

(Convenience Translation of Consolidated Financial Report Originally Issued in Turkish)

**DENİZBANK
ANONİM ŞİRKETİ AND ITS
FINANCIAL SUBSIDIARIES**

**INDEPENDENT AUDITOR'S
REVIEW REPORT,
CONSOLIDATED INTERIM FINANCIAL
STATEMENTS AND NOTES
FOR THE SIX MONTH PERIOD ENDED
30 JUNE 2010**

- I. Independent Auditor's Review Report
- II. Publicly Disclosed Consolidated Financial Report

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

Denizbank A.Ş.
To the Board of Directors
İstanbul

**DENİZBANK ANONİM ŞİRKETİ
AND ITS FINANCIAL SUBSIDIARIES**

**INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE PERIOD 1 JANUARY-30 JUNE 2010**

We have reviewed the consolidated balance sheet of Denizbank A.Ş. (the Bank) and its subsidiaries (together the Group) as of 30 June 2010 and the related consolidated statements of income, changes in shareholders' equity and cash flows for the period then ended. These consolidated financial statements are the responsibility of the Bank's management. Our responsibility, as independent auditors, is to issue a report on these consolidated financial statements based on our review.

We conducted our review in accordance with the accounting rules and policies, and the accounting and auditing standards, set out as per the Banking Act No: 5411. Those standards require that we plan and perform the review to obtain limited assurance as to whether the financial statements are free of material misstatement. A review is principally limited to reviewing financial statements by applying analytical procedures, inquiring as to the integrity of the financial statements and making inquiries of management to obtain information, it is substantially less in scope than an audit and therefore provides a lesser assurance. 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 consolidated financial statements do not give a true and fair view of the financial position, the results of its operations and its cash flows, of the Group for the period ended 30 June 2010 in accordance with the prevailing accounting principles and standards set out as per the Article No 37 and 38 of the Banking Act No: 5411, and other regulations, communiqués and circulars in respect of accounting and financial reporting and pronouncements made by Banking Regulation and Supervision Agency.

Additional paragraph for convenience translation to English:

As explained in Note 3.I.2, the effect of the differences between the accounting principles summarized in Section 3 and the accounting principles generally accepted in countries in which the accompanying financial statements are to be distributed and International Financial Reporting Standards (IFRS) have not been quantified and reflected in the accompanying financial statements. The accounting principles used in the preparation of the accompanying financial statements differ materially from IFRS. Accordingly, the accompanying financial statements are not intended to present the Group's financial position and results of its operations in accordance with accounting principles generally accepted in such countries of users of the financial statements and IFRS.

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of **DELOITTE TOUCHE TOHMATSU**

Hasan Kılıç
Partner
İstanbul, 5 August 2010

DENİZBANK A.Ş.
CONSOLIDATED INTERIM FINANCIAL REPORT AS OF 30 JUNE 2010

Address of the Bank's Headquarters

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Website of the Bank

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The consolidated 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 PARENT BANK
- CONSOLIDATED FINANCIAL STATEMENTS OF THE PARENT BANK
- DISCLOSURES ON ACCOUNTING POLICIES IN RELATED PERIOD
- INFORMATION RELATED TO FINANCIAL POSITION OF THE CONSOLIDATED GROUP
- DISCLOSURES AND FOOTNOTES TO CONSOLIDATED FINANCIAL STATEMENTS
- OTHER DISCLOSURES AND FOOTNOTES
- INDEPENDENT AUDITOR'S REVIEW REPORT

The subsidiaries, associates and jointly controlled companies included in the consolidated financial report are:

	Subsidiaries	Associates	Jointly Controlled Companies
1	DenizBank AG, Vienna		
2	Eurodeniz International Banking Unit Ltd.		
3	Ekspres Yatırım Menkul Değerler A.Ş.		
4	Deniz Türev Menkul Değerler A.Ş.		
5	Deniz Yatırım Menkul Kıymetler A.Ş.		
6	CJSC Dexia Bank, Moscow		
7	Deniz Portföy Yönetimi A.Ş.		
8	Deniz Finansal Kiralama A.Ş.		
9	Deniz Faktoring A.Ş.		
10	Deniz Emeklilik ve Hayat A.Ş.		

The consolidated 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 consolidated financial statements are presented in **Thousands of Turkish Lira**.

5 August 2010

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

HACI AHMET KILIÇOĞLU
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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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 upon obtaining a permission to operate. Bank's shares have been quoted on Istanbul Stock Exchange ("ISE") since 1 October 2004. 0.16% of the Bank's shares are publicly held as of 30 June 2010.

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 publicly traded shares on the ISE, and Dexia Participation Belgique's ownership rate increased to 99.84%.

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

Current Period

Name of the Shareholder	Amount (Full TRY)	Share %
Dexia Participation Belgique SA	714,945,274	99.84
Publicly traded	1,154,681	0.16
Others shareholders	45	0
Total	716,100,000	100

Prior Period

Name of the Shareholder	Amount (Full TRY)	Share %
Dexia Participation Belgique SA	714,945,274	99.84
Publicly traded	1,154,681	0.16
Others shareholders	45	0
Total	716,100,000	100

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2010

(Currency: Thousands of TRY - Turkish Lira)

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

III. Explanations regarding the chairman and the members of board of directors, audit committee, general manager and assistant and shares of the Parent Bank they possess and their areas of responsibility

Name	Title	Shares owned (%)
President of the Board of Directors		
Dirk G.M. Bruneel	Chairman	--
Board of Directors		
Hacı Ahmet Kılıçoğlu (*)	Deputy Chairman	0.000002
Hakan Ateş	Member, President and CEO	0.000002
Ayfer Yılmaz	Member	0.000002
M. Cem Bodur	Member	0.000002
Fikret Arabacı (**)	Member	--
Wouter G.M. Van Roste	Member	--
Stefaan L.G. Decraene	Member	--
Philippe J.E. Rucheton	Member	--
Eric P.B.A. Hermann	Member	--
Claude E.L.G. Piret	Member	--
Audit Committee		
Dirk G.M. Bruneel	Member	--
Eric P.B.A. Hermann	Member	--
Hacı Ahmet Kılıçoğlu	Member	0.000002
Statutory Auditors		
Cem Kadirgan	Member -Auditor	--
Mehmet Uğur Ok	Member -Auditor	--
Executive Vice Presidents		
Mustafa Aydın	Retail, SME and Agricultural Loan Allocation	--
Bora Böcügöz	Treasury and Private Banking	--
Suavi Demircioğlu	Financial Affairs	--
Dilek Duman	Information Technologies and Support Operations	--
Gökhan Ertürk	Retail Banking	--
Tanju Kaya	Central Operations and Foreign Subsidiaries	--
Hasan Hüseyin Uyar	Corporate - Commercial Loans	--
Derya Kumru	Corporate - Commercial Banking, Public Finance and Foreign Subsidiaries	--
Gökhan Sun	SME and Agricultural Banking	--
Mustafa Özel(***)	Branch and Central Operations	--

(*) In the Ordinary General Meeting of Shareholders held on 26 March 2010, Hacı Ahmet Kılıçoğlu was appointed to the Board of Directors and started his duty as the Deputy Chairman after taking the oath on 8 April 2010 instead of Mustafa Tınaz Titiz whose term of office has expired.

(**)The Member of The Board of Directors Fikret Arabacı has resigned from his position by the end of June.

(***)Mustafa Özel; who was the Senior Vice President of Internal Control Center and Chief Compliance Officer of the Parent Bank; was appointed as Executive Vice President in charge of the Branches and Central Operations Group on 24 March 2010.

IV. Type of services provided and the areas of operations of the Parent Bank

The Parent Bank is a private sector deposit bank which provides banking services to its customers through 450 domestic and 1 foreign branch as of 30 June 2010.

Activities of the Parent Bank as stated in the 4th clause of the Articles of Association are as follows:

- Accepting all kinds of deposits and performing banking activities.
- Dealing with transactions on all kinds of capital market instruments within the limits set by the related regulations and Capital Market Law regulations.
- Entering into loan and intelligence agreements with domestic and international financial institutions. Participating in consortiums and syndications.
- Lending all kinds of Turkish Lira and foreign currency short, medium and long term loans, and providing guarantee facilities.
- Incorporating insurance companies, operating insurance agencies, participating in insurance companies which are existing or planned to be founded.
- Using the funds to be allocated or provided by laws, regulations or agreements for its own objectives.
- Making all kinds of agreements and legal transactions related with its operations; signing written contracts, notes and miscellaneous documents and establishing correspondences.
- Purchasing, producing, constructing, leasing or acquiring by other means all kinds of movables, immovables and rights, selling, transferring or renting all or a part of such items. Establishing or releasing all kinds of rights in such items.
- Giving all kinds of loans and obtaining borrowings as necessary for performing its activities.
- Receiving, transferring or releasing all kinds of cash or non-cash guarantees, including sureties, collaterals, mortgages, pledges, etc., relating to its operations.
- Establishing domestic and/or foreign entities and participating in existing entities.
- Performing all kinds of operations in compliance with the prevailing banking regulations.

SECTION TWO

CONSOLIDATED FINANCIAL STATEMENTS

- I. Consolidated Balance Sheets
- II. Consolidated Statements of Off-Balance Sheet Items
- III. Consolidated Statements of Income
- IV. Consolidated Statements of Recognized Profits and Losses
Accounted for Under Equity
- V. Consolidated Statements of Changes in Shareholders' Equity
- VI. Consolidated Statements of Cash Flows

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS
(STATEMENTS OF FINANCIAL POSITION)
AS OF 30 JUNE 2010 AND 31 DECEMBER 2009
(Currency: Thousands of TRY - Turkish Lira)

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Originally Issued in Turkish,
See Note 3.1.2*

ASSETS	Footnotes	REVIEWED CURRENT PERIOD (30/06/2010)			AUDITED PRIOR PERIOD (31/12/2009)		
		TRY	FC	Total	TRY	FC	Total
		I. CASH AND BALANCES WITH THE CENTRAL BANK	(5.1.1)	599,062	933,418	1,532,480	636,295
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)	(5.1.2)	242,908	125,528	368,436	155,554	89,504	245,058
2.1 Financial Assets Held For Trading		242,908	125,528	368,436	155,554	89,504	245,058
2.1.1 Public Sector Debt Securities		169,336	22,496	191,832	106,492	23,050	129,542
2.1.2 Share Certificates		154	306	460	152	311	463
2.1.3 Positive Value of Trading Purpose Derivatives		73,404	102,677	176,081	47,833	63,866	111,699
2.1.4 Other Securities		14	49	63	1,077	2,277	3,354
2.2 Financial Assets Designated at Fair Value		-	-	-	-	-	-
2.2.1 Public Sector Debt Securities		-	-	-	-	-	-
2.2.2 Share Certificates		-	-	-	-	-	-
2.2.3 Loans		-	-	-	-	-	-
2.2.4 Other Securities		-	-	-	-	-	-
III. BANKS	(5.1.3)	411,653	832,384	1,244,037	207,169	793,188	1,000,357
IV. DUE FROM MONEY MARKETS		390,990	-	390,990	700,426	-	700,426
4.1 Interbank Money Market		390,990	-	390,990	700,426	-	700,426
4.2 Istanbul Stock Exchange		-	-	-	-	-	-
4.3 Reverse Repurchase Agreements		-	-	-	-	-	-
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(5.1.4)	2,125,875	368,728	2,494,603	1,872,003	451,691	2,323,694
5.1 Share Certificates		11,854	691	12,545	3,894	767	4,661
5.2 Public Sector Debt Securities		2,114,021	296,754	2,410,775	1,868,109	334,389	2,202,498
5.3 Other Securities		-	71,283	71,283	-	116,535	116,535
VI. LOANS AND RECEIVABLES	(5.1.5)	12,289,593	6,835,674	19,125,267	10,584,863	6,338,258	16,923,121
6.1 Loans and Receivables		11,988,828	6,766,648	18,755,476	10,277,336	6,258,538	16,535,874
6.1.1 Loans Utilized to the Bank's Risk Group		7,286	35,419	42,705	46	-	46
6.1.2 Public Sector Debt Securities		-	-	-	-	-	-
6.1.3 Others		11,981,542	6,731,229	18,712,771	10,277,290	6,258,538	16,535,828
6.2 Loans under Follow-Up		990,452	122,045	1,112,497	922,803	131,163	1,053,966
6.3 Specific Provisions (-)		689,687	53,019	742,706	615,276	51,443	666,719
VII. FACTORING RECEIVABLES		773,907	43,390	817,297	553,953	14,758	568,711
VIII. INVESTMENT HELD TO MATURITY (Net)	(5.1.6)	700,510	106,816	807,326	654,098	135,594	789,692
8.1 Public Sector Debt Securities		700,510	61,956	762,466	654,098	69,989	724,087
8.2 Other Securities		-	44,860	44,860	-	65,605	65,605
IX. INVESTMENTS IN ASSOCIATES (Net)	(5.1.7)	6,524	-	6,524	6,524	-	6,524
9.1 Associates accounted for Under Equity Method		-	-	-	-	-	-
9.2 Unconsolidated Associates		6,524	-	6,524	6,524	-	6,524
9.2.1 Financial Associates		938	-	938	938	-	938
9.2.2 Non-Financial Associates		5,586	-	5,586	5,586	-	5,586
X. INVESTMENTS IN SUBSIDIARIES (Net)	(5.1.8)	16,738	-	16,738	17,637	-	17,637
10.1 Unconsolidated Financial Subsidiaries		10,789	-	10,789	11,688	-	11,688
10.2 Unconsolidated Non-Financial Subsidiaries		5,949	-	5,949	5,949	-	5,949
XI. ENTITIES UNDER COMMON CONTROL (JOINT VENT.) (Net)	(5.1.9)	800	-	800	800	-	800
11.1 Joint Ventures accounted for Under Equity Method		-	-	-	-	-	-
11.2 Unconsolidated Joint Ventures		800	-	800	800	-	800
11.2.1 Financial Joint Ventures		-	-	-	-	-	-
11.2.2 Non-Financial Joint Ventures		800	-	800	800	-	800
XII. LEASE RECEIVABLES (Net)	(5.1.10)	90,467	851,085	941,552	81,546	984,939	1,066,485
12.1 Financial Lease Receivables		113,471	974,786	1,088,257	106,202	1,138,629	1,244,831
12.2 Operational Lease Receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned Income (-)		23,004	123,701	146,705	24,656	153,690	178,346
XIII. HEDGING PURPOSE DERIVATIVES	(5.1.11)	209,906	13,172	223,078	168,555	14,477	183,032
13.1 Fair Value Hedge		-	-	-	-	-	-
13.2 Cash Flow Hedge		209,906	13,172	223,078	168,555	14,477	183,032
13.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)		231,746	5,750	237,496	232,506	6,716	239,222
XV. INTANGIBLE ASSETS (Net)		30,473	6,456	36,929	29,530	7,774	37,304
15.1 Goodwill		-	-	-	-	-	-
15.2 Others		30,473	6,456	36,929	29,530	7,774	37,304
XVI. INVESTMENT PROPERTIES (Net)		-	-	-	-	-	-
XVII. TAX ASSETS	(5.1.12)	83,403	4,766	88,169	87,457	6,337	93,794
17.1 Current Tax Assets		1,474	4,111	5,585	688	4,825	5,513
17.2 Deferred Tax Assets		81,929	655	82,584	86,769	1,512	88,281
XVIII. ASSETS RELATED TO HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	(5.1.13)	-	-	-	-	-	-
18.1 Held For Sale		-	-	-	-	-	-
18.2 Discontinued Operations		-	-	-	-	-	-
XIX. OTHER ASSETS	(5.1.14)	442,541	133,348	575,889	295,443	73,678	369,121
TOTAL ASSETS		18,647,096	10,260,515	28,907,611	16,284,359	9,658,536	25,942,895

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS
(STATEMENTS OF FINANCIAL POSITION)
AS OF 30 JUNE 2010 AND 31 DECEMBER 2009
(Currency: Thousands of TRY - Turkish Lira)

