

*(Convenience Translation of the Independent Auditor's Report
Originally Prepared and Issued in Turkish See Note 3.1.c)*

DENİZBANK ANONİM ŞİRKETİ AND ITS FINANCIAL SUBSIDIARIES

**INDEPENDENT AUDITOR'S REPORT, CONSOLIDATED
FINANCIAL STATEMENTS AND NOTES
FOR THE YEAR ENDED 31 DECEMBER 2014**

I. Independent Auditor's Report

II. Publicly Disclosed Consolidated Financial Report

Convenience Translation of the Independent Auditor's Report
Originally Issued in Turkish, See Note I.c of Section Three

Denizbank A.Ş.
To the Board of Directors
İstanbul

**DENİZBANK ANONİM ŞİRKETİ
AND ITS FINANCIAL SUBSIDIARIES**

**INDEPENDENT AUDITOR'S REPORT
FOR THE PERIOD 1 JANUARY-31 DECEMBER 2014**

We have audited the consolidated balance sheet of Denizbank A.Ş. ("the Bank") and its consolidated subsidiaries ("the Group") at 31 December 2014 and the related consolidated income statement, consolidated statement of income and expense items accounted under shareholders' equity, consolidated statement of cash flows, consolidated statement of changes in shareholders' equity for the year then ended and a summary of significant accounting policies and other explanatory notes.

Disclosure for the responsibility of the Bank's board of directors:

The Board of Directors of the Bank is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the "Regulation on the Principles and Procedures Regarding Banks' Accounting Applications and Safeguarding of Documents" published in the Official Gazette dated 1 November 2006 and numbered 26333 and Turkish Accounting Standards, Turkish Financial Reporting Standards and other regulations, circulars, communiqués and pronouncements in respect of accounting and financial reporting made by the Banking Regulation and Supervision Agency. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error and selecting and applying appropriate accounting policies.

Disclosure for the Responsibility of the Authorized Audit Firm:

Our responsibility, as independent auditors, is to express an opinion on these consolidated financial statements based on our audit. Our audit has been performed in accordance with "Regulation on Authorisation and Activities of Institutions to Conduct Independent Audit in Banks" published on the Official Gazette No.26333 dated 1 November 2006 and with the Independent Auditing Standards which is a part of Turkish Auditing Standards promulgated by the Public Oversight Accounting and Auditing Standards Authority ("POA"). We planned and conducted our audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the consideration of the effectiveness of internal control and appropriateness of accounting policies applied relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion stated below.

Independent Auditors' Opinion:

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of Denizbank A.Ş. and its consolidated subsidiaries at 31 December 2014 and the results of its operations and its cash flows for the year then ended in accordance with accounting principles and standards set out by regulations in conformity with articles 37 and 38 of the Banking Act No. 5411 and other regulations, communiqués and circulars published by the Banking Regulation and Supervision Board and the pronouncements made by the Banking Regulation and Supervision Agency in respect of accounting and financial reporting.

Report on other responsibilities arising from regulatory requirements

1) In accordance with Article 402 paragraph 4 of the Turkish Commercial Code ("TCC") no 6102; no significant matter has come to our attention that causes us to believe that the Bank's bookkeeping activities for the period 1 January – 31 December 2014 are not in compliance with the code and provisions of the Bank's articles of association in relation to financial reporting.

2) In accordance with Article 402 paragraph 4 of the TCC; the Board of Directors submitted to us the necessary explanations and provided required documents within the context of audit.

Additional paragraph for convenience translation to English:

As explained in detail in Note I.c. of Section Three, the effects of differences between accounting principles and standards set out by regulations in conformity with articles 37 and 38 of the Banking Act No. 5411, accounting principles generally accepted in countries in which the accompanying consolidated financial statements are to be distributed and International Financial Reporting Standards ("IFRS") have not been quantified in the accompanying consolidated financial statements. Accordingly, the accompanying consolidated financial statements are not intended to present the financial position, results of operations and changes in financial position and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

Güney Bağımsız Denetim Ve Serbest Muhasebeci Mali Müşavirlik A.Ş.

A Member Firm of **ERNST&YOUNG GLOBAL LIMITED**

Fatma Ebru Yücel

Partner, SMMM

İstanbul, 19 February 2015

DENİZBANK A.Ş.
CONSOLIDATED FINANCIAL REPORT AS OF 31 DECEMBER 2014

Address of the Bank's Headquarters
Büyükdere Caddesi No:141
34394 -ESENTEPE/İSTANBUL

Telephone and Fax Numbers
Tel : 0.212.348 20 00
Fax: 0.212.336 61 86

Website of the Bank
www.denizbank.com

E-mail address of the Bank
yatirimciiliskileri@denizbank.com

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 AND RISK MANAGEMENT OF THE CONSOLIDATED GROUP
- DISCLOSURES AND FOOTNOTES TO CONSOLIDATED FINANCIAL STATEMENTS
- OTHER DISCLOSURES AND FOOTNOTES
- INDEPENDENT AUDITOR'S 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 Menkul Değerler A.Ş.	--	--
4 Deniz Yatırım Menkul Kıymetler A.Ş.	--	--
5 CJSC Denizbank, Moscow	--	--
6 Deniz Portföy Yönetimi A.Ş.	--	--
7 Deniz Finansal Kiralama A.Ş.	--	--
8 Deniz Faktoring A.Ş.	--	--
9 Deniz Gayrimenkul Yatırım Ortaklığı A.Ş.	--	--
10 Destek Varlık Yönetim A.Ş.	--	--
11 CR Erdberg Eins GmbH & Co KG	--	--

The "Special Purpose Entity", DFS Funding Corp., which is not a subsidiary of the Bank but over which the Bank has 100% controlling power, has been included in consolidation.

The consolidated financial statements and related disclosures and footnotes that were subject to independent audit, 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**.

19 February 2015

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

NIHAT SEVİNÇ

Member of Board of Directors
and Audit Committee

WOUTER G.M. VAN ROSTE

Member of Board of Directors
and Audit Committee

DENIS BUGROV

Member of Board of Directors
and Audit Committee

HERMAN GREF

Chairman of Board of
Directors

Contact information for questions on this financial report:

Name/Title: İmge İhtiyar / Department Head, International Reporting Department
Tel No: 0 212 348 5997
Fax No: 0 212 336 6186

SECTION ONE
General Information

I.	Parent Bank's date of establishment, beginning statute, its history including changes in its statute	1
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 Parent Bank belongs to	1
III.	Explanations regarding the chairman and the members of board of directors, audit committee, general manager and assistants and shares of the Parent Bank they possess and their areas of responsibility	2
IV.	Explanations regarding the real person and corporate qualified shareholders at the Parent Bank	3
V.	Type of services provided and the areas of operations of the Parent Bank	3
VI.	A short explanation on the differences between the communicate on consolidated financial statement reporting and the consolidation procedures required by Turkish Accounting Standards and about institutions that are subject to full consolidation, proportional consolidation, by way of deduction from capital or those that are subject to none	3
VII.	Existing or potential, actual or legal obstacles to immediate transfer of capital between Parent Bank and its subsidiaries and repayment of debts	3

SECTION TWO
Consolidated Financial Statements

I.	Consolidated balance sheets	5
II.	Consolidated statements of off-balance sheet items	7
III.	Consolidated statements of income	8
IV.	Consolidated statements of recognized profits and losses accounted for under equity	9
V.	Consolidated statements of changes in shareholders' equity	10
VI.	Consolidated statements of cash flows	11
VII.	Consolidated profit distribution tables	12

SECTION THREE
Accounting Policies

I.	Basis of presentation	13
II.	Explanation on the strategy for the use of financial instruments and transactions denominated in foreign currencies	14
III.	Information regarding consolidated subsidiaries	15
IV.	Explanations on forward transactions, options and derivative instruments	16
V.	Explanations on interest income and expense	16
VI.	Explanations on fees and commissions	16
VII.	Explanations on financial assets	17
VIII.	Explanations on impairment of financial assets	18
IX.	Explanations on offsetting financial instruments	18
X.	Explanations on sale and repurchase agreements and transactions related to the lending of securities	19
XI.	Explanations on assets held for sale and discontinued operations	19
XII.	Explanations on goodwill and other intangible assets	19
XIII.	Explanations on tangible assets	20
XIV.	Explanations on investment properties	20
XV.	Explanations on leasing activities	21
XVI.	Explanations on provisions and contingent liabilities	21
XVII.	Explanations on obligations for employee benefits	21
XVIII.	Explanations on taxation	22
XIX.	Additional explanations on borrowings	22
XX.	Explanations on issuance of share certificates	23
XXI.	Explanations on acceptances	23
XXII.	Explanations on government grants	23
XXIII.	Explanations on segment reporting	23
XXIV.	Explanations on other matters	23

SECTION FOUR
Consolidated Financial Position and Risk Management

I.	Explanations related to the consolidated capital adequacy standard ratio	24
II.	Explanations related to the consolidated credit risk	36
III.	Explanations related to the consolidated market risk	49
IV.	Explanations related to the consolidated operational risk	50
V.	Explanations related to the consolidated foreign currency exchange rate risk	51
VI.	Explanations related to the consolidated interest rate risk	53
VII.	Position risk of equity shares on banking book	59
VIII.	Explanations related to the consolidated liquidity risk	59
IX.	Securitization exposures	60
X.	Credit risk mitigation techniques	61
XI.	Risk management objectives and policies	62
XII.	Presentation of financial assets and liabilities at their fair value	63
XIII.	Transactions carried out on behalf and account of other parties and fiduciary transactions	65
XIV.	Explanations related to hedging transactions	65
XV.	Explanations related to the consolidated segment reporting	66

SECTION FIVE
Disclosures and Footnotes on Consolidated Financial Statements

I.	Explanations and disclosures related to consolidated assets	68
II.	Explanations and disclosures related to consolidated liabilities	84
III.	Explanations and disclosures related to consolidated off-balance sheet items	92
IV.	Explanations and disclosures related to consolidated statement of income	96
V.	Explanations and disclosures related to consolidated statement of changes in shareholders' equity	101
VI.	Explanations and disclosures related to consolidated cash flow statement	102
VII.	Explanations and disclosures related to DFS Group's risk group	103
VIII.	Domestic, foreign and off-shore banking branches and foreign representatives of the Parent Bank	105

SECTION SIX
Other Disclosures and Footnotes

I.	Other explanations related to DFS Group's operations	106
----	--	-----

SECTION SEVEN
Independent Auditor's Report

I.	Information on the independent auditor's report	107
II.	Disclosures and footnotes prepared by independent auditor	107

SECTION ONE

GENERAL INFORMATION

I. Parent Bank's date of establishment, beginning statute, its history including changes in 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 Borsa İstanbul ("BIST") since 1 October 2004. 0,15% of the Bank's shares are publicly held as of 31 December 2014.

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, Dexia Participation Belgique's ownership rate increased to 99,85%.

On 8 June 2012 Dexia Group and Sberbank of Russia ("Sberbank") have signed a sale and purchase agreement regarding the acquisition of 715.010.291,335 Parent Bank shares representing 99,85% of the Bank's capital. The transaction covers the Parent Bank as well as all of its subsidiaries in Turkey, Austria and Russia. Following all the necessary regulatory authorizations in the countries in which seller and buyer operate including that of the European Commission, after the approvals of Competition Authority on 9 August 2012, the Banking Regulation and Supervision Agency on 12 September 2012 and the Capital Markets Board on 24 September 2012, Dexia has transferred 99,85% of shares of the Parent Bank to Sberbank with a total consideration of TL 6.469.140.728 (Euro 2.790 million) which is the Preliminary Purchase Price determined as per the sale and purchase agreement as of 28 September 2012. Following the completion of the adjustment process of the Preliminary Purchase Price to Purchase Price in accordance with the terms in the Share Purchase Agreement, an additional amount of Euro 185 Million which is equivalent of TL 430.947.685 was paid on 27 December 2012. Ultimately the process was completed with a total Purchase Price of TL 6.900.088.413 (Euro 2.975 million).

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 Parent Bank belongs to

Current Period

Name of the Shareholder	Amount (Full TL)	Share (%)
Sberbank of Russia	715.044.303	99,85
Publicly traded	1.055.663	0,15
Others shareholders	34	-
Total	716.100.000	100,00

Prior Period

Name of the Shareholder	Amount (Full TL)	Share (%)
Sberbank of Russia	715.044.303	99,85
Publicly traded	1.055.663	0,15
Others shareholders	34	-
Total	716.100.000	100,00

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

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

Name	Title	Shares owned (%)
President of the Board of Directors		
Herman Gref	Chairman	-
Board of Directors		
Deniz Ülke Anboğan	Deputy Chairman	-
Hakan Ateş	Member, President and CEO	0,000002
Alexander Vedyakhin	Member	-
Nihat Sevinç	Member	-
Wouter G.M. Van Roste	Member	-
Timur Kozintsev	Member	-
Sergey Gorkov	Member	-
Vadim Kulik	Member	-
Denis Bugrov	Member	-
Derya Kumru	Member	-
Igor Kondrashov	Member	-
Alexander Morozov	Member	-
Artem Dovlatov	Member	-
Audit Committee		
Wouter G.M. Van Roste	Member	-
Denis Bugrov	Member	-
Nihat Sevinç	Member	-
Executive Vice Presidents		
Bora Böcügöz	Treasury, Financial Institutions, Private Banking	-
Suavi Demircioğlu	Financial Affairs	-
Dilek Duman	Information Technologies and Support Operations	-
Tanju Kaya	Central Operations and Foreign Subsidiaries	-
Gökhan Sun	SME and Agricultural Banking	-
Mustafa Özel	Branch and Central Operations	-
İbrahim Şen	Credit Follow-up and Risk Monitoring	-
Mehmet Aydoğdu	Commercial Banking and Public Finance	-
Mustafa Saruhan Özel	Economic Research, Strategy and Project Management	-
Cem Demirağ	Head of Internal Control Unit and Compliance	-
Ali Murat Dizdar	Chief Legal Advisor	-
Ayşenur Hıçkırkan	Card Payment Systems and Non-Branch Sales Channels	-
Murat Çelik	Digital Generation Banking	-
Hayri Cansever	Corporate Banking	-
Selim Efe Teoman	Corporate and Commercial Loans	-
Ramazan Işık	Head of Inspection Board	-
Kürşad Taçalan	General Secretary	-
Ruslan Abil	Group Reporting and Asset/ Liability Management	-
Önder Özcan	Managerial Reporting and Budget Planning	-
Necip Yavuz Elkin	Human Resources and Deniz Academy	-
Burak Koçak	SME Banking	-
Oğuzhan Özark	Retail Banking Affluent Banking Sales Management	-
Cemil Cem Önenç	Private Banking	-
Sinan Yılmaz	Risk Management Group leader	-
Hakan Turan Pala	Corporate and Commercial Loans Analysis	-
Fatma Ayperli Karahan	Individual SME and Agricultural Banking Loans	-
Edip Kürşad Başer (*)	Corporate Loans Policies	-

(*) In the meeting of the Parent Bank's Board of Directors dated 22 October 2014, it was decided to appoint the Bank's Risk Monitoring, Legal Proceedings Performance and Reporting Group Manager, Edip Kürşad Başer as the Vice President in charge of Corporate Loans Policies Group.

IV. Explanations regarding the real person and corporate qualified shareholders at the Parent Bank

Commercial Title	Share Amounts	Share Percentages	Paid-in Capital	Unpaid Capital
Sberbank of Russia	715.044	%99,85	715.044	–

Sberbank of Russia is the controlling party of the Parent Bank's capital having both direct and indirect qualified shares.

As of 31 December 2014 the capital structure of Sberbank of Russia is as follows:

Shareholders	Share Percentages
Central Bank of Russia	%50,00
Publicly traded	%50,00
Total	%100,00

Central Bank of Russia has 50% share and 1 voting right share.

V. 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 715 domestic and 1 foreign branch as of 31 December 2014.

Activities of the Parent Bank as stated in the 3rd clause of the Articles of Association are as follows:

In accordance with the Banking Law and regulations;

- Performing all kinds of 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.
- Establishing domestic and/or foreign entities and participating in existing entities. Entering into loan and intelligence agreements with domestic and international financial institutions. Participating in consortiums and syndications.
- Incorporating insurance companies, operating insurance agencies, participating in insurance companies which are existing or planned to be founded.

Apart from the above-mentioned activities, in case different activities deemed advantageous and necessary for the company are to be undertaken in the future, they will be submitted to approval of the General Assembly based on Board of Director's decision and the company will be able to implement activities after the relevant decision is made by General Assembly.

VI. A short explanation on the differences between the communiqué on consolidated financial statement reporting and the consolidation procedures required by Turkish Accounting Standards and about institutions that are subject to full consolidation, proportional consolidation, by way of deduction from capital or those that are subject to none.

Banks are obligated to prepare consolidated financial statements for credit institutions and financial subsidiaries for creating legal restrictions on a consolidated basis based on the "Communiqué on Preparation of Consolidated Financial Statements of Banks" by applying Turkish Accounting Standards. There is not any difference between the related Communiqué and the consolidation operations based on Turkish Accounting Standards except the scope of non-financial associate and subsidiary. Information in regards to consolidated subsidiaries and consolidation methods are given in Section 3 Note III.

VII. Existing or potential, actual or legal obstacles to immediate transfer of capital between Parent Bank and its subsidiaries and repayment of debts.

None.

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**
- VII. Consolidated Profit Distribution Tables**

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS
(STATEMENTS OF FINANCIAL POSITION)
AS OF 31 DECEMBER 2014 AND 2013
(Currency: Thousands of TL- Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

ASSETS	Footnotes	CURRENT PERIOD (31/12/2014)			PRIOR PERIOD (31/12/2013)		
		TL	FC	Total	TL	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	(5.1.a)	839.751	8.618.421	9.458.172	1.270.924	7.544.120	8.815.044
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)	(5.1.b)	286.442	602.301	888.743	255.463	879.197	1.134.660
2.1 Financial Assets Held For Trading		286.442	602.301	888.743	255.463	879.197	1.134.660
2.1.1 Public Sector Debt Securities		105.997	5.770	111.767	13.233	5.777	19.010
2.1.2 Share Certificates		97	148	245	32.698	263	32.961
2.1.3 Positive Value of Trading Purpose Derivatives		179.917	596.383	776.300	154.962	873.157	1.028.119
2.1.4 Other Securities		431	-	431	54.570	-	54.570
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.c)	429.142	4.212.920	4.642.062	223.090	2.353.883	2.576.973
IV. DUE FROM MONEY MARKETS		980.123	-	980.123	1.290.942	-	1.290.942
4.1 Interbank Money Market		7.325	-	7.325	437	-	437
4.2 Istanbul Stock Exchange		-	-	-	-	-	-
4.3 Reverse Repurchase Agreements		972.798	-	972.798	1.290.505	-	1.290.505
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(5.1.d)	6.443.558	1.965.623	8.409.181	3.610.873	1.312.077	4.922.950
5.1 Share Certificates		3.929	15	3.944	4.089	15	4.104
5.2 Public Sector Debt Securities		6.428.923	1.587.224	8.016.147	3.603.473	1.046.861	4.650.334
5.3 Other Securities		10.706	378.384	389.090	3.311	265.201	268.512
VI. LOANS AND RECEIVABLES	(5.1.e)	36.076.789	24.760.847	60.837.636	32.192.348	20.584.435	52.776.783
6.1 Loans and Receivables		35.473.396	24.757.567	60.230.963	31.764.709	20.573.592	52.338.301
6.1.1 Loans Utilized to the Bank's Risk Group		48	-	48	24.524	-	24.524
6.1.2 Public Sector Debt Securities		-	-	-	-	-	-
6.1.3 Others		35.473.348	24.757.567	60.230.915	31.740.185	20.573.592	52.313.777
6.2 Loans under Follow-Up		1.968.609	13.228	1.981.837	1.580.049	30.044	1.610.093
6.3 Specific Provisions (-)		1.365.216	9.948	1.375.164	1.152.410	19.201	1.171.611
VII. FACTORING RECEIVABLES		1.708.896	66.117	1.775.013	1.564.755	341.374	1.906.129
VIII. INVESTMENT HELD TO MATURITY (Net)	(5.1.f)	2.726.604	415.596	3.142.200	2.159.096	412.366	2.571.462
8.1 Public Sector Debt Securities		2.726.604	383.363	3.109.967	2.159.096	362.298	2.521.394
8.2 Other Securities		-	32.233	32.233	-	50.068	50.068
IX. INVESTMENTS IN ASSOCIATES (Net)	(5.1.g)	10.147	-	10.147	10.078	-	10.078
9.1 Associates accounted for Under Equity Method		-	-	-	-	-	-
9.2 Unconsolidated Associates		10.147	-	10.147	10.078	-	10.078
9.2.1 Financial Associates		1.508	-	1.508	1.439	-	1.439
9.2.2 Non-Financial Associates		8.639	-	8.639	8.639	-	8.639
X. INVESTMENTS IN SUBSIDIARIES (Net)	(5.1.h)	5.649	98	5.747	5.649	29	5.678
10.1 Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
10.2 Unconsolidated Non-Financial Subsidiaries		5.649	98	5.747	5.649	29	5.678
XI. ENTITIES UNDER COMMON CONTROL (JOINT VENT.) (Net)	(5.1.i)	2.800	-	2.800	2.800	-	2.800
11.1 Joint Ventures accounted for Under Equity Method		-	-	-	-	-	-
11.2 Unconsolidated Joint Ventures		2.800	-	2.800	2.800	-	2.800
11.2.1 Financial Joint Ventures		-	-	-	-	-	-
11.2.2 Non-Financial Joint Ventures		2.800	-	2.800	2.800	-	2.800
XII. LEASE RECEIVABLES (Net)	(5.1.j)	687.665	1.264.080	1.951.745	592.099	1.191.357	1.783.456
12.1 Financial Lease Receivables		868.575	1.437.162	2.305.737	750.422	1.358.437	2.108.859
12.2 Operational Lease Receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned Income (-)		180.910	173.082	353.992	158.323	167.080	325.403
XIII. HEDGING PURPOSE DERIVATIVES	(5.1.k)	-	-	-	-	-	-
13.1 Fair Value Hedge		-	-	-	-	-	-
13.2 Cash Flow Hedge		-	-	-	-	-	-
13.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)	(5.1.l)	434.980	72.678	507.658	395.687	13.767	409.454
XV. INTANGIBLE ASSETS (Net)	(5.1.m)	149.992	3.983	153.975	157.449	5.614	163.063
15.1 Goodwill		869	-	869	869	-	869
15.2 Others		149.123	3.983	153.106	156.580	5.614	162.194
XVI. INVESTMENT PROPERTIES (Net)	(5.1.n)	128.137	-	128.137	119.573	-	119.573
XVII. TAX ASSETS	(5.1.o)	132.796	3.350	136.146	155.595	8.758	164.353
17.1 Current Tax Assets		618	-	618	33.299	3.349	36.648
17.2 Deferred Tax Assets		132.178	3.350	135.528	122.296	5.409	127.705
XVIII. ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	(5.1.p)	-	-	-	-	-	-
18.1 Held For Sale		-	-	-	-	-	-
18.2 Discontinued Operations		-	-	-	-	-	-
XIX. OTHER ASSETS	(5.1.q)	821.095	552.434	1.373.529	760.365	254.029	1.014.394
TOTAL ASSETS		51.864.566	42.538.448	94.403.014	44.766.786	34.901.006	79.667.792

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS
(STATEMENTS OF FINANCIAL POSITION)
AS OF 31 DECEMBER 2014 AND 2013
(Currency: Thousands of TL- Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

LIABILITIES AND EQUITY	Footnotes	CURRENT PERIOD (31/12/2014)			PRIOR PERIOD (31/12/2013)		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	(5.II.a)	25.300.476	38.818.594	64.119.070	21.952.972	30.503.558	52.456.530
1.1 Deposits of the Bank's Risk Group		37.485	451.880	489.365	20.905	668.791	689.696
1.2 Others		25.262.991	38.366.714	63.629.705	21.932.067	29.834.767	51.766.834
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(5.II.b)	88.654	743.305	831.959	263.073	191.753	454.826
III. FUNDS BORROWED	(5.II.c)	1.902.190	7.445.454	9.347.644	2.408.670	8.576.156	10.984.826
IV. DUE TO MONEY MARKETS		2.698.848	52.358	2.751.206	697.467	63.838	761.305
4.1 Interbank Money Market		-	-	-	51	-	51
4.2 Istanbul Stock Exchange		-	-	-	-	-	-
4.3 Repurchase Agreements		2.698.848	52.358	2.751.206	697.416	63.838	761.254
V. SECURITIES ISSUED (Net)	(5.II.d)	1.934.739	-	1.934.739	1.620.133	-	1.620.133
5.1 Bills		1.161.163	-	1.161.163	857.025	-	857.025
5.2 Asset Backed Securities		568.084	-	568.084	567.759	-	567.759
5.3 Bonds		205.492	-	205.492	195.349	-	195.349
VI. FUNDS		-	-	-	-	-	-
6.1 Borrowers Funds		-	-	-	-	-	-
6.2 Others		-	-	-	-	-	-
VII. SUNDRY CREDITORS		990.957	441.842	1.432.799	990.325	512.336	1.502.661
VIII. OTHER EXTERNAL RESOURCES	(5.II.e)	876.467	642.859	1.519.326	795.970	1.504.884	2.300.854
IX. FACTORING PAYABLES		-	-	-	-	-	-
X. LEASE PAYABLES (Net)	(5.II.f)	-	-	-	-	-	-
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.g)	-	-	-	-	-	-
11.1 Fair Value Hedge		-	-	-	-	-	-
11.2 Cash Flow Hedge		-	-	-	-	-	-
11.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XII. PROVISIONS	(5.II.h)	1.052.545	27.887	1.080.432	951.895	50.801	1.002.696
12.1 General Provisions		813.128	-	813.128	700.374	-	700.374
12.2 Restructuring Provisions		-	-	-	-	-	-
12.3 Reserve for Employee Benefits		95.511	3.826	99.337	85.178	3.067	88.245
12.4 Insurance Technical Provisions (Net)		-	-	-	-	-	-
12.5 Other Provisions		143.906	24.061	167.967	166.343	47.734	214.077
XIII. TAX LIABILITIES	(5.II.i)	270.673	31.019	301.692	125.737	16.045	141.782
13.1 Current Tax Liability		269.914	19.376	289.290	123.827	14.964	138.791
13.2 Deferred Tax Liability		759	11.643	12.402	1.910	1.081	2.991
XIV. SALE AND DISCONTINUED OPERATIONS (Net)	(5.II.j)	-	-	-	-	-	-
14.1 Held For Sale		-	-	-	-	-	-
14.2 Discontinued Operations		-	-	-	-	-	-
XV. SUBORDINATED LOANS	(5.II.k)	-	3.922.963	3.922.963	-	2.353.810	2.353.810
XVI. SHAREHOLDERS' EQUITY	(5.II.l)	5.934.643	1.226.541	7.161.184	5.303.837	784.532	6.088.369
16.1 Paid-In Capital		716.100	-	716.100	716.100	-	716.100
16.2 Supplementary Capital		104.388	(15.852)	88.536	(137.164)	(43.862)	(181.026)
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		(122.828)	(15.961)	(138.789)	(306.897)	(43.618)	(350.515)
16.2.4 Revaluation Fund on Tangible Assets	(5.II.l)	306.054	-	306.054	306.054	-	306.054
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)		(366.424)	109	(366.315)	(423.907)	(244)	(424.151)
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		3.957.241	282.578	4.239.819	3.498.827	417.004	3.915.831
16.3.1 Legal Reserves		144.542	5.019	149.561	144.542	5.019	149.561
16.3.2 Status Reserves		-	-	-	-	-	-
16.3.3 Extraordinary Reserves		3.791.149	11.173	3.802.322	3.336.994	11.173	3.348.167
16.3.4 Other Profit Reserves		21.550	266.386	287.936	17.291	400.812	418.103
16.4 Profit or Loss		1.150.608	959.815	2.110.423	1.188.782	411.390	1.600.172
16.4.1 Prior Periods' Profits / Losses		600.474	572.540	1.173.014	301.139	287.803	588.942
16.4.2 Current Period Profit / Loss		550.134	387.275	937.409	887.643	123.587	1.011.230
16.5 Minority Shares	(5.II.l)	6.306	-	6.306	37.292	-	37.292
TOTAL LIABILITIES AND EQUITY		41.050.192	53.352.822	94.403.014	35.110.079	44.557.713	79.667.792

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF
OFF-BALANCE SHEET ITEMS
AS OF 31 DECEMBER 2014 AND 2013
(Currency: Thousands of TL- Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

