

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

**DENİZBANK
ANONİM ŞİRKETİ AND ITS
FINANCIAL SUBSIDIARIES**

**INDEPENDENT AUDITOR'S
REVIEW REPORT,
CONSOLIDATED INTERIM
FINANCIAL
STATEMENTS AND NOTES
FOR THE NINE MONTH
PERIOD ENDED
30 SEPTEMBER 2011**

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

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

Denizbank A.Ş.
To the Board of Directors
İstanbul

**DENİZBANK ANONİM ŞİRKETİ
AND ITS FINANCIAL SUBSIDIARIES**

**INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE PERIOD 1 JANUARY-30 SEPTEMBER 2011**

We have reviewed the consolidated balance sheet of Denizbank A.Ş. ("the Bank") and its subsidiaries (together "the Group") as of 30 September 2011 and the related consolidated statements of income, changes in shareholders' equity and cash flows for the period then ended. These consolidated financial statements are the responsibility of the Bank's management. Our responsibility, as independent auditors, is to issue a report on these consolidated financial statements based on our review.

We conducted our review in accordance with the accounting rules and policies, and the accounting and auditing standards, set out as per the Banking Act No: 5411. Those standards require that we plan and perform the review to obtain limited assurance as to whether the financial statements are free of material misstatement. A review is principally limited to reviewing financial statements by applying analytical procedures, inquiring as to the integrity of the financial statements and making inquiries of management to obtain information, it is substantially less in scope than an audit and therefore provides a lesser assurance. We have not performed an audit and accordingly we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not give a true and fair view of the financial position, the results of its operations and its cash flows, of the Group for the period ended 30 September 2011 in accordance with the prevailing accounting principles and standards set out as per the Article No 37 and 38 of the Banking Act No: 5411, and other regulations, communiqués and circulars in respect of accounting and financial reporting and pronouncements made by Banking Regulation and Supervision Agency.

Additional paragraph for convenience translation to English:

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

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

Hasan Kılıç
Partner
İstanbul, 4 November 2011

DENİZBANK A.Ş.
FOR THE NINE MONTHS PERIOD
CONSOLIDATED INTERIM FINANCIAL REPORT AS OF 30 SEPTEMBER 2011

Address of the Bank's Headquarters
Büyükdere Caddesi No:106
34394 -ESENTEPE/İSTANBUL

Telephone and Fax Numbers
Tel : 0.212.355 08 00
Fax: 0.212.267 27 24

Website of the Bank
www.denizbank.com

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

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

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

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

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

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

4 November 2011

HAKAN ELVERDİ
Senior Vice President
International and Regulatory
Financial Reporting

SUAVİ DEMİRCİOĞLU
Executive Vice President
Financial Affairs

HAKAN ATEŞ
Member of Board of Directors
and President and Chief
Executive Officer

ERIC P.B.A. HERMANN
Member of Board of Directors
and Audit Committee

PHILIPPE J.E. RUCHETON
Member of Board of Directors
and Audit Committee

AYFER YILMAZ
Deputy Chairman of Board of
Directors and Member of
Audit Committee

PIERRE P.F. MARIANI
Chairman of Board of
Directors

Contact information for questions on this financial report:

Name/Title: İmge İhtiyar / Department Head, International Reporting Department

Tel No: 0 212 336 4670

Fax No: 0 212 336 3080

SECTION ONE

General Information

I.	Parent Bank's date of establishment, beginning statute, its history including changes on 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 Bank belongs to	1
III.	Explanations regarding the chairman and the members of board of directors, audit committee, general manager and assistant and shares of the Parent Bank they possess and their areas of responsibility	2
IV.	Type of services provided and the areas of operations of the Parent Bank	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

SECTION THREE

Accounting Policies

I.	Basis of presentation	12
II.	Explanations on usage strategy of financial instruments and transactions denominated in foreign currencies	13
III.	Information regarding consolidated subsidiaries	14
IV.	Explanations on forward transactions, options and derivative instruments	15
V.	Explanations on interest income and expense	16
VI.	Explanations on fees and commissions	16
VII.	Explanations on financial assets	16
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	18
XI.	Explanations on assets held for sale and discontinued operations	18
XII.	Explanations on goodwill and other intangible assets	19
XIII.	Explanations on tangible assets	19
XIV.	Explanations on leasing activities	19
XV.	Explanations on provisions and contingent liabilities	20
XVI.	Explanations on obligations for employee benefits	20
XVII.	Explanations on taxation	21
XVIII.	Additional explanations on borrowings	22
XIX.	Explanations on shares and share issuance	22
XX.	Explanations on acceptances	22
XXI.	Explanations on government grants	22
XXII.	Explanations on segment reporting	22
XXIII.	Explanations on other matters	22

SECTION FOUR

Consolidated Financial Position

I.	Explanations related to the consolidated capital adequacy standard ratio	23
II.	Explanations related to the consolidated market risk	28
III.	Explanations related to the consolidated foreign currency exchange rate risk	29
IV.	Explanations related to the consolidated interest rate risk	31
V.	Explanations related to the consolidated liquidity risk	35
VI.	Explanations related to the consolidated segment reporting	37

SECTION FIVE

Disclosures and Footnotes on Consolidated Financial Statements

I.	Explanations and disclosures related to consolidated assets	39
II.	Explanations and disclosures related to consolidated liabilities	53
III.	Explanations and disclosures related to consolidated off-balance sheet items	60
IV.	Explanations and disclosures related to consolidated statement of income	61
V.	Explanations and disclosures related to DFS Group's risk group	67

SECTION SIX

Other Disclosures and Footnotes

I.	Other explanations related to DFS Group's operations	70
----	--	----

SECTION SEVEN

Independent Auditor's Review Report

I.	Information on the independent auditor's review report	72
II.	Disclosures and footnotes of the independent auditor	72

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 Istanbul Stock Exchange ("ISE") since 1 October 2004. 0.16% of the Bank's shares are publicly held as of 30 September 2011.

Dexia Participation Belgique SA, owned 100% directly and indirectly by Dexia SA/NV, acquired 75% of the outstanding shares of the Bank from Zorlu Holding A.Ş. on 17 October 2006. Subsequent to the transfer of shares, a tender offer was made for the publicly traded shares on the ISE, and Dexia Participation Belgique's ownership rate increased to 99.84%.

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

Current Period

Name of the Shareholder	Amount (Full TL)	Share %
Dexia Participation Belgique SA	714,945,285	99.84
Publicly traded	1,154,681	0.16
Others shareholders	34	-
Total	716,100,000	100.00

Prior Period

Name of the Shareholder	Amount (Full TL)	Share %
Dexia Participation Belgique SA	714,945,274	99.84
Publicly traded	1,154,681	0.16
Others shareholders	45	-
Total	716,100,000	100.00

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

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

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

In accordance with the resolution of the General Meeting of the Shareholders dated 24 March 2011; Pierre P.F. Mariani was appointed as the chairman of the Board of Directors instead of Dirk G.M. Bruneel, Ayfer Yılmaz was appointed as the deputy chairman of the Board of Directors instead of Hacı Ahmet Kılıçoğlu. In the same general meeting of the Shareholders, Jozef M.A. Clijsters was appointed as the member of the Board of Directors, Ayfer Yılmaz and Philippe J.E. Rucheton were appointed to the audit committee.

Stefaane L.G. Decraene who was a member of the Board of Directors and the Audit Committee has resigned as of 5 September 2011.

(*)Jozef M.A. Clijsters who was a member of the Board of Directors has resigned as of 18 October 2011.

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

The Parent Bank is a private sector deposit bank which provides banking services to its customers through 552 domestic and 1 foreign branch as of 30 September 2011.

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

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

SECTION TWO

CONSOLIDATED FINANCIAL STATEMENTS

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS
(STATEMENTS OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2011 AND 31 DECEMBER 2010
(Currency: Thousands of TL - Turkish Lira)

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

ASSETS	Footnotes	REVIEWED CURRENT PERIOD (30/09/2011)			AUDITED PRIOR PERIOD (31/12/2010)		
		TL	FC	Total	TL	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	(5.I.1)	3,422,307	1,943,706	5,366,013	374,642	1,345,897	1,720,539
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)	(5.I.2)	791,154	584,538	1,375,692	370,548	270,255	640,803
2.1 Financial Assets Held For Trading		791,154	584,538	1,375,692	370,548	270,255	640,803
2.1.1 Public Sector Debt Securities		491,678	2,664	494,342	309,136	21,090	330,226
2.1.2 Share Certificates		13,139	1,468	14,607	13,700	2,152	15,852
2.1.3 Positive Value of Trading Purpose Derivatives		286,321	580,338	866,659	47,696	246,926	294,622
2.1.4 Other Securities		16	68	84	16	87	103
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.I.3)	51	743,891	743,942	335,195	912,324	1,247,519
IV. DUE FROM MONEY MARKETS		8,848	-	8,848	1,232,636	-	1,232,636
4.1 Interbank Money Market		250	-	250	290	-	290
4.2 Istanbul Stock Exchange		-	-	-	-	-	-
4.3 Reverse Repurchase Agreements		8,598	-	8,598	1,232,346	-	1,232,346
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(5.I.4)	3,300,369	228,996	3,529,365	2,959,145	306,883	3,266,028
5.1 Share Certificates		11,863	895	12,758	11,854	736	12,590
5.2 Public Sector Debt Securities		3,288,506	102,264	3,390,770	2,947,291	247,563	3,194,854
5.3 Other Securities		-	125,837	125,837	-	58,584	58,584
VI. LOANS AND RECEIVABLES	(5.I.5)	18,416,638	10,870,049	29,286,687	14,134,999	7,810,781	21,945,780
6.1 Loans and Receivables		18,171,681	10,843,630	29,015,311	13,867,086	7,754,001	21,621,087
6.1.1 Loans Utilized to the Bank's Risk Group		117	58,327	58,444	175	53,461	53,636
6.1.2 Public Sector Debt Securities		-	-	-	-	-	-
6.1.3 Others		18,171,564	10,785,303	28,956,867	13,866,911	7,700,540	21,567,451
6.2 Loans under Follow-Up		778,914	48,515	827,429	964,716	118,358	1,083,074
6.3 Specific Provisions (-)		533,957	22,096	556,053	696,803	61,578	758,381
VII. FACTORING RECEIVABLES		941,219	49,826	991,045	851,193	25,001	876,194
VIII. INVESTMENT HELD TO MATURITY (Net)	(5.I.6)	730,509	126,093	856,602	720,347	111,612	831,959
8.1 Public Sector Debt Securities		730,509	80,456	810,965	720,347	66,332	786,679
8.2 Other Securities		-	45,637	45,637	-	45,280	45,280
IX. INVESTMENTS IN ASSOCIATES (Net)	(5.I.7)	7,432	-	7,432	6,029	-	6,029
9.1 Associates accounted for Under Equity Method		-	-	-	-	-	-
9.2 Unconsolidated Associates		7,432	-	7,432	6,029	-	6,029
9.2.1 Financial Associates		544	-	544	941	-	941
9.2.2 Non-Financial Associates		6,888	-	6,888	5,088	-	5,088
X. INVESTMENTS IN SUBSIDIARIES (Net)	(5.I.8)	5,949	-	5,949	5,949	-	5,949
10.1 Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
10.2 Unconsolidated Non-Financial Subsidiaries		5,949	-	5,949	5,949	-	5,949
XI. ENTITIES UNDER COMMON CONTROL (JOINT VENT.) (Net)	(5.I.9)	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.I.10)	198,671	1,050,700	1,249,371	120,204	847,341	967,545
12.1 Financial Lease Receivables		247,744	1,182,420	1,430,164	151,507	961,441	1,112,948
12.2 Operational Lease Receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned Income (-)		49,073	131,720	180,793	31,303	114,100	145,403
XIII. HEDGING PURPOSE DERIVATIVES	(5.I.11)	167,603	28,554	196,157	187,578	10,942	198,520
13.1 Fair Value Hedge		-	-	-	-	-	-
13.2 Cash Flow Hedge		167,603	28,554	196,157	187,578	10,942	198,520
13.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)		295,820	7,088	302,908	274,775	5,901	280,676
XV. INTANGIBLE ASSETS (Net)		53,426	6,119	59,545	35,739	5,855	41,594
15.1 Goodwill		-	-	-	-	-	-
15.2 Others		53,426	6,119	59,545	35,739	5,855	41,594
XVI. INVESTMENT PROPERTIES (Net)		-	-	-	-	-	-
XVII. TAX ASSETS	(5.I.12)	23,621	2,303	25,924	56,177	92	56,269
17.1 Current Tax Assets		1,676	1,471	3,147	-	-	-
17.2 Deferred Tax Assets		21,945	832	22,777	56,177	92	56,269
XVIII. ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)		-	-	-	-	-	-
18.1 Held For Sale		-	-	-	-	-	-
18.2 Discontinued Operations		-	-	-	-	-	-
XIX. OTHER ASSETS	(5.I.13)	540,695	1,132,016	1,672,711	398,705	133,619	532,324
TOTAL ASSETS		28,907,112	16,773,879	45,680,991	22,066,661	11,786,503	33,853,164

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEETS
(STATEMENTS OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2011 AND 31 DECEMBER 2010
(Currency: Thousands of TL - Turkish Lira)

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

LIABILITIES AND EQUITY	Footnotes	REVIEWED CURRENT PERIOD (30/09/2011)			AUDITED PRIOR PERIOD (31/12/2010)		
		TL	FC	Total	TL	FC	Total
I. DEPOSITS	(5.11.1)	14,921,565	12,663,602	27,585,167	10,833,600	9,235,260	20,068,860
1.1 Deposits of the Bank's Risk Group		50,860	9,360	60,220	42,701	1,943	44,644
1.2 Others		14,870,705	12,654,242	27,524,947	10,790,899	9,233,317	20,024,216
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(5.11.2)	189,852	582,049	771,901	57,807	121,357	179,164
III. FUNDS BORROWED	(5.11.3)	1,309,794	6,466,053	7,775,847	1,026,391	6,020,569	7,046,960
IV. DUE TO MONEY MARKETS		692,434	-	692,434	26,348	-	26,348
4.1 Interbank Money Market		-	-	-	-	-	-
4.2 Istanbul Stock Exchange		-	-	-	-	-	-
4.3 Reverse Repurchase Agreements		692,434	-	692,434	26,348	-	26,348
V. SECURITIES ISSUED (Net)	(5.11.4)	456,601	-	456,601	-	-	-
5.1 Bills		456,601	-	456,601	-	-	-
5.2 Asset Backed Securities		-	-	-	-	-	-
5.3 Bonds		-	-	-	-	-	-
VI. FUNDS		-	-	-	-	-	-
6.1 Borrowers Funds		-	-	-	-	-	-
6.2 Others		-	-	-	-	-	-
VII. SUNDRY CREDITORS		473,481	329,331	802,812	430,325	207,504	637,829
VIII. OTHER EXTERNAL RESOURCES	(5.11.5)	667,306	751,190	1,418,496	380,896	289,812	670,708
IX. FACTORING PAYABLES		-	-	-	-	-	-
X. LEASE PAYABLES (Net)	(5.11.6)	-	-	-	-	-	-
10.1 Financial Lease Payables		-	-	-	-	-	-
10.2 Operational Lease Payables		-	-	-	-	-	-
10.3 Others		-	-	-	-	-	-
10.4 Deferred Financial Leasing Expenses (-)		-	-	-	-	-	-
XI. HEDGING PURPOSE DERIVATIVES	(5.11.7)	76,680	6,203	82,883	170,545	10,035	180,580
11.1 Fair Value Hedge		-	-	-	-	-	-
11.2 Cash Flow Hedge		76,680	6,203	82,883	170,545	10,035	180,580
11.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XII. PROVISIONS	(5.11.8)	492,111	14,588	506,699	528,336	12,439	540,775
12.1 General Provisions		281,398	-	281,398	183,074	-	183,074
12.2 Restructuring Provisions		-	-	-	-	-	-
12.3 Reserve for Employee Benefits		49,925	1,271	51,196	43,481	1,115	44,596
12.4 Insurance Technical Provisions (Net)		-	-	-	65,732	345	66,077
12.5 Other Provisions		160,788	13,317	174,105	236,049	10,979	247,028
XIII. TAX LIABILITIES	(5.11.9)	108,713	22,691	131,404	67,134	5,457	72,591
13.1 Current Tax Liability		86,781	21,882	108,663	67,134	5,021	72,155
13.2 Deferred Tax Liability		21,932	809	22,741	-	436	436
LIABILITIES DIRECTLY ASSOCIATED WITH ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS		-	-	-	-	-	-
XIV. DISCONTINUED OPERATIONS		-	-	-	-	-	-
14.1 Held For Sale		-	-	-	-	-	-
14.2 Discontinued Operations		-	-	-	-	-	-
XV. SUBORDINATED LOANS		-	935,578	935,578	-	770,144	770,144
XVI. SHAREHOLDERS' EQUITY	(5.11.10)	4,252,703	268,466	4,521,169	3,470,400	188,805	3,659,205
16.1 Paid-In Capital		716,100	-	716,100	716,100	-	716,100
16.2 Supplementary Capital		126,778	(3,230)	123,548	233,678	22,639	256,317
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		37,846	1,777	39,623	109,684	29,306	138,990
16.2.4 Revaluation Fund on Tangible Assets		856	-	856	-	-	-
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)		(199,510)	(5,007)	(204,517)	(163,592)	(6,667)	(170,259)
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		2,110,163	124,730	2,234,893	1,648,181	46,762	1,694,943
16.3.1 Legal Reserves		104,739	5,018	109,757	81,862	5,018	86,880
16.3.2 Status Reserves		-	-	-	-	-	-
16.3.3 Extraordinary Reserves		1,995,392	11,171	2,006,563	1,561,584	11,171	1,572,755
16.3.4 Other Profit Reserves		10,032	108,541	118,573	4,735	30,573	35,308
16.4 Profit or Loss		1,283,759	146,966	1,430,725	856,385	119,404	975,789
16.4.1 Prior Periods' Profits / Losses		406,420	111,813	518,233	281,665	79,884	361,549
16.4.2 Current Period Profit / Loss		877,339	35,153	912,492	574,720	39,520	614,240
16.5 Minority Shares	(5.11.11)	15,903	-	15,903	16,056	-	16,056
TOTAL LIABILITIES AND EQUITY		23,641,240	22,039,751	45,680,991	16,991,782	16,861,382	33,853,164