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LIABILITIES AND EQUITY	Footnotes	REVIEWED CURRENT PERIOD (30/06/2010)			AUDITED PRIOR PERIOD (31/12/2009)		
		TRY	FC	Total	TRY	FC	Total
		I. DEPOSITS	(5.II.1)	8,976,481	7,967,795	16,944,276	7,223,404
1.1 Deposits of the Bank's Risk Group		37,543	4,327	41,870	18,543	7,941	26,484
1.2 Others		8,938,938	7,963,468	16,902,406	7,204,861	7,860,568	15,065,429
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(5.II.2)	64,275	292,233	356,508	46,677	129,103	175,780
III. FUNDS BORROWED	(5.II.3)	652,112	4,789,604	5,441,716	403,175	4,875,995	5,279,170
IV. DUE TO MONEY MARKETS		415,449	-	415,449	299,570	-	299,570
4.1 Interbank Money Market		-	-	-	-	-	-
4.2 Istanbul Stock Exchange		-	-	-	-	-	-
4.3 Reverse Repurchase Agreements		415,449	-	415,449	299,570	-	299,570
V. SECURITIES ISSUED (Net)		-	-	-	-	-	-
5.1 Bills		-	-	-	-	-	-
5.2 Asset Backed Securities		-	-	-	-	-	-
5.3 Bonds		-	-	-	-	-	-
VI. FUNDS		-	-	-	-	-	-
6.1 Borrowers Funds		-	-	-	-	-	-
6.2 Others		-	-	-	-	-	-
VII. SUNDRY CREDITORS		347,487	132,764	480,251	272,166	66,193	338,359
VIII. OTHER EXTERNAL RESOURCES	(5.II.4)	413,908	28,463	442,371	275,760	12,390	288,150
IX. FACTORING PAYABLES		-	-	-	-	-	-
X. LEASE PAYABLES (Net)	(5.II.5)	-	-	-	-	-	-
10.1 Financial Lease Payables		-	-	-	-	-	-
10.2 Operational Lease Payables		-	-	-	-	-	-
10.3 Others		-	-	-	-	-	-
10.4 Deferred Financial Leasing Expenses (-)		-	-	-	-	-	-
XI. HEDGING PURPOSE DERIVATIVES	(5.II.6)	143,662	11,640	155,302	173,150	9,636	182,786
11.1 Fair Value Hedge		-	-	-	-	-	-
11.2 Cash Flow Hedge		143,662	11,640	155,302	173,150	9,636	182,786
11.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XII. PROVISIONS	(5.II.7)	537,278	17,067	554,345	458,773	19,651	478,424
12.1 General Provisions		159,080	-	159,080	135,469	-	135,469
12.2 Restructuring Provisions		-	-	-	-	-	-
12.3 Reserve for Employee Benefits		39,857	1,537	41,394	26,770	1,677	28,447
12.4 Insurance Technical Provisions (Net)		57,582	348	57,930	50,930	331	51,261
12.5 Other Provisions		280,759	15,182	295,941	245,604	17,643	263,247
XIII. TAX LIABILITIES	(5.II.8)	63,172	8,539	71,711	78,200	3,688	81,888
13.1 Current Tax Liability		63,172	8,539	71,711	78,200	3,688	81,888
13.2 Deferred Tax Liability		-	-	-	-	-	-
XIV. PAYABLES RELATED TO HELD FOR SALE AND DISCONTINUED OPERATIONS		-	-	-	-	-	-
14.1 Held For Sale		-	-	-	-	-	-
14.2 Discontinued Operations		-	-	-	-	-	-
XV. SUBORDINATED LOANS		-	775,448	775,448	-	758,907	758,907
XVI. SHAREHOLDERS' EQUITY	(5.II.9)	3,128,238	141,996	3,270,234	2,828,214	139,734	2,967,948
16.1 Paid-In Capital		716,100	-	716,100	716,100	-	716,100
16.2 Supplementary Capital		179,066	13,749	192,815	183,270	14,252	197,522
16.2.1 Share Premium		98,411	-	98,411	98,411	-	98,411
16.2.2 Share Cancellation Profits		-	-	-	-	-	-
16.2.3 Securities Revaluation Reserve		48,913	21,794	70,707	74,458	20,397	94,855
16.2.4 Revaluation Fund on Tangible Assets		-	-	-	-	-	-
16.2.5 Revaluation Fund on Intangible Assets		-	-	-	-	-	-
16.2.6 Revaluation Fund on Investment Properties		-	-	-	-	-	-
16.2.7 Bonus Shares Obtained from Associates, Subsidiaries and Joint Ventures		11	-	11	11	-	11
16.2.8 Hedging Funds (Effective Portion)		(157,433)	(8,045)	(165,478)	(178,774)	(6,145)	(184,919)
16.2.9 Revaluation Fund on Assets Held for Sale and Discontinued Operations		-	-	-	-	-	-
16.2.10 Other Supplementary Capital		189,164	-	189,164	189,164	-	189,164
16.3 Profit Reserves		1,648,770	29,134	1,677,904	1,115,441	50,453	1,165,894
16.3.1 Legal Reserves		81,862	5,018	86,880	55,274	5,018	60,292
16.3.2 Status Reserves		-	-	-	-	-	-
16.3.3 Extraordinary Reserves		1,561,584	11,171	1,572,755	1,056,403	11,171	1,067,574
16.3.4 Other Profit Reserves		5,324	12,945	18,269	3,764	34,264	38,028
16.4 Profit or Loss		584,302	99,113	683,415	813,403	75,029	888,432
16.4.1 Prior Periods' Profits / Losses		276,779	79,884	356,663	222,325	61,322	283,647
16.4.2 Current Period Profit / Loss		307,523	19,229	326,752	591,078	13,707	604,785
16.5 Minority Shares	(5.II.10)	-	-	-	-	-	-
TOTAL LIABILITIES AND EQUITY		14,742,062	14,165,549	28,907,611	12,059,089	13,883,806	25,942,895

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF OFF-BALANCE SHEET ITEMS
AS OF 30 JUNE 2010 AND 31 DECEMBER 2009

(Currency: Thousands of TRY- Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,*

See Note 3.I.2

	Footnotes	REVIEWED CURRENT PERIOD (30/06/2010)			AUDITED PRIOR PERIOD (31/12/2009)		
		TRY	FC	Total	TRY	FC	Total
		A. OFF BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)					
I. GUARANTEES	(5.III.1)	12,280,172	25,763,492	38,043,664	11,622,162	22,309,745	33,931,907
1.1. Letters of Guarantee		2,443,758	1,943,133	4,386,891	1,974,966	1,795,114	3,770,080
1.1.1. Guarantees Subject to State Tender Law		-	-	-	-	-	-
1.1.2. Guarantees Given for Foreign Trade Operations		158,306	52,327	210,633	126,789	44,429	171,218
1.1.3. Other Letters of Guarantee		2,285,452	1,890,806	4,176,258	1,848,177	1,750,685	3,598,862
1.2. Bank Acceptances		-	164,770	164,770	46	119,759	119,805
1.2.1. Import Letter of Acceptance		-	164,770	164,770	46	119,759	119,805
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		897	1,330,388	1,331,285	-	902,394	902,394
1.3.1. Documentary Letters of Credit		897	1,088,825	1,089,722	-	753,942	753,942
1.3.2. Other Letters of Credit		-	241,563	241,563	-	148,452	148,452
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		-	285,112	285,112	-	301,465	301,465
1.9. Other Sureties		-	-	-	-	-	-
II. COMMITMENTS	(5.III.1)	4,929,005	4,759,758	9,688,763	5,228,434	4,670,973	9,899,407
2.1. Irrevocable Commitments		4,928,324	4,759,758	9,688,082	5,227,753	4,670,973	9,898,726
2.1.1. Asset Purchase and Sale Commitments		121,491	4,740,057	4,861,548	168,939	4,665,802	4,834,741
2.1.2. Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries		12,240	-	12,240	12,240	-	12,240
2.1.4. Loan Granting Commitments		933,589	15,038	948,627	762,247	-	762,247
2.1.5. Securities Issuance Brokerage Commitments		-	-	-	-	-	-
2.1.6. Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7. Commitments for Cheque Payments		759,398	-	759,398	583,772	-	583,772
2.1.8. Tax and Fund Obligations from Export Commitments		3,391	-	3,391	3,542	-	3,542
2.1.9. Commitments for Credit Card Limits		2,862,771	-	2,862,771	3,465,961	-	3,465,961
2.1.10. Commitments for Promotional Operations Re-Credit Cards and Banking Services		-	-	-	6,332	-	6,332
2.1.11. Receivables from "Short" Sale Commitments On Securities		-	-	-	-	-	-
2.1.12. Payables for "Short" Sale Commitments On Securities		-	-	-	-	-	-
2.1.13. Other Irrevocable Commitments		235,444	4,663	240,107	224,720	5,171	229,891
2.2. Revocable Commitments		681	-	681	681	-	681
2.2.1. Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2. Other Revocable Commitments		681	-	681	681	-	681
III. DERIVATIVE FINANCIAL INSTRUMENTS		4,906,512	17,280,331	22,186,843	4,418,716	14,520,040	18,938,756
3.1. Hedging Purpose Derivatives		852,559	1,636,935	2,489,494	884,552	1,596,891	2,481,443
3.1.1. Fair Value Hedge		-	-	-	-	-	-
3.1.2. Cash Flow Hedge		852,559	1,636,935	2,489,494	884,552	1,596,891	2,481,443
3.1.3. Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
3.2. Trading Purpose Derivatives		4,053,953	15,643,396	19,697,349	3,534,164	12,923,149	16,457,313
3.2.1. Forward Foreign Currency Purchases/Sales		338,390	3,509,740	3,848,130	151,654	2,233,015	2,384,669
3.2.1.1. Forward Foreign Currency Purchases		110,967	1,808,097	1,919,064	76,460	1,117,582	1,194,042
3.2.1.2. Forward Foreign Currency Sales		227,423	1,701,643	1,929,066	75,194	1,115,433	1,190,627
3.2.2. Currency and Interest Rate Swaps		1,730,463	9,374,743	11,105,206	1,852,634	8,622,428	10,475,062
3.2.2.1. Currency Swaps-Purchases		251,433	3,862,432	4,113,865	126,768	3,532,576	3,659,344
3.2.2.2. Currency Swaps-Sales		1,479,030	2,789,911	4,268,941	1,725,866	1,995,926	3,721,792
3.2.2.3. Interest Rate Swaps-Purchases		-	1,361,200	1,361,200	-	1,546,963	1,546,963
3.2.2.4. Interest Rate Swaps-Sales		-	1,361,200	1,361,200	-	1,546,963	1,546,963
3.2.3. Currency, Interest Rate and Security Options		1,851,521	2,600,691	4,452,212	1,467,780	1,960,812	3,428,592
3.2.3.1. Currency Options-Purchases		920,996	1,244,122	2,165,118	639,332	987,337	1,626,969
3.2.3.2. Currency Options-Sales		930,525	1,238,648	2,169,173	828,448	816,327	1,644,775
3.2.3.3. Interest Rate Options-Purchases		-	45,021	45,021	-	78,424	78,424
3.2.3.4. Interest Rate Options-Sales		-	72,900	72,900	-	78,424	78,424
3.2.3.5. Securities Options-Purchases		-	-	-	-	-	-
3.2.3.6. Securities Options-Sales		-	-	-	-	-	-
3.2.4. Currency Futures		-	76,195	76,195	-	53,414	53,414
3.2.4.1. Currency Futures-Purchases		-	52,611	52,611	-	36,229	36,229
3.2.4.2. Currency Futures-Sales		-	23,584	23,584	-	17,185	17,185
3.2.5. Interest Rate Futures		-	47,168	47,168	-	34,370	34,370
3.2.5.1. Interest Rate Futures-Purchases		-	23,584	23,584	-	17,185	17,185
3.2.5.2. Interest Rate Futures-Sales		-	23,584	23,584	-	17,185	17,185
3.2.6. Others		133,579	34,859	168,438	62,096	19,110	81,206
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		51,990,631	15,689,207	67,679,838	46,079,492	13,417,429	59,496,921
IV. ITEMS HELD IN CUSTODY		7,456,510	748,083	8,204,593	4,367,623	640,712	5,008,335
4.1. Customers' Securities and Portfolios Held		-	-	-	-	-	-
4.2. Securities Held in Custody		6,294,609	263,237	6,557,846	3,428,526	225,363	3,653,889
4.3. Checks Received for Collection		436,536	359,508	796,044	276,072	235,850	511,922
4.4. Commercial Notes Received for Collection		361,795	100,920	462,715	364,758	144,516	509,274
4.5. Other Assets Received for Collection		-	-	-	-	-	-
4.6. Assets Received for Public Offering		-	-	-	-	-	-
4.7. Other Items under Custody		363,570	24,418	387,988	298,031	34,983	333,014
4.8. Custodians		-	-	-	-	236	236
V. PLEDGED ITEMS		44,395,166	14,771,731	59,166,897	41,559,239	12,646,553	54,205,792
5.1. Securities		724,154	316,668	1,040,822	1,213,333	312,615	1,525,948
5.2. Guarantee Notes		28,568,773	5,007,282	33,576,055	27,296,068	4,400,803	31,696,871
5.3. Commodities		1,849,846	1,210,889	3,060,735	2,148,125	996,841	3,144,966
5.4. Warrants		-	-	-	-	-	-
5.5. Immovables		12,852,458	7,317,551	20,170,009	10,317,560	6,411,263	16,728,823
5.6. Other Pledged Items		399,935	919,341	1,319,276	584,153	525,031	1,109,184
5.7. Pledged Items-Depository		-	-	-	-	-	-
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		138,955	169,393	308,348	152,630	130,164	282,794
TOTAL OFF BALANCE SHEET ITEMS (A+B)		64,270,803	41,452,699	105,723,502	57,701,654	35,727,174	93,428,828

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF INCOME
FOR THE PERIODS ENDED 30 JUNE 2010 AND 2009
(Currency: Thousands of TRY - Turkish Lira)

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

INCOME AND EXPENSE ITEMS	Footnotes	REVIEWED CURRENT PERIOD (01/01-30/06/2010)	REVIEWED PRIOR PERIOD (01/01-30/06/2009)	REVIEWED CURRENT PERIOD (01/04-30/06/2010)	REVIEWED PRIOR PERIOD (01/04-30/06/2009)
I. INTEREST INCOME	(5.IV.1)	1,415,520	1,534,773	666,073	743,398
1.1 Interest from Loans		1,070,856	1,194,900	530,673	590,677
1.2 Interest from Reserve Deposits		10,196	15,938	5,341	6,896
1.3 Interest from Banks		17,425	23,335	6,800	12,818
1.4 Interest from Money Market Transactions		14,278	2,063	2,306	1,691
1.5 Interest from Securities Portfolio		246,726	213,117	95,790	92,943
1.5.1 Trading Securities		12,692	11,906	690	6,847
1.5.2 Financial Assets at Fair Value Through Profit or Loss		-	-	-	-
1.5.3 Available for Sale Securities		147,481	152,790	56,360	62,055
1.5.4 Held to Maturity Securities		86,553	48,421	38,740	24,041
1.6 Interest from Financial Leases		40,401	64,369	18,312	28,450
1.7 Other Interest Income		15,638	21,051	6,851	9,923
II. INTEREST EXPENSE	(5.IV.2)	480,894	631,345	245,914	282,264
2.1 Interest on Deposits		391,111	470,559	201,842	217,012
2.2 Interest on Funds Borrowed		74,101	146,842	37,286	62,625
2.3 Interest on Money Market Transactions		2,899	11,887	2,249	1,848
2.4 Interest on Securities Issued		-	-	-	-
2.5 Other Interest Expense		12,783	2,057	4,537	779
III. NET INTEREST INCOME (I - II)		934,626	903,428	420,159	461,134
IV. NET FEES AND COMMISSION INCOME /EXPENSE	(5.IV.9)	158,426	142,562	85,283	76,708
4.1 Fees and Commissions Received		204,859	188,014	110,610	99,330
4.1.1 Non-Cash Loans		24,199	26,848	15,469	12,467
4.1.2 Other		180,660	161,166	95,141	86,863
4.2 Fees and Commissions Paid		46,433	45,452	25,327	22,622
4.2.1 Non-Cash Loans		172	175	94	87
4.2.2 Other		46,261	45,277	25,233	22,535
V. DIVIDEND INCOME		2,442	8,133	2,442	8,133
VI. TRADING INCOME/LOSS (Net)	(5.IV.3)	(81,066)	(20,311)	(45,957)	1,906
6.1 Profit / Loss on Securities Trading		25,427	68,031	4,198	64,605
6.2 Profit / Loss on Derivative Financial Transactions		(202,815)	(332,178)	(116,743)	(382,233)
6.3 Foreign Exchange Gains / Losses		96,322	243,836	66,588	319,534
VII. OTHER OPERATING INCOME	(5.IV.4)	195,445	138,872	95,650	70,555
VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)		1,209,873	1,172,684	557,577	618,436
IX. PROVISION FOR LOANS AND OTHER RECEIVABLES (-)	(5.IV.5)	293,061	385,868	100,214	196,517
X. OTHER OPERATING EXPENSES (-)	(5.IV.6)	498,244	437,005	249,615	226,480
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		418,568	349,811	207,748	195,439
XII. AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER		-	-	-	-
XIII. INVESTMENTS PROFIT / LOSS FROM ACCOUNTED FOR UNDER EQUITY METHOD		-	-	-	-
XIV. GAIN/LOSS ON NET MONETARY POSITION		-	-	-	-
XV. P/L BEFORE TAXES FROM CONTINUING OPERATIONS (XI+...+XIV)		418,568	349,811	207,748	195,439
XVI. TAX PROVISION FOR CONTINUING OPERATIONS (±)	(5.IV.7)	(91,816)	(85,335)	(44,377)	(56,933)
16.1 Current Tax		(79,569)	(139,495)	(29,128)	(92,801)
16.2 Deferred Tax		(12,247)	54,160	(15,249)	35,868
XVII. NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XV±XVI)		326,752	264,476	163,371	138,506
XVIII. PROFIT FROM DISCONTINUED OPERATIONS		-	-	-	-
18.1 Assets Held for Sale		-	-	-	-
18.2 Profit on Sale of Associates, Subsidiaries and Joint Ventures		-	-	-	-
18.3 Other		-	-	-	-
XIX. LOSS FROM DISCONTINUED OPERATIONS (-)		-	-	-	-
19.1 Assets Held for Sale		-	-	-	-
19.2 Loss on Sale of Associates, Subsidiaries and Joint Ventures		-	-	-	-
19.3 Other		-	-	-	-
XX. P/L BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)		-	-	-	-
XXI. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-	-	-
21.1 Current Tax		-	-	-	-
21.2 Deferred Tax		-	-	-	-
XXII. NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XX±XXI)		-	-	-	-
XXIII. NET PROFIT / LOSS (XVII+XXII)	(5.IV.8)	326,752	264,476	163,371	138,506
23.1 Group's Profit / Loss		326,752	264,476	163,371	138,506
23.2 Minority Shares		-	-	-	-
Earnings / Losses per Share (Per thousand share)		0.46	0.37	0.23	0.19

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF RECOGNIZED
PROFITS AND LOSSES ACCOUNTED FOR
UNDER EQUITY
FOR THE PERIODS ENDED 30 JUNE 2010 AND 2009
(Currency: Thousands of TRY - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish
See Note 3.1.2

