

*(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 THREE MONTH
PERIOD ENDED
31 MARCH 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-31 MARCH 2011**

We have reviewed the consolidated balance sheet of Denizbank A.Ş. ("the Bank") and its subsidiaries (together "the Group") as of 31 March 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 31 March 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, 9 May 2011

DENİZBANK A.Ş.
CONSOLIDATED INTERIM FINANCIAL REPORT AS OF 31 MARCH 2011

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

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

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

	Subsidiaries	Associates	Jointly Controlled Companies
1	DenizBank AG, Vienna		
2	Eurodeniz International Banking Unit Ltd.		
3	Ekspres Yatırım Menkul Değerler A.Ş.		
4	Deniz Türev Menkul Değerler A.Ş.		
5	Deniz Yatırım Menkul Kıymetler A.Ş.		
6	CJSC Dexia bank, Moscow		
7	Deniz Portföy Yönetimi A.Ş.		
8	Deniz Finansal Kiralama A.Ş.		
9	Deniz Faktoring A.Ş.		
10	Deniz Emeklilik ve Hayat A.Ş.		
11	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**.

9 May 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

STEFAN L.G. DECRAENE
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

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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 31 March 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 TRY)	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

Prior Period

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

DENİZBANK ANONİM ŞİRKETİ
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
AS OF 31 MARCH 2011

(Currency: Thousands of TRY - Turkish Lira)

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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	--
Stefaan L.G. Decraene	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		
Stefaan L.G. Decraene	Member	--
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 deputy chairman of the Board of Directors instead of Hacı Ahmet Kılıçoğlu and Jozef M.A. Clijsters was appointed as the member of the Board of Directors. In the same general meeting of the Shareholders, Ayfer Yılmaz, Stefaan L.G. Decraene and Philippe J.E. Rucheton were appointed to the audit committee.

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 511 domestic and 1 foreign branch as of 31 March 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
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- VI. Consolidated Statements of Cash Flows

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

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See Note 3.1.2*

ASSETS	Footnotes	REVIEWED CURRENT PERIOD (31/03/2011)			AUDITED PRIOR PERIOD (31/12/2010)		
		TRY	FC	Total	TRY	FC	Total
I. CASH AND BALANCES WITH THE CENTRAL BANK	(5.1.1)	1,306,751	1,214,450	2,521,201	374,642	1,345,897	1,720,539
II. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)	(5.1.2)	547,859	366,366	914,225	370,548	270,255	640,803
2.1 Financial Assets Held For Trading		547,859	366,366	914,225	370,548	270,255	640,803
2.1.1 Public Sector Debt Securities		392,160	18,261	410,421	309,136	21,090	330,226
2.1.2 Share Certificates		20,543	2,462	23,005	13,700	2,152	15,852
2.1.3 Positive Value of Trading Purpose Derivatives		135,142	345,554	480,696	47,696	246,926	294,622
2.1.4 Other Securities		14	89	103	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	(5.1.3)	60,284	1,575,124	1,635,408	335,195	912,324	1,247,519
IV. DUE FROM MONEY MARKETS		377,929	5,404	383,333	1,232,636	-	1,232,636
4.1 Interbank Money Market		280	-	280	290	-	290
4.2 Istanbul Stock Exchange		-	-	-	-	-	-
4.3 Reverse Repurchase Agreements		377,649	5,404	383,053	1,232,346	-	1,232,346
V. FINANCIAL ASSETS AVAILABLE FOR SALE (Net)	(5.1.4)	2,976,057	174,547	3,150,604	2,959,145	306,883	3,266,028
5.1 Share Certificates		11,854	781	12,635	11,854	736	12,590
5.2 Public Sector Debt Securities		2,964,203	54,919	3,019,122	2,947,291	247,563	3,194,854
5.3 Other Securities		-	118,847	118,847	-	58,584	58,584
VI. LOANS AND RECEIVABLES	(5.1.5)	15,327,514	8,490,120	23,817,634	14,134,999	7,810,781	21,945,780
6.1 Loans and Receivables		15,074,723	8,434,845	23,509,568	13,867,086	7,754,001	21,621,087
6.1.1 Loans Utilized to the Bank's Risk Group		419	55,397	55,816	175	53,461	53,636
6.1.2 Public Sector Debt Securities		-	-	-	-	-	-
6.1.3 Others		15,074,304	8,379,448	23,453,752	13,866,911	7,700,540	21,567,451
6.2 Loans under Follow-Up		848,921	116,423	965,344	964,716	118,358	1,083,074
6.3 Specific Provisions (-)		596,130	61,148	657,278	696,803	61,578	758,381
VII. FACTORING RECEIVABLES		837,943	26,792	864,735	851,193	25,001	876,194
VIII. INVESTMENT HELD TO MATURITY (Net)	(5.1.6)	705,951	117,399	823,350	720,347	111,612	831,959
8.1 Public Sector Debt Securities		705,951	69,668	775,619	720,347	66,332	786,679
8.2 Other Securities		-	47,731	47,731	-	45,280	45,280
IX. INVESTMENTS IN ASSOCIATES (Net)	(5.1.7)	6,829	-	6,829	6,029	-	6,029
9.1 Associates accounted for Under Equity Method		-	-	-	-	-	-
9.2 Unconsolidated Associates		6,829	-	6,829	6,029	-	6,029
9.2.1 Financial Associates		941	-	941	941	-	941
9.2.2 Non-Financial Associates		5,888	-	5,888	5,088	-	5,088
X. INVESTMENTS IN SUBSIDIARIES (Net)	(5.1.8)	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)	(5.1.9)	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)	(5.1.10)	128,746	851,958	980,704	120,204	847,341	967,545
12.1 Financial Lease Receivables		160,569	957,368	1,117,937	151,507	961,441	1,112,948
12.2 Operational Lease Receivables		-	-	-	-	-	-
12.3 Others		-	-	-	-	-	-
12.4 Unearned Income (-)		31,823	105,410	137,233	31,303	114,100	145,403
XIII. HEDGING PURPOSE DERIVATIVES	(5.1.11)	83,863	10,721	94,584	187,578	10,942	198,520
13.1 Fair Value Hedge		-	-	-	-	-	-
13.2 Cash Flow Hedge		83,863	10,721	94,584	187,578	10,942	198,520
13.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XIV. TANGIBLE ASSETS (Net)		272,183	6,037	278,220	274,775	5,901	280,676
XV. INTANGIBLE ASSETS (Net)		38,650	5,680	44,330	35,739	5,855	41,594
15.1 Goodwill		-	-	-	-	-	-
15.2 Others		38,650	5,680	44,330	35,739	5,855	41,594
XVI. INVESTMENT PROPERTIES (Net)		-	-	-	-	-	-
XVII. TAX ASSETS	(5.1.12)	66,385	1,445	67,830	56,177	92	56,269
17.1 Current Tax Assets		1,552	385	1,937	-	-	-
17.2 Deferred Tax Assets		64,833	1,060	65,893	56,177	92	56,269
XVIII. ASSETS RELATED TO HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)	(5.1.13)	-	-	-	-	-	-
18.1 Held For Sale		-	-	-	-	-	-
18.2 Discontinued Operations		-	-	-	-	-	-
XIX. OTHER ASSETS	(5.1.14)	460,079	240,643	700,722	398,705	133,619	532,324
TOTAL ASSETS		23,205,772	13,086,686	36,292,458	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 31 MARCH 2011 AND 31 DECEMBER 2010
(Currency: Thousands of TRY - Turkish Lira)

