held-to-maturity**

6.1 *Information on subject to repurchase agreement and given as collateral or blocked*

6.1.1 *Information on subject to repurchase agreement*

None.

6.1.2 *Information on subject to given as collateral or blocked*

None.

6.2 *Information on accounts in which government securities held-to-maturity are reflected*

None.

6.3 *Information on investment securities held-to-maturity*

	Current Period	Prior Period
Debt Securities	39,255	44,426
Listed	--	--
Unlisted	39,255	44,426
Impairment (-)	56	226
Total	39,199	44,200

6.4 *Information on the movement of investment securities held-to-maturity during the period*

	Current Period	Prior Period
Balance in the beginning of the period	44,200	39,386
Foreign exchange differences	(4,062)	894
Purchases	--	31,367
Redemptions	(733)	(24,115)
Changes in the accruals	(376)	(3,106)
Impairment (-)	(170)	226
Balance at the end of the period	39,199	44,200

7. Investments in associates

7.1 Investments in associates

Description	Address (City/Country)	Bank's share percentage- If different voting percentage (%)	Bank's risk group share percentage (%)
1-Kredi Kayıt Bürosu A.Ş. (*)	İstanbul/Turkey	9	--
2-Gelişen İşletmeler Piyasası A.Ş.	İstanbul/Turkey	5	5

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Trading Income	Current Period Profit / Loss	Prior Period Profit / Loss	Fair Value
1	18,498	16,827	2,826	--	--	4,262	3,986	--
2	2,520	2,505	--	--	--	5	--	--

(*) Amounts given are as of the year ended 31 December 2006.

8. Investments in subsidiaries

8.1 Information on subsidiaries

Description	Address (City/Country)	Bank's share percentage- If different from voting percentage(%)	Other subsidiaries' share percentage(%)
1 İntertech Bilgi İşlem ve Pazarlama Ticaret A.Ş.	İstanbul/Turkey	100	--
2 Denizbank AG, Viyana	Vienna/Austria	100	--
3 Eurodeniz Off Shore Bank Ltd.	Nicosia/Cyprus	100	--
4 Deniz Yatırım Menkul Kıymetler A.Ş.	İstanbul/Turkey	100	--
5 Deniz Türev Menkul Değerler A.Ş.	İstanbul/Turkey	100	--
6 Ekspres Yatırım Menkul Değerler A.Ş.	İstanbul/Turkey	71	29
7 CJSC Denizbank, Moskova	Moscow/Russia	49	51
8 Denizbank Kültür Sanat Yayıncılık Ticaret ve Sanayi A.Ş.	İstanbul/Turkey	100	--
9 Deniz Finansal Kiralama A.Ş.	İstanbul/Turkey	68	32
10 Deniz Faktoring A.Ş.	İstanbul/Turkey	100	--
11 Deniz Hayat Sigorta A.Ş.	İstanbul/Turkey	100	--
12 Adana Haddecilik Metal San. Ve Tic. A.Ş.	Adana / Turkey	100	--

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Trading Income	Current Period Profit / Loss	Prior Period Profit / Loss	Fair value
1	2,154	1,647	31	184	2	(1,327)	(2,256)	--
2	1,864,230	98,406	5,714	92,338	23,468	8,357	0	--
3	962,546	58,707	29	63,040	(2,058)	51,837	11,106	--
4	31,540	24,386	949	3,120	1,090	(222)	(340)	--
5	6,994	6,469	200	1,234	103	1,925	(3,456)	--
6	34,438	31,477	595	3,667	1,167	7,416	468	--
7	302,746	37,061	2,190	13,924	5,371	2,237	500	--
8	979	896	144	--	--	(13)	8	--
9	924,388	112,060	218	60,442	(3,820)	23,315	25,400	--
10	401,965	56,256	287	53,020	(7,690)	12,021	14,087	--
11	23,356	2,697	402	990	818	96	(8,758)	--
12	6,923	--	3,278	--	--	(110)	--	--

8.2 *Movement of subsidiaries*

	Current Period	Prior Period
Balance at the Beginning of the Period	196,024	140,167
Correction According TAS 8 (*)	--	18,736
New Balance	196,024	158,903
Movements during the Period	3,094	37,121
Purchases (**)	3,094	40,195
Bonus Shares Received	--	--
Dividends from Current Year Profit	--	--
Sales	--	(3,074)
Revaluation Increase, Effect of Inflation and F/X Difference	--	--
Impairment Provision (+)	--	--
Balance at the End of the Period	199,118	196,024
Capital Commitments	--	--
Share Percentage at the end of Period (%)	--	--

(*) Explained in 2nd article of “Accounting Policies”

(**) Purchases comprise Deniz Hayat Sigorta A.Ş., amounting to YTL 2,515, Deniz Yatırım A.Ş., amounting to YTL 71 obtained without payment, and the additional investment in Denizbank Kültür Sanat Yayıncılık Ticaret ve Sanayi A.Ş., amounting to YTL 505.