	REVIEWED CURRENT PERIOD (01/01-30/06/2010)	REVIEWED PRIOR PERIOD (01/01-30/06/2009)
I. ADDITIONS TO SECURITIES REVALUATION RESERVE FROM AVAILABLE FOR SALE INVESTMENTS	3,444	132,298
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	(19,759)	(4,689)
V. PROFIT/LOSS RELATED TO DERIVATIVES USED IN CASH FLOW HEDGES (Effective portion of Fair Value Differences)	(4,668)	(27,447)
VI. PROFIT/LOSS RELATED TO DERIVATIVES USED IN HEDGE OF A NET INVESTMENT IN FOREIGN SUBSIDIARIES (Effective portion of Fair Value Differences)	22,012	335
VII. THE EFFECT OF CHANGES IN ACCOUNTING POLICIES OR CORRECTION OF ERRORS	-	-
VIII. OTHER PROFIT/LOSS ITEMS ACCOUNTED FOR UNDER EQUITY DUE TO TAS	-	-
IX. DEFERRED TAXES OF VALUATION DIFFERENCES	22	(25,366)
X. NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	1,051	75,131
XI. CURRENT PERIOD PROFIT/LOSS	326,752	264,476
1.1 Net Change in Fair Value of Securities (Transfer to Profit & Loss)	26,824	20,090
1.2 Reclassification and Transfer of Derivatives Accounted for Cash Flow Hedge Purposes Recycled to Income Statement	(1,308)	37
1.3 Transfer of Hedge of Net Investment in Foreign Operations Recycled to Income Statement	-	-
1.4 Other	301,236	244,349
XII. TOTAL PROFIT AND LOSS ACCOUNTED FOR THE PERIOD (X±XI)	327,803	339,607

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIODS ENDED 30 JUNE 2010 AND 2009
(Currency: Thousands of TRY - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
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CHANGES IN SHAREHOLDERS' EQUITY	Paid-In Capital	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)	Securities Revaluation Reserve	Revaluation Fund of Tang./Intang.A.	Bonus Shares Obtained from Associates	Hedging Reserves	Val. Diff. Related to Assets Held for Sale/Disc.Opr.	Total Equity Attrib. to Equity Holders of the Parent	Minority Interest	Total Shareholders' Equity
REVIEWED PRIOR PERIOD (01/01-30/06/2009)																		
I. Balances at the Beginning of Period	716,100	189,164	98,411	-	46,387	-	803,389	44,915	342,463	219,274	(39,734)	-	15	(133,242)	-	2,287,142	-	2,287,142
II. Corrections According to Turkish Accounting Standard No.8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 The Effect of Corrections of Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 The Effects of Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted Beginning Balance (I + II)	716,100	189,164	98,411	-	46,387	-	803,389	44,915	342,463	219,274	(39,734)	-	15	(133,242)	-	2,287,142	-	2,287,142
Changes in the Period																		
IV. Increase / Decrease Related to Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Valuation Differences of Securities	-	-	-	-	-	-	-	-	-	-	86,240	-	-	-	-	86,240	-	86,240
VI. Hedging Transactions (Effective Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	(26,548)	-	(26,548)	-	(26,548)
6.1 Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	(26,883)	-	(26,883)	-	(26,883)
6.2 Hedging of a Net Investment in Foreign Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	335	-	335	-	335
VII. Revaluation Fund of Tangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Revaluation Fund of Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Bonus Shares Obtained from Associates, Subsidiaries and Joint Ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Foreign Exchange Differences	-	-	-	-	-	-	-	(4,689)	-	-	-	-	-	-	-	(4,689)	-	(4,689)
XI. Changes Related to Sale of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Changes Related to Reclassification of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Effects of Changes in Equities of Associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. The Effect of Capital Increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1 Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2 Internal Resources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Issuance of Capital Stock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Share Cancellation Profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Capital Reserves from Inflation Adjustments to Paid-In Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII. Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIX. Current Period Net Profit / Loss	-	-	-	-	-	-	-	-	264,476	-	-	-	-	-	-	264,476	-	264,476
XX. Profit Distribution	-	-	-	-	13,905	-	264,185	-	(342,463)	64,373	-	-	-	-	-	-	-	-
20.1 Dividends Distributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20.2 Transfer to Reserves	-	-	-	-	13,905	-	264,185	-	-	(278,090)	-	-	-	-	-	-	-	-
20.3 Other	-	-	-	-	-	-	-	-	(342,463)	342,463	-	-	-	-	-	-	-	-
Balances at the End of Period (III+IV+V+.....+XVIII+XIX+XX)	716,100	189,164	98,411	-	60,292	-	1,067,574	40,226	264,476	283,647	46,506	-	15	(159,790)	-	2,606,621	-	2,606,621
REVIEWED CURRENT PERIOD (01/01-30/06/2010)																		
I. Balances at the Beginning of Period	716,100	189,164	98,411	-	60,292	-	1,067,574	38,028	604,785	283,647	94,855	-	11	(184,919)	-	2,967,948	-	2,967,948
Changes in the Period																		
II. Increase / Decrease Related to Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation Differences of Securities	-	-	-	-	-	-	-	-	-	-	(24,148)	-	-	-	-	(24,148)	-	(24,148)
IV. Hedging Transactions (Effective Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	19,441	-	19,441	-	19,441
4.1 Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	(2,571)	-	(2,571)	-	(2,571)
4.2 Hedging of a Net Investment in Foreign Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	22,012	-	22,012	-	22,012
V. Revaluation Fund of Tangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation Fund of Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus Shares Obtained from Associates, Subsidiaries and Joint Ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign Exchange Differences	-	-	-	-	-	-	-	(19,759)	-	-	-	-	-	-	-	(19,759)	-	(19,759)
IX. Changes Related to Sale of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes Related to Reclassification of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effects of Changes in Equities of Associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. The Effect of Capital Increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1 Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2 Internal Resources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Issuance of Capital Stock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Share Cancellation Profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Capital Reserves from Inflation Adjustments to Paid-In Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Current Period Net Profit / Loss	-	-	-	-	-	-	-	-	326,752	-	-	-	-	-	-	326,752	-	326,752
XVIII. Profit Distribution	-	-	-	-	26,588	-	505,181	-	(604,785)	73,016	-	-	-	-	-	-	-	-
18.1 Dividend Distributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2 Transfer to Reserves	-	-	-	-	26,588	-	505,181	-	-	(531,769)	-	-	-	-	-	-	-	-
18.3 Other	-	-	-	-	-	-	-	-	(604,785)	604,785	-	-	-	-	-	-	-	-
Balances at the End of Period (I+II+III+.....+XVI+XVII+XVIII)	716,100	189,164	98,411	-	86,880	-	1,572,755	18,269	326,752	356,663	70,707	-	11	(165,478)	-	3,270,234	-	3,270,234

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIODS ENDED 30 JUNE 2010 AND 2009
(Currency: Thousands of TRY - Turkish Lira)

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

	REVIEWED CURRENT PERIOD (01/01-30/06/2010)	REVIEWED PRIOR PERIOD (01/01-30/06/2009)
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating Profit before Changes in Operating Assets and Liabilities (+)	869,584	487,269
1.1.1 Interest Received (+)	1,387,222	1,556,118
1.1.2 Interest Paid (-)	468,350	680,775
1.1.3 Dividend Received (+)	2,442	8,133
1.1.4 Fees And Commissions Received (+)	198,812	188,014
1.1.5 Other Income (+)	116,921	22,386
1.1.6 Collections from Previously Written-Off Loans and Other Receivables (+)	226,838	125,006
1.1.7 Payments to Personnel and Service Suppliers (-)	253,414	227,524
1.1.8 Taxes Paid (-)	70,828	64,634
1.1.9 Other (+/-)	(270,059)	(439,455)
1.2 Changes in Operating Assets and Liabilities	(690,353)	171,011
1.2.1 Net (Increase) Decrease in Trading Securities (+/-)	(59,057)	(29,123)
1.2.2 Net (Increase) Decrease in Financial Assets Designated at FV (+/-)	-	-
1.2.3 Net (Increase) Decrease in Banks (+/-)	(143,672)	141,176
1.2.4 Net (Increase) Decrease in Loans (+/-)	(2,718,251)	(536,165)
1.2.5 Net (Increase) Decrease in Other Assets (+/-)	(314,687)	(228,138)
1.2.6 Net Increase (Decrease) in Bank Deposits (+/-)	(62,330)	66,142
1.2.7 Net Increase (Decrease) in Other Deposits (+/-)	1,886,796	1,383,854
1.2.8 Net Increase (Decrease) in Funds Borrowed (+/-)	322,192	(100,891)
1.2.9 Net Increase (Decrease) in Due Payables (+/-)	-	-
1.2.10 Net Increase (Decrease) in Other Liabilities (+/-)	398,656	(525,844)
I. Net Cash (Used in)/Provided from Banking Operations (+/-)	179,231	658,280
B. CASH FLOWS FROM INVESTING ACTIVITIES		
II. Net Cash Provided from / (Used in) Investing Activities (+/-)	(220,938)	(151,998)
2.1 Cash Paid for Purchase of Investments, Associates and Subsidiaries (-)	-	86,149
2.2 Cash Obtained From Sale of Investments, Associates And Subsidiaries (+)	-	-
2.3 Fixed Assets Purchases (-)	37,634	36,172
2.4 Fixed Assets Sales (+)	2,281	1,324
2.5 Cash Paid for Purchase of Investments Available for Sale (-)	778,872	808,238
2.6 Cash Obtained From Sale of Investments Available for Sale (+)	593,287	777,237
2.7 Cash Paid for Purchase of Investment Securities (-)	-	-
2.8 Cash Obtained from Sale of Investment Securities (+)	-	-
2.9 Other (+/-)	-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net Cash Provided from / (Used in) Financing Activities (+/-)	(196,146)	(269,639)
3.1 Cash Obtained from Funds Borrowed and Securities Issued (+)	459,146	872,502
3.2 Cash Used for Repayment of Funds Borrowed and Securities Issued (-)	655,292	1,142,141
3.3 Capital Increase (+)	-	-
3.4 Dividends Paid (-)	-	-
3.5 Payments for Finance Leases (-)	-	-
3.6 Other (+/-)	-	-
IV. Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents (+/-)	78,005	3,168
V. Net Increase / (Decrease) in Cash and Cash Equivalents	(159,848)	239,811
VI. Cash and Cash Equivalents at the Beginning of Period (+)	2,711,216	2,643,509
VII. Cash and Cash Equivalents at the End of Period	2,551,368	2,883,320

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

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 Turkish Banking Law No. 5411 is published in the Official Gazette No. 25983 dated 1 November 2005. The Parent Bank prepared the accompanying consolidated 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, "Communiqué 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") and other regulations, communiqués and circulars in respect of accounting and financial reporting and pronouncements made by Banking Regulation and Supervision Agency (BRSA).

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 consolidated financial statements are to be distributed, and International Financial Reporting Standards ("IFRS"), may have significant influence on the accompanying consolidated financial statements. Accordingly, the accompanying consolidated 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 changes in accounting policies and financial statement presentation

3.1 *Disclosure related to reclassifications made in line with the change in Turkish Accounting Standard No. 39*

Due to the change in Turkish Accounting Standard no. 39 and Turkish Financial Reporting Standard No. 7, as published in the Official Gazette No. 27040, dated 31 October 2008, a portion of debt securities amounting to TRY 292,553 which had been originally classified in "Trading securities", have been reclassified to "Investment securities available-for-sale", effective from 1 September 2008 and in October for the Bank, 1 July 2008 for CJSC Dexia Bank, and 3 October 2008 for Deniz Yatırım. As a result of exceptional volatility in the financial markets, such reclassified financial assets have been chosen among securities which have incurred significant losses and those that are not planned to be sold in the near term. The table below summarizes the effects of the aforementioned reclassification on the financial statements:

Financial Assets Subject to Reclassification	Amounts at the Date of Reclassification	Amounts at the Balance Sheet Date	Amounts If Reclassification Was Not Made
Cost	292,553	295,239	292,553
Disposal	--	(225,428)	(217,644)
Cost after Disposal		69,811	74,909
Fair Value	295,239	75,898	75,898
Current Year Profit / (Loss)	--	1,101	3,217
Prior Periods' Profits / (Losses)	(1,082)	(527)	(2,228)
Effect on Shareholders' Equity	--	5,513	--

3.2 Disclosures related to other reclassifications

Certain reclassifications have been made in the Statement of Cash Flows to comply with the current period presentation.

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 “Communiqué 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 other regulations, Communiqués and circulars in respect of accounting and financial reporting and pronouncements made by Banking Regulation and Supervision Agency. Those policies and principles are explained by footnotes II through XXIII below.

II. Explanation on the strategy for the use of financial instruments and transactions denominated in foreign currencies

1. Strategy for the use of financial instruments

Denizbank Financial Services Group’s (“DFS Group”) 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 majority 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 falling 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.

DFS Group 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 Parent 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 Parent Bank hedges a portion of its floating rate liabilities by interest rate swaps for cash flow risk.

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 US Dollar and Euro. If the position taken because of customer based activities exceeds 0.004% of the balance sheet size, counter transactions are made to cover the position.

Net foreign currency position of DFS Group in foreign enterprises is considered along with the position of the Parent Bank and the specific position is evaluated within the risk limits.

2. Transactions denominated in foreign currencies

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

DFS Group 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 the balance sheet date are translated to TRY by using historical foreign currency exchange rates. Balances of the foreign currency denominated assets and liabilities are translated into TRY by using foreign currency exchange rates of the Parent Bank and the resulting exchange differences are recorded as foreign exchange gains and losses. The Parent Bank's foreign currency exchange rates are as follows.

	<u>30 June 2010</u>	<u>31 December 2009</u>	<u>30 June 2009</u>
US Dollar	TRY 1.5737	TRY 1.4873	TRY 1.5247
Euro	TRY 1.9292	TRY 2.1427	TRY 2.1523

2.2 Foreign exchange gains and losses included in the income statement

Net foreign exchange gains included in the income statement amounts to TRY 96,322 (1 January - 30 June 2009: net foreign exchange gain of TRY 243,836).

2.3 Total amount of valuation fund arising from foreign currency exchange rate differences

The assets and liabilities of foreign operations are translated to TRY at foreign exchange rates of the Parent Bank ruling at the balance sheet date. The revenues and expenses of foreign operations are translated to TRY at six monthly average foreign exchange rates of the Parent Bank. The foreign exchange differences derived from translation of income statements of consolidated subsidiaries, and arising from the difference between TRY equivalent of their equities and the Parent Bank's share in their net assets are recorded in "other profit reserves". As of 30 June 2010, total foreign exchange differences in equity amounts to TRY 12,945 (31 December 2009: TRY 34,264).

The foreign exchange difference of TRY 5,324 (31 December 2009: TRY 3,764) arising from the translation of the financial statements of Bahrain branch of the Parent Bank to TRY is recorded in "other profit reserves".

DFS Group hedges its foreign currency exchange rate risk from retranslation of its foreign operations by net investment hedge accounting, through recognizing the effective portion of foreign exchange rate changes of a portion of its foreign currency denominated liabilities under shareholders' equity.

III. Information regarding the consolidated subsidiaries

The accompanying consolidated financial statements are prepared in accordance with TAS 27 "Consolidated and Separate Financial Statements".

The Parent Bank owns, directly or indirectly, the shares of Deniz Yatırım Menkul Kıymetler A.Ş. (Deniz Yatırım), Ekspres Yatırım Menkul Değerler A.Ş. (Ekspres Yatırım), Deniz Türev Menkul Değerler A.Ş. (Deniz Türev), Eurodeniz International Banking Unit Ltd. (Eurodeniz), Deniz Portföy Yönetimi A.Ş. (Deniz Portföy), Denizbank AG, CJSC Dexia Bank, Deniz Finansal Kiralama A.Ş. (Deniz Leasing), Deniz Faktoring A.Ş. (Deniz Faktoring) and Deniz Emeklilik ve Hayat A.Ş. (Deniz Emeklilik), and these subsidiaries are consolidated as explained in detail in footnote 5.1.8.

Intertech Bilgi İşlem ve Pazarlama Ticaret A.Ş. and Denizbank Kültür Sanat Ticaret A.Ş. which are also the subsidiaries of the Bank, Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş. a jointly controlled entity of the Bank, and Pupa Gayrimenkul Kiralama ve Yönetim Hizmetleri A.Ş.(Pupa) a subsidiary of Deniz Leasing are not consolidated since they are non-financial subsidiaries. Deniz Yatırım Ortaklığı A.Ş. an associate of Deniz Yatırım is not consolidated within the exceptions on article 5, clause 6 of Communiqué on "Preparation of Consolidated Financial Statements of Banks" of BRSA published in the Official Gazette No. 26340 on 8 November 2006.

The Parent Bank, and its consolidated subsidiaries are referred to as “DFS Group” in the disclosures and footnotes related to the consolidated financial statements.

1. Consolidation method

“Full Consolidation” method has been applied in consolidating the financial statements of the Parent Bank with the financial statements of its subsidiaries. According to this method, the financial statements of the Parent Bank and its subsidiaries are combined on a line-by-line basis by adding together like items of assets, liabilities, income, expenses and off-balance sheet items, in preparing consolidated financial statements. Minority interests are presented separately in the consolidated balance sheet and consolidated income statement.

The major principles of consolidation of subsidiaries

1.1 The carrying amount of the Parent Bank’s investment in each subsidiary and the Parent Bank’s portion of equity of each subsidiary are eliminated.

1.2 All intercompany transactions and intercompany balances between the consolidated subsidiaries and the Parent Bank are eliminated.

The financial statements which have been used in the consolidation are prepared as of 30 June 2010 and appropriate adjustments are made to financial statements to use uniform accounting policies for transactions and events alike in similar circumstances, in accordance with the principal of materiality.

2. Associates

There are no financial associates included in the consolidation.

3. Entities under common control (Joint Vent.)

There are no financial entities under common which are consolidated.

IV. Explanations on forward transactions, options and derivative instruments

DFS Group’s derivative transactions mainly consist of foreign currency and interest rate swaps, foreign currency options and forward foreign currency purchase/sale contracts. DFS Group does not have any embedded derivatives separated from the host contract.

In accordance with TAS 39 “Financial Instruments: Recognition and Measurement”, forward foreign currency purchase/sale contracts, swaps, options and futures that are classified as “hedging-purpose” and “trading purpose” transactions. 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 contractual notional amounts.