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See Note 3.1.2*

LIABILITIES AND EQUITY	Footnotes	REVIEWED CURRENT PERIOD (31/03/2011)			AUDITED PRIOR PERIOD (31/12/2010)		
		TRY	FC	Total	TRY	FC	Total
I. DEPOSITS	(5.II.1)	11,870,318	9,569,752	21,440,070	10,833,600	9,235,260	20,068,860
1.1 Deposits of the Bank's Risk Group		35,419	2,963	38,382	42,701	1,943	44,644
1.2 Others		11,834,899	9,566,789	21,401,688	10,790,899	9,233,317	20,024,216
II. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING	(5.II.2)	85,263	215,362	300,625	57,807	121,357	179,164
III. FUNDS BORROWED	(5.II.3)	1,123,575	6,435,462	7,559,037	1,026,391	6,020,569	7,046,960
IV. DUE TO MONEY MARKETS		276,773	-	276,773	26,348	-	26,348
4.1 Interbank Money Market		-	-	-	-	-	-
4.2 Istanbul Stock Exchange		-	-	-	-	-	-
4.3 Reverse Repurchase Agreements		276,773	-	276,773	26,348	-	26,348
V. SECURITIES ISSUED (Net)		-	-	-	-	-	-
5.1 Bills		-	-	-	-	-	-
5.2 Asset Backed Securities		-	-	-	-	-	-
5.3 Bonds		-	-	-	-	-	-
VI. FUNDS		-	-	-	-	-	-
6.1 Borrowers Funds		-	-	-	-	-	-
6.2 Others		-	-	-	-	-	-
VII. SUNDRY CREDITORS		443,263	106,469	549,732	430,325	207,504	637,829
VIII. OTHER EXTERNAL RESOURCES	(5.II.4)	341,236	446,635	787,871	380,896	289,812	670,708
IX. FACTORING PAYABLES		-	-	-	-	-	-
X. LEASE PAYABLES (Net)	(5.II.5)	-	-	-	-	-	-
10.1 Financial Lease Payables		-	-	-	-	-	-
10.2 Operational Lease Payables		-	-	-	-	-	-
10.3 Others		-	-	-	-	-	-
10.4 Deferred Financial Leasing Expenses (-)		-	-	-	-	-	-
XI. HEDGING PURPOSE DERIVATIVES	(5.II.6)	102,950	10,534	113,484	170,545	10,035	180,580
11.1 Fair Value Hedge		-	-	-	-	-	-
11.2 Cash Flow Hedge		102,950	10,534	113,484	170,545	10,035	180,580
11.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XII. PROVISIONS	(5.II.7)	549,253	16,930	566,183	528,336	12,439	540,775
12.1 General Provisions		201,459	-	201,459	183,074	-	183,074
12.2 Restructuring Provisions		-	-	-	-	-	-
12.3 Reserve for Employee Benefits		49,798	1,207	51,005	43,481	1,115	44,596
12.4 Insurance Technical Provisions (Net)		74,678	353	75,031	65,732	345	66,077
12.5 Other Provisions		223,318	15,370	238,688	236,049	10,979	247,028
XIII. TAX LIABILITIES	(5.II.8)	90,217	11,377	101,594	67,134	5,457	72,591
13.1 Current Tax Liability		90,217	10,274	100,491	67,134	5,021	72,155
13.2 Deferred Tax Liability		-	1,103	1,103	-	436	436
XIV. PAYABLES RELATED TO HELD FOR SALE AND DISCONTINUED OPERATIONS		-	-	-	-	-	-
14.1 Held For Sale		-	-	-	-	-	-
14.2 Discontinued Operations		-	-	-	-	-	-
XV. SUBORDINATED LOANS		-	782,771	782,771	-	770,144	770,144
XVI. SHAREHOLDERS' EQUITY	(5.II.9)	3,613,408	200,910	3,814,318	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		185,595	857	186,452	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		49,062	6,380	55,442	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)		(151,909)	(5,523)	(157,432)	(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		2,104,690	70,137	2,174,827	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		4,559	53,948	58,507	4,735	30,573	35,308
16.4 Profit or Loss		590,831	129,916	720,747	856,385	119,404	975,789
16.4.1 Prior Periods' Profits / Losses		406,435	111,813	518,248	281,665	79,884	361,549
16.4.2 Current Period Profit / Loss		184,396	18,103	202,499	574,720	39,520	614,240
16.5 Minority Shares	(5.II.10)	16,192	-	16,192	16,056	-	16,056
TOTAL LIABILITIES AND EQUITY		18,496,256	17,796,202	36,292,458	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 31 MARCH 2011 AND 31 DECEMBER 2010

(Currency: Thousands of TRY- Turkish Lira)

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

	Footnotes	REVIEWED CURRENT PERIOD (31/03/2011)			AUDITED PRIOR PERIOD (31/12/2010)		
		TRY	FC	Total	TRY	FC	Total
A. OFF BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)		44,389,223	55,976,880	100,366,103	36,312,952	51,549,845	87,862,797
I. GUARANTEES	(5. III. 1)	3,316,155	5,592,979	8,909,134	2,931,821	4,703,888	7,635,709
1.1. Letters of Guarantee		3,312,329	3,193,321	6,505,650	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		211,776	108,995	320,771	166,976	89,888	256,864
1.1.3. Other Letters of Guarantee		3,100,553	3,084,326	6,184,879	2,761,692	2,562,565	5,324,257
1.2. Bank Acceptances		1,650	150,015	151,665	-	176,448	176,448
1.2.1. Import Letter of Acceptance		1,650	150,015	151,665	-	176,448	176,448
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		2,176	1,978,959	1,981,135	3,153	1,600,151	1,603,304
1.3.1. Documentary Letters of Credit		2,176	1,672,601	1,674,777	3,153	1,348,418	1,351,571
1.3.2. Other Letters of Credit		-	306,358	306,358	-	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		-	270,684	270,684	-	274,836	274,836
1.9. Other Sureties		-	-	-	-	-	-
II. COMMITMENTS	(5. III. 1)	32,881,401	27,287,588	60,168,989	26,630,636	24,799,868	51,430,504
2.1. Irrevocable Commitments		6,520,857	5,837,660	12,358,517	5,501,212	6,392,235	11,893,447
2.1.1. Asset Purchase and Sale Commitments		342,941	5,210,645	5,553,586	182,584	5,725,441	5,908,025
2.1.2. Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries		11,990	-	11,990	12,790	-	12,790
2.1.4. Loan Granting Commitments		1,671,633	209,653	1,881,286	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		899,800	-	899,800	791,430	-	791,430
2.1.8. Tax and Fund Obligations from Export Commitments		2,953	-	2,953	3,539	-	3,539
2.1.9. Commitments for Credit Card Limits		3,566,649	-	3,566,649	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		24,891	417,362	442,253	32,960	274,126	307,086
2.2. Revocable Commitments		26,360,544	21,449,928	47,810,472	21,129,424	18,407,633	39,537,057
2.2.1. Revocable Loan Granting Commitments		26,359,863	21,449,928	47,809,791	21,128,743	18,407,633	39,536,376
2.2.2. Other Revocable Commitments		681	-	681	681	-	681
III. DERIVATIVE FINANCIAL INSTRUMENTS		8,191,667	23,096,313	31,287,980	6,750,495	22,046,089	28,796,584
3.1 Hedging Purpose Derivatives		502,543	1,146,360	1,648,903	852,559	1,599,384	2,451,943
3.1.1 Fair Value Hedge		-	-	-	-	-	-
3.1.2 Cash Flow Hedge		502,543	1,146,360	1,648,903	852,559	1,599,384	2,451,943
3.1.3 Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
3.2 Trading Purpose Derivatives		7,689,124	21,949,953	29,639,077	5,897,936	20,446,705	26,344,641
3.2.1 Forward Foreign Currency Purchases/Sales		540,726	3,799,693	4,340,419	365,555	4,019,822	4,385,377
3.2.1.1 Forward Foreign Currency Purchases		108,572	2,062,852	2,171,424	80,947	2,113,470	2,194,417
3.2.1.2 Forward Foreign Currency Sales		432,154	1,736,841	2,168,995	284,608	1,906,352	2,190,960
3.2.2 Currency and Interest Rate Swaps		2,765,413	11,887,529	14,652,942	2,909,125	12,432,958	15,342,083
3.2.2.1 Currency Swaps-Purchases		349,177	5,439,275	5,788,452	356,335	5,764,201	6,120,536
3.2.2.2 Currency Swaps-Sales		2,416,236	3,241,053	5,657,289	2,552,790	3,462,587	6,015,377
3.2.2.3 Interest Rate Swaps-Purchases		-	1,603,601	1,603,601	-	1,603,085	1,603,085
3.2.2.4 Interest Rate Swaps-Sales		-	1,603,600	1,603,600	-	1,603,085	1,603,085
3.2.3 Currency, Interest Rate and Security Options		4,259,339	6,137,618	10,396,957	2,537,767	3,922,545	6,460,312
3.2.3.1 Currency Options-Purchases		2,175,896	2,952,737	5,128,633	1,249,185	1,904,118	3,153,303
3.2.3.2 Currency Options-Sales		2,082,551	3,026,907	5,109,458	1,283,652	1,866,929	3,150,581
3.2.3.3 Interest Rate Options-Purchases		892	78,987	79,879	4,930	75,749	80,679
3.2.3.4 Interest Rate Options-Sales		-	78,987	78,987	-	75,749	75,749
3.2.3.5 Securities Options-Purchases		-	-	-	-	-	-
3.2.3.6 Securities Options-Sales		-	-	-	-	-	-
3.2.4 Currency Futures		-	25,077	25,077	-	33,137	33,137
3.2.4.1 Currency Futures-Purchases		-	25,077	25,077	-	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		123,646	100,036	223,682	85,489	38,243	123,732
B. CUSTODY AND PLEDGED ITEMS (IV+V+VI)		71,938,554	18,787,750	90,726,304	65,236,039	17,197,430	82,433,469
IV. ITEMS HELD IN CUSTODY		10,616,359	877,970	11,494,329	8,105,927	794,795	8,900,722
4.1. Customers' Securities and Portfolios Held		-	-	-	-	-	-
4.2. Securities Held in Custody		9,432,985	233,237	9,666,222	7,243,415	228,646	7,472,061
4.3. Checks Received for Collection		434,440	509,572	944,012	429,459	405,571	835,030
4.4. Commercial Notes Received for Collection		499,896	133,965	633,861	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		248,827	1,196	250,023	21,704	47,031	68,735
4.8. Custodians		211	-	211	211	-	211
V. PLEDGED ITEMS		61,139,369	17,720,211	78,859,580	56,975,326	16,301,309	73,276,635
5.1. Securities		1,438,119	487,459	1,925,578	1,456,842	343,939	1,800,781
5.2. Guarantee Notes		38,812,215	6,725,682	45,537,897	36,561,031	6,085,125	42,646,156
5.3. Commodities		3,264,763	1,299,662	4,564,425	2,924,504	1,340,537	4,265,041
5.4. Warrants		-	-	-	-	-	-
5.5. Immovables		16,698,875	7,875,015	24,573,890	15,214,395	7,460,970	22,675,365
5.6. Other Pledged Items		925,397	1,332,393	2,257,790	818,554	1,070,738	1,889,292
5.7. Pledged Items-Depository		-	-	-	-	-	-
VI. ACCEPTED INDEPENDENT GUARANTEES AND WARRANTIES		182,826	189,569	372,395	154,786	101,326	256,112
TOTAL OFF BALANCE SHEET ITEMS (A+B)		116,327,777	74,764,630	191,092,407	101,548,991	68,747,275	170,296,266