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF OFF-BALANCE SHEET ITEMS
AS OF 30 SEPTEMBER 2011 AND 31 DECEMBER 2010
(Currency: Thousands of TL- Turkish Lira)

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

	Footnotes	REVIEWED CURRENT PERIOD (30/09/2011)			AUDITED PRIOR PERIOD (31/12/2010)		
		TL	FC	Total	TL	FC	Total
A. OFF BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)		23,633,901	46,975,733	70,609,634	15,184,209	33,142,212	48,326,421
I. GUARANTEES	(5.III.1)	4,077,153	6,934,589	11,011,742	2,931,821	4,703,888	7,635,709
1.1. Letters of Guarantee		4,072,649	4,132,827	8,205,476	2,928,668	2,652,453	5,581,121
1.1.1. Guarantees Subject to State Tender Law		-	-	-	-	-	-
1.1.2. Guarantees Given for Foreign Trade Operations		270,240	98,128	368,368	166,976	89,888	256,864
1.1.3. Other Letters of Guarantee		3,802,409	4,034,699	7,837,108	2,761,692	2,562,565	5,324,257
1.2. Bank Acceptances		1,898	253,630	255,528	-	176,448	176,448
1.2.1. Import Letter of Acceptance		1,898	253,630	255,528	-	176,448	176,448
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		2,606	2,243,384	2,245,990	3,153	1,600,151	1,603,304
1.3.1. Documentary Letters of Credit		1,316	1,917,310	1,918,626	3,153	1,348,418	1,351,571
1.3.2. Other Letters of Credit		1,290	326,074	327,364	-	251,733	251,733
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		-	304,748	304,748	-	274,836	274,836
1.9. Other Sureties		-	-	-	-	-	-
II. COMMITMENTS	(5.III.1)	8,205,059	3,987,689	12,192,748	5,501,893	6,392,235	11,894,128
2.1. Irrevocable Commitments		8,185,362	3,959,921	12,145,283	5,501,212	6,392,235	11,891,447
2.1.1. Asset Purchase and Sale Commitments		466,683	2,982,827	3,449,510	182,584	5,725,441	5,908,025
2.1.2. Deposit Purchase and Sales Commitments		-	72	72	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries		1,000	-	1,000	12,790	-	12,790
2.1.4. Loan Granting Commitments		2,191,369	263,328	2,454,697	1,496,801	392,668	1,889,469
2.1.5. Securities Issuance Brokerage Commitments		-	-	-	-	-	-
2.1.6. Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7. Commitments for Cheque Payments		954,528	-	954,528	791,430	-	791,430
2.1.8. Tax and Fund Obligations from Export Commitments		2,858	-	2,858	3,539	-	3,539
2.1.9. Commitments for Credit Card Limits		4,078,301	-	4,078,301	2,981,108	-	2,981,108
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		490,623	713,694	1,204,317	32,960	274,126	307,086
2.2. Revocable Commitments		19,697	27,768	47,465	681	-	681
2.2.1. Revocable Loan Granting Commitments		19,016	27,768	46,784	-	-	-
2.2.2. Other Revocable Commitments		681	-	681	681	-	681
III. DERIVATIVE FINANCIAL INSTRUMENTS		11,351,689	36,053,455	47,405,144	6,750,495	22,046,089	28,796,584
3.1. Hedging Purpose Derivatives		466,863	974,069	1,440,932	852,559	1,599,384	2,451,943
3.1.1. Fair Value Hedge		-	-	-	-	-	-
3.1.2. Cash Flow Hedge		466,863	974,069	1,440,932	852,559	1,599,384	2,451,943
3.1.3. Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
3.2. Trading Purpose Derivatives		10,884,826	35,079,386	45,964,212	5,897,936	20,446,705	26,344,641
3.2.1. Forward Foreign Currency Purchases/Sales		1,266,632	6,565,930	7,832,562	365,555	4,019,822	4,385,377
3.2.1.1. Forward Foreign Currency Purchases		372,624	3,558,080	3,930,704	80,947	2,113,470	2,194,417
3.2.1.2. Forward Foreign Currency Sales		894,008	3,007,850	3,901,858	284,608	1,906,352	2,190,960
3.2.2. Currency and Interest Rate Swaps		3,624,874	17,218,493	20,843,367	2,909,125	12,432,958	15,342,083
3.2.2.1. Currency Swaps-Purchases		754,075	8,211,428	8,965,503	356,335	5,764,201	6,120,536
3.2.2.2. Currency Swaps-Sales		2,870,799	5,949,309	8,820,108	2,552,790	3,462,587	6,015,377
3.2.2.3. Interest Rate Swaps-Purchases		-	1,528,878	1,528,878	-	1,603,085	1,603,085
3.2.2.4. Interest Rate Swaps-Sales		-	1,528,878	1,528,878	-	1,603,085	1,603,085
3.2.3. Currency, Interest Rate and Security Options		5,843,376	11,113,516	16,956,892	2,537,767	3,922,545	6,460,312
3.2.3.1. Currency Options-Purchases		2,916,318	5,487,000	8,403,318	1,249,185	1,904,118	3,153,303
3.2.3.2. Currency Options-Sales		2,927,058	5,466,756	8,393,814	1,283,652	1,866,929	3,150,581
3.2.3.3. Interest Rate Options-Purchases		-	79,880	79,880	4,930	75,749	80,679
3.2.3.4. Interest Rate Options-Sales		-	79,880	79,880	-	75,749	75,749
3.2.3.5. Securities Options-Purchases		-	-	-	-	-	-
3.2.3.6. Securities Options-Sales		-	-	-	-	-	-
3.2.4. Currency Futures		-	-	-	-	33,137	33,137
3.2.4.1. Currency Futures-Purchases		-	-	-	-	33,137	33,137
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		149,944	181,447	331,391	85,489	38,243	123,732
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		94,405,642	25,421,391	119,827,033	65,236,039	17,197,430	82,433,469
IV. ITEMS HELD IN CUSTODY		17,442,256	989,625	18,431,881	8,105,927	794,795	8,900,722
4.1. Customers' Securities and Portfolios Held		-	-	-	-	-	-
4.2. Securities Held in Custody		15,721,860	320,627	16,042,487	7,243,415	228,646	7,472,061
4.3. Checks Received for Collection		497,393	532,985	1,030,378	429,459	405,571	835,030
4.4. Commercial Notes Received for Collection		546,355	135,048	681,403	411,138	113,547	524,685
4.5. Other Assets Received for Collection		-	-	-	-	-	-
4.6. Assets Received for Public Offering		-	-	-	-	-	-
4.7. Other Items under Custody		676,406	965	677,371	21,704	47,031	68,735
4.8. Custodians		242	-	242	211	-	211
V. PLEDGED ITEMS		76,740,112	24,172,786	100,912,898	56,975,326	16,301,309	73,276,635
5.1. Securities		5,113,486	664,386	5,777,872	1,456,842	343,939	1,800,781
5.2. Guarantee Notes		47,207,566	8,877,642	56,085,208	36,561,031	6,085,125	42,646,156
5.3. Commodities		3,860,384	1,717,398	5,577,782	2,924,504	1,340,537	4,265,041
5.4. Warrants		-	-	-	-	-	-
5.5. Immovables		19,345,306	11,204,441	30,549,747	15,214,395	7,460,790	22,675,365
5.6. Other Pledged Items		1,213,370	1,708,919	2,922,289	818,554	1,070,738	1,889,292
5.7. Pledged Items-Depository		-	-	-	-	-	-
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		223,274	258,980	482,254	154,786	101,326	256,112
TOTAL OFF BALANCE SHEET ITEMS (A+B)		118,039,543	72,397,124	190,436,667	80,420,248	50,339,642	130,759,890

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF INCOME
FOR THE PERIODS ENDED 30 SEPTEMBER 2011 AND 2010
(Currency: Thousands of TL - Turkish Lira)

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

INCOME AND EXPENSE ITEMS	Footnotes	REVIEWED CURRENT PERIOD (01/01-30/09/2011)	REVIEWED PRIOR PERIOD (01/01-30/09/2010)	REVIEWED CURRENT PERIOD (01/07-30/09/2011)	REVIEWED PRIOR PERIOD (01/07-30/09/2010)
I. INTEREST INCOME	(5.IV.1)	2,483,851	2,063,734	925,332	652,799
1.1 Interest from Loans		2,021,898	1,616,570	754,163	545,714
1.2 Interest from Reserve Deposits		-	16,147	-	5,951
1.3 Interest from Banks		26,892	25,204	4,156	9,702
1.4 Interest from Money Market Transactions		6,270	15,548	295	1,270
1.5 Interest from Securities Portfolio		353,133	309,523	141,514	65,458
1.5.1 Trading Securities		39,612	17,416	25,540	4,750
1.5.2 Financial Assets at Fair Value Through Profit or Loss		-	-	-	-
1.5.3 Available for Sale Securities		225,759	193,531	88,020	48,682
1.5.4 Held to Maturity Securities		87,762	98,576	27,954	12,026
1.6 Interest from Financial Leases		59,927	58,280	20,979	17,879
1.7 Other Interest Income		15,731	22,462	4,225	6,825
II. INTEREST EXPENSE	(5.IV.2)	1,153,752	760,061	465,607	278,193
2.1 Interest on Deposits		915,527	623,199	370,032	231,022
2.2 Interest on Funds Borrowed		190,934	114,860	74,458	40,759
2.3 Interest on Money Market Transactions		25,046	5,168	10,810	2,269
2.4 Interest on Securities Issued		14,709	-	9,459	-
2.5 Other Interest Expense		7,536	16,834	848	4,143
III. NET INTEREST INCOME (I - II)		1,330,099	1,303,673	459,725	374,606
IV. NET FEES AND COMMISSION INCOME /EXPENSE	(5.IV.10)	319,977	245,881	107,457	80,895
4.1 Fees and Commissions Received		434,678	319,984	147,207	108,571
4.1.1 Non-Cash Loans		55,019	39,014	20,976	14,813
4.1.2 Other		379,659	280,970	126,231	93,758
4.2 Fees and Commissions Paid		114,701	74,103	39,750	27,676
4.2.1 Non-Cash Loans		526	243	146	72
4.2.2 Other		114,175	73,860	39,604	27,604
V. DIVIDEND INCOME		2,238	2,752	233	310
VI. TRADING INCOME/LOSS (Net)	(5.IV.3)	(57,074)	(121,571)	(27,145)	(39,879)
6.1 Profit / Loss on Securities Trading		15,784	26,765	(4,614)	1,981
6.2 Profit / Loss on Derivative Financial Transactions		85,088	(387,115)	69,076	(184,300)
6.3 Foreign Exchange Gains / Losses		(157,946)	238,779	(91,607)	142,440
VII. OTHER OPERATING INCOME	(5.IV.4)	433,518	258,604	169,885	84,805
VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)		2,028,758	1,689,339	710,155	500,737
IX. PROVISION FOR LOANS AND OTHER RECEIVABLES (-)	(5.IV.5)	389,399	389,169	180,196	96,610
X. OTHER OPERATING EXPENSES (-)	(5.IV.6)	916,783	747,273	324,233	255,757
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		722,576	552,897	205,726	148,370
XII. AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER		-	-	-	-
XIII. INVESTMENTS PROFIT / LOSS FROM ACCOUNTED FOR UNDER EQUITY METHOD		-	-	-	-
XIV. GAIN/LOSS ON NET MONETARY POSITION		-	-	-	-
XV. P/L BEFORE TAXES FROM CONTINUING OPERATIONS (XI+...+XIV)		722,576	552,897	205,726	148,370
XVI. TAX PROVISION FOR CONTINUING OPERATIONS (±)	(5.IV.8)	(152,637)	(119,909)	(47,608)	(30,883)
16.1 Current Tax		(74,820)	(118,851)	(14,855)	(42,212)
16.2 Deferred Tax		(77,817)	(1,058)	(32,753)	11,329
XVII. NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XV±XVI)	(5.IV.9)	569,939	432,988	158,118	117,487
XVIII. PROFIT FROM DISCONTINUED OPERATIONS	(5.IV.7)	380,881	30,785	355,863	9,219
18.1 Assets Held for Sale		38,357	30,785	13,339	9,219
18.2 Profit on Sale of Associates, Subsidiaries and Joint Ventures		342,524	-	342,524	-
18.3 Other		-	-	-	-
XIX. LOSS FROM DISCONTINUED OPERATIONS (-)	(5.IV.7)	13,002	10,002	5,247	2,477
19.1 Assets Held for Sale		13,002	10,002	5,247	2,477
19.2 Loss on Sale of Associates, Subsidiaries and Joint Ventures		-	-	-	-
19.3 Other		-	-	-	-
XX. P/L BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)		367,879	20,783	350,616	6,742
XXI. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)	(5.IV.8)	(25,479)	(4,119)	(22,010)	(1,329)
21.1 Current Tax		(24,474)	(4,471)	(21,038)	(1,541)
21.2 Deferred Tax		(1,005)	352	(972)	212
XXII. NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XX±XXI)		342,400	16,664	328,606	5,413
XXIII. NET PROFIT / LOSS (XVII+XXII)	(5.IV.9)	912,339	449,652	486,724	122,900
23.1 Group's Profit / Loss		912,492	449,652	487,159	122,900
23.2 Minority Shares		(153)	-	(435)	-
Earnings / Losses per Share (Per thousand share)		1.27	0.63	0.68	0.17

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF RECOGNIZED
PROFITS AND LOSSES ACCOUNTED FOR
UNDER EQUITY
FOR THE PERIODS ENDED 30 SEPTEMBER 2011 AND 2010
(Currency: Thousands of TL - Turkish Lira)

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

	REVIEWED CURRENT PERIOD (01/01-30/09/2011)	REVIEWED PRIOR PERIOD (01/01-30/09/2010)
I. ADDITIONS TO SECURITIES REVALUATION RESERVE FROM AVAILABLE FOR SALE INVESTMENTS	(99,579)	55,643
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	83,265	(21,903)
V. PROFIT/LOSS RELATED TO DERIVATIVES USED IN CASH FLOW HEDGES (Effective portion of Fair Value Differences)	28,770	1,889
VI. PROFIT/LOSS RELATED TO DERIVATIVES USED IN HEDGE OF A NET INVESTMENT IN FOREIGN SUBSIDIARIES (Effective portion of Fair Value Differences)	(86,469)	23,491
VII. THE EFFECT OF CHANGES IN ACCOUNTING POLICIES OR CORRECTION OF ERRORS	-	-
VIII. OTHER PROFIT/LOSS ITEMS ACCOUNTED FOR UNDER EQUITY DUE TO TAS	-	-
IX. DEFERRED TAXES OF VALUATION DIFFERENCES	20,027	(9,696)
X. NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	(53,986)	49,424
XI. CURRENT PERIOD PROFIT/LOSS	912,339	449,652
1.1 Net Change in Fair Value of Securities (Transfer to Profit & Loss)	19,697	24,275
1.2 Reclassification and Transfer of Derivatives Accounted for Cash Flow Hedge Purposes Recycled to Income Statement	(23,323)	(2,638)
1.3 Transfer of Hedge of Net Investment in Foreign Operations Recycled to Income Statement	-	-
1.4 Other	915,965	428,015
XII. TOTAL PROFIT AND LOSS ACCOUNTED FOR THE PERIOD (X±XI)	858,353	499,076