The derivative transactions are valued at fair value using market prices or pricing models subsequent to initial recognition and are presented in the “Positive Value of Trading / Hedging Purpose Derivatives” and “Negative Value of Trading / Hedging 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 are recognized in the income statement for trading purpose derivatives. The effective portion of the fair value changes are recognized in the shareholders’ equity, while the ineffective portion is accounted for in the income statement for hedging purpose derivatives.

V. Explanations on interest income and expenses

Interest income and expenses are recognized as they are accrued taking into account the internal rate of return method. Interest accrual does not start until non-performing 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. 26333 dated 1 November 2006, which was prepared on the basis of the provisions of Articles 53 and 93 of the Banking Law no. 5411.

VI. Explanations on fees and commissions

Fees and commissions received from customers for banking services, and fees and commissions paid to other financial institutions are recorded over the period to their maturities.

VII. Explanations on financial assets

Financial assets include cash; acquisition right of cash or acquisition right of other financial asset or bilateral exchange right of financial assets or equity instrument transactions with the counterpart. Financial assets are classified in four categories; as financial assets at fair value through profit or loss, financial assets available-for-sale, investment held-to-maturity, and loans and receivables.

1. Financial assets at fair value through profit or loss

1.1 *Financial assets held for trading*

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. Differences between the fair value and cost of trading securities are also recorded in “financial assets held for trading” line on the balance sheet.

DFS Group recognized the gains and losses arising from the valuation of share certificates and derivative instruments; which are classified within financial assets held for trading; within “net trading income/loss” line on the statement of income.

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

As of the balance sheet date, 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 on ISE; and for those securities not traded on ISE, the prices announced by the Central Bank of the Republic of Turkey are used. Eurobonds and foreign currency government bonds are initially recognized at cost including transaction costs and subsequent to initial recognition, Eurobonds and foreign currency government bonds are measured at market prices. However, those securities not traded in an active market and whose fair values cannot be reliably measured are valued using amortized cost method based on internal rate of return. For equity securities, closing prices that are listed at the balance sheet date are used. Fair values of derivative instruments are determined by using market prices or pricing models.

1.2 *Financial assets at fair value through profit or loss*

DFS Group does not have any securities designated 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 loans and receivables, held to maturity investments and financial assets at fair value through profit or loss.

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 under "Securities revaluation reserve" (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.

3. Investment securities held-to-maturity

Held-to-maturity securities are financial assets with fixed maturities and pre-determined payment schedules that DFS Group has the intent and ability to hold until maturity, excluding loans and receivables. These securities are identified by the Parent Bank management at their initial recognition and are classified as held-to-maturity securities in financial statements.

Investment securities held-to-maturity and loans and receivables are initially recognized at cost, and subsequently carried at "amortized cost" using the "effective yield method"; and provision is made for impairment if any.

Interest earned on held-to-maturity securities are recognized as interest income and are presented in the line of "interest received from securities portfolio - investment securities held-to-maturity" in the consolidated statement of income.

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.

Purchases/sales of held-to-maturity securities are recognized and accounted for on a settlement date basis.

4. Loans and specific provisions

Loans and receivables represent financial assets which have been recognized through supply of money, commodity or service to the debtor.

Cash loans are accounted for 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 consolidated income statement. Foreign currency-indexed loans are initially recognized in their Turkish Lira equivalents.

Specific allowances are made against the carrying amount of loans under follow-up 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 numbered 26333 dated 1 November 2006, and which was amended with the communiqué published in the Official Gazette numbered 27513 dated 6 March 2010.

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 prior years. The interest income recovered is booked in "Other Interest Income" account.

VIII. Explanations on impairment of financial assets

If the amount computed by discounting expected future cash flows of a financial asset using the effective interest rate method or (if any) its fair value is lower than its carrying value that financial asset is considered to be impaired; in that case provision is provided for the impairment of the financial asset and it is recognized as expense.

IX. Explanations on offsetting financial instruments

When the fair values of the listed equity instruments that are classified as “trading purpose” fall below their costs, impairment provision is booked for them which is offset against their book values in the consolidated 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 consolidated balance sheet.

Other than those expressed above, financial assets and liabilities are offset when there is legally enforceable right to set off, the intention of collecting or paying the net amount of related assets and liabilities or the right to offset the assets and liabilities simultaneously. Otherwise, no offsetting is made.

X. Explanations on sale and repurchase agreements and transactions related to the lending of securities

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

XI. Explanations on assets held for sale and discontinued operations

A non-current asset shall be classified as held for sale if its carrying amount will be recovered principally through a sale transaction rather than through continuing use. The liabilities of a disposal group classified as held for sale shall be presented separately from other liabilities in the statement of financial position. Those assets and liabilities shall not be offset and presented as a single balance.

A discontinued operation is a division of a bank that is either disposed or held for sale and represents a separate major line of business or geographical area of operations; or is part of a single coordinated plan to dispose of a separate major line of business or geographical area of operations; or is a subsidiary acquired exclusively with a view to resale.

DFS Group does not have any assets held for sale or discontinued operations as of 30 June 2010 (31 December 2009: None).

XII. Explanations on goodwill and other intangible assets

There is no goodwill in the accompanying consolidated financial statements as of the balance sheet dates.

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 Regulation and Accounting Policies 14 “Accounting Standard for Financial Reporting in Hyperinflationary Periods” since the indicators of hyperinflation as disclosed in Article 5 of Regulation and Accounting Policies 14 no longer exist in Turkey. In line with this resolution, other intangible assets have been restated for the effects of inflation, up to 31 December 2004. Subsequent to this date, intangible assets have not been adjusted in accordance with inflation accounting and restated values as of 31 December 2004 considered as cost. 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 after 31 December 2006 are amortized on a straight-line basis based and those purchased between the dates mentioned above are amortized using the double-declining balance method.

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.

XIII. Explanations on 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 Regulation and Accounting Policies 14 “Accounting Standard for Financial Reporting in Hyperinflationary Periods” since the indicators of hyperinflation as disclosed in Article 5 of Regulation and Accounting Policies 14 no longer exist 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 in 2007 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 2003-2006	Purchased in 2007	Purchased between 2008-2009	Purchased in 2010
Movables					
- Office equipment	20%	40% - 50%	20% - 25%	10% - 25%	10% - 25%
- Furniture and fixture	20%	20% - 50%	10% - 20%	12.50% - 20%	12.50% - 20%
- Vehicles	20%	40% - 50%	20% - 50%	20% - 50%	20% - 50%
- Other equipment	20%	4.44% -50%	2.50% -50%	2% - 50%	2.5% - 33.33%
Properties	2%	2%	2%	2%	2%

As of 30 June 2010 the Parent Bank has an impairment provision of TRY 4,402, which had been recorded in the prior years for its buildings.

Gains and losses resulting from the disposal of tangible assets are recognized in “Other Operating Income/Expense” account in the consolidated 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 value.

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 no purchase commitments.

XIV. Explanations on leasing activities

The maximum period of the lease contracts is mostly 4 years. Fixed assets acquired through financial leasing are recognized in tangible assets and depreciated in line with fixed assets group they relate to. The obligations under finance leases arising from the lease contracts are presented under “Finance 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 end of the lease period.

DFS Group has finance lease transactions as “lessor” via its subsidiary, Deniz Leasing. The lease receivables related to leased assets are recorded as finance lease receivables. Periodical financial leasing revenues, total financial leasing investments, unearned finance lease revenues and lease revenues are accounted for during the whole leasing period using the net investment method.

XV. Explanations on provisions and contingent liabilities

Provisions other than specific and general provisions for loans and other receivables and free provisions for probable risks, 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 DFS Group 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 reliably, a provision is recognized. If the amount of the obligation cannot be measured reliably 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 Parent Bank’s attorneys, there are 727 lawsuits against DFS Group with total risks amounting to TRY 56,097, US Dollar 16,299,271 and Euro 3,737,369 as of 30 June 2010. There are also 6,004 follow-up cases amounting to TRY 63,548, US Dollar 659,100 and Euro 1,328,018 in total that are filed by DFS Group and are at courts. DFS Group booked a provision amounting to TRY 4,627 for the continuing lawsuits (31 December 2009: TRY 4,660).

XVI. Explanations on obligations for employee benefits

Provision for employee benefits has been accounted for in accordance with TAS 19 “Employee Benefits”.

In accordance with existing legislation in Turkey, DFS Group is required to make certain payments to each employee whose employment is terminated due to retirement or due to reasons other than resignation or misconduct. The retirement pay is calculated on the basis of 30 days’ pay per year of employment within the Group or the official retirement pay ceiling and the notice pay is calculated for the relevant notice period as determined based on year of employment.

Employee termination benefits calculated by an independent actuary have been recognized in the consolidated financial statements.

There are no employees with definite employment term contract whose contracts will terminate within more than twelve months from the balance sheet date.

Vacation accruals have been calculated upon employees' unused vacation days and recognized in the consolidated financial statements.

There are no foundations, pensions or similar associations which DFS Group's employees are members of.

XVII. Explanations on taxation

1. Current taxes

In accordance with the Corporate Tax Law No:5520 published in the Official Gazette numbered 26205 dated 21 June 2006, the corporate tax rate is levied at 20% beginning from 1 January 2006.

Companies file their corporate tax returns between the 1st and 25th days of the following four months period after 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" in the liabilities and "Current Tax Provision" in the income statement.

In accordance with the Corporate Tax Law, tax losses can be carried forward for five years. The tax authorities can inspect tax returns and the related accounting records back to a maximum period of five years.

Besides institutions reside in Turkey, dividends paid to the offices or the institutions earning through their permanent representatives in Turkey are not subject to withholding tax. According to the decision no. 2006/10731 of the Council of Ministers published in the Official Gazette no. 26237 dated 23 July 2006, certain duty rates included in the articles no.15 and 30 of the new Corporate Tax Law no.5520 are revised. In this respect, the withholding tax rate on the dividend payments other than the ones paid to the nonresident institutions generating income in Turkey through their operations or permanent representatives and the institutions residing in Turkey is 15%. While applying the withholding tax rates on dividend payments to the foreign based institutions and the real persons, the withholding tax rates covered in the related Avoidance of Double Taxation Treaty are taken into account. Addition of profit to capital is not considered as profit distribution and therefore is not subject to withholding tax.

The foreign subsidiaries of DFS Group that operate in Austria, the Russian Federation and Cyprus are subject to corporate tax rates of 25%, 20% and 2%, respectively.

2. Deferred taxes

In accordance with TAS 12 "Income Taxes", DFS Group 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.

Individual deferred tax assets and liabilities of the consolidated entities have been offset in their separate financial statements, but have not been offset in the consolidated balance sheet. As a result of offsetting, deferred tax assets of TRY 82,584 (31 December 2009: TRY 88,281) has been recognized in the accompanying financial statements.

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

XVIII. Additional explanations on borrowings

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

General hedging techniques are used for borrowings against liquidity and currency risks. The Parent Bank applies cash flow hedge accounting to maintain protection for a portion of its floating rate liabilities by interest rate swaps.

The Parent Bank, if required, borrows funds from domestic and foreign institutions. The Parent Bank can also borrow funds in the forms of syndication loans and securitization loans from foreign institutions. Financial instruments representing borrowings are measured at amortised cost based on the internal rate of return subsequent to recognition.

The Parent Bank has not issued convertible bonds. The Parent Bank has no instruments representing borrowings which is directly issued by the Bank. Funds maintained via financial instruments representing borrowings issued by special purpose entity (SPE) are disclosed under "Funds Borrowed".

XIX. Explanations on shares and share issuance

Transactions related to issuance of share certificates are explained in footnote 5.II.9.8. No dividends have been declared subsequent to the balance sheet date.

XX. Explanations on 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.

XXI. Explanations on government grants

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

XXII. Explanations on segment reporting

Segment reporting is presented in Section Four, Footnote VI.

XXIII. Explanations on other matters

None.

SECTION FOUR

CONSOLIDATED FINANCIAL POSITION

I. Explanations related to the consolidated capital adequacy standard ratio

The consolidated capital adequacy ratio is 15,90% as of 30 June 2010 (31 December 2009: 16.72%). This ratio is higher than the stipulated minimum prudential ratio in the related legislation.

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

Consolidated 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. According to the requirements of the Regulation, starting from 30 June 2007, operational risk is included in the computation of capital adequacy ratio. For the calculation of the consolidated capital adequacy ratio, the accounting records prepared in compliance with the current legislation are used. 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 deductions from related assets.

For the calculation of their risk-based values, non-cash loans are weighted and classified according to related risk groups after being multiplied by the rates stated in the Article 5 of “Regulation on Measurement and Assessment of Capital Adequacy Ratios 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 5 of “Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks”.

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2. Consolidated and unconsolidated capital adequacy ratios

Risk Weighted Assets							
Consolidated							
	0%	10%	20%	50%	100%	150%	200%
Credit Risk Base							
Balance Sheet Items (Net)	3,835,176	--	1,540,807	4,582,887	15,703,292	50,301	1,573
Cash in Vault	414,786	--	68	--	--	--	--
Due Dated Financial Assets	--	--	--	--	--	--	--
Central Bank of the Republic of Turkey	647,676	--	--	--	--	--	--
Domestic and Foreign Banks, Foreign Branches	114,362	--	950,941	--	175,238	--	--
Interbank Money Market	390,920	--	--	--	--	--	--
Receivables from Reverse Repos	--	--	--	--	--	--	--
Reserve Deposits	464,610	--	--	--	--	--	--
Loans	867,020	--	393,104	4,461,474	12,480,093	50,301	1,573
Non-performing Loans (Net)	--	--	--	--	369,791	--	--
Receivables from Leasing Operations	--	--	--	--	919,178	--	--
Investments Available-for-Sale	--	--	--	--	12,545	--	--
Investments Held-to-Maturity	641,520	--	37,823	--	5,562	--	--
Receivables from Forward Sale of Assets	--	--	--	--	--	--	--
Miscellaneous Receivables	--	--	6,090	--	1,022,886	--	--
Accrued Interest and Other Income	148,222	--	14,636	121,413	372,146	--	--
Investments in Associates, Subsidiaries and Joint Ventures (Net)	--	--	--	--	13,273	--	--
Tangible Assets	--	--	--	--	165,963	--	--
Other Assets	146,060	--	138,145	--	166,617	--	--
Off-Balance Sheet Items	66,876	--	495,519	301,690	4,242,877	--	--
Non-Cash Loans and Commitments	66,876	--	127,585	301,690	4,130,001	--	--
Derivatives	--	--	367,934	--	112,876	--	--
Accounts Not Risk Weighted	--	--	--	--	--	--	--
Total Risk Weighted Assets	3,902,052	--	2,036,326	4,884,577	19,946,169	50,301	1,573

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Risk Weighted Assets							
The Parent Bank							
	0%	10%	20%	50%	100%	150%	200%
Credit Risk Base							
Balance Sheet Items (Net)	3,179,606	--	1,077,550	3,893,529	12,210,417	50,301	1,573
Cash in Vault	400,870	--	68	--	--	--	--
Due Dated Financial Assets	--	--	--	--	--	--	--
Central Bank of the Republic of Turkey	647,676	--	--	--	--	--	--
Domestic and Foreign Banks, Foreign Branches	14,394	--	539,521	--	226	--	--
Interbank Money Market	390,000	--	--	--	--	--	--
Receivables from Reverse Repos	--	--	--	--	--	--	--
Reserve Deposits	463,584	--	--	--	--	--	--
Loans	431,524	--	372,588	3,779,803	10,719,008	50,301	1,573
Non-performing Loans (Net)	--	--	--	--	287,049	--	--
Receivables from Leasing Operations	--	--	--	--	--	--	--
Investments Available-for-Sale	--	--	--	--	3,907	--	--
Investments Held-to-Maturity	580,124	--	8,915	--	--	--	--
Receivables from Forward Sale of Assets	--	--	--	--	--	--	--
Miscellaneous Receivables	--	--	6,090	--	187,571	--	--
Accrued Interest and Other Income	138,780	--	12,223	113,726	324,624	--	--
Investments in Associates, Subsidiaries and Joint Ventures (Net)	--	--	--	--	409,975	--	--
Tangible Assets	--	--	--	--	166,499	--	--
Other Assets	112,654	--	138,145	--	111,558	--	--
Off-Balance Sheet Items	66,876	--	517,112	301,689	4,187,636	--	--
Non-Cash Loans and Commitments	66,876	--	127,585	301,689	4,078,655	--	--
Derivatives	--	--	389,527	--	108,981	--	--
Accounts Not Risk Weighted	--	--	--	--	--	--	--
Total Risk Weighted Assets	3,246,482	--	1,594,662	4,195,218	16,398,053	50,301	1,573

3. Summary information related to consolidated and unconsolidated capital adequacy ratio

	Consolidated		The Parent Bank	
	Current Period	Prior Period	Current Period	Prior Period
Risk Weighted Assets	22,874,320	20,108,948	18,893,192	16,402,564
Value at Market Risk	483,850	688,088	365,325	418,388
Value at Operational Risk	3,034,474	2,193,067	2,504,466	1,763,496
Shareholders' Equity	4,195,453	3,844,779	3,789,387	3,534,806
Shareholders' Equity / (RWA+VAMR+VAOR)*100	15.90%	16.72%	17.41%	19.02%

RWA: Risk Weighted Assets

VAMR: Value at Market Risk

VAOR: Value at Operational Risk

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4. Components of consolidated shareholders' equity