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF INCOME
FOR THE PERIODS ENDED 31 MARCH 2011 AND 2010
(Currency: Thousands of TRY - Turkish Lira)

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

INCOME AND EXPENSE ITEMS	Footnotes	REVIEWED CURRENT PERIOD (01/01-31/03/2011)	REVIEWED PRIOR PERIOD (01/01-31/03/2010)
I. INTEREST INCOME	(5.IV.1)	754,519	749,447
1.1 Interest from Loans		603,223	540,183
1.2 Interest from Reserve Deposits		-	4,855
1.3 Interest from Banks		8,374	10,625
1.4 Interest from Money Market Transactions		4,008	11,972
1.5 Interest from Securities Portfolio		113,036	150,936
1.5.1 Trading Securities		6,440	12,002
1.5.2 Financial Assets at Fair Value Through Profit or Loss		-	-
1.5.3 Available for Sale Securities		83,507	91,121
1.5.4 Held to Maturity Securities		23,089	47,813
1.6 Interest from Financial Leases		19,958	22,089
1.7 Other Interest Income		5,920	8,787
II. INTEREST EXPENSE	(5.IV.2)	313,101	234,980
2.1 Interest on Deposits		248,574	189,269
2.2 Interest on Funds Borrowed		54,048	36,815
2.3 Interest on Money Market Transactions		4,495	650
2.4 Interest on Securities Issued		-	-
2.5 Other Interest Expense		5,984	8,246
III. NET INTEREST INCOME (I - II)		441,418	514,467
IV. NET FEES AND COMMISSION INCOME /EXPENSE	(5.IV.9)	98,090	73,143
4.1 Fees and Commissions Received		131,853	94,249
4.1.1 Non-Cash Loans		16,736	8,730
4.1.2 Other		115,117	85,519
4.2 Fees and Commissions Paid		33,763	21,106
4.2.1 Non-Cash Loans		209	78
4.2.2 Other		33,554	21,028
V. DIVIDEND INCOME		-	-
VI. TRADING INCOME/LOSS (Net)	(5.IV.3)	(5,500)	(35,109)
6.1 Profit / Loss on Securities Trading		19,478	21,229
6.2 Profit / Loss on Derivative Financial Transactions		(60,825)	(86,072)
6.3 Foreign Exchange Gains / Losses		35,847	29,734
VII. OTHER OPERATING INCOME	(5.IV.4)	141,236	99,795
VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)		675,244	652,296
IX. PROVISION FOR LOANS AND OTHER RECEIVABLES (-)	(5.IV.5)	133,246	192,847
X. OTHER OPERATING EXPENSES (-)	(5.IV.6)	287,278	248,629
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		254,720	210,820
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)		254,720	210,820
XVI. TAX PROVISION FOR CONTINUING OPERATIONS (±)	(5.IV.7)	(52,085)	(47,439)
16.1 Current Tax		(42,509)	(50,441)
16.2 Deferred Tax		(9,576)	3,002
XVII. NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XV±XVI)		202,635	163,381
XVIII. PROFIT FROM DISCONTINUED OPERATIONS		-	-
18.1 Assets Held for Sale		-	-
18.2 Profit on Sale of Associates, Subsidiaries and Joint Ventures		-	-
18.3 Other		-	-
XIX. LOSS FROM DISCONTINUED OPERATIONS (-)		-	-
19.1 Assets Held for Sale		-	-
19.2 Loss on Sale of Associates, Subsidiaries and Joint Ventures		-	-
19.3 Other		-	-
XX. P/L BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)		-	-
XXI. TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-
21.1 Current Tax		-	-
21.2 Deferred Tax		-	-
XXII. NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XX±XXI)		-	-
XXIII. NET PROFIT / LOSS (XVII+XXII)	(5.IV.8)	202,635	163,381
23.1 Group's Profit / Loss		202,499	163,381
23.2 Minority Shares		136	-
Earnings / Losses per Share (Per thousand share)		0.28	0.23

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 31 MARCH 2011 AND 2010
(Currency: Thousands of TRY - Turkish Lira)

Convenience Translation of
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Originally Issued in Turkish,
See Note 3.1.2

	REVIEWED CURRENT PERIOD (01/01-31/03/2011)	REVIEWED PRIOR PERIOD (01/01-31/03/2010)
I. ADDITIONS TO SECURITIES REVALUATION RESERVE FROM AVAILABLE FOR SALE INVESTMENTS	(63,841)	37,648
II. TANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
III. INTANGIBLE ASSETS REVALUATION DIFFERENCES	-	-
IV. FOREIGN EXCHANGE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS	23,199	(7,492)
V. PROFIT/LOSS RELATED TO DERIVATIVES USED IN CASH FLOW HEDGES (Effective portion of Fair Value Differences)	26,698	730
VI. PROFIT/LOSS RELATED TO DERIVATIVES USED IN HEDGE OF A NET INVESTMENT IN FOREIGN SUBSIDIARIES (Effective portion of Fair Value Differences)	(20,019)	11,175
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	10,784	(7,462)
X. NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+...+IX)	(23,179)	34,599
XI. CURRENT PERIOD PROFIT/LOSS	202,635	163,381
1.1 Net Change in Fair Value of Securities (Transfer to Profit & Loss)	31,473	20,157
1.2 Reclassification and Transfer of Derivatives Accounted for Cash Flow Hedge Purposes Recycled to Income Statement	(7,130)	-
1.3 Transfer of Hedge of Net Investment in Foreign Operations Recycled to Income Statement	-	-
1.4 Other	178,292	143,224
XII. TOTAL PROFIT AND LOSS ACCOUNTED FOR THE PERIOD (X±XI)	179,456	197,980

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 31 MARCH 2011 AND 2010
(Currency: Thousands of TRY - Turkish Lira)

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	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																		
I. REVIEWED PRIOR PERIOD (01/01-31/03/2010)																		
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	-	-	-	-	-	-	-	-	-	-	9,894	-	-	-	-	9,894	-	9,894
IV. Hedging Transactions (Effective Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	12,039	-	12,039	-	12,039
4.1 Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	864	-	864	-	864
4.2 Hedging of a Net Investment in Foreign Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	11,175	-	11,175	-	11,175
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	-	-	-	-	-	-	-	(7,492)	-	-	-	-	-	-	-	(7,492)	-	(7,492)
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	-	-	-	-	-	-	-	-	163,381	-	-	-	-	-	-	163,381	-	163,381
XVIII. Profit Distribution	-	-	-	-	26,588	-	505,181	-	(604,785)	73,016	-	-	-	-	-	-	-	-
18.1 Dividends Distributed	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2 Transfer to Reserves	-	-	-	-	26,588	-	505,181	-	(604,785)	73,016	-	-	-	-	-	-	-	-
18.3 Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the End of Period (III+IV+V+.....+XVIII+XIX+XX)	716,100	189,164	98,411	-	86,880	-	1,572,755	30,536	163,381	356,663	104,749	-	11	(172,880)	-	3,145,770	-	3,145,770
I. REVIEWED CURRENT PERIOD (01/01-31/03/2011)																		
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	-	-	-	-	-	-	-	-	-	-	(83,548)	-	-	-	-	(83,548)	-	(83,548)
IV. Hedging Transactions (Effective Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	12,827	-	12,827	-	12,827
4.1 Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	32,846	-	32,846	-	32,846
4.2 Hedging of a Net Investment in Foreign Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	(20,019)	-	(20,019)	-	(20,019)
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	-	-	-	-	-	-	-	23,199	-	-	-	-	-	-	-	23,199	-	23,199
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	-	-	-	-	-	-	-	-	202,499	-	-	-	-	-	-	202,499	136	202,635
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	58,507	202,499	518,248	55,442	856	11	(157,432)	-	3,798,126	16,192	3,814,318