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIODS ENDED 30 SEPTEMBER 2011 AND 2010
(Currency: Thousands of TL - Turkish Lira)

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

	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
CHANGES IN SHAREHOLDERS' EQUITY																		
REVIEWED PRIOR PERIOD (01/01-30/09/2010)																		
I. Balances at the Beginning of Period	716,100	189,164	98,411	-	60,292	-	1,067,574	38,028	604,785	283,647	94,855	-	11	(184,919)	-	2,967,948	-	2,967,948
Changes in the Period																		
II. Increase / Decrease Related to Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation Differences of Securities	-	-	-	-	-	-	-	-	-	-	20,490	-	-	-	-	20,490	-	20,490
IV. Hedging Transactions (Effective Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	29,199	-	29,199	-	29,199
4.1 Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	5,708	-	5,708	-	5,708
4.2 Hedging of a Net Investment in Foreign Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	23,491	-	23,491	-	23,491
V. Revaluation Fund of Tangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation Fund of Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus Shares Obtained from Associates, Subsidiaries and Joint Ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign Exchange Differences	-	-	-	-	-	-	-	(21,903)	-	-	-	-	-	-	-	(21,903)	-	(21,903)
IX. Changes Related to Sale of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes Related to Reclassification of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effects of Changes in Equities of Associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. The Effect of Capital Increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1 Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2 Internal Resources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Issuance of Capital Stock	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Share Cancellation Profits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Capital Reserves from Inflation Adjustments to Paid-In Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Current Period Net Profit / Loss	-	-	-	-	-	-	-	-	449,652	-	-	-	-	-	-	449,652	-	449,652
XVIII. Profit Distribution	-	-	-	-	26,588	-	505,181	-	(604,785)	73,016	-	-	-	-	-	-	-	-
18.1 Dividends Distributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2 Transfer to Reserves	-	-	-	-	26,588	-	505,181	-	(531,769)	-	-	-	-	-	-	-	-	-
18.3 Other	-	-	-	-	-	-	-	-	604,785	-	-	-	-	-	-	-	-	-
Balances at the End of Period (III+IV+V+.....+XVIII+XIX+XX)	716,100	189,164	98,411	-	86,880	-	1,572,755	16,125	449,652	356,663	115,345	-	11	(155,720)	-	3,445,386	-	3,445,386
REVIEWED CURRENT PERIOD (01/01-30/09/2011)																		
I. Balances at the Beginning of Period	716,100	189,164	98,411	-	86,880	-	1,572,755	35,308	614,240	361,549	138,990	-	11	(170,259)	-	3,643,149	16,056	3,659,205
Changes in the Period																		
II. Increase / Decrease Related to Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation Differences of Securities	-	-	-	-	-	-	-	-	-	-	(99,367)	-	-	-	-	(99,367)	-	(99,367)
IV. Hedging Transactions (Effective Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	(34,258)	-	(34,258)	-	(34,258)
4.1 Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	52,211	-	52,211	-	52,211
4.2 Hedging of a Net Investment in Foreign Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	(86,469)	-	(86,469)	-	(86,469)
V. Revaluation Fund of Tangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation Fund of Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Bonus Shares Obtained from Associates, Subsidiaries and Joint Ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign Exchange Differences	-	-	-	-	-	-	-	83,265	-	-	-	-	-	-	-	83,265	-	83,265
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	-	-	-	-	-	-	-	-	-	(15)	-	-	-	-	-	(15)	-	(15)
XVII. Current Period Net Profit / Loss	-	-	-	-	-	-	-	-	912,492	-	-	-	-	-	-	912,492	(153)	912,339
XVIII. Profit Distribution	-	-	-	-	22,877	-	433,808	-	(614,240)	156,699	-	856	-	-	-	-	-	-
18.1 Dividend Distributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2 Transfer to Reserves	-	-	-	-	22,877	-	433,808	-	(614,240)	156,699	-	856	-	-	-	-	-	-
18.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the End of Period (I+II+III+....+XVI+XVII+XVIII)	716,100	189,164	98,411	-	109,757	-	2,006,563	118,573	912,492	518,233	39,623	856	11	(204,517)	-	4,505,266	15,903	4,521,169

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE PERIODS ENDED 30 SEPTEMBER 2011 AND 2010
(Currency: Thousands of TL - Turkish Lira)

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

	REVIEWED CURRENT PERIOD (01/01-30/09/2011)	REVIEWED PRIOR PERIOD (01/01-30/09/2010)
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating Profit before Changes in Operating Assets and Liabilities (+)	294,154	1,342,722
1.1.1 Interest Received (+)	2,092,352	2,158,431
1.1.2 Interest Paid (-)	1,021,556	720,725
1.1.3 Dividend Received (+)	2,238	2,752
1.1.4 Fees And Commissions Received (+)	429,682	314,439
1.1.5 Other Income (+)	567,794	420,877
1.1.6 Collections from Previously Written-Off Loans and Other Receivables (+)	377,925	340,663
1.1.7 Payments to Personnel and Service Suppliers (-)	454,034	385,427
1.1.8 Taxes Paid (-)	95,372	113,075
1.1.9 Other (+/-)	(1,604,875)	(675,213)
1.2 Changes in Operating Assets and Liabilities	2,852,579	(237,265)
1.2.1 Net (Increase) Decrease in Trading Securities (+/-)	(260,646)	(66,517)
1.2.2 Net (Increase) Decrease in Financial Assets Designated at FV (+/-)	-	-
1.2.3 Net (Increase) Decrease in Banks (+/-)	1,178,596	(62,006)
1.2.4 Net (Increase) Decrease in Loans (+/-)	(7,758,880)	(3,639,723)
1.2.5 Net (Increase) Decrease in Other Assets (+/-)	(1,944,770)	(461,519)
1.2.6 Net Increase (Decrease) in Bank Deposits (+/-)	55,470	(111,288)
1.2.7 Net Increase (Decrease) in Other Deposits (+/-)	7,760,142	3,363,033
1.2.8 Net Increase (Decrease) in Funds Borrowed (+/-)	2,093,799	293,824
1.2.9 Net Increase (Decrease) in Due Payables (+/-)	-	-
1.2.10 Net Increase (Decrease) in Other Liabilities (+/-)	1,728,868	446,931
I. Net Cash (Used in)/Provided from Banking Operations (+/-)	3,146,733	1,105,457
B. CASH FLOWS FROM INVESTING ACTIVITIES		
II. Net Cash Provided from / (Used in) Investing Activities (+/-)	(490,025)	(392,032)
2.1 Cash Paid for Purchase of Investments, Associates and Subsidiaries (-)	1,800	2,000
2.2 Cash Obtained From Sale of Investments, Associates And Subsidiaries (+)	397	497
2.3 Fixed Assets Purchases (-)	80,212	59,552
2.4 Fixed Assets Sales (+)	6,919	2,881
2.5 Cash Paid for Purchase of Investments Available for Sale (-)	1,697,292	1,152,027
2.6 Cash Obtained From Sale of Investments Available for Sale (+)	1,281,963	818,169
2.7 Cash Paid for Purchase of Investment Securities (-)	-	-
2.8 Cash Obtained from Sale of Investment Securities (+)	-	-
2.9 Other (+/-)	-	-
C. CASH FLOWS FROM FINANCING ACTIVITIES		
III. Net Cash Provided from / (Used in) Financing Activities (+/-)	(320,225)	(359,735)
3.1 Cash Obtained from Funds Borrowed and Securities Issued (+)	3,267,869	543,981
3.2 Cash Used for Repayment of Funds Borrowed and Securities Issued (-)	3,588,094	903,716
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 (+/-)	280,252	(68,335)
V. Net Increase / (Decrease) in Cash and Cash Equivalents	2,616,735	285,355
VI. Cash and Cash Equivalents at the Beginning of Period (+)	3,406,475	2,711,216
VII. Cash and Cash Equivalents at the End of Period	6,023,210	2,996,571

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

SECTION THREE

ACCOUNTING POLICIES

I. Basis of presentation

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

The Turkish Banking Law No. 5411 is published in the Official Gazette No. 25983 dated 1 November 2005. The Parent Bank prepared the accompanying consolidated financial statements and the related disclosures and footnotes in accordance with accounting and valuation standards as described in the "Regulation on Principles Related to Banks' Accounting Applications and Preserving the Documents", dated 1 November 2006 which is published in the Official Gazette No.26333, "Communiqué on Financial Statements and the Accompanying Explanations and Footnotes to be Announced to the Public", dated 10 February 2007 which is published in the Official Gazette No. 26430, Turkish Accounting Standards ("TAS") and Turkish Financial Reporting Standards ("TFRS") and other regulations, communiqués and circulars in respect of accounting and financial reporting and pronouncements made by Banking Regulation and Supervision Agency (BRSA).

2. Additional paragraph for convenience translation to English

The differences between accounting principles, as described in the preceding paragraphs, and the accounting principles generally accepted in countries, in which the accompanying consolidated financial statements are to be distributed, and International Financial Reporting Standards ("IFRS"), may have significant influence on the accompanying consolidated financial statements. Accordingly, the accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with the accounting principles generally accepted in such countries and IFRS.

3. Disclosures related to the changes in accounting policies and financial statement presentation

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

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

Financial Assets Subject to Reclassification	Amounts at the Date of Reclassification	Amounts at the Balance Sheet Date	Amounts If Reclassification Was Not Made
Cost	292,553	295,239	292,553
Disposal	--	(244,397)	(237,396)
Cost after Disposal		50,842	55,157
Fair Value	295,239	54,910	54,910
Current Year Profit / (Loss)	--	(433)	(4,024)
Prior Periods' Profits / (Losses)	(1,082)	1,122	3,777
Effect on Shareholders' Equity	--	3,379	--

3.2 Disclosures related to other reclassifications

Sale process of Deniz Emeklilik ve Hayat A.Ş. and Deniz Türev Menkul Değerler A.Ş. were completed as of 30 September 2011; therefore their income and expenses are presented as profit/loss from discontinued operations in the consolidated statement of income. Accordingly, certain changes were also made in the presentation of the prior period's consolidated statement of income.

Certain reclassifications have been made in the prior period's consolidated statement of cash flows and off- balance sheet items to comply with the current period presentation.

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

Accounting policies and valuation principles used in the preparation of the financial statements are determined and applied in accordance with the requirements of TAS, TFRS, "Regulation on Principles Related to Banks' Accounting Applications and Preserving the Documents", dated 1 November 2006 which is published in the Official Gazette No.26333 and "Communiqué on Financial Statements and the Accompanying Explanations and Footnotes to be Announced to the Public", dated 10 February 2007 which is published in the Official Gazette No. 26430, and other regulations, Communiqués and circulars in respect of accounting and financial reporting and pronouncements made by Banking Regulation and Supervision Agency. Those policies and principles are explained by footnotes II through XXIII below.

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

1. Strategy for the use of financial instruments

Denizbank Financial Services Group's ("DFS Group") external sources of funds are comprised of deposits with various maturity periods, and short-term borrowings. These funds are fixed rate in general and are utilized in high yield financial assets. The majority of the funds are allocated to high yield, floating rate instruments, such as Turkish Lira and foreign currency government securities and Eurobonds, and to loans provided to customers on a selective basis in order to increase revenue and support liquidity. The liquidity structure, insures meeting all liabilities falling due, is formed by keeping sufficient levels of cash and cash equivalents by diversifying the sources of funds. The Bank assesses the maturity structure of the sources, and the maturity structure and yield of placements at market conditions and adopts a high yield policy in long-term placements.

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

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

In order to avoid interest rate risk, assets and liabilities with fixed and floating interests are kept in balance, taking the maturity structure into consideration. The Parent Bank hedges a portion of its floating rate liabilities by interest rate swaps for cash flow risk.

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

No risks are taken on foreign currencies other than US Dollar and Euro. If the position taken because of customer based activities exceeds 0.004% of the balance sheet size, counter transactions are made to cover the position.

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

2. Transactions denominated in foreign currencies

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

DFS Group accounts for the transactions denominated in foreign currencies in accordance with TAS 21 "The Effects of Changes in Foreign Exchange Rates". Foreign exchange gains and losses arising from transactions that are completed as of the balance sheet date are translated to 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>30 September 2011</u>	<u>31 December 2010</u>	<u>30 September 2010</u>
US Dollar	TL 1.8512	TL 1.5376	TL 1.4434
Euro	TL 2.5007	TL 2.0551	TL 1.9693

2.2 Foreign exchange gains and losses included in the income statement

Net foreign exchange loss included in the income statement amounts to TL 157,946 (1 January - 30 September 2010: net foreign exchange gain of TL 238,779).

2.3 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 nine 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 30 September 2011, total foreign exchange differences in equity amount to TL 108,541 (31 December 2010 TL 30,573).

The foreign exchange difference of TL 10,032 (31 December 2010: TL 4,735) arising from the translation of the financial statements of Bahrain branch of the Parent Bank to TL is recorded in "other profit reserves".

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

III. Information regarding the consolidated subsidiaries

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

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

The subsidiaries of the Parent Bank; Deniz Emeklilik ve Hayat A.Ş. (Deniz Emeklilik) and Deniz Türev Menkul Değerler A.Ş. (Deniz Türev); which were consolidated in the prior period financial statements; have been disposed of through the sales transactions occurred in the current period.

Intertech Bilgi İşlem ve Pazarlama Ticaret A.Ş. and Denizbank Kültür Sanat Ticaret A.Ş. which are also the subsidiaries of the Parent Bank, Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş. a jointly controlled entity of the Bank, and Pupa Gayrimenkul Kiralama ve Yönetim Hizmetleri A.Ş.(Pupa) a subsidiary of Deniz Leasing are not consolidated since they are non-financial subsidiaries.

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

1. Consolidation method

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

Financial results of the subsidiaries those were disposed of in the current period are included in consolidated statement of income until the date of disposal.

The major principles of consolidation of subsidiaries

- 1.1** The carrying amount of the Parent Bank’s investment in each subsidiary and the Parent Bank’s portion of equity of each subsidiary are eliminated.
- 1.2** All intercompany transactions and intercompany balances between the consolidated subsidiaries and the Parent Bank are eliminated.

The financial statements which have been used in the consolidation are prepared as of 30 September 2011 and appropriate adjustments are made to financial statements to use uniform accounting policies for transactions and events alike in similar circumstances, in accordance with the principal of materiality.

2. Associates

There are no financial associates included in the consolidation.

3. Entities under common control (Joint Vent.)

There are no financial entities under common control which are consolidated.

IV. Explanations on forward transactions, options and derivative instruments

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

In accordance with TAS 39 “Financial Instruments: Recognition and Measurement”, forward foreign currency purchase/sale contracts, swaps, options and futures that are classified as “hedging-purpose” and “trading purpose” transactions. Derivatives are initially recognized at cost including the transaction costs. Also, the liabilities and receivables arising from the derivative transactions are recorded as off-balance sheet items at their contractual notional amounts.

The derivative transactions are valued at fair value using market prices or pricing models subsequent to initial recognition and are presented in the “Positive Value of Trading / Hedging Purpose Derivatives” and “Negative Value of Trading / Hedging Purpose Derivatives” items of the balance sheet depending on the resulting positive or negative amounts of the computed value. Gains and losses arising from a change in the fair value are recognized in the income statement for trading purpose derivatives. The effective portion of the fair value changes are recognized in the shareholders’ equity, while the ineffective portion is accounted for in the income statement for hedging purpose derivatives.

V. Explanations on interest income and expenses

Interest income and expenses are recognized as they are accrued taking into account the internal rate of return method. Interest accrual does not start until non-performing loans become performing and are classified as performing loans or until collection in accordance with the “Regulation on the Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside”, published in the Official Gazette No. 26333 dated 1 November 2006, which was prepared on the basis of the provisions of Articles 53 and 93 of the Banking Law no. 5411.

VI. Explanations on fees and commissions

Fees and commissions received 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.

1. Financial assets at fair value through profit or loss

1.1 *Financial assets held for trading*

Trading securities are initially recognized at cost, which includes transaction costs. Subsequent to initial recognition, trading securities are measured at fair value and gains and losses arising from a change in the fair value are recognized in the income statement. Differences between the fair value and cost of trading securities are also recorded in “financial assets held for trading” line on the balance sheet.

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

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

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

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

DFS Group does not have any securities designated as “financial assets at fair value through profit or loss”.

2. Investment securities available-for-sale

Available-for-sale assets are financial assets that are not loans and receivables, held to maturity investments and financial assets at fair value through profit or loss.