8.2.1 *Sectoral distribution of subsidiaries*

	Current Period	Prior Period
Banks	82,348	82,348
Insurance Companies	2,515	--
Factoring Companies	30,384	30,384
Leasing Companies	44,999	44,999
Finance Companies	33,221	33,149
Other Subsidiaries	5,651	5,144
Total	199,118	196,024

8.2.2 *Quoted subsidiaries*

None.

8.2.3 *Subsidiaries disposed during the current period*

None.

8.2.4 *Subsidiaries purchased in the current period*

On 3 October 2006, the Bank has started negotiations with Global Yatırım Holding A.Ş. (“Global Yatırım”) regarding the purchase of shares held at Global Hayat Sigorta A.Ş. (“Global Hayat”); and on 26 January 2007, a Share Purchase Agreement has been signed between the parties. Pursuant to this Agreement, Global Yatırım has agreed to transfer 99.6% of Global Hayat’s issued share capital to the Bank. This transaction is approved by the General Directorate of Insurance of Undersecretariat of Turkish Treasury and the transfer is realized on 30 March 2007, with a price of YTL 2,515.

Global Hayat Sigorta A.Ş. changed its name to Deniz Hayat Sigorta A.Ş. on 10 August 2007.

9. **Information on joint ventures**

The Bank does not have any joint ventures.

10. Information on financial lease receivables

10.1 Maturity analysis of financial lease receivables

None.

10.2 Information on net financial lease receivables

None.

10.3 Information on financial lease agreements of the Bank

None.

11. Information on hedging purpose derivatives

None.

12. Information on deferred tax asset

12.1 Amount of deferred tax asset recognized in the balance sheet in respect of each type of deductible temporary differences, unused tax losses, unused tax credits

Net deferred tax asset calculated on the basis of related regulation is YTL 11,366. The amount is the net of deductible temporary differences and taxable temporary differences calculated as of the balance sheet date.

According to TAS 12, deferred tax assets, amounting to YTL 20,975 and deferred tax liabilities, amounting to YTL 9,609 are offset against each other in the financial statements.

Deferred tax effects of items charged or credited to equity are also charged or credited directly to equity.

12.2 Amount and expiry date of deductible temporary differences, unused tax losses, unused tax credits for which no deferred tax asset is recognized in the balance sheet

None.

12.3 Deferred tax asset resulting from the cancellation of the provision for impairment losses related to the deferred taxes

None.

13. Information on other assets

13.1 Information on prepaid expense, tax and similar items

Prepaid expenses are YTL 18,828 (31 December 2006: YTL 14,262).

13.2 Other assets do not exceed 10% of total assets excluding the off-balance sheet items.

II. Information and disclosures related to liabilities

1. Information on maturity profile of deposits

Current Period

	Demand	7 Days Notice	Up to 1 month	1-3 Months	3-6 Months	6 Month-1 Year	1 Year and Over	Acc.Account	Total
Saving Deposits	323,169	--	513,739	1,805,255	54,935	15,470	2,308	--	2,714,876
Foreign Currency Deposits	786,185	--	946,887	1,352,299	191,402	87,963	32,066	--	3,396,802
Residents in Turkey	726,306	--	841,231	1,310,545	179,143	80,152	30,225	--	3,167,602
Residents Abroad	59,879	--	105,656	41,754	12,259	7,811	1,841	--	229,200
Public Sector Deposits	13,085	--	12,380	717	--	--	--	--	26,182
Commercial Deposits	443,024	--	525,671	163,614	15,764	4,971	--	--	1,153,044
Other Ins. Deposits	38,393	--	24,867	19,973	298	44	--	--	83,575
Precious Metal Deposits	2,546	--	--	--	--	--	--	--	2,546
Bank Deposits	184,016	--	298,027	81,683	1,149	1,006	--	--	565,881
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	21,732	--	17,950	80,470	1,149	1,006	--	--	122,307
Foreign Banks	157,357	--	280,077	1,213	--	--	--	--	438,647
Special Financial Inst.	4,927	--	--	--	--	--	--	--	4,927
Other	--	--	--	--	--	--	--	--	--
Total	1,790,418	--	2,321,571	3,423,541	263,548	109,454	34,374	--	7,942,906