	Footnotes	CURRENT PERIOD (31/12/2014)			PRIOR PERIOD (31/12/2013)		
		TL	FC	Total	TL	FC	Total
A. OFF BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)		44.302.457	67.360.939	111.663.396	39.511.070	61.697.941	101.209.011
I. GUARANTEES	(5.III.a)	7.621.663	12.830.451	20.452.114	6.596.343	11.819.173	18.415.516
1.1. Letters of Guarantee		7.605.157	8.682.426	16.287.583	6.585.003	7.281.121	13.866.124
1.1.1. Guarantees Subject to State Tender Law		-	-	-	-	-	-
1.1.2. Guarantees Given for Foreign Trade Operations		79.122	123.924	203.046	79.122	170.493	249.615
1.1.3. Other Letters of Guarantee		7.526.035	8.558.502	16.084.537	6.505.881	7.110.628	13.616.509
1.2. Bank Acceptances		10.626	104.313	114.939	1.566	137.916	139.482
1.2.1. Import Letter of Acceptance		10.626	104.313	114.939	1.566	133.529	135.095
1.2.2. Other Bank Acceptances		-	-	-	-	4.387	4.387
1.3. Letters of Credit		2.020	2.492.163	2.494.183	3.148	2.692.992	2.696.140
1.3.1. Documentary Letters of Credit		2.020	1.993.680	1.995.700	3.055	2.285.477	2.288.532
1.3.2. Other Letters of Credit		-	498.483	498.483	93	407.515	407.608
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		3.860	1.551.549	1.555.409	6.626	1.707.144	1.713.770
1.9. Other Sureties		-	-	-	-	-	-
II. COMMITMENTS	(5.III.a)	24.276.613	3.263.744	27.540.357	15.713.821	3.588.438	19.302.259
2.1. Irrevocable Commitments		20.916.335	3.263.744	24.180.079	14.589.203	3.588.438	18.177.641
2.1.1. Asset Purchase and Sale Commitments		370.490	2.174.873	2.545.363	1.377.029	2.299.926	3.676.955
2.1.2. Deposit Purchase and Sales Commitments		-	465.380	465.380	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4. Loan Granting Commitments		9.565.147	69.575	9.634.722	4.046.189	117.000	4.163.189
2.1.5. Securities Issuance Brokerage Commitments		-	-	-	-	-	-
2.1.6. Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7. Commitments for Cheque Payments		1.669.129	-	1.669.129	1.415.524	-	1.415.524
2.1.8. Tax and Fund Obligations from Export Commitments		393	-	393	864	-	864
2.1.9. Commitments for Credit Card Limits		9.098.404	-	9.098.404	7.731.311	-	7.731.311
2.1.10. Commitments for Promotional Operations Re-Credit Cards and Banking Services		-	-	-	-	-	-
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		212.772	553.916	766.688	18.286	1.171.512	1.189.798
2.2. Revocable Commitments		3.360.278	-	3.360.278	1.124.618	-	1.124.618
2.2.1. Revocable Loan Granting Commitments		3.359.719	-	3.359.719	1.124.059	-	1.124.059
2.2.2. Other Revocable Commitments		559	-	559	559	-	559
III. DERIVATIVE FINANCIAL INSTRUMENTS	(5.III.b)	12.404.181	51.266.744	63.670.925	17.200.906	46.290.330	63.491.236
3.1. Hedging Purpose Derivatives		-	-	-	-	-	-
3.1.1. Fair Value Hedge		-	-	-	-	-	-
3.1.2. Cash Flow Hedge		-	-	-	-	-	-
3.1.3. Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
3.2. Trading Purpose Derivatives		12.404.181	51.266.744	63.670.925	17.200.906	46.290.330	63.491.236
3.2.1. Forward Foreign Currency Purchases/Sales		644.004	1.940.857	2.584.861	1.994.052	3.310.137	5.304.189
3.2.1.1. Forward Foreign Currency Purchases		148.753	1.131.498	1.280.251	798.597	1.874.345	2.672.942
3.2.1.2. Forward Foreign Currency Sales		495.251	809.359	1.304.610	1.195.455	1.435.792	2.631.247
3.2.2. Currency and Interest Rate Swaps		8.258.279	44.494.016	52.752.295	7.958.719	34.886.842	42.845.561
3.2.2.1. Currency Swaps-Purchases		1.065.891	20.588.561	21.654.452	1.264.852	15.917.855	17.182.707
3.2.2.2. Currency Swaps-Sales		7.092.388	13.833.794	20.926.182	6.593.867	10.059.978	16.653.845
3.2.2.3. Interest Rate Swaps-Purchases		50.000	5.032.839	5.082.839	50.000	4.454.505	4.504.505
3.2.2.4. Interest Rate Swaps-Sales		50.000	5.038.822	5.088.822	50.000	4.454.504	4.504.504
3.2.3. Currency, Interest Rate and Security Options		2.783.038	3.298.820	6.081.858	7.166.756	8.025.407	15.192.163
3.2.3.1. Currency Options-Purchases		1.672.663	1.348.804	3.021.467	3.074.785	4.378.541	7.453.326
3.2.3.2. Currency Options-Sales		1.110.375	1.950.016	3.060.391	3.941.971	3.437.726	7.379.697
3.2.3.3. Interest Rate Options-Purchases		-	-	-	-	184.882	184.882
3.2.3.4. Interest Rate Options-Sales		-	-	-	150.000	24.258	174.258
3.2.3.5. Securities Options-Purchases		-	-	-	-	-	-
3.2.3.6. Securities Options-Sales		-	-	-	-	-	-
3.2.4. Currency Futures		-	-	-	-	-	-
3.2.4.1. Currency Futures-Purchases		-	-	-	-	-	-
3.2.4.2. Currency Futures-Sales		-	-	-	-	-	-
3.2.5. Interest Rate Futures		-	-	-	-	-	-
3.2.5.1. Interest Rate Futures-Purchases		-	-	-	-	-	-
3.2.5.2. Interest Rate Futures-Sales		-	-	-	-	-	-
3.2.6. Others		718.860	1.533.051	2.251.911	81.379	67.944	149.323
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		243.397.177	61.842.442	305.239.619	177.689.601	47.475.808	225.165.409
IV. ITEMS HELD IN CUSTODY		36.797.814	2.184.108	38.981.922	18.934.749	1.426.461	20.361.210
4.1. Customers' Securities and Portfolios Held		299.568	-	299.568	161.547	-	161.547
4.2. Securities Held in Custody		35.014.258	779.473	35.793.731	17.538.558	437.538	17.976.096
4.3. Checks Received for Collection		499.653	1.104.902	1.604.555	498.193	813.467	1.311.660
4.4. Commercial Notes Received for Collection		983.284	279.876	1.263.160	735.455	161.939	897.394
4.5. Other Assets Received for Collection		-	-	-	-	-	-
4.6. Assets Received for Public Offering		-	-	-	-	-	-
4.7. Other Items under Custody		-	19.857	19.857	-	13.517	13.517
4.8. Custodians		1.051	-	1.051	996	-	996
V. PLEDGED ITEMS		206.175.824	57.142.928	263.318.752	158.403.506	43.795.370	202.198.876
5.1. Securities		2.786.914	64.104	2.851.018	2.339.858	59.598	2.399.456
5.2. Guarantee Notes		137.345.843	22.398.245	159.744.088	107.339.454	19.253.329	126.592.783
5.3. Commodities		12.496.974	3.232.654	15.729.628	7.119.642	3.002.721	10.122.363
5.4. Warrants		-	-	-	-	-	-
5.5. Immovables		48.472.976	22.774.535	71.247.511	37.294.286	17.631.824	54.926.110
5.6. Other Pledged Items		5.073.117	8.673.390	13.746.507	4.310.266	3.847.898	8.158.164
5.7. Pledged Items-Depository		-	-	-	-	-	-
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		423.539	2.515.406	2.938.945	351.346	2.253.977	2.605.323
TOTAL OFF BALANCE SHEET ITEMS (A+B)		287.699.634	129.203.381	416.903.015	217.200.671	109.173.749	326.374.420

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF INCOME
FOR THE YEARS 31 DECEMBER 2014 AND 2013
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

INCOME AND EXPENSE ITEMS	Footnotes	CURRENT PERIOD	PRIOR PERIOD
		(01/01-31/12/2014)	(01/01-31/12/2013)
I. INTEREST INCOME	(5.IV.a)	7.079.870	5.453.623
1.1 Interest from Loans		5.920.893	4.561.167
1.2 Interest from Reserve Deposits		756	-
1.3 Interest from Banks		50.618	13.830
1.4 Interest from Money Market Transactions		73.021	8.620
1.5 Interest from Securities Portfolio		819.343	689.462
1.5.1 Trading Securities		26.045	94.985
1.5.2 Financial Assets at Fair Value Through Profit or Loss		-	-
1.5.3 Available for Sale Securities		491.745	500.573
1.5.4 Held to Maturity Securities		301.553	93.904
1.6 Interest from Financial Leases		166.286	141.466
1.7 Other Interest Income		48.953	39.078
II. INTEREST EXPENSE	(5.IV.b)	3.453.224	2.443.245
2.1 Interest on Deposits		2.550.278	1.922.092
2.2 Interest on Funds Borrowed		574.601	351.252
2.3 Interest on Money Market Transactions		127.125	48.255
2.4 Interest on Securities Issued		186.613	103.321
2.5 Other Interest Expense		14.607	18.325
III. NET INTEREST INCOME (I - II)		3.626.646	3.010.378
IV. NET FEES AND COMMISSION INCOME /EXPENSE	(5.IV.l)	988.689	742.881
4.1 Fees and Commissions Received		1.303.463	991.829
4.1.1 Non-Cash Loans		127.674	102.974
4.1.2 Other		1.175.789	888.855
4.2 Fees and Commissions Paid		314.774	248.948
4.2.1 Non-Cash Loans		1.159	890
4.2.2 Other		313.615	248.058
V. DIVIDEND INCOME	(5.IV.c)	1.728	3.141
VI. TRADING INCOME/LOSS (Net)	(5.IV.d)	(615.388)	193.669
6.1 Profit / Loss on Securities Trading		89.083	162.924
6.2 Profit / Loss on Derivative Financial Transactions		(284.161)	931.604
6.3 Foreign Exchange Gains / Losses		(420.310)	(900.859)
VII. OTHER OPERATING INCOME	(5.IV.e)	586.535	423.621
VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)		4.588.210	4.373.690
IX. PROVISION FOR LOANS AND OTHER RECEIVABLES (-)	(5.IV.f)	951.840	1.027.482
X. OTHER OPERATING EXPENSES (-)	(5.IV.g)	2.421.689	2.077.678
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		1.214.681	1.268.530
XII. AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER		-	-
XIII. METHOD		-	-
XIV. GAIN/LOSS ON NET MONETARY POSITION		-	-
XV. P/L BEFORE TAXES FROM CONTINUING OPERATIONS (XI+...+XIV)	(5.IV.h)	1.214.681	1.268.530
XVI. TAX PROVISION FOR CONTINUING OPERATIONS (±)	(5.IV.i)	(276.137)	(257.445)
16.1 Current Tax		(346.887)	(124.062)
16.2 Deferred Tax		70.750	(133.383)
XVII. NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XV±XVI)	(5.IV.j)	938.544	1.011.085
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 (±)	(5.IV.i)	-	-
21.1 Current Tax		-	-
21.2 Deferred Tax		-	-
XXII. NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XX±XXI)	(5.IV.j)	-	-
XXIII. NET PROFIT / LOSS (XVII+XXII)	(5.IV.k)	938.544	1.011.085
23.1 Group's Profit / Loss		937.409	1.011.230
23.2 Minority Shares		1.135	(145)
Earnings / Losses per Share (Per thousand share)		1,31	1,41

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 YEARS 31 DECEMBER 2014 AND 2013
(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

RECOGNIZED PROFITS AND LOSSES ACCOUNTED FOR UNDER EQUITY	CURRENT PERIOD (01/01-31/12/2014)	PRIOR PERIOD (01/01-31/12/2013)
I. ADDITIONS TO SECURITIES REVALUATION RESERVE FROM AVAILABLE FOR SALE INVESTMENTS	267.772	(813.391)
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	(128.939)	328.603
V. PROFIT/LOSS RELATED TO DERIVATIVES USED IN CASH FLOW HEDGES (Effective portion of Fair Value Differences)	6.329	34.465
VI. PROFIT/LOSS RELATED TO DERIVATIVES USED IN HEDGE OF A NET INVESTMENT IN FOREIGN SUBSIDIARIES (Effective portion of Fair Value Differences)	65.177	(302.137)
VII. THE EFFECT OF CHANGES IN ACCOUNTING POLICIES OR CORRECTION OF ERRORS	-	-
VIII. OTHER PROFIT/LOSS ITEMS ACCOUNTED FOR UNDER EQUITY DUE TO TAS	(1.228)	1.711
IX. DEFERRED TAXES OF VALUATION DIFFERENCES	(69.716)	163.409
X. NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	139.395	(587.340)
XI. CURRENT PERIOD PROFIT/LOSS	938.544	1.011.085
1.1 Net Change in Fair Value of Securities (Transfer to Profit & Loss)	19.944	195.417
1.2 Reclassification and Transfer of Derivatives Accounted for Cash Flow Hedge Purposes Recycled to Income Statement	(5.694)	(41.762)
1.3 Transfer of Hedge of Net Investment in Foreign Operations Recycled to Income Statement	-	-
1.4 Other	924.294	857.430
XII. TOTAL PROFIT AND LOSS ACCOUNTED FOR THE PERIOD (X+XI)	1.077.939	423.745

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS 31 DECEMBER 2014 AND 2013
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish.
See Note 3.1.c*

CHANGES IN SHAREHOLDERS' EQUITY	Footnotes	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
PRIOR PERIOD 01/01-31/12/2013																			
I. Balances at the Beginning of Period		716.100	189.164	98.411	-	149.561	-	2.535.535	87.789	717.427	705.820	297.599	306.054	11	(154.611)	-	5.648.860	15.764	5.664.624
II. Adjustment in accordance with TMS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Effect of adjustment		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Effect of changes in accounting policies		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. New Balance (I+II)		716.100	189.164	98.411	-	149.561	-	2.535.535	87.789	717.427	705.820	297.599	306.054	11	(154.611)	-	5.648.860	15.764	5.664.624
Changes In the Period																			
IV. Increase / Decrease Related to Mergers	(S.V.b)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Valuation Differences of Securities	(S.V.c)	-	-	-	-	-	-	-	-	-	-	(648.114)	-	-	-	-	(648.114)	-	(648.114)
VI. Hedging Transactions (Effective Portion)	(S.V.d)	-	-	-	-	-	-	-	-	-	-	-	-	(269.540)	-	-	(269.540)	-	(269.540)
6.1 Cash Flow Hedge		-	-	-	-	-	-	-	-	-	-	-	-	32.597	-	-	32.597	-	32.597
6.2 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-	-	-	-	-	-	-	(302.137)	-	-	(302.137)	-	(302.137)
VII. Revaluation Fund of Tangible Assets	(S.V.e)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Revaluation Fund of Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Bonus Shares Obtained from Associates, Subsidiaries and Joint Ventures		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Foreign Exchange Differences	(S.V.f)	-	-	-	-	-	-	-	328.603	-	-	-	-	-	-	-	328.603	-	328.603
XI. Changes Related to Sale of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Changes Related to Reclassification of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Effects of Changes in Equities of Associates		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. The Effect of Capital Increase		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1 Cash		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2 Internal Resources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Issuance of Capital Stock		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Share Cancellation Profits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII. Capital Reserves from Inflation Adjustments to Paid-in Capital		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII. Other	(S.V.g)	-	-	-	-	-	-	-	1.711	-	(21.673)	-	-	-	-	-	(19.962)	21.673	1.711
XIX. Current Period Net Profit / Loss		-	-	-	-	-	-	-	-	1.011.230	-	-	-	-	-	-	1.011.230	(145)	1.011.085
XX. Profit Distribution	(S.V.a)	-	-	-	-	-	-	812.632	-	(717.427)	(95.205)	-	-	-	-	-	-	-	-
20.1 Dividends Distributed		-	-	-	-	-	-	812.632	-	(717.427)	(95.205)	-	-	-	-	-	-	-	-
20.2 Transfer to Reserves	(S.V.h)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20.3 Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the End of Period (I+II+...+XVIII+XIX+XX)		716.100	189.164	98.411	-	149.561	-	3.348.167	418.103	1.011.230	588.942	(360.515)	306.054	11	(424.151)	-	6.051.077	37.292	6.088.369
CURRENT PERIOD 01/01-31/12/2014																			
I. Balances at the Beginning of Period		716.100	189.164	98.411	-	149.561	-	3.348.167	418.103	1.011.230	588.942	(360.515)	306.054	11	(424.151)	-	6.051.077	37.292	6.088.369
Changes In the Period																			
II. Increase / Decrease Related to Mergers	(S.V.b)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation Differences of Securities	(S.V.c)	-	-	-	-	-	-	-	-	-	-	211.726	-	-	-	-	211.726	-	211.726
IV. Hedging Transactions (Effective Portion)	(S.V.d)	-	-	-	-	-	-	-	-	-	-	-	-	57.836	-	-	57.836	-	57.836
4.1 Cash Flow Hedge		-	-	-	-	-	-	-	-	-	-	-	-	5.694	-	-	5.694	-	5.694
4.2 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-	-	-	-	-	-	-	52.142	-	-	52.142	-	52.142
V. Revaluation Fund of Tangible Assets	(S.V.e)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation Fund of Intangible Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus Shares Obtained from Associates, Subsidiaries and Joint Ventures		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign Exchange Differences	(S.V.f)	-	-	-	-	-	-	(128.939)	-	-	-	-	-	-	-	-	(128.939)	-	(128.939)
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 (*)	(S.V.g)	-	-	-	-	-	-	-	(1.228)	-	26.997	-	-	-	-	-	25.769	(32.121)	(6.352)
XVII. Current Period Net Profit / Loss		-	-	-	-	-	-	-	-	937.409	-	-	-	-	-	-	937.409	1.135	938.544
XVIII. Profit Distribution	(S.V.a)	-	-	-	-	-	-	454.155	-	(1.011.230)	557.075	-	-	-	-	-	-	-	-
18.1 Dividend Distributed		-	-	-	-	-	-	454.155	-	(1.011.230)	557.075	-	-	-	-	-	-	-	-
18.2 Transfer to Reserves	(S.V.h)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.3 Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the End of Period (I+II+...+XVI+XVII+XVIII)		716.100	189.164	98.411	-	149.561	-	3.802.322	287.936	937.409	1.179.014	(138.789)	306.054	11	(366.315)	-	7.154.878	6.306	7.161.184

(*) Portion of Deniz Yatırım on Deniz Gayrimenkul Yatırım Ortaklığı shares reach to 91,38% from 86,76% due to BIST mandatory tender offer on 23 January 2014.

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE YEARS 31 DECEMBER 2014 AND 2013
(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.I.c

		CURRENT PERIOD	PRIOR PERIOD
	Footnotes	(01/01-31/12/2014)	(01/01-31/12/2013)
A. CASH FLOWS FROM BANKING OPERATIONS			
1.1 Operating Profit before Changes in Operating Assets and Liabilities (+)		2.770.796	882.624
1.1.1 Interest Received (+)		6.584.785	5.194.603
1.1.2 Interest Paid (-)		3.371.324	2.334.427
1.1.3 Dividend Received (+)		1.728	3.141
1.1.4 Fees And Commissions Received (+)		1.288.309	942.001
1.1.5 Other Income (+)		467.076	567.980
1.1.6 Collections from Previously Written-Off Loans and Other Receivables (+)		513.731	538.319
1.1.7 Payments to Personnel and Service Suppliers (-)		1.131.966	892.737
1.1.8 Taxes Paid (-)		271.348	196.585
1.1.9 Other (+/-)	(5.VI.c)	(1.310.195)	(2.939.671)
1.2 Changes in Operating Assets and Liabilities		(486.709)	(1.438.669)
1.2.1 Net (Increase) Decrease in Trading Securities (+/-)		(2.264)	784.903
1.2.2 Net (Increase) Decrease in Financial Assets Designated at FV (+/-)		-	-
1.2.3 Net (Increase) Decrease in Banks (+/-)		(82.930)	57.513
1.2.4 Net (Increase) Decrease in Loans (+/-)		(9.077.299)	(18.267.117)
1.2.5 Net (Increase) Decrease in Other Assets (+/-)		(1.779.023)	(2.816.792)
1.2.6 Net Increase (Decrease) in Bank Deposits (+/-)		(465.658)	1.142.240
1.2.7 Net Increase (Decrease) in Other Deposits (+/-)		12.061.639	14.655.440
1.2.8 Net Increase (Decrease) in Funds Borrowed (+/-)		(2.360.803)	2.841.046
1.2.9 Net Increase (Decrease) in Due Payables (+/-)		-	-
1.2.10 Net Increase (Decrease) in Other Liabilities (+/-)	(5.VI.c)	1.219.629	164.098
I. Net Cash (Used In)/Provided from Banking Operations (+/-)		2.284.087	(556.045)
B. CASH FLOWS FROM INVESTING ACTIVITIES			
II. Net Cash Provided from / (Used in) Investing Activities (+/-)		(3.661.794)	(448.954)
2.1 Cash Paid for Purchase of Investments, Associates and Subsidiaries (-)		81	1.025
2.2 Cash Obtained From Sale of Investments, Associates And Subsidiaries (+)		188	-
2.3 Fixed Assets Purchases (-)		221.844	144.557
2.4 Fixed Assets Sales (+)		65.091	21.649
2.5 Cash Paid for Purchase of Investments Available for Sale (-)		6.040.890	3.902.725
2.6 Cash Obtained From Sale of Investments Available for Sale (+)		2.519.595	4.997.039
2.7 Cash Paid for Purchase of Investment Securities (-)		189	1.562.327
2.8 Cash Obtained from Sale of Investment Securities (+)		-	-
2.9 Other (+/-)	(5.VI.c)	16.336	142.992
C. CASH FLOWS FROM FINANCING ACTIVITIES			
III. Net Cash Provided from / (Used in) Financing Activities (+/-)		2.409.784	3.228.286
3.1 Cash Obtained from Funds Borrowed and Securities Issued (+)		6.000.207	6.896.194
3.2 Cash Used for Repayment of Funds Borrowed and Securities Issued (-)		3.590.423	3.667.908
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 (+/-)	(5.VI.c)	(43.886)	766.774
V. Net Increase / (Decrease) in Cash and Cash Equivalents	(5.VI.c)	988.191	2.990.061
VI. Cash and Cash Equivalents at the Beginning of Period (+)	(5.VI.a)	6.583.374	3.593.313
VII. Cash and Cash Equivalents at the End of Period	(5.VI.a)	7.571.565	6.583.374

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED PROFIT DISTRIBUTION TABLES
FOR THE YEARS 31 DECEMBER 2014 AND 2013

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

	CURRENT PERIOD (01/01-31/12/2014)	PRIOR PERIOD (01/01-31/12/2013)
I. DISTRIBUTION OF CURRENT YEAR INCOME		
1.1 CURRENT YEAR INCOME	-	-
1.2 TAXES AND DUTIES PAYABLE (-)	-	-
1.2.1 Corporate Tax (Income tax)	-	-
1.2.2 Income withholding tax	-	-
1.2.3 Other taxes and duties	-	-
A. NET INCOME FOR THE YEAR (1.1-1.2) (*)	-	-
1.3 PRIOR YEARS LOSSES (-)	-	-
1.4 FIRST LEGAL RESERVES (-)	-	-
1.5 OTHER STATUTORY RESERVES (-)	-	-
B. NET INCOME AVAILABLE FOR DISTRIBUTION [(A-(1.3+1.4+1.5))]	-	-
1.6 FIRST DIVIDEND TO SHAREHOLDERS (-)	-	-
1.6.1 To owners of ordinary shares	-	-
1.6.2 To owners of preferred shares	-	-
1.6.3 To owners of preferred shares (preemptive rights)	-	-
1.6.4 To profit sharing bonds	-	-
1.6.5 To holders of profit and loss sharing certificates	-	-
1.7 DIVIDENDS TO PERSONNEL (-)	-	-
1.8 DIVIDENDS TO BOARD OF DIRECTORS (-)	-	-
1.9 SECOND DIVIDEND TO SHAREHOLDERS (-)	-	-
1.9.1 To owners of ordinary shares	-	-
1.9.2 To owners of preferred shares	-	-
1.9.3 To owners of preferred shares (preemptive rights)	-	-
1.9.4 To profit sharing bonds	-	-
1.9.5 To holders of profit and loss sharing certificates	-	-
1.10 SECOND LEGAL RESERVES (-)	-	-
1.11 STATUTORY RESERVES (-)	-	-
1.12 GENERAL RESERVES	-	-
1.13 OTHER RESERVES	-	-
1.14 SPECIAL FUNDS	-	-
II. DISTRIBUTION OF RESERVES		
2.1 APPROPRIATED RESERVES	-	-
2.2 SECOND LEGAL RESERVES (-)	-	-
2.3 DIVIDENDS TO SHAREHOLDERS (-)	-	-
2.3.1 To owners of ordinary shares	-	-
2.3.2 To owners of preferred shares	-	-
2.3.3 To owners of preferred shares (preemptive rights)	-	-
2.3.4 To profit sharing bonds	-	-
2.3.5 To holders of profit and loss sharing certificates	-	-
2.4 DIVIDENDS TO PERSONNEL (-)	-	-
2.5 DIVIDENDS TO BOARD OF DIRECTORS (-)	-	-
III. EARNINGS PER SHARE		
3.1 TO OWNERS OF ORDINARY SHARES	-	-
3.2 TO OWNERS OF ORDINARY SHARES (%)	-	-
3.3 TO OWNERS OF PRIVILEGED SHARES	-	-
3.4 TO OWNERS OF PRIVILEGED SHARES (%)	-	-
IV. DIVIDEND PER SHARE		
4.1 TO OWNERS OF ORDINARY SHARES	-	-
4.2 TO OWNERS OF ORDINARY SHARES (%)	-	-
4.3 TO OWNERS OF PRIVILEGED SHARES	-	-
4.4 TO OWNERS OF PRIVILEGED SHARES (%)	-	-

(*)According to Turkish Commercial Code, profit distribution is prepared based on unconsolidated financial statements.

SECTION THREE

ACCOUNTING POLICIES

I. Basis of presentation

a. Preparation of the consolidated 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 consolidated financial statements have been prepared in accordance with the "Regulation on Accounting Applications for Banks and Safeguarding of Documents" related with Banking Act numbered 5411 published in the Official Gazette no.26333 dated 1 November 2006, which refers to "Turkish Accounting Standards" ("TAS"), put into effect by Public Oversight Accounting and Auditing Standards Authority ("KGK"), and "Turkish Financial Reporting Standards" ("TFRS") issued by the "Turkish Accounting Standards Board" ("TASB") and other decrees, notes and explanations related to accounting and financial reporting principles published by the Banking Regulation and Supervision Agency ("BRSA"). The format and content of the publicly announced consolidated financial statements and notes to these statements have been prepared in accordance with the "Communiqué on Publicly Announced Financial Statements, Explanations and Notes to These Financial Statements", published in Official Gazette no. 28337, dated 28 June 2012, and amendments to this Communiqué.

The Parent Bank, maintains its books in Turkish Lira in accordance with the Banking Act, Turkish Commercial Code and Turkish Tax Legislation.

The consolidated financial statements have been prepared, under the historical cost convention except for the financial assets and liabilities carried at fair value.

Amounts at the consolidated financial statements and explanations and notes relating to them are represented as thousands TL unless otherwise specified.

The preparation of consolidated financial statements in conformity with TAS requires the use of certain critical accounting estimates by the Parent Bank management to exercise its judgment on the assets and liabilities of the balance sheet. These estimates, are being reviewed regularly and, when necessary, suitable corrections are made and the effects of these corrections are reflected to the income statement. Assumptions and estimations applied are explained relevant footnotes.

The accounting policies compatible with the accounting policies applied to consolidated financial statements yearly as of 31 December 2013 and valuation principles applied in the preparation of consolidated financial statements are determined and applied in accordance with TAS.

These accounting policies and valuation principles are explained in Notes II to XXIV below.

The amendments of TAS and TFRS which have entered into force as of 1 January 2014 have no material impact on the DFS Group's accounting policies, financial position and performance. The amendments of TAS and TFRS, except TFRS 9 Financial Instruments, which have been published as of reporting date but have not been effective yet, will have no significant impact on the accounting policies, financial condition and performance of the DFS Group. DFS Group assesses the impact of TFRS 9 Financial Instruments standard.

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

None.

c. Additional paragraph for convenience translation:

The effects of differences between accounting principles and standards set out by regulations in conformity with Articles 37 and 38 of the Banking Act No: 5411 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) have not been quantified in the accompanying financial statements. Accordingly, the accompanying consolidated financial statements are not intended to present the financial position, results of operations and changes in financial position and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

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

a. 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 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 as far as possible on foreign currencies other than US Dollar and Euro. Transactions are made under the determined limits 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.

b. Transactions denominated in foreign currencies

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 TL by using historical foreign currency exchange rates. Balances of the foreign currency denominated assets and liabilities are translated into TL 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>31 December 2014</u>	<u>31 December 2013</u>
US Dollar	TL 2,3269	TL 2,1304
Euro	TL 2,8272	TL 2,9344

Foreign exchange gains and losses included in the income statement

Net foreign exchange loss included in the income statement amounts to TL 420.310 (1 January - 31 December 2013: net foreign exchange loss of TL 900.859).

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

The assets and liabilities of foreign operations are translated to TL at foreign exchange rates of the Parent Bank ruling at the balance sheet date. The revenues and expenses of foreign operations are translated to TL at twelve 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 TL equivalent of their equities and the Parent Bank's share in their net assets are recorded in "other profit reserves".

As of 31 December 2014, total foreign exchange differences in equity amount to TL 266.386 (31 December 2013: TL 400.812).

The foreign exchange difference of TL 21.065 (31 December 2013: TL 15.580) arising from the translation of the financial statements of Bahrain branch of the Parent Bank to Turkish Lira per TAS 21 is recorded in "other profit reserves".

DFS Group's foreign currency denominated subsidiaries on a consolidated basis of the difference in the resulting exchange contracts to hedge the net investment hedge strategy is being implemented. A part of financial borrowings is designated as hedging instrument and the effective portion of the foreign exchange difference of these financial liabilities is recognized under "Hedging funds" in equity.

III. Information regarding the consolidated subsidiaries

Consolidated financial statements are prepared in accordance with ("TFRS 10") the "Turkish Accounting Standard for Consolidated Financial Statements".

The Parent Bank owns, directly or indirectly, the shares of Deniz Yatırım Menkul Kıymetler A.Ş. (Deniz Yatırım), Ekspres Menkul Değerler A.Ş. (Ekspres Menkul Değerler), Eurodeniz International Banking Unit Ltd. (Eurodeniz), Deniz Portföy Yönetimi A.Ş. (Deniz Portföy), Denizbank AG, JSC Denizbank, Deniz Finansal Kiralama A.Ş. (Deniz Leasing), Deniz Faktoring A.Ş. (Deniz Faktoring), and Deniz Gayrimenkul Yatırım Ortaklığı A.Ş. (Deniz GYO), Destek Varlık Yönetim A.Ş. (Destek Varlık Yönetim) and CR Erdberg Eins GmbH & Co KG (CR Erdberg) and these subsidiaries are consolidated fully.

DFS Funding Corp., which is a structured entity, is also included in the scope of consolidation.

Important changes on consolidated subsidiaries in reporting period

Pursuant to the resolution taken at the Board of Directors meeting of Parent Bank, it was decided that the sale of the shares held by the Parent Bank and Deniz Faktoring in the share capital of Deniz Finansal Kiralama A.Ş. at the rate of 34,6% and 16,4% to Denizbank AG, subsidiary of the Parent Bank, with amounting to TL 277,9 million (Euro 96,4 million) was performed as of 29 September 2014 in accordance with the required permissions were received upon the approval of the BRSA dated 18 September 2014 and numbered 6014.

Denizbank AG and Deniz Immobilien Service GmbH acquired CR Erdberg's 100% share from Commerz Real Investmentgesellschaft mbH 9 (99,9%) and Tigranis Verwaltungsgesellschaft mbH (0,01%) on 29 September 2014 in return for Euro 18.805 thousand.

Pursuant to the resolution taken at the Board of Directors meeting of Deniz GYO held on 6 February 2014, it was decided that Deniz GYO shall be merged with Pupa Gayrimenkul Kiralama ve Yönetim Hizmetleri A.Ş. ("Pupa"), a subsidiary of Deniz GYO, using the simplified merger method through the takeover of all assets and liabilities in accordance with the Turkish Commercial Code, Corporate Tax Law, Capital Markets Law and the provisions of the Communiqué on Mergers and Demergers II-23.2 of the Capital Market Board ("CMB"). The permission request was filed to CMB on 11 February 2014 and the necessary permission was received upon the approval of the CMB dated 20 May 2014 and numbered 394/5150. Upon the receipt of these permissions, the application made to the Istanbul Trade Registry, for the registration of the subject merger was concluded as of 11 June 2014 and the merger of Deniz Gyo and Pupa through the takeover method was completed on 11 June 2014.

Portion of Deniz Yatırım on Deniz GYO shares reach to 91,38% from 86,76% due to BIST mandatory tender offer on 23 January 2014.

The title of "Ekspres Yatırım Menkul Değerler A.Ş." was registered as "Ekspres Menkul Değerler A.Ş." as of 3 April 2014.

The operations of Ekspres Yatırım were temporarily suspended as of 31 December 2013 pursuant to the resolution taken at the Board of Directors meeting of Ekspres Yatırım dated 28 November 2013 and numbered 2013/29.

The title of "Deniz Varlık Yönetim A.Ş." was registered as "Destek Varlık Yönetim A.Ş." as of 9 April 2014.

Capital of Deniz Yatırım was increased with amounting to totally TL 95 million by the Parent Bank dating 18 February 2014 and 28 February 2014.

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

In addition, the non-financial subsidiaries of the parent bank; Intertech Bilgi İşlem ve Pazarlama Ticaret A.Ş. ("Intertech"), Deniz Kültür Sanat Yayıncılık Ticaret ve Sanayi A.Ş. ("Deniz Kültür") and Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş. ("Bantaş") which is jointly controlled company and affiliates of Intertech; Deniz Kartlı Ödeme Sistemleri A.Ş. and Açık Deniz Radyo ve Televizyon İletişim Yayıncılık Ticaret ve Sanayi A.Ş., Deniz Immobilien Service GMBH ("Deniz Immobilien") subsidiary of Denizbank AG since they are non-financial subsidiaries are excluded from the consolidation process.