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

3. Investment securities held-to-maturity

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

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

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

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

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

4. Loans and specific provisions

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

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

Foreign currency loans are re-measured to reflect the changes in the currency exchange rates. Currency exchange differences arising from such re-measurements are reflected in "Foreign Exchange Gains/Losses" account in the consolidated income statement. Foreign currency-indexed loans are initially recognized in their Turkish Lira equivalents.

Specific allowances are made against the carrying amount of loans under follow-up in accordance with the "Regulation on the Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside" published in the Official Gazette numbered 26333 dated 1 November 2006, and which was amended with the communiqué published in the Official Gazette numbered 27513 dated 6 March 2010.

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

VIII. Explanations on impairment of financial assets

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

IX. Explanations on offsetting financial instruments

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

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

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

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

Government bonds and treasury bills sold to customers under repurchase agreements are presented on the assets side of the accompanying consolidated balance sheet within “Financial Assets Held for Trading”, “Investment Securities Available for Sale” and “Investment Securities Held to Maturity”. The funds received on such transactions and the accrued interest expenses are presented within “Funds Provided under Repurchase Agreements” on the liability side of the accompanying consolidated balance sheet.

XI. Explanations on assets held for sale and discontinued operations

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

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

XII. Explanations on goodwill and other intangible assets

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

All intangible assets are initially recognized at cost in accordance with TAS 38 “Intangible Assets”.

The Group’s intangible assets consist of software and license rights.

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.

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 are carried at their historical cost, less any currency difference and financing expenses capitalized.

Tangible assets purchased before 2003 and in 2007 are depreciated on a straight-line basis and those purchased in 2003, 2004, 2005 and 2006 are depreciated using the double-declining method. The depreciation rates used are 2% for properties and 2% - 50% for tangible assets owned or held under financial leasing.

As of 30 September 2011 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. Expenditures that extend the capacity of the tangible assets or those that extend the useful life and service capacity of the asset, or enhance the quality of the service, or decrease the cost of services are capitalized.

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

XIV. Explanations on leasing activities

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

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

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

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 26588 dated 20 July 2007; specific provisions are also provided for the financial lease receivables deemed doubtful but not yet due.

XV. Explanations on provisions and contingent liabilities

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

Based on the representations of the Parent Bank’s attorneys, there are 818 lawsuits against DFS Group with total risks amounting to TL 50,052, US Dollar 2,511,986 and Euro 3,677,369 as of 30 September 2011. There are also 6,204 follow-up cases amounting to TL 60,998, US Dollar 149,493 and Euro 1,142,046 in total that are filed by DFS Group and are at courts. DFS Group booked a provision amounting to TL 5,003 for the continuing lawsuits (31 December 2010: TL 5,044).

XVI. Explanations on obligations for employee benefits

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

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

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

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

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

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

XVII. Explanations on taxation

1. Current taxes

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

Companies file their corporate tax returns between the 1st and 25th days of the following four months period after to which they relate and the payments are made until the end of that month.

The provision for corporate tax for the period is reflected as the “Current Tax Liability” in the liabilities and “Current Tax Provision” in the income statement.

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

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

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

2. Deferred taxes

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

Individual deferred tax assets and liabilities of the consolidated entities have been offset in their separate financial statements, but have not been offset in the consolidated balance sheet. As a result of offsetting, deferred tax assets of TL 22,777 (31 December 2010: TL 56,269) and deferred tax liabilities of TL 22,741 (31 December 2010: TL 436) have been recognized in the accompanying financial statements.

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

XVIII. Additional explanations on borrowings

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

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

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

On 6 May 2011, The Parent Bank issued discounted bank bills with 176 days maturity and 8.43 % simple interest rate amounting to TL 350,000 and 351 days maturity and 9.15 % simple interest rate amounting to TL 150,000.

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

XIX. Explanations on shares and share issuance

Transactions related to issuance of share certificates are explained in footnote 5.II.10.8. No dividends have been declared subsequent to the balance sheet date.

XX. Explanations on acceptances

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

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

XXI. Explanations on government grants

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

XXII. Explanations on segment reporting

Segment reporting is presented in Section Four, Footnote VI.

XXIII. Explanations on other matters

None.

SECTION FOUR

CONSOLIDATED FINANCIAL POSITION

I. Explanations related to the consolidated capital adequacy standard ratio

The consolidated capital adequacy ratio is 14.29% as of 30 September 2011 (31 December 2010: 15.70%). This ratio is higher than the stipulated minimum prudential ratio in the related legislation.

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

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

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

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

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

2. Consolidated and unconsolidated capital adequacy ratios

Risk Weighted Assets							
Consolidated							
	0%	10%	20%	50%	100%	150%	200%
Credit Risk Base							
Balance Sheet Items (Net)	8,823,675	--	1,102,577	5,702,655	23,888,305	388,149	578,576
Cash in Vault	687,356	--	200	--	--	--	--
Due Dated Financial Assets	--	--	--	--	--	--	--
Central Bank of the Republic of Turkey	3,507,042	--	--	--	--	--	--
Domestic and Foreign Banks, Foreign Branches	87,809	--	467,272	--	187,826	--	--
Interbank Money Market	250	--	--	--	--	--	--
Receivables from Reverse Repos	8,598	--	--	--	--	--	--
Reserve Deposits	1,171,415	--	--	--	--	--	--
Loans	1,712,675	--	37,062	5,522,604	19,968,888	388,149	578,576
Non-performing Loans (Net)	--	--	--	--	271,376	--	--
Receivables from Leasing Operations	--	--	--	--	1,222,470	--	--
Investments Available-for-Sale	--	--	--	--	12,758	--	--
Investments Held-to-Maturity	659,679	--	45,266	--	--	--	--
Receivables from Forward Sale of Assets	--	--	--	--	--	--	--
Miscellaneous Receivables	--	--	300,733	--	1,117,706	--	--
Accrued Interest and Other Income	590,944	--	7,475	180,051	635,710	--	--
Investments in Associates, Subsidiaries and Joint Ventures (Net)	--	--	--	--	16,181	--	--
Tangible Assets	--	--	--	--	224,357	--	--
Other Assets	397,907	--	244,569	--	231,033	--	--
Off-Balance Sheet Items	107,083	--	793,792	299,169	7,094,466	--	--
Non-Cash Loans and Commitments	107,083	--	262,928	299,169	6,833,627	--	--
Derivatives	--	--	530,864	--	260,839	--	--
Accounts Not Risk Weighted	--	--	--	--	--	--	--
Total Risk Weighted Assets	8,930,758	--	1,896,369	6,001,824	30,982,771	388,149	578,576

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

Risk Weighted Assets							
The Parent Bank							
	0%	10%	20%	50%	100%	150%	200%
Credit Risk Base							
Balance Sheet Items (Net)	7,650,033	--	958,238	5,139,682	17,456,932	388,149	578,576
Cash in Vault	667,374	--	200	--	--	--	--
Due Dated Financial Assets	--	--	--	--	--	--	--
Central Bank of the Republic of Turkey	3,507,043	--	--	--	--	--	--
Domestic and Foreign Banks, Foreign Branches	37,660	--	361,372	--	35,577	--	--
Interbank Money Market	--	--	--	--	--	--	--
Receivables from Reverse Repos	--	--	--	--	--	--	--
Reserve Deposits	1,166,055	--	--	--	--	--	--
Loans	803,383	--	37,063	4,964,420	15,650,210	388,149	578,576
Non-performing Loans (Net)	--	--	--	--	205,925	--	--
Receivables from Leasing Operations	--	--	--	--	--	--	--
Investments Available-for-Sale	--	--	--	--	3,916	--	--
Investments Held-to-Maturity	580,125	--	7,781	--	--	--	--
Receivables from Forward Sale of Assets	--	--	--	--	--	--	--
Miscellaneous Receivables	--	--	300,733	--	106,368	--	--
Accrued Interest and Other Income	572,777	--	6,520	175,262	566,652	--	--
Investments in Associates, Subsidiaries and Joint Ventures (Net)	--	--	--	--	486,461	--	--
Tangible Assets	--	--	--	--	221,146	--	--
Other Assets	315,616	--	244,569	--	180,677	--	--
Off-Balance Sheet Items	107,083	--	778,461	299,168	6,836,197	--	--
Non-Cash Loans and Commitments	107,083	--	262,928	299,168	6,598,881	--	--
Derivatives	--	--	515,533	--	237,316	--	--
Accounts Not Risk Weighted	--	--	--	--	--	--	--
Total Risk Weighted Assets	7,757,116	--	1,736,699	5,438,850	24,293,129	388,149	578,576

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

	Consolidated		The Parent Bank	
	Current Period	Prior Period	Current Period	Prior Period
Risk Weighted Assets	36,102,332	25,891,350	29,099,269	21,350,082
Value at Market Risk	931,100	600,038	520,038	628,363
Value at Operational Risk	3,611,761	3,034,474	3,044,814	2,504,466
Shareholders' Equity	5,806,330	4,634,319	4,762,069	4,023,374
Shareholders' Equity / (RWA+VAMR+VAOR)*100	14.29%	15.70%	14.58%	16.43%

RWA: Risk Weighted Assets

VAMR: Value at Market Risk

VAOR: Value at Operational Risk

4. Components of consolidated shareholders' equity

	Current Period	Prior Period
CORE CAPITAL		
Paid-in Capital	716,100	716,100
Nominal Capital	716,100	716,100
Capital Commitments (-)	--	--
Capital Reserves Arising From Inflation Adjustments to Paid-in Capital	189,164	189,164
Share Premium	98,411	98,411
Share Cancellation Profit	--	--
Legal Reserves	109,757	86,880
I. Legal Reserve (Turkish Commercial Code 466/1)	109,757	86,880
II. Legal Reserve (Turkish Commercial Code 466/2)	--	--
Other Legal Reserve per Special Legislation	--	--
Status Reserves	--	--
Extraordinary Reserves	2,125,136	1,608,063
Reserve Appropriated at the General Assembly	2,006,563	1,572,755
Retained Earnings	--	--
Accumulated Losses	--	--
Foreign Currency Translation Differences	118,573	35,308
Inflation Component of Legal Reserves, Status Reserves and Extraordinary Reserves	--	--
Profit	1,430,725	975,789
Current Period Profit	912,492	614,240
Prior Periods' Profits	518,233	361,549
Free Provisions Booked for Possible Losses (Up to 25% of the Core Capital)	92,392	165,277
Gain on Sale of Real Estate and Investments in Associates and Subsidiaries to be Added to the Paid-in capital	856	--
Primary Subordinated Loans (Up to 15% of the Core Capital)	--	--
Minority Interest	15,903	16,056
Loss that is not covered with reserves (-)	--	--
Net Current Period Loss	--	--
Prior Periods' Losses	--	--
Leasehold Improvements (-)	78,551	72,387
Prepaid Expenses (-)	--	41,998
Intangible Assets (-)	59,545	41,594
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	4,640,348	3,699,761
SUPPLEMENTARY CAPITAL		
General Reserves	281,398	183,074
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	11	11
Primary Subordinated Loans Excluded from the Core Capital	--	--
Secondary Subordinated Loans	883,032	701,528
45% of Securities Revaluation Reserve (100% If Negative)	17,830	62,546
Associates and Subsidiaries	--	--
Investments Available-for-Sale	17,830	62,546
Inflation Component of Capital Reserves, Profit Reserves and Prior Period Profits (except adjustment to legal, status and extraordinary reserves)	--	--
Minority Interest	--	--
Total Supplementary Capital	1,182,271	947,159
TIER III CAPITAL (Including Minority Interest, If Any)	--	--

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

CAPITAL	5,822,619	4,646,920
DEDUCTIONS FROM CAPITAL	16,289	12,601
Shares in Unconsolidated Banks and Financial Institutions	--	--
Secondary Subordinated Loans Granted to Banks, Financial Institutions (Foreign and Domestic), or Preferred Shareholders, and Primary/Secondary Subordinated Loans Obtained from Them	--	--
Shares in Banks and Financial Institutions Accounted for under the Equity Method	--	--
Loans Granted in Violation of the Articles 50 and 51 of the Law	--	--
Amount in Excess of 50% of the Equities of the Net Book Value of the Properties of the Banks, and Net Book Value of the Assets Held for Resale that Should Be Disposed of According to the Article 57 of the Law which is not Disposed of in Five Years after Foreclosure	12,132	12,601
Others	4,157	--
TOTAL SHAREHOLDERS' EQUITY	5,806,330	4,634,319

II. Explanations related to the consolidated market risk

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

The Parent Bank has defined its risk management procedures and has taken necessary precautions in order to avoid market risks, in compliance with “Regulation on Bank’s Internal Control and Risk Management Systems” and “Regulation on Measurement and Assessment of Capital Adequacy Ratio of Banks”. As the main precaution against being exposed to market risk, the Parent Bank’s Board of Directors identifies risk limits determined in the context of economic capital.

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

1. Market risk

	Amount
(I) Capital Obligation against General Market Risk - Standard Method	39,423
(II) Capital Obligation against Specific Risk - Standard Method	8,644
(III) Capital Obligation against Currency Risk - Standard Method	26,416
(IV) Capital Obligation against Commodity Risk - Standard Method	--
(V) Capital Obligation against Clearing Risk - Standard Method	--
(VI) Capital Obligation against Options Subject to Market Risk - Standard Method	5
(VII) Capital Obligation against Market Risk at the Banks calculating Risk Measuring Models	--
(VIII) Total Capital Obligation against Market Risk (I+II+III+IV+V+VI)	74,488
(IX) Value-At-Market-Risk (12,5 x VIII) or (12,5 x VII)	931,100

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

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

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

Foreign currency exchange rate risk is monitored along with potential evaluation differences in foreign currency transactions in accordance with "Regulation on Bank's Internal Control and Risk Management Systems". Value at Risk approach is used to measure the exchange rate risk and calculations are made on a daily basis.

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

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

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

3. Foreign exchange risk management strategy

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

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

US Dollar purchase rate as at the balance sheet date TL 1.8512
Euro purchase rate as at the balance sheet date TL 2.5007

<u>Date</u>	<u>US Dollar</u>	<u>Euro</u>
26 September 2011	1.8425	2.4822
27 September 2011	1.8410	2.4911
28 September 2011	1.8375	2.5058
29 September 2011	1.8453	2.5157
30 September 2011	1.8512	2.5007

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

The arithmetical average US Dollar and Euro purchase rates for September 2011 are TL 1.7859 and TL 2.4633, respectively.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

6. Information on currency risk

Current Period	EUR	USD	JPY	Other	Total
Assets					
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	738,978	1,183,105	245	21,378	1,943,706
Due from Banks and Other Financial Institutions	343,887	323,777	7,316	68,911	743,891
Financial Assets at Fair Value Through Profit or Loss	21,609	562,296	205	428	584,538
Interbank Money Market Placements	--	--	--	--	--
Investment Securities Available-for-Sale	89,017	54,118	--	85,861	228,996
Loans (*)	4,130,589	8,476,944	83,067	226,408	12,917,008
Investments in Subsidiaries and Associates	--	--	--	--	--
Investment Securities Held-to-Maturity	118,199	7,894	--	--	126,093
Hedging Purpose Financial Derivatives	--	28,554	--	--	28,554
Tangible Assets	6,427	34	--	627	7,088
Intangible Assets	2,886	227	--	3,006	6,119
Other Assets (**)	1,298,669	798,074	177	284,892	2,381,812
Total Assets	6,750,261	11,435,023	91,010	691,511	18,967,805
Liabilities					
Bank Deposits	65,996	73,679	40	16,478	156,193
Foreign Currency Deposits	7,694,501	4,387,851	2,568	422,489	12,507,409
Interbank Money Markets	--	--	--	--	--
Funds Borrowed from Other Financial Institutions	3,077,705	4,316,868	662	6,396	7,401,631
Marketable Securities Issued	--	--	--	--	--
Miscellaneous Payables	44,884	250,590	1,524	32,333	329,331
Hedging Purpose Financial Derivatives	--	6,203	--	--	6,203
Other Liabilities (***)	192,733	1,175,144	256	2,385	1,370,518
Total Liabilities	11,075,819	10,210,335	5,050	480,081	21,771,285
Net "On Balance Sheet Position"	(4,325,558)	1,224,688	85,960	211,430	(2,803,480)
Net "Off-Balance Sheet Position"	4,586,425	(1,102,893)	(81,459)	(117,443)	3,284,630
Financial Derivatives (Assets)	9,319,145	10,201,008	440,375	1,199,928	21,160,456
Financial Derivatives (Liabilities)	4,732,720	11,303,901	521,834	1,317,371	17,875,826
Non-Cash Loans	1,931,726	4,869,097	38,241	95,525	6,934,589
Prior Period					
Total Assets	5,457,283	7,425,194	103,106	330,334	13,315,917
Total Liabilities	7,991,074	8,467,029	4,841	209,633	16,672,577
Net "On Balance Sheet Position"	(2,533,791)	(1,041,835)	98,265	120,701	(3,356,660)
Net "Off-Balance Sheet Position"	2,588,143	1,211,902	(110,786)	(88,237)	3,601,022
Financial Derivatives (Assets)	5,174,266	8,579,994	592,716	1,339,300	15,686,276
Financial Derivatives (Liabilities)	2,586,123	7,368,092	703,502	1,427,537	12,085,254
Non-Cash Loans	1,317,872	3,241,688	9,256	135,072	4,703,888

(*) : Foreign currency indexed loans amounting to TL 2,046,959 are included.