	Current Period	Prior Period
CORE CAPITAL		
Paid-in Capital	716,100	716,100
Nominal Capital	716,100	716,100
Capital Commitments (-)	--	--
Capital Reserves Arising From Inflation Adjustments to Paid-in Capital	189,164	189,164
Share Premium	98,411	98,411
Share Cancellation Profit	--	--
Legal Reserves	86,880	60,292
I. Legal Reserve (Turkish Commercial Code 466/1)	86,880	60,292
II. Legal Reserve (Turkish Commercial Code 466/2)	--	--
Other Legal Reserve per Special Legislation	--	--
Status Reserves	--	--
Extraordinary Reserves	1,591,024	1,105,602
Reserve Appropriated at the General Assembly	1,572,755	1,067,574
Retained Earnings	--	--
Accumulated Losses	--	--
Foreign Currency Translation Differences	18,269	38,028
Inflation Component of Legal Reserves, Status Reserves and Extraordinary Reserves	--	--
Profit	683,415	888,432
Current Period Profit	326,752	604,785
Prior Periods' Profits	356,663	283,647
Free Provisions Booked for Possible Losses (Up to 25% of the Core Capital)	162,277	140,517
Gain on Sale of Real Estate and Investments in Associates and Subsidiaries to be Added to the Paid-in capital	--	--
Primary Subordinated Loans (Up to 15% of the Core Capital)	--	--
Accumulated Losses (-)	--	--
Current Period Loss	--	--
Prior Periods' Losses	--	--
Leasehold Improvements (-)	71,533	74,855
Prepaid Expenses (-)	65,475	19,335
Intangible Assets (-)	36,929	37,304
Deferred Tax Assets (Amount Exceeding 10% of the Core Capital) (-)	--	--
Amount Excess of Article 56/3 of the Law (-)	--	--
Consolidation Goodwill (Net) (-)	--	--
Total Core Capital	3,353,334	3,067,024
SUPPLEMENTARY CAPITAL		
General Loan Loss Reserves	159,080	135,469
45% of Revaluation Fund of Movable Fixed Assets	--	--
45% of Revaluation Fund of Properties	--	--
Bonus Shares of Associates, Subsidiaries and Entities Under Common Control	11	11
Primary Subordinated Loans Excluded from the Core Capital	--	--
Secondary Subordinated Loans	674,912	624,504
45% of Securities Revaluation Reserve (100% If Negative)	31,818	42,685
Associates and Subsidiaries	--	--
Investments Available-for-Sale	31,818	42,685
Inflation Component of Capital Reserves, Profit Reserves and Prior Period Profits	--	--
Minority Interest	--	--
Total Supplementary Capital	865,821	802,669
TIER III CAPITAL (Including Minority Interest, If Any)	--	--
CAPITAL	4,219,155	3,869,693
DEDUCTIONS FROM CAPITAL	23,702	24,914

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Shares in Unconsolidated Banks and Financial Institutions	10,789	11,688
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 for under the Equity Method	--	--
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 Properties of the Banks, and Net Book Value of the Assets Held for Resale that Should Be Disposed of According to the Article 57 of the Law which is not Disposed of in Five Years after Foreclosure	12,913	13,226
Others	--	--
TOTAL SHAREHOLDERS' EQUITY	4,195,453	3,844,779

II. Explanations related to the consolidated 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 Parent 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 Parent 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	27,146
(II) Capital Obligation against Specific Risk - Standard Method	2,518
(III) Capital Obligation against Currency Risk - Standard Method	9,043
(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	1
(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)	38,708
(IX) Value-At-Market-Risk (12,5 x VIII) or (12,5 x VII)	483,850

III. Explanations related to the consolidated foreign currency exchange rate risk

1. Foreign exchange risk the Group is exposed to, related estimations, and the limits set by the Board of Directors of the Parent Bank for positions which are monitored daily

Foreign currency exchange and parity risks are taken by DFS Group within defined value at risk limits. 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". Value at Risk approach is used to measure the exchange rate risk and calculations are made on a daily basis.

Based on general economic environment and market conditions the Parent Bank's Board of Directors reviews the risk limits daily and makes changes where necessary.

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

In accordance with TAS 39, DFS Group applies net investment hedge accounting to avoid foreign currency exchange rate risk arising from retranslation of its foreign investments in its consolidated financial statements.

3. Foreign exchange risk management strategy

Foreign currency exchange and parity risks are taken by DFS Group within defined value at risk limits. Measurable and manageable risks are taken within legal limits.

4. The Parent 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 as at the balance sheet date TRY 1.5737
Euro purchase rate as at the balance sheet date TRY 1.9292

<u>Date</u>	<u>US Dollar</u>	<u>Euro</u>
24 June 2010	1.5708	1.9307
25 June 2010	1.5750	1.9373
28 June 2010	1.5643	1.9327
29 June 2010	1.5747	1.9217
30 June 2010	1.5737	1.9292

5. The basic arithmetical average of the Parent Bank's foreign exchange bid rate for the last thirty days prior to the balance sheet date

The arithmetical average US Dollar and Euro purchase rates for June 2010 are TRY 1.5701 and TRY 1.9186, respectively.

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6. Information on currency risk

Current Period	EUR	USD	JPY	Other	Total
Assets					
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	779,522	140,585	237	13,074	933,418
Due from Banks and Other Financial Institutions	450,515	350,672	12,625	18,572	832,384
Financial Assets at Fair Value Through Profit or Loss	22,849	102,495	154	30	125,528
Interbank Money Market Placements	--	--	--	--	--
Investment Securities Available-for-Sale	83,989	262,231	--	22,508	368,728
Loans (*)	2,582,859	5,353,742	89,432	182,421	8,208,454
Investments in Subsidiaries and Associates	--	--	--	--	--
Investment Securities Held-to-Maturity	97,618	9,198	--	--	106,816
Hedging Purpose Financial Derivatives	--	13,172	--	--	13,172
Tangible Assets	5,137	41	--	572	5,750
Intangible Assets	2,700	426	--	3,330	6,456
Other Assets (**)	548,812	554,346	1,894	9,868	1,114,920
Total Assets	4,574,001	6,786,908	104,342	250,375	11,715,626
Liabilities					
Bank Deposits	10,836	71,934	--	6,113	88,883
Foreign Currency Deposits	4,956,101	2,793,670	3,669	125,472	7,878,912
Interbank Money Markets	--	--	--	--	--
Funds Borrowed from Other Financial Institutions	1,275,906	4,274,320	91	14,735	5,565,052
Marketable Securities Issued	--	--	--	--	--
Miscellaneous Payables	16,747	112,630	387	3,000	132,764
Hedging Purpose Financial Derivatives	--	11,640	--	--	11,640
Other Liabilities (***)	251,838	92,651	176	1,637	346,302
Total Liabilities	6,511,428	7,356,845	4,323	150,957	14,023,553
Net "On Balance Sheet Position"	(1,937,427)	(569,937)	100,019	99,418	(2,307,927)
Net "Off-Balance Sheet Position"	1,752,308	525,583	(98,577)	(8,170)	2,171,144
Financial Derivatives (Assets)	4,039,820	6,965,046	418,836	672,064	12,095,766
Financial Derivatives (Liabilities)	2,287,512	6,439,463	517,413	680,234	9,924,622
Non-Cash Loans	1,010,704	2,618,526	4,916	89,257	3,723,403
Prior Period					
Total Assets	5,138,189	5,601,088	104,202	266,828	11,110,307
Total Liabilities	6,762,666	6,807,447	3,995	170,004	13,744,112
Net "On Balance Sheet Position"	(1,624,477)	(1,206,359)	100,207	96,824	(2,633,805)
Net "Off-Balance Sheet Position"	1,805,214	1,248,982	(74,634)	(105,112)	2,874,450
Financial Derivatives (Assets)	3,204,372	6,884,385	311,672	629,717	11,030,146
Financial Derivatives (Liabilities)	1,399,158	5,635,403	386,306	734,829	8,155,696
Non-Cash Loans	1,023,058	1,994,282	7,477	93,915	3,118,732

(*) : Foreign currency indexed loans amounting to TRY 1,372,780 are included.

(**) : Foreign currency indexed factoring receivables amounting to TRY 82,331 are included.

(***) : Equity in foreign currencies, amounting to TRY 141,996 is excluded.

IV. Explanations related to the consolidated interest rate risk

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

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 Group'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 Parent Bank relies on sensitivity in determining limits against negative market conditions and monitors the risk within this context. Sensitivity calculations are made and limits are monitored on a weekly basis.

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

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

The Parent Bank uses sensitivity analysis, historical stress-testing and value at risk methods to analyze and take precautions against interest rate risk faced during current period. Interest sensitivity limits have been defined and limits are being monitored on a weekly basis.

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Interest rate sensitivity of assets, liabilities and off-balance sheet items (Based on repricing dates):

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non-Interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	913,014	--	--	--	--	619,466	1,532,480
Due from Banks and Other Fin. Inst.	933,971	26,583	122,773	--	6,914	153,796	1,244,037
Financial Assets at Fair Value Through Profit or Loss	52,283	122,488	55,682	108,738	28,785	460	368,436
Interbank Money Market Placements	390,990	--	--	--	--	--	390,990
Investment Securities Av.-for-Sale	15,537	948,190	759,761	586,987	171,583	12,545	2,494,603
Loans	4,180,527	2,160,892	4,056,975	6,071,980	2,285,102	369,791	19,125,267
Investment Securities Held-to-Mat.	42,379	725,939	39,008	--	--	--	807,326
Other Assets (*)	559,656	355,532	677,197	804,670	44,182	503,235	2,944,472
Total Assets	7,088,357	4,339,624	5,711,396	7,572,375	2,536,566	1,659,293	28,907,611
Liabilities							
Bank Deposits	169,275	3,963	60,772	--	--	93,887	327,897
Other Deposits	9,562,961	1,823,014	1,266,395	910,669	70,795	2,982,545	16,616,379
Interbank Money Market Placements	415,449	--	--	--	--	--	415,449
Miscellaneous Payables	857	827	923	24	--	477,620	480,251
Marketable Securities Issued	--	--	--	--	--	--	--
Funds Borrowed from Other Fin. Inst.	908,670	2,888,354	1,913,094	471,169	35,877	--	6,217,164
Other Liabilities (**)	225,005	28,630	53,981	229,729	32,250	4,280,876	4,850,471
Total Liabilities	11,282,217	4,744,788	3,295,165	1,611,591	138,922	7,834,928	28,907,611
On Balance Sheet Long Position	--	--	2,416,231	5,960,784	2,397,644	--	10,774,659
On Balance Sheet Short Position	(4,193,860)	(405,164)	--	--	--	(6,175,635)	(10,774,659)
Off-Balance Sheet Long Position	--	--	--	--	--	--	--
Off-Balance Sheet Short Position	--	--	--	--	--	--	--
Total Interest Sensitivity Gap	(4,193,860)	(405,164)	2,416,231	5,960,784	2,397,644	(6,175,635)	--

(*) Other assets/non-interest bearings include; Tangible Assets, Intangible Assets, Investments in Associates and Joint Ventures, Tax Assets, Investments in Subsidiaries, Assets Held for Resale and other assets with balances of TRY 237,496, TRY 36,929, TRY 7,324, TRY 88,169, TRY 16,738, TRY 19,241 and TRY 97,338, respectively.

(**) Other liabilities/non-interest bearings include; Shareholders' Equity, Tax Liabilities, Provisions and other liabilities of TRY 3,270,234, TRY 71,711, TRY 554,345, and TRY 384,586, respectively.

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Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non- Interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	861,043	--	--	--	--	516,874	1,377,917
Due from Banks and Other Fin.Inst.	843,958	608	17,770	567	364	137,090	1,000,357
Financial Assets at Fair Value Through Profit or Loss	38,422	54,169	30,446	95,416	26,142	463	245,058
Interbank Money Market Placements	700,426	--	--	--	--	--	700,426
Investment Securities Av.-for-Sale	1,477	490,884	557,046	1,065,482	204,144	4,661	2,323,694
Loans	3,385,526	2,170,611	3,439,124	5,392,794	2,147,819	387,247	16,923,121
Investment Securities Held-to-Mat.	9,560	654,111	104,256	21,765	--	--	789,692
Other Assets (*)	430,231	237,433	600,250	847,311	50,783	416,622	2,582,630
Total Assets	6,270,643	3,607,816	4,748,892	7,423,335	2,429,252	1,462,957	25,942,895
Liabilities							
Bank Deposits	345,436	277	--	--	--	45,117	390,830
Other Deposits	8,194,393	1,561,206	1,288,864	902,797	82,581	2,671,242	14,701,083
Interbank Money Market Placements	299,570	--	--	--	--	--	299,570
Miscellaneous Payables	31,094	284	209	443	--	306,329	338,359
Marketable Securities Issued	--	--	--	--	--	--	--
Funds Borrowed from Other Fin.Inst.	1,384,425	3,254,807	686,986	612,987	98,872	--	6,038,077
Other Liabilities (**)	90,679	23,384	61,711	252,333	24,836	3,722,033	4,174,976
Total Liabilities	10,345,597	4,839,958	2,037,770	1,768,560	206,289	6,744,721	25,942,895
On Balance Sheet Long Position	--	--	2,711,122	5,654,775	2,222,963	--	10,588,860
On Balance Sheet Short Position	(4,074,954)	(1,232,142)	--	--	--	(5,281,764)	(10,588,860)
Off-Balance Sheet Long Position	--	--	--	--	--	--	--
Off-Balance Sheet Short Position	--	--	--	--	--	--	--
Total Interest Sensitivity Gap	(4,074,954)	(1,232,142)	2,711,122	5,654,775	2,222,963	(5,281,764)	--

(*) Other assets/non-interest bearings include; Tangible Assets, Intangible Assets, Investments in Associates, Tax Assets, Investments in Subsidiaries, Assets Held for Resale and other assets with balances of TRY 239,222, TRY 37,304, TRY 7,324, TRY 93,794, TRY 17,637, TRY 18,032, and TRY 3,309, respectively.

(**) Other liabilities/non-interest bearings include; Shareholders' Equity, Tax Liabilities, Provisions and other liabilities with balances of TRY 2,967,948, TRY 81,888, TRY 478,424, and TRY 193,773, respectively.

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4. Average interest rates applied to monetary financial instruments

	EUR	USD	JPY	TRY
Current Period	%	%	%	%
Assets				
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	--	--	--	5.20
Due from Banks and Other Financial Institutions	1.12	2.26	--	9.31
Financial Assets at Fair Value Through Profit or Loss	4.64	4.44	--	8.30
Interbank Money Market Placements	--	--	--	6.50
Investment Securities Available-for-Sale	3.32	4.63	--	11.69
Loans	4.80	4.70	6.69	15.17
Investment Securities Held-to-Maturity	4.33	8.09	--	18.00
Liabilities				
Bank Deposits	3.83	2.43	4.32	8.52
Other Deposits	2.97	3.41	--	9.60
Interbank Money Market Placements	--	--	--	6.69
Miscellaneous Payables	--	--	--	--
Marketable Securities Issued	--	--	--	--
Funds Borrowed from Other Financial Institutions	2.36	1.54	4.32	8.41
Prior Period				
	EUR	USD	JPY	TRY
	%	%	%	%
Assets				
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	--	--	--	5.20
Due from Banks and Other Financial Institutions	0.61	0.87	--	--
Financial Assets at Fair Value Through Profit or Loss	4.45	4.83	--	7.86
Interbank Money Market Placements	--	--	--	6.50
Investment Securities Available-for-Sale	2.76	3.97	--	13.64
Loans	5.90	5.43	6.07	17.93
Investment Securities Held-to-Maturity	6.62	9.64	--	19.24
Liabilities				
Bank Deposits	1.94	2.33	--	7.88
Other Deposits	3.04	2.59	0.91	9.09
Interbank Money Market Placements	--	--	--	6.59
Miscellaneous Payables	--	--	--	--
Marketable Securities Issued	--	--	--	--
Funds Borrowed from Other Financial Institutions	2.13	1.47	2.99	9.92

V. Explanations related to the consolidated liquidity risk

- 1. The sources of the current liquidity risk of DFS Group; whether the necessary precautions have been taken, whether the Board of Directors of the Parent Bank sets limits on the funds available to meet the urgent liquidity requirements and the liabilities which are 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 DFS Group. DFS Group 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 and balances with banks, 7% to investment securities which are easily convertible into cash and the available borrowing limits are not used intensively. DFS Group's short-term liquidity needs are mainly met with deposits and short-term funds borrowed from foreign banks.

- 2. Matching of the interest rates of the payments with assets and liabilities and probable effects of any mismatch on profitability**

DFS Group'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 is allocated to cash balances, 7% to investment securities which are easily convertible into cash in order to meet any urgent liquidity needs. The available borrowing limits (such as Central Bank of the Republic of Turkey and ISE repurchase market) are not used. DFS Group's short-term liquidity needs are mainly met with deposits and short-term funds borrowed from foreign banks.

- 4. Evaluation of DFS Group's cash flows and their resources**

Cash flows of DFS Group are mainly in terms of Turkish Lira, US Dollar and Euro.

In the short and long run, liquidity needs or surplus funds are utilized in interbank money market placements, deposits and loans.

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

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Year	5 Years and Over	Undist. (*)	Total
Assets								
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	1,062,529	1,026	468,925	--	--	--	--	1,532,480
Due from Banks and Other Fin.Inst.	153,796	921,868	3,746	156,189	8,239	199	--	1,244,037
Financial Assets at Fair Value Through Profit or Loss	--	52,557	41,810	55,390	189,330	28,889	460	368,436
Interbank Money Market Placements	--	390,990	--	--	--	--	--	390,990
Investment Securities Av.-for-Sale	--	--	31,177	333,842	1,939,478	177,561	12,545	2,494,603
Loans	369,791	3,092,394	1,126,400	4,147,627	7,453,911	2,935,144	--	19,125,267
Investment Securities Held-to-Mat.	--	--	--	5,859	710,287	91,180	--	807,326
Other Assets (*)	589,087	111,652	351,209	667,318	821,533	44,182	359,491	2,944,472
Total Assets	2,175,203	4,570,487	2,023,267	5,366,225	11,122,778	3,277,155	372,496	28,907,611
Liabilities								
Bank Deposits	93,887	169,280	3,958	60,772	--	--	--	327,897
Other Deposits	2,982,545	9,562,961	1,823,014	1,266,395	910,669	70,795	--	16,616,379
Funds Borrowed from Other Fin.Inst.	--	275,313	154,675	989,286	3,508,439	1,289,451	--	6,217,164
Interbank Money Market Placements	--	415,449	--	--	--	--	--	415,449
Marketable Securities Issued	--	--	--	--	--	--	--	--
Miscellaneous Payables	470,868	857	827	923	24	--	6,752	480,251
Other Liabilities	478,220	225,321	87,030	65,658	227,047	31,933	3,735,262	4,850,471
Total Liabilities	4,025,520	10,649,181	2,069,504	2,383,034	4,646,179	1,392,179	3,742,014	28,907,611
Net Liquidity Gap	(1,850,317)	(6,078,694)	(46,237)	2,983,191	6,476,599	1,884,976	(3,369,518)	--
Prior Period								
Total Assets	1,812,399	4,155,741	1,845,416	4,724,333	9,819,032	3,156,268	429,706	25,942,895
Total Liabilities	3,264,967	8,932,086	1,954,524	2,230,254	4,267,830	1,879,015	3,414,219	25,942,895
Net Liquidity Gap	(1,452,568)	(4,776,345)	(109,108)	2,494,079	5,551,202	1,277,253	(2,984,513)	--

(*) Certain assets on the balance sheet that are necessary for the banking operations but not convertible into cash in the short run such as tangible assets, investments in associates, joint ventures and subsidiaries, stationary supplies and prepaid expenses are included in this column.