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

DENİZBANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIODS ENDED 31 MARCH 2011 AND 2010
(Currency: Thousands of TRY - Turkish Lira)

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

	REVIEWED CURRENT PERIOD (01/01-31/03/2011)	REVIEWED PRIOR PERIOD (01/01-31/03/2010)
A. CASH FLOWS FROM BANKING OPERATIONS		
1.1 Operating Profit before Changes in Operating Assets and Liabilities (+)	444,199	556,269
1.1.1 Interest Received (+)	790,826	810,311
1.1.2 Interest Paid (-)	287,243	244,991
1.1.3 Dividend Received (+)	-	-
1.1.4 Fees And Commissions Received (+)	127,862	88,157
1.1.5 Other Income (+)	48,708	83,250
1.1.6 Collections from Previously Written-Off Loans and Other Receivables (+)	124,551	114,464
1.1.7 Payments to Personnel and Service Suppliers (-)	143,363	123,524
1.1.8 Taxes Paid (-)	11,472	10,390
1.1.9 Other (+/-)	(205,670)	(161,008)
1.2 Changes in Operating Assets and Liabilities	(152,383)	(218,295)
1.2.1 Net (Increase) Decrease in Trading Securities (+/-)	(140,371)	(47,518)
1.2.2 Net (Increase) Decrease in Financial Assets Designated at FV (+/-)	-	-
1.2.3 Net (Increase) Decrease in Banks (+/-)	31,372	(10,202)
1.2.4 Net (Increase) Decrease in Loans (+/-)	(1,984,011)	(1,092,506)
1.2.5 Net (Increase) Decrease in Other Assets (+/-)	(126,215)	(135,176)
1.2.6 Net Increase (Decrease) in Bank Deposits (+/-)	133,706	(150,967)
1.2.7 Net Increase (Decrease) in Other Deposits (+/-)	1,200,972	1,002,160
1.2.8 Net Increase (Decrease) in Funds Borrowed (+/-)	454,723	76,863
1.2.9 Net Increase (Decrease) in Due Payables (+/-)	-	-
1.2.10 Net Increase (Decrease) in Other Liabilities (+/-)	277,441	139,051
I. Net Cash (Used in)/Provided from Banking Operations (+/-)	291,816	337,974
B. CASH FLOWS FROM INVESTING ACTIVITIES		
II. Net Cash Provided from / (Used in) Investing Activities (+/-)	(42,425)	(301)
2.1 Cash Paid for Purchase of Investments, Associates and Subsidiaries (-)	800	-
2.2 Cash Obtained From Sale of Investments, Associates And Subsidiaries (+)	-	-
2.3 Fixed Assets Purchases (-)	16,497	12,121
2.4 Fixed Assets Sales (+)	799	527
2.5 Cash Paid for Purchase of Investments Available for Sale (-)	893,985	391,466
2.6 Cash Obtained From Sale of Investments Available for Sale (+)	868,058	402,759
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 (+/-)	69,478	(134,558)
3.1 Cash Obtained from Funds Borrowed and Securities Issued (+)	393,455	166,496
3.2 Cash Used for Repayment of Funds Borrowed and Securities Issued (-)	323,977	301,054
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 (+/-)	46,825	(10,023)
V. Net Increase / (Decrease) in Cash and Cash Equivalents	365,694	193,092
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	3,772,169	2,904,308

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

SECTION THREE

ACCOUNTING POLICIES

I. Basis of presentation

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

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

2. Additional paragraph for convenience translation to English

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

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

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

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

Financial Assets Subject to Reclassification	Amounts at the Date of Reclassification	Amounts at the Balance Sheet Date	Amounts If Reclassification Was Not Made
Cost	292,553	295,239	292,553
Disposal	--	(245,694)	(240,621)
Cost after Disposal		49,545	51,932
Fair Value	295,239	57,200	57,200
Current Year Profit / (Loss)	--	598	1,699
Prior Periods' Profits / (Losses)	(1,082)	404	3,569
Effect on Shareholders' Equity	--	6,653	--

3.2 Disclosures related to other reclassifications

Certain reclassifications have been made in the prior period's consolidated statement of cash flows to comply with the current period presentation.

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

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

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

1. Strategy for the use of financial instruments

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

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

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

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

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

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

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

2. Transactions denominated in foreign currencies

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

DFS Group accounts for the transactions denominated in foreign currencies in accordance with TAS 21 "The Effects of Changes in Foreign Exchange Rates". Foreign exchange gains and losses arising from transactions that are completed as of the balance sheet date are translated to TRY by using historical foreign currency exchange rates. Balances of the foreign currency denominated assets and liabilities are translated into TRY by using foreign currency exchange rates of the Parent Bank and the resulting exchange differences are recorded as foreign exchange gains and losses. The Parent Bank's foreign currency exchange rates are as follows.

	<u>31 March 2011</u>	<u>31 December 2010</u>	<u>31 March 2010</u>
US Dollar	1.5363 TL	TRY 1.5376	1.5157 TL
Euro	2.1822 TL	TRY 2.0551	2.0405 TL

2.2 Foreign exchange gains and losses included in the income statement

Net foreign exchange gains included in the income statement amounts to TRY 35,847 (1 January - 31 March 2010: net foreign exchange gain of TRY 29,734).

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

The assets and liabilities of foreign operations are translated to TRY at foreign exchange rates of the Parent Bank ruling at the balance sheet date. The revenues and expenses of foreign operations are translated to TRY at twelve monthly average foreign exchange rates of the Parent Bank. The foreign exchange differences derived from translation of income statements of consolidated subsidiaries, and arising from the difference between TRY equivalent of their equities and the Parent Bank's share in their net assets are recorded in "other profit reserves". As of 31 March 2011, total foreign exchange differences in equity amount to TRY 53,948 TL (31 December 2010 TRY 30,573).

The foreign exchange difference of TRY 4,559 (31 December 2010: TRY 4,735) arising from the translation of the financial statements of Bahrain branch of the Parent Bank to TRY is recorded in "other profit reserves".

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

III. Information regarding the consolidated subsidiaries

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

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

Intertech Bilgi İşlem ve Pazarlama Ticaret A.Ş. and Denizbank Kültür Sanat Ticaret A.Ş. which are also the subsidiaries of the 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.

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 31 March 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.

DFS Group does not have any assets held for sale or discontinued operations as of 31 March 2011 (31 December 2010: None).

XII. Explanations on goodwill and other intangible assets

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

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

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. (Burada tablo var)

As of 31 March 2011 the Parent Bank has an impairment provision of TRY 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 881 lawsuits against DFS Group with total risks amounting to TRY 61,289, US Dollar 2,125,899 and Euro 4,447,329 as of 31 March 2011. There are also 7,340 follow-up cases amounting to TRY 59,487, US Dollar 359,961 and Euro 1,142,046 in total that are filed by DFS Group and are at courts. DFS Group booked a provision amounting to TRY 5,051 for the continuing lawsuits (31 December 2010: TRY 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.

VII. Explanations on taxation

1. Current taxes

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

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

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

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

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

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

2. Deferred taxes

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

Individual deferred tax assets and liabilities of the consolidated entities have been offset in their separate financial statements, but have not been offset in the consolidated balance sheet. As a result of offsetting, deferred tax assets of TRY 65,893 (31 December 2010: TRY 56,269) and deferred tax liabilities of TRY 1,103 (31 December 2010: TRY 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.

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

XIX. Explanations on shares and share issuance

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

XX. Explanations on acceptances

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

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

XXI. Explanations on government grants

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

XXII. Explanations on segment reporting

Segment reporting is presented in Section Four, Footnote VI.

XXIII. Explanations on other matters

None.

SECTION FOUR

CONSOLIDATED FINANCIAL POSITION

I. Explanations related to the consolidated capital adequacy standard ratio

The consolidated capital adequacy ratio is 14.95% as of 31 March 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”.