(**) : Foreign currency indexed factoring receivables amounting to TL 146,967 are included.

(***) : Equity in foreign currencies, amounting to TL 268,466 is excluded.

IV. Explanations related to the consolidated interest rate risk

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

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

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

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

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

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

The 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 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

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

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non- Interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	--	--	--	--	--	5,366,013	5,366,013
Due from Banks and Other Fin.Inst.	457,395	5,208	69,744	166	--	211,429	743,942
Financial Assets at Fair Value Through Profit or Loss	188,422	295,251	675,705	169,236	32,471	14,607	1,375,692
Interbank Money Market Placements	8,848	--	--	--	--	--	8,848
Investment Securities Av.-for-Sale	491,470	355,243	1,936,080	728,493	5,321	12,758	3,529,365
Loans	6,736,626	3,845,836	4,581,461	9,486,186	4,365,202	271,376	29,286,687
Investment Securities Held-to-Mat.	12,506	17,061	827,035	--	--	--	856,602
Other Assets (*)	129,180	517,477	920,892	760,589	109,362	2,076,342	4,513,842
Total Assets	8,024,447	5,036,076	9,010,917	11,144,670	4,512,356	7,952,525	45,680,991
Liabilities							
Bank Deposits	228,846	67,154	28,226	--	--	87,907	412,133
Other Deposits	14,012,432	3,747,568	3,789,395	1,291,378	11,528	4,320,733	27,173,034
Interbank Money Market Placements	692,434	--	--	--	--	--	692,434
Miscellaneous Payables	143	--	32,794	1,614	--	768,261	802,812
Marketable Securities Issued	--	346,641	109,960	--	--	--	456,601
Funds Borrowed from Other Fin. Inst.	1,787,058	2,544,225	2,462,989	878,062	1,039,091	--	8,711,425
Other Liabilities (**)	146,788	295,004	290,703	118,235	6,768	6,575,054	7,432,552
Total Liabilities	16,867,701	7,000,592	6,714,067	2,289,289	1,057,387	11,751,955	45,680,991
On Balance Sheet Long Position	--	--	2,296,850	8,855,381	3,454,969	--	14,607,200
On Balance Sheet Short Position	(8,843,254)	(1,964,516)	--	--	--	(3,799,430)	(14,607,200)
Off-Balance Sheet Long Position	--	--	--	--	--	--	--
Off-Balance Sheet Short Position	--	--	--	--	--	--	--
Total Interest Sensitivity Gap	(8,843,254)	(1,964,516)	2,296,850	8,855,381	3,454,969	(3,799,430)	--

(*) Other assets/non-interest bearings include; Tangible Assets, Intangible Assets, Investments in Associates and Joint Ventures, Tax Assets, Investments in Subsidiaries, Assets Held for Resale and Other Assets with balances of TL 302,908, TL 59,545, TL 10,232, TL 25,924, TL 5,949, TL 44,484, and TL 1,627,300 respectively.

(**) Other liabilities/non-interest bearings include; Shareholders' Equity, Tax Liabilities, Provisions , and Other Liabilities with balances of TL 4,521,169, TL 131,404, TL 506,699, and TL 1,415,782 respectively.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non- Interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	780,010	--	--	--	--	940,529	1,720,539
Due from Banks and Other Fin.Inst.	673,181	297,576	78,837	27,599	111	170,215	1,247,519
Financial Assets at Fair Value Through Profit or Loss	139,285	187,419	175,549	89,858	32,840	15,852	640,803
Interbank Money Market Placements	1,232,636	--	--	--	--	--	1,232,636
Investment Securities Av.-for-Sale	286,890	1,143,470	804,683	829,738	188,657	12,590	3,266,028
Loans	4,405,021	3,141,166	4,097,147	7,227,945	2,749,808	324,693	21,945,780
Investment Securities Held-to-Mat.	43,149	761,601	27,209	--	--	--	831,959
Other Assets (*)	267,616	355,216	760,831	698,325	42,342	843,570	2,967,900
Total Assets	7,827,788	5,886,448	5,944,256	8,873,465	3,013,758	2,307,449	33,853,164
Liabilities							
Bank Deposits	85,883	71,513	45,253	1	--	152,964	355,614
Other Deposits	9,778,286	3,338,425	1,477,588	1,388,282	1,131	3,729,534	19,713,246
Interbank Money Market Placements	26,348	--	--	--	--	--	26,348
Miscellaneous Payables	32,098	855	345	42	--	604,489	637,829
Marketable Securities Issued	--	--	--	--	--	--	--
Funds Borrowed from Other Fin.Inst.	2,236,670	3,228,486	1,820,078	525,714	6,156	--	7,817,104
Other Liabilities (**)	33,831	27,659	121,123	205,285	44,521	4,870,604	5,303,023
Total Liabilities	12,193,116	6,666,938	3,464,387	2,119,324	51,808	9,357,591	33,853,164
On Balance Sheet Long Position	--	--	2,479,869	6,754,141	2,961,950	--	12,195,960
On Balance Sheet Short Position	(4,365,328)	(780,490)	--	--	--	(7,050,142)	(12,195,960)
Off-Balance Sheet Long Position	--	--	--	--	--	--	--
Off-Balance Sheet Short Position	--	--	--	--	--	--	--
Total Position	(4,365,328)	(780,490)	2,479,869	6,754,141	2,961,950	(7,050,142)	--

(*) Other assets/non-interest bearings include; Tangible Assets, Intangible Assets, Investments in Associates and Joint Ventures, Tax Assets, Investments in Subsidiaries, Assets Held for Resale and other assets with balances of TL 280,676, TL 41,594, TL 8,829, TL 56,269, TL 5,949, TL 27,312, and TL 422,941 respectively.

(**) Other liabilities/non-interest bearings include; Shareholders' Equity, Tax Liabilities, Provisions and other liabilities with balances of TL 3,659,205, TL 72,591, TL 540,775, and TL 598,033 respectively.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

4. Average interest rates applied to monetary financial instruments

Current Period	EUR %	USD %	JPY %	TL %
Assets				
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	--	--	--	--
Due from Banks and Other Financial Institutions	1.50	4.78	--	6.87
Financial Assets at Fair Value Through Profit or Loss	5.05	5.36	--	8.19
Interbank Money Market Placements	--	--	--	5.51
Investment Securities Available-for-Sale	--	4.03	--	8.16
Loans	5.21	4.78	5.19	15.20
Investment Securities Held-to-Maturity	2.97	8.56	--	16.36
Liabilities				
Bank Deposits	1.11	2.35	--	9.46
Other Deposits	2.86	3.79	0.79	9.31
Interbank Money Market Placements	--	--	--	5.90
Miscellaneous Payables	--	--	--	--
Marketable Securities Issued	--	--	--	8.78
Funds Borrowed from Other Financial Institutions	2.41	1.68	2.81	6.34
Prior Period				
Assets				
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	--	--	--	--
Due from Banks and Other Financial Institutions	2.97	3.19	--	9.84
Financial Assets at Fair Value Through Profit or Loss	4.51	3.71	--	7.32
Interbank Money Market Placements	--	--	--	6.92
Investment Securities Available-for-Sale	4.28	3.77	--	12.26
Loans	4.70	4.44	5.13	14.34
Investment Securities Held-to-Maturity	4.51	7.98	--	18.69
Liabilities				
Bank Deposits	--	0.83	--	8.05
Other Deposits	2.75	2.87	0.20	8.60
Interbank Money Market Placements	--	--	--	6.81
Miscellaneous Payables	--	--	--	--
Marketable Securities Issued	--	--	--	--
Funds Borrowed from Other Financial Institutions	2.16	1.40	2.69	6.31

V. Explanations related to the consolidated liquidity risk

- 1. The sources of the current liquidity risk of DFS Group; whether the necessary precautions have been taken, whether the Board of Directors of the Parent Bank sets limits on the funds available to meet the urgent liquidity requirements and the liabilities which are due**

Liquidity risk arises from maturity mismatch between assets and liabilities. Maturity mismatch between assets and liabilities is kept under control based on certain criteria set by DFS Group. DFS Group maintains liquid assets to guarantee sufficient liquidity during market fluctuations. In order to meet any urgent liquidity needs, approximately 13 % of the balance sheet is allocated to cash and balances with banks, 9 % to investment securities which are easily convertible into cash and the available borrowing limits are not used intensively. DFS Group's short-term liquidity needs are mainly met with deposits and short-term funds borrowed from foreign banks.

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

DFS Group's payments, assets and liabilities match with the interest rates.

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

Approximately 13% of balance sheet is allocated to cash balances, 9% to investment securities which are easily convertible into cash in order to meet any urgent liquidity needs. The available borrowing limits (such as Central Bank of the Republic of Turkey and ISE repurchase market) are not used. DFS Group's short-term liquidity needs are mainly met with deposits and short-term funds borrowed from foreign banks.

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

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

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

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

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

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Year	5 Years and Over	Undist. (*)	Total
Assets								
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	4,194,599	1,171,414	--	--	--	--	--	5,366,013
Due from Banks and Other Fin.Inst.	211,429	426,743	2	105,604	162	2	--	743,942
Financial Assets at Fair Value Through Profit or Loss	--	163,589	294,751	653,848	216,419	32,478	14,607	1,375,692
Interbank Money Market Placements	--	8,848	--	--	--	--	--	8,848
Investment Securities Av.-for-Sale	--	16,738	10,173	1,506,155	1,659,474	324,067	12,758	3,529,365
Loans	271,376	4,150,100	1,941,509	5,772,936	11,425,566	5,725,200	--	29,286,687
Investment Securities Held-to-Mat.	--	--	--	607,759	143,620	105,223	--	856,602
Other Assets (*)	1,668,957	127,335	515,772	917,891	767,137	109,365	407,385	4,513,842
Total Assets	6,346,361	6,064,767	2,762,207	9,564,193	14,212,378	6,296,335	434,750	45,680,991
Liabilities								
Bank Deposits	87,907	123,520	172,493	28,213	--	--	--	412,133
Other Deposits	4,320,733	13,977,636	3,748,699	3,747,140	1,332,541	46,285	--	27,173,034
Funds Borrowed from Other Fin.Inst.	--	1,773,643	524,023	2,368,686	1,634,547	2,410,526	--	8,711,425
Interbank Money Market Placements	--	692,434	--	--	--	--	--	692,434
Marketable Securities Issued	--	--	346,641	109,960	--	--	--	456,601
Miscellaneous Payables	761,957	145	--	32,794	1,612	--	6,304	802,812
Other Liabilities	1,834,620	200,295	312,263	288,961	118,200	6,803	4,671,410	7,432,552
Total Liabilities	7,005,217	16,767,673	5,104,119	6,575,754	3,086,900	2,463,614	4,677,714	45,680,991
Net Liquidity Gap	(658,856)	(10,702,906)	(2,341,912)	2,988,439	11,125,478	3,832,721	(4,242,964)	--
Prior Period								
Total Assets	1,807,221	6,687,278	2,316,173	5,562,747	13,044,958	3,934,559	500,228	33,853,164
Total Liabilities	5,136,179	10,524,018	3,800,492	3,699,020	5,268,558	1,245,345	4,179,552	33,853,164
Net Liquidity Gap	(3,328,958)	(3,836,740)	(1,484,319)	1,863,727	7,776,400	2,689,214	(3,679,324)	--

(*) 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.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

VI. Explanations related to the consolidated segment reporting

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

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

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

Within treasury and investment banking, sales, prop-trading and private banking departments offer spot and forward 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 30 September 2011 is presented in the following table:

Current Period (01.01.2011-30.09.2011)	Corporate Banking	Commercial Banking &Public Finance	Agriculture &Sme Banking	Retail Banking	Treasury and Investment Banking	Total
Net interest income	185,732	239,957	396,714	324,856	182,840	1,330,099
Net fee and commission income	38,169	31,571	90,831	159,396	10	319,977
Other income/expense, net	20,517	67,354	176,916	216,422	(102,527)	378,682
Total segment income	244,418	338,882	664,461	700,674	80,323	2,028,758
Other operating expenses	(71,162)	(136,259)	(334,182)	(357,382)	(17,798)	(916,783)
Provision for loan losses and other receivables	(16,282)	(46,852)	(95,026)	(180,806)	(50,433)	(389,399)
Tax charge						(152,637)
Net profit from continuing operations	156,974	155,771	235,253	162,486	12,092	569,939
Net profit from discontinued operations						342,400
Net profit	156,974	155,771	235,253	162,486	12,092	912,339
Current Period (30.09.2011)						
Segment assets	7,492,657	9,860,890	6,349,307	7,824,249	12,076,619	43,603,722
Subsidiaries and associates						16,181
Undistributed assets						2,061,088
Total assets						45,680,991
Segment liabilities	4,551,119	6,151,884	3,985,772	12,986,097	11,132,238	38,807,110
Undistributed liabilities						2,352,712
Shareholders' equity						4,521,169
Total liabilities						45,680,991

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

Prior Period (01.01.2010-30.09.2010)	Corporate Banking	Commercial Banking &Public Finance	Agriculture &Sme Banking	Retail Banking	Treasury and Investment Banking	Total
Net interest income	107,826	190,637	385,531	334,456	285,223	1,303,673
Net fee and commission income	34,134	24,446	63,838	123,463	--	245,881
Other income/expense, net	28,917	39,093	116,646	153,295	(198,166)	139,785
Total segment income	170,877	254,176	566,015	611,214	87,057	1,689,339
Other operating expenses	(62,394)	(115,605)	(269,361)	(285,422)	(14,491)	(747,273)
Provision for loan losses and other Receivables	(37,349)	35,020	(170,046)	(188,577)	(28,217)	(389,169)
Tax charge						(119,909)
Net profit from continuing operations	71,134	173,591	126,608	137,215	44,349	432,988
Net profit from discontinued operations						16,664
Net profit	71,134	173,591	126,608	137,215	44,349	449,652
Prior Period (31.12.2010)						
Segment assets	6,238,960	6,976,362	4,742,476	5,831,721	9,138,004	32,927,523
Subsidiaries and associates						14,778
Undistributed assets						910,863
Total assets						33,853,164
Segment liabilities	2,661,176	4,182,348	3,463,514	9,929,742	8,564,549	28,801,329
Undistributed liabilities						1,392,630
Shareholders' equity						3,659,205
Total liabilities						33,853,164

SECTION FIVE

DISCLOSURES AND FOOTNOTES ON CONSOLIDATED FINANCIAL STATEMENTS

I. Explanations and disclosures related to consolidated assets

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash in TL / Foreign Currency	285,476	401,880	195,813	287,237
Central Bank of the Republic of Turkey	3,136,831	1,541,626	178,829	1,058,636
Other (*)	--	200	--	24
Total	3,422,307	1,943,706	374,642	1,345,897

(*) Includes TL 200 of cheques purchased (31 December 2010: TL 24).

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	3,136,831	370,211	178,829	279,536
Unrestricted Time Deposits	--	--	--	--
Restricted Time Deposits	--	1,171,415	--	779,100
Total	3,136,831	1,541,626	178,829	1,058,636

1.2 Information on Central Bank of the Republic of Turkey

As of 30 September 2011, all banks operating in Turkey should provide a reserve in a range of 5% to 16% depending on the terms of the deposits for their liabilities in Turkish Lira and in a range of 6% to 11% in US Dollars and Euro for their liabilities in foreign currencies.

With the amendment dated 27 October 2011, related to the regulation on "Announcement on Reserve Deposits", the reserve deposit rates have been defined in a range of 5% to 11% for liabilities in Turkish Lira depending on the terms of the deposits.

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

2.1 Information on trading securities given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar				
Marketable Securities	10,795	447	11,662	17,616
Other	--	--	--	--
Total	10,795	447	11,662	17,616

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

2.2 Trading securities subject to repurchase agreements

None.

2.3 Positive value of trading purpose derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	9,796	101,227	544	27,872
Swap Transactions	274,913	128,055	45,347	162,662
Futures Transactions	--	--	--	--
Options	1,612	351,056	1,805	56,392
Other	--	--	--	--
Total	286,321	580,338	47,696	246,926

3. Information on Banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks				
Domestic	--	258,510	132,332	198,419
Foreign	51	485,381	202,863	713,905
Foreign head offices and branches	--	--	--	--
Total	51	743,891	335,195	912,324

4. Information on investment securities available-for-sale

4.1 Major types of investment securities available-for-sale

Investment securities available-for-sale consist of share certificates, debt securities representing government bonds, Eurobonds and foreign currency government bonds issued by the Turkish Treasury and foreign private sector debt securities.