VI. Explanations related to the consolidated segment reporting

DFS Group is active in three areas, namely, retail banking, corporate banking, treasury and investment banking.

In retail banking, it offers loan products (consumer loans, mortgage, and vehicle loans), distinctive credit cards, investment products (mutual funds, shares, government bonds/treasury bills, 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, 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, trading of treasury bills, bonds and other local and international securities and derivative products. Servicing the upper segment of wealthy and high income retail customers who require sophisticated banking and investment services falls within the scope of private banking.

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

	Retail Banking	Corporate Banking	Treasury and Investment Banking	Total
Current Period (01.01.2010 - 30.06.2010)				
Operating income	721,798	299,950	185,683	1,207,431
Operating profit before taxes	109,070	132,075	174,981	416,126
Dividend income	--	--	--	2,442
Provision for taxes on income	--	--	--	(91,816)
Net profit for the period				326,752
Current Period (30.06.2010)				
Segment assets	9,544,948	11,339,168	7,060,950	27,945,066
Subsidiaries, associates and JVs	--	--	--	24,062
Undistributed assets	--	--	--	938,483
Total assets				28,907,611
Segment liabilities	11,673,352	4,943,027	7,472,320	24,088,699
Undistributed liabilities	--	--	--	1,548,678
Shareholders' equity	--	--	--	3,270,234
Total liabilities				28,907,611

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	Retail Banking	Corporate Banking	Treasury and Investment Banking	Total
Prior Period (01.01.2009 - 30.06.2009)				
Operating income	702,176	327,684	134,691	1,164,551
Operating profit before taxes	181,815	58,005	101,858	341,678
Dividend income	--	--	--	8,133
Provision for taxes on income	--	--	--	(85,335)
Net profit for the period				264,476
Prior Period (31.12.2009)				
Segment assets	8,455,666	10,102,649	6,620,178	25,178,493
Subsidiaries, associates and JVs	--	--	--	24,961
Undistributed assets	--	--	--	739,441
Total assets				25,942,895
Segment liabilities	10,525,867	4,175,629	7,086,630	21,788,126
Undistributed liabilities	--	--	--	1,186,821
Shareholders' equity	--	--	--	2,967,948
Total liabilities				25,942,895

SECTION FIVE

DISCLOSURES AND FOOTNOTES ON CONSOLIDATED FINANCIAL STATEMENTS

I. Explanations and disclosures related to consolidated assets

1. Information on cash and balances with the Central Bank of the Republic of Turkey

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Cash in TRY / Foreign Currency	150,598	264,188	134,374	211,239
Central Bank of the Republic of Turkey	448,464	669,162	501,921	530,366
Other (*)	--	68	--	17
Total	599,062	933,418	636,295	741,622

(*) Includes TRY 68 of cheques purchased (31 December 2009: TRY 17).

1.1 Information on balances with the Central Bank of the Republic of Turkey

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Unrestricted Demand Deposits	448,464	669,162	501,921	530,366
Unrestricted Time Deposits	--	--	--	--
Restricted Time Deposits	--	--	--	--
Total	448,464	669,162	501,921	530,366

1.2 Information on Central Bank of the Republic of Turkey

According to the Communiqué No. 2005/1 of the Central Bank of the Republic of Turkey; "Announcement on Reserve Deposits"; all the banks operating in Turkey should provide a reserve amounting to 5% of the liabilities in Turkish Lira and 9.5% of the liabilities in US Dollar or Euro. The Central Bank of the Republic of Turkey makes interest payments on TRY reserve deposits on a quarterly basis. The interest rate given by the Central Bank of the Republic of Turkey is 5.20% for TRY as of 30 June 2010 (31 December 2009: 5.20%).

2. Information on financial assets at fair value through profit or loss

2.1 Information on trading securities given as collateral or blocked

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	10,641	18,553	12,073	19,312
Other	--	--	--	--
Total	10,641	18,553	12,073	19,312

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

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2.2 Trading securities subject to repurchase agreements

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Government Bonds	--	--	3,701	--
Treasury Bills	--	--	--	--
Other Debt Securities	--	--	--	--
Bonds Issued or Guaranteed by Banks	--	--	--	--
Asset Backed Securities	--	--	--	--
Other	--	--	--	--
Total	--	--	3,701	--

2.3 Positive value of trading purpose derivatives

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Forward Transactions	1,307	21,319	112	15,219
Swap Transactions	70,851	64,358	45,957	30,060
Futures Transactions	--	523	--	1,163
Options	1,246	16,477	1,764	17,424
Other	--	--	--	--
Total	73,404	102,677	47,833	63,866

3. Information on Banks

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Banks				
Domestic	235,981	191,548	117,135	223,096
Foreign	175,672	640,836	90,034	570,092
Foreign head offices and branches	--	--	--	--
Total	411,653	832,384	207,169	793,188

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 share certificates, debt securities representing government bonds, Eurobonds and foreign currency government bonds issued by the Turkish Treasury and foreign private sector debt securities.

4.2 Investment securities available-for-sale given as collateral

Investment securities available-for-sale given as collateral are government bonds and Eurobonds with carrying value of TRY 489,627 (31 December 2009: TRY 498,979).

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

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Share certificates	--	--	--	--
T-bills, Bonds and Similar Securities	254,832	234,795	227,238	271,741
Other	--	--	--	--
Total	254,832	234,795	227,238	271,741

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

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Government Bonds	107,138	--	328,649	--
Treasury Bills	--	--	--	--
Other Debt Securities	--	--	--	--
Bonds Issued or Guaranteed by Banks	--	--	--	--
Asset Backed Securities	--	--	--	--
Other	--	--	--	--
Total	107,138	--	328,649	--

4.5 Information on available-for-sale securities

	Current Period	Prior Period
Debt instruments	2,485,378	2,323,000
Quoted on Stock Exchange	2,485,378	2,323,000
Unquoted on Stock Exchange	--	--
Share certificates	12,545	4,661
Quoted on Stock Exchange	--	--
Unquoted on Stock Exchange	12,545	4,661
Impairment provision (-)	3,320	3,967
Total	2,494,603	2,323,694

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	--	386	--	453
Loans Granted to Employees	35,472	16	30,306	16
Total	35,472	402	30,306	469

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

	Standard Loans and Other Receivables		Loans and Other Receivables Under Close Monitoring	
	Loans and Other Receivables	Restructured or Rescheduled	Loans and Other Receivables	Restructured or Rescheduled
Cash Loans				
Non-specialized Loans	16,453,755	27,994	915,575	13,112
Discount Notes	70,041	--	81	--
Export Loans	457,867	--	82,166	--
Import Loans	2,352	--	--	--
Loans Given to Financial Sector	676,762	--	--	--
Foreign Loans	656,143	--	--	--
Consumer Loans	4,091,405	27,994	211,264	13,112
Credit Cards	862,093	--	24,572	--
Precious Metal Loans	38,484	--	377	--
Other	9,598,608	--	597,115	--
Specialization Loans	1,170,760	--	162,336	1,719
Other Receivables	10,225	--	--	--
Total	17,634,740	27,994	1,077,911	14,831

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5.3 Information on consumer loans, individual credit cards and personnel credit cards

	Short Term	Medium or Long Term	Total
Consumer Loans-TRY	89,663	3,801,968	3,891,631
Real estate Loans	8,446	1,617,199	1,625,645
Vehicle Loans	5,196	203,823	209,019
General Purpose Loans	75,293	1,980,946	2,056,239
Other	728	--	728
Consumer Loans-Indexed to FC	--	336,316	336,316
Real estate Loans	--	320,566	320,566
Vehicle Loans	--	2,569	2,569
General Purpose Loans	--	13,181	13,181
Other	--	--	--
Consumer Loans-FC	48	36,945	36,993
Real estate Loans	48	23,707	23,755
Vehicle Loans	--	--	--
General Purpose Loans	--	487	487
Other	--	12,751	12,751
Individual Credit Cards-TRY	834,467	6,527	840,994
Installment	249,036	6,527	255,563
Non installment	585,431	--	585,431
Individual Credit Cards-FC	466	--	466
Installment	--	--	--
Non installment	466	--	466
Loans Given to Employees-TRY	2,120	18,405	20,525
Real estate Loans	--	3,457	3,457
Vehicle Loans	24	94	118
General Purpose Loans	2,096	14,854	16,950
Other	--	--	--
Loans Given to Employees - Indexed to FC	--	--	--
Real estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
Loans Given to Employees - FC	--	100	100
Real estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	100	100
Personnel Credit Cards - TRY	13,769	58	13,827
Installment	5,361	58	5,419
Non installment	8,408	--	8,408
Personnel Credit Cards - FC	25	--	25
Installment	--	--	--
Non installment	25	--	25
Overdraft Loans-TRY (Real Persons) (*)	114,574	--	114,574
Overdraft Loans-FC (Real Persons)	482	--	482
Total	1,055,614	4,200,319	5,255,933

(*) Overdrafts used by the personnel of the Parent Bank is TRY 995 (31 December 2009: TRY 1,204).

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5.4 Information on installment commercial loans and corporate credit cards

	Short Term	Medium or Long Term	Total
Installment Commercial Loans - TRY	108,351	1,081,889	1,190,240
Real estate Loans	669	116,262	116,931
Vehicle Loans	4,823	93,017	97,840
General Purpose Loans	102,664	772,411	875,075
Other	195	100,199	100,394
Installment Commercial Loans - Indexed to FC	16,433	288,661	305,094
Real estate Loans	472	29,689	30,161
Vehicle Loans	301	20,516	20,817
General Purpose Loans	15,660	224,174	239,834
Other	--	14,282	14,282
Installment Commercial Loans - FC	--	774	774
Real estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	774	774
Corporate Credit Cards - TRY	31,064	161	31,225
Installment	1,917	161	2,078
Non installment	29,147	--	29,147
Corporate Credit Cards - FC	128	--	128
Installment	--	--	--
Non installment	128	--	128
Overdraft Loans-TRY (Legal Entities)	163,136	--	163,136
Overdraft Loans-FC (Legal Entities)	1,103	--	1,103
Total	320,215	1,371,485	1,691,700

5.5 Domestic and foreign loans

	Current Period	Prior Period
Domestic Loans	18,099,333	16,100,408
Foreign Loans	656,143	435,466
Total	18,755,476	16,535,874

5.6 Loans granted to subsidiaries and associates

	Current Period	Prior Period
Direct Loans Granted to subsidiaries and associates	42,664	--
Indirect Loans Granted to subsidiaries and associates	--	--
Total	42,664	--

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5.7 Specific provisions for loans

Specific Provisions	Current Period	Prior Period
Loans and Receivables with Limited Collectability	36,339	53,088
Loans and Receivables with Doubtful Collectability	129,372	150,496
Uncollectible Loans and Receivables	576,995	463,135
Total	742,706	666,719

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

	Group III Loans and receivables with limited collectability	Group IV Loans and receivables with doubtful collectability	Group V Uncollectible loans and receivables
Current Period	4,878	5,726	12,057
(Gross Amounts Before Specific Reserves)			
Restructured Loans and Other Receivables	--	--	--
Rescheduled Loans and Other Receivables	4,878	5,726	12,057
Prior Period	1,666	15,865	13,760
(Gross Amounts Before Specific Reserves)			
Restructured Loans and Other Receivables	--	--	--
Rescheduled Loans and Other Receivables	1,666	15,865	13,760

5.8.2 Movement of non-performing loans

	Group III Loans and receivables with limited collectability	Group IV Loans and receivables with doubtful collectability	Group V Uncollectible loans and receivables
Balances at Beginning of Period	170,101	318,913	564,952
Additions (+)	274,477	42,054	18,420
Transfers from Other Categories of Non-Performing Loans (+)	--	253,958	264,024
Transfers to Other Categories of Non-Performing Loans (-)	253,958	264,024	--
Collections (-)	65,722	71,515	89,601
Write-offs (-) (*)	--	--	49,582
<i>Corporate and Commercial Loans</i>	--	--	--
<i>Retail Loans</i>	--	--	20,377
<i>Credit Cards</i>	--	--	29,205
<i>Other</i>	--	--	--
Balances at End of the Period	124,898	279,386	708,213
Specific Provisions (-)	36,339	129,372	576,995
Net Balance on Balance Sheet	88,559	150,014	131,218

(*)Based on the resolution of the Parent Bank's Board of Directors, a portion of the credit card and consumer loans portfolio amounting to TRY 49,582 which have been under follow-up for at least 2 years and fully provided against, was sold to Standart Varlık Yönetimi A.Ş for TRY 4,900, with the sales agreement dated 19 January 2010.

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

	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period			
Balance as of the Period End	8,846	16,854	96,345
Specific Provisions (-)	540	9,394	43,085
Net Balance on Balance Sheet	8,306	7,460	53,260
Prior Period			
Balance as of the Period End	12,782	40,381	78,000
Specific Provisions (-)	1,633	13,972	35,838
Net Balance on Balance Sheet	11,149	26,409	42,162

5.8.4 Information on non performing loans according to beneficiary group

	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period (Net)			
Loans Granted to Real Persons and Legal Entities (Gross)	124,258	267,683	705,893
Specific provisions (-)	35,699	117,669	574,679
Loans Granted to Real Persons and Legal Entities (Net)	88,559	150,014	131,214
Banks (Gross)	--	--	--
Specific provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	640	11,703	2,320
Specific provisions (-)	640	11,703	2,316
Other Loan and Receivables (Net)	--	--	4
Prior Period (Net)			
Loans Granted to Real Persons and Legal Entities (Gross)	169,963	307,123	562,759
Specific provisions (-)	52,950	138,706	460,946
Loans Granted to Real Persons and Legal Entities (Net)	117,013	168,417	101,813
Banks (Gross)	--	--	--
Specific provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	138	11,790	2,193
Specific provisions (-)	138	11,790	2,189
Other Loan and Receivables (Net)	--	--	4

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6. Information on investment securities held-to-maturity

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

6.1.1 Information on securities subject to repurchase agreements

Held-to-maturity investments subject to repurchase agreements are government bonds with a book value amounting to TRY 386,852 (31 December 2009: TRY 5,277).

6.1.2 Information on securities given as collateral or blocked

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Bills	--	--	--	--
Bonds and Similar Marketable Securities	195,053	--	181,579	178
Other	--	--	--	--
Total	195,053	--	181,579	178

6.2 Information on government debt securities held-to-maturity

	Current Period	Prior Period
Government Bonds	762,466	724,087
Treasury Bills	--	--
Other Government Debt Securities	--	--
Total	762,466	724,087

6.3 Information on investment securities held-to-maturity

	Current Period	Prior Period
Debt Securities	807,326	790,028
Quoted on Stock Exchange	700,510	653,453
Unquoted on Stock Exchange	106,816	136,575
Impairment (-)	--	336
Total	807,326	789,692

6.4 The movement of investment securities held-to-maturity during the period

	Current Period	Prior Period
Balance at the beginning of the period	789,692	758,201
Foreign exchange differences (*)	37,687	37,159
Purchases	--	--
Disposals/Redemptions	(20,053)	(5,332)
Impairment losses (-)	--	336
Balance at the end of the period	807,326	789,692

(*) Accruals of investment securities held-to-maturity are included in "foreign exchange differences".

The Parent Bank transferred a portion of its securities from "investment securities available-for-sale" portfolio, with a notional amount of TRY 552,934, to the "investment securities held-to-maturity" portfolio due to change in the intention of holding, effective from 1 October 2008. The negative valuation differences amounting to TRY 39,455 under equity accrued until the date of transfer will be amortized and recycled to profit/loss until the maturities of these securities. As of the balance sheet date, the remaining negative valuation difference under equity is TRY 24,796.

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7. Investments in associates

7.1 Investments in unconsolidated associates

	Title	Address (City/Country)	The Parent Bank's share percentage-If different voting percentage (%)	The Parent 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
	3-Emeklilik Gözetim Merkezi A.Ş. (*)	İstanbul/Turkey	--	8
	4-Kredi Garanti Fonu A.Ş.	Ankara/Turkey	2	--

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Fair Value
1	27,034	23,226	2,250	2,183	--	9,289	6,523	--
2	8,228	8,190	1	194	1	142	747	--
3	6,098	4,279	378	560	77	40	585	--
4	--	--	--	--	--	--	--	--

(*) Information on the financial statements are presented as of the year ended 31 December 2009.

(**) Information on the financial statements are presented as of the period ended 31 March 2010.

7.2 Investments in consolidated associates

There are no investments in consolidated associates.

8. Investments in subsidiaries

The Parent Bank acquired 99.6% of the shares of Global Hayat Sigorta A.Ş. from Global Yatırım Holding A.Ş. for TRY 2,515 on 30 March 2007. Global Hayat Sigorta A.Ş. changed its title to Deniz Hayat Sigorta A.Ş. (Deniz Hayat) on 10 August 2007. The paid-in capital of Deniz Hayat has been decided to be further increased by TRY 20,000 in cash on 14 May 2008 and TRY 9,990 of the Parent Bank's total capital commitment amounting to TRY 19,980 was paid in cash on 17 June 2008. The remaining TRY 9,990 will be paid until 6 June 2011. Deniz Hayat obtained the approval of the Republic of Turkey Prime Ministry Undersecretariat of Treasury to establish a private pension company in compliance with Article 8 of Private Pension Savings and Investment System Law numbered 4632. In accordance with this permission, Deniz Hayat changed its title to "Deniz Emeklilik ve Hayat A.Ş." by the resolution of the Extraordinary General Assembly Meeting dated 24 November 2008.