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2. Consolidated and unconsolidated capital adequacy ratios

Risk Weighted Assets							
Consolidated							
	0%	10%	20%	50%	100%	150%	200%
Credit Risk Base							
Balance Sheet Items (Net)	5,444,261	--	1,956,725	5,459,108	19,185,531	63,220	15,000
Cash in Vault	402,456	--	3	--	--	--	--
Due Dated Financial Assets	--	--	--	--	--	--	--
Central Bank of the Republic of Turkey	1,384,368	--	--	--	--	--	--
Domestic and Foreign Banks, Foreign Branches	56,573	--	1,346,870	--	229,139	--	--
Interbank Money Market	280	--	--	--	--	--	--
Receivables from Reverse Repos	377,581	--	5,404	--	--	--	--
Reserve Deposits	734,373	--	--	--	--	--	--
Loans	1,468,600	--	315,071	5,348,518	15,858,669	63,220	15,000
Non-performing Loans (Net)	--	--	--	--	308,066	--	--
Receivables from Leasing Operations	--	--	--	--	958,840	--	--
Investments Available-for-Sale	--	--	--	--	12,635	--	--
Investments Held-to-Maturity	649,568	--	46,837	--	--	--	--
Receivables from Forward Sale of Assets	--	--	--	--	--	--	--
Miscellaneous Receivables	--	--	127,934	--	1,000,583	--	--
Accrued Interest and Other Income	138,776	--	7,524	110,590	340,991	--	--
Investments in Associates, Subsidiaries and Joint Ventures (Net)	--	--	--	--	15,578	--	--
Tangible Assets	--	--	--	--	209,681	--	--
Other Assets	231,686	--	107,082	--	251,349	--	--
Off-Balance Sheet Items	96,986	--	697,536	166,794	5,664,143	--	--
Non-Cash Loans and Commitments	96,986	--	232,123	166,794	5,505,695	--	--
Derivatives	--	--	465,413	--	158,448	--	--
Accounts Not Risk Weighted	--	--	--	--	--	--	--
Total Risk Weighted Assets	5,541,247	--	2,654,261	5,625,902	24,849,674	63,220	15,000

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Risk Weighted Assets							
The Parent Bank							
	0%	10%	20%	50%	100%	150%	200%
Credit Risk Base							
Balance Sheet Items (Net)	4,606,869	--	1,139,678	4,417,944	15,001,377	63,220	15,000
Cash in Vault	379,479	--	3	--	--	--	--
Due Dated Financial Assets	--	--	--	--	--	--	--
Central Bank of the Republic of Turkey	1,384,369	--	--	--	--	--	--
Domestic and Foreign Banks, Foreign Branches	10,947	--	591,424	--	491	--	--
Interbank Money Market	--	--	--	--	--	--	--
Receivables from Reverse Repos	367,000	--	--	--	--	--	--
Reserve Deposits	731,058	--	--	--	--	--	--
Loans	807,043	--	299,500	4,317,780	13,569,601	63,220	15,000
Non-performing Loans (Net)	--	--	--	--	241,703	--	--
Receivables from Leasing Operations	--	--	--	--	--	--	--
Investments Available-for-Sale	--	--	--	--	3,907	--	--
Investments Held-to-Maturity	580,124	--	7,607	--	--	--	--
Receivables from Forward Sale of Assets	--	--	--	--	--	--	--
Miscellaneous Receivables	--	--	127,934	--	121,369	--	--
Accrued Interest and Other Income	131,364	--	6,129	100,164	286,159	--	--
Investments in Associates, Subsidiaries and Joint Ventures (Net)	--	--	--	--	450,886	--	--
Tangible Assets	--	--	--	--	208,360	--	--
Other Assets	215,485	--	107,081	--	118,901	--	--
Off-Balance Sheet Items	96,986	--	647,901	166,794	5,521,596	--	--
Non-Cash Loans and Commitments	96,986	--	232,123	166,794	5,372,059	--	--
Derivatives	--	--	415,778	--	149,537	--	--
Accounts Not Risk Weighted	--	--	--	--	--	--	--
Total Risk Weighted Assets	4,703,855	--	1,787,579	4,584,738	20,522,973	63,220	15,000

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	28,318,307	25,891,350	23,297,688	21,350,082
Value at Market Risk	942,975	600,038	524,875	628,363
Value at Operational Risk	3,611,761	3,034,474	3,044,814	2,504,466
Shareholders' Equity	4,914,167	4,634,319	4,178,897	4,023,374
Shareholders' Equity / (RWA+VAMR+VAOR)*100	%14.95	%15.70	%15.55	%16.43

RWA: Risk Weighted Assets

VAMR: Value at Market Risk

VAOR: Value at Operational Risk

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4. Components of consolidated shareholders' equity

	Current Period	Prior Period
CORE CAPITAL		
Paid-in Capital	716,100	716,100
Nominal Capital	716,100	716,100
Capital Commitments (-)	--	--
Capital Reserves Arising From Inflation Adjustments to Paid-in Capital	189,164	189,164
Share Premium	98,411	98,411
Share Cancellation Profit	--	--
Legal Reserves	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	2,065,070	1,608,063
Reserve Appropriated at the General Assembly	2,006,563	1,572,755
Retained Earnings	--	--
Accumulated Losses	--	--
Foreign Currency Translation Differences	58,507	35,308
Inflation Component of Legal Reserves, Status Reserves and Extraordinary Reserves	--	--
Profit	720,747	975,789
Current Period Profit	202,499	614,240
Prior Periods' Profits	518,248	361,549
Free Provisions Booked for Possible Losses (Up to 25% of the Core Capital)	147,136	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	16,192	16,056
Loss that is not covered with reserves (-)	--	--
Net Current Period Loss	--	--
Prior Periods' Losses	--	--
Leasehold Improvements (-)	68,539	72,387
Prepaid Expenses (-)	--	41,998
Intangible Assets (-)	44,330	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	3,950,564	3,699,761
SUPPLEMENTARY CAPITAL		
General Reserves	201,459	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	752,164	701,528
45% of Securities Revaluation Reserve (100% If Negative)	24,949	62,546
Associates and Subsidiaries	--	--
Investments Available-for-Sale	24,949	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	978,583	947,159
TIER III CAPITAL (Including Minority Interest, If Any)	--	--

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CAPITAL	4,929,147	4,646,920
DEDUCTIONS FROM CAPITAL	14,980	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	12,445	12,601
Others	2,535	--
TOTAL SHAREHOLDERS' EQUITY	4,914,167	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	45,148
(II) Capital Obligation against Specific Risk - Standard Method	13,709
(III) Capital Obligation against Currency Risk - Standard Method	16,578
(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	3
(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)	75,438
(IX) Value-At-Market-Risk (12,5 x VIII) or (12,5 x VII)	942,975

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

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

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

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

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

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

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

3. Foreign exchange risk management strategy

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

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

US Dollar purchase rate as at the balance sheet date TRY 1.5363
Euro purchase rate as at the balance sheet date TRY 2.1822

<u>Date</u>	<u>US Dollar</u>	<u>Euro</u>
25 March 2011	1.5433	2.1842
28 March 2011	1.5485	2.1763
29 March 2011	1.5549	2.1929
30 March 2011	1.5483	2.1816
31 March 2011	1.5363	2.1822

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 March 2011 are TRY 1.5723 and TRY 2.2018, respectively.

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6. Information on currency risk

Current Period	EUR	USD	JPY	Other	Total
Assets					
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	1,102,300	100,212	220	11,718	1,214,450
Due from Banks and Other Financial Institutions	501,622	1,005,318	8,513	59,671	1,575,124
Financial Assets at Fair Value Through Profit or Loss	17,952	348,058	133	223	366,366
Interbank Money Market Placements	--	--	--	5,404	5,404
Investment Securities Available-for-Sale	48,156	55,279	--	71,112	174,547
Loans (*)	3,423,128	6,381,683	78,706	189,027	10,072,544
Investments in Subsidiaries and Associates	--	--	--	--	--
Investment Securities Held-to-Maturity	109,662	7,737	--	--	117,399
Hedging Purpose Financial Derivatives	--	10,721	--	--	10,721
Tangible Assets	5,425	35	--	577	6,037
Intangible Assets	2,638	280	--	2,762	5,680
Other Assets (**)	602,083	590,491	90	54,753	1,247,417
Total Assets	5,812,966	8,499,814	87,662	395,247	14,795,689
Liabilities					
Bank Deposits	25,963	126,959	1	4,673	157,596
Foreign Currency Deposits	5,765,141	3,454,518	2,704	189,793	9,412,156
Interbank Money Markets	--	--	--	--	--
Funds Borrowed from Other Financial Institutions	2,604,710	4,563,746	494	49,283	7,218,233
Marketable Securities Issued	--	--	--	--	--
Miscellaneous Payables	25,775	77,506	1,610	1,578	106,469
Hedging Purpose Financial Derivatives	--	10,534	--	--	10,534
Other Liabilities (***)	52,010	634,899	252	3,143	690,304
Total Liabilities	8,473,599	8,868,162	5,061	248,470	17,595,292
Net "On Balance Sheet Position"	(2,660,633)	(368,348)	82,601	146,777	(2,799,603)
Net "Off-Balance Sheet Position"	2,781,402	522,928	(84,899)	(94,089)	3,125,342
Financial Derivatives (Assets)	5,517,005	8,090,677	533,240	1,575,228	15,716,150
Financial Derivatives (Liabilities)	2,735,603	7,567,749	618,139	1,669,317	12,590,808
Non-Cash Loans	1,695,007	3,730,324	26,097	141,551	5,592,979
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 TRY 1,582,424 are included.