Prior Period

	Demand	7 Days Notice	Up to 1 month	1-3 Months	3-6 Months	6 Month-1 Year	1 Year and Over	Acc.Account	Total
Saving Deposits	257,267	--	474,640	1,254,437	19,292	9,016	5,224	--	2,019,876
Foreign Currency Deposits	868,180	--	1,295,864	1,501,193	138,148	125,021	18,917	--	3,947,323
Residents in Turkey	762,571	--	1,194,735	1,464,581	123,801	118,197	17,270	--	3,681,155
Residents Abroad	105,609	--	101,129	36,612	14,347	6,824	1,647	--	266,168
Public Sector Deposits	12,207	--	4,100	959	--	--	--	--	17,266
Commercial Deposits	641,819	--	255,452	118,240	10,363	1,472	125	--	1,027,471
Other Ins. Deposits	34,225	--	25,751	10,103	41	25	--	--	70,145
Precious Metal Deposits	8,585	--	--	--	--	--	--	--	8,585
Bank Deposits	30,567	--	80,968	8,313	1,011	8,365	--	--	129,224
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	1,502	--	79,127	2,105	1,011	1,011	--	--	84,756
Foreign Banks	29,065	--	1,841	6,208	--	7,354	--	--	44,468
Special Financial Inst.	--	--	--	--	--	--	--	--	--
Other	--	--	--	--	--	--	--	--	--
Total	1,852,850	--	2,136,775	2,893,245	168,855	143,899	24,266	--	7,219,890

1.1 Information on savings deposits insured by Saving Deposit Insurance Fund and the total amount of the deposits exceeding the insurance coverage limit

	Covered by Deposit Insurance Fund		Exceeding the Deposit Insurance Limit	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	1,416,613	1,138,519	1,239,248	833,524
Foreign Currency Savings Deposits	710,643	656,789	1,526,994	1,297,654
Other Saving Deposits	--	--	--	--
Foreign branches' Deposits Under Foreign Insurance Coverage	--	--	--	--
Off-Shore Deposits Under Foreign Insurance Coverage	--	--	--	--
Total	2,127,256	1,795,308	2,766,242	2,131,178

1.2 Since the Bank's head office is not located outside Turkey, saving deposits are not insured in other countries.

1.3 Savings deposits that are not covered under the guarantee of deposit insurance fund

	Current Period	Prior Period
Savings Deposits at Foreign Branches	117,062	106,262
Savings Deposits at Off-shore Branches	--	--
Total	117,062	106,262

2. Information on trading purpose derivatives

2.1 Negative value of trading purpose derivatives

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Forwards	4,739	13,741	11,049	10,525
Swaps	88,310	14,927	10,898	4,933
Futures	--	151	19	--
Options	48,690	4,442	--	3,086
Other	--	--	--	110
Total	141,739	33,261	21,966	18,654

3. Information on banks and other financial institutions

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Central Bank of Turkey	--	--	--	--
Domestic Bank and Institutions	99,098	29,165	71,977	42,020
Foreign Bank, Institutions and Funds	32,001	1,359,592	230,075	1,801,328
Total	131,099	1,388,757	302,052	1,843,348

3.1 Maturity information of funds borrowed

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Short-Term	99,098	395,078	302,052	1,385,704
Medium and Long-Term	32,001	993,679	--	457,644
Total	131,099	1,388,757	302,052	1,843,348

4. Components of other liabilities, those that exceed 10% of total liabilities or those that exceed 20% of the individual liability items in the balance sheet

Other liabilities do not exceed 10% of total liabilities excluding the off-balance sheet items.

5. Criteria used in the determination of lease instalments in the financial lease contracts, renewal and purchase options, restrictions, and significant burdens imposed on the bank on such contracts

The maximum period of the lease agreements is mostly 4 years. Interest rate and cash flow of the Bank are the criteria which are taken into consideration in the leasing contracts. There are no significant obligations imposed on the Bank as a result of the lease agreements.

5.1 Changes in agreements and further commitments arising

No changes have been made to the leasing agreements in the current period.

5.2 Obligations under financial leases

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	--	--	1	1
Between 1-4 years	23,665	21,560	31,966	28,377
More than 4 years	--	--	--	--
Total	23,665	21,560	31,967	28,378

5.3 Information on operational lease

Bank has operational lease agreements for its bank branches and motor vehicles. Rental payments for the majority of these agreements are made and expensed on a monthly basis. The unexpired portion of payments made for rent agreements on a yearly basis are accounted under prepaid expenses in "other assets". The Bank does not have any liabilities related to operational lease agreements.

5.4 Information on "Sale -and- lease back" agreements

The Bank does not have any sale and lease back transactions in the current period.

6. Information on liabilities arising from hedging purpose derivatives:

None.