4.2 Investment securities available-for-sale given as collateral

Investment securities available-for-sale given as collateral are government bonds and Eurobonds with carrying value of TL 63,577 (31 December 2010: TL 466,459).

4.3 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	12,516	51,061	255,918	210,541
Other	--	--	--	--
Total	12,516	51,061	255,918	210,541

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

	Current Period		Prior Period	
	TL	FC	TL	FC
Government Bonds	416,757	--	22,208	--
Treasury Bills	--	--	--	--
Other Debt Securities	--	--	--	--
Bonds Issued or Guaranteed by Banks	--	--	--	--
Asset Backed Securities	--	--	--	--
Other	--	--	--	--
Total	416,757	--	22,208	--

4.5 Information on available-for-sale securities

	Current Period	Prior Period
Debt instruments	3,556,470	3,260,719
Quoted on Stock Exchange	3,556,470	3,260,719
Unquoted on Stock Exchange	--	--
Share certificates	12,758	12,590
Quoted on Stock Exchange	--	--
Unquoted on Stock Exchange	12,758	12,590
Impairment provision (-)	39,863	7,281
Total	3,529,365	3,266,028

5. Information related to loans

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

	Current Period		Prior Period	
	Cash	Non-Cash	Cash	Non-Cash
Direct Loans Granted to Shareholders	--	--	--	--
Corporate Shareholders	--	--	--	--
Individual Shareholders	--	--	--	--
Indirect Loans Granted to Shareholders	--	47	--	39
Loans Granted to Employees	39,328	16	34,233	16
Total	39,328	63	34,233	55

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

	Standard Loans and Other Receivables		Loans and Other Receivables Under Close Monitoring	
	Loans and Other Receivables	Restructured or Rescheduled (*)	Loans and Other Receivables	Restructured or Rescheduled (**)
Cash Loans				
Non-specialized Loans	26,263,555	115,034	729,813	251,831
Discount Notes	148,710	--	331	--
Export Loans	697,530	--	114,235	--
Import Loans	1,980	--	--	--
Loans Given to Financial Sector	310,006	--	--	--
Foreign Loans	700,354	1,259	63,984	604
Consumer Loans	6,596,305	47,665	264,255	65,309
Credit Cards	1,389,612	--	30,640	--
Precious Metal Loans	49,154	--	--	--
Other	16,369,904	66,110	256,368	185,918
Specialization Loans	1,576,292	5,701	44,755	10,709
Other Receivables	17,621	--	--	--
Total	27,857,468	120,735	774,568	262,540

(*) TL 98,324 of the loans were restructured or rescheduled while they were already classified as standard loans and other receivables.

(**) TL 248,728 of the loans were restructured or rescheduled while they were classified as loans and other receivables under close monitoring.

In accordance with the Clause 4 of the "Regulation on the Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside", the amount of loans those have been restructured or rescheduled after 28 May 2011 is TL 107,045, and the term extensions provided in respect of the loan groups are as follows:

	Up to 1 Years	Up to 3 Years	Over 3 Years	Total
First Group Loans	7,039	4,495	14,465	25,999
Second Group Loans	434	2,281	78,331	81,046
Total	7,473	6,776	92,796	107,045

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

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

	Short Term	Medium or Long Term	Total
Consumer Loans-TL	148,058	6,301,563	6,449,621
Real estate Loans	2,284	2,748,197	2,750,481
Vehicle Loans	4,426	388,131	392,557
General Purpose Loans	121,025	3,165,235	3,286,260
Other	20,323	--	20,323
Consumer Loans-Indexed to FC	1,919	280,552	282,471
Real estate Loans	--	272,242	272,242
Vehicle Loans	--	957	957
General Purpose Loans	1,919	7,353	9,272
Other	--	--	--
Consumer Loans-FC	--	30,158	30,158
Real estate Loans	--	18,006	18,006
Vehicle Loans	--	--	--
General Purpose Loans	--	469	469
Other	--	11,683	11,683
Individual Credit Cards-TL	1,275,966	67,971	1,343,937
Installment	455,376	67,971	523,347
Non installment	820,590	--	820,590
Individual Credit Cards-FC	424	--	424
Installment	11	--	11
Non installment	413	--	413
Loans Given to Employees-TL	2,023	20,130	22,153
Real estate Loans	--	2,901	2,901
Vehicle Loans	--	135	135
General Purpose Loans	2,023	17,094	19,117
Other	--	--	--
Loans Given to Employees - Indexed to FC	--	--	--
Real estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
Loans Given to Employees - FC	--	139	139
Real estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	139	139
Personnel Credit Cards - TL	15,538	286	15,824
Installment	6,932	286	7,218
Non installment	8,606	--	8,606
Personnel Credit Cards - FC	21	--	21
Installment	--	--	--
Non installment	21	--	21
Overdraft Loans-TL (Real Persons) (*)	188,836	--	188,836
Overdraft Loans-FC (Real Persons)	156	--	156
Total	1,632,941	6,700,799	8,333,740

(*) Overdrafts used by the personnel of the Parent Bank are TL 1,191 (31 December 2010: TL 1,068).

5.4 Information on installment commercial loans and corporate credit cards

	Short Term	Medium or Long Term	Total
Installment Commercial Loans - TL	112,303	1,918,301	2,030,604
Real estate Loans	314	152,753	153,067
Vehicle Loans	6,635	269,497	276,132
General Purpose Loans	105,326	1,379,654	1,484,980
Other	28	116,397	116,425
Installment Commercial Loans - Indexed to FC	34,189	568,462	602,651
Real estate Loans	115	22,448	22,563
Vehicle Loans	1,084	53,166	54,250
General Purpose Loans	32,990	477,235	510,225
Other	--	15,613	15,613
Installment Commercial Loans - FC	--	28,760	28,760
Real estate Loans	--	4,367	4,367
Vehicle Loans	--	--	--
General Purpose Loans	--	79	79
Other	--	24,314	24,314
Corporate Credit Cards - TL	59,518	219	59,737
Installment	10,539	219	10,758
Non installment	48,979	--	48,979
Corporate Credit Cards - FC	309	--	309
Installment	--	--	--
Non installment	309	--	309
Overdraft Loans-TL (Legal Entities)	228,438	--	228,438
Overdraft Loans-FC (Legal Entities)	295	--	295
Total	435,052	2,515,742	2,950,794

5.5 Domestic and foreign loans

	Current Period	Prior Period
Domestic Loans	28,249,110	20,987,108
Foreign Loans	766,201	633,979
Total	29,015,311	21,621,087

5.6 Loans granted to subsidiaries and associates

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

5.7 Specific provisions for loans

Specific Provisions	Current Period	Prior Period
Loans and Receivables with Limited Collectability	32,598	30,648
Loans and Receivables with Doubtful Collectability	77,598	90,645
Uncollectible Loans and Receivables	445,857	637,088
Total	556,053	758,381

5.8 Information on non-performing loans (Net)

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

	Group III Loans and receivables with limited collectability	Group IV Loans and receivables with doubtful collectability	Group V Uncollectible loans and receivables
Current Period	1,347	1,978	8,055
(Gross Amounts Before Specific Reserves)			
Restructured Loans and Other Receivables	--	--	--
Rescheduled Loans and Other Receivables	1,347	1,978	8,055
Prior Period	834	1,169	16,026
(Gross Amounts Before Specific Reserves)			
Restructured Loans and Other Receivables	--	--	--
Rescheduled Loans and Other Receivables	834	1,169	16,026

5.8.2 Movement of non-performing loans

	Group III Loans and receivables with limited collectability	Group IV Loans and receivables with doubtful collectability	Group V Uncollectible loans and receivables
Balances at Beginning of Period	97,498	201,993	783,583
Additions (+)	279,051	27,600	47,189
Transfers from Other Categories of Non-Performing Loans (+)	--	206,879	173,114
Transfers to Other Categories of Non-Performing Loans (-)	207,137	173,120	--
Collections (-)	73,368	105,606	171,586
Write-offs (-) (*)	4	4,747	253,910
<i>Corporate and Commercial Loans</i>	4	1,301	74,918
<i>Retail Loans</i>	--	2,070	117,886
<i>Credit Cards</i>	--	1,376	61,106
<i>Other</i>	--	--	--
Balances at End of the Period	96,040	152,999	578,390
Specific Provisions (-)	32,598	77,598	445,857
Net Balance on Balance Sheet	63,442	75,401	132,533

(*)The Parent Bank sold TL 116,189 of its credit cards, retail and corporate loans portfolio; which were not collateralized, overdue for more than a year and fully provided against; to Girişim Varlık Yönetimi A.Ş. for TL 10,573 with the sales agreement dated 31 March 2011.

The Parent Bank sold TL 142,472 of its credit cards, retail and corporate loans portfolio which were under legal follow up to Standart Varlık Yönetimi A.Ş. and Efes Varlık Yönetimi A.Ş. for TL 16,792 with the sales agreement dated 27 September 2011.

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

	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period			
Balance as of the Period End	10,362	10,060	28,093
Specific Provisions (-)	1,157	8,297	12,642
Net Balance on Balance Sheet	9,205	1,763	15,451
Prior Period			
Balance as of the Period End	3,416	18,974	95,968
Specific Provisions (-)	177	11,186	50,215
Net Balance on Balance Sheet	3,239	7,788	45,753

5.8.4 *Information on non-performing loans according to beneficiary group*

	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period (Net)	63,442	75,401	132,533
Loans Granted to Real Persons and Legal Entities (Gross)	96,040	142,883	576,129
Specific provisions (-)	32,598	67,482	443,596
Loans Granted to Real Persons and Legal Entities (Net)	63,442	75,401	132,533
Banks (Gross)	--	--	--
Specific provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	--	10,116	2,261
Specific provisions (-)	--	10,116	2,261
Other Loan and Receivables (Net)	--	--	--
Prior Period (Net)	66,850	111,348	146,495
Loans Granted to Real Persons and Legal Entities (Gross)	97,241	192,636	781,414
Specific provisions (-)	30,391	81,288	634,919
Loans Granted to Real Persons and Legal Entities (Net)	66,850	111,348	146,495
Banks (Gross)	--	--	--
Specific provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	257	9,357	2,169
Specific provisions (-)	257	9,357	2,169
Other Loan and Receivables (Net)	--	--	--

6. Information on investment securities held-to-maturity

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

6.1.1 Information on securities subject to repurchase agreement

Held-to-maturity investments subject to repurchase agreement are government bonds with a book value amounting to TL 374,406 (31 December 2010: TL 9,144).

6.1.2 Information on securities subject to given as collateral or blocked

	Current Period		Prior Period	
	TL	FC	TL	FC
Bills	--	--	--	--
Bonds and Similar Marketable Securities	249,840	--	201,009	22
Other	--	--	--	--
Total	249,840	--	201,009	22

6.2 Information on government securities held-to-maturity

	Current Period	Prior Period
Government Bonds	810,965	786,679
Treasury Bills	--	--
Other Government Debt Securities	--	--
Total	810,965	786,679

6.3 Information on investment securities held-to-maturity

	Current Period	Prior Period
Debt Securities	856,602	831,959
Quoted on Stock Exchange	730,509	720,347
Unquoted on Stock Exchange	126,093	111,612
Impairment (-)	--	--
Total	856,602	831,959

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

	Current Period	Prior Period
Balance at the beginning of the period	831,959	789,692
Foreign exchange differences (*)	33,535	64,676
Purchases	--	--
Disposals/Redemptions	(8,892)	(22,409)
Impairment losses (-)	--	--
Balance at the end of the period	856,602	831,959

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

The Parent Bank transferred a portion of its securities from "investment securities available-for-sale" portfolio, with a notional amount of TL 552,934, to the "investment securities held-to-maturity" portfolio due to change in the intention of holding, effective from 1 October 2008. The negative valuation differences amounting to TL 39,455 under equity accrued until the date of transfer will be amortized and recycled to profit/loss until the maturities of these securities. As of the balance sheet date, the remaining negative valuation difference under equity is TL 7,625.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

7. Investments in associates

7.1 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. (*)	İstanbul/Turkey	9	--
2-Gelişen Bilgi Teknolojileri A.Ş. (*)	İstanbul/Turkey	5	5
3-Kredi Garanti Fonu A.Ş. (*)	Ankara/Turkey	2	--
4-Ege Tarım Ürünleri lisanslı Dep. A.Ş. (**)	İzmir/ 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	44,767	36,805	1,998	2,555	--	14,132	9,289	--
2	429	425	--	2	--	(5)	142	--
3	140,922	135,790	3,090	900	--	2,685	--	--
4	7,911	7,908	18	57	--	28	--	--

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

(**) Information on the financial statements is presented as of the period ended 31 March 2011.

7.2 Investments in consolidated associates

There are no investments in consolidated associates.

8. Investments in subsidiaries

Denizbank AG raised its capital by Euro 20,000,000 (TL 51,370) totally paid by the Parent Bank in cash on 6 July 2011. As of 30 September 2011, 77.18 % of Denizbank AG's capital belongs to the Parent Bank and 22.80 % belongs to Deniz Leasing.

8.1 Information on non-consolidated subsidiaries

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

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Fair Value
1	7,720	1,585	3,319	27	--	(1,103)	1,175	--
2	1,266	1,264	258	--	--	(43)	(72)	--
3	133,513	(69,261)	123,042	377	--	(38,338)	4,958	--

Information on the financial statements is presented as of the period ended 30 September 2011.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

8.2 Information on consolidated subsidiaries

Title	Address (City/Country)	The Parent Bank's share percentage (%)	Other shareholders' share percentage (%)	Consolidation Method
1 Denizbank AG	Vienna / Austria	77	23	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 Yatırım Menkul Değerler A.Ş.	Istanbul / Turkey	71	29	Full consolidation
5 CJSC Dexia Bank	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	84	16	Full consolidation
8 Deniz Faktoring A.Ş.	Istanbul / Turkey	100	--	Full consolidation
9 Deniz Yatırım Ortaklığı A.Ş.	Istanbul / Turkey	--	50	Full consolidation

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Fair Value
1	7,553,535	487,330	9,313	188,653	3,253	40,747	19,917	--
2	1,326,081	7,851	107	55,278	--	2,770	3,131	--
3	68,956	56,987	313	4,014	233	7,706	10,073	--
4	47,162	45,095	112	2,279	572	2,483	1,893	--
5	489,247	92,483	3,633	18,520	4,015	9,211	6,046	--
6	3,322	2,375	45	139	4	235	(190)	--
7	1,699,939	383,591	334	84,686	--	40,995	34,473	--
8	1,022,825	166,391	345	76,100	--	26,624	24,367	--
9	31,880	31,805	--	994	(1,162)	(305)	3,321	--

Information on the financial statements is presented as of the period ended 30 September 2011.

8.2.1 Movement of consolidated subsidiaries

	Current Period	Prior Period
Balance at the Beginning of the Period	567,353	519,798
Movements during the Period	40,454	47,555
Purchases	51,370	38,358
Bonus Shares Received	--	--
Dividends from Current Year Profit	--	--
Sales (**)	(17,799)	--
Revaluation Increase, Effect of Inflation and F/X Difference	6,883	(1,442)
Other (*)	--	10,639
Allowance for impairment	--	--
Balance at the End of the Period	607,807	567,353
Capital Commitments	--	9,990
Share Percentage at the end of Period (%)	--	--

(*) Consists of the investment in Deniz Yatırım Ortaklığı; which has been consolidated for the first-time as of 31 December 2010.

(**) Explained in note 8.2.4.

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

	Current Period	Prior Period
Banks	310,691	251,988
Insurance Companies	--	13,819
Factoring Companies	26,107	26,107
Leasing Companies	226,929	226,929
Finance Companies	--	--
Other Subsidiaries	44,080	48,510
Total	607,807	567,353

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

8.2.3 *Quoted subsidiaries within the consolidation scope*

	Current Period	Prior Period
Quoted on domestic markets	10,189	10,639
Quoted on foreign markets	--	--

Deniz Yatırım Ortaklığı was established on 5 May 1995 by registering at the Trade Registry and announced in the Turkish Trade Registry Gazette dated 16 May 1995 and numbered 3786 to operate in capital markets in accordance with Capital Market Law numbered 2499 and related regulations.

Shares of Deniz Yatırım Ortaklığı have been quoted on Istanbul Stock Exchange ("ISE") since 30 October 1995.

50% of Deniz Yatırım Ortaklığı shares belong to Deniz Yatırım and the rest are publicly traded.