(**) : Foreign currency indexed factoring receivables amounting to TRY 126,579 are included.

(***) : Equity in foreign currencies, amounting to TRY 200,910 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.

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

Current Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non- Interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	734,374	--	--	--	--	1,786,827	2,521,201
Due from Banks and Other Fin.Inst.	1,048,640	47,961	31,710	29,241	--	477,856	1,635,408
Financial Assets at Fair Value Through Profit or Loss	210,825	118,681	461,271	73,852	26,591	23,005	914,225
Interbank Money Market Placements	383,333	--	--	--	--	--	383,333
Investment Securities Av.-for-Sale	473,515	382,089	1,155,418	1,118,307	8,640	12,635	3,150,604
Loans	4,557,467	2,997,646	4,831,036	7,941,426	3,181,993	308,066	23,817,634
Investment Securities Held-to-Mat.	32,918	6,585	783,847	--	--	--	823,350
Other Assets (*)	168,540	336,251	749,339	634,550	65,973	1,092,050	3,046,703
Total Assets	7,609,612	3,889,213	8,012,621	9,797,376	3,283,197	3,700,439	36,292,458
Liabilities							
Bank Deposits	246,515	172,157	10,679	--	--	69,549	498,900
Other Deposits	10,746,361	2,783,260	2,540,147	1,332,882	87,331	3,451,189	20,941,170
Interbank Money Market Placements	276,773	--	--	--	--	--	276,773
Miscellaneous Payables	7,616	--	--	--	--	542,116	549,732
Marketable Securities Issued	--	--	--	--	--	--	--
Funds Borrowed from Other Fin.Inst.	1,852,168	2,563,634	2,600,680	1,212,496	112,830	--	8,341,808
Other Liabilities (**)	55,357	33,081	218,599	162,864	9,169	5,205,005	5,684,075
Total Liabilities	13,184,790	5,552,132	5,370,105	2,708,242	209,330	9,267,859	36,292,458
On Balance Sheet Long Position	--	--	2,642,516	7,089,134	3,073,867	--	12,805,517
On Balance Sheet Short Position	(5,575,178)	(1,662,919)	--	--	--	(5,567,420)	(12,805,517)
Off-Balance Sheet Long Position	--	--	--	--	--	--	--
Off-Balance Sheet Short Position	--	--	--	--	--	--	--
Total Interest Sensitivity Gap	(5,575,178)	(1,662,919)	2,642,516	7,089,134	3,073,867	(5,567,420)	--

(*) 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, hedging purpose derivatives and other assets with balances of TRY 278,220, TRY 44,330, TRY 9,629, TRY 67,830, TRY 5,949, TRY 37,912 and TRY 648,180 respectively.

(**) Other liabilities/non-interest bearings include; Shareholders' Equity, Tax Liabilities, Provisions and other liabilities of TRY 3,814,318, TRY 101,594, TRY 566,183, and TRY 722,910, respectively.

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Prior Period	Up to 1 Month	1-3 Months	3-12 Months	1-5 Years	5 Years and Over	Non- Interest Bearing	Total
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	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							
On Balance Sheet Long Position	--	--	2,479,869	6,754,141	2,961,950	--	12,195,960
On Balance Sheet Short Position							
On Balance Sheet Short Position	(4,365,328)	(780,490)	--	--	--	(7,050,142)	(12,195,960)
Off-Balance Sheet Long Position							
Off-Balance Sheet Long Position	--	--	--	--	--	--	--
Off-Balance Sheet Short 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, Tax Assets, Investments in Subsidiaries, Assets Held for Resale and other assets with balances of TRY 280,676, TRY 41,594, TRY 8,829, TRY 56,269, TRY 5,949, TRY 27,312, and TRY 422,941 respectively.

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

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4. Average interest rates applied to monetary financial instruments

	EUR %	USD %	JPY %	TRY %
Current Period				
Assets				
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	--	--	--	--
Due from Banks and Other Financial Institutions	1.74	2.04	--	8.30
Financial Assets at Fair Value Through Profit or Loss	4.96	3.87	--	7.84
Interbank Money Market Placements	--	--	--	6.68
Investment Securities Available-for-Sale	4.73	3.67	--	9.35
Loans	4.74	4.42	5.15	14.15
Investment Securities Held-to-Maturity	4.44	8.58	--	15.00
Liabilities				
Bank Deposits	2.95	3.44	--	7.73
Other Deposits	2.63	3.18	0.10	8.19
Interbank Money Market Placements	--	--	--	6.27
Miscellaneous Payables	--	--	--	--
Marketable Securities Issued	--	--	--	--
Funds Borrowed from Other Financial Institutions	2.15	1.48	2.69	8.68
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 11% of the balance sheet is allocated to cash and balances with banks, 10 % 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 11% of balance sheet is allocated to cash balances, 10% to investment securities which are easily convertible into cash in order to meet any urgent liquidity needs. The available borrowing limits (such as Central Bank of the Republic of Turkey and ISE repurchase market) are not used. DFS Group's short-term liquidity needs are mainly met with deposits and short-term funds borrowed from foreign banks.

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

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

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

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

Current Period	Demand	Up to 1 Month	1-3 Months	3-12 Months	1-5 Year	5 Years and Over	Undist. (*)	Total
Assets								
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of the Republic of Turkey	1,786,827	734,374	--	--	--	--	--	2,521,201
Due from Banks and Other Fin.Inst.	477,856	1,026,527	47,915	53,581	29,235	294	--	1,635,408
Financial Assets at Fair Value Through Profit or Loss	--	209,725	118,143	433,722	102,712	26,918	23,005	914,225
Interbank Money Market Placements	--	383,333	--	--	--	--	--	383,333
Investment Securities Av.-for-Sale	--	12,164	106,882	840,544	1,978,976	199,403	12,635	3,150,604
Loans	308,066	3,435,368	1,667,993	5,465,709	9,140,249	3,800,249	--	23,817,634
Investment Securities Held-to-Mat.	--	--	6,583	585,983	138,670	92,114	--	823,350
Other Assets (*)	624,314	165,952	332,325	742,736	646,637	67,003	467,736	3,046,703
Total Assets	3,197,063	5,967,443	2,279,841	8,122,275	12,036,479	4,185,981	503,376	36,292,458
Liabilities								
Bank Deposits	69,549	246,509	172,163	10,679	--	--	--	498,900
Other Deposits	3,451,189	10,746,366	2,731,188	2,513,779	1,411,315	87,333	--	20,941,170
Funds Borrowed from Other Fin.Inst.	--	543,760	109,718	2,958,041	3,409,031	1,321,258	--	8,341,808
Interbank Money Market Placements	--	276,773	--	--	--	--	--	276,773
Marketable Securities Issued	--	--	--	--	--	--	--	--
Miscellaneous Payables	484,472	7,616	--	--	--	--	57,644	549,732
Other Liabilities	1,253,496	102,074	67,066	218,689	139,122	32,911	3,870,717	5,684,075
Total Liabilities	5,258,706	11,923,098	3,080,135	5,701,188	4,959,468	1,441,502	3,928,361	36,292,458
Net Liquidity Gap	(2,061,643)	(5,955,655)	(800,294)	2,421,087	7,077,011	2,744,479	(3,424,985)	--
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.

VI. Explanations related to the consolidated segment reporting

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

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

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

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

Segment information of the Group as of 31 March 2011 is presented in the following table:

			Treasury and Investment Banking	
Current Period (01.01.2011 - 31.03.2011)	Retail Banking	Corporate Banking		Total
Operating income	408,714	197,086	69,444	675,244
Operating profit before taxes	117,173	101,149	36,398	254,720
Dividend income	--	--	--	--
Provision for taxes on income	--	--	--	(52,085)
Net profit for the period				202,635
Current Period (31.03.2011)				
Segment assets	11,673,171	13,989,902	9,522,705	35,185,778
Subsidiaries, associates and JVs	--	--	--	15,578
Undistributed assets	--	--	--	1,091,102
Total assets				36,292,458
Segment liabilities	14,002,631	6,938,539	9,531,590	30,472,760
Undistributed liabilities	--	--	--	2,005,380
Shareholders' equity	--	--	--	3,814,318
Total liabilities				36,292,458

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			Treasury and Investment Banking	Total
Prior Period (01.01.2010 - 31.03.2010)	Retail Banking	Corporate Banking		
Operating income	370,157	158,068	124,071	652,296
Operating profit before taxes	49,813	42,479	118,528	210,820
Dividend income	--	--	--	--
Provision for taxes on income	--	--	--	(47,439)
Net profit for the period				163,381
Prior Period (31.12.2010)				
Segment assets	10,574,197	13,215,322	9,138,004	32,927,523
Subsidiaries, associates and JVs	--	--	--	14,778
Undistributed assets	--	--	--	910,863
Total assets				33,853,164
Segment liabilities	13,170,021	6,543,225	8,558,810	28,272,056
Undistributed liabilities	--	--	--	1,921,903
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	
	TRY	FC	TRY	FC
Cash in TRY / Foreign Currency	184,415	218,041	195,813	287,237
Central Bank of the Republic of Turkey	1,122,336	996,406	178,829	1,058,636
Other (*)	--	3	--	24
Total	1,306,751	1,214,450	374,642	1,345,897

(*) Includes TRY 3 of cheques purchased (31 December 2010: TRY 24).