7. Information on provisions

7.1 Information on general provisions

	Current Period	Prior Period
Provisions for Loans and Receivables in Group I	56,554	45,925
Provisions for Loans and Receivables in Group II	--	--
Provisions for Non Cash Loans	9,223	6,634
Other	--	--
Total	65,777	52,559

7.2 *Provision for currency exchange gain/loss on foreign currency indexed loans*

	Current Period	Prior Period
Foreign Exchange Provision for Foreign Currency Indexed Loans (*)	72,729	18,487

(*) Netted against loans in assets

7.3 *Information on other provisions*

7.3.1 *Information on general reserves for possible loan losses*

	Current Period	Prior Period
General Reserves for Possible Loan Losses	539	542

7.3.2 *Information on other provisions exceeding 10% of total provisions*

Other provisions comprise specific provisions for non-cash loans that are uncollected and unconverted to cash, amounting YTL 15,209; provisions for credit card promotions and other banking services, amounting YTL 1,095; and general reserves for possible loan losses, amounting YTL 539.

8. **Taxation**

8.1 *Current taxes*

8.1.1 *Current tax liability*

As of 30 September 2007, Bank has tax liabilities of YTL 43,823 (31 December 2006: YTL 49,080), after deducting prepaid taxes.

8.1.2 *Information on taxes payable*

	Current Period	Prior Period
Corporate taxes payable	15,496	16,663
Taxation on securities	9,534	6,686
Capital gains tax on property	6,413	8,444
Banking Insurance Transaction Tax (BITT)	428	507
Taxes on foreign exchange transactions	589	585
Value added tax payable	98	140
Other	3,982	10,305
Total	36,540	43,330

8.1.3 *Information on premiums payable*

	Current Period	Prior Period
Social security premiums- employee share	2,667	2,080
Social security premiums- employer share	3,800	2,971
Bank pension fund premium- employee share	--	--
Bank pension fund premium- employer share	--	--
Pension fund membership fees and provisions- employee share	--	--
Pension fund membership fees and provisions- employer share	--	--
Unemployment insurance- employee share	187	145
Unemployment insurance- employer share	373	291
Other	256	263
Total	7,283	5,750

8.2 Information on deferred tax liability

None.

9. Information on shareholders' equity

9.1 Paid-in capital

	Current Period	Prior Period
Common Stock	316,100	316,100
Preferred Stock	--	--

The Bank's paid-in capital has been presented in nominal values. As of 30 September 2007, the Bank has "other capital reserves" amounting to YTL 189,164 (31 December 2006: YTL 189,164) arising from the effect of inflation on the paid-in capital.

9.2 Paid-in capital amount, explanation as to whether the registered share capital system is applicable at bank; if so the amount of registered share capital

Registered share capital system is not applicable at the Bank.

9.3 Information on share capital increases and their sources; other information on any increase in capital shares during the current period

None.

9.4 Information on share capital increases from revaluation funds

None.

9.5 Capital commitments for current financial year and following period

Bank does not have any capital commitments.

9.6 Prior period indicators of the Bank's income, profitability and liquidity; and possible effects of the predictions on equity, considering the ambiguity of the indicators

None.

9.7 Information on the privileges given to stocks representing the capital

The Bank does not have any preferred stocks.

10. Common stock issue premiums, shares and equity instruments

	Current Period	Prior Period
Number of Shares (in thousands)	50,368,526	50,368,526
Preferred Stock	--	--
Common Stock Issue Premium	98,351	98,351
Common Stock Cancelling Profit	--	--
Other Equity Instruments	--	--
Total Common Stock Issued	50,369	50,369

11. Securities value increase fund

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Associates, Subsidiaries and JV's	--	--	--	--
FV Difference	11,585	5,901	4,008	8,196
Foreign Exchange Difference	--	--	--	--
Total	11,585	5,901	4,008	8,196

III. Information and disclosures related to off-balance sheet items

1. Disclosures related to other contingent liabilities

1.1 *Type and amount of irrevocable commitments*

All of the Bank's off-balance sheet loan commitments are in the nature of irrevocable commitments. As of 30 September 2007, non-cash loans, commitments for credit card limits and commitments for cheque payments are YTL 4,791,864, YTL 1,956,928 and YTL 511,552, respectively (31 December 2006: YTL 4,075,631, YTL 2,146,292 and YTL 431,925, respectively). These items are reflected in the off-balance sheet accounts.

1.2 *Type and amount of possible losses from off-balance sheet items including those referred to below*

1.2.1 *Guarantees, bills of exchange and acceptances and other letters of credit which can be counted as financial collateral*

As of 30 September 2007, the Bank has letters of guarantee amounting to YTL 3,025,802, bills of exchange and acceptances amounting to YTL 80,971, and guarantees and sureties on letters of credit amounting to YTL 1,496,905. There are also other guarantees and sureties amounting to YTL 188,186.

As of 31 December 2006, the Bank has letters of guarantee amounting to YTL 2,795,222, bills of exchange and acceptances amounting to YTL 142,408, and guarantees and sureties amounting to YTL 1,059,507. There are other guarantees and sureties amounting to YTL 78,494.