Consolidation principles for subsidiaries

Subsidiaries are the entities controlled directly or indirectly by the Parent Bank. Subsidiaries are consolidated using the full consolidation method.

Control is defined as the power over the investee, exposure or rights to variable returns from its involvement with the investee and the ability to use its power over the investee to affect the amount of the Bank's returns.

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

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 31 December 2014 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.

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.

In accordance with TAS 39 "Financial Instruments: Recognition and Measurement", forward foreign currency purchase/sale contracts, swaps, options and futures that are classified as "trading purpose" transactions. Derivative transactions are recorded with their fair values at contract date. 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 Purpose Derivatives" and "Negative Value of Trading Purpose Derivatives" items of the balance sheet depending on the resulting positive or negative amounts of the computed value. Gains and losses arising from a change in the fair value are recognized in the income statement. Fair values of derivatives are calculated using discounted cash flow model or market value.

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 and paid, and other fees and commissions paid to financial institutions are either recognized on an accrual basis over the period the service is provided or received or recognized as income or expense when collected or paid depending on their nature.

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.

a. Financial assets at fair value through profit or loss

Financial assets held for trading

Trading financial assets are financial assets which are either acquired for generating a profit from short-term fluctuations in prices or are financial assets included in a portfolio aimed at short-term profit making.

Trading financial assets are recognized at their fair value in the balance sheet and remeasured at their fair value after recognition.

All gains and losses arising from valuations of trading financial assets are reflected in the income statement. In accordance with descriptions of the uniform chart of accounts, favorable difference between acquisition cost of financial asset and its discounted value are recognized in "Interest Income", in the case of fair value of asset is above its discounted value, favorable difference between them are recognized in "Capital Market Transactions Profits" account, in the case of fair value is below discounted value, unfavorable difference between them are recognized in "Capital Market Transactions Losses" account. In the case of financial asset is sold off before its maturity, consisted gains or losses are accounted within the same principals.

Derivative financial assets are classified as trading financial assets unless they are used for hedging purposes. The accounting of derivative financial assets is explained in Note IV of Section Three.

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".

b. 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.

After the recognition, financial assets available for sale are remeasured at fair value. Interest income arising from available for sale calculated with "Effective interest method" and dividend income from equity securities are reflected to the income statements. Unrealized gains and losses arising from the differences at fair value of securities classified as available for sale and that is representing differences between amortized cost calculated with effective interest method and fair value of financial assets are recognized under the account of "Marketable securities valuation differences" inside shareholder's equity items. Unrealized profits and losses do not represent on relevant income statement until these securities are collected or disposed of and the related fair value differences accumulated in the shareholders' equity are transferred to the income statement. When these securities are collected or disposed of, the related fair value differences accumulated in the shareholders' equity are transferred to the income statement.

c. Investment securities held-to-maturity

Held to maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturity that an entity has the positive intention and ability to hold to maturity other than those that the entity upon initial recognition designates as at fair value through profit or loss, those that the entity designates as available for sale; and those that meet the definition of loans and receivables.

Held to maturity financial assets are initially recognized at acquisition cost including the transaction costs which reflects the fair value of the those instruments and subsequently recognized at amortized cost by using effective interest rate method.

Interest incomes obtained from held to maturity financial assets 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.

Real coupon of Consumer Price Index ("CPI") that is linked government bonds under available-for-sale and held-to maturity portfolios remains fixed until maturity. At the same time intended to effect of change in Consumer Price Index, valuation is carried out with using reference indexes at relating issue of security and preparation date of financial statements.

d. Loans and specific provisions

Loans and receivables are non-derivative financial assets that are not classified as financial assets at fair value through profit or loss or financial assets available for sale, are unlisted in an active market and whose payments are fixed or can be determined. Loans and receivables are carried initially by adding acquisition cost to transaction costs which reflect fair value and subsequently recognized at the discounted value calculated using the "Effective interest method".

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

In this respect, foreign currency loans are subject to evaluation and 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; repayments are calculated with exchange rate at payment date, currency exchange differences occurred are reflected in profit/loss accounts.

Specific and general allowances are made 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

The existence of objective evidence whether a financial asset or group of financial assets is impaired, is assessed at each balance sheet date. If such evidence exists, impairment provision is provided.

Impairment for held-to-maturity financial assets carried at amortized cost is calculated as the difference between the present value of the expected future cash flows discounted based on the "Effective interest method" and its carrying value. Regarding available-for-sale financial assets, when there is objective evidence that the asset is impaired the cumulative loss that had been recognized in other comprehensive income shall be reclassified from equity to profit or loss as a reclassification adjustment even though the financial asset has not been derecognized. An explanation about the impairment of loans and receivables is given in Note IV-f.

IX. Explanations on offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when the DFS Group has a legally enforceable right to offset the recognized amounts and there is an intention to collect/pay the related financial assets and liabilities on a net basis, or to realize the asset and settle the liability simultaneously.

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 classified according to purpose of being hold into portfolio 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" and are valuating according to valuation principles of relating portfolio. Funds obtained from repurchase agreements are presented on the liability side of the consolidated balance sheet within the account of "Funds Provided under Repurchase Agreements". The accrual amounts corresponding to the period is calculated over the sell and repurchase price difference determined in repurchase agreements. Accrued interest expenses calculated for funds obtained from repurchase agreements are presented in "Reverse Repurchase Agreements" account in liability part of the consolidated balance sheet.

Securities received with resale commitments are presented under "Reverse Repurchase Agreements" line in the balance sheet. The accrual amounts for the corresponding part to the period of the resale and repurchase price difference determined in reverse repurchase agreements are calculated using the "Effective interest method". The Parent Bank has not any security which subjected to borrowing activities.

XI. Explanations on assets held for sale and discontinued operations

An asset is regarded as "Asset held for resale" only when the sale is highly propable and the asset is available for immediate sale in its present condition. For a highly proable sale, there must be a valid plan prepared by the management for the sale of asset including identification of possible buyers and completion of sale process. Various events and conditions can prolong completion period of sale transaction to more than 1 year. This loss of time is realized due to events and conditions out of contol of an enterprise and in the position of competent evidence about sales plan of an enterprise for sale of relevant asset continuing, assets mentioned continuing to be classified as assets held for sale.

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.

As 31 December 2014, DFS Group does not have non-current assets held for sale and a discontinued operation. (31 December 2013: None.)

XII. Explanations on goodwill and other intangible assets

a. Goodwill

Goodwill represents the excess of the total acquisition costs over the shares owned in the net assets of the acquired company at the date of acquisition. The "net goodwill" resulted from the acquisition of the investment and to be included in the consolidated balance sheet, is calculated based on the financial statements of the investee company as adjusted according to the required accounting principles. Assets of the acquired company which are not presented on financial statements but seperated from goodwill represented with fair values of tangible assets (credit card brand equity, customer portfolio etc.) and/or contingent liabilities to financial statements in process of acquisition.

In accordance with "TFRS 3 - Business Combinations", the goodwill is not amortized. It is tested yearly or if there is any indication of impairment according to "Turkish Accounting Standard 36 (TAS 36) - Impairment of Assets".

b. Other intangible assets

Intangible assets are initially classified over acquisition cost values and other costs which are required for activation of the financial asset in accordance with TAS 38 "Intangible Assets" standard. Intangible assets are evaluated over excess value of net cost that derived from accumulated depreciation and accumulated impairment after recognition period.

The Group's intangible assets consist of software, license rights and total values of credit cards and personal loans portfolio.

Intangible assets purchased before 1 January 2003 and after 31 December 2006 are amortized on a straight-line basis; and those purchased between the aforementioned dates are amortized by using the double-declining 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.

Maintenance 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".

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 method. The depreciation rates used are as below:

	Estimated Economic Life (Year)	Received before 2003 year	Received between 2003- 2006 years	Received in 2007	Received between 2008- 2014 years
Movables					
- Office machinery	4 YEARS	20%	40% - 50%	20% - 25%	10% - 25%
- Furniture/ Furnishing	5 YEARS	20%	20% - 50%	10% - 20%	12,50% - 20%
- Means of transport	5 YEARS	20%	40% - 50%	20% - 50%	20% - 50%
- Other equipment	10 YEARS	20%	4,44% - 50%	2,50% - 50%	2,50% - 50%
Real estates	50 YEARS	2%	2%	2%	2% - 2,94%

As of 31 December 2014 the Parent Bank has an impairment provision of TL 4.402, which had been recorded in the prior years for its buildings.

Expenditures for maintenance and repairs that are routinely made on tangible assets are charged as expense. The capital expenditures incurred in order to increase the capacity of the tangible asset or to increase the future benefit of the asset are capitalized on the cost of the tangible asset

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

XIV. Explanations on Investment Properties

Land and buildings that are held for rental yields or for capital appreciation or both rather than held in the production or supply of goods or services or for administrative purposes or for the sale in the ordinary course of business are classified as "investment property". Investment property is carried at fair value. Gains or losses arising from a change in the fair value of investment property are recognized in the income statement in the period in which they occur.

Investment property is derecognized through disposal or withdrawal from use and when no future economic benefit is expected from its disposal. Gains or losses arising from the disposal of investment property are recognized in the related statement of income or expense accounts in the period in which they occur.

XV. Explanations on leasing activities

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.

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. The asset subject to the financial leasing is presented in the balance sheet as receivable equal to the net leasing amount. Interest income is recognized over the term of the lease using the net investment method which reflects a constant periodic rate of return and the unrecognized portion is followed under unearned interest income account.

Specific provisions for non-performing financial lease receivables of DFS Group are provided for in accordance with the "Communiqué On Procedures and Principles For The Provisions To Be Set Aside By Financial Leasing, Factoring and Financing Companies For Their Receivables" published in the Official Gazette numbered 28861 dated 24 December 2013 and it represented under loans and specific provision for receivables in the consolidated balance sheet.

Transactions regarding operational agreements are accounted on an accrual basis in accordance with the terms of the related contracts.

XVI. 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 6.208 lawsuits against DFS Group with total risks amounting to TL 168.815, US Dollar 2.186.729 and Euro 1.832.399 as of 31 December 2014. There are also 10.618 follow-up cases amounting to TL 364.646 and Euro 64.747 in total that are filed by DFS Group and are at courts. DFS Group booked a provision amounting to TL 18.951 for the continuing lawsuits (31 December 2013: TL 19.085).

XVII. Explanations on obligations for employee benefits

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

The Parent Bank in accordance with existing legislation in Turkey, is required to make retirement and notice payments to each employee whose employment is terminated due to reasons other than resignation or misconduct. Except to the this extents, the Parent Bank is required to make severance payment to each employee whose employment is terminated due to retirement, death, military service and to female employees following their marriage within one year leave the job of their own accords by fourteenth clause of Labour Law.

DFS Group, in accordance with TAS 19 "Employee Benefits" realized provision registry under the condition of prediction of present value of possible liability in the future related to employee termination benefits. Losses and gains which occur after 1 January 2013 are adjusting under the Equity Accounts in accordance with updated TAS 19 Standard.

The Bank has recognized vacation pay liability amount which is calculated from unused vacation to financial statement as a provision.

XVIII. Explanations on taxation

a. 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.

Current Tax Effects that sourced from directly classified in equity transactions represent on equity accounts.

b. 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 TL 135.528 (31 December 2013: TL 127.705) and deferred tax liabilities of TL 12.402 (31 December 2013: TL 2.991) have been recognized in the accompanying financial statements.

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

Deferred tax liabilities are generally recognized for all taxable temporary and deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Deferred tax asset is not computed over provisions for possible risks and general loan loss provisions according to the circular of BRSA numbered BRSA.DZM.2/13/1-a-3 and dated 8 December 2004.

XIX. Additional explanations on borrowings

Instruments representing the borrowings are initially recognized at cost represented its fair value and measured at amortized cost based on the internal rate of return at next periods. 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, if required, borrows funds from domestic and foreign institutions. The Parent Bank can also borrows funds in the forms of syndication loans and securitization loans from foreign institutions.

Funds maintained via financial instruments representing borrowings issued by structured entity (SPE) are disclosed under "Funds Borrowed".

XX. Explanations on issuance of share certificates

Transactions related to issuance of share certificates are explained in footnote 5.II.1.8. No dividends have been declared subsequent to the balance sheet date.

XXI. 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.

XXII. Explanations on government grants

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

XXIII. Explanations on segment reporting

Segment reporting is presented in Section Four, Footnote XV.

XXIV. Explanations on other matters

None.

SECTION FOUR

CONSOLIDATED FINANCIAL POSITION

I. Explanations related to the consolidated capital adequacy standard ratio

As per the revised "Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks" effective from 1 July 2012, the consolidated capital adequacy ratio is 12,87% as of 31 December 2014 (unconsolidated capital adequacy ratio: 14,09%). This ratio is above the minimum rate specified in the related regulation.

a. 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 Ratios of Banks (the "Regulations")", "Regulation on Credit Risk Mitigation Techniques" published in the Official Gazette no.28337, dated 28 June 2012 and the "Regulation on Equities of Banks" published in the Official Gazette no.28756, dated 5 September 2013.

In the calculation of the consolidated capital adequacy ratio, the data prepared in compliance with the current legislation is used. Such accounting data is included in the calculation of credit and market risks subsequent to their designation as "trading book" and "banking book" according to the regulation.

The items classified as trading book and the items deducted from the equity are not included in the calculation of credit risk. In the calculation of risk weighted assets, the assets subject to amortization or impairment, are taken into account on a net basis after being reduced by the related amortizations and provisions.

In the calculation of the value at credit risk for the non-cash loans and commitments and the receivables from counterparties in such transactions are weighted after netting with specific provisions and calculated based on the "Regulation on Identification of and Provision against Non-Performing Loans and Other Receivables". The net amounts are then multiplied by the rates stated in the Article 5 of the Regulation, reduced as per the "Regulation on Credit Risk Mitigation Techniques" according to comprehensive financial guarantee method and weighted as per Appendix-1 of the Regulation.

In the calculation of the value at credit risk for the derivative financial instruments and the credit derivatives classified in the banking book, the receivables from counterparties are multiplied by the rates stated in the Appendix-2 of the Regulation, reduced as per the "Regulation on Credit Risk Mitigation Techniques" and then included in the relevant exposure category defined in the article 6 of the Regulation and weighted as per Appendix-1 of the Regulation.

As per the article 5 of the Regulation, the "Counterparty Credit Risk" is calculated for repurchase transactions, securities and commodities borrowing agreements.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

b. Consolidated and unconsolidated capital adequacy ratios

1. Current period: 31 December 2014

1 (i). Consolidated

	Risk Weighted Assets									
	Consolidated									
	0%	10%	20%	50%	75%	100%	150%	200%	250%	1250%
Credit Risk Base	--	--	811.846	4.681.414	12.822.849	49.285.474	2.197.220	7.858.912	445.750	--
Risk classifications										
Conditional and unconditional receivables from central governments or central banks	18.859.467	-	-	898.786	-	-	-	-	-	-
Conditional and unconditional receivables from regional or local governments	-	-	848.205	34.094	-	24.059	-	-	-	-
Conditional and unconditional receivables from administrative units and non-commercial enterprises	-	-	-	-	-	1	-	-	-	-
Conditional and unconditional receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-
Conditional and unconditional receivables from international organizations	-	-	-	-	-	-	-	-	-	-
Conditional and unconditional receivables from banks and brokerage houses	-	-	3.210.974	1.671.657	-	1.560.461	14.187	-	-	-
Conditional and unconditional receivables from corporates	-	-	-	-	-	43.775.975	7	-	-	-
Conditional and unconditional retail receivables	-	-	-	-	17.097.132	1.137.913	-	-	-	-
Conditional and unconditional receivables secured by mortgages	-	-	-	6.728.724	-	741.181	-	-	-	-
Past due receivables	-	-	-	23.937	-	447.966	70.526	-	-	-
Receivables defined in high risk category by BRSA	-	-	-	5.630	-	17.146	1.380.093	3.929.456	42.772	-
Securities collateralized by mortgages	-	-	-	-	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-	-	-	-	-
Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	-
Investments similar to collective investment funds	-	-	-	-	-	-	-	-	-	-
Other receivables	1.374.473	-	51	-	-	1.580.772	-	-	135.528	-

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

1 (ii). Parent Bank

	Risk Weighted Assets									
	Parent Bank									
	0%	10%	20%	50%	75%	100%	150%	200%	250%	1250%
Credit Risk Base	--	--	409.648	4.284.466	12.421.394	31.832.457	2.165.282	7.858.912	345.568	--
Risk classifications										
Conditional and unconditional receivables from central governments or central banks	17.501.097	-	-	490.176	-	-	-	-	-	-
Conditional and unconditional receivables from regional or local governments	-	-	848.205	-	-	576	-	-	-	-
Conditional and unconditional receivables from administrative units and non-commercial enterprises	-	-	-	-	-	1	-	-	-	-
Conditional and unconditional receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-
Conditional and unconditional receivables from international organizations	-	-	-	-	-	-	-	-	-	-
Conditional and unconditional receivables from banks and brokerage houses	-	-	1.200.015	1.532.419	-	1.332.881	10.657	-	-	-
Conditional and unconditional receivables from corporates	-	-	-	-	-	25.422.920	7	-	-	-
Conditional and unconditional retail receivables	-	-	-	-	16.561.858	1.137.913	-	-	-	-
Conditional and unconditional receivables secured by mortgages	-	-	-	6.516.769	-	701.025	-	-	-	-
Past due receivables	-	-	-	23.937	-	417.300	52.764	-	-	-
Receivables defined in high risk category by BRSA	-	-	-	5.630	-	17.459	1.380.093	3.929.456	42.772	-
Securities collateralized by mortgages	-	-	-	-	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-	-	-	-	-
Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	-	-	-	-	-
Investments similar to collective investment funds	-	-	-	-	-	-	-	-	-	-
Other receivables	1.305.696	-	21	-	-	2.802.382	-	-	95.455	-

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2. Prior period: 31 December 2013
2 (i). Consolidated

	Risk Weighted Assets									
	Consolidated									
	0%	10%	20%	50%	75%	100%	150%	200%	250%	1250%
Credit Risk Base	--	--	577.792	4.021.798	9.861.770	42.923.456	1.968.150	7.642.148	360.463	--
Risk classifications										
Conditional and unconditional receivables from central governments or central banks	14.601.007	--	--	438.546	--	--	--	--	--	--
Conditional and unconditional receivables from regional or local governments	--	--	820.852	35.394	--	31.973	--	--	--	--
Conditional and unconditional receivables from administrative units and non-commercial enterprises	--	--	--	--	--	1	--	--	--	--
Conditional and unconditional receivables from multilateral development banks	--	--	--	--	--	--	--	--	--	--
Conditional and unconditional receivables from international organizations	--	--	--	--	--	--	--	--	--	--
Conditional and unconditional receivables from banks and brokerage houses	--	--	260.059	830.611	--	381.162	2	--	--	--
Conditional and unconditional receivables from corporates	--	--	--	--	--	38.875.844	4.867	--	--	--
Conditional and unconditional retail receivables	--	--	--	--	13.149.026	902.651	--	--	--	--
Conditional and unconditional receivables secured by mortgages	--	--	--	6.636.038	--	748.756	--	--	--	--
Past due receivables	--	--	--	21.526	--	344.966	109.763	--	--	--
Receivables defined in high risk category by BRSA	--	--	--	3.705	--	13.493	1.197.468	3.821.074	144.185	--
Securities collateralized by mortgages	--	--	--	--	--	--	--	--	--	--
Securitization positions	--	--	--	--	--	--	--	--	--	--
Short-term receivables from banks, brokerage houses and corporates	--	--	1.808.007	77.776	--	258.154	--	--	--	--
Investments similar to collective investment funds	--	--	--	--	--	--	--	--	--	--
Other receivables	1.292.966	--	42	--	--	1.366.456	--	--	--	--

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2 (ii). Parent Bank

	Risk Weighted Assets									
	Parent Bank									
	0%	10%	20%	50%	75%	100%	150%	200%	250%	1250%
Credit Risk Base	--	--	315.877	4.178.093	9.497.737	27.683.970	1.795.614	7.642.148	360.463	--
Risk classifications										
Conditional and unconditional receivables from central governments or central banks	13.237.439	-	-	355.725	-	-	-	-	-	-
Conditional and unconditional receivables from regional or local governments	-	-	820.852	-	-	628	-	-	-	-
Conditional and unconditional receivables from administrative units and non-commercial enterprises	-	-	-	-	-	1	-	-	-	-
Conditional and unconditional receivables from multilateral development banks	-	-	-	-	-	-	-	-	-	-
Conditional and unconditional receivables from international organizations	-	-	-	-	-	-	-	-	-	-
Conditional and unconditional receivables from banks and brokerage houses	-	-	230.289	1.315.135	-	84.502	-	-	-	-
Conditional and unconditional receivables from corporates	-	-	-	-	-	22.659.680	-	-	-	-
Conditional and unconditional retail receivables	-	-	-	-	12.663.649	902.651	-	-	-	-
Conditional and unconditional receivables secured by mortgages	-	-	-	6.636.038	-	748.756	-	-	-	-
Past due receivables	-	-	-	21.526	-	301.132	35.637	-	-	-
Receivables defined in high risk category by BRSA	-	-	-	4.040	-	12.838	1.161.439	3.821.074	144.185	-
Securities collateralized by mortgages	-	-	-	-	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-	-	-	-	-
Short-term receivables from banks, brokerage houses and corporates	-	-	528.204	23.722	-	5.143	-	-	-	-
Investments similar to collective investment funds	-	-	-	-	-	-	-	-	-	-
Other receivables	1.249.612	-	42	-	-	2.968.639	-	-	-	-

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

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

	Consolidated		The Parent Bank	
	Current Period	Prior Period	Current Period	Prior Period
	31 December 2014	31 December 2013	31 December 2014	31 December 2013
Capital Requirement for Credit Risk	6.248.277	5.388.446	4.745.418	4.117.912
Capital Requirement for Market Risk	111.448	88.256	92.376	117.124
Capital Requirement for Operational Risk	451.257	364.719	360.673	305.076
Equity (*)	10.954.305	8.857.147	9.153.003	7.283.249
Equity / (KRSY+PRSY+ORSY)*12,5*100	12,87%	12,13%	14,09%	12,83%
Tier 1 Capital / (KRSY+PRSY+ORSY)*12,5*100	8,12%		8,38%	
Core capital / (KRSY+PRSY+ORSY)*12,5*100	8,27%		8,56%	

CRCR: Capital Requirement for Credit Risk (Risk Weighted Assets * 0,08)

CRMR: Capital Requirement for Market Risk

CROR: Capital Requirement for Operational Risk

(*) Equity Calculation has changed due to official legislation on bank's equity settlements which has been valid from 1 January 2014. Previous periods instructions has calculated in the case of valid legislation.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

d. Components of consolidated shareholders' equity

	Current Period 31 December 2014
CORE CAPITAL	
Paid-in capital following all debts in terms of claim in liquidation of the Bank	905.264
Share premium	98.411
Share cancellation profits	-
Reserves	3.951.883
Gains recognized in equity as per TAS	330.221
Profit	2.110.423
Current Period Profit	937.409
Prior Period Profit	1.173.014
Provisions for Possible Risks	8.000
Bonus Shares from Investments in Associates, Subsidiaries and Joint Ventures that are not recognized in Profit	11
Minorities' Share	6.306
Core Capital Before Deductions	7.410.519
Deductions from Common Equity	--
Portion of the current and prior periods' losses which cannot be covered through reserves and losses reflected in equity in accordance with TAS (-)	232.417
Leasehold improvements (-)	108.979
Goodwill or other intangible assets and deferred tax liability related to these items (-)	30.795
Net deferred tax asset/ liability (-)	-
Shares obtained contrary to the 4th clause of the 56th Article of the Law (-)	-
Direct and indirect investments of the Bank in its own Core Capital (-)	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Core Capital of the Bank (-)	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Core Capital of the Bank (-)	-
Portion of mortgage servicing rights exceeding 10% of the Core Capital (-)	-
Portion of deferred tax assets based on temporary differences exceeding 10% of the Core Capital (-)	-
Amount exceeding 15% of the common equity as per the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks (-)	-
Excess amount arising from the net long positions of investments in core capital items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital (-)	-
Excess amount arising from mortgage servicing rights (-)	-
Excess amount arising from deferred tax assets based on temporary differences (-)	-
Other items to be defined by the BRSA (-)	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II Capital is not available (-)	-
Total Deductions From Core Capital	372.191
Total Common Equity	7.038.328
ADDITIONAL TIER I CAPITAL	
Capital amount and related premiums corresponding to preference shares that are not included in common equity	-
Debt instruments and premiums deemed suitable by the BRSA (issued/ obtained after 1.1.2014)	-
Debt instruments and premiums deemed suitable by the BRSA (issued before 1.1.2014)	-
Third parties' share in the Tier I Capital	-
Additional Tier I Capital before Deductions	--
Deductions from Additional Tier I Capital	--
Direct and indirect investments of the Bank in its own Additional Tier I Capital (-)	-
Portion of the total of net long positions of investments made in equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-
Portion of the total of net long positions of investments made in Additional Tier I Capital and Tier II Capital items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-
Other items to be defined by the BRSA (-)	-
Deductions to be made from common equity in the case that adequate Additional Tier I Capital or Tier II is not available (-)	-
Total Deductions From Additional Tier I Capital	--
Total Additional Tier I Capital	--
Deductions from Tier I Capital	-
Portion of goodwill and other intangible assets and the related deferred tax liabilities which not deducted from the Common Equity as per the 1st clause of Provisional Article 2 of the Regulation on the Equity of Banks (-)	123.180
Portion of net deferred tax assets/ liabilities which is not deducted from the common equity pursuant to Paragraph 1 Provisional Article 2 of the Regulation on the Equity of Banks (-)	-
Total Tier I Capital	6.915.148

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

TIER II CAPITAL	-
Debt instruments and premiums deemed suitable by the BRSA (issued/ obtained after 1.1.2014)	1.372.232
Debt instruments and premiums deemed suitable by the BRSA (issued/ obtained before 1.1.2014)	1.893.794
Sources pledged to the Bank by shareholders to be used in capital increases of the Bank	-
General Loan Loss Provisions	813.128
Third parties' share in the Tier II Capital	-
Tier II Capital Before Deductions	4.079.154
Deductions From Tier II Capital	-
Direct and indirect investments of the Bank in its own Tier II Capital (-)	35.461
Portion of the total of net long positions of investments made in Common Equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-
Portion of the total of net long positions of investments made in Additional Tier I and Tier II Capital items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank (-)	-
Other items to be defined by the BRSA (-)	-
Total Deductions from Tier II Capital	35.461
Total Tier II Capital	4.043.693
CAPITAL BEFORE DEDUCTIONS	-
Loans granted contrary to the 50th and 51th Article of the Law (-)	-
Net book value of amounts exceeding the limit mentioned in the 1st Paragraph of Article 57 of the Law and assets acquired against overdue receivables which could not be disposed of even though five years have passed since their acquisition date (-)	658
Loans granted to banks and financial institutions, including those established abroad, and to eligible shareholders of the Bank and investments made in the borrowing instruments issued by them (-)	-
Loans granted to banks and financial institutions, including those established abroad, and to eligible shareholders of the Bank and investments made in the borrowing instruments issued by them (-)	-
Other items to be defined by the BRSA (-)	3.878
Portion of the total of net long positions of investments made in Common Equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or less of the issued common share capital exceeding 10% of Common Equity of the Bank not to be deducted from the Common Equity, Additional Tier I Capital, Tier II Capital as per the 1st clause of the Provisional Article 2 of the Regulation on the Equity of Banks. (-)	-
institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital exceeding 10% of Common Equity of the Bank not to be deducted from the Additional Tier I Capital and Tier II Capital as per the 1st clause of the Provisional Article 2 of the Regulation on the Equity of Banks. (-)	-
Portion of the total of net long positions of investments made in Common Equity items of banks and financial institutions outside the scope of consolidation where the Bank owns 10% or more of the issued common share capital, deferred tax assets based on temporary differences and mortgage servicing rights not deducted from Common Equity as per the 1st and 2nd Paragraph of the 2nd clause of the Provisional Article 2 of the Regulation on the Equity of Banks (-)	-
TOTAL CAPITAL	10.954.305
Amounts below the Excess Limits as per the Deduction Principles	-
Amounts arising from the net long positions of investments made in Total Capital items of banks and financial institutions where the Bank owns 10% or less of the issued common share capital	-
Amounts arising from the net long positions of investments made in Tier I Capital items of banks and financial institutions where the Bank owns 10% or more of the issued common share capital	-
Amounts arising from mortgage servicing rights	-
Amounts arising from deferred tax assets based on temporary differences	288.312

(*) Financial Period Equity has calculated due to official legislation on bank's equity settlements which has been valid from 1 January 2014 and published 28756 no. official gazette dated 5 September 2013.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

	Prior Period 31 December 2013
CORE CAPITAL	
Paid-in Capital	716.100
Nominal Capital	716.100
Capital Commitments (-)	-
Capital Reserves Arising From Inflation Adjustments to Paid-in Capital	189.164
Share Premium	98.411
Share Cancellation Profit	-
Legal Reserves	3.915.830
Adjustment to Legal Reserves	-
Profit	1.600.173
Current Period Profit	1.011.230
Prior Periods' Profits	588.943
Free Provisions Booked for Possible Losses (Up to 25% of the Core Capital)	8.000
Gains on Sale of Real Estate and Investments in Associates and Subsidiaries to be Added to the Paid-in capital	306.054
Primary Subordinated Loans	-
Minority Interest	37.292
Losses that is not covered with reserves (-)	-
Net Current Period Loss	-
Prior Periods' Losses	-
Operating Lease Development Costs (-)	104.514
Intangible Assets (-)	163.063
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	6.603.447
SUPPLEMENTARY CAPITAL	-
General Reserves	700.374
45% of Increase in Revaluation Fund of Movable Fixed Assets	-
45% of Increase in Revaluation Fund of Properties	-
Bonus Shares of Associates, Subsidiaries and Entities Under Common Control not Recognized in Profit	11
Primary Subordinated Loans Excluded from the Core Capital	-
Secondary Subordinated Loans	1.940.485
45% of Value Increase Fund of Financial Assets Available for Sale and Associates and Subsidiaries (100% if any impairment)	(350.515)
Inflation Component of Capital Reserves, Profit Reserves and Prior Period Profits (except adjustment to legal reserves)	-
Minority Interest	-
Total Supplementary Capital	2.290.355
CAPITAL	8.893.802
DEDUCTIONS FROM CAPITAL	36.655
Shares in Unconsolidated Banks and Financial Institutions	-
BSecondary 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	33.837
Securitization Positions - Adopting the Method of Deducting from Equity	-
Others	2.818
TOTAL SHAREHOLDERS' EQUITY	8.857.147

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

e. Details on calculation in accordance with the temporary calculations on equity

	Consolidated		The Parent Bank	
	Amount to be considered in equity calculation in current period	Total	Amount to be considered in equity calculation in current period	Total
Minority shares in Common Equity Core Capital	6.306	6.306	-	-
Third parties in Additional Core Capital	-	-	-	-
Third parties in Tier II Capital	-	-	-	-
Bank's borrowing instruments and related premium (issued before 1.1.2014)	1.893.794	1.893.794	1.893.794	1.893.794