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

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Unrestricted Demand Deposits	1,122,336	265,348	178,829	279,536
Unrestricted Time Deposits	--	--	--	--
Restricted Time Deposits	--	731,058	--	779,100
Total	1,122,336	996,406	178,829	1,058,636

1.2 Information on Central Bank of the Republic of Turkey

As of 31 March 2011, all banks operating in Turkey should provide a reserve in a range of 5% to 12% depending on the terms of the deposits for their liabilities in Turkish Lira and 11% in terms of US Dollars and Euro for their liabilities in foreign currencies. CBRT does not make interest payment for the foreign currency reserve deposits.

With the amendment dated 21 April 2011, related to "Announcement on Reserve Deposits", reserve deposit rates have been defined in a range of 5% to 16% for liabilities in Turkish Lira and in a range of 11% to 12% for liabilities in foreign currencies 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	
	TRY	FC	TRY	FC
Share Certificates	--	--	--	--
Bonds, Treasury Bills and Similar Marketable Securities	11,305	378	11,662	17,616
Other	--	--	--	--
Total	11,305	378	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.

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2.2 Trading securities subject to repurchase agreements

None.(31 December 2010 none.)

2.3 Positive value of trading purpose derivatives

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Forward Transactions	1,743	35,760	544	27,872
Swap Transactions	131,431	211,639	45,347	162,662
Futures Transactions	--	--	--	--
Options	1,968	98,155	1,805	56,392
Other	--	--	--	--
Total	135,142	345,554	47,696	246,926

3. Information on Banks

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Banks				
Domestic	56,200	723,711	132,332	198,419
Foreign	4,084	851,413	202,863	713,905
Foreign head offices and branches	--	--	--	--
Total	60,284	1,575,124	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 TRY 114,966 (31 December 2010: TRY 466,459).

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

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Share certificates	--	--	--	--
T-bills, Bonds and Similar Securities	71,192	43,774	255,918	210,541
Other	--	--	--	--
Total	71,192	43,774	255,918	210,541

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

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Government Bonds	16,129	--	22,208	--
Treasury Bills	--	--	--	--
Other Debt Securities	--	--	--	--
Bonds Issued or Guaranteed by Banks	--	--	--	--
Asset Backed Securities	--	--	--	--
Other	--	--	--	--
Total	16,129	--	22,208	--

4.5 Information on available-for-sale securities

	Current Period	Prior Period
Debt instruments	3,170,116	3,260,719
Quoted on Stock Exchange	3,170,116	3,260,719
Unquoted on Stock Exchange	--	--
Share certificates	12,635	12,590
Quoted on Stock Exchange	--	--
Unquoted on Stock Exchange	12,635	12,590
Impairment provision (-)	32,147	7,281
Total	3,150,604	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	--	39	--	39
Loans Granted to Employees	34,360	16	34,233	16
Total	34,360	55	34,233	55

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

	Standard Loans and Other Receivables		Loans and Other Receivables Under Close Monitoring	
	Loans and Other Receivables	Restructured or Rescheduled	Loans and Other Receivables	Restructured or Rescheduled
Cash Loans				
Non-specialized Loans	21,218,111	36,791	864,411	10,680
Discount Notes	122,065	--	267	--
Export Loans	618,194	--	92,184	--
Import Loans	1,046	--	--	--
Loans Given to Financial Sector	266,976	--	--	--
Foreign Loans	214,973	1,361	--	--
Consumer Loans	5,352,722	32,012	234,675	7,146
Credit Cards	1,097,728	--	33,269	--
Precious Metal Loans	25,868	--	72	--
Other	13,518,539	3,418	503,944	3,534
Specialization Loans	1,296,918	--	63,597	--
Other Receivables	19,060	--	--	--
Total	22,534,089	36,791	928,008	10,680

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

	Short Term	Medium or Long Term	Total
Consumer Loans-TRY	115,529	5,026,593	5,142,122
Real estate Loans	4,523	2,288,595	2,293,118
Vehicle Loans	3,841	336,714	340,555
General Purpose Loans	93,638	2,401,284	2,494,922
Other	13,527	--	13,527
Consumer Loans-Indexed to FC	1,606	282,000	283,606
Real estate Loans	--	273,011	273,011
Vehicle Loans	--	1,246	1,246
General Purpose Loans	1,606	7,743	9,349
Other	--	--	--
Consumer Loans-FC	--	43,577	43,577
Real estate Loans	--	24,252	24,252
Vehicle Loans	--	--	--
General Purpose Loans	--	727	727
Other	--	18,598	18,598
Individual Credit Cards-TRY	1,038,728	37,898	1,076,626
Installment	351,446	37,898	389,344
Non installment	687,282	--	687,282
Individual Credit Cards-FC	388	--	388
Installment	2	--	2
Non installment	386	--	386
Loans Given to Employees-TRY	1,698	17,901	19,599
Real estate Loans	--	3,173	3,173
Vehicle Loans	2	168	170
General Purpose Loans	1,696	14,560	16,256
Other	--	--	--
Loans Given to Employees - Indexed to FC	--	--	--
Real estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	--	--
Loans Given to Employees - FC	--	123	123
Real estate Loans	--	--	--
Vehicle Loans	--	--	--
General Purpose Loans	--	--	--
Other	--	123	123
Personnel Credit Cards - TRY	13,538	236	13,774
Installment	5,894	236	6,130
Non installment	7,644	--	7,644
Personnel Credit Cards - FC	7	--	7
Installment	--	--	--
Non installment	7	--	7
Overdraft Loans-TRY (Real Persons) (*)	136,934	--	136,934
Overdraft Loans-FC (Real Persons)	594	--	594
Total	1,309,022	5,408,328	6,717,350

(*) Overdrafts used by the personnel of the Parent Bank is TRY 857 (31 December 2010: TRY 1,068).

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5.4 Information on installment commercial loans and corporate credit cards

	Short Term	Medium or Long Term	Total
Installment Commercial Loans - TRY	110,415	1,562,896	1,673,311
Real estate Loans	263	159,201	159,464
Vehicle Loans	8,536	202,817	211,353
General Purpose Loans	101,616	1,074,863	1,176,479
Other	--	126,015	126,015
Installment Commercial Loans - Indexed to FC	37,138	462,478	499,616
Real estate Loans	209	24,553	24,762
Vehicle Loans	926	44,430	45,356
General Purpose Loans	36,003	379,781	415,784
Other	--	13,714	13,714
Installment Commercial Loans - FC	--	9,430	9,430
Real estate Loans	--	6,024	6,024
Vehicle Loans	--	--	--
General Purpose Loans	--	96	96
Other	--	3,310	3,310
Corporate Credit Cards - TRY	39,922	144	40,066
Installment	5,228	144	5,372
Non installment	34,694	--	34,694
Corporate Credit Cards - FC	136	--	136
Installment	--	--	--
Non installment	136	--	136
Overdraft Loans-TRY (Legal Entities)	180,689	--	180,689
Overdraft Loans-FC (Legal Entities)	603	--	603
Total	368,903	2,034,948	2,403,851

5.5 Domestic and foreign loans

	Current Period	Prior Period
Domestic Loans	23,293,234	20,987,108
Foreign Loans	216,334	633,979
Total	23,509,568	21,621,087

5.6 Loans granted to subsidiaries and associates

	Current Period	Prior Period
Direct loans granted to subsidiaries and associates	248	--
Indirect loans granted to subsidiaries and associates	--	--
Total	248	--

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5.7 Specific provisions for loans

Specific Provisions	Current Period	Prior Period
Loans and Receivables with Limited Collectability	37,407	30,648
Loans and Receivables with Doubtful Collectability	82,425	90,645
Uncollectible Loans and Receivables	537,446	637,088
Total	657,278	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	1,002	1,162	9,942
(Gross Amounts Before Specific Reserves)			
Restructured Loans and Other Receivables	--	--	--
Rescheduled Loans and Other Receivables	1,002	1,162	9,942
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 (+)	103,289	6,906	12,819
Transfers from Other Categories of Non-Performing Loans (+)	--	69,174	69,907
Transfers to Other Categories of Non-Performing Loans (-)	69,174	69,907	--
Collections (-)	29,860	29,468	65,223
Write-offs (-) (*)	4	18	116,171
<i>Corporate and Commercial Loans</i>	4	14	33,249
<i>Retail Loans</i>	--	--	55,599
<i>Credit Cards</i>	--	4	27,319
<i>Other</i>	--	--	4
Balances at End of the Period	101,749	178,680	684,915
Specific Provisions (-)	37,407	82,425	537,446
Net Balance on Balance Sheet	64,342	96,255	147,469

(*)The Parent Bank sold TRY 116,193 of its credit cards, individual 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 TRY 10,573 with the sales agreement dated 31 March 2011.