1.2.2 *Final guarantees, provisional guarantees, sureties and similar transactions*

	Current Period	Prior Period
Provisional Letters of Guarantee	331,889	189,817
Final Letters of Guarantee	2,060,221	2,067,027
Letters of Guarantee for advances	514,048	391,103
Letters of Guarantee given to Customs Offices	114,847	145,929
Other Letters of Guarantee	4,797	1,346
Total	3,025,802	2,795,222

2. Non-cash loans

	Current Period	Prior Period
Non-Cash Loans Given for Cash Loan Risks	188,186	78,494
With Original Maturity of 1 Year or Less	163,073	20,899
With Original Maturity of More Than 1 Year	25,113	57,595
Other Non-Cash Loans	4,603,678	3,997,137
Total	4,791,864	4,075,631

3. Sectoral risk concentrations of non-cash loans

	Current Period				Prior Period			
	YTL	(%)	FC	(%)	YTL	(%)	FC	(%)
Agricultural	13,395	0.90	55,467	1.67	12,812	1.00	34,065	1.22
Farming and Cattle	13,191	0.89	52,506	1.58	12,302	0.96	26,834	0.96
Forestry	13	0.00	2,961	0.09	266	0.02	7,055	0.25
Fishing	191	0.01	--	0.00	244	0.02	176	0.01
Manufacturing	339,489	22.91	1,249,459	37.74	355,187	27.72	1,057,040	37.83
Mining	90,851	6.13	503,675	15.21	81,441	6.36	421,578	15.09
Production	228,466	15.42	621,257	18.77	267,251	20.86	612,820	21.93
Electric, gas and water	20,172	1.36	124,527	3.76	6,495	0.51	22,642	0.81
Construction	483,060	32.61	928,523	28.05	408,511	31.88	690,905	24.73
Services	497,727	33.60	1,005,278	30.37	400,920	31.29	952,212	34.08
Wholesale and retail trade	369,932	24.97	417,956	12.63	271,094	21.16	484,500	17.34
Hotel, food and beverage services	13,871	0.94	41,675	1.26	13,156	1.03	24,820	0.89
Transportation and telecommunication	61,503	4.15	244,807	7.39	53,328	4.16	255,304	9.14
Financial institutions	36,233	2.45	296,242	8.95	41,178	3.21	184,950	6.62
Real estate and renting services	86	0.01	--	0.00	72	0.01	21	0.00
Self-employment services	--	0.00	--	0.00	--	0.00	--	0.00
Education services	935	0.06	993	0.03	1,557	0.12	606	0.02
Health and social services	15,167	1.02	3,605	0.11	20,535	1.60	2,011	0.07
Other	147,703	9.98	71,763	2.17	103,938	8.11	60,041	2.14
Total	1,481,374	100.00	3,310,490	100.00	1,281,368	100.00	2,794,263	100.00

4. Non-cash loans classified in I. and II. groups

	I. Group		II. Group	
	YTL	FC	YTL	FC
Letters of Guarantee	1,473,249	1,536,285	8,125	8,143
Aval and Acceptances	--	80,673	--	298
Letters of Credit	--	1,496,905	--	--
Endorsements	--	--	--	--
Purchase Guarantees for Securities Issued	--	--	--	--
Factoring Guarantees	--	--	--	--
Other Guarantees and Sureties	--	187,885	--	301
Total	1,473,249	3,301,748	8,125	8,742

IV. Information on disclosures related to income statement

1. Interest income

1.1 Information on interest income received from loans

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Short Term	415,873	43,883	350,172	38,367
Medium and Long Term	357,637	66,221	207,497	49,954
Loans Under Follow-Up	12,534	--	5,945	--
Total	786,044	110,104	563,614	88,321

1.2 Information on interest income received from banks

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Central Bank of Turkey	--	1,748	1,417	--
Domestic Banks	735	3,597	2,060	5,481
Foreign Banks	198	48,301	791	30,834
Foreign Branches	--	--	--	--
Total	933	53,646	4,268	36,315

1.3 Information on interest income received from associates and subsidiaries

	Current Period	Prior Period
Interest Received from Associates and Subsidiaries	541	--

2. Interest expense

2.1 Information on interest expense related to funds borrowed

	Current Period		Prior Period	
	YTL	FC	YTL	FC
Banks	25,164	73,043	22,418	105,078
Central Bank of Turkey	--	--	--	--
Domestic Banks	9,889	1,362	5,307	455
Foreign Banks	15,275	71,681	17,111	104,623
Foreign Branches	--	--	--	--
Other Institutions	--	--	--	--
Total	25,164	73,043	22,418	105,078