Denizbank AG increased its paid-in capital in cash by Euro 24,990,512 (TRY 55,959) on 27 March 2009 completely to be met by Deniz Leasing. 64% of the Denizbank AG shares are owned by the Parent Bank, while the remaining 36% are owned by Deniz Leasing as of 30 June 2010.

Eurodeniz increased its paid-in capital by US Dollar 800,000 (TRY 1,349) by incorporating its prior periods' income on 11 March 2009.

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8.1 Information on non-consolidated subsidiaries

Title	Address (City/Country)	The Parent Bank's share percentage-if different voting percentage (%)	The Parent Bank's risk group share percentage (%)
1-İntertech Bilgi İşlem ve Pazarlama Ticaret A.Ş.	İstanbul/Turkey	100	--
2-Denizbank Kültür Sanat Yayıncılık Ticaret ve Sanayi A.Ş.	İstanbul/Turkey	100	--
3-Pupa Gayrimenkul Kiralama ve Yönetim Hizmetleri A.Ş.	İstanbul/Turkey	--	100
4-Deniz Yatırım Ortaklığı A.Ş.	İstanbul/Turkey	--	50

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Fair Value
1	6,547	3,886	2,761	204	--	2,079	--	--
2	1,264	1,263	290	--	--	(56)	68	--
3	135,795	(28,665)	123,076	241	--	(2,843)	(67,758)	--
4	28,979	28,925	--	--	1,195	918	3,526	--

Information on the financial statements are presented as of the period ended 30 June 2010.

8.2 Information on consolidated subsidiaries

Title	Address (City/Country)	The Parent Bank's share percentage (%)	Other shareholders' share percentage (%)	Consolidation Method
1 Denizbank AG	Vienna / Austria	64	36	Full consolidation
2 Eurodeniz International Banking Unit Ltd.	Nicosia / Cyprus	100	--	Full consolidation
3 Deniz Yatırım Menkul Kıymetler A.Ş.	İstanbul / Turkey	100	--	Full consolidation
4 Deniz Türev Menkul Değerler A.Ş.	İstanbul / Turkey	88	12	Full consolidation
5 Ekspres Yatırım Menkul Değerler A.Ş.	İstanbul / Turkey	71	29	Full consolidation
6 CJSC Dexia Bank	Moscow / Russia	49	51	Full consolidation
7 Deniz Portföy Yönetimi A.Ş.	İstanbul / Turkey	--	100	Full consolidation
8 Deniz Finansal Kiralama A.Ş.	İstanbul / Turkey	84	16	Full consolidation
9 Deniz Faktoring A.Ş.	İstanbul / Turkey	100	--	Full consolidation
10 Deniz Emeklilik ve Hayat A.Ş.	İstanbul / Turkey	100	--	Full consolidation

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	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Fair Value
1	3,929,682	248,159	7,837	77,492	1,852	11,808	12,694	--
2	1,108,045	7,353	130	28,015	--	4,414	743	--
3	56,460	47,218	514	1,760	180	9,154	9,638	--
4	9,191	9,082	31	409	17	(118)	75	--
5	43,883	42,239	73	2,075	977	1,384	1,603	--
6	237,468	67,998	3,902	6,931	1,187	3,346	923	--
7	2,570	2,168	11	80	2	(193)	(172)	--
8	1,620,285	325,292	77	60,164	--	24,255	(38,774)	--
9	844,083	125,252	88	39,746	--	16,556	19,389	--
10	141,777	53,477	1,474	5,243	3,288	11,370	8,012	--

Information on the financial statements are presented as of the period ended 30 June 2010.

8.2.1 *Movement of consolidated subsidiaries*

	Current Period	Prior Period
Balance at the Beginning of the Period	519,798	462,334
Movements during the Period	(3,513)	57,464
Purchases	--	55,959
Bonus Shares Received	--	1,349
Dividends from Current Year Profit	--	--
Sales	--	--
Revaluation Increase, Effect of Inflation and F/X Difference	(3,513)	156
Allowance for impairment	--	--
Balance at the End of the Period	516,285	519,798
Capital Commitments	9,990	9,990
Share Percentage at the end of Period (%)	--	--

8.2.2 *Sectoral information on the consolidated subsidiaries and the related carrying amounts*

	Current Period	Prior Period
Banks	211,560	215,073
Insurance Companies	13,819	13,819
Factoring Companies	26,107	26,107
Leasing Companies	226,929	226,929
Finance Companies	--	--
Other Subsidiaries	37,870	37,870
Total	516,285	519,798

Balances of the consolidated subsidiaries above have been eliminated in the accompanying financial statements.

8.2.3 *Quoted subsidiaries within the consolidation scope*

None.

8.2.4 *Consolidated subsidiaries disposed during the current period*

None.

8.2.5 *Consolidated subsidiaries acquired during the current period*

None.

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9. Entities Under Common Control (Joint Ventures)

9.1 Information on non-consolidated entities under common control

Title	The Parent Bank's share percentage (%)	The Group's share percentage (%)	Current Assets	Non-Current Assets	Non-Current Liabilities	Income	Expenses
Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş.	33	33	1,098	6,052	3,326	2,149	(2,124)

Information on the financial statements are presented as of the period ended 30 June 2010.

9.2 Information on consolidated entities under common control

There are no entities under common control which are consolidated.

10. Information on lease receivables

10.1 Maturity analysis of finance lease receivables

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	382,806	320,571	438,726	364,974
Between 1-4 years	634,605	558,027	706,167	611,489
Over 4 years	70,846	62,954	99,938	90,022
Total	1,088,257	941,552	1,244,831	1,066,485

10.2 Information on net investments in finance lease receivables

	Current Period	Prior Period
Gross finance lease receivable	1,088,257	1,244,831
Unearned finance income (-)	146,705	178,346
Cancelled leasing agreements (-)	--	--
Net investment on finance leases	941,552	1,066,485

10.3 Information on finance lease agreements of the Group

None.

11. Information on hedging purpose derivatives

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Fair Value Hedge	--	--	--	--
Cash Flow Hedge	209,906	13,172	168,555	14,477
Hedging of a Net Investment in Foreign Subsidiaries	--	--	--	--
Total	209,906	13,172	168,555	14,477

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12. Information on deferred tax asset

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

Deferred tax asset calculated on the basis of related regulation is TRY 82,584 (31 December 2009: TRY 88,281). These balances are the net of deductible and taxable temporary differences calculated as of the balance sheet date.

The following table presents the deferred tax bases:

	Current Period	Prior Period
Deferred Tax Assets:		
Miscellaneous Provisions	56,393	49,094
Valuation Differences of Financial Assets	19,148	20,198
Provision for Employee Benefits	7,628	5,129
Valuation Differences of Derivatives	--	7,229
Other	9,892	11,823
	93,061	93,473
Deferred Tax Liabilities:		
Valuation Differences of Tangible Assets	(5,325)	(5,192)
Valuation Differences of Derivatives	(5,152)	--
	(10,477)	(5,192)
Net Deferred Tax Assets	82,584	88,281

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 prior periods 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 assets held for sale and non-current assets related to discontinued operations

DFS Group has no assets held for sale or discontinued operations during the current period.

14. Information on other assets

14.1 Information on prepaid expense, taxes and similar items

Prepaid expenses are TRY 65,475 (31 December 2009: TRY 19,335).

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

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II. Explanations and disclosures related to consolidated liabilities

1. Information on maturity structure of deposits

Current Period	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6 Months-1 Year	1 Year and Over	Accumulated Deposit Accounts	Total
Saving Deposits	490,493	--	1,016,125	4,352,503	32,305	7,845	25,117	--	5,924,388
Foreign Currency Deposits	1,617,122	--	1,081,409	2,382,016	213,121	944,754	1,628,098	--	7,866,520
Residents in Turkey	897,657	--	1,017,555	2,260,361	126,347	71,658	135,295	--	4,508,873
Residents Abroad	719,465	--	63,854	121,655	86,774	873,096	1,492,803	--	3,357,647
Public Sector Deposits	275,752	--	5,681	7,087	10,039	43	302	--	298,904
Commercial Deposits	563,097	--	826,280	949,969	34,511	4,286	10,271	--	2,388,414
Other Ins. Deposits	23,689	--	56,431	45,495	27	15	104	--	125,761
Precious Metal Deposits	12,392	--	--	--	--	--	--	--	12,392
Bank Deposits	93,887	--	88,157	145,575	278	--	--	--	327,897
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	2,593	--	35,893	6	--	--	--	--	38,492
Foreign Banks	9,588	--	52,264	145,569	278	--	--	--	207,699
Special Finan.Inst.	81,706	--	--	--	--	--	--	--	81,706
Other	--	--	--	--	--	--	--	--	--
Total	3,076,432	--	3,074,083	7,882,645	290,281	956,943	1,663,892	--	16,944,276

Prior Period	Demand	7 Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6 Months-1 Year	1 Year and Over	Accumulated Deposit Accounts	Total
Saving Deposits	464,219	--	600,501	3,650,424	26,297	10,448	23,913	--	4,775,802
Foreign Currency Deposits	1,469,933	--	948,748	2,633,460	111,984	603,480	2,032,257	--	7,799,862
Residents in Turkey	961,110	--	857,337	2,434,214	63,759	104,625	154,652	--	4,575,697
Residents Abroad	508,823	--	91,411	199,246	48,225	498,855	1,877,605	--	3,224,165
Public Sector Deposits	107,555	--	1,051	3,010	22	20	80	--	111,738
Commercial Deposits	597,808	--	598,016	687,027	10,981	30,713	206	--	1,924,751
Other Ins. Deposits	20,185	--	25,892	31,098	59	104	50	--	77,388
Precious Metal Deposits	11,542	--	--	--	--	--	--	--	11,542
Bank Deposits	45,117	--	165,514	177,907	2,292	--	--	--	390,830
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	1,925	--	145,194	31,178	2,032	--	--	--	180,329
Foreign Banks	10,646	--	20,320	146,729	260	--	--	--	177,955
Special Finan.Inst.	32,546	--	--	--	--	--	--	--	32,546
Other	--	--	--	--	--	--	--	--	--
Total	2,716,359	--	2,339,722	7,182,926	151,635	644,765	2,056,506	--	15,091,913

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

	Insurance Fund		Insurance Limit	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	2,417,302	2,129,250	3,441,979	2,592,972
Foreign Currency Saving Deposits	657,635	684,314	1,836,477	2,019,115
Other Saving Deposits	--	--	--	--
Foreign Branches' Deposits Under Foreign Insurance Coverage	--	--	--	--
Off-Shore Deposits Under Foreign Insurance Coverage	--	--	--	--
Total	3,074,937	2,813,564	5,278,456	4,612,087

1.2 Saving deposits in Turkey are not covered by any insurance in any other countries since the Bank's headquarter is not located abroad.

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

	Current Period	Prior Period
Deposits and Other Accounts in Foreign Branches	71,538	77,441
Deposits and Other Accounts belong to Major Shareholders with Their Parents, Spouse and Children under Their Wardship	--	--
Deposits and Other Accounts belong to Members of Board of Directors, CEO and Deputy CEO with Their Parents, Spouse and Children under Their Wardship	10,013	12,803
Deposits and Other Accounts linked to Crimes Mentioned in 282nd Article of 5237 Numbered Turkish Penal Code dated on 26/09/2004	--	--
Deposits belong to Off-Shore Banks who are established in Turkey	23,676	111,657
Total	105,227	201,901

2. Information on trading purpose derivatives

2.1 Negative value of trading purpose derivatives

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Forward Transactions	238	24,136	--	13,493
Swap Transactions	62,945	251,672	46,044	96,976
Futures Transactions	--	1,748	--	53
Options	1,092	14,677	633	18,581
Other	--	--	--	--
Total	64,275	292,233	46,677	129,103

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3. Information on funds borrowed

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Central Bank Loans	--	--	--	--
Domestic Bank and Institutions	405,479	88,159	251,500	58,678
Foreign Bank, Institutions and Funds	246,633	4,701,445	151,675	4,817,317
Total	652,112	4,789,604	403,175	4,875,995

3.1 Maturity information of funds borrowed

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Short-Term	494,564	1,154,680	261,737	737,031
Medium and Long-Term	157,548	3,634,924	141,438	4,138,964
Total	652,112	4,789,604	403,175	4,875,995

The Parent Bank, via a special purpose entity (SPE), obtained a securitization loan with three year grace period for the principal payment, 7 year maturity and quarterly fixed interest payments, amounting to USD 80 Million on 30 June 2005 by the resolution of the Board of Directors dated 28 June 2005 and numbered 2005/33. As of 30 June 2010, the Bank has USD 35 Million outstanding borrowing balance.

The Parent Bank, via a special purpose entity (SPE), obtained a securitization loan with two year grace period for the principal payment, 5 year maturity and quarterly fixed interest payments, amounting to USD 70 Million on 30 June 2005 by the resolution of the Board of Directors dated 28 June 2005 and numbered 2005/33. The outstanding balance of the securitization loan was paid back on 15 March 2010.

The Parent Bank, via a special purpose entity (SPE), obtained a securitization loan with three year grace period for the principal payment, 8 year maturity and quarterly floating interest payments, amounting to USD 350 Million on 28 June 2007 by the resolution of the Board of Directors dated 25 June 2007 and numbered 2007/27. As of 30 June 2010, the outstanding balance of the loan is USD 332.5 Million.

4. If other liabilities line of the balance sheet exceeds 10% of the balance sheet total; excluding the off balance sheet commitments; information on components making up at least 20% of the other liabilities

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

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

None.

5.1 Changes in agreements and further commitments arising

None.

5.2 Obligations under finance leases

None.

5.3 Information on operational leases

DFS Group 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

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unexpired portion of prepayments made for rent agreements on a yearly basis are accounted for under prepaid expenses in “other assets”.

5.4 Information on “Sale -and- lease back” agreements

There is no sale and lease back transactions in the current period.

6. Information on liabilities arising from hedging purpose derivatives

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Fair Value Hedge	--	--	--	--
Cash Flow Hedge	143,662	11,640	173,150	9,636
Hedging of a Net Investment in Foreign Subsidiaries	--	--	--	--
Total	143,662	11,640	173,150	9,636

7. Information on provisions

7.1 Information on general provisions

	Current Period	Prior Period
Provisions for Loans and Receivables in Group I	121,829	103,999
Provisions for Loans and Receivables in Group II	21,855	17,582
Provisions for Non Cash Loans	15,396	13,888
Other	--	--
Total	159,080	135,469

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(*)	17,815	15,698

(*) Foreign exchange differences of foreign currency indexed loans are offset against “Loans and receivables” in assets.

7.3 Information on Provision for Employee Benefits

DFS Group calculated the provision for employee benefits recognized in its consolidated financial statements using the actuarial methods referred to in TAS 19 “Employee Benefits”.

As of 30 June 2010, TRY 20,755 of provision for employment termination benefits (31 December 2009: TRY 11,743) and TRY 20,639 of unused vacation accruals (31 December 2009: TRY 16,704) were recognized in the consolidated financial statements.

7.4 Information on other provisions

7.4.1 Information on free provisions provided for probable risks

	Current Period	Prior Period
Free Provisions Provided for Probable Risks	224,768	191,237

Free provisions for probable risks were provided for probable risks related to the loan portfolio.

7.4.2 Information on other provisions exceeding 10% of total provisions

TRY 35,348 (31 December 2009: TRY 36,589) of other provisions consists of provisions for non-cash loans that are not indemnified and converted into cash. TRY 4,627 (31 December 2008: TRY 4,660) consists of provisions for lawsuits pending against DFS Group and TRY 31,198 (31 December 2009: TRY 30,761) consists of other provisions.

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8. Information on taxation

8.1 Information on current taxes

8.1.1 Information on current tax liability

As of 30 June 2010, the current tax charge of DFS Group is TRY 76,931 (31 December 2009: TRY 255,837), and it has been offset with advance taxes amounting to TRY 46,475 (31 December 2009: TRY 217,107).

As of 30 June 2010, DFS Group's total tax and premium liabilities is TRY 71,711 (31 December 2009: TRY 81,888).

8.1.2 Information on taxes payable

	Current Period	Prior Period
Corporate taxes payable	30,456	38,730
Taxation on securities	10,221	9,380
Capital gains taxes on property	831	727
Banking Insurance Transaction Tax (BITT)	10,942	15,033
Taxes on foreign exchange transactions	--	--
Value added taxes payable	155	522
Other	11,838	10,860
Total	64,443	75,252

8.1.3 Information on premiums

	Current Period	Prior Period
Social security premiums- employee share	3,299	3,039
Social security premiums- employer share	3,229	2,909
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	241	224
Unemployment insurance- employer share	413	373
Other	86	91
Total	7,268	6,636

8.2 Information on deferred tax liabilities

Deferred tax liability calculated on the basis of related regulation is nil (31 December 2009: nil). Information on deferred taxes is disclosed in footnote 12 of "explanations and disclosures related to consolidated assets".

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9. Information on shareholders' equity

9.1 Paid-in capital

	Current Period	Prior Period
Common Stock	716,100	716,100
Preferred Stock	--	--

The Parent Bank's paid-in capital is presented above in nominal values. As of 30 June 2010, the Parent Bank has "other capital reserves" amounting to TRY 189,164 (31 December 2009: TRY 189,164) arising from the effect of inflation restatement of the paid-in capital.

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

Registered paid-in capital system is not applied.

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 in the last fiscal year and at the end of the following period, the general purpose of these commitments and projected resources required to meet these commitments

The capital is totally paid in and there are no capital commitments.