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

f. Information on debt instruments included in the calculation of equity

Issuer	SBERBANK OF RUSSIA	SBERBANK OF RUSSIA	SBERBANK OF RUSSIA	SBERBANK OF RUSSIA	SBERBANK OF RUSSIA	DEXIA CREDIT LOCAL PARIS	DEXIA CREDIT LOCAL PARIS	DEXIA CREDIT LOCAL PARIS	DEXIA CREDIT LOCAL PARIS
Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	Subordinated Loans	Subordinated Loans	Subordinated Loans	Subordinated Loans	Subordinated Loans	Subordinated Loans	Subordinated Loans	Subordinated Loans	Subordinated Loans
Governing law(s) of the instrument	"Regulations on Banks' Equity" dated 5 September 2013.	"Regulations on Banks' Equity" dated 5 September 2013.	"Regulations on Banks' Equity" dated 5 September 2013.	"Regulations on Banks' Equity" dated 5 September 2006.	"Regulations on Banks' Equity" dated 1 November 2006.	"Regulations on Banks' Equity" dated 1 November 2006.	"Regulations on Banks' Equity" dated 1 November 2006.	"Regulations on Banks' Equity" dated 1 November 2006.	"Regulations on Banks' Equity" dated 1 November 2006.
Regulatory treatment									
Subject to 10% deduction as of 1/1/2015	Not Deducted	Not Deducted	Not Deducted	Deducted	Deducted	Deducted	Deducted	Deducted	Deducted
Eligible at solo/group/group&solo	Eligible	Eligible	Eligible	Eligible	Eligible	Eligible	Eligible	Eligible	Eligible
Instrument type	Loan	Loan	Loan	Loan	Loan	Loan	Loan	Loan	Loan
Amount recognised in regulatory capital (Currency in mil, as of most recent reporting date)	325	349	698	698	698	279	121	47	51
Par value of instrument	325	349	698	698	698	465	303	116	254
Accounting classification	3470102	3470102	3470102	3470102	3470102	3470102	3470102	3470102	3470102
Original date of issuance	30.09.2014	30.04.2014	31.01.2014	30.09.2013	28.06.2013	27.02.2008	27.09.2007	28.06.2007	28.12.2006
Perpetual or dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated	Dated
Original maturity date	10 years	10 years	10 years	10 years	10 years	10 years	10 years	10 years	10 years
Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Optional call date, contingent call dates and redemption amount	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full on condition that it is at fifth years of the loan is given.	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full on condition that it is at fifth years of the loan is given.	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full or partially at any time before the planned repayment date, on condition that it is at least 5 years	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full or partially at any time before the planned repayment date, on condition that it is at least 5 years	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full or partially at any time before the planned repayment date, on condition that it is at least 5 years	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full at any time before the planned repayment date, on condition that it is at least 5 years	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full at any time before the planned repayment date, on condition that it is at least 5 years	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full at any time before the planned repayment date, on condition that it is at least 5 years	Subject to the written approval of the Banking Regulation and Supervision Agency, repayable in full at any time before the planned repayment date, on condition that it is at least 5 years
Subsequent call dates, if applicable	None.	None.	None.	None.	None.	None.	None.	None.	None.
Coupons/Dividends*									
Fixed or floating dividend/coupon	Fixed	Fixed	Fixed	Fixed	Fixed	Floating	Floating	Floating	Floating
Coupon rate and any related index	First five year 6.2%, after irs +5.64	First five year 7.93%, after irs	7.5%	7.49%	6.10%	Libor + 2.90%	Libor + 2.10%	Libor + 2.10%	Euribor + 2.5%
Existence of a dividend stopper	None.	None.	None.	None.	None.	None.	None.	None.	None.
Fully discretionary, partially discretionary or mandatory	--	--	--	--	--	--	--	--	--
Existence of step up or other incentive to redeem	None.	None.	None.	None.	None.	None.	None.	None.	None.
Noncumulative or cumulative	--	--	--	--	--	--	--	--	--
Convertible or non-convertible									
If convertible, conversion trigger (s)	May be fully or partially extinguished principal amount and interest payment liabilities of loan or converted into capital in accordance with the related regulations in the case that the operation authorization of the Bank is revoked or in the event of an occurring possibility that the Bank may be transferred to the	May be fully or partially extinguished principal amount and interest payment liabilities of loan or converted into capital in accordance with the related regulations in the case that the operation authorization of the Bank is revoked or in the event of an occurring possibility that the Bank may be transferred to the	May be permanently or temporarily derecognized or converted into capital in accordance with the related regulations in the case that the operation authorization of the Bank is revoked or in the event of an occurring possibility that the Bank may be transferred to the Fund.	None.	None.	None.	None.	None.	None.
If convertible, fully or partially	Convertible fully.	Convertible fully.	Convertible fully.	--	--	--	--	--	--
If convertible, conversion rate	--	--	--	--	--	--	--	--	--
If convertible, mandatory or optional conversion	--	--	--	--	--	--	--	--	--
If convertible, specify instrument type convertible into	--	--	--	--	--	--	--	--	--
If convertible, specify issuer of instrument it converts into	--	--	--	--	--	--	--	--	--
Write-down feature									
If write-down, write-down trigger(s)	None.	None.	None.	None.	None.	None.	None.	None.	None.
If write-down, full or partial	--	--	--	--	--	--	--	--	--
If write-down, permanent or temporary	--	--	--	--	--	--	--	--	--
If temporary write-down, description of write-up mechanism	--	--	--	--	--	--	--	--	--
Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	In the event of the litigation of the Bank, gives the owner the authority to collect the claim after the borrowing instruments to be included in the additional principal capital and after deposit	In the event of the litigation of the Bank, gives the owner the authority to collect the claim after the borrowing instruments to be included in the additional principal capital and after deposit	In the event of the litigation of the Bank, gives the owner the authority to collect the claim after the borrowing instruments to be included in the additional principal capital and after deposit	Gives the owner the right to collect the claim before share certificates and primary subordinated debts and after all other debts.	Gives the owner the right to collect the claim before share certificates and primary subordinated debts and after all other debts.	Gives the owner the right to collect the claim before share certificates and primary subordinated debts and after all other debts.	Gives the owner the right to collect the claim before share certificates and primary subordinated debts and after all other debts.	Gives the owner the right to collect the claim before share certificates and primary subordinated debts and after all other debts.	Gives the owner the right to collect the claim before share certificates and primary subordinated debts and after all other debts.
Whether conditions which stands in article of 7 and 8 of Banks' shareholder equity law are possessed or not	Possessed for Article 8.	Possessed for Article 8.	Possessed for Article 8.	Not Possessed.	Not Possessed.	Not Possessed.	Not Possessed.	Not Possessed.	Not Possessed.
According to article 7 and 8 of Banks' shareholders equity law that are not possessed	--	--	--	Article 8/2 (g)	Article 8/2 (g)	Article 8/2 (g)	Article 8/2 (g)	Article 8/2 (g)	Article 8/2 (g)

g. Approaches for assessment of adequacy of internal capital requirements for current and future activities

The Parent Bank's assessment process of adequacy of internal capital requirements and capital adequacy policies was prepared in accordance with the strategic plan which is yearly conducted and regard the instant and next three years. This assessment includes the interest rate risk, liquidity risk, reputational risk, residual risk, concentration risk, strategy risk, and country and transfer risks arising from Banking activities besides the market, credit and operational risks directly affecting its legal capital adequacy ratio. The assessment methodology of internal capital requirements is a developing process, accordingly the future improvement areas are determined and the working plans are set. Stress test analyses that are conducted based on annually determined risks are used as input for internal assessment. In the process, the Parent Banks's risk-weighted assets structure, equity development and capital planning components are calculated under the stress scenario and comparatively presented with the Bank's regulatory capital budgeting and target capital adequacy ratio.

II. Explanations related to the consolidated credit risk

a. Information on risk concentrations by debtors or group of debtors or geographical regions and sectors, basis for risk limits and the frequency of risk appraisals

Credit risk is the risk that the counterparties of the Parent Bank and consolidated subsidiaries and associates may be unable to meet in full or part their commitments arising from contracts and cause to incur losses.

Credit risk limits of the customers are determined based on the customers' financial strength and the credit requirement, within the credit authorization limits of the branches, the credit evaluation group, the regional directorates, the executive vice presidents responsible from loans, the general manager, the credit committee and the Board of Directors; on condition that they are in compliance with the related regulations.

Credit risk limits are determined for debtors or group of debtors. Credit risk limits of the debtors, group of debtors and sectors are monitored on a weekly basis.

Information on determination and distribution of risk limits for daily transactions, monitoring of risk concentrations related to off-balance sheet items per customer and dealer basis:

Risk limits and allocations relating to daily transactions are monitored on a daily basis. Off-balance sheet risk concentrations are monitored by on-site and off-site investigations.

Information on periodical analysis of creditworthiness of loans and other receivables per legislation, inspection of account vouchers taken against new loans, if not inspected, the reasons for it, credit limit renewals, collaterals against loans and other receivables:

The Group targets a healthy loan portfolio and in order to meet its target there are process instructions, follow-up and control procedures, close monitoring procedures and risk classifications for loans in accordance with the banking legislation.

In order to prevent the loans becoming non-performing either due to cyclical changes or structural problems, the potential problematic customers are determined through the analysis of early warning signals, and the probable performance problems are aimed to be resolved at an early stage.

It is preferred to obtain highly liquid collaterals such as bank guarantees, real estate and ship mortgages, pledges on securities, bills of exchange and sureties of the persons and companies.

Descriptions of past due and impaired loans as per the accounting practices

Loans which were transferred to second group loans based on the "Regulation on Procedures and principles for Determination of Qualifications of Loans and Other Receivables By Banks and Provisions to be Set Aside" and whose principal and interest payments were not realized at the relevant due dates are regarded as past due loans by the Parent Bank.

Loans whose principal and interest payments were late for more than 90 days and the loans whose debtors have suffered deterioration in their creditworthiness as per the Bank's evaluations are regarded as impaired loans.

Methods and approaches regarding valuation adjustments and provisions

Based on the "Regulation on Procedures and principles for Determination of Qualifications of Loans and Other Receivables By Banks and Provisions to be Set Aside" the Parent Bank calculates general provision for past due loans and specific provision for impaired loans.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Total amount of exposures after offsetting transactions but before applying credit risk mitigations and the average exposure amounts that are classified in different risk groups and types

Corporate and commercial credit risks are evaluated according to the Group's internal assessment ("rating") system; which complies with the Basel II model; and classified according to their probability of default. Ratings of corporate and commercial loans portfolio is presented below:

Rating/ Scoring Grades	Current Period	Prior Period
Above Average	58%	54%
Average	28%	31%
Below Average	7%	5%
Unrated	7%	10%

Group applies a different assessment method ("scoring") for consumer and SME credit risks. Ratings compatible with Basel II model is presented below:

Rating/ Scoring Grades	Current Period	Prior Period
Above Average	35%	35%
Average	33%	32%
Below Average	32%	33%

Risk classifications	Current Period (*)	Average (**)
Conditional and unconditional receivables from central governments or central banks	19.758.253	17.787.848
Conditional and unconditional receivables from regional or local governments	906.358	933.462
Conditional and unconditional receivables from administrative units and non-commercial enterprises	1	1
Conditional and unconditional receivables from multilateral development banks	-	-
Conditional and unconditional receivables from international organizations	-	-
Conditional and unconditional receivables from banks and brokerage houses	6.457.283	5.692.236
Conditional and unconditional receivables from corporates	47.023.298	43.684.421
Conditional and unconditional retail receivables	18.401.471	16.271.771
Conditional and unconditional receivables secured by mortgages	7.469.905	7.773.735
a) Receivables secured by residential mortgages	3.725.093	4.022.386
b) Receivables secured by commercial mortgages	3.744.812	3.751.349
Past due receivables	543.503	508.233
Receivables defined in high risk category by BRSA	5.423.034	5.265.803
Securities collateralized by mortgages	-	-
Securitization positions	-	-
Short-term receivables from banks, brokerage houses and corporates	-	-
Investments similar to collective investment funds	-	-
Other receivables	3.090.823	3.055.224
Total	109.073.929	100.972.734

(*) Includes risk amounts in banking book before the effect of credit risk mitigation but after the credit conversions.

(**) Arithmetical average of the amounts in quarterly reports prepared after the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Bank dated 28 June 2012.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

Risk classifications	Prior Period (*)	Average (**)
Conditional and unconditional receivables from central governments or central banks	15.039.553	14.209.921
Conditional and unconditional receivables from regional or local governments	888.219	644.445
Conditional and unconditional receivables from administrative units and non-commercial enterprises	1	1
Conditional and unconditional receivables from multilateral development banks	-	-
Conditional and unconditional receivables from international organizations	-	-
Conditional and unconditional receivables from banks and brokerage houses	1.471.896	1.184.944
Conditional and unconditional receivables from corporates	41.267.522	36.225.488
Conditional and unconditional retail receivables	14.181.301	13.613.583
Conditional and unconditional receivables secured by mortgages	7.384.794	5.626.119
a) Receivables secured by residential mortgages	3.900.885	3.586.925
b) Receivables secured by commercial mortgages	3.483.909	2.039.194
Past due receivables	476.309	481.058
Receivables defined in high risk category by BRSA	5.221.959	4.232.685
Securities collateralized by mortgages	-	-
Securitization positions	-	-
Short-term receivables from banks, brokerage houses and corporates	2.143.937	1.787.825
Investments similar to collective investment funds	-	1.455
Other receivables	2.659.464	2.395.411
Total	90.734.955	80.402.935

(*) Includes risk amounts in banking book before the effect of credit risk mitigation but after the credit conversions.

(**) Arithmetical average of the amounts in quarterly reports prepared after the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Bank dated 28 June 2012.

b. Information on the control limits of the Group for forward transactions, options and similar contracts, management of credit risk for these instruments together with the potential risks arising from market conditions

The Group has control limits defined for the positions arising from forward transactions, options and similar contracts. Credit risk for these instruments is managed together with those arising from market conditions.

c. Information on whether the Group decreases the risk by liquidating its forward transactions, options and similar contracts in case of facing a significant credit risk or not

Forward transactions can be realized at maturity. However, if it is required, reverse positions of the current positions are purchased to decrease the risk.

d. Information on whether the indemnified non-cash loans are evaluated as having the same risk weight as non-performing loans or not

Indemnified non-cash loans are treated as having the same risk weight as non-performing loans.

Information on whether the loans that are renewed and rescheduled are included in a new rating group as determined by the Bank's risk management system, other than the follow-up plan defined in the banking regulations or not; whether new precautions are considered in these methods or not; whether the Bank's risk management accepts long term commitments as having more risk than short term commitments which results in a diversification of risk or not

Loans that are renewed and rescheduled are included in a new rating group as determined by the risk management system, other than the follow-up plan defined in the banking regulations.

Long term commitments are accepted as having more risk than short term commitments which results in a diversification of risk and are monitored periodically.

e. Evaluation of the significance of country specific risk if the banks have foreign operations and credit transactions in a few countries or these operations are coordinated with a few financial entities

There is no significant credit risk since the Parent Bank's foreign operations and credit transactions are conducted in OECD and EU member countries in considering their economic climate.

Evaluation of the Bank's competitive credit risk as being an active participant in the international banking transactions market

Being an active participant in the international banking transactions market, the Parent Bank does not have significant credit risk as compared to other financial institutions.

f. DFS Group's

1. The share of the top 100 and 200 cash loan customers in the total cash loans portfolio

The share of the top 100 cash loan customers comprises 26% of the total cash loans portfolio (31 December 2013: 23%), the share of the top 200 cash loan customers comprises 33% of the total cash loans portfolio (31 December 2013: 30%).

2. The share of the top 100 and 200 non-cash loan customers in the total loan non-cash loans portfolio

The share of the top 100 non-cash loan customers comprises 48% of the total non-cash loans portfolio (31 December 2013: 45%), the share of the top 200 non-cash loan customers comprises 61% of the total non-cash loans portfolio (31 December 2013: 58%).

3. The share of the total cash and non-cash loan balance of the top 100 and 200 loan customers in the total assets and off-balance sheet items

The share of the total cash and non-cash loans from its top 100 loan customers comprise 18% of the total assets and off-balance sheet items (31 December 2013: 17%), the Bank's total cash and non-cash loans from its top 200 loan customers comprise 24% of the total on and off-balance sheet items (31 December 2013: 24%).

g. DFS Group's general loan provision for its loans

As at 31 December 2014, DFS Group's general provision amounts to TL 813.128 (31 December 2013: TL 700.374).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

h. Profile of significant exposures in major regions

Current Period: 31 December 2014	Risk Classifications (*) (***)																Total
	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	
Domestic	18.393.750	865.896	--	--	--	2.243.728	33.724.472	14.633.457	7.035.554	538.578	5.411.061	--	--	--	--	2.902.483	85.748.979
European Union Countries	1.347.664	34.094	--	--	--	2.229.765	675.838	37.787	52.489	4.521	7.373	--	--	--	--	138.234	4.527.765
OECD Countries (**)	--	--	--	--	--	116.367	--	3.631	4.089	76	480	--	--	--	--	--	124.643
Off-Shore Banking Regions	--	--	--	--	--	61	343.728	2.046	12.579	6	180	--	--	--	--	--	358.600
USA, Canada	--	--	--	--	--	399.444	55.328	396	3.208	4	620	--	--	--	--	--	459.000
Other Countries	--	--	--	--	--	96.137	1.124.554	40.677	43.913	318	3.633	--	--	--	--	26.335	1.335.567
Subsidiaries, associates and jointly controlled companies	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	18.596	18.596
Unallocated Assets/Liabilities	16.839	6.368	1	--	--	1.371.781	11.099.378	3.683.477	318.073	--	(313)	--	--	--	--	5.175	16.500.779
Total	19.758.253	906.358	1	--	--	6.457.283	47.023.298	18.401.471	7.469.905	543.503	5.423.034	--	--	--	--	3.090.823	109.073.929

Prior Period: 31 December 2013	Risk Classifications (*) (***)																Total
	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	
Domestic	13.762.705	849.172	--	--	--	355.178	29.606.283	11.297.420	7.009.421	469.639	5.209.474	--	--	471.000	--	2.366.383	71.396.675
European Union Countries	1.272.828	35.394	--	--	--	624.783	854.592	47.039	64.963	5.610	9.751	--	--	1.398.974	--	104.357	4.418.291
OECD Countries (**)	--	--	--	--	--	385	36	1.352	2.890	47	266	--	--	5.067	--	--	10.043
Off-Shore Banking Regions	--	--	--	--	--	497	22.729	1.139	--	--	--	--	--	1.569	--	--	25.934
USA, Canada	--	--	--	--	--	15.800	60.098	499	1.065	4	169	--	--	148.049	--	--	225.684
Other Countries	25	--	--	--	--	67.038	1.104.655	40.479	39.546	1.009	2.299	--	--	107.931	--	186.387	1.549.369
Subsidiaries, associates and jointly controlled companies	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Unallocated Assets/Liabilities	3.995	3.653	1	--	--	408.215	9.619.129	2.793.373	266.909	--	--	--	--	11.347	--	2.337	13.108.959
Total	15.039.553	888.219	1	--	--	1.471.896	41.267.522	14.181.301	7.384.794	476.309	5.221.959	--	--	2.143.937	--	2.659.464	90.734.955

(*) Exposure categories are as per the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks:

- | | |
|---|---|
| A: Conditional and unconditional receivables from central governments or central banks | I: Conditional and unconditional receivables secured by mortgages |
| B: Conditional and unconditional receivables from regional or local governments | J: Past due receivables |
| C: Conditional and unconditional receivables from administrative units and non-commercial enterprises | K: Receivables defined in high risk category by BRSA |
| D: Conditional and unconditional receivables from multilateral development banks | L: Securities collateralized by mortgages |
| E: Conditional and unconditional receivables from international organizations | M: Securitization positions |
| F: Conditional and unconditional receivables from banks and brokerage houses | N: Short-term receivables from banks, brokerage houses and corporates |
| G: Conditional and unconditional receivables from corporates | O: Investments similar to collective investment funds |
| H: Conditional and unconditional retail receivables | P: Other receivables |

(**) OECD countries except for EU countries, USA and Canada

(***) Includes risk amounts before the effect of credit risk mitigation but after the credit conversions.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

i. Risk Profile by Sectors or Counterparties
Current period: 31 December 2014

Sectors/Counterparties	Risk Classifications (*)(**)																TL	FC	Total	
	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P				
Agricultural	--	--	--	--	--	--	926.014	3.542.784	645.550	29.911	3.279	--	--	--	--	--	4.667.544	479.994	5.147.538	
Farming and Cattle	--	--	--	--	--	--	917.829	3.536.254	644.963	29.711	3.278	--	--	--	--	--	4.654.688	477.347	5.132.035	
Forestry	--	--	--	--	--	--	5.052	4.818	135	194	1	--	--	--	--	--	7.640	2.560	10.200	
Fishing	--	--	--	--	--	--	3.133	1.712	452	6	--	--	--	--	--	--	5.216	87	5.303	
Manufacturing	--	3	--	--	--	--	14.134.606	949.040	554.598	46.591	3.149	--	--	--	--	--	4.902.152	10.785.835	15.687.987	
Mining	--	3	--	--	--	--	2.515.214	70.585	43.623	6.553	58	--	--	--	--	--	411.006	2.225.030	2.636.036	
Production	--	--	--	--	--	--	9.512.922	870.782	478.382	37.225	2.902	--	--	--	--	--	4.332.689	6.569.524	10.902.213	
Utilities (Electric, gas and water)	--	--	--	--	--	--	2.106.470	7.673	32.593	2.813	189	--	--	--	--	--	158.457	1.991.281	2.149.738	
Construction	--	36.170	--	--	--	--	6.904.776	513.579	725.446	49.609	1.411	--	--	--	--	--	2.624	3.708.485	4.525.130	8.233.615
Services	17.681.005	2.535	--	--	--	5.376.752	20.333.003	3.494.066	2.100.927	131.367	10.953	--	--	--	--	--	24.837	21.634.370	27.521.075	49.155.445
Wholesale and retail trade	--	1	--	--	--	--	7.752.153	2.642.747	863.981	82.166	7.240	--	--	--	--	--	6.464.485	4.883.803	11.348.288	
Hotel, food and beverage services	--	--	--	--	--	--	5.716.831	173.231	656.734	2.785	331	--	--	--	--	--	1.144.844	5.405.068	6.549.912	
Transportation and telecommunication	--	34	--	--	--	--	3.741.891	503.249	212.940	12.403	1.898	--	--	--	--	14	1.788.688	2.683.741	4.472.429	
Financial institutions	17.681.005	71	--	--	--	5.376.752	1.012.786	32.448	52.674	4.575	53	--	--	--	--	24.823	10.815.360	13.369.827	24.185.187	
Real estate and letting services	--	2.429	--	--	--	--	392.196	53.178	59.974	1.080	63	--	--	--	--	--	175.788	333.132	508.920	
Self-employment services	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	
Education services	--	--	--	--	--	--	801.526	26.946	120.041	998	1.313	--	--	--	--	--	710.031	240.793	950.824	
Health and social services	--	--	--	--	--	--	915.620	62.267	134.583	27.360	55	--	--	--	--	--	535.174	604.711	1.139.885	
Other	2.077.248	867.650	1	--	--	1.080.531	4.724.899	9.902.002	3.443.384	286.025	5.404.242	--	--	--	--	--	3.063.362	24.153.922	6.695.422	30.849.344
Total	19.758.253	906.358	1	--	--	6.457.283	47.023.298	18.401.471	7.469.905	543.503	5.423.034	--	--	--	--	--	3.090.823	59.066.473	50.007.456	109.073.929

(*) Exposure categories are as per the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks:

A: Conditional and unconditional receivables from central governments or central banks

B: Conditional and unconditional receivables from regional or local governments

C: Conditional and unconditional receivables from administrative units and non-commercial enterprises

D: Conditional and unconditional receivables from multilateral development banks

E: Conditional and unconditional receivables from international organizations

F: Conditional and unconditional receivables from banks and brokerage houses

G: Conditional and unconditional receivables from corporates

H: Conditional and unconditional retail receivables

(**) Includes risk amounts before the effect of credit risk mitigation but after the credit conversions.

I: Conditional and unconditional receivables secured by mortgages

J: Past due receivables

K: Receivables defined in high risk category by BRSA

L: Securities collateralized by mortgages

M: Securitization positions

N: Short-term receivables from banks, brokerage houses and corporates

O: Investments similar to collective investment funds

P: Other receivables

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014
(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Prior period:31 December 2013

Sectors/Counterparties	Risk Classifications (*)(**)																TL	FC	Total
	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P			
Agricultural	--	--	--	--	--	--	887.173	2.550.388	674.530	32.742	3.780	--	--	--	--	--	3.600.466	548.147	4.148.613
Farming and Cattle	--	--	--	--	--	--	873.763	2.542.169	673.675	32.673	3.775	--	--	--	--	--	3.586.882	539.173	4.126.055
Forestry	--	--	--	--	--	--	1.852	5.520	173	59	1	--	--	--	--	--	7.155	450	7.605
Fishing	--	--	--	--	--	--	11.558	2.699	682	10	4	--	--	--	--	--	6.429	8.524	14.953
Manufacturing	--	2	--	--	--	--	12.445.201	671.726	502.613	58.080	5.070	--	--	--	--	--	4.034.456	9.648.236	13.682.692
Mining	--	2	--	--	--	--	1.961.343	48.914	54.633	3.104	288	--	--	--	--	--	498.213	1.570.071	2.068.284
Production	--	--	--	--	--	--	8.694.689	618.816	416.209	52.208	4.670	--	--	--	--	--	3.388.702	6.397.890	9.786.592
Utilities (Electric, gas and water)	--	--	--	--	--	--	1.789.169	3.996	31.771	2.768	112	--	--	--	--	--	147.541	1.680.275	1.827.816
Construction	--	36.927	--	--	--	--	6.427.303	404.401	690.570	37.237	2.133	--	--	--	--	--	3.475.544	4.123.027	7.598.571
Services	7.561.615	1.115	--	--	--	1.471.896	18.118.860	2.408.185	1.842.484	133.073	41.188	--	--	2.143.937	--	37.462	10.292.065	23.467.750	33.759.815
Wholesale and retail trade	--	1	--	--	--	--	7.100.911	1.779.439	891.546	70.259	7.838	--	--	--	--	--	5.098.640	4.751.354	9.849.994
Hotel, food and beverage services	--	--	--	--	--	--	4.244.704	126.005	430.895	2.942	199	--	--	--	--	--	788.754	4.015.991	4.804.745
Transportation and telecommunication	--	48	--	--	--	--	3.469.753	379.647	158.691	13.630	297	--	--	--	--	5.637	1.463.125	2.564.578	4.027.703
Financial institutions	7.561.615	101	--	--	--	1.471.896	1.302.986	24.869	55.054	3.799	32.449	--	--	2.143.937	--	31.825	1.916.910	10.711.621	12.628.531
Real estate and letting services	--	965	--	--	--	--	676.312	36.222	35.498	570	47	--	--	--	--	--	118.613	631.001	749.614
Self-employment services	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--	--
Education services	--	--	--	--	--	--	579.767	15.537	159.077	158	7	--	--	--	--	--	487.641	266.905	754.546
Health and social services	--	--	--	--	--	--	744.427	46.466	111.723	41.715	351	--	--	--	--	--	418.382	526.300	944.682
Other	7.477.938	850.175	1	--	--	--	3.388.985	8.146.601	3.674.597	215.177	5.169.788	--	--	--	--	2.622.002	27.277.142	4.268.122	31.545.264
Total	15.039.553	888.219	1	--	--	1.471.896	41.267.522	14.181.301	7.384.794	476.309	5.221.959	--	--	2.143.937	--	2.659.464	48.679.673	42.055.282	90.734.955

(*) Exposure categories are as per the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks:

A: Conditional and unconditional receivables from central governments or central banks

I: Conditional and unconditional receivables secured by mortgages

B: Conditional and unconditional receivables from regional or local governments

J: Past due receivables

C: Conditional and unconditional receivables from administrative units and non-commercial enterprises

K: Receivables defined in high risk category by BRSA

D: Conditional and unconditional receivables from multilateral development banks

L: Securities collateralized by mortgages

E: Conditional and unconditional receivables from international organizations

M: Securitization positions

F: Conditional and unconditional receivables from banks and brokerage houses

N: Short-term receivables from banks, brokerage houses and corporates

G: Conditional and unconditional receivables from corporates

O: Investments similar to collective investment funds

H: Conditional and unconditional retail receivables

P: Other receivables

(**) Includes risk amounts before the effect of credit risk mitigation but after the credit conversions.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

j. Analysis of maturity-bearing exposures according to remaining maturities

Current Period: 31 December 2014

Risk classifications	Undistributed (*)	1 month	1-3 months	3-6 months	6-12 months	Over 1 year
Conditional and unconditional receivables from central governments or central banks	1.162.722	7.202.631	549.678	653.924	755.888	9.433.410
Conditional and unconditional receivables from regional or local governments	-	1.265	1.731	10.891	24.319	868.152
Conditional and unconditional receivables from administrative units and non-commercial enterprises	-	-	-	-	-	1
Conditional and unconditional receivables from multilateral development banks	-	-	-	-	-	-
Conditional and unconditional receivables from international organizations	-	-	-	-	-	-
Conditional and unconditional receivables from banks and brokerage houses	669.886	3.263.885	660.388	217.463	440.713	1.204.948
Conditional and unconditional receivables from corporates	36.075	3.699.311	4.091.000	2.529.627	5.378.024	31.289.261
Conditional and unconditional retail receivables	1.557	5.147.709	995.066	1.507.103	4.689.401	6.060.635
Conditional and unconditional receivables secured by mortgages	60	437.957	212.109	246.325	481.345	6.092.109
Past due receivables	488.951	24.852	393	3.787	3.381	22.139
Receivables defined in high risk category by BRSA	28.427	236.243	-	-	-	5.158.364
Securities collateralized by mortgages	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-
Short-term receivables from banks, brokerage houses and corporates	-	-	-	-	-	-
Investments similar to collective investment funds	-	-	-	-	-	-
Other receivables	2.923.928	50	-	120	1.275	165.450
Total Amount	5.311.606	20.013.903	6.510.365	5.169.240	11.774.346	60.294.469

(*) Drawing amounts are included.

Prior Period: 31 December 2013

Risk classifications	Undistributed (*)	1 month	1-3 months	3-6 months	-12 months	Over 1 year
Conditional and unconditional receivables from central governments or central banks	1.465.177	6.101.614	337.586	334	337.120	6.797.722
Conditional and unconditional receivables from regional or local governments	-	606	7.603	5.058	22.427	852.525
Conditional and unconditional receivables from administrative units and non-commercial enterprises	-	-	-	-	-	1
Conditional and unconditional receivables from multilateral development banks	-	-	-	-	-	-
Conditional and unconditional receivables from international organizations	-	-	-	-	-	-
Conditional and unconditional receivables from banks and brokerage houses	60	19.390	391	137.471	135.949	1.178.635
Conditional and unconditional receivables from corporates	11	3.299.099	4.325.718	2.446.213	4.522.155	26.674.326
Conditional and unconditional retail receivables	137.218	305.877	890.887	1.087.131	3.733.608	8.026.580
Conditional and unconditional receivables secured by mortgages	12	205.223	181.227	284.940	431.922	6.281.470
Past due receivables	360.670	31.200	3.667	3.129	7.441	70.202
Receivables defined in high risk category by BRSA	54.206	613.399	-	-	693	4.553.661
Securities collateralized by mortgages	-	-	-	-	-	-
Securitization positions	-	-	-	-	-	-
Short-term receivables from banks, brokerage houses and corporates	245.683	1.645.006	253.248	-	-	-
Investments similar to collective investment funds	-	-	-	-	-	-
Other receivables	2.506.704	205	27.663	5	27	124.860
Total Amount	4.769.741	12.221.619	6.027.990	3.964.281	9.191.342	54.559.982

(*) Drawing amounts are included.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

k. Risk Classifications

Credit ratings of International Credit Rating Agencies (CRA); Fitch, Moody's and Standard and Poors are used in the process of determining the risk weights as per the Article 6th of the Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks.