2.2 Information on interest expense paid to associates and subsidiaries

	Current Period	Prior Period
Interest Paid to Associates and Subsidiaries	29,239	13,907

3. Trading income / loss (net)

	Current Period	Prior Period
Profit	3,841,519	4,698,433
Capital Market Transactions:	251,075	100,021
<i>Derivatives and Financial Trans.</i>	237,637	89,467
<i>Other</i>	13,438	10,554
Foreign Exchange Gain	3,590,444	4,598,412
Loss (-)	3,860,883	4,777,036
Capital Market Transactions:	344,530	68,096
<i>Derivatives and Financial Trans.</i>	336,963	42,338
<i>Other</i>	7,567	25,758
Foreign Exchange Loss	3,516,353	4,708,940
Total	(19,364)	(78,603)

4. Other operating income

	Current Period	Prior Period
Reversals from prior year provisions	37,732	25,255
Income from customers for banking services	33,023	31,157
Communication income	7,545	8,293
Gain on sale of assets	74	81,479
Other	9,716	10,538
Total	88,090	156,722

5. Provision expenses on loans and other receivables

	Current Period	Prior Period
Specific Provisions on Loans and Other Receivables:	68,539	53,716
<i>Loans and Receivables in Group III</i>	--	--
<i>Loans and Receivables in Group IV</i>	--	--
<i>Loans and Receivables in Group V</i>	68,539	53,716
Non-performing commissions and other receivables	--	--
General Provision Expenses	18,972	7,883
Provision for Possible Losses	--	--
Impairment Losses on Securities:	8,394	7,246
<i>At Fair Value Through Profit and Loss</i>	746	4,801
<i>Investment Securities Available-for-Sale</i>	7,648	2,445
Other Impairment Losses:	--	307
<i>Associates</i>	--	--
<i>Subsidiaries</i>	--	--
<i>Joint Ventures</i>	--	--
<i>Investment Securities Held-to-Maturity</i>	--	307
Other	3,170	442
Total	99,075	69,594

6. Other operational expenses

	Current Period	Prior Period
Personnel Expenses	221,225	160,648
Reserve for Employee Termination Indemnity Benefits	2,013	221
Reserve for Bank's Social Aid Fund Deficit	--	--
Impairment of Tangible Assets	--	6,474
Depreciation Expenses of Tangible Assets	16,958	16,332
Impairment of Intangible Assets	--	--
Depreciation Expenses of Intangible Assets	12,651	11,669
Impairment of Investments in Associates	--	--
Impairment of Securities Held for Sale	--	--
Depreciation of Securities Held for Sale (*)	269	--
Impairment of Assets Held for Sale	--	--
Other Operating Expenses	125,308	108,667
Operational Leases	29,338	21,494
Repair and Maintenance	4,329	3,769
Advertising	15,596	19,014
Other Expenses	76,045	64,390
Loss on Sales of Assets	636	439
Others	24,849	35,189
Total	403,909	339,639

(*) Depreciation of fixed assets held for resale.

7. Provision for taxes on income

7.1 Current period taxation benefit or charge and deferred tax benefit or charge

The current period taxation charge is YTL 53,316 and deferred tax benefit is YTL 13,738.

Corporate Tax Rate is reduced from 30% to 20% in accordance with the article 32 of the new Corporate Tax Law No 5520, as announced in the Official Gazette dated 21 June 2006, no.26205. Consequently, corporate earnings is subject to 20% corporate tax rate starting from 1 January 2006. It is announced that corporate taxes which have been computed and paid using the corporate tax rate of 30% for the taxation periods before the new Law is enacted, will be offset against the corporate taxes of the following periods.

7.2 Deferred tax benefit arising from origination or reversal of temporary differences

	Current Period	Prior Period
Deferred tax benefit/charge arising from temporary differences:		
Arising from Origination of Deductible Temporary Differences (+)	12,539	9,266
Arising from Reversal of Deductible Temporary Differences (-)	(1,532)	(6,549)
Arising from Origination of Taxable Temporary Differences (-)	(202)	(9,624)
Arising from Reversal of Taxable Temporary Differences (+)	2,933	2,913
Total	13,738	(3,994)

7.3 *Deferred tax benefit arising from temporary differences, tax losses or unused tax credits*

	Current Period	Prior Period
Sources of deferred tax benefit/charge:		
Arising from Origination (+)/ Reversal (-) of Deductable Temporary Differences	11,007	2,717
Arising from Origination (+)/ Reversal (-) of Taxable Temporary Differences	2,731	(6,711)
Arising from Origination (+)/ Reversal (-) of Tax Losses	--	--
Arising from Origination (+)/ Reversal (-) of Unused Tax Credits	--	--
Total	13,738	(3,994)

8. Net profit and loss

8.1 *Any further explanation on operating results needed for a proper understanding of the Bank's performance*

Income generated from the Bank's ordinary banking transactions during the current and prior period are mainly consisted of interest income from loans and marketable securities and income from other banking services. Main expense items are the interest expenses related to deposits and borrowings which are the main funding sources of marketable securities and loans. The size and recurring ratio of these items are not significant which would require additional explanation and disclosure.