8.2.4 *Consolidated subsidiaries disposed during the current period*

The shares of Deniz Türev, which is directly and indirectly 100% owned by the Parent Bank were sold to Endeks Gayrimenkul ve Madencilik Enerji Sanayi ve Tic. A.Ş. for TL 9,023 and US Dollars 1,500,000 according to share purchase agreement accepted at the meeting of the Board of Directors dated 18 July 2011. The capital gain of TL 2,337 recognized from the sale is presented as "Profit on Sale of Subsidiary" which is included in "Profit from Discontinued Operations" in the accompanying financial statements.

At the meeting of the Board of Directors on 24 June 2011, the Parent Bank decided to sell its shares of 99.86% at Deniz Emeklilik to American Life Hayat Sigorta A.Ş. (MetLife) for EUR 161,931,500. According to this decision, the share purchase agreement was signed on 27 June 2011 and the procedures for the sale of Deniz Emeklilik have been started. The necessary legal approvals were obtained on 20 September 2011 and the share transfer occurred on 3 October 2011. The sale transaction was accounted for in the financial statements through accrual as of 30 September 2011 as all the substantial sales conditions; such as the signing of the share purchase agreement, approval of the Board of Directors and the Shareholders and approvals of the regulatory authority and the Competition Board; were met. The capital gain of TL 340,187 recognized from the sale is presented as "Profit on Sale of Subsidiary" which is included in "Profit from Discontinued Operations" in the accompanying financial statements.

8.2.5 *Consolidated subsidiaries acquired during the current period*

None.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

9. Entities Under Common Control (Joint Ventures)

9.1 Information on non-consolidated entities under common control

Title	The Parent Bank's share percentage (%)	The Group's share percentage (%)	Current Assets	Non-Current Assets	Non-Current Liabilities	Income	Expenses
Bantaş Nakit ve Kıymetli Mal Taşıma ve Güvenlik Hizmetleri A.Ş.	33	33	7,373	7,611	1,303	21,830	(19,946)

Information on the financial statements is presented as of the period ended 30 September 2011.

9.2 Information on consolidated entities under common control (Joint Ventures)

There are no entities under common control which are consolidated.

10. Information on lease receivables

10.1 Maturity analysis of finance lease receivables

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	544,888	456,146	408,426	336,703
Between 1-4 years	763,068	683,688	625,462	560,395
Over 4 years	122,208	109,537	79,060	70,447
Total	1,430,164	1,249,371	1,112,948	967,545

10.2 Information on net investments in finance lease receivables

	Current Period	Prior Period
Gross finance lease receivable	1,430,164	1,112,948
Unearned finance income (-)	180,793	145,403
Cancelled leasing agreements (-)	--	--
Net investment on finance leases	1,249,371	967,545

10.3 Information on finance lease agreements of the Parent Bank

None.

11. Information on hedging purpose derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Fair Value Hedge	--	--	--	--
Cash Flow Hedge	167,603	28,554	187,578	10,942
Hedging of a Net Investment in Foreign Subsidiaries	--	--	--	--
Total	167,603	28,554	187,578	10,942

12. Information on deferred tax asset

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

Deferred tax asset calculated on the basis of related regulation is TL 22,777 (31 December 2010: TL 56,269) and deferred tax liability is TL 22,741 (31 December 2010: TL 436). These balances are the net of deductible and taxable temporary differences calculated as of the balance sheet date.

The following table presents the deferred tax bases:

	Current Period	Prior Period
Deferred Tax Assets:		
Miscellaneous Provisions	32,716	47,552
Valuation Differences of Financial Assets	9,404	16,042
Provision for Employee Benefits	9,669	8,373
Other	25,516	16,998
	77,305	88,965
Deferred Tax Liabilities:		
Valuation Differences of Tangible Assets	(3,480)	(4,406)
Valuation Differences of Derivatives	(73,789)	(28,726)
	(77,269)	(33,132)
Net Deferred Tax Assets	36	55,833

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

None.

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

None

13. Information on other assets

13.1 Information on prepaid expense, taxes and similar items

DFS Group's total prepaid expenses are TL 66,362. (31 December 2010: TL 41,998).

13.2 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 30 SEPTEMBER 2011
(Currency: Thousands of TL - Turkish Lira)

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

II. Explanations and disclosures related to consolidated liabilities

1. Information on maturity structure of deposits

Current Period	7							Accumulated Deposit Accounts	Total
	Demand	Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6 Months -1 Year	1 Year and Over		
Saving Deposits	682,374	--	711,318	6,431,483	351,344	43,243	45,693	3,950	8,269,405
Foreign Currency									
Deposits	2,325,373	--	1,439,001	3,153,017	663,413	2,067,475	2,584,268	283	12,232,830
Residents in									
Turkey	1,214,149	--	1,356,019	2,932,519	552,145	169,266	371,585	270	6,595,953
Residents Abroad	1,111,224	--	82,982	220,498	111,268	1,898,209	2,212,683	13	5,636,877
Public Sector									
Deposits	207,101	--	45,678	146,012	55	220	281	--	399,347
Commercial									
Deposits	827,270	--	917,610	2,544,661	742,070	147,563	358,847	--	5,538,021
Other Ins.									
Deposits	38,051	--	48,396	338,016	18,467	102	15,820	--	458,852
Precious Metal									
Deposits	240,564	--	5,426	26,299	2,290	--	--	--	274,579
Bank Deposits	87,907	--	135,385	146,821	13,795	27,167	1,058	--	412,133
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	5,086	--	69,753	9,004	--	--	1,058	--	84,901
Foreign Banks	7,231	--	65,632	137,817	13,795	27,167	--	--	251,642
Special									
Finan.Inst.	75,590	--	--	--	--	--	--	--	75,590
Other	--	--	--	--	--	--	--	--	--
Total	4,408,640	--	3,302,814	12,786,309	1,791,434	2,285,770	3,005,967	4,233	27,585,167

Prior Period	7							Accumulated Deposit Accounts	Total
	Demand	Days Notice	Up to 1 Month	1-3 Months	3-6 Months	6 Months -1 Year	1 Year and Over		
Saving Deposits	628,320	--	1,066,362	4,666,595	109,470	23,260	9,937	--	6,503,944
Foreign Currency									
Deposits	2,022,733	--	1,256,461	2,621,887	275,022	1,059,382	1,941,140	--	9,176,625
Residents in									
Turkey	1,174,859	--	1,143,477	2,350,093	188,197	78,647	214,127	--	5,149,400
Residents Abroad	847,874	--	112,984	271,794	86,825	980,735	1,727,013	--	4,027,225
Public Sector									
Deposits	139,036	--	1,717	12,355	20,374	34	441	--	173,957
Commercial									
Deposits	884,092	--	835,126	1,599,104	131,326	5,413	193,105	--	3,648,166
Other Ins. Deposits	25,394	--	30,521	122,972	739	46	923	--	180,595
Precious Metal									
Deposits	29,959	--	--	--	--	--	--	--	29,959
Bank Deposits	152,964	--	58,223	111,183	29,640	3,604	--	--	355,614
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	5,777	--	50,903	1,002	2,019	--	--	--	59,701
Foreign Banks	38,968	--	7,320	110,181	27,621	3,604	--	--	187,694
Special Finan.Inst.	108,219	--	--	--	--	--	--	--	108,219
Other	--	--	--	--	--	--	--	--	--
Total	3,882,498	--	3,248,410	9,134,096	566,571	1,091,739	2,145,546	--	20,068,860

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

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

	Covered by Deposits Insurance Fund		Exceeding the Deposit Insurance Limit	
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	2,933,040	2,593,363	5,231,097	3,839,039
Foreign Currency Saving Deposits	756,678	669,408	2,435,643	2,177,628
Other Saving Deposits	--	--	--	--
Foreign Branches' Deposits Under Foreign Insurance Coverage	--	--	--	--
Off-Shore Deposits Under Foreign Insurance Coverage	--	--	--	--
Total	3,689,718	3,262,771	7,666,740	6,016,667

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

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

	Current Period	Prior Period
Deposits and Other Accounts in Foreign Branches	83,392	77,142
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	21,460	12,916
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	69,111	34,120
Total	173,963	124,178

2. Information on trading purpose derivatives

2.1 Negative value of trading purpose derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward Transactions	8,829	53,005	4,014	22,412
Swap Transactions	178,184	176,590	52,122	41,319
Futures Transactions	--	--	--	2,072
Options	2,839	352,454	1,671	55,554
Other	--	--	--	--
Total	189,852	582,049	57,807	121,357

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

3. Information on funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank Loans	--	--	--	--
Domestic Bank and Institutions	544,138	156,512	473,543	136,909
Foreign Bank, Institutions and Funds	765,656	6,309,541	552,848	5,883,660
Total	1,309,794	6,466,053	1,026,391	6,020,569

The Parent Bank, via a special purpose entity (SPE), obtained a securitization loan with three year grace period for the principal payment, 7 year maturity and quarterly fixed interest payments, amounting to USD 80 million on 30 June 2005 by the resolution of the Board of Directors dated 28 June 2005 and numbered 2005/33. As of 30 September 2011, the outstanding balance amounts to USD 10 millions.

The Parent Bank, via a special purpose entity (SPE), obtained a securitization loan with three year grace period for the principal payment, 8 year maturity and quarterly floating interest payments, amounting to USD 350 million on 28 June 2007 by the resolution of the Board of Directors dated 20 June 2007 and numbered 2007/27. As of 30 September 2011, the outstanding balance of the loan is USD Dollar 245 million.

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 EUR 300 million via a special purpose entity (SPE) from a consortium of lenders led by West LB and participated by EBRD, EIB, IFC and DEG on 27 April 2011. Securitization consists of five different loans having 5-12 years final maturity and 2-3 years grace period for the principal payment.

3.1 Maturity information of funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	1,140,063	3,347,802	852,079	2,203,433
Medium and Long-Term	169,731	3,118,251	174,312	3,817,136
Total	1,309,794	6,466,053	1,026,391	6,020,569

4. Information on securities issued

	Current Period		Prior Period	
	TL	FC	TL	FC
Bank Bills	456,601	--	--	--
Total	456,601	--	--	--

In 6 May 2011, The Parent Bank issued discounted bank bills of TL 350,000 with 176 days maturity and 8.43 % simple interest rate and TL 150,000 with 351 days maturity and 9.15 % simple interest rate.

5. 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.

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

None.

6.1 Changes in agreements and further commitments arising

None.

6.2 Obligations under finance leases

None.

6.3 Information on operational leases

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

6.4 Information on "Sell-and-lease back" agreements

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

7. Information on liabilities arising from hedging purpose derivatives

	Current Period		Prior Period	
	TL	FC	TL	FC
Fair Value Hedge	--	--	--	--
Cash Flow Hedge	76,680	6,203	170,545	10,035
Hedging of a Net Investment in Foreign Subsidiaries	--	--	--	--
Total	76,680	6,203	170,545	10,035

8. Information on provisions

8.1 Information on general provisions

	Current Period	Prior Period
Provisions for Loans and Receivables in Group I	226,183	142,727
Provisions for Loans and Receivables in Group II	23,683	20,042
Provisions for Non Cash Loans	31,532	20,305
Other	--	--
Total	281,398	183,074

8.2 Provision for currency exchange gain/loss on foreign currency indexed loans

	Current Period	Prior Period
Foreign Exchange Provision for Foreign Currency Indexed Loans	641	6,763

Foreign exchange differences of foreign currency indexed loans are offset against "Loans and receivables" in assets.

8.3 Information on provision for employee benefits

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

As of 30 September 2011, TL 29,621 of provision for employment termination benefits (31 December 2010: TL 25,219) and TL 21,575 of unused vacation accruals (31 December 2010: TL 19,377) were reflected to the consolidated financial statements.

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

8.4 Information on other provisions

8.4.1 Information on free provisions provided for probable risks

	Current Period	Prior Period
Free Provisions Provided for Probable Risks	126,516	201,979

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

8.4.2 Information on other provisions exceeding 10% of total provisions

TL 36,783 (31 December 2010: TL 33,439) of other provisions consists of provisions for non-cash loans that are not indemnified and converted into cash. TL 5,003 (31 December 2010: TL 5,044) consists of provisions for lawsuits pending against DFS Group and TL 5,803 (31 December 2010: TL 6,566) consists of other provisions.

9. Information on taxation

9.1 Information on current taxes

9.1.1 Information on current tax liability

As of 30 September 2011, the current tax liability of DFS Group is TL 100,899 (31 December 2010: TL 140,495), and it has been offset with advance taxes amounting to TL 56,686 (31 December 2010: TL 117,146). (31 December 2010: it has been offset with "deductible withholding tax paid in foreign countries" amounting to TL 17)

As of 30 September 2011, DFS Group's total liability related to taxes and premiums is TL 108,663 (31 December 2010: TL 72,155).

9.1.2 Information on taxes payable

	Current Period	Prior Period
Corporate taxes payable	44,213	23,349
Taxation on securities	16,853	13,220
Capital gains taxes on property	1,085	930
Banking Insurance Transaction Tax (BITT)	19,686	15,989
Taxes on foreign exchange transactions	--	--
Value added taxes payable	554	694
Other	16,755	10,117
Total	99,146	64,299

9.1.3 Information on premiums

	Current Period	Prior Period
Social security premiums- employee share	4,345	3,551
Social security premiums- employer share	4,214	3,505
Bank pension fund premium- employee share	--	--
Bank pension fund premium- employer share	--	--
Pension fund membership fees and provisions- employee share	--	--
Pension fund membership fees and provisions- employer share	--	--
Unemployment insurance- employee share	318	258
Unemployment insurance- employer share	542	449
Other	98	93
Total	9,517	7,856

9.2 Information on deferred tax liabilities

Deferred tax liability calculated on the basis of related regulation is TL 22,741 (31 December 2010: TL 436). Information on deferred taxes is disclosed in footnote 12 of “explanations and disclosures related to consolidated assets”.

10. Information on shareholders’ equity

10.1 Paid-in capital

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

The Parent Bank’s paid-in capital is presented above in nominal values. As of 30 September 2011, the Parent Bank has “other capital reserves” amounting to TL 189,164 (31 December 2010: TL 189,164) arising from the effect of inflation restatement of the paid-in capital.

10.2 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.

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

None.

10.4 Information on share capital increases from revaluation funds

None.

10.5 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.

10.6 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.

10.7 Information on the privileges given to stocks representing the capital

The Parent Bank does not have any preferred stocks.

10.8 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.

10.9 Securities Revaluation Reserve

	Current Period		Prior Period	
	TL	FC	TL	FC
Associates, Subsidiaries and JVs	--	--	--	--
Valuation Difference	37,846	1,777	109,684	29,306
Foreign Exchange Difference	--	--	--	--
Total	37,846	1,777	109,684	29,306

10.10 Information on hedging funds

10.10.1 Information on cash flow hedge items

The Parent Bank hedges a portion of its floating rate liabilities by interest rate swaps. The effective portion of the fair value losses of those swaps, amounting to TL 57,725 (31 December 2010: TL 109,936), has been disclosed in hedging reserves under equity.

10.10.2 Information on hedging foreign net investment risk

DFS Group hedges its foreign currency exchange rate risk from retranslation of its foreign operations by net investment hedge accounting, through recognizing the effective portion of foreign exchange rate changes of a portion of its foreign currency denominated liabilities under equity. The related loss under hedging reserve amounts to TL 146,792 as of 30 September 2011 (31 December 2010: TL 60,323).

11. Information on minority shares

	Current Period	Prior Period
Balance at the Beginning of the Period	16,056	--
Minority interest in net income of consolidated subsidiaries	(153)	2,051
Increase/(decrease) in minority interest due to disposals	--	--
Other	--	14,005
Balance at the End of the Period	15,903	16,056

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

1. Information related to off-balance sheet commitments

1.1 Type and amount of irrevocable commitments

All of DFS Group's off-balance sheet loan commitments are in the nature of irrevocable commitments. As of 30 September 2011, non-cash loans, commitments for credit card limits and commitments for cheque payments are TL 11,011,742, TL 4,078,301 and TL 954,528, respectively (31 December 2010: TL 7,635,709, TL 2,981,108 and TL 791,430, respectively). These items are detailed in the off-balance sheet accounts.

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

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

As of 30 September 2011, DFS Group has letters of guarantee amounting to TL 8,205,476, bills of exchange and acceptances amounting to TL 255,528, and guarantees and sureties on letters of credit amounting to TL 2,245,990. There are also other guarantees and sureties amounting to TL 304,748.

As of 31 December 2010 DFS Group has letters of guarantee amounting to TL 5,581,121, bills of exchange and acceptances amounting to TL 176,448, and guarantees and sureties on letter of credit amounting to TL 1,603,304. There are also other guarantees and sureties amounting to TL 274,836.