The scope of credit rating notes is valid for the non-residents and is limited to the receivables from Central Governments or Central Banks, and receivables from Banks and Brokerage Houses. When the credit ratings given by two different CRA for a particular receivable balance corresponding to different risk weights, the higher risk weight is taken into account; when the credit ratings given by more than two CRA corresponding to different risk weights then the higher of the lowest two risk weights is taken into account. According to the regulation credit ratings of the international CRA is not applicable for the receivables from the residents.

Current Period: 31 December 2014

Credit Quality Grade	Risk Rating			Risk Classifications			
	Fitch	Moody's	S&P	Receivables from Central Governments or Central Banks*	Receivables from Banks and Brokerage Houses		Corporate Receivables
					Receivables with Remaining Maturities Less Than 3 Months	Receivables with Remaining Maturities More Than 3 Months	
1	AAA	Aaa	AAA	0%	20%	20%	20%
	AA+	Aa1	AA+				
	AA	Aa2	AA				
	AA-	Aa3	AA-				
2	A+	A1	A+	20%	20%	50%	50%
	A	A2	A				
	A-	A3	A-				
3	BBB+	Baa1	BBB+	50%	20%	50%	100%
	BBB	Baa2	BBB				
	BBB-	Baa3	BBB-				
4	BB+	Ba1	BB+	100%	50%	100%	100%
	BB	Ba2	BB				
5	BB-	Ba3	BB-	100%	50%	100%	150%
	B+	B1	B+				
	B	B2	B				
6	B-	B3	B-	150%	150%	150%	150%
	CCC	Caa1	CCC+				
		Caa2	CCC				
		Caa3	CCC-				
	CC	Ca	CC				
	C	C	C				
	D	C	D				
		D	D				

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Prior Period: 31 December 2013

Credit Quality Grade	Risk Rating			Risk Classifications			
	Fitch	Moody's	S&P	Receivables from Central Governments or Central Banks*	Receivables from Banks and Brokerage Houses		Corporate Receivables
					Receivables with Remaining Maturities Less Than 3 Months	Receivables with Remaining Maturities More Than 3 Months	
1	AAA	Aaa	AAA	0%	20%	20%	20%
	AA+	Aa1	AA+				
	AA	Aa2	AA				
	AA-	Aa3	AA-				
2	A+	A1	A+	20%	20%	50%	50%
	A	A2	A				
	A-	A3	A-				
3	BBB+	Baa1	BBB+	50%	20%	50%	100%
	BBB	Baa2	BBB				
	BBB-	Baa3	BBB-				
4	BB+	Ba1	BB+	100%	50%	100%	100%
	BB	Ba2	BB				
	BB-	Ba3	BB-				
5	B+	B1	B+	100%	50%	100%	150%
	B	B2	B				
	B-	B3	B-				
6		Caa1	CCC+	150%	150%	150%	150%
	CCC	Caa2	CCC				
		Caa3	CCC-				
	CC	Ca	CC				
	C	C	C				
	D	D					

I. Exposures by risk weights

Current Period: 31 December 2014

Risk Weight	0%	10%	20%	50%	75%	100%	150%	200%	250%	Equity Deductions
Exposures before Credit Risk Mitigation	20.233.940	-	4.059.230	2.634.128	21.296.248	55.228.826	1.481.273	3.961.984	178.300	535.368
Exposures after Credit Risk Mitigation	20.233.940	-	4.059.230	9.362.828	17.097.132	49.285.474	1.464.813	3.929.456	178.300	535.368

Prior Period: 31 December 2013

Risk Weight	0%	10%	20%	50%	75%	100%	150%	200%	250%	Equity Deductions
Exposures before Credit Risk Mitigation	15.893.973	-	2.888.960	1.407.571	17.719.544	47.505.466	1.324.595	3.850.661	144.185	304.232
Exposures after Credit Risk Mitigation	15.893.973	-	2.888.960	8.043.596	13.149.026	42.923.456	1.312.100	3.821.074	144.185	304.232

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

m. Information by major sectors and type of counterparties

Impaired Loans; are the loans either overdue for more than 90 days or loans regarded as impaired due to their creditworthiness. For such loans, “specific provisions” are allocated as per the Provisioning Regulation.

Past Due Loans; are the loans those are overdue up to 90 days but not impaired. For such loans, “general provisions” are allocated as per the Provisioning Regulation.

Current Period: 31 December 2014

Important Sectors / Counterparties	Loans		Value Adjustments (*)	Provisions (**)
	Impaired	Past Due		
Agricultural	193.351	159.103	5.016	148.359
Farming and Cattle	190.660	158.442	5.001	146.266
Forestry	2.571	68	1	1.974
Fishing	120	593	14	119
Manufacturing	162.507	381.251	16.486	119.826
Mining	39.856	16.971	635	32.392
Production	116.296	291.013	12.271	84.069
Utilities (Electric, gas and water)	6.355	73.267	3.580	3.365
Construction	186.166	55.375	1.678	132.933
Services	385.493	594.484	23.447	269.718
Wholesale and retail trade	196.532	157.769	4.285	128.042
Hotel, food and beverage services	9.239	69.372	2.923	6.523
Transportation and telecommunication	54.943	326.548	14.552	44.135
Financial institutions	7.469	9.655	434	2.983
Real estate and letting services	1.335	3.910	94	1.013
Self-employment services	41	–	–	37
Education services	3.051	22.717	1.046	823
Health and social services	112.883	4.513	113	86.162
Other	1.054.320	1.891.300	104.114	704.328
Total	1.981.837	3.081.513	150.741	1.375.164

(*) Representing the general provision of past due loans.

(**) Representing specific provision amounts.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Prior Period: 31 December 2013

Important Sectors / Counterparties	Loans			
	Impaired	Past Due	Value Adjustments (*)	Provisions (**)
Agricultural	174.021	96.362	3.296	129.277
Farming and Cattle	168.807	95.236	3.250	124.541
Forestry	3.055	51	1	2.588
Fishing	2.159	1.075	45	2.148
Manufacturing	180.709	365.654	12.579	140.099
Mining	11.878	45.574	1.909	8.593
Production	162.531	256.120	9.391	128.088
Utilities (Electric, gas and water)	6.300	63.960	1.279	3.418
Construction	105.944	53.503	1.573	74.911
Services	334.099	477.471	18.657	240.837
Wholesale and retail trade	138.959	116.964	2.914	100.691
Hotel, food and beverage services	6.906	26.574	983	4.139
Transportation and telecommunication	42.082	300.975	13.302	33.676
Financial institutions	7.452	8.743	409	3.721
Real estate and letting services	1.300	1.273	27	951
Self-employment services	10.830	–	–	7.652
Education services	607	19.690	944	500
Health and social services	125.963	3.252	78	89.506
Other	815.320	1.149.450	71.160	586.487
Total	1.610.093	2.142.440	107.265	1.171.611

(*) Representing the general provision of past due loans.

(**) Representing specific provision amounts.

Movements in valuation adjustments and provisions

Current Period: 31 December 2014	Opening balance	Charge for the period	Releases of provisions	Other adjustments(*)	Ending balance
Specific Provisions	1.171.611	789.944	(228.400)	(357.991)	1.375.164
General Provisions	700.374	112.754	–	–	813.128

(*) Representing sales from the non-performing loans portfolio in amount of TL (357.724) and exchange differences in amount of TL (267).

Prior Period: 31 December 2013	Opening balance	Charge for the period	Releases of provisions	Other adjustments(*)	Ending balance
Specific Provisions	827.998	684.679	(160.736)	(180.330)	1.171.611
General Provisions	443.897	256.477	–	–	700.374

(*) Representing sales from the non-performing loans portfolio in amount of TL (182.079) and exchange differences in amount of TL 1.749.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

n. Distribution of credit risk according to the operational segments

Current Period: 31 December 2014	Commercial Loans(*)	Consumer Loans	Credit Cards	Other	Total
Standard Loans	46.531.813	10.308.012	3.836.450	20.950	60.697.225
Closely Monitored Loans	1.914.090	1.140.627	205.779	-	3.260.496
Non-performing Loans	1.082.032	513.788	386.017	-	1.981.837
Specific Provision (-)	792.132	348.845	234.187	-	1.375.164
Total	48.735.803	11.613.582	4.194.059	20.950	64.564.394

(*) Informations on the table include receivables of Deniz Leasing and Deniz Factoring

(**) Commercial loans include commercial, corporate and SME loans.

Prior Period: 31 December 2013	Commercial Loans(*)	Consumer Loans	Credit Cards	Other	Total
Standard Loans	40.047.104	9.635.365	4.032.658	21.509	53.736.636
Closely Monitored Loans	1.299.658	870.761	120.831	-	2.291.250
Non-performing Loans	916.386	447.910	245.797	-	1.610.093
Specific Provision (-)	680.985	326.724	163.902	-	1.171.611
Total	41.582.163	10.627.312	4.235.384	21.509	56.466.368

(*) Informations on the table include receivables of Deniz Leasing and Deniz Factoring.

(**) Commercial loans include commercial, corporate and SME loans.

The loans of DFS Group amounting to TL 43.909.204 (31 December 2013: TL 36.594.697) are collateralized by cash, mortgage, cheques and notes obtained from customers.

III. 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.

Under the standard method, the measurements are made over the "trading book" as per the statutory accounting and reporting classification.

a. Market risk

	Amount
(I) Capital Obligation against General Market Risk - Standard Method	43.269
(II) Capital Obligation against Specific Risk - Standard Method	583
(III) Capital Obligation against Specific Risk of Securitization Positions- Standard Method	-
(IV) Capital Obligation against Currency Risk - Standard Method	42.240
(V) Capital Obligation against Commodity Risk - Standard Method	240
(VI) Capital Obligation against Clearing Risk - Standard Method	-
(VII) Capital Obligation against Options Subject to Market Risk - Standard Method	31
(VIII) Capital Obligation against Counterparty Credit Risk - Standard Method	25.085
(IX) Capital Obligation against Market Risk at the Banks calculating Risk Measuring Models	-
(X) Total Capital Obligation against Market Risk (I+II+III+IV+V+VI+VII)	111.448
(XI) Value-At-Market-Risk (12,5 x IX) or (12,5 x X)	1.393.100

b. Average market risk

	Current Period: 31 December 2014			Prior Period: 31 December 2013		
	Average	Maximum	Minimum	Average	Maximum	Minimum
Interest Rate Risk	30.697	65.728	12.420	17.437	26.398	11.645
Share Certificate Risk	159	526	6	1.801	2.976	652
Currency Risk	40.047	48.228	31.976	35.071	45.886	21.454
Commodity Risk	319	565	240	306	482	183
Clearing Risk	-	-	-	-	-	-
Option Risk	112	358	23	85	139	32
Counterparty Credit Risk	31.592	47.112	24.133	26.218	38.117	15.081
Total Value-At-Risk	1.286.579	1.682.900	1.090.825	1.011.466	1.103.200	802.213

c. Quantitative information on counterparty risk

In counterparty credit risk calculations, the fair value methodology is used according to the Appendix-2, Part 3 of the "Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks". Positions arising from existing netting contracts are not taken into account for capital adequacy calculations.

Transactions related to the credit derivatives do not have hedging purposes and details based on the type of transaction are as follows.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Current Period: 31 December 2014

	Amount
Interest-Rate Contracts	114.550
Foreign-Exchange-Rate Contracts	1.105.761
Commodity Contracts	874
Equity-Shares Related Contracts	-
Other	-
Gross Positive Fair Values	1.221.185
Netting Benefits	-
Net Current Exposure Amount	1.221.185
Collaterals Received	-
Net Derivative Position	1.221.185

Prior Period: 31 December 2013

	Amount
Interest-Rate Contracts	55.886
Foreign-Exchange-Rate Contracts	1.373.256
Commodity Contracts	-
Equity-Shares Related Contracts	9.476
Other	-
Gross Positive Fair Values	1.438.618
Netting Benefits	-
Net Current Exposure Amount	1.438.618
Collaterals Received	-
Net Derivative Position	1.438.618

IV. Explanations related to the consolidated operational risk

DFS Group used the "Basic Indicators Approach" in computation of its operational risk. In accordance with the 4th section (Computation of the Operational Risk) which is valid after 1 July 2012, of the "Regulation on Measurement and Evaluation of the Capital Adequacy of the Banks", published in the Official Gazette dated 28 June 2012 and numbered 28337, operational risk is computed using the gross income of DFS Group for the years ended 2013, 2012 and 2011. As explained in detail in footnote I of this section, value at operational risk within the context of "Capital Adequacy Ratio" and operational risk capital liabilities are TL 5.640.715 and TL 451.257, respectively. Market risk measurements are performed monthly.

	31.12.2011	31.12.2012	31.12.2013	Total / No. of Years of Positive GI	Rate (%)	Total
Gross Income (GI)	2.357.674	2.855.790	3.811.680	3.008.381	15	451.257
Value at Operational Risk (Total*12,5)						5.640.715

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

a. 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.

b. 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.

Informations relating to investment hedge to avoid foreign currency exchange rate risk arising from retranslation of its foreign investments are explained in Note 10.10.(ii) from Section Five.

c. 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.

d. 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 TL 2,3269
Euro purchase rate as at the balance sheet date TL 2,8272

<u>Date</u>	<u>US Dollar</u>	<u>Euro</u>
25 December 2014	2,3177	2,8368
26 December 2014	2,3182	2,8255
29 December 2014	2,3235	2,8339
30 December 2014	2,3189	2,8207
31 December 2014	2,3269	2,8272

e. 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 December 2014 are TL 2,2917 and TL 2,8231, respectively.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.I.c*

f. Information on currency risk

Current Period	EUR	USD	Other FC ⁽⁵⁾	Total
Assets				
Cash and Balances with the Central Bank of the Republic of Turkey	1.272.372	5.807.948	1.538.101	8.618.421
Due from Banks and Other Financial Institutions	3.066.651	1.090.797	55.472	4.212.920
Financial Assets at Fair Value Through Profit or Loss ⁽¹⁾	57.129	96.602	4	153.735
Interbank Money Market Placements	–	–	–	–
Investment Securities Available-for-Sale	1.180.994	667.614	117.015	1.965.623
Loans ⁽²⁾	9.912.997	17.236.642	414.729	27.564.368
Investments in Subsidiaries and Associates	98	–	–	98
Investment Securities Held-to-Maturity	119.493	296.103	–	415.596
Hedging Purpose Financial Derivatives	–	–	–	–
Tangible Assets	71.904	72	702	72.678
Intangible Assets ⁽³⁾	–	–	–	–
Other Assets ⁽⁴⁾	1.110.622	996.175	130.560	2.237.357
Total Assets	16.792.260	26.191.953	2.256.583	45.240.796
Liabilities				
Bank Deposits	918.120	411.114	666.193	1.995.427
Foreign Currency Deposits	22.258.067	13.830.456	734.644	36.823.167
Interbank Money Markets	–	–	52.358	52.358
Funds Borrowed from Other Financial Institutions	3.446.184	7.913.755	8.478	11.368.417
Marketable Securities Issued	–	–	–	–
Miscellaneous Payables	364.352	71.084	6.406	441.842
Hedging Purpose Financial Derivatives	–	–	–	–
Other Liabilities ⁽⁶⁾	276.444	506.865	4.958	788.267
Total Liabilities	27.263.167	22.733.274	1.473.037	51.469.478
Net "On Balance Sheet Position"	(10.470.907)	3.458.679	783.546	(6.228.682)
Net "Off-Balance Sheet Position" ⁽⁷⁾	10.694.405	(3.547.337)	(673.129)	6.473.939
Financial Derivatives (Assets)	14.061.648	15.013.553	882.577	29.957.778
Financial Derivatives (Liabilities)	(3.367.243)	(18.560.890)	(1.555.706)	(23.483.839)
Net Position	223.498	(88.658)	110.417	245.257
Non-Cash Loans	3.515.934	9.099.090	215.427	12.830.451
Prior Period				
Total Assets	14.683.548	20.728.596	1.910.455	37.322.599
Total Liabilities	21.794.725	19.947.796	1.873.742	43.616.263
Net "On Balance Sheet Position"	(7.111.177)	780.800	36.713	(6.293.664)
Net "Off-Balance Sheet Position"	7.354.726	(380.046)	117.916	7.092.596
Financial Derivatives (Assets)	11.245.208	15.521.031	1.075.187	27.841.426
Financial Derivatives (Liabilities)	(3.890.482)	(15.901.077)	(957.271)	(20.748.830)
Net Position	243.549	400.754	154.629	798.932
Non-Cash Loans	3.269.264	8.261.592	288.317	11.819.173

(1) : Foreign currency differences of derivative assets amounting to TL 448.566 are excluded.

(2) : Foreign currency indexed loans amounting to TL 2.803.521 are included.

(3) : Intangible assets amounting to TL 3.983 are excluded.

(4) : Factoring receivables indexed to foreign currency, amounting to TL371.276 are included. Prepaid expenses at the amount of TL 19.900 are not included.

(5) : There are gold amounts in total assets amounting to TL 1.873.019 and in total liabilities amounting to TL 1.122.865.

(6) : Foreign currency differences of equities amounting to TL 1.226.541 and derivative liabilities amounting to TL 656.803 are excluded

(7) : Net amount of Receivables and Liabilities from financial derivatives is shown on the table. FX SWAP Transactions that reported under the "Financial Assets Purchase Pledges" is included in "Net Off-Balance Sheet Position".

g. Informations on currency risk exposure

The table below demonstrates prospective increase and decrease in equities and the statement of income as of 31 December 2014 and 2013 (excluding tax effect) on condition that 10 percent devaluation of TL against the currencies below. This analysis has been prepared under the assumption that all other variables, especially interest rates, to be constant.

	Curent Period		Prior Period	
	Period Profit Loss	Equity	Period Profit Loss	Equity
US Dollar	13.567	12.497	(19.103)	(21.964)
Euro	28.063	30.150	28.158	29.469
Total (Net)	41.630	42.647	9.055	7.505

VI. Explanations related to the consolidated interest rate risk

a. 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.

b. 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.

c. 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 Group 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.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

“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 and Balances with the Central Bank of the Republic of Turkey	344.542	–	–	–	–	9.113.630	9.458.172
Due from Banks and Other Fin. Inst.	3.479.571	161.395	2.584	–	–	998.512	4.642.062
Financial Assets at Fair Value Through Profit or Loss	80.900	73.714	291.123	374.957	67.374	675	888.743
Interbank Money Market Placements	980.123	–	–	–	–	–	980.123
Investment Securities Av.-for-Sale	114.367	1.054.075	3.849.362	1.274.307	2.113.126	3.944	8.409.181
Loans	15.470.994	4.199.716	6.869.861	21.187.404	12.550.155	559.506	60.837.636
Investment Securities Held-to-Mat.	1.440.413	266.400	315.508	408.684	711.195	–	3.142.200
Other Assets (*)	495.269	749.479	654.028	1.453.988	374.813	2.317.320	6.044.897
Total Assets	22.406.179	6.504.779	11.982.466	24.699.340	15.816.663	12.993.587	94.403.014
Liabilities							
Bank Deposits	833.528	1.244.823	101.122	–	–	108.265	2.287.738
Other Deposits	25.362.055	10.320.085	6.378.245	8.195.282	206.793	11.368.872	61.831.332
Interbank Money Market Placements	2.751.206	–	–	–	–	–	2.751.206
Miscellaneous Payables	14	304	1.812	1.391	–	1.429.278	1.432.799
Marketable Securities Issued	79.574	873.312	403.710	578.143	–	–	1.934.739
Funds Borrowed from Other Fin. Inst.	2.269.248	2.632.294	3.110.604	1.188.515	4.069.946	–	13.270.607
Other Liabilities (**)	333.185	452.923	445.425	131.852	68.535	9.462.673	10.894.593
Total Liabilities	31.628.810	15.523.741	10.440.918	10.095.183	4.345.274	22.369.088	94.403.014
On Balance Sheet Long Position	–	–	1.541.548	14.604.157	11.471.389	–	27.617.094
On Balance Sheet Short Position	(9.222.631)	(9.018.962)	–	–	–	(9.375.501)	(27.617.094)
Off-Balance Sheet Long Position	2.056.734	3.646.685	1.098.249	4.759.658	993.026	–	12.554.352
Off-Balance Sheet Short Position	(962.205)	(4.614.187)	(1.474.205)	(3.827.091)	(993.026)	–	(11.870.714)
Total Interest Sensitivity Gap	(8.128.102)	(9.986.464)	1.165.592	15.536.724	11.471.389	(9.375.501)	683.638

(*) Other assets/non-interest bearings include; Tangible Assets, Intangible Assets, Investment Properties, Investments in Associates and Joint Ventures, Tax Assets, Investments in Subsidiaries, Assets to be sold and other assets with balances of TL 507.658, TL 153.975, TL 128.137, TL 12.947, TL 136.146, TL 5.747, TL 96.657 and TL 1.276.053 respectively.

(**) Other liabilities/non-interest bearings include; Shareholders' Equity, Tax Liabilities, Provisions, and Other Liabilities with balances of TL 7.161.184, TL 301.692, TL 1.080.432, and TL 919.365 respectively.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

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 and Balances with the Central Bank of the Republic of Turkey	-	-	-	-	-	8.815.044	8.815.044
Due from Banks and Other Fin. Inst.	1.606.629	47.235	179.248	133.559	13.938	596.364	2.576.973
Financial Assets at Fair Value Through Profit or Loss	197.764	58.815	252.755	514.377	23.441	87.508	1.134.660
Interbank Money Market Placements	1.290.942	-	-	-	-	-	1.290.942
Investment Securities Av.-for-Sale	99.286	1.172.436	2.352.788	799.725	494.611	4.104	4.922.950
Loans	7.840.108	4.707.569	6.213.662	19.316.646	14.260.316	438.482	52.776.783
Investment Securities Held-to-Mat.	1.345.097	251.468	293.528	100.941	580.428	-	2.571.462
Other Assets (*)	441.456	641.335	887.887	1.395.822	323.314	1.889.164	5.578.978
Total Assets	12.821.282	6.878.858	10.179.868	22.261.070	15.696.048	11.830.666	79.667.792
Liabilities							
Bank Deposits	782.667	808.405	40.612	856.228	-	266.324	2.754.236
Other Deposits	22.738.202	5.700.339	4.693.792	5.831.982	127.023	10.610.956	49.702.294
Interbank Money Market Placements	761.305	-	-	-	-	-	761.305
Miscellaneous Payables	9.463	27	24.854	-	-	1.468.317	1.502.661
Marketable Securities Issued	244.318	569.233	157.493	649.089	-	-	1.620.133
Funds Borrowed from Other Fin. Inst.	2.184.777	2.194.269	5.276.613	1.540.541	2.142.436	-	13.338.636
Other Liabilities (**)	290.884	282.534	1.104.854	171.427	17.846	8.120.982	9.988.527
Total Liabilities	27.011.616	9.554.807	11.298.218	9.049.267	2.287.305	20.466.579	79.667.792
On Balance Sheet Long Position	-	-	-	13.211.803	13.408.743	-	26.620.546
On Balance Sheet Short Position	(14.190.334)	(2.675.949)	(1.118.350)	-	-	(8.635.913)	(26.620.546)
Off-Balance Sheet Long Position	996.502	3.643.802	1.277.341	1.465.797	-	-	7.383.442
Off-Balance Sheet Short Position	(386.722)	(1.467.719)	(1.460.984)	(3.620.960)	-	-	(6.936.385)
Total Interest Sensitivity Gap	(13.580.554)	(499.866)	(1.301.993)	11.056.640	13.408.743	(8.635.913)	447.057

(*) Other assets/non-interest bearings include; Tangible Assets, Intangible Assets, Investment Properties, Investments in Associates and Joint Ventures, Tax Assets, Investments in Subsidiaries, Assets to be sold and other assets with balances of TL 409.454, TL 163.063, TL 119.573, TL 12.878, TL 164.353, TL , 5.678, TL 129.500, and TL 884.665 respectively.

(**) Other liabilities/non-interest bearings include; Shareholders' Equity, Tax Liabilities, Provisions, and Other Liabilities with balances of TL 6.088.369, TL 141.782, TL 1.002.696, and TL 888.135 respectively.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.I.c*

d. Average interest rates applied to monetary financial instruments

Current Period: 31 December 2014	EUR %	USD %	JPY %	TL %
Assets				
Cash and Balances with the Central Bank of the Republic of Turkey	-	-	-	1,54
Due from Banks and Other Financial Institutions	0,23	0,56	-	11,06
Financial Assets at Fair Value Through Profit or Loss	2,99	4,22	-	9,95
Interbank Money Market Placements	-	-	-	11,23
Investment Securities Available-for-Sale	1,05	4,75	-	9,21
Loans	5,55	5,23	5,26	14,01
Investment Securities Held-to-Maturity	4,46	5,09	-	10,78
Liabilities				
Bank Deposits	0,10	1,55	-	10,72
Other Deposits	1,96	2,64	0,10	10,11
Interbank Money Market Placements	-	-	-	8,59
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	9,22
Funds Borrowed from Other Financial Institutions	1,54	3,75	-	9,61
Prior Period: 31 December 2013				
Assets				
Cash and Balances with the Central Bank of the Republic of Turkey	-	-	-	-
Due from Banks and Other Financial Institutions	0,34	1,95	-	7,65
Financial Assets at Fair Value Through Profit or Loss	4,79	4,86	-	10,26
Interbank Money Market Placements	-	-	-	7,74
Investment Securities Available-for-Sale	1,53	4,56	-	7,79
Loans	5,38	5,35	5,99	13,07
Investment Securities Held-to-Maturity	1,77	5,73	-	9,14
Liabilities				
Bank Deposits	0,31	0,90	-	8,93
Other Deposits	2,14	2,99	0,10	8,90
Interbank Money Market Placements	-	-	-	4,76
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	9,33
Funds Borrowed from Other Financial Institutions	1,22	2,76	-	4,16

e. Interest rate risk on banking book

Nature of interest rate risk resulted from banking book, major assumptions including also early repayment of loans and movements in deposits other than term deposits and frequency of measuring interest rate risk

Interest rate risk resulted from banking book is due to repricing maturity differences of assets and liabilities. Considering repricing maturities, average maturity of asset items is higher than the average maturity of liability items.

Interest risk is evaluated weekly considering size, developments at maturity structure and interest movements relating to asset and liability items. Interest risk exposed by the bank is managed centrally by the asset and liability committee and within the direction of decisions taken, the balance sheet interest sensitivity is aimed at minimum level and insured by interest based derivative contracts.

The effect of potential changes on interest rates to net present value is calculated within the scope of "Regulation on Measurement and Evaluation of Interest Rate Risk Resulted from Banking Book as per Standard Shock Method" and reported monthly.

Measurements performed with Standard Shock Method include all on and off balance sheet items in the "Banking Book" based on the classification as per the statutory accounting and reporting. Maturity assumption relating to demand deposits is overviewed yearly with analyses over at least five year data. By such analyses, the Bank gathers information on average duration of its demand deposits, and the amount and trend of deposit charge offs from different maturity brackets.

Economic value differences resulted from interest rate instabilities and prepared based on the Parent Bank's non-consolidated financial statements according to Regulation on Measurement and Evaluation of Interest Rate Risk Resulted from Banking Book as per Standard Shock Method

Interest rate risk for all banking transactions outside the trading portfolio are followed under interest rate risk related to the banking book. Interest rate risk related to the trading portfolio is followed under market risk.

ALCO performs daily management of interest rate risk in accordance with the risk limits set by the Board of Directors of the Parent Bank in relation to interest rate sensitivities of the banking book. ALCO meetings are held on a weekly basis.

The measurement process of interest rate risk resulting from the banking book is designed and managed by the Parent Bank on a bank-only basis to include the interest rate positions defined as banking book by Parent the Bank and to consider the relevant repricing and maturity data. Duration gaps, gaps by maturity brackets and sensitivity analysis are used in monitoring of repricing risk resulting from maturity mismatch. The duration gap and sensitivity analysis are carried out weekly. In the duration gap analysis, the present values of interest-rate-sensitive asset and liability items are calculated using yield curves developed from market interest rates.

In case of instruments with no maturities, the maturity is determined as per interest rate fixing periods and customer behaviors. Such results are supported by sensitivity and scenario analysis applied periodically for possible fluctuations in the markets.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

The interest rate risk arising from banking book can be seen on the table below in accordance with “Regulation on Measurement and Evaluation of Interest Rate Risk in Banking Accounts with Standard Shock Method” as of 31 December 2014.

Current Period: 31 December 2014		Shocks Applied	Gains/ Losses	Gains/ Equity
Type of Currency	(+/- basis points)			- Losses/ Equity
1 TL	(+) 500 bps		(1.822.945)	(19,92%)
2 TL	(-) 400 bps		1.840.580	20,11%
3 Euro	(+) 200 bps		27.684	0,30%
4 Euro	(-) 200 bps		(475)	(0,01%)
5 US Dollar	(+) 200 bps		119.192	1,30%
6 US Dollar	(-) 200 bps		(140.578)	(1,54%)
Total (of positive shocks)			(1.676.069)	(18,32%)
Total (of negative shocks)			1.699.527	18,56%

Prior Period: 31 December 2013		Shocks Applied	Gains/ Losses	Gains/ Equity
Type of Currency	(+/- basis points)			- Losses/ Equity
1 TL	(+) 500 bps		(1.144.039)	(15,71%)
2 TL	(-) 400 bps		1.139.794	15,65%
3 Euro	(+) 200 bps		34.660	0,48%
4 Euro	(-) 200 bps		(22.751)	(0,31%)
5 US Dollar	(+) 200 bps		233.520	3,21%
6 US Dollar	(-) 200 bps		(276.819)	(3,80%)
Total (of positive shocks)			(875.859)	(12,03%)
Total (of negative shocks)			840.224	11,54%

VII. Position risk of equity shares on banking book

a. Comparison of carrying, fair and market values of equity shares

DFS Group does not have associate and subsidiary traded at BIST markets as of 31 December 2014 (31 December 2013-None).

b. Realized gains/losses, revaluation surpluses and unrealized gains/losses on equity securities and results included in core and supplementary capital

None (31 December 2013-None).

VIII. Explanations related to the consolidated liquidity risk

a. The sources of the current liquidity risk of 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, 6% 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.

b. 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, 6% 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 BIST 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.

c. Evaluation of 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.

d. Liquidity Ratios of the Group

According to BRSA's "Legislation on Measurement and Assessment of Liquidity Adequacy of the Banks" 26333 numbered official gazette dated on 1 November 2006, liquidity ratio is required to be 80 % for foreign currency assets/liabilities and 100 % for total assets/liabilities in the calculation of the banks weekly and monthly reporting.