8.2 Changes in estimations made by the Bank do not have a material effect on current and subsequent period profit/loss.

8.3 Since there is no minority right in the share capital of the Bank, there is not any profit or loss related to minority rights.

8.4 No changes have been made in the accounting estimates which may have a material effect in current period and materially affect subsequent periods.

9. Information related to the components of other items in the income statement exceeding 10% of the group total, or 20% of the sub-accounts belonging to this group

Fees and Commissions Received	Current Period	Prior Period
Credit Card Commissions	94,910	55,699
Non-Cash Loans	36,061	29,490
Cash Loans	9,842	11,063
Brokerage Fees	18,511	12,609
Remittance Commissions	8,411	7,285
Insurance Services	7,390	7,437
Others	23,783	26,040
Total	198,908	149,623

Fees and Commissions Paid	Current Period	Prior Period
Credit Card / POS Commissions	49,327	33,953
Non-Cash Loans	16	25
Brokerage Fees	15	10
Cash Loans	1,325	155
Others	9,289	8,921
Total	59,972	43,064

V. Information and disclosures related to the Bank's risk group

1. Information on the volume of transactions with the Bank's risk group, lending and deposits outstanding at period end and income and expenses in the current period

1.1 As of 30 September 2007, the Bank's risk group has deposits, cash loans received, subordinated loans received, cash loans granted, non-cash loans granted and subordinated loans granted at the Bank amounting to YTL 349,390, YTL 742,005, YTL 377,817, YTL 53,933, YTL 35,580, and YTL 3,385, respectively. As a result of the transactions with the risk group, the Bank has recorded net interest and commission expense amounting to YTL 40,540, and banking income amounting to YTL 289.

Interest and commission income/(expense) included the transactions made with Zorlu Group in the first nine months of 2006.

Current Period

Bank's Risk Group (*)	Associates and subsidiaries		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
<u>Loans and Other Receivables</u>						
Balance at the Beginning of the Period	148,641	8,821	19	2,651	--	--
Balance at the End of the Period	18,048	34,620	39,237	921	33	39
Interest and Commission Income Received	474	66	--	--	1	--

Prior Period

Bank's Risk Group (*)	Associates and subsidiaries		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
<u>Loans and Other Receivables</u>						
Balance at the Beginning of the Period	16,023	28,913	36,620	182,102	--	--
Balance at the End of the Period	148,641	8,821	19	2,651	--	--
Interest and Commission Income Received	1,883	271	443	179	--	--

* As described in the Article 49 of Banking Law no.5411.

1.2 Information on deposits held by the Bank's risk group

Bank's Risk Group (*)	Associates and subsidiaries		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
<u>Deposits</u>						
Balance at the beginning of the Period	458,990	163,045	180,055	41,353	5,061	13,225
Balance at the End of the Period	309,905	458,990	1,157,922	180,055	2,215	5,061
Interest on Deposits	29,239	20,868	8,865	2,627	319	802

* As described in the Article 49 of Banking Law no.5411.

1.3 Information on forward and option agreements and similar agreements made with the Bank's risk group

Bank's Risk Group (*)	Associates and subsidiaries		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Transactions for Trading Purposes:						
Beginning of the Period	10,577	34,884	--	--	--	--
End of the Period	18,234	10,577	691,386	--	--	--
Total Income/Loss	1,007	(22,283)	(3,665)	(1,204)	--	(12)
Transactions for Hedging Purposes:						
Beginning of the Period	--	--	--	--	--	--
End of the Period	--	--	--	--	--	--
Total Income/Loss	--	--	--	--	--	--

* As described in the Article 49 of Banking Law no.5411.

2. Disclosures of transactions with the Bank's risk group

2.1 Relations with entities in the risk group of / or controlled by the Bank regardless of the nature of relationship among the parties

Transactions with the risk group are made on an arms-length basis; terms are set according to the market conditions and in compliance with the Banking Law.

2.2 In addition to the structure of the relationship, type of transaction, amount, and share in total transaction volume, amount of significant items, and share in all items, pricing policy and other

The pricing of transactions with the risk group companies is set in compliance with the market prices. As of 30 September 2007, cash loans of the risk group represented 1% of the Bank's total cash loans granted, the deposits represented 4% of the Bank's total deposits, and cash loans received represented 59% of the Bank's cash loans received. Non-cash loans granted represent 1% of the total balance.