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

Balance sheets of the entities under DFS Group are managed prudently, to minimize the negative effects of interest rate, foreign currency and credit risks. This policy contributes to the progress of DFS Group's profitability with a steady increasing trend.

9.7 Information on the privileges given to stocks representing the capital

The Parent Bank does not have any preferred stocks.

9.8 Common stock issue premiums, shares and equity instruments

	Current Period	Prior Period
Number of Shares (*)	50,368,526	50,368,526
Preferred Stock	--	--
Common Stock Issue Premium (**)	98,411	98,411
Common Stock Cancellation Profits	--	--
Other Equity Instruments	--	--
Total Common Stock Issued (*)	50,369	50,369

* Related to the Bank's paid-in capital increase on 27 September 2004. At that date, the paid-in capital was increased from TRY 202,000 to TRY 290,000; and TRY 50,369 of this TRY 88,000 increase was received in cash through issuance of new shares to the public.

** The share price for the above mentioned public issuance was "twothousandeighthundredandseventyfive" Turkish Liras and a total issuance premium of TRY 94,440 was realized. The inflation restatement effect of TRY 3,911 was also recognized over the original balance until December 2004. A total issuance premium of TRY 60 was realized through the Bank's paid-in capital increase amounting TRY 400,000 on 28 August 2008.

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9.9 Securities Revaluation Reserve

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Associates, Subsidiaries and JVs	--	--	--	--
Valuation Difference	48,913	21,794	74,458	20,397
Foreign Exchange Difference	--	--	--	--
Total	48,913	21,794	74,458	20,397

9.10 Information on hedging funds

9.10.1 Information on cash flow hedge items

The Parent Bank hedges a portion of its floating rate liabilities by interest rate swaps. The effective portion of the fair value losses of those swaps, amounting to TRY 120,476 (31 December 2009: TRY 117,905), has been disclosed in hedging reserves under equity.

9.10.2 Information on hedging foreign net investment risk

DFS Group hedges its foreign currency exchange rate risk from retranslation of its foreign operations by net investment hedge accounting, through recognizing the effective portion of foreign exchange rate changes of a portion of its foreign currency denominated liabilities under equity. The related loss under hedging reserve amounts to TRY 45,002 as of 30 June 2010 (31 December 2009: TRY 67,014).

10. Information on minority shares

None.

III. Explanations and disclosures related to consolidated off-balance sheet items

1. Information related to off-balance sheet commitments

1.1 Type and amount of irrevocable commitments

All of DFS Group's off-balance sheet loan commitments are in the nature of irrevocable commitments. As of 30 June 2010, non-cash loans, commitments for credit card limits and commitments for cheque payments are TRY 6,168,058, TRY 2,862,771 and TRY 759,398, respectively (31 December 2009: TRY 5,093,744, TRY 3,465,961 and TRY 583,772, respectively). These items are detailed 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 considered as financial collateral

As of 30 June 2010, DFS Group has letters of guarantee amounting to TRY 4,386,891, bills of exchange and acceptances amounting to TRY 164,770, and guarantees and sureties on letters of credit amounting to TRY 1,331,285. There are also other guarantees and sureties amounting to TRY 285,112.

As of 31 December 2009 DFS Group has letters of guarantee amounting to TRY 3,770,080, bills of exchange and acceptances amounting to TRY 119,805, and guarantees and sureties on letter of credit amounting to TRY 902,394. There are also other guarantees and sureties amounting to TRY 301,465.

1.2.2 Final guarantees, provisional guarantees, sureties and similar transactions

	Current Period	Prior Period
Provisional Letters of Guarantee	550,952	338,764
Final Letters of Guarantee	3,060,968	2,803,467
Letters of Guarantee for Advances	513,697	425,021
Letters of Guarantee given to Customs Offices	210,633	171,218
Other Letters of Guarantee	50,641	31,610
Total	4,386,891	3,770,080

2. Total amount of non-cash loans

	Current Period	Prior Period
Non-Cash Loans Given for Obtaining Cash Loans	398,847	363,448
With Original Maturity of 1 Year or Less	214,404	151,253
With Original Maturity of More Than 1 Year	184,443	212,195
Other Non-Cash Loans	5,769,211	4,730,296
Total	6,168,058	5,093,744

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IV. Explanations and disclosures related to consolidated statement of income

1. Interest income

1.1 Information on interest income received from loans

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Short Term Loans	407,195	24,402	495,154	34,962
Medium and Long Term Loans	472,163	142,632	477,020	173,543
Loans Under Follow-Up	24,464	--	14,221	--
Premiums Received from Resource Utilization Support Fund	--	--	--	--
Total	903,822	167,034	986,395	208,505

Also includes fees and commissions from cash loans granted.

1.2 Information on interest income received from banks including statutory reserves

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Central Bank of the Republic of Turkey	10,196	--	15,938	--
Domestic Banks	7,763	105	3,523	5,016
Foreign Banks	8,846	711	4,365	10,431
Foreign Head Offices and Branches	--	--	--	--
Total	26,805	816	23,826	15,447

1.3 Information on interest income received from associates and subsidiaries

	Current Period	Prior Period
Interest Received from Associates and Subsidiaries	1,491	--

2. Interest expense

2.1 Information on interest expense related to funds borrowed

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Banks	29,641	44,460	20,278	126,564
Central Bank of the Republic of Turkey	343	--	14	--
Domestic Banks	6,700	782	11,754	1,273
Foreign Banks	22,598	43,678	8,510	125,291
Foreign Head Offices and Branches	--	--	--	--
Other Institutions	--	--	--	--
Total	29,641	44,460	20,278	126,564

Also includes fees and commissions related to funds borrowed.

2.2 Information on interest expense paid to associates and subsidiaries

	Current Period	Prior Period
Interest Paid to Associates and Subsidiaries	736	113

2.3 Information on interest expense paid to securities issued

None.

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3. Information on trading income / loss

	Current Period	Prior Period
Income	9,120,687	10,580,536
Capital Market Transactions	38,012	76,044
Derivative Financial Instruments	419,716	402,583
Foreign Exchange Gains	8,662,959	10,101,909
Loss (-)	9,201,753	10,600,847
Capital Market Transactions	12,585	8,013
Derivative Financial Instruments	622,531	734,761
Foreign Exchange Losses	8,566,637	9,858,073
Net Trading Income / Loss	(81,066)	(20,311)

Net profit from foreign exchange translation differences related to derivative financial instruments is TRY 45,152 (1 January - 30 June 2009: TRY 10,089).

4. Information on other operating income

	Current Period	Prior Period
Reversal of prior periods' provisions	109,748	71,163
Banking activities income from customers	36,888	35,605
Insurance technical provisions and insurance operating income	19,968	12,839
Communication income	4,721	3,780
Cheque book fees	1,764	2,039
Other	22,356	13,446
Total	195,445	138,872

5. Impairment on loans and other receivables

	Current Period	Prior Period
Specific Provisions on Loans and Other Receivables:	215,534	211,738
<i>Loans and Receivables in Group III</i>	502	--
<i>Loans and Receivables in Group IV</i>	--	--
<i>Loans and Receivables in Group V</i>	215,032	211,738
Non-performing Commissions and Other Receivables	--	--
General Loan Loss Provisions	23,611	17,631
Free Provision for Probable Risks	35,225	59,458
Impairment Losses on Securities:	1,999	2,032
<i>Financial Assets at Fair Value Through Profit or Loss</i>	307	108
<i>Investment Securities Available-for-Sale</i>	1,692	1,924
Impairment Losses on Associates, Subsidiaries, Joint Ventures and Investment Securities Held to Maturity:	--	67,758
<i>Associates</i>	--	--
<i>Subsidiaries</i>	--	67,758
<i>Joint Ventures</i>	--	--
<i>Investment Securities Held-to-Maturity</i>	--	--
Other	16,692	27,251
Total	293,061	385,868

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6. Information related to other operational expenses

	Current Period	Prior Period
Personnel Expenses	257,551	231,493
Reserve for Employee Termination Benefits	9,358	1,162
Reserve for Bank's Social Aid Fund Deficit	--	--
Impairment Losses on Tangible Assets	--	--
Depreciation Charges of Tangible Assets	25,294	24,306
Impairment Losses on Intangible Assets	--	--
Amortisation Charges of Intangible Assets	8,525	5,884
Impairment Losses on Investment Accounted for under Equity Method	--	--
Impairment of Assets to be Disposed	--	--
Depreciation of Assets to be Disposed	364	396
Impairment of Assets Held for Sale	--	--
Other Operating Expenses	150,060	129,280
<i>Operational Leases Expenses</i>	35,222	33,301
<i>Repair and Maintenance Expenses</i>	4,046	3,779
<i>Advertisement Expenses</i>	15,299	11,833
<i>Other Expenses (*)</i>	95,493	80,367
Losses on Sale of Assets	1,142	100
Other	45,950	44,384
Total	498,244	437,005

(*) Other expenses in other operational expenses comprises; communication expenses, IT repair and maintenance and software fees, stationery, entertainment and representation, heating and lighting, credit card service fee and others with balances of TRY 18,820, TRY 13,687, TRY 5,773, TRY 3,363, TRY 6,651, TRY 17,373, and TRY 29,826, respectively. (1 January - 30 June 2009: TRY 16,589, TRY 12,142, TRY 6,405, TRY 2,337, TRY 5,781, TRY 17,509 and TRY 19,604, respectively.)

7. Information on tax provision for continued and discontinued operations

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

The current period taxation charge is TRY 79,569 (1 January - 30 June 2009: TRY 139,495) while deferred tax charge is TRY 12,247 (1 January - 30 June 2009: TRY 54,160 deferred tax benefit).

7.2 Deferred tax benefit / (charge) arising from origination or reversal of temporary differences

Deferred tax benefit/charge arising from temporary differences	Current Period	Prior Period
Arising from Origination of Deductible Temporary Differences (+)	13,108	61,405
Arising from Reversal of Deductible Temporary Differences (-)	(14,349)	(1,888)
Arising from Origination of Taxable Temporary Differences (-)	(14,377)	(9,934)
Arising from Reversal of Taxable Temporary Differences (+)	3,371	4,577
Total	(12,247)	54,160

7.3 Deferred tax benefit / (charge) arising from temporary differences, tax losses or unused tax credits

Sources of deferred tax benefit/charge	Current Period	Prior Period
Arising from Origination (+)/ Reversal (-) of Deductible Temporary Differences	(1,241)	59,517
Arising from Origination (-)/ Reversal (+) of Taxable Temporary Differences	(11,006)	(5,357)
Arising from Origination (+)/ Reversal (-) of Tax Losses	--	--
Arising from Origination (+)/ Reversal (-) of Unused Tax Credits	--	--
Total	(12,247)	54,160

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 JUNE 2010

(Currency: Thousands of TRY - Turkish Lira)

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

8. Information on net profit and loss

8.1 *The nature and amount of certain income and expense items from ordinary operations is disclosed if the disclosure for nature, amount and repetition rate of such items is required for the complete understanding of the Bank's performance for the period*

Income generated from DFS Group'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.

8.2 Changes in estimations made by DFS Group with respect to the financial statement items do not have a material effect on profit/loss.

8.3 Since there is no minority interest in the capital of the consolidated subsidiaries of DFS Group, there is no profit or loss attributable to minority interests.

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

9. If "other" lines of the income statement exceeds 10% of the period profit/loss, information on components making up at least 20% of "other" items

Other Fees and Commissions Received	Current Period	Prior Period
Brokerage fees	42,400	28,276
Credit card clearing commissions and others	40,189	34,730
POS commissions	36,321	46,138
Account management fees	12,666	12,322
Remittance commissions	8,884	9,133
Expertise fees	4,480	2,315
Insurance services	4,471	4,776
Other	31,249	23,476
Total	180,660	161,166

Other Fees and Commissions Paid	Current Period	Prior Period
Credit card / POS commissions	34,150	38,654
EFT fees and commissions	1,005	924
Other	11,106	5,699
Total	46,261	45,277

V. Explanations and disclosures related to DFS Group's risk group

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

As of 30 June 2010, DFS Group's own risk group balances are:

Cash loans, finance lease receivables, placements, other assets, deposits, funds borrowed, subordinated loans and non-cash loans amounting to TRY 42,705, TRY 162,771, TRY 72,402, TRY 39,669, TRY 41,870, TRY 3,634,551, TRY 775,448 and TRY 3,417 respectively.

As a result of the transactions with the risk group, the DFS Group has recorded net interest and commission expenses, and derivative transaction losses amounting to TRY 33,633 and TRY 76,254, respectively.

1.1 Information on loans and other receivables to DFS Group's risk group

Current Period

DFS Group's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables						
Balance at the Beginning of the Period	161,431	415	36,860	453	46	8
Balance at the End of the Period	205,736	3,008	111,770	386	41	23
Interest and Commission Income Received	5,002	13	343	77	--	--

Prior Period

DFS Group's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables						
Balance at the Beginning of the Period	--	10	65,579	1,675	66	38
Balance at the End of the Period	161,431	415	36,860	453	46	8
Interest and Commission Income Received	246	--	1,182	--	--	--

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

1.2 Information on deposits held by and funds borrowed from DFS Group's risk group

DFS Group's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholders		Other Real Persons and Legal Entities in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Balance at the Beginning of the Period	12,959	2,122	4,850,931	6,657,408	9,464	3,943
Balance at the End of the Period	31,802	12,959	4,413,073	4,850,931	6,994	9,464
Interest and Commission Expenses	736	566	38,043	110,159	289	212

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

1.3 Information on forward and option agreements and similar agreements made with DFS Group's risk group

DFS Group's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholders		Other Real Persons and Legal Entities in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Transactions for Trading Purposes:						
Balance at the Beginning of the Period	--	--	5,020,815	2,423,657	--	--
Balance at the End of the Period	--	--	4,181,936	5,020,815	--	--
Total Income/Loss	--	--	(72,996)	(76,884)	(43)	12
Transactions for Hedging Purposes:						
Balance at the Beginning of the Period	--	--	267,714	83,699	--	--
Balance at the End of the Period	--	--	283,266	267,714	--	--
Total Income/Loss	--	--	(3,215)	(2,334)	--	--

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

2. Information on transactions with DFS Group'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*

DFS Group performs banking transactions with the risk group on an arms-length basis within 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 policy and other terms of transactions with the risk group entities are set in compliance with the market prices. As of 30 June 2010, cash loans and other receivables of the risk group represent 1% of DFS Group's total cash loans and bank deposits granted, the deposits and borrowings represent 19% of DFS Group's total deposits and borrowings. Non-cash loans granted to risk group companies represent 0.06% of the total balance.

2.3 *Explanations on purchase and sale of real estate and other assets, sales and purchases of services, agency contracts, finance 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 DFS Group belongs to, has finance lease contracts with Deniz Finansal Kiralama A.Ş. The Parent Bank gives brokerage services through its branches for Deniz Yatırım and Deniz Emeklilik. As part of the consolidation adjustments, these balances and transactions have been eliminated from the accompanying financial statements.

SECTION SIX

OTHER DISCLOSURES AND FOOTNOTES

I. Other explanations related to DFS Group's operations

1. Explanations related to DFS Group's operations

European Commission, Belgium, France and Luxembourg governments and Dexia Group; the ultimate parent of DFS Group; agreed in Dexia's ongoing restructuring plan on 5 February 2010. It was affirmed by Dexia Group in its press release dated 6 February 2010 that DenizBank Financial Services Group (DFSG) and Turkish market will remain for Dexia as one of the main growth area in banking business. On the other hand, Dexia Group decided to dispose off its insurance operations in Turkey until 31 October 2012.

On 28 April 2010 the Parent Bank obtained a five year loan (two years grace period) amounting to EUR 20 million from European Bank for Reconstruction and Development to finance investments of farmers and micro and small enterprises operating in agriculture industry.

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

Denizbank's rating by Fitch Ratings

On 8 June 2010, Fitch Ratings affirmed Denizbank's long and short term local and foreign currency IDR's (Issuer Default Ratings), national long-term rating, individual and support ratings, removing Rating Watch Negative (RWN) placed on 5 March 2010 and assigned "Stable" Outlook. The latest ratings of Denizbank are as follows:

Foreign Currency				Local Currency		
Short Term	Long Term	Individual	Support	Short term	Long Term	National
F3 (Stable)	BBB- (Stable)	C (Stable)	2 (Stable)	F3 (Stable)	BBB (Stable)	AAA(tur) (Stable)

Denizbank's rating by Moody's

On 8 January 2010, Moody's upgraded the DenizBank's long term foreign currency deposit rating to Ba3 from B1, and long and short term local currency deposit ratings were affirmed as Baa2 and Prime-2, respectively. The outlooks of the ratings are "Stable". The latest ratings of Denizbank are as follows:

Long Term Foreign Currency Deposit	Long Term Local Currency Deposit	Short Term Foreign Currency Deposit	Short Term Local Currency Deposit	Local Currency Deposit Outlook	Financial Strength Rating	Financial Strength Rating Outlook
Ba3 /Stable	Baa2	Non-Prime	Prime-2	Stable	C-	Stable

3. Subsequent Events

In the Extraordinary General Meeting of the Shareholders of Bantaş Nakit ve Kıymetli Mal Taşım ve Güvenlik Hizmetleri A.Ş held on 23 July 2010, the shareholders decided to increase its paid-in capital by TRY 6,000. The Parent Bank paid its commitment of TRY 2,000 on 2 August 2010.

4. Information about effects of significant changes in foreign exchange rates after balance sheet date that would affect the analysis and decision making process of users and foreign operations of the Parent 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 of the financial statement users.

SECTION SEVEN

INDEPENDENT AUDITORS' REVIEW REPORT

I. Information on the independent auditors' review report

DFS Group's consolidated financial statements and footnotes as of 30 June 2010 have been reviewed by DRT Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. (Member of Deloitte Touche Tohmatsu) and the independent auditors' review report dated 5 August 2010 is presented in front of the financial statements.

II. Disclosures and footnotes prepared by independent auditor

There are no significant issues and required disclosures and footnotes related to DFS Group's operations, deemed as necessary, which have not been explained in the sections above.