Liquidity ratios, prepared based on non-consolidated financial statements of the Bank, for 2014 are as below:

	First Maturity Slice (Weekly)		Second Maturity Slice (Monthly)	
	FC	FC + TL	FC	FC + TL
Average (%)	147,27	140,13	126,51	112,75
Maximum (%)	167,90	154,29	159,99	123,93
Minimum (%)	118,21	127,31	108,79	106,23

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.I.c*

e. 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 Years	5 Years and Over	Undlst. (*)	Total
Assets								
Cash and Balances with the Central Bank of the Republic of Turkey	2.409.520	7.048.652	-	-	-	-	-	9.458.172
Due from Banks and Other Fin.Inst.	998.512	3.123.066	277.966	148.761	93.752	5	-	4.642.062
Financial Assets at Fair Value Through Profit or Loss	-	80.551	73.441	290.563	375.226	68.287	675	888.743
Interbank Money Market Placements	-	980.123	-	-	-	-	-	980.123
Investment Securities Av.-for-Sale	-	19.784	239.699	1.432.722	2.579.361	4.133.671	3.944	8.409.181
Loans	559.506	8.039.792	2.673.277	9.672.980	22.911.682	16.980.399	-	60.837.636
Investment Securities Held-to-Maturity	-	-	-	-	454.900	2.687.300	-	3.142.200
Other Assets	1.078.197	490.344	731.091	642.463	1.450.009	413.670	1.239.123	6.044.897
Total Assets	5.045.735	19.782.312	3.995.474	12.187.489	27.864.930	24.283.332	1.243.742	94.403.014
Liabilities								
Bank Deposits	108.265	833.528	1.244.823	101.122	-	-	-	2.287.738
Other Deposits	11.368.872	25.257.318	10.307.686	6.456.572	8.234.091	206.793	-	61.831.332
Funds Borrowed from Other Fin.Inst. and Subordinated Loans	-	1.966.377	842.500	3.067.772	3.055.159	4.338.799	-	13.270.607
Interbank Money Market Placements	-	2.751.206	-	-	-	-	-	2.751.206
Marketable Securities Issued	-	79.574	692.035	489.058	674.072	-	-	1.934.739
Miscellaneous Payables	1.429.278	14	304	1.812	1.391	-	-	1.432.799
Other Liabilities	909.328	458.914	585.311	445.425	131.852	68.535	8.295.228	10.894.593
Total Liabilities	13.815.743	31.346.931	13.672.659	10.561.761	12.096.565	4.614.127	8.295.228	94.403.014
Net Liquidity Gap	(8.770.008)	(11.564.619)	(9.677.185)	1.625.728	15.768.365	19.669.205	(7.051.486)	-
Prior Period								
Total Assets	4.524.853	16.761.844	3.702.547	11.158.313	23.833.796	18.470.368	1.216.071	79.667.792
Total Liabilities	13.227.179	26.260.669	8.090.978	11.348.129	11.119.629	2.492.851	7.128.357	79.667.792
Net Liquidity Gap	(8.702.326)	(9.498.825)	(4.388.431)	(189.816)	12.714.167	15.977.517	(5.912.286)	-

(*) 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.

f. Financial liabilities according to agreement maturities

DFS Group has significant financial liabilities which are not in derivative status. These are based on contract and separation of the contract maturities can be seen on table below. Interest amounts that will pay on these assets and liabilities added on maturity columns.

Current Period: 31 December 2014	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total
Liabilities						
Deposit	37.685.317	11.676.542	6.632.574	8.360.934	221.046	64.576.413
Funds borrowed	2.109.080	1.072.432	3.543.744	3.641.379	5.983.837	16.350.472
Interbank Money Markets	2.751.206	-	-	-	-	2.751.206
Securities issued	101.745	717.709	559.026	747.700	-	2.126.180
Total	42.647.348	13.466.684	10.735.344	12.750.012	6.204.882	85.804.271

Prior Period: 31 December 2013	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Total
Liabilities						
Deposit	34.338.363	6.747.733	5.042.883	6.840.748	129.953	53.099.680
Funds borrowed	2.688.255	844.107	5.501.147	4.185.572	2.973.477	16.192.558
Interbank Money Markets	761.254	-	-	-	-	761.254
Securities issued	170.372	586.489	209.374	868.432	-	1.834.667
Total	37.958.244	8.178.329	10.753.404	11.894.752	3.103.430	71.888.159

IX. Securitization exposures

None.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

X. Credit risk mitigation techniques

The Parent Bank applies credit risk mitigation techniques according to the comprehensive financial guarantee method in compliance with the communique “Regulation on Credit Risk Mitigation Techniques”.

Currency mismatch between receivables and collaterals, and the haircuts to be applied on collateral types are taken into account using the standard haircuts as defined in the Communique appendix; while the maturity mismatch between receivables and collaterals are handled by the method defined in the Article 49 of the Communique.

In the credit risk mitigation process, collaterals such as cash, deposit blockage and debt securities are taken into consideration. Physical collaterals are only used for determination of the risk classification according to commercial and residential mortgages. In calculation balance sheet and off-balance sheet component of netting are not taken into account.

Information about guaranties according to risk classifications;

Current Period: 31 December 2014

Risk classification	Amount (*)	Financial Guarantees	Other/ Physical Guarantees	Guarantees and Credit Derivatives
Conditional and unconditional receivables from central governments or central banks	19.646.123	–	–	–
Conditional and unconditional receivables from regional or local governments	922.749	–	–	–
Conditional and unconditional receivables from administrative units and non-commercial enterprises	3	–	–	–
Conditional and unconditional receivables from multilateral development banks	–	–	–	–
Conditional and unconditional receivables from international organizations	–	–	–	–
Conditional and unconditional receivables from banks and brokerage houses	6.567.142	8	–	–
Conditional and unconditional receivables from corporates	62.762.013	3.350.451	–	–
Conditional and unconditional retail receivables	31.200.622	207.945	–	–
Conditional and unconditional receivables secured by mortgages	7.672.146	–	6.728.724	–
a) Receivables secured by residential mortgages	3.779.814	–	3.624.039	–
b) Receivables secured by commercial mortgages	3.892.332	–	3.104.685	–
Past due receivables	1.801.994	1.074	–	–
Receivables defined in high risk category by BRSA	5.539.714	47.937	–	–
Securities collateralized by mortgages	–	–	–	–
Securitization positions	–	–	–	–
Short-term receivables from banks, brokerage houses and corporates	–	–	–	–
Investments similar to collective investment funds	–	–	–	–
Other receivables	3.096.000	–	–	–
Total	139.208.506	3.607.415	6.728.724	--

(*) Represents the risk figure before deduction of the haircut applied to collateral value.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Prior Period: 31 December 2013

Risk classification	Amount (*)	Financial Guarantees	Other/ Physical Guarantees	Guarantees and Credit Derivatives
Conditional and unconditional receivables from central governments or central banks	15.032.337	-	-	-
Conditional and unconditional receivables from regional or local governments	894.154	-	-	-
Conditional and unconditional receivables from administrative units and non-commercial enterprises	3	-	-	-
Conditional and unconditional receivables from multilateral development banks	-	-	-	-
Conditional and unconditional receivables from international organizations	-	-	-	-
Conditional and unconditional receivables from banks and brokerage houses	1.121.817	124	-	-
Conditional and unconditional receivables from corporates	51.836.490	2.501.304	-	-
Conditional and unconditional retail receivables	24.066.631	164.395	-	-
Conditional and unconditional receivables secured by mortgages	7.614.067	-	6.636.038	-
a) Receivables secured by residential mortgages	3.953.400	-	3.838.871	-
b) Receivables secured by commercial mortgages	3.660.667	-	2.797.167	-
Past due receivables	1.550.957	54	-	-
Receivables defined in high risk category by BRSA	5.318.898	42.034	-	-
Securities collateralized by mortgages	-	-	-	-
Securitization positions	-	-	-	-
Short-term receivables from banks, brokerage houses and corporates	2.125.486	-	-	-
Investments similar to collective investment funds	-	-	-	-
Other receivables	2.661.800	-	-	-
Total	112.222.640	2.707.911	6.636.038	--

(*) Represents the risk figure before deduction of the haircut applied to collateral value.

XI. Risk management objectives and policies

The Risk Management Strategy is based on consistently monitoring risk levels and capital requirement and maintaining the balance between long and short term goals and capital structure. Risk politics, implementation methods and limits which provide opportunity to manage different dimensions of risks arising from activities, are the basis of risk management strategy. The Board of Directors owns the entire risk management strategy, programme and organization.

The Parent Bank organizes the relation between capital and risk levels with risk tolerance and limit mechanisms. While determining limits, current circumstances along with prospective problems are taken into account. Limit consistency is evaluated and confirmed by the Board of Directors. Audit committee is responsible for the monitoring of compliance with the risk management policies and risk limits specified by the Board of Directors and reporting respective measures to the Board of Directors. Executive units are responsible for following risks and limit consistency relating to their respective area of operations.

As per the risk policies accepted by the Parent Bank, risk management operations including risk measuring, monitoring, controlling and reporting are performed separately from executive units and reported directly to the Board of Directors. To design risk measurement models, parameters defined considering internationally recognized methods and conditions specific to active markets, are used. In order to insure adaptation of risk politics and risk measurement models to changing conditions, regular reviews are carried out. Limit usages within risk management activities are closely monitoring and reporting.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

Strategic and tactic bank targets should be consistent with limits identified as part of risk policies. The Parent Bank applies credit risk mitigation techniques for various risk factors for the purposes of compliance with the Parent Bank's internal and legal limits and taking precautions in the direction of economic developments and new regulations. Efficiency and competence of protection provided by risk reduction instruments are being followed through risk measurements.

XII. Presentation of financial assets and liabilities at their fair value

a. Calculation of financial assets and liabilities at their fair value

The fair value of held-to-maturity assets are determined based on market prices, or when they are not available, based on market prices quoted for other securities subject to similar terms of interest, maturity and other conditions.

The expected fair value of the demand deposits represents the amount to be paid upon request. The fair value of the overnight deposits and floating rate placements represent their carrying value. The expected fair value of the fixed rate deposits are determined by calculating the discounted cash flows using the market interest rates of similar instruments.

The expected fair value of fixed rate loans and receivables are determined by calculating the discounted cash flows using the current market interest rates. For the loans with floating interest rates, it is assumed that the carrying value reflects the fair value.

The following table summarizes the carrying value and fair value of financial assets and liabilities. The carrying value represents the sum of the acquisition costs and interest accruals of financial assets and liabilities.

	Carrying value		Fair Value	
	Current Period 31 December 2014	Prior Period 31 December 2013	Current Period 31 December 2014	Prior Period 31 December 2013
Financial Assets	81.737.960	67.828.695	81.784.103	67.244.082
Interbank money market placements	980.123	1.290.942	980.123	1.290.942
Due from banks	4.642.062	2.576.973	4.642.109	2.577.454
Investment securities available-for-sale	8.409.181	4.922.950	8.409.181	4.922.950
Investment securities held-to-maturity	3.142.200	2.571.462	3.425.908	2.502.928
Loans and Other Receivables	64.564.394	56.466.368	64.326.782	55.949.808
Financial Liabilities	83.508.421	69.679.265	83.745.566	69.557.814
Bank deposits	2.287.738	2.754.236	2.287.423	2.754.532
Other deposits	61.831.332	49.702.294	61.915.563	49.708.236
Interbank money market borrowings	2.751.206	761.305	2.751.206	761.305
Funds borrowed from other financial instituti	9.347.644	10.984.826	9.556.033	11.043.231
Subordinated Loans	3.922.963	2.353.810	3.888.346	2.196.298
Securities Issued	1.934.739	1.620.133	1.914.196	1.591.551
Miscellaneous Payables	1.432.799	1.502.661	1.432.799	1.502.661

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

b. Classification of fair value

TFRS 7 sets classification of valuation techniques according to the inputs used in valuation techniques based on fair value calculations which are whether observable or not.

Fair value levels of financial assets and liabilities that are carried at fair value in DFS Group's financial statements are given below:

Current Period-31 December 2014	Level 1	Level 2	Level 3	Total
Financial Assets at Fair Value Through Profit or Loss	112.443	776.300	–	888.743
Public Sector Debt Securities	111.767	–	–	111.767
Share Certificates	245	–	–	245
Trading Purpose Derivatives	–	776.300	–	776.300
Other Securities	431	–	–	431
Financial Assets Available for Sale (*)	8.345.455	59.782	–	8.405.237
Public Sector Debt Securities	8.016.147	–	–	8.016.147
Other Securities	329.308	59.782	–	389.090
Hedging Purpose Derivatives	–	–	–	--
Total Assets	8.457.898	836.082	--	9.293.980
Derivative Financial Liabilities Held for Trading	–	831.959	–	831.959
Hedging Purpose Derivatives	–	–	–	--
Total Liabilities	--	831.959	--	831.959

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices)

Level 3: Unobservable inputs

(*) Share certificates amounting TL 3.944, classified in financial assets available for sale that do not have quoted market prices in an active market or whose fair value cannot be measured, are carried at cost.

Prior Period-31 December 2013	Level 1	Level 2	Level 3	Total
Financial Assets at Fair Value Through Profit or Loss	106.541	1.028.119	–	1.134.660
Public Sector Debt Securities	19.010	–	–	19.010
Share Certificates	32.961	–	–	32.961
Trading Purpose Derivatives	–	1.028.119	–	1.028.119
Other Securities	54.570	–	–	54.570
Financial Assets Available for Sale (*)	4.918.846	–	–	4.918.846
Public Sector Debt Securities	4.650.334	–	–	4.650.334
Other Securities	268.512	–	–	268.512
Hedging Purpose Derivatives	–	–	–	--
Total Assets	5.025.387	1.028.119	--	6.053.506
Derivative Financial Liabilities Held for Trading	–	454.826	–	454.826
Hedging Purpose Derivatives	–	–	–	--
Total Liabilities	--	454.826	--	454.826

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices)

Level 3: Unobservable inputs

(*) Share certificates amounting TL 4.104, classified in financial assets available for sale that do not have quoted market prices in an active market or whose fair value cannot be measured, are carried at cost.

No transition has been made between Level 1 and Level 2 during the year.

XIII. Transactions carried out on behalf and account of other parties and fiduciary transactions

- a. Information on whether the Group performs sales, purchase, management, consultancy and custody services on behalf and account of others, or not**

DFS Group performs sales, purchase, management, consultancy and custody services on behalf and account of others.

- b. Transactions directly realized with other financial institutions depending on fiduciary contracts and probability of material effect of such transactions on the financial position of the Bank.**

None.

XIV. Explanations related to hedging transactions

- a. Net Investment Risk**

DFH Group applies net investment hedge strategy to hedge against the currency risk arising on a consolidated basis from the net investments amounting to a total of Euro 637,9 million and US Dollar 5,7 million of subsidiaries Denizbank AG and Eurodeniz. The part consisting of the same amounts of its foreign currency deposit has been defined as "hedging instrument".

On the other hand, as of 1 April 2014 the Parent Bank stopped applying net investment hedge accounting due to its net investment to hedge against the currency risk on the subsidiary of JSC Denizbank, and the total hedging fund which is booked under equity for such subsidiary is amounting to TL (57.744).

The effective part of the change in value of the foreign currency deposit arising from foreign currency within this scope has been recognized in the account of "hedging funds" under equity is amounting to TL (357.397) as of 31 December 2014 (31 December 2013: TL (409.538)).

- b. Cash Flow Hedge**

The Parent Bank stopped applying cash flow hedge accounting arising from the fluctuations in the interest rate and in which the hedging instrument was interest rate swaps and the hedged item was deposit, on 31 May 2013. Consequently, derivatives financial instruments which were previously in "hedging purpose derivatives assets/liabilities" because of being risk hedging instruments are classified in "financial assets/liabilities held for trading" lines. Negative differences amounting to TL (18.657) which were cumulated until the transfer date in "hedging funds" account under equity will be transferred to statement of income until the maturities of related derivative instruments. As of the balance sheet date, net negative valuation difference under equity is amounting to TL (8.919).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

XV. Explanations related to the consolidated segment reporting

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

Wholesale 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.

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 every day needs of customers are overdraft loans, automated bill payment, checkbooks and rental safes.

Within treasury and investment banking, sales, prop-trading and private banking departments offer spot and forward TL 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 as of 31 December 2014 is presented in the following table:

	Wholesale Banking		Retail Banking		Treasury and Investment Banking	Total
	Corporate Banking	Commercial & Public Finance	SME & Agriculture Banking	Retail Banking		
Current Period (01.01.2014-31.12.2014)						
Net interest income	626.555	741.519	967.524	745.154	545.894	3.626.646
Net fee and commission income	73.172	87.999	355.336	491.223	(19.041)	988.689
Other income/ expense, net	129.480	172.049	118.872	196.604	(644.130)	(27.125)
Total segment income	829.207	1.001.567	1.441.732	1.432.981	(117.277)	4.588.210
Other operating expenses	(202.536)	(323.118)	(793.350)	(1.040.683)	(62.002)	(2.421.689)
Provision for loan losses and other receivables	(80.977)	(111.945)	(281.800)	(461.518)	(15.600)	(951.840)
Tax charge						(276.137)
Net profit from continuing operations	545.694	566.504	366.582	(69.220)	(194.879)	938.544
Net profit from discontinued operations	-	-	-	-	-	-
Net profit	545.694	566.504	366.582	(69.220)	(194.879)	938.544
Current Period (31.12.2014)						
Segment assets	15.735.020	19.580.462	14.356.842	14.892.070	27.520.481	92.084.875
Subsidiaries and associates						18.694
Undistributed assets						2.299.445
Total assets						94.403.014
Segment liabilities	10.299.386	10.460.673	8.684.534	33.465.383	21.078.037	83.988.013
Undistributed liabilities						3.253.817
Shareholders' equity						7.161.184
Total liabilities						94.403.014

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

Prior Period (01.01.2013-31.12.2013)	Wholesale Banking		Retail Banking		Treasury and Investment Banking	Total
	Corporate Banking	Commercial& Public Finance	SME&Agriculture Banking	Retail Banking		
Net interest income	428.390	570.693	846.321	782.120	382.854	3.010.378
Net fee and commission income	59.684	90.894	251.534	362.448	(21.679)	742.881
Other income/ expense, net	74.954	147.227	120.286	158.534	119.430	620.431
Total segment income	563.028	808.814	1.218.141	1.303.102	480.605	4.373.690
Other operating expenses	(134.564)	(240.398)	(709.542)	(858.021)	(135.153)	(2.077.678)
Provision for loan losses and other receivables	(95.320)	(189.561)	(256.313)	(451.299)	(34.989)	(1.027.482)
Tax charge						(257.445)
Net profit from continuing operations	333.144	378.855	252.286	(6.218)	310.463	1.011.085
Net profit from discontinued operations	-	-	-	-	-	--
Net profit	333.144	378.855	252.286	(6.218)	310.463	1.011.085
Prior Period (31.12.2013)						
Segment assets	13.013.072	18.315.171	11.279.073	13.859.052	21.312.031	77.778.399
Subsidiaries and associates						18.556
Undistributed assets						1.870.837
Total assets						79.667.792
Segment liabilities	8.263.629	8.581.457	7.158.614	26.699.843	18.930.583	69.634.126
Undistributed liabilities						3.945.297
Shareholders' equity						6.088.369
Total liabilities						79.667.792

Information relating to segment information of the Group was prepared in accordance with data obtained from system of Management Reporting.

SECTION FIVE
DISCLOSURES AND FOOTNOTES ON CONSOLIDATED FINANCIAL STATEMENTS

I. Explanations and disclosures related to consolidated assets

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

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL / Foreign Currency	605.068	641.678	482.621	777.426
Central Bank of the Republic of Turkey	234.653	7.976.722	788.303	6.766.616
Other (*)	30	21	-	78
Total	839.751	8.618.421	1.270.924	7.544.120

(*) Includes TL 51 of cheques purchased (31 December 2013: TL 78).

2. Information on balances with the Central Bank of the Republic of Turkey

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	234.653	928.526	788.303	676.873
Unrestricted Time Deposits	-	-	-	-
Restricted Time Deposits	-	7.048.196	-	6.089.743
Total	234.653	7.976.722	788.303	6.766.616

Includes the balances of consolidated foreign subsidiaries at foreign central banks.

3. Information on required reserves

As of 31 December 2014, all banks operating in Turkey should provide a reserve in a range of 5% to 11,5 % (31 December 2013: between 5% and 11,5 %) depending on the terms of the deposits for their liabilities in Turkish Lira and in a range of 6% to 13% (31 December 2013: between 6% and 13%) in US Dollars or standard gold for their liabilities in foreign currencies.

Starting from November 2014, interest is paid on reserve requirements held in TL. There is no interest payment on reserve requirements held in foreign currency.

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

1. Information on trading securities given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	-	-	-	-
Bonds, Treasury Bills and Similar Marketable Securities	2.623	-	8.646	835
Other	-	-	-	-
Total	2.623	--	8.646	835

2. Trading securities subject to repurchase agreements

None (31 December 2013: None).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

3. Positive value of trading purpose derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	1.172	21.824	9.386	63.386
Swap Transactions	178.522	553.189	140.967	656.638
Futures Transactions	-	-	-	-
Options	223	21.370	4.609	153.133
Other	-	-	-	-
Total	179.917	596.383	154.962	873.157

c. Information on Banks

1. Information on Banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic	412.359	1.241.402	210.633	565.675
Foreign	16.783	2.971.518	12.457	1.788.208
Foreign head offices and branches	-	-	-	-
Total	429.142	4.212.920	223.090	2.353.883

2. Foreign banks

	Unrestricted Amount		Restricted Amount	
	Current Period	Prior Period	Current Period	Prior Period
EU Countries	2.490.987	1.584.285	6.981	6.391
USA, Canada	312.407	132.586	12.180	12.180
OECD Countries (*)	115.315	3.064	-	-
Off shore zones	5.932	3.855	-	-
Other	40.972	58.304	3.527	-
Total	2.965.613	1.782.094	22.688	18.571

(*) OECD countries except for EU countries, USA and Canada

d. Information on investment securities available-for-sale

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.

2. Investment securities available-for-sale given as collateral

Consist of collaterals given to the Central Bank of the Republic of Turkey, Istanbul Clearing and Custody Bank (Takasbank), and European Central Bank for liquidity, interbank money market, foreign exchange market, debt transactions and other transactions. Investment securities available-for-sale given as collaterals are government bonds and Eurobonds with carrying value of TL 1.245.688 (31 December 2013: TL 1.036.893).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

3. Investment securities available-for-sale given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Share certificates	-	-	-	-
T-bills, Bonds and Similar Securities	342.373	903.315	122.577	914.316
Other	-	-	-	-
Total	342.373	903.315	122.577	914.316

4. Investment securities available-for-sale subject to repurchase agreements

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bonds	1.866.138	-	468.683	-
Treasury Bills	-	-	-	-
Other Debt Securities	-	-	-	-
Bonds Issued or Guaranteed by Banks	-	13.726	-	31.250
Asset Backed Securities	-	-	-	-
Other	-	40.226	-	46.682
Total	1.866.138	53.952	468.683	77.932

5. Information on available-for-sale securities

	Current Period	Prior Period
Debt instruments	8.464.998	5.130.450
Quoted on Stock Exchange	8.464.998	5.130.450
Unquoted on Stock Exchange	-	-
Share certificates	3.944	4.104
Quoted on Stock Exchange	-	-
Unquoted on Stock Exchange	3.944	4.104
Impairment provision (-)	59.761	211.604
Total	8.409.181	4.922.950

e. Information related to loans

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	--	3.025	--	--
Corporate Shareholders	--	3.025	--	--
Individual Shareholders	--	--	--	--
Indirect Loans Granted to Shareholders	--	56.077	--	--
Loans Granted to Employees	56.982	95	53.244	4
Total	56.982	59.197	53.244	4

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2. Information on loans classified in groups I and II and other receivables and loans that have been restructured or rescheduled

Cash Loans	Performing Loans and Other Receivables			Loans and Other Receivables Under Close Monitoring		
	Loans and Other Receivables (Total)	Agreement conditions modified		Loans and Other Receivables (Total)	Agreement conditions modified	
		Extension of Payment Plan	Other		Extension of Payment Plan	Other
Non-specialized Loans	53.723.415	475.059	429.961	2.821.675	1.081.219	--
Working Capital Loans	9.062.269	35.989	428.997	246.937	243.385	--
Export Loans	1.357.483	--	--	4.841	1.532	--
Import Loans	--	--	--	--	--	--
Loans Given to Financial Sector	23.406	--	--	8.444	7.993	--
Consumer Loans	10.308.012	95.149	964	1.140.627	321.018	--
Credit Cards	3.836.431	429	--	205.779	1.005	--
Other	29.135.814	343.492	--	1.215.047	506.286	--
Specialization Loans	3.430.123	15.119	--	255.750	66.732	--
Other Receivables	--	--	--	--	--	--
Total	57.153.538	490.178	429.961	3.077.425	1.147.951	--

Number of modifications made to extend payment plan	Performing Loans and Other Receivables	Loans and Other Receivables Under Close Monitoring
Extended by 1 or 2 times	490.128	968.909
Extended by 3,4 or 5 times	50	179.042
Extended by more than 5 times	--	--
Total	490.178	1.147.951

Extended payment period of time	Performing Loans and Other Receivables	Loans and Other Receivables Under Close Monitoring
0-6 Months	2.106	3.189
6-12 Months	6.090	25.856
1-2 Years	13.948	157.156
2-5 Years	206.234	391.027
5 Year and Over	261.800	570.723
Total	490.178	1.147.951

3. Information on loans according to maturity structure concentration

	Standard Loans and Other Receivables I		Loans and Other Receivables Under Close Monitoring	
	Loans and Other Receivables	Restructured or Rescheduled	Loans and Other Receivables	Restructured or Rescheduled
Short-Term Loans and Other Receivables	14.592.978	178.053	664.672	70.410
Non-Specialized Loans	13.132.061	176.388	571.462	55.688
Specialized Loans	1.460.917	1.665	93.210	14.722
Other Receivables	--	--	--	--
Medium and Long-Term Loans and Other Receivables	42.560.560	742.086	2.412.753	1.077.541
Non-Specialized Loans	40.591.354	728.632	2.250.213	1.025.531
Specialized Loans	1.969.206	13.454	162.540	52.010
Other Receivables	--	--	--	--
Total	57.153.538	920.139	3.077.425	1.147.951

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

4. Information on consumer loans, individual credit cards and personnel credit cards

	Short Term	Medium or Long Term	Total
Consumer Loans-TL	231.108	10.615.777	10.846.885
Real estate Loans	2.669	4.695.485	4.698.154
Vehicle Loans	2.609	497.902	500.511
General Purpose Loans	220.574	5.422.390	5.642.964
Other	5.256	–	5.256
Consumer Loans-Indexed to FC	--	63.520	63.520
Real estate Loans	–	62.464	62.464
Vehicle Loans	–	–	--
General Purpose Loans	–	1.056	1.056
Other	–	–	--
Consumer Loans-FC	20	49.337	49.357
Real estate Loans	–	11.133	11.133
Vehicle Loans	–	–	--
General Purpose Loans	–	180	180
Other	20	38.024	38.044
Individual Credit Cards-TL	3.609.796	147.572	3.757.368
Installment	1.269.879	147.572	1.417.451
Non installment	2.339.917	–	2.339.917
Individual Credit Cards-FC	1.075	--	1.075
Installment	215	–	215
Non installment	860	–	860
Loans Given to Employees-TL	3.606	29.811	33.417
Real estate Loans	–	2.433	2.433
Vehicle Loans	–	165	165
General Purpose Loans	3.606	27.213	30.819
Other	–	–	--
Loans Given to Employees - Indexed to FC	--	--	--
Real estate Loans	–	–	--
Vehicle Loans	–	–	--
General Purpose Loans	–	–	--
Other	–	–	--
Loans Given to Employees - FC	48	316	364
Real estate Loans	–	–	--
Vehicle Loans	–	–	--
General Purpose Loans	–	–	--
Other	48	316	364
Personnel Credit Cards - TL	21.786	136	21.922
Installment	8.273	136	8.409
Non installment	13.513	–	13.513
Personnel Credit Cards - FC	59	--	59
Installment	11	–	11
Non installment	48	–	48
Overdraft Loans-TL (Real Persons) (*)	455.096	--	455.096
Overdraft Loans-FC (Real Persons)	--	--	--
Total	4.322.594	10.906.469	15.229.063

(*) Overdrafts used by the personnel of the Parent Bank are TL 1.220 (31 December 2013: TL 1.512).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

5. Information on installment commercial loans and corporate credit cards

	Short Term	Medium or Long Term	Total
Installment Commercial Loans - TL	360.393	4.973.581	5.333.974
Real estate Loans	258	189.510	189.768
Vehicle Loans	11.458	372.572	384.030
General Purpose Loans	347.295	4.020.740	4.368.035
Other	1.382	390.759	392.141
Installment Commercial Loans - Indexed to FC	16.507	835.537	852.044
Real estate Loans	–	25.994	25.994
Vehicle Loans	992	52.158	53.150
General Purpose Loans	15.515	622.370	637.885
Other	–	135.015	135.015
Installment Commercial Loans - FC	429.150	321.430	750.580
Real estate Loans	–	10.737	10.737
Vehicle Loans	–	63	63
General Purpose Loans	153	23.359	23.512
Other	428.997	287.271	716.268
Corporate Credit Cards - TL	253.417	8.091	261.508
Installment	82.315	8.091	90.406
Non installment	171.102	–	171.102
Corporate Credit Cards - FC	278	--	278
Installment	–	–	--
Non installment	278	–	278
Overdraft Loans-TL (Legal Entities)	702.866	--	702.866
Overdraft Loans-FC (Legal Entities)	--	--	--
Total	1.762.611	6.138.639	7.901.250

6. Loan concentration according to counterparty

	Current Period	Prior Period
Public	953.258	1.024.393
Private	59.277.705	51.313.908
Total	60.230.963	52.338.301

7. Domestic and foreign loans

	Current Period	Prior Period
Domestic Loans	58.049.783	50.229.542
Foreign Loans	2.181.180	2.108.759
Total	60.230.963	52.338.301

8. Loans granted to subsidiaries and associates

	Current Period	Prior Period
Direct loans granted to subsidiaries and associates	–	24.481
Indirect loans granted to subsidiaries and associates	–	–
Total	--	24.481

9. Specific provisions for loans

Specific Provisions	Current Period	Prior Period
Loans and Receivables with Limited Collectability	98.371	38.038
Loans and Receivables with Doubtful Collectability	275.516	222.638
Uncollectible Loans and Receivables	1.001.277	910.935
Total	1.375.164	1.171.611

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

10. Information on non-performing loans (Net)

10 (i). Information on loans under follow-up, loans and other receivables those are restructured /rescheduled

	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period	14.104	27.580	28.787
(Gross Amounts Before Specific Reserves)	-	-	-
Restructured Loans and Other Receivables	-	-	-
Rescheduled Loans and Other Receivables	14.104	27.580	28.787
Prior Period	1.354	6.888	22.814
(Gross Amounts Before Specific Reserves)	-	-	-
Restructured Loans and Other Receivables	-	-	-
Rescheduled Loans and Other Receivables	1.354	6.888	22.814

10 (ii). Movement of non-performing loans

	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Balances at Beginning of Period	170.508	387.686	1.051.899
Additions (+)	1.029.493	91.826	87.936
Transfers from Other Categories of Non-Performing Loans (+)	-	758.188	625.279
Transfers from Other Categories of Non-Performing Loans (-)	758.188	625.279	-
Collections (-)	102.228	110.475	256.112
Write-offs (-)(*)	-	22	368.674
Corporate and Commercial Loans	-	-	10.566
Retail Loans	-	5	169.904
Credit Cards	-	-	103.943
Other	-	17	84.261
Balances at End of the Period	339.585	501.924	1.140.328
Specific Provisions (-)	98.371	275.516	1.001.277
Net Balance on Balance Sheet	241.214	226.408	139.051

(*) Under the sales agreements dated 12 and 15 December 2014, the Parent Bank sold its personal loan, credit card and working capital loan portfolio at the amount of TL 358.116 recognized in legal proceeding accounts to Girişim Varlık Yönetimi A.Ş. and Turkasset Varlık Yönetimi A.Ş. in return for TL 44.915.