2.3 Explanations on purchase and sale of real estate and other assets, sales and purchases of services, agent contracts, financial lease agreements, transfer of data obtained from research and development, licensing agreements, financing (including loans and cash and in-kind capital support), guarantees and promissory notes, and management contracts

The risk group, which the Bank belongs to, has entered into financial lease contracts with Deniz Leasing. As of 30 September 2007, net financial lease obligation related to these transactions amounts to YTL 21,560 (31 December 2006: YTL 28,378).

SECTION SIX

OTHER DISCLOSURES AND FOOTNOTES

I. Other explanations related to the Bank's operations

1. Explanations related to the Bank's operations

On 5 March 2007, the Bank fully repaid its club loan, amounting to USD 500 millions.

On 21 March 2007, the Bank signed a USD 150 million long-term securitization loan agreement (Series 2007-A), based on remittance flows. The maturity of the loan is 15 December 2014. On 17 September 2007, the Bank repaid the loan in full.

On 28 June 2007, the Bank obtained a securitization loan based on remittances, amounting to USD 350 million (Series 2007-B, USD 200 million, and Series 2007-C, USD 150 million) by the intermediation of Dexia Bank Belgium and ABN Amro Bank. The maturity of the loan is 15 June 2015.

The Bank obtained a 10 years maturity (repayable after 5 years) subordinated loan from Dexia SA, amounting to USD 50 million on 28 June 2007.

On 3 July 2007, the Bank fully repaid its securitization loan, amounting to USD 150 millions (Series 2005-A) which had an original maturity of 2010.

The Bank obtained a 10 years maturity (repayable after 5 years) subordinated loan from Dexia SA, amounting to USD 130 million on 27 September 2007.

The Bank signed a 10 years loan facility with European Investment Bank, amounting to Euro 250 million, on 12 July 2007. The loan is designed to be granted to small and medium sized enterprises, and commercial and corporate customers, in portions of Euro 150 million and Euro 100 million, respectively.

2. Information summary about ratings of the Banks which has been performed by the international risk rating institutions

Republic of Turkey's rating by Fitch Ratings

On 11 May 2007, Fitch Ratings affirmed Turkey's local and foreign currency ratings outlook at Stable. There has been no rating change to Turkey's country ceiling rating of BB, the long term local and foreign currency ratings of BB- and short term foreign currency ratings of B.

Denizbank's rating by Fitch Ratings

On 8 June 2007, Fitch Ratings has upgraded Denizbank's individual rating to C from C/D. On 1 June 2007, Fitch Ratings has raised the national long-term rating of Denizbank to AA+ from AA and affirmed the outlooks for foreign and local currency IDRs and the National rating at Stable. The latest ratings of Denizbank are as follows:

Foreign Currency				Local Currency		
Short Term	Long Term	Individual	Support	Short Term	Long Term	National
B	BB (Stable)	C	3	B	BB+ (Stable)	AA+ (Stable)

Republic of Turkey's rating by Moody's Investors Service

On 24 May 2006, Moody's Investors Service upgraded Turkey's country ceiling for foreign currency debt to Ba1 from Ba3. There has been no change to the Ba3 rating of Turkey's long term foreign currency bond ratings and Turkish government's long term foreign and local currency issuer ratings. Moody's affirmed foreign currency bank deposit country ceiling at B1, local currency bank deposit country ceiling at A3 and the outlooks on the country and government ratings at stable.

Denizbank's rating by Moody's Investors Service

On 24 April 2007, Moody's has raised Denizbank's financial strength rating to C- from D+ and assigned its outlook at Stable. The latest ratings of Denizbank are as follows:

Long Term Foreign Currency Deposit	Long Term Local Currency Deposit	Short Term Local Currency Deposit	Local Currency Deposit Outlook	Financial Strength Rating	Financial Strength Rating Outlook
B1 / Stable	A3	Prime-2	Stable	C-	Stable

3. Transactions that have not been finalized and their effect on the financial statements

None.

4. Information about effects on foreign currency transactions and financial statements of significant changes in foreign exchange rates after balance sheet date and foreign operations of the bank

There are no significant fluctuations in the currency exchange rates after the balance sheet date that would affect the analysis and decision making process should they not be mentioned.

SECTION SEVEN

INDEPENDENT AUDITORS' REVIEW REPORT

I. Information on the independent auditors' review report

The Bank's interim financial statements as of 30 September 2007 have been reviewed by Akis Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. It was noted in their review report dated 9 November 2007 that nothing material has come to their attention that caused them to believe that the accompanying interim financial statements do not present fairly the financial position of Denizbank Anonim Şirketi in all material respects in accordance with regulations described in Article 37 of the (Turkish) Banking Law No 5411.