1.2.2 Final guarantees, provisional guarantees, sureties and similar transactions

	Current Period	Prior Period
Provisional Letters of Guarantee	766,164	588,487
Final Letters of Guarantee	6,088,299	3,905,033
Letters of Guarantee for Advances	877,250	774,393
Letters of Guarantee given to Customs Offices	368,368	256,863
Other Letters of Guarantee	105,395	56,345
Total	8,205,476	5,581,121

2. Total amount of non-cash loans

	Current Period	Prior Period
Non-Cash Loans Given for Obtaining Cash Loans	564,099	476,614
With Original Maturity of 1 Year or Less	254,009	228,139
With Original Maturity of More Than 1 Year	310,090	248,475
Other Non-Cash Loans	10,447,643	7,159,095
Total	11,011,742	7,635,709

IV. Explanations and disclosures related to consolidated statement of income

1. Interest income

1.1 Information on interest income received from loans

	Current Period		Prior Period	
	TL	FC	TL	FC
Short Term Loans	744,886	51,764	617,158	36,316
Medium and Long Term Loans	868,905	314,816	708,683	217,429
Loans Under Follow-Up	41,523	4	36,984	--
Premiums Received from Resource Utilization Support Fund	--	--	--	--
Total	1,655,314	366,584	1,362,825	253,745

Also includes fees and commissions from cash loans granted.

1.2 Information on interest income received from banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of the Republic of Turkey	--	--	--	--
Domestic Banks	9,341	10,293	8,170	3,074
Foreign Banks	1,186	6,072	13,660	300
Foreign Head Offices and Branches	--	--	--	--
Total	10,527	16,365	21,830	3,374

1.3 Information on interest income received from associates and subsidiaries

	Current Period	Prior Period
Interest Received from Associates and Subsidiaries	7,801	3,895

2. Interest expense

2.1 Information on interest expense related to funds borrowed

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	76,207	114,727	41,296	73,564
Central Bank of the Republic of Turkey	26	--	349	--
Domestic Banks	24,973	2,345	10,733	1487
Foreign Banks	51,208	112,382	30,214	72,077
Foreign Head Offices and Branches	--	--	--	--
Other Institutions	--	--	--	--
Total	76,207	114,727	41,296	73,564

Also includes fees and commissions related to funds borrowed.

2.2 Information on interest expense paid to associates and subsidiaries

	Current Period	Prior Period
Interest Paid to Associates and Subsidiaries	894	1,040

2.3 Information on interest expense paid to securities issued

	Current Period	Prior Period
Interest Paid to Securities Issued	14,709	--

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

3. Information on trading income / loss

	Current Period	Prior Period
Income	22,262,695	14,550,108
Capital Market Transactions	71,021	41,411
Derivative Financial Instruments	1,513,104	699,793
Foreign Exchange Gains	20,678,570	13,808,904
Loss (-)	22,319,769	14,671,679
Capital Market Transactions	55,237	14,646
Derivative Financial Instruments	1,428,016	1,086,908
Foreign Exchange Losses	20,836,516	13,570,125
Net Trading Income / Loss	(57,074)	(121,571)

Net income from foreign exchange translation differences related to derivative financial instruments is TL 105,557 (net loss for the period 1 January - 30 September 2010: TL (31,558)).

4. Information on other operating income

	Current Period	Prior Period
Reversal of prior periods' provisions	263,367	162,619
Banking activities income from customers	74,893	56,571
Communication income	6,784	7,073
Cheque book fees	3,279	2,526
Other	85,195	29,815
Total	433,518	258,604

5. Impairment on loans and other receivables

	Current Period	Prior Period
Specific Provisions on Loans and Other Receivables:	231,568	300,607
<i>Loans and Receivables in Group III</i>	--	--
<i>Loans and Receivables in Group IV</i>	--	--
<i>Loans and Receivables in Group V</i>	231,568	300,607
Non-performing Commissions and Other Receivables	--	--
General Loan Loss Provisions	98,325	33,838
Free Provision for Probable Risks	--	2,076
Impairment Losses on Securities:	49,024	29,571
<i>Financial Assets at Fair Value Through Profit or Loss</i>	16,273	572
<i>Investment Securities Available-for-Sale</i>	32,751	28,999
Impairment Losses on Associates, Subsidiaries, Joint Ventures and Investment Securities Held to Maturity:	--	--
<i>Associates</i>	--	--
<i>Subsidiaries</i>	--	--
<i>Joint Ventures</i>	--	--
<i>Investment Securities Held-to-Maturity</i>	--	--
Other	10,482	23,077
Total	389,399	389,169

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

6. Information related to other operational expenses

	Current Period	Prior Period
Personnel Expenses	456,486	380,810
Reserve for Employee Termination Benefits	4,460	10,596
Reserve for Bank's Social Aid Fund Deficit	--	--
Impairment Losses on Tangible Assets	--	--
Depreciation Charges of Tangible Assets	53,454	47,838
Impairment Losses on Intangible Assets	--	--
Amortization Charges of Intangible Assets	16,530	12,407
Impairment Losses on Investment Accounted for under Equity Method	--	--
Impairment of Assets to be Disposed	--	--
Depreciation of Assets to be Disposed	837	552
Impairment of Assets Held for Sale	--	--
Other Operating Expenses	293,910	225,439
<i>Operational Leases Expenses</i>	69,804	53,439
<i>Repair and Maintenance Expenses</i>	9,306	6,049
<i>Advertisement Expenses</i>	36,940	24,143
<i>Other Expenses (*)</i>	177,860	141,808
Losses on Sale of Assets	1,090	1,786
Other	90,016	67,845
Total	916,783	747,273

(*) 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 37,280, TL 24,720, TL 12,500, TL 3,377, TL 11,489, TL 24,519, and TL 63,975, respectively (1 January - 30 September 2010: TL 28,628, TL 19,775, TL 8,166, TL 4,152, TL 9,689, TL 24,321 and TL 47,077, respectively).

7. Information on profit / loss before tax from continuing operations and discontinued operations

As explained in note 8.2.4 of Section Five, the Group's subsidiaries Deniz Emeklilik and Deniz Türev were sold in the current period. Income and expenses of these subsidiaries for the current period until the date of disposal were classified as "Profit/loss from assets held for sale" which is included in profit/loss from discontinued operations in the consolidated statement of income.

Income and expenses from discontinued operations as of 30 September 2011 and 2010 are as below:

	Current Period	Prior Period
Income and Expenses from Discontinued Operations		
Net interest income	9,408	7,645
Net fee and commission income	2,859	2,290
Trading profit/loss (net)	190	584
Other operating income	25,900	20,266
Total operating income/ expense	38,357	30,785
Provision for loan losses and other receivables	(223)	(597)
Other operating expense	(12,779)	(9,405)
Profit/ loss before tax from discontinued operation	25,355	20,783
Tax expense from discontinued operation	(5,088)	(4,119)
Net profit/ loss from discontinued operations	20,267	16,664
Associates, Subsidiaries and Joint Ventures profits on sale	342,524	--
Tax expense from profit on sales of discontinued operations	(20,391)	--
Net profit/ loss from discontinued operations	342,400	16,664

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

8. Information on tax provision for continued and discontinued operations

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

As 30 September 2011 the current period taxation charge on continuing operations is TL 74,820 (1 January - 30 September 2010: TL 118,851) while deferred tax charge is TL 77,817 (1 January - 30 September 2010: TL 1,058). The current period taxation charge on discontinued operations is TL 24,474 (1 January - 30 September 2010: TL 4,471) while deferred tax charge is TL 1,005 (1 January - 30 September 2010: TL 352 deferred tax benefit).

8.2 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 (+)	44,546	32,838
Arising from Reversal of Deductible Temporary Differences (-)	(50,098)	(10,261)
Arising from Origination of Taxable Temporary Differences (-)	(81,820)	(26,151)
Arising from Reversal of Taxable Temporary Differences (+)	8,550	2,868
Total	(78,822)	(706)

8.3 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	(5,552)	22,577
Arising from Origination (-)/ Reversal (+) of Taxable Temporary Differences	(73,270)	(23,283)
Arising from Origination (+)/ Reversal (-) of Tax Losses	--	--
Arising from Origination (+)/ Reversal (-) of Unused Tax Credits	--	--
Total	(78,822)	(706)

9. Information on net profit and loss

9.1 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.

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

9.3 Profit or loss attributable to minority interests

	Current Period	Prior Period
Profit/(loss) attributable to minority interests	(153)	--

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

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

10. 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	100,180	63,541
Card acceptor/ POS commissions	74,566	55,692
Intermediary services	64,174	56,400
Insurance services	24,826	15,871
Account management fees	23,626	18,746
Remittance commissions	13,775	13,245
Expertise fees	10,634	6,628
Other	67,878	50,847
Total	379,659	280,970

Other Fees and Commissions Paid	Current Period	Prior Period
Credit card / POS commissions	84,094	54,618
EFT fees and commissions	1,741	1,711
Other	28,340	17,531
Total	114,175	73,860

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 30 SEPTEMBER 2011

(Currency: Thousands of TL - Turkish Lira)

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

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

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

As of 30 September 2011, DFS Group's own risk group balances are:

Cash loans, finance lease receivables, placements, other assets, deposits, funds borrowed, subordinated loans, other liabilities and non-cash loans amounting to TL 58,444, TL 202,423, TL 18,914, TL 76,302, TL 60,220, TL 514, TL 935,578, TL 1,028 and TL 268, respectively.

As a result of the transactions with the risk group, the DFS Group has recorded net interest and commission expenses, and derivative transaction losses amounting to TL 32,128 and TL 34,854 respectively.

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

Current Period

DFS Group's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholder		Other Real Persons and Legal Entities in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
Loans and Other Receivables						
Balance at the Beginning of the Period	163,341	9	82,293	700	54,062	304
Balance at the End of the Period	202,423	13	95,214	47	58,446	208
Interest and Commission Income Received	7,801	--	1,159	32	2,246	1

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	161,431	415	36,860	453	46	8
Balance at the End of the Period	163,341	9	82,293	700	54,062	304
Interest and Commission Income Received	3,895	--	4,158	113	2,446	15

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

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

DFS Group's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholders		Other Real Persons and Legal Entities in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Balance at the Beginning of the Period	14,553	12,959	4,304,425	4,850,931	10,316	9,464
Balance at the End of the Period	18,550	14,553	957,654	4,304,425	21,136	10,316
Interest and Commission Expenses	894	1,040	41,675	57,255	798	532

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

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

DFS Group's Risk Group (*)	Associates, Subsidiaries and Joint-Ventures		Bank's Direct and Indirect Shareholders		Other Real Persons and Legal Entities in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
Transactions for Trading Purposes:						
Balance at the Beginning of the Period	--	--	4,646,499	2,611,143	62,875	--
Balance at the End of the Period	--	--	4,376,473	4,646,499	5,554	62,875
Total Income/Loss	--	--	(43,808)	(4,699)	--	--
Transactions for Hedging Purposes:						
Balance at the Beginning of the Period	--	--	276,768	267,714	--	--
Balance at the End of the Period	--	--	157,352	276,768	--	--
Total Income/Loss	--	--	8,954	(4,428)	--	--

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

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

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

DFS Group performs banking transactions with the risk group on an arms-length basis within the market conditions and in compliance with the Banking Law.

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

The pricing policy and other terms of transactions with the risk group entities are set in compliance with the market prices. As of 30 September 2011, cash loans and other receivables of the risk group represent 1% of DFS Group's total cash loans and bank deposits granted, the deposits and borrowings represent 0.2% of DFS Group's total deposits and borrowings. Non-cash loans granted to risk group companies represent 0.003% of the total balance.

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

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

SECTION SIX

OTHER DISCLOSURES AND FOOTNOTES

I. Other explanations related to DFS Group's operations

1. Explanations related to DFS Group's operations

In relation with the share purchase agreement signed with American Life Hayat Sigorta A.Ş. (Metlife) on 27 June 2011 for the sales of the equity shares of Deniz Emeklilik, the Bank also signed a life insurance agency agreement with Deniz Emeklilik on the same date with the share purchase agreement for distribution, marketing and sales of life insurance products via the branches of the Bank for 15 years based on a commission and profit sharing plan.

On 7 July 2011, the Bank signed a non-life insurance agency agreement with AXA Sigorta A.Ş. for distribution, marketing and sales of non-life insurance products via the branches of the Bank for 15 years. In accordance with this agreement, Deniz Finansal Kiralama A.Ş. will also assure leasing risk of customers limited with its own main operational activities via AXA Sigorta A.Ş. for 15 years. AXA Sigorta A.Ş. made an up-front payment of TL 55 million within the scope of 15 year agency agreement and will be sharing technical profit with Denizbank depending on the performance in the future years. The amount received upfront is deferred and will be recognized as income over the life of the agency agreement.

The Parent Bank raised the capital of its subsidiary Denizbank AG located in Austria by EUR 20,000,000 with the resolution of Board of Directors dated 6 July 2011.

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

Moody's*		Fitch Rating's**	
Long Term Foreign Currency Deposits	Ba3/Positive	Long Term Foreign Currency	BBB- /Positive
Short Term Foreign Currency Deposits	NP	Short Term Foreign Currency	F3
Long Term Local Currency Deposits	Baa2	Long Term Local Currency	BBB (follow-up)
Short Term Local Currency Deposits	Prime-2	Short Term Local Currency	F3
Financial Strength Rating	C-	Individual	C
Outlook	Stable	Financial Capacity	bbb-
		Support	2 (Negative follow-up)
		National	AAA (tour)
		Outlook	Constant

*As of 7 October 2010

**As of 13 October 2011

3. Subsequent Events

The main shareholder of the Bank, Dexia Group, has been applying a comprehensive restructuring plan, approved also by the European Commission, since 2008. Nevertheless, Dexia Board of Directors has authorized Dexia Management to set measures with the purpose of sustainable resolution of the structural problems of Dexia Group, due to the effects of public debts crisis affecting the financial markets. The Board of Directors executed a first set of measures in line with the decisions taken by the French, Belgian and Luxembourg states, aimed at stabilizing the Group's liquidity situation. In this respect, it has been decided to process the acquisition of Dexia SA's entire shareholding in Dexia Bank Belgium by the Belgian State for EUR 4 billion; to guarantee the debts of the Group up to EUR 90 billion for a period of ten years by the French, Belgian and Luxembourg states with respective rates of 60.5%, 36.5% and 3%; to authorize Group CEO to enter into exclusive negotiations with French Banks to maintain support for French operations and to initiate negotiations for the disposal of Dexia BIL (Banque Internationale à Luxembourg). In addition, Dexia Participation Belgique SA initiated studies for the evaluation of strategic options for its stake in Denizbank and authorized Bank of America Merrill Lynch and White & Case for this process. In addition, Dexia Participation Belgique SA initialized studies for the evaluation of strategic options for its stake in Denizbank and authorized Bank of America Merrill Lynch and White & Case for this process. According to the resolution of the Dexia Board of Directors, dated 19 October 2011, Dexia Group CEO was authorized to start the sale process of all shares of Dexia Group in Denizbank.

Within the frame of the investigation of the Competition Board to 8 banks where the Parent Bank is also included, an administrative fine has been paid as TL 2,160 on 21 October 2011. The Parent Bank filed a lawsuit of nullity at the Council of State in request for a stay of execution against the decision of the Competition Board for giving an administrative fine.

On 25 October 2011, the Parent Bank signed a syndication loan facility from the international markets with coordination of Wells Fargo and Standard Chartered, with a maturity of one year. The syndication loan consists of two tranches; amounting to EUR 433.5 million and USD 44 million, bearing interest at Euribor/Libor+1.3%.

On 12 October 2011, the Parent Bank decided to issue TL denominated bank bill and/or bonds in the domestic market up to TL 300,000 with different maturities. Accordingly, Denizbank obtained the required permission and the issuance of two tranches of discounted TL denominated bonds; amounting to TL 270,458 with 175 days maturity, bearing 10.81% basic interest rate; and TL 29,542 with 399 days maturity, bearing 11.03% basic interest rate was completed on 2 November 2011.

Bonds amounting to TL 350,000, issued on 6 May 2011 with 176 days maturity, bearing 8.43% basic interest rate has been repaid on 2 November 2011.

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

There are no significant fluctuations in the currency exchange rates after the balance sheet date that would affect the analysis and decision making process of the financial statement users.

SECTION SEVEN

INDEPENDENT AUDITORS' REVIEW REPORT

I. Information on the independent auditors' review report

DFS Group's consolidated financial statements and footnotes as of 30 September 2011 have been reviewed by DRT Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. (Member of Deloitte Touche Tohmatsu Limited) and the independent auditors' review report dated 4 November 2011 is presented in front of the financial statements.

II. Disclosures and footnotes prepared by independent auditor

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