10 (iii). 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: 31 December 2014			
Balance as of the Period End	4.162	8.671	395
Specific Provisions (-)	1.675	8.079	194
Net Balance on Balance Sheet	2.487	592	201
Prior Period: 31 December 2013			
Balance as of the Period End	6.518	10.728	12.798
Specific Provisions (-)	5.164	8.995	5.042
Net Balance on Balance Sheet	1.354	1.733	7.756

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

10 (iv). 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): 31 December 2014	241.214	226.408	139.051
Loans Granted to Real Persons and Legal Entities (Gross)	339.585	499.945	1.140.328
Specific provisions (-)	98.371	273.537	1.001.277
Loans Granted to Real Persons and Legal Entities (Net)	241.214	226.408	139.051
Banks (Gross)	-	-	-
Specific provisions (-)	-	-	-
Banks (Net)	-	-	-
Other Loan and Receivables (Gross)	-	1.979	-
Specific provisions (-)	-	1.979	-
Other Loan and Receivables (Net)	-	-	-
Prior Period (Net): 31 December 2013	132.470	165.048	140.964
Loans Granted to Real Persons and Legal Entities (Gross)	170.508	385.186	1.051.899
Specific provisions (-)	38.038	220.138	910.935
Loans Granted to Real Persons and Legal Entities (Net)	132.470	165.048	140.964
Banks (Gross)	-	-	-
Specific provisions (-)	-	-	-
Banks (Net)	-	-	-
Other Loan and Receivables (Gross)	-	2.500	-
Specific provisions (-)	-	2.500	-
Other Loan and Receivables (Net)	-	-	-

11. Liquidation policy for uncollectible loans and receivables

For uncollectible loans and receivables, the Bank tries to solve the issue with the customer. If no result is obtained, all legal actions are taken. Such actions are completed when the insufficiency of collaterals is documented or a certificate of insolvency is obtained.

12. Information on write-off from assets policy

Unrecoverable non-performing loans are written off with the decision of the Board of Directors on condition that receivable of the Group is not material compared to the costs to be incurred for the preparation of necessary documentation. Written-off amount is TL 10.582 in 2014 (31 December 2013: None).

f. Information on investment securities held-to-maturity

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

1 (i). Information on securities subject to repurchase agreement

Held-to-maturity investments subject to repurchase agreement are TL 964.091 (31 December 2013: TL 230.632).

1 (ii). Information on securities subject to given as collateral or blocked

Collateralized held-to-maturity investments are government bonds, whose book value amounts to TL 701.433 (31 December 2013: TL 709.246).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2. Information on government securities held-to-maturity

	Current Period	Prior Period
Government Bonds	3.109.968	2.521.394
Treasury Bills	-	-
Other Government Debt Securities	-	-
Total	3.109.968	2.521.394

3. Information on investment securities held-to-maturity

	Current Period	Prior Period
Debt Securities	3.145.340	2.573.094
Quoted on Stock Exchange	3.113.108	2.537.703
Unquoted on Stock Exchange	32.232	35.391
Impairment (-)	3.140	1.632
Total	3.142.200	2.571.462

4. Information on the movement of investment securities held-to-maturity during the period

	Current Period	Prior Period
Balance at the beginning of the period	2.571.462	258.810
Foreign exchange differences (*)	180.377	81.674
Purchases (**)	409.837	2.375.602
Disposals/ Redemptions	(16.336)	(142.992)
Impairment losses (-)	3.140	1.632
Total	3.142.200	2.571.462

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

(**) Reclassified securities are included in "Purchases".

The Parent Bank transferred a portion of its securities from "investment securities available-for-sale" portfolio, as of reclassification date with a new cost is amounting to TL 2.645.113 and US Dollar 136.323, to the "investment securities held-to-maturity" portfolio due to change in the intention of holding dating 23 July, 24 July, 26 December 2013 and 24 January 2014. The negative valuation differences amounting to TL 232.397 followed under equity until the date of classification will be amortized with effective interest method 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 TL 212.295.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

g. Investments in associates

1. Investments in unconsolidated associates

Title	Address (City/ Country)	The Parent Bank's share percentage (%)	The Parent Bank's risk group share percentage (%)
1-Kredi Kayıt Bürosu A.Ş. (*)	Istanbul/ Turkey	9	–
2-Kredi Garanti Fonu A.Ş. (**)	Ankara/ Turkey	2	–
3-Ege Tarım Ürünleri Lisanslı Dep. A.Ş. (*)	Izmir/ Turkey	10	–

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/ Loss	Prior Period Profit/ Loss	Fair Value
1	106.802	80.884	49.124	4.265	–	17.802	29.626	–
2	287.207	282.357	2.857	9.978	–	10.211	10.729	–
3	11.569	9.648	8.694	45	–	(1.175)	(1.670)	–

(*) Information on the financial statements is presented as of the period ended 31 December 2014.

(**) Information on the financial statements is presented as of the period ended 30 September 2014.

2. Investments in consolidated associates

There are no investments in consolidated associates.

h. Investments in subsidiaries

1. Information on shareholders' of major subsidiaries

The parent Bank does not need any capital requirement due to its subsidiaries included in the calculation of its consolidated capital adequacy standard ratio.

Amounts at below prepared within the scope of regulations depended by Denizbank AG and they are obtained from financial datas of 31 December 2014.

	Denizbank AG
Paid-in capital	451.871
Share Premium	657.677
Reserves	852.312
Deductions from capital	443
Total Common Equity	1.961.417
Total Additional Tier I Capital	–
Deductions from capital	1.773
Total Core Capital	1.959.644
Total Supplementary Capital	–
Capital	1.959.644
Deductions from capital	–
SHAREHOLDERS' EQUITY	1.959.644

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2. Information on non-consolidated subsidiaries

Title	Address (City/ Country)	The Parent Bank's share percentage (%)	Other shareholders' share percentage (%)
1-İntertech Bilgi İşlem ve Pazarlama Ticaret A.Ş.	Istanbul/ Turkey	100	-
2-Denizbank Kültür Sanat Yayıncılık Ticaret ve Sanayi A.Ş.	Istanbul/ Turkey	100	-
3-Deniz Kartlı Ödeme Sistemleri A.Ş.	Istanbul/ Turkey	-	100
4-Açık Deniz Radyo ve Televizyon İletişim Yayıncılık ve Sanayi A.Ş.	Istanbul/ Turkey	-	100
5-Deniz Immobilien Service GmbH	Vienna/ Austria	-	100

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/ (Loss)	Prior Period Profit/ (Loss)	Fair Value	Capital requirement
1	29.327	4.968	3.955	490	-	1.772	575	-	-
2	1.444	1.282	-	-	-	(23)	10	-	-
3	248	242	-	15	-	(16)	(3)	-	-
4	285	282	-	-	-	9	(4)	-	-
5	78	78	-	-	-	(22)	-	-	-

Information on the financial statements is presented as of the period ended 31 December 2014, subsidiaries above are not included in consolidation because they are nonfinancial partnerships.

3. 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	100	-	Full consolidation
2 Eurodeniz International Banking Unit Ltd.	Nicosia / Cyprus	100	-	Full consolidation
3 Deniz Yatırım Menkul Kıymetler A.Ş.	Istanbul / Turkey	100	-	Full consolidation
4 Ekspres Menkul Değerler A.Ş.	Istanbul / Turkey	71	29	Full consolidation
5 JSC Denizbank Moskova	Moscow / Russia	49	51	Full consolidation
6 Deniz Portföy Yönetimi A.Ş.	Istanbul / Turkey	-	100	Full consolidation
7 Deniz Finansal Kiralama A.Ş. (**)	Istanbul / Turkey	49	51	Full consolidation
8 Deniz Faktoring A.Ş.	Istanbul / Turkey	100	-	Full consolidation
9 Deniz Gayrimenkul Yatırım Ortaklığı A.Ş.	Istanbul / Turkey	-	91	Full consolidation
10 Destek Varlık Yönetim A.Ş.	Istanbul / Turkey	-	100	Full consolidation
11 CR Erdberg Eins GmbH & Co KG	Vienna/ Austria	-	100	Full consolidation

(*) Presenting risk group of Bank's share percentage.

(**) Explanation regarding to changes of shares is presented in Part III - Foot Note III.

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/ (Loss)	Prior Period Profit/ (Loss)	Fair Value	Capital requirement
1	23.378.065	2.211.904	24.274	930.711	112.983	394.973	258.858	-	-
2	895.759	15.100	85	58.540	-	1.778	2.713	-	-
3	198.648	175.764	1.462	4.611	49	6.974	7.113	-	-
4	13.901	12.810	2.453	974	629	(66)	(382)	-	-
5	796.646	99.817	2.448	51.694	14.549	26.326	23.779	-	-
6	6.660	5.176	30	430	4	717	1.150	-	-
7	2.127.953	483.244	24.053	166.830	-	58.119	12.616	-	-
8	1.800.355	267.199	2.578	191.872	-	104.894	50.572	-	-
9	175.287	174.521	452	1.132	(30)	13.078	(1.047)	-	-
10	47.955	9.577	35	7.240	-	81	(504)	-	-
11	57.242	50.852	49.848	2	-	430	-	-	-

Information on the financial statements is presented as of the period ended 31 December 2014.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

3 (i). Movement of consolidated subsidiaries

	Current Period	Prior Period
Balance at the Beginning of the Period	1.881.827	1.133.681
Movements during the Period	150.299	748.146
Purchases (*)	159.437	646.056
Bonus Shares Received	4.703	-
Dividends from Current Year Profit	-	-
Sales	-	-
Revaluation Increase, Effect of Inflation and F/X Difference	(13.841)	102.090
Other	-	-
Allowance for impairment	-	-
Balance at the End of the Period	2.032.126	1.881.827
Capital Commitments	--	--
Share Percentage at the end of Period (%)	--	--

(*) Explanations about year in purchasing are on Part III - Foot Note III.

3 (ii). Sectorial information on the consolidated subsidiaries and the related carrying amounts

	Current Period	Prior Period
Banks	1.146.906	1.143.965
Insurance Companies	-	-
Factoring Companies	138.107	138.107
Leasing Companies	427.806	303.929
Finance Companies	9.999	9.999
Other Subsidiaries	309.308	285.827
Total	2.032.126	1.881.827

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

3 (iii). Quoted subsidiaries within the consolidation scope

	Current Period	Prior Period
Quoted on domestic markets	98.237	101.942
Quoted on foreign markets	-	-

3 (iv). Consolidated subsidiaries disposed during the current period: None

3 (v). Consolidated subsidiaries acquired dsuring the current period: None

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

i. Entities Under Common Control (Joint Ventures)

1. Entities Under Common Control (Joint Ventures)

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	12.990	9.233	–	66.366	(63.599)

Information on the unreviewed financial statements is presented as of the period ended 31 December 2014.

2. Reasons of being non-consolidated for non-consolidated entities under common control (Joint Ventures) and methods of recognition of entities under common control (Joint Ventures) in the Parent Bank's unconsolidated financial statements

The Parent Bank, although represents Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş. ("Bantaş") with 33% of ownership rate as entities under common control in its financial statements, it was not consolidated due to be nonfinancial entity. This entity is carried at cost.

j. Information on receivables from leasing activities

1. Maturity analysis of finance lease receivables

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	127.608	122.410	97.614	93.832
Between 1-4 years	1.304.868	1.155.542	1.210.334	1.070.717
Over 4 years	873.261	673.793	800.911	618.907
Total	2.305.737	1.951.745	2.108.859	1.783.456

2. Information on net investments in finance lease receivables

	Current Period	Prior Period
Gross finance lease receivable	2.305.737	2.108.859
Unearned finance income (-)	353.992	325.403
Cancelled leasing agreements (-)	–	–
Net investment on finance leases	1.951.745	1.783.456

3. Information on operating lease activities

Deniz Finansal Kiralama A.Ş. started to fleet rental operations in the scope of operational leasing in June 2014.

Future receivables arising from leased assets are not recognized in the Group's balance sheet. Receivables arising from the rents invoiced within the period are recognized in the Group's balance sheet.

As of 31 December 2014, the Group's receivables which arise from its operational leasing agreements and will emerge in the future are distributed as follows by year:

	31 December 2014
Up to 1 years	5.599
1-5 years	9.352
5 years and over	–
	14.951

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

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

See Note 3.1.c

k. Explanation on hedging purpose derivatives

The Parent Bank stopped applying cash flow hedge accounting arising from the fluctuations in the interest rate and in which the hedging instrument was interest rate swaps and the hedged item was deposit, on 31 May 2013. Consequently, derivatives financial instruments which were previously in "hedging purpose derivatives assets/liabilities" because of being risk hedging instruments are classified in "financial assets/liabilities held for trading" lines. Negative differences amounting to TL (18.657) which were cumulated until the transfer date in "hedging funds" account under equity will be transferred to statement of income until the maturities of related derivative instruments. As of the balance sheet date, net negative valuation difference under equity after deferred tax is amounting to TL (8.918).

l. Information on tangible assets

	Land and buildings	Fixed assets under finance lease	Vehicles	Other tangible fixed assets	Total
Current Period End: 31 December 2014					
Net book value at the beginning of the period	59.767	195.614	2.120	654.434	911.935
Additions	53.666	20.770	23.249	123.639	221.324
Disposals	-	(7.425)	(129)	(39.954)	(47.508)
Net FX difference from foreign subsidiaries	-	-	(114)	(1.810)	(1.924)
Net book value at the end of the period	113.433	208.959	25.126	736.309	1.083.827
Accumulated depreciation at the beginning of the period (-)	12.597	152.546	1.123	336.215	502.481
Additions	499	-	-	-	499
Disposals	-	(7.220)	(74)	(24.990)	(32.284)
Net FX difference from foreign subsidiaries	-	-	(80)	(704)	(784)
Depreciation	1.436	12.409	1.695	90.717	106.257
Current period accumulated depreciation (-)	14.532	157.735	2.664	401.238	576.169
Closing net book value	98.901	51.224	22.462	335.071	507.658
Prior Period End: 31 December 2013					
Net book value at the beginning of the period	58.661	202.757	2.149	519.230	782.797
Additions	1.106	6.334	101	138.769	146.310
Disposals	-	(13.477)	(264)	(7.818)	(21.559)
Net FX difference from foreign subsidiaries	-	-	134	4.253	4.387
Net book value at the end of the period	59.767	195.614	2.120	654.434	911.935
Accumulated depreciation at the beginning of the period (-)	11.499	152.443	834	260.686	425.462
Additions	-	-	-	480	480
Disposals	-	(13.571)	(181)	(5.549)	(19.301)
Net FX difference from foreign subsidiaries	-	-	101	3.432	3.533
Depreciation	1.098	13.674	369	77.166	92.307
Prior period accumulated depreciation (-)	12.597	152.546	1.123	336.215	502.481
Closing net book value	47.170	43.068	997	318.219	409.454

The Parent Bank has booked an impairment loss provision of TL 4.402 for three of its buildings in prior years.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.I.c*

m. Information on intangible assets

Current Period End: 31 December 2014	Other	Goodwill	Total
Net book value at the beginning of the period	356.187	869	357.056
Additions	59.568	–	59.568
Disposals	(201)	–	(201)
Net FX difference from foreign subsidiaries	(2.807)	–	(2.807)
Net book value at the end of the period	412.747	869	413.616
Accumulated depreciation at the beginning of the period (-)	193.993	--	193.993
Disposals	(223)	–	(223)
Net FX difference from foreign subsidiaries	(1.766)	–	(1.766)
Depreciation	67.637	–	67.637
Current period accumulated depreciation (-)	259.641	--	259.641
Closing net book value	153.106	869	153.975
Prior Period End: 31 December 2013			
Net book value at the beginning of the period	237.887	--	237.887
Additions	117.149	869	118.018
Disposals	(2.771)	–	(2.771)
Net FX difference from foreign subsidiaries	3.922	–	3.922
Net book value at the end of the period	356.187	869	357.056
Accumulated depreciation at the beginning of the period (-)	139.541	--	139.541
Disposals	(2.774)	–	(2.774)
Net FX difference from foreign subsidiaries	3.294	–	3.294
Depreciation (-)	53.932	–	53.932
Prior period accumulated depreciation (-)	193.993	--	193.993
Closing net book value	162.194	869	163.063

n. Explanation on investment property

Investment properties are properties held by Deniz GYO for the basic purpose of making lease profit.

As of 31 December 2014, the Group has investment property is amounting to TL 128.137 (31 December 2013: TL 119.573) which carried from it's fair value on the Group's Financial Statements.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

o. Information on deferred tax asset

Deferred tax asset calculated on the basis of related regulation is TL 135.528 (31 December 2013: TL 127.705) and deferred tax liability is TL 12.402 (31 December 2013: TL 2.991). 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
Miscellaneous Provisions	35.433	38.235
Valuation Differences of Financial Assets	43.502	1.343
Provision for Employee Benefits	19.076	17.058
Valuation Differences of Derivatives	–	–
Unearned Income	41.356	39.871
Financial Loss	–	92.149
Other	2.929	18.559
Deferred Tax Assets	142.296	207.215
Valuation Differences of Tangible Assets	(13.931)	(9.481)
Valuation Differences of Derivatives	(5.239)	(66.191)
Valuation Differences of Financial Assets	–	–
Other	–	(6.829)
Deferred Tax Liabilities	(19.170)	(82.501)
Net Deferred Tax Assets	123.126	124.714

p. Explanation on property and equipment held for sale and related to discontinued operations

None.

q. Information on other assets

1. Information on prepaid expense, taxes and similar items

DFS Group's total prepaid expenses are TL 244.529 (31 December 2013: TL 197.712).

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

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.I.c

II. Explanations and disclosures related to consolidated liabilities

a. Information on deposits

1. Information on maturity structure of deposits

1 (i). Current period - 31 December 2014:

	7		Up to 1	1-3 Months	3-6 Months	6 Months-1	1 Year and	Accumulated	Total
	Demand	Days Notice							
Saving Deposits	1.325.315	-	1.367.063	11.595.196	357.150	167.250	254.348	30.204	15.096.526
Foreign Currency Deposits (*)	7.630.538	-	2.220.481	9.375.797	1.021.400	3.757.431	12.348.575	935	36.355.157
Residents in Turkey	3.474.986	-	2.136.622	8.726.498	821.915	506.072	706.815	831	16.373.739
Residents Abroad	4.155.552	-	83.859	649.299	199.485	3.251.359	11.641.760	104	19.981.418
Public Sector Deposits	350.422	-	7.785	33.475	1.850	1.993	438	-	395.963
Commercial Deposits	1.803.652	-	1.966.332	3.346.340	360.315	121.899	201.153	-	7.799.691
Other Ins. Deposits	73.013	-	57.725	1.219.843	261.226	89.571	14.607	-	1.715.985
Precious Metal Deposits	185.932	-	29.273	211.518	10.786	18.163	10.453	1.885	468.010
Bank Deposits	108.265	-	624.232	522.647	826.761	192.968	12.865	-	2.287.738
Central Bank	-	-	-	-	-	-	-	-	-
Domestic Banks	24.816	-	174.052	8.051	-	11.516	12.865	-	231.300
Foreign Banks	35.650	-	450.180	514.596	826.761	181.452	-	-	2.008.639
Special Finan. Inst.	47.799	-	-	-	-	-	-	-	47.799
Other	-	-	-	-	-	-	-	-	-
Total	11.477.137	--	6.272.891	26.304.816	2.839.488	4.349.275	12.842.439	33.024	64.119.070

(*) Foreign Exchange Deposit Account consists of Saving Deposit customers at the amount of TL 20.756.234 and Commercial Deposit customers at the amount of TL 15.598.923.

1 (ii). Prior period - 31 December 2013:

	Days		Up to 1	1-3 Months	3-6 Months	6 Months-1	1 Year and	Deposit	Total
	Demand	Notice							
Saving Deposits	1.124.424	-	1.665.078	9.863.484	335.145	97.032	647.602	24.743	13.757.508
Foreign Currency Deposits (*)	7.353.092	-	2.322.550	5.851.064	742.818	2.528.385	8.699.958	595	27.498.462
Residents in Turkey	4.077.175	-	2.182.216	5.512.257	475.757	340.701	546.520	535	13.135.161
Residents Abroad	3.275.917	-	140.334	338.807	267.061	2.187.684	8.153.438	60	14.363.301
Public Sector Deposits	286.716	-	6.384	24.361	5.915	26.928	1.109	-	351.413
Commercial Deposits	1.542.628	-	1.902.055	2.788.081	177.283	64.892	245.418	-	6.720.357
Other Ins. Deposits	58.442	-	124.962	596.821	2.454	19.232	13.465	-	815.376
Precious Metal Deposits	245.654	-	53.113	214.809	14.826	12.252	17.513	1.011	559.178
Bank Deposits	266.324	-	396.340	411.813	807.465	11.918	860.376	-	2.754.236
Central Bank	-	-	-	-	-	-	-	-	-
Domestic Banks	3.388	-	8.096	85.698	-	3.110	4.148	-	104.440
Foreign Banks	51.444	-	388.244	326.115	807.465	8.808	856.228	-	2.438.304
Special Finan. Inst.	211.492	-	-	-	-	-	-	-	211.492
Other	-	-	-	-	-	-	-	-	-
Total	10.877.280	--	6.470.482	19.750.433	2.085.906	2.760.639	10.485.441	26.349	52.456.530

(*) Foreign Exchange Deposit Account consists of Saving Deposit customers at the amount of TL 17.622.661 and Commercial Deposit customers at the amount of TL 9.875.801.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

2. Information on deposit insurance

2 (i). Information on saving deposits insured by Saving Deposit Insurance Fund and the total amount of the deposits exceeding the insurance coverage limit

	Deposit Insurance Covered by Fund		Deposit Insurance Exceeding the Limit	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	6.631.489	5.839.043	8.363.195	7.626.306
Foreign Currency Saving Deposits	1.753.367	1.510.632	5.001.945	4.718.181
Other Saving Deposits	-	-	-	-
Foreign Branches' Deposits Under Foreign Insurance Coverage	-	-	-	-
Off-Shore Deposits Under Foreign Insurance Coverage	-	-	-	-
Total	8.384.856	7.349.675	13.365.140	12.344.487

2 (ii). Saving deposits that are not under the guarantee of deposit insurance fund

	Current Period	Prior Period
Deposits and Other Accounts in Foreign Branches	100.236	226.856
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	37.381	33.115
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	105.466	64.666
Total	243.083	324.637

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

b. Information on trading purpose derivatives

1. Negative value of trading purpose derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	1.744	24.461	30.017	5.500
Swap Transactions	86.910	683.604	231.927	57.830
Futures Transactions	-	-	-	-
Options	-	35.240	1.129	128.423
Other	-	-	-	-
Total	88.654	743.305	263.073	191.753

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

c. Information on funds borrowed

1. Information on banks and other financial institutions

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank Loans	-	-	-	-
Domestic Bank and Institutions	1.166.544	543.049	1.160.849	321.599
Foreign Bank, Institutions and Funds	735.646	6.902.405	1.247.821	8.254.557
Total	1.902.190	7.445.454	2.408.670	8.576.156

The Parent Bank obtained a securitization loan against remittance flows, amounting to total of Euro 264 million with 5-8 years maturity from a consortium of 5 banks coordinated by Standard Chartered Bank, HSBC Bank Plc and Sberbank Europe AG and participated by EIB and EBRD on 10 June 2014.

The Parent Bank obtained a securitization loan against remittance flows, amounting to US Dollar 50 million with 5 years maturity from Wells Fargo Bank, N.A. on 17 June 2014.

In accordance with the resolution of the Board of Directors dated 6 April 2011 and numbered 2011/17, the Parent Bank obtained a securitization loan amounting to Euro 300 million via a special purpose entity from a consortium of lenders led by West LB and participated by EBRD, EIB, IFC and DEG on 27 April 2011. As of 31 December 2014, the outstanding balance of the loan is Euro 210,7 million. Securitization consists of five different loans having 2-3 years final maturity and 5-12 years grace period for the principal payment.

2. Maturity information of funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	1.298.746	3.436.756	1.775.888	5.408.560
Medium and Long-Term	603.444	4.008.698	632.782	3.167.596
Total	1.902.190	7.445.454	2.408.670	8.576.156

3. Additional explanation on concentrations of the Group's liabilities

Deposits constitute the most important fund of the Group, and they account for 68% of total funds (31 December 2013: 66%). Loans received, subordinated loans, debts to money markets and issued securities account for 19% of total funds (31 December 2013: 20%).

d. Information on securities issued

	Current Period		Prior Period	
	TL	FC	TL	FC
Bonds	205.492	-	195.349	-
Bills	1.161.163	-	857.025	-
Asset Backed Security	568.084	-	567.759	-
Total	1.934.739	--	1.620.133	--

Nominal value of TL 105.321 (31 December 2013: TL 108.580) of the securities issued were repurchased by the Parent Bank and offset in the financial statements.

- e. **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.

- f. **Information on lease payables**

None (31 December 2013: None).

1. **Changes in agreements and further commitments arising**

None (31 December 2013: None).

2. **Obligations under finance leases**

None.

3. **Explanations on operational leases**

DFS Group has operational lease agreements for its bank branches, motor vehicles and ATM locations. Rental payments for the majority of these agreements are made and expensed on a monthly basis. The unexpired portion of prepayments made for rent agreements on a yearly basis are accounted for under prepaid expenses in "other assets".

4. **Explanation on "Sell-and-lease back" agreements**

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

- g. **Information on liabilities arising from hedging purpose derivatives**

None (31 December 2013: None).

- h. **Explanation on provisions**

1. **Information on general provisions**

	Current Period	Prior Period
Provisions for Loans and Receivables in Group I	594.623	543.011
Additional Provision for Loans with Extended Maturities	25.980	4.508
Provisions for Loans and Receivables in Group II	143.462	99.648
Additional Provision for Loans with Extended Maturities	71.690	52.492
Provisions for Non Cash Loans	75.043	57.715
Other	-	-
Total	813.128	700.374

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

As of 31 December 2014, the reserves allocated for the exchange rate differences of loans indexed to foreign currency amount to TL 9.481 (31 December 2013: TL 244). Provisions for exchange rate differences pertaining to loans indexed to foreign currency are netted off against the credits and receivables under asset items in financial statements.

3. **Liabilities on provision for employee benefits**

TAS 19 required to using the actuarial methods for calculation of operating obligations.

Accordingly, the following actuarial assumptions were used in the calculation of the total reserve for employment termination benefits:

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

	Current Period	Prior Period
Discount rate	4,67%	4,52%
Interest Rate	9,90%	9,75%
Expected rate of salary/ limit increase	5,00%	5,00%

As of 31 December 2014, TL 65.464 of provision for employment termination benefits (31 December 2013: TL 56.281) and TL 33.873 of unused vacation accruals (31 December 2013: TL 31.964) were reflected to the consolidated financial statements.

Movement of retirement pays liability during the period:

	Current Period	Prior Period
Balance at the Beginning of the Period	56.281	47.348
Changes in the period	12.757	15.008
Actuarial loss/ gain	1.535	(2.139)
Paid in the period	(5.094)	(4.158)
FX difference	(48)	222
Balance at the End of the Period	65.431	56.281

4. Information on other provisions

4 (i). As of 31 December 2014, the free reserves allocated to potential risks amount to TL 38.707 (31 December 2013: TL 64.343), which includes other reserves set aside for credit portfolio.

4 (ii). Information on other provisions exceeding 10% of total provisions

TL 107.018 (31 December 2013: TL 113.594) of other provisions consists of provisions for non-cash loans that are not indemnified and converted into cash. TL 18.951 (31 December 2013: TL 19.085) consists of provisions for lawsuits pending against DFS Group and TL 3.291 (31 December 2013: TL 17.055) consists of other provisions.

i. Information on taxation

1. Information on current taxes

1 (i). Information on current tax liability

As of 31 December 2014, the corporate tax provision of DFS Group is TL 344.544 (31 December 2013: TL 135.388), and it has been offset with advance taxes amounting to TL 199.836 (31 December 2013: TL 122.915).

1 (ii). Information on taxes payable

	Current Period	Prior Period
Corporate taxes payable	144.708	12.473
Taxation on securities	34.486	28.806
Capital gains taxes on property	1.966	1.822
Banking Insurance Transaction Tax (BITT)	35.708	31.756
Taxes on foreign exchange transactions	-	-
Value added taxes payable	2.636	2.256
Other	37.822	34.876
Total	257.326	111.989

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

1 (iii). Information on premiums

	Current Period	Prior Period
Social security premiums- employee share	7.044	6.324
Social security premiums- employer share	7.636	6.857
Bank pension fund premium- employee share	-	-
Bank pension fund premium- employer share	-	-
Pension fund membership fees and provisions- employee share	238	203
Pension fund membership fees and provisions- employer share	291	250
Unemployment insurance- employee share	502	451
Unemployment insurance- employer share	966	873
Other	15.287	11.844
Total	31.964	26.802

2. Information on deferred tax liabilities

Deferred tax liability calculated on the basis of related regulation is TL 12.402 (31 December 2013: TL 2.991). Information on deferred taxes is disclosed in footnote "o" of explanations and disclosures related to consolidated assets.

j. Non-current liabilities relating to held for sale and discontinued operations

None.

k. Information on subordinated loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Domestic banks	-	-	-	-
Other domestic institutions	-	-	-	-
Foreign banks	-	3.922.963	-	2.353.810
Other foreign institutions	-	-	-	-
Total	--	3.922.963	--	2.353.810

The Parent Bank has taken subordinated loans from Dexia Credit Local amounting to Euro 90 million on 28 December 2006, US Dollar 50 million on 28 June 2007, US Dollar 130 million on 27 September 2007 and US Dollar 200 million on 27 February 2008. The maturity of these loans is 10 years.

The Parent Bank has taken subordinated loans from Sberbank of Russia on 28 June 2013, 30 September 2013 and 31 January 2014 amounting to US Dollar 300 million each, on 30 April 2014 amounting to US Dollar 150 million, on 30 September 2014 amounting to Euro 115 million. These loans each have a maturity of 10 years and an annual fixed interest rate of 6,10%, 7,49%, 7,50%, 7,93%, 6,20% respectively.

BRSA has declared in writing that the recognition of the mentioned loans as secondary subordinated debt in the supplementary capital account in accordance with the terms defined in the "Regulation on the Equity of Banks" published in the Official Gazette dated 1 November 2006 and numbered 26333 was approved.

I. Information on shareholders' equity

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 31 December 2014, the Parent Bank has "other capital reserves" amounting to TL 189.164 (31 December 2013: TL 189.164) arising from the effect of inflation restatement of the paid-in capital.

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.

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

None.

4. Information on share capital increases from revaluation funds

None.

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.

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.

7. Information on the privileges given to stocks representing the capital

The Parent Bank does not have any preferred stocks.

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 TL 202.000 to TL 290.000; and TL 50.369 of this TL 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 TL 94.440 was realized. The inflation restatement effect of TL 3.911 was also recognized over the original balance until December 2004. A total issuance premium of TL 60 was realized through the Bank's paid-in capital increase amounting TL 400.000 on 28 August 2008.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

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

See Note 3.1.c

9. Securities Revaluation Reserve

	Current Period		Prior Period	
	TL	FC	TL	FC
Associates, Subsidiaries and JVs	-	-	-	-
Valuation Difference	(122.828)	(15.961)	(306.897)	(43.618)
FX Difference	-	-	-	-
Total	(122.828)	(15.961)	(306.897)	(43.618)

10. Information on hedging funds

10 (i). Information on cash flow hedge items

The Parent Bank stopped applying cash flow hedge accounting arising from the fluctuations in the interest rate and in which the hedging instrument was interest rate swaps and the hedged item was deposit, on 31 May 2013. Consequently, derivatives financial instruments which were previously in "hedging purpose derivatives assets/liabilities" because of being risk hedging instruments are classified in "financial assets/liabilities held for trading" lines. Negative differences amounting to TL (18.657) which were cumulated until the transfer date in "hedging funds" account under equity will be transferred to statement of income until the maturities of related derivative instruments. As of the balance sheet date, net negative valuation difference under equity is amounting to TL (8.918).

10 (ii). Information on hedging foreign net investment risk items

DFH Group applies net investment hedge strategy to hedge against the currency risk arising on a consolidated basis from the net investments amounting to a total of Euro 637,9 million and US Dollar 5,7 million of subsidiaries Denizbank AG and Eurodeniz. The part consisting of the same amounts of its foreign currency deposit has been defined as "hedging instrument".

On the other hand, as of 1 April 2014 the Parent Bank stopped applying net investment hedge accounting due to its net investment to hedge against the currency risk on the subsidiary of JSC Denizbank, and the total hedging fund which is booked under equity for such subsidiary is amounting to TL (57.744).

The effective part of the change in value of the foreign currency deposit arising from foreign currency within this scope has been recognized in the account of "hedging funds" under equity is amounting to TL (357.397) as of 31 December 2014 (31 December 2013: TL (409.538)).

11. Information on minority shares

	Current Period	Prior Period
Balance at the Beginning of the Period	37.292	15.764
Minority interest in net income of consolidated subsidiaries	1.135	(145)
Increase/ (decrease) in minority interest due to disposals	-	-
Other (*)	(32.121)	21.673
Balance at the End of the Period	6.306	37.292

(*)Portion of Deniz Yatırım on Deniz GYO shares reach to 91,38% from 86,76% due to BIST mandatory tender offer on 23 January 2014.

12. Information on revaluation differences of tangible assets

Revaluation difference of tangible assets amounting to TL 306.054 include the gains on sale of Deniz Emeklilik ve Hayat A.Ş. and Deniz Türev Menkul Değerler A.Ş. amounting to TL 305.198 and the gain on sale of real estate for the remaining amount of TL 856, which are placed to the related reserve account under shareholders' equity with the exemption from corporate tax according to 5/1-e clause of Corporate Tax Law (31 December 2013: TL 306.054).

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

a. Information related to off-balance sheet commitments

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 31 December 2014, non-cash loans, commitments for credit card limits and commitments for cheque payments are TL 20.452.114, TL 9.098.404 and TL 1.669.129, respectively (31 December 2013: TL 18.415.516, TL 7.731.311 and TL 1.415.524, respectively). These items are detailed in the off-balance sheet accounts.

2. Type and amount of possible losses from off-balance sheet items referred to below

2 (i). Guarantees, bills of exchange and acceptances and other letters of credit which can be considered as financial collateral

As of 31 December 2014, DFS Group has letters of guarantee amounting to TL 16.287.583, bills of exchange and acceptances amounting to TL 114.939, and guarantees and sureties on letters of credit amounting to TL 2.494.183 and other guarantees and sureties amounting to TL 1.555.409.

As of 31 December 2013 DFS Group has letters of guarantee amounting to TL 13.866.124, bills of exchange and acceptances amounting to TL 139.482, and guarantees and sureties on letter of credit amounting to TL 2.696.140 and other guarantees and sureties amounting to TL 1.713.770.

2 (ii). Final guarantees, provisional guarantees, sureties and similar transactions

	Current Period	Prior Period
Provisional Letters of Guarantee	950.281	969.666
Final Letters of Guarantee	11.430.101	9.961.504
Letters of Guarantee for Advances	2.360.279	2.075.062
Letters of Guarantee given to Customs Offices	203.046	249.616
Other Letters of Guarantee	1.343.876	610.276
Total	16.287.583	13.866.124

3. Information on non-cash loans

3 (i). Total amount of non-cash loans

	Current Period	Prior Period
Non-Cash Loans Given for Obtaining Cash Loans	3.143.061	1.991.081
With Original Maturity of 1 Year or Less	2.957.362	1.914.317
With Original Maturity of More Than 1 Year	185.699	76.764
Other Non-Cash Loans	17.309.053	16.424.435
Total	20.452.114	18.415.516

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

3 (ii). Sectorial risk concentrations of non-cash loans

	Current Period				Prior Period			
	TL	%	FC	%	TL	%	FC	%
Agricultural	146.087	1,92	459.176	3,58	146.646	2,22	380.771	3,22
Farming and Cattle	144.675	1,90	456.616	3,56	145.752	2,21	380.771	3,22
Forestry	1.257	0,02	2.560	0,02	643	0,01	-	-
Fishing	155	0,00	-	-	251	0,00	-	-
Manufacturing	1.349.509	17,71	3.685.209	28,72	1.072.942	16,27	3.492.268	29,54
Mining	298.425	3,92	831.829	6,48	198.579	3,01	1.112.679	9,41
Production	915.689	12,01	2.039.869	15,90	728.355	11,04	1.763.668	14,92
Electric, gas and water	135.395	1,78	813.511	6,34	146.008	2,22	615.921	5,21
Construction	2.342.385	30,73	3.821.683	29,79	2.287.131	34,67	3.412.844	28,88
Services	2.748.381	36,06	3.296.713	25,69	2.445.284	37,07	3.659.886	30,97
Wholesale and retail trade	1.612.181	21,15	1.779.529	13,87	1.459.751	22,13	2.169.612	18,36
Hotel, food and beverage services	201.527	2,64	334.124	2,60	186.221	2,82	261.281	2,21
Transportation and telecommunicati	506.625	6,65	451.756	3,52	438.961	6,65	417.697	3,53
Financial institutions	176.202	2,31	668.824	5,21	182.106	2,76	721.326	6,10
Real estate and letting services	24.599	0,33	4.007	0,03	15.463	0,23	3.808	0,03
Self-employment services	-	-	-	-	-	-	-	-
Education services	30.034	0,39	12.431	0,10	24.182	0,37	14.123	0,12
Health and social services	197.213	2,59	46.042	0,36	138.600	2,11	72.039	0,62
Other	1.035.301	13,58	1.567.670	12,22	644.340	9,77	873.404	7,39
Total	7.621.663	100,00	12.830.451	100,00	6.596.343	100,00	11.819.173	100,00

3 (iii). Information about the first and second group of non-cash loans

	I. Grup		II. Grup	
	TL	FC	TL	FC
Letters of guarantee	7.512.366	8.628.422	92.791	54.004
Bank acceptances	10.626	104.313	-	-
Letters of credit	2.020	2.491.607	-	556
Endorsements	-	-	-	-
Underwriting commitments	-	-	-	-
Factoring commitments	-	-	-	-
Other commitments and contingencies	3.860	1.551.549	-	-
Non-cash Loans	7.528.872	12.775.891	92.791	54.560

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

b. Information related to derivative financial instruments

Current Period	Up to 1 month	1-3 months	3-12 months	1-5 years	More than 5 years	Total
Hedging Purpose Derivative Transactions						
A. Total hedging Purpose Derivative Transactions						
Fair Value Hedge Transactions	--	--	--	--	--	--
Cash Flow Hedge Transactions	--	--	--	--	--	--
Net Foreign Investment Hedge Transactions	--	--	--	--	--	--
Types of trading transactions						
Foreign currency related derivative transactions(I)						
Forward FC Call transactions	25.151.580	12.128.961	9.361.214	4.434.752	170.846	51.247.353
Forward FC Put transactions	590.868	274.109	406.439	8.835	--	1.280.251
Swap FC Call transactions	596.116	277.740	420.840	9.914	--	1.304.610
Swap FC Put transactions	11.087.363	5.258.147	2.889.865	2.330.476	88.601	21.654.452
Options FC Call transactions	10.517.413	5.459.423	2.781.574	2.085.527	82.245	20.926.182
Options FC Put transactions	1.170.346	421.421	1.429.700	--	--	3.021.467
Futures FC Call transactions	1.189.474	438.121	1.432.796	--	--	3.060.391
Futures FC Put transactions	--	--	--	--	--	--
Total of interest derivative transactions (II)	--	347.354	3.879.650	2.721.156	3.223.501	10.171.661
Swap Interest Call transactions	--	173.677	1.939.825	1.360.578	1.608.759	5.082.839
Swap Interest Put transactions	--	173.677	1.939.825	1.360.578	1.614.742	5.088.822
Options Interest Call transactions	--	--	--	--	--	--
Options Interest Put transactions	--	--	--	--	--	--
Securities Interest Call transactions	--	--	--	--	--	--
Securities Interest Put transactions	--	--	--	--	--	--
Futures Interest Call transactions	--	--	--	--	--	--
Futures Interest Put transactions	--	--	--	--	--	--
Other types of trading transactions (III)	765.174	--	--	1.486.737	--	2.251.911
B. Total types of trading transactions (I+II+III)	25.916.754	12.476.315	13.240.864	8.642.645	3.394.347	63.670.925
Total Derivative Transactions (A+B)	25.916.754	12.476.315	13.240.864	8.642.645	3.394.347	63.670.925
Prior Period						
Hedging Purpose Derivative Transactions						
A. Total hedging Purpose Derivative Transactions						
Fair Value Hedge Transactions	--	--	--	--	--	--
Cash Flow Hedge Transactions	--	--	--	--	--	--
Net Foreign Investment Hedge Transactions	--	--	--	--	--	--
Types of trading transactions						
Foreign currency related derivative transactions(I)						
Forward FC Call transactions	28.614.423	4.508.209	16.277.889	4.573.243	--	53.973.764
Forward FC Put transactions	1.207.872	563.200	892.521	9.349	--	2.672.942
Swap FC Call transactions	1.191.867	554.097	874.868	10.415	--	2.631.247
Swap FC Put transactions	10.792.130	150.618	3.802.453	2.437.506	--	17.182.707
Options FC Call transactions	10.608.402	132.774	3.796.696	2.115.973	--	16.653.845
Options FC Put transactions	2.438.334	1.555.307	3.459.685	--	--	7.453.326
Futures FC Call transactions	2.375.818	1.552.213	3.451.666	--	--	7.379.697
Futures FC Put transactions	--	--	--	--	--	--
Total of interest derivative transactions (II)	941.448	630.826	436.382	6.115.555	1.243.938	9.368.149
Swap Interest Call transactions	315.412	315.413	193.933	3.057.778	621.969	4.504.505
Swap Interest Put transactions	315.412	315.413	193.933	3.057.777	621.969	4.504.504
Options Interest Call transactions	160.624	--	24.258	--	--	184.882
Options Interest Put transactions	150.000	--	24.258	--	--	174.258
Securities Interest Call transactions	--	--	--	--	--	--
Securities Interest Put transactions	--	--	--	--	--	--
Futures Interest Call transactions	--	--	--	--	--	--
Futures Interest Put transactions	--	--	--	--	--	--
Other types of trading transactions (III)	148.948	375	--	--	--	149.323
B. Total types of trading transactions (I+II+III)	29.704.819	5.139.410	16.714.271	10.688.798	1.243.938	63.491.236
Total Derivative Transactions (A+B)	29.704.819	5.139.410	16.714.271	10.688.798	1.243.938	63.491.236

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

c. Credit derivatives and risk exposures on credit derivatives

None.

d. Contingent assets and liabilities

Result of conservatism DFS Group made a provision amounting to TL 18.951 (31 December 2013: TL 19.085) for lawsuits pending against itself; which are classified in "Other provisions" item at the balance sheet. Other ongoing lawsuits which have not any provision are unlikely to occur and for which cash outflow is not expected to incur.

e. Activities carried out on behalf and account of other persons

The Bank provides trading, custody, management and consultancy services to its customers.

IV. Explanations and disclosures related to consolidated statement of income

a. Interest income

1. Information on interest income received from loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Short Term Loans	1.979.252	103.240	1.543.204	93.129
Medium and Long Term Loans	2.546.716	1.242.636	1.979.112	878.658
Loans Under Follow-Up	49.049	-	67.064	-
Premiums Received from Resource Utilization Support Fund	-	-	-	-
Total	4.575.017	1.345.876	3.589.380	971.787

Interest income received from loans also includes fees and commissions from cash loans granted.

2. Information on interest income received from banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of the Republic of Turkey	756	-	-	-
Domestic Banks	39.444	8.183	5.920	5.160
Foreign Banks	903	2.088	1.239	1.511
Foreign Head Offices and Branches	-	-	-	-
Total	41.103	10.271	7.159	6.671

3. Information on interest income received from securities portfolio

	Current Period		Prior Period	
	TL	FC	TL	FC
Trading Securities	25.126	919	94.684	301
Financial Assets at Fair Value Through Profit or Loss	-	-	-	-
Investment Securities Available-for-Sale	429.004	62.742	440.528	60.045
Investment Securities Held-to-Maturity	282.277	19.275	90.701	3.203
Total	736.407	82.936	625.913	63.549

4. Information on interest income received from associates and subsidiaries

	Current Period	Prior Period
Interest Received from Associates and Subsidiaries	222	2.231

b. Interest expense

1. Information on interest expense related to funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	213.092	361.509	148.656	202.596
Central Bank of the Republic of Turkey	40	-	37	-
Domestic Banks	74.208	11.200	36.389	11.610
Foreign Banks	138.844	350.309	112.230	190.986
Foreign Head Offices and Branches	-	-	-	-
Other Institutions	--	--	--	--
Total	213.092	361.509	148.656	202.596

Interest expense related to funds borrowed also includes fees and commission expenses.

2. Information on interest expense paid to associates and subsidiaries

	Current Period	Prior Period
Interest Paid to Associates and Subsidiaries	1.876	1.214

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

3. Information on interest expense paid to securities issued

	Current Period	Prior Period
Interest Paid to Securities Issued	186.613	103.321

4. Maturity structure of the interest expense on deposits

Account Name	Demand Deposits	Time Deposit					Cumulative Deposit	Total
		Up to 1 Month	Up to 3 Month	Up to 6 Month	Up to 1 Year	More than 1 Year		
TL								
Bank Deposits	39	12.634	-	-	-	-	-	12.673
Saving Deposits	36	133.874	1.055.255	39.609	16.567	27.077	1.727	1.274.145
Public Sector Deposits	-	882	2.732	166	1.021	47	-	4.848
Commercial Deposits	2	187.571	273.967	15.976	5.375	5.869	-	488.760
Other Deposits	-	5.745	66.147	8.911	3.928	19	-	84.750
"7 Days Notice" Deposits	-	-	-	-	-	-	-	-
Total	77	340.706	1.398.101	64.662	26.891	33.012	1.727	1.865.176
FC								
Foreign Currency Deposits	2.467	418.115	195.030	15.484	15.954	684	11.753	659.487
Bank Deposits	363	6.547	-	-	-	-	-	6.910
"7 Days Notice" Deposits	-	-	-	-	-	-	-	-
Precious Metal Deposits	1	13.102	3.266	1.734	316	263	23	18.705
Total	2.831	437.764	198.296	17.218	16.270	947	11.776	685.102
Grand Total	2.908	778.470	1.596.397	81.880	43.161	33.959	13.503	2.550.278

c. Dividend income

	Current Period	Prior Period
Trading Securities	308	1.555
Financial Assets at Fair Value Through Profit or Loss	-	-
Investment Securities Available-for-Sale	6	4
Other (*)	1.414	1.582
Total	1.728	3.141

(*) Presents dividend income from unconsolidated subsidiaries and associates.

d. Information on trading income / loss

	Current Period	Prior Period
Income	146.564.138	45.688.400
Capital Market Transactions	158.043	556.313
Derivative Financial Instruments	4.493.887	2.154.876
Foreign Exchange Gains	141.912.208	42.977.211
Loss (-)	147.179.526	45.494.731
Capital Market Transactions	68.960	393.389
Derivative Financial Instruments	4.778.048	1.223.272
Foreign Exchange Losses	142.332.518	43.878.070
Net Trading Income / Loss	(615.388)	193.669

Net gain from foreign exchange translation differences related to derivative financial instruments is TL 169.847 (net gain for the period 1 January - 31 December 2013: TL 152.616).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c

e. Information on other operating income

	Current Period	Prior Period
Reversal of prior periods' provisions	314.095	264.581
Sale revenue for Real estate properties to be sold	28.472	5.550
Communication income	13.265	11.906
Cheque book fees	4.991	3.865
Other	225.712	137.719
Total	586.535	423.621

f. Impairment on loans and other receivables

	Current Period	Prior Period
Specific Provisions on Loans and Other Receivables	789.944	684.679
<i>Loans and Receivables in Group III</i>	<i>156.989</i>	<i>98.595</i>
<i>Loans and Receivables in Group IV</i>	<i>224.311</i>	<i>165.762</i>
<i>Loans and Receivables in Group V</i>	<i>408.644</i>	<i>420.322</i>
Non-performing Commissions and Other Receivables	-	-
General Loan Loss Provisions	112.754	256.477
Free Provision for Probable Risks	161	2.047
Impairment Losses on Securities	13.499	21.248
<i>Financial Assets at Fair Value Through Profit or Loss</i>	<i>-</i>	<i>5.144</i>
<i>Investment Securities Available-for-Sale</i>	<i>13.499</i>	<i>16.104</i>
Securities Held to Maturity	1.569	1.632
<i>Associates</i>	<i>-</i>	<i>-</i>
<i>Subsidiaries</i>	<i>-</i>	<i>-</i>
<i>Joint Ventures</i>	<i>-</i>	<i>-</i>
<i>Investment Securities Held-to-Maturity</i>	<i>1.569</i>	<i>1.632</i>
Other	33.913	61.399
Total	951.840	1.027.482

g. Information related to other operational expenses

	Current Period	Prior Period
Personnel Expenses	1.139.062	928.280
Reserve for Employee Termination Benefits	9.093	11.027
Reserve for Bank's Social Aid Fund Deficit	-	-
Impairment Losses on Tangible Assets	-	-
Depreciation Charges of Tangible Assets	106.257	92.307
Impairment Losses on Intangible Assets	-	-
Amortization Charges of Intangible Assets	67.637	53.932
Impairment Losses on Investment Accounted for under Equity Method	-	-
Impairment of Assets to be Disposed	-	-
Depreciation of Assets to be Disposed	1.708	2.960
Impairment of Assets Held for Sale	-	-
Other Operating Expenses	825.152	692.460
<i>Operational Leases Expenses</i>	<i>214.777</i>	<i>158.427</i>
<i>Repair and Maintenance Expenses</i>	<i>44.823</i>	<i>29.234</i>
<i>Advertisement Expenses</i>	<i>95.193</i>	<i>102.976</i>
<i>Other Expenses (*)</i>	<i>470.359</i>	<i>401.823</i>
Losses on Sale of Assets	21.432	2.603
Other	251.348	294.109
Total	2.421.689	2.077.678

(*) Other expenses in other operational expenses comprise; communication expenses, IT repair and maintenance and software fees, stationery, entertainment and representation, heating and lighting, credit card service fee and others amounting to TL 82.831, TL 55.492, TL 21.823, TL 7.912, TL 20.638, TL 89.811 and TL 191.852, respectively (1 January - 31 December 2013: TL 77.893, TL 50.415, TL 24.049, TL 8.213, TL 21.320, TL 72.116 and TL 147.817, respectively).

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

h. Information on profit / loss before tax from continuing operations

As 1 January-31 December 2014, DFS Group has a profit before tax from continuing operations amounting to TL 1.214.681 (1 January-31 December 2013: TL 1.268.530).

i. Information on tax provision for continued and discontinued operations

1. Current period taxation benefit or charge and deferred tax benefit or charge

As 1 January-31 December 2014 the current period taxation charge on continuing operations is TL 346.887 (1 January-31 December 2013: TL 124.062) while deferred tax benefit is TL 70.750 (1 January-31 December 2013: TL 133.383 deferred tax charge).

There are not current period taxation charge on discontinuing operations. (1 January-31 December 2013: None).

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 (+)	228.076	134.862
Arising from Reversal of Deductible Temporary Differences (-)	(148.016)	(180.925)
Arising from Origination of Taxable Temporary Differences (-)	(36.664)	(111.145)
Arising from Reversal of Taxable Temporary Differences (+)	27.354	23.825
Total	70.750	(133.383)

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	172.016	(138.212)
Arising from Origination (-)/ Reversal (+) of Taxable Temporary Differences	(9.311)	(87.320)
Arising from Origination (+)/ Reversal (-) of Tax Losses	(91.955)	92.149
Arising from Origination (+)/ Reversal (-) of Unused Tax Credits	-	-
Total	70.750	(133.383)

j. Information on continuing and discontinued operations net profit/loss

DFS Group has a net profit is amounting to TL 938.544 (31 December 2013: TL 1.011.085).

DFS Group does not have discontinuing operations.

k. Information on net profit and loss

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.

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

3. Profit or loss attributable to minority interests

	Current Period	Prior Period
Profit/ (loss) attributable to minority interests	1.135	(145)

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

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.

I. 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
Credit card clearing and other commissions	448.153	262.016
Contracted merchant / POS commissions	209.921	171.447
Filing fees	109.679	94.610
Account management fees	94.981	70.523
Intermediary services	94.565	90.857
Insurance services	66.495	60.403
Remittance commissions	31.535	24.575
Expertise fees	13.402	9.413
Other	107.058	105.011
Total	1.175.789	888.855

Other Fees and Commissions Paid	Current Period	Prior Period
Credit card / POS commissions	224.613	150.726
EFT fees and commissions	7.954	6.041
Other	81.048	91.291
Total	313.615	248.058

V. Explanations and disclosures related to consolidated statement of changes in shareholders' equity

a. Information on distribution of profit:

General Assembly of the Bank is authorized body for the profit appropriation decisions. As of the preparation date of these financial statements, annual ordinary meeting of the General Assembly has not been held yet.

b. Information on increase/decrease amounts resulting from merger:

None.

c. Information on investments available-for-sale

"Unrealised gain/loss" arising from changes in the fair value of securities classified as available-for-sale are not recognized in current year income statement but recognized in the "Marketable securities valuation differences" account under equity, until the financial assets are derecognised, sold, disposed or impaired.

d. Hedging transactions

1. Information on cash flow hedge items:

Explained in Information on cash flow hedge in Note II.k.10(i) of Section Five.

2. Information on hedging foreign net investment risk items:

Explained in Information on hedging foreign net investment risk in Note II.k.10(ii) of Section Five.

e. Revaluation difference on tangible assets

Revaluation differences on tangible assets includes gains on sales of subsidiaries and gains on sales of real estates and explained in detail in Information on revaluation differences of tangible assets disclose in Note II.m of Section Five.

f. Information on to foreign exchange difference:

Balance sheet items of Bahreyn branch of the Parent Bank and subsidiaries of the Group founded abroad are translated into Turkish Lira with the foreign exchange rates prevailing at the balance sheet date, and income statements items are translated into Turkish Lira with the average foreign exchange rates. Related foreign exchange differences are accounted in the shareholders' equity under "Other profit reserves."

Explained in detail in "Information on to foreign exchange difference in Note II.b of Section Three".

g. Other

Portion of Deniz Yatırım on Deniz GYO shares reach to 91,38% from 86,76% as a result of mandatory tender offer on BIST dated on 23 January 2014.

h. Amounts transferred to legal reserves

The Parent Bank transferred TL 454.155 (31 December 2013: TL 812.632) to extraordinary reserves from prior period profits in 2014. There is any amount transferred to legal reserves (31 December 2013: None). Reserves pertaining to consolidated subsidiaries are included in previous years' profits.

VI. Explanations and disclosures related to consolidated cash flow statement

a. Information on cash and cash equivalents

Components of cash and cash equivalents and the accounting policy applied in their determination:

Cash and foreign currency together with demand deposits at banks including the CBRT are defined as "Cash"; interbank money market and time deposits in banks with original maturities less than three months are defined as "Cash equivalents".

1. Cash and cash equivalents at the beginning of the period

	<u>Current Period</u>	<u>Prior Period</u>
	01.01.2014	01.01.2013
Cash	1.856.475	1.413.474
Cash in Vault, foreign currencies and other	1.260.111	933.455
Banks demand deposit	596.364	480.019
Cash and Cash Equivalents	4.726.899	2.179.839
Interbank money market placements	1.290.942	511.400
Banks time deposit	2.715.082	853.717
Securities	720.875	814.722
Total Cash and Cash Equivalents	6.583.374	3.593.313

2. Cash and cash equivalents at the end of the period

	<u>Current Period</u>	<u>Prior Period</u>
	31.12.2014	31.12.2013
Cash	2.245.294	1.856.475
Cash in Vault, foreign currencies and other	1.246.782	1.260.111
Banks demand deposit	998.512	596.364
Cash and Cash Equivalents	5.326.271	4.726.899
Interbank money market placements	980.123	1.290.942
Banks time deposit	3.992.518	2.715.082
Securities	353.630	720.875
Total Cash and Cash Equivalents	7.571.565	6.583.374

b. Information on cash and cash equivalent assets of DFS Group that are not available for free use due to legal restrictions or other reasons

DFS Group made a total provision for required reserves on CB of Turkey and other foreign Central Banks in amount of TL 8.211.375 (31 December 2013: TL 7.554.919). Additionally, there is TL 19.160 (31 December 2013: TL 18.571) limited amount in foreign banks account.

c. Disclosures for "other" items in the statement of cash flows and effect of changes in foreign currency exchange rates on cash and cash equivalents

"Other" item amounting to TL (1.310.195) (31 December 2013: TL (2.939.671)) before "changes in operating assets and liabilities" comprise other operating expenses, fees and commissions paid and net trading loss. As a result of these changes in the cash flow statement, the balance of cash and cash equivalents has changed from TL 6.583.374 (31 December 2013: TL 3.593.313) to TL 7.571.565 in 2014 (31 December 2013: TL 6.583.374).

"Other liabilities" item included in "change in assets and liabilities arising from banking activities", amounting to TL 1.219.629 (31 December 2013: TL 164.098) comprise changes in sundry creditors, taxes and duties payable, and other external resources.

The effect of foreign currency exchange rates on cash and cash equivalents is reflected in foreign exchange gains and losses, which is presented as a separate line item as "effect of change in foreign currency exchange rates on cash and cash equivalents".

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

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

1 (i). 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	24.507	8.555	920	11.287	47	4
Balance at the End of the Period	1	10.477	18.175	59.102	94	4
Interest and Commission Income Received	230	18	1.170	37	1	-

1 (ii). 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	206.861	137	-	-	94	4
Balance at the End of the Period	24.507	8.555	920	11.287	47	4
Interest and Commission Income Received	2.240	18	98	-	2	-

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

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 Shareholder (**)		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	17.699	22.887	2.887.026	335.616	14.650	16.571
Balance at the End of the Period	26.193	17.699	3.878.370	2.887.026	14.305	14.650
Interest and Commission Expenses	1.900	1.214	224.092	78.268	1.173	1.192

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

(**) Includes the subordinated loan obtained from Sberbank of Russia amounting to US Dollar 1.050 million and Euro 115 million.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

3. Information on forward and option agreements and similar agreements made with 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	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
DFS Group's Risk Group (*)						
Transactions for Trading Purposes:						
Balance at the Beginning of the Period	--	--	292.678	211.068	4.735	--
Balance at the End of the Period	--	--	54.565	292.678	5.654	4.735
Total Income/ (Loss)	--	--	(2.307)	(18.463)	(1.058)	59
Transactions for Hedging Purposes:	--	--	--	--	--	--
Balance at the Beginning of the Period	--	--	--	--	--	--
Balance at the End of the Period	--	--	--	--	--	--
Total Income/ (Loss)	--	--	--	--	--	--

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

4. Information on benefit provided to Executives

DFS Group makes payment amounting to TL 48.932 (31 December 2013: TL 53.541) to its Executives as of 31 December 2014.

5. Information on transactions with DFS Group's risk group

As of 31 December 2014, cash loans and other receivables of the risk group represent 0,026% of DFS Group's total cash loans and bank deposits granted the deposits and borrowings represent 5,1% of DFS Group's total deposits and borrowings. Non-cash loans granted to risk group companies represent 0,34% of the total balance.

The risk group, which DFS Group belongs to, has finance and operation lease contracts with Deniz Leasing. The Parent Bank gives brokerage services through its branches for Deniz Yatırım. As part of the consolidation adjustments, these balances and transactions have been eliminated from the accompanying financial statements.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 DECEMBER 2014

(Currency: Thousands of TL - Turkish Lira)

*Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish,
See Note 3.1.c*

VIII. Domestic, foreign and off-shore banking branches and foreign representatives of the Parent Bank

1. Information relating to the Parent Bank's domestic and foreign branch and representatives

	Number	Number of Employees			
Domestic branch	715	13.183			
			Country of Incorporations		
Foreign representation	-	-	-		
				Total Assets	Statutory Share Capital
Foreign branch	-	-	--	--	-
Off shore banking region branches	1	6	1-Bahreyn	4.218.707	-

2. Explanations on the Parent Bank's branch and agency openings or closings

The Parent Bank opened 28 new branches closed 1 branche in 2014.

3. The branches of associates and subsidiaries

There are forty two branches of Denizbank AG, which headquarter is located centrally in Vienna. Twenty six of branches are located in Austria, sixteen of branches are in Germany.

JSC Denizbank Moscow, which headquarter is located in Moscow, operates through one branch.

SECTION SIX

OTHER DISCLOSURES AND FOOTNOTES

I. Other explanations related to DFS Group's operations

a. Explanations related to DFS Group's operations

On 31 July 2014, European Union ("EU") had applied sectoral restrictive measures to the Russian Federation, and certain financial institutions, including Sberbank Group (excluding their subsidiaries established in EU countries), had been subjected to these measures. According to EU amendments dated 8 September 2014 and 4 December 2014 the scope of the applied restrictive measures has been amended.

In addition, according to the amendment dated 12 September 2014 on the directive dated 12 March 2014 (together, "the Directive"), the Office of Foreign Assets Control ("OFAC"), established under the United States Department of the Treasury, has applied a number of restrictive measures to all transactions by the United States citizens with the persons determined in the Directive. Consequently, Denizbank has also been included in the scope of these restrictions.

Denizbank has applied to OFAC to be exempt from the scope of these restrictions and OFAC has announced that DenizBank has been excluded completely from restrictive measures through the Directive by General License No.3, dated 6 October 2014. The attempts are underway for DenizBank to be left outside the scope of the restrictive measures of EU as well.

b. Summary information about ratings of the Banks which has been assigned by the international rating agencies

Moody's (*)

Long Term Foreign Currency Deposits	Ba1 / Review for Downgrade
Short Term Foreign Currency Deposits	Not Prime
Long Term Local Currency Deposits	Ba1 / Review for Downgrade
Short Term Local Currency Deposits	Not Prime
Bank Financial Strength Rating (BCA)	D-(ba3) / Stable

Fitch Rating's ()**

Long Term Foreign Currency	BB+ / Stable
Short Term Foreign Currency	B
Long Term Local Currency	BB+ / Stable
Short Term Local Currency	B
Viability	bb+
Support	3
National	AA (tur) / Stable

(*) As of 29 December 2014

(**) As of 16 January 2015

c. Subsequent events

In the Parent Bank's Board of Directors meeting held on 11 February 2015, the Board decided to increase the Parent Bank's capital from TL 716.100 to TL 1.816.100, to subscribe the capital increase of TL 1.100.000 with TL 262.425 from Sales Returns on Real Properties and Subsidiary and Affiliate Shares, TL 189.164 from Inflation Valuation Differences of Paid-in Capital, TL 94.501 from Share Premiums, TL 3.910 from Inflation Differences of Share Premiums and TL 550.000 from shareholders and to pay them in cash before the registration of capital increase, to amend article 6 of the Parent Bank's Articles of Association titled "Bank's Capital", to file applications to the CMB, BRSA and the Ministry of Customs and Trade in order to obtain the authorizations required to increase the Parent Bank's capital and to authorize the Parent Bank's General Directorate to file necessary applications and sign necessary documents in this respect.

SECTION SEVEN

INDEPENDENT AUDITORS' REPORT

I. Information on the independent auditors' report

DFS Group's consolidated financial statements and footnotes have been audited by Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. (Member Firm of Ernst&Young Global Limited) and the independent auditors' report dated 19 February 2015 is presented in front of the consolidated 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.