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

	Group III	Group IV	Group V
	Loans and receivables with limited collectability	Loans and receivables with doubtful collectability	Uncollectible loans and receivables
Current Period			
Balance as of the Period End	3,013	15,346	98,064
Specific Provisions (-)	137	10,435	50,576
Net Balance on Balance Sheet	2,876	4,911	47,488
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)	64,342	96,255	147,469
Loans Granted to Real Persons and Legal Entities (Gross)	101,430	169,502	683,035
Specific provisions (-)	37,088	73,247	535,566
Loans Granted to Real Persons and Legal Entities (Net)	64,342	96,255	147,469
Banks (Gross)	--	--	--
Specific provisions (-)	--	--	--
Banks (Net)	--	--	--
Other Loan and Receivables (Gross)	319	9,178	1,880
Specific provisions (-)	319	9,178	1,880
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 TRY 320,461 (31 December 2010: TRY 9,144).

6.1.2 Information on securities subject to given as collateral or blocked

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Bills	--	--	--	--
Bonds and Similar Marketable Securities	197,335	22	201,009	22
Other	--	--	--	--
Total	197,335	22	201,009	22

6.2 Information on government securities held-to-maturity

	Current Period	Prior Period
Government Bonds	775,619	786,679
Treasury Bills	--	--
Other Government Debt Securities	--	--
Total	775,619	786,679

6.3 Information on investment securities held-to-maturity

	Current Period	Prior Period
Debt Securities	823,350	831,959
Quoted on Stock Exchange	705,951	720,347
Unquoted on Stock Exchange	117,399	111,612
Impairment (-)	--	--
Total	823,350	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 (*)	(8,609)	64,676
Purchases	--	--
Disposals/Redemptions	--	(22,409)
Impairment losses (-)	--	--
Balance at the end of the period	823,350	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 TRY 552,934, to the "investment securities held-to-maturity" portfolio due to change in the intention of holding, effective from 1 October 2008. The negative valuation differences amounting to TRY 39,455 under equity accrued until the date of transfer will be amortized and recycled to profit/loss until the maturities of these securities. As of the balance sheet date, the remaining negative valuation difference under equity is TRY 14,913.

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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-Emeklilik Gözetim Merkezi A.Ş.	İstanbul/Turkey	--	8
4-Kredi Garanti Fonu A.Ş.	Ankara/Turkey	2	--

	Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Income on Securities Portfolio	Current Period Profit/Loss	Prior Period Profit/Loss	Fair Value
1	44,767	36,805	1,998	2,555	--	14,132	9,103	--
2	429	425	--	2	--	(5)	345	--
3	6,070	5,184	577	61	--	882	647	--
4	140,922	135,790	3,090	900	--	2,685	7,848	--

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

7.2 Investments in consolidated associates

There are no investments in consolidated associates.

8. Investments in subsidiaries

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	7,766	2,588	3,418	4	--	(99)	5,240	--
2	1,331	1,295	271	--	--	(12)	(36)	--
3	137,535	(35,474)	123,575	151	--	(4,551)	(458)	--

Information on the financial statements are presented as of the period ended 31 March 2011.

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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	72	28	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 Deniz Türev Menkul Değerler A.Ş.	Istanbul / Turkey	88	12	Full consolidation
5 Ekspres Yatırım Menkul Değerler A.Ş.	Istanbul / Turkey	71	29	Full consolidation
6 CJSC Dexia Bank	Moscow / Russia	49	51	Full consolidation
7 Deniz Portföy Yönetimi A.Ş.	Istanbul / Turkey	--	100	Full consolidation
8 Deniz Finansal Kiralama A.Ş.	Istanbul / Turkey	84	16	Full consolidation
9 Deniz Faktoring A.Ş.	Istanbul / Turkey	100	--	Full consolidation
10 Deniz Emeklilik ve Hayat A.Ş.	Istanbul / Turkey	100	--	Full consolidation
11 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	5,551,075	357,568	8,063	45,941	1,197	12,721	5,022	--
2	1,657,285	3,917	106	14,484	--	30	115	--
3	63,672	54,638	389	1,263	104	3,916	3,711	--
4	9,286	9,162	9	179	5	(2)	(133)	--
5	45,482	43,282	84	510	(3)	670	624	--
6	472,091	81,839	3,340	5,544	1,080	3,531	1,938	--
7	3,057	2,252	7	45	--	112	(335)	--
8	1,940,490	352,796	55	28,887	--	10,200	11,757	--
9	922,317	149,562	159	21,568	--	9,794	9,029	--
10	203,925	71,016	1,569	2,253	344	6,754	5,479	--
11	32,304	32,382	--	350	410	271	977	--

Information on the financial statements are presented as of the period ended 31 March 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	3,440	47,555
Purchases	--	38,358
Bonus Shares Received	--	--
Dividends from Current Year Profit	--	--
Sales	--	--
Revaluation Increase, Effect of Inflation and F/X Difference	3,440	(1,442)
Other (*)	--	10,639
Allowance for impairment	--	--
Balance at the End of the Period	570,793	567,353
Capital Commitments	9,990	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.

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

	Current Period	Prior Period
Banks	254,080	251,988
Insurance Companies	13,819	13,819
Factoring Companies	26,107	26,107
Leasing Companies	226,929	226,929
Finance Companies	--	--
Other Subsidiaries	49,858	48,510
Total	570,793	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	11,987	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

None.

8.2.5 Consolidated subsidiaries acquired during the current period

None.

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	8,919	7,134	2,594	2,786	(1,157)

Information on the financial statements are presented as of the period ended 31 March 2011.

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

9.2 Information on consolidated entities under common control (business association)

There are no entities under common control which are consolidated.

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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	444,368	371,446	408,426	336,703
Between 1-4 years	602,018	545,193	625,462	560,395
Over 4 years	71,551	64,065	79,060	70,447
Total	1,117,937	980,704	1,112,948	967,545

10.2 Information on net investments in finance lease receivables

	Current Period	Prior Period
Gross finance lease receivable	1,117,937	1,112,948
Unearned finance income (-)	137,233	145,403
Cancelled leasing agreements (-)	--	--
Net investment on finance leases	980,704	967,545

10.3 Information on finance lease agreements of the Parent Bank

None.

11. Information on hedging purpose derivatives

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Fair Value Hedge	--	--	--	--
Cash Flow Hedge	83,863	10,721	187,578	10,942
Hedging of a Net Investment in Foreign Subsidiaries	--	--	--	--
Total	83,863	10,721	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 TRY 65,893 (31 December 2010: TRY 56,269) and deferred tax liability is TRY 1,103 (31 December 2010: TRY 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	45,714	47,552
Valuation Differences of Financial Assets	15,219	16,042
Provision for Employee Benefits	9,506	8,373
Other	10,196	16,998
	80,635	88,965
Deferred Tax Liabilities:		
Valuation Differences of Tangible Assets	(3,803)	(4,406)
Valuation Differences of Derivatives	(12,042)	(28,726)
	(15,845)	(33,132)
Net Deferred Tax Assets	64,790	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 assets held for sale and non-current assets related to discontinued operations**
DFS Group has no assets held for sale or discontinued operations during the current period.
- 14.** **Information on other assets**
- 14.1** *Information on prepaid expense, taxes and similar items*
DFS Group's total prepaid expenses are TRY 71,267. (31 December 2010: TRY 41,998).
- 14.2** Other assets do not exceed 10% of total assets excluding the off-balance sheet items.

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II. Explanations and disclosures related to consolidated liabilities

1. Information on maturity structure of deposits

Current Period	Demand	7	Up to 1 Month	1-3 Months	3-6 Months	6 Months -1 Year	1 Year and Over	Accumulated Deposit Accounts	Total
		Days Notice							
Saving Deposits	604,179	--	911,635	5,242,135	137,637	39,737	12,848	--	6,948,171
Foreign Currency									
Deposits	1,871,817	--	1,264,662	2,392,668	207,720	1,574,423	2,050,649	--	9,361,939
Residents in									
Turkey	986,258	--	1,204,112	2,177,761	113,732	103,676	216,470	--	4,802,009
Residents Abroad	885,559	--	60,550	214,907	93,988	1,470,747	1,834,179	--	4,559,930
Public Sector									
Deposits	168,454	--	49,442	34,237	20,620	35	450	--	273,238
Commercial									
Deposits	726,548	--	889,565	1,651,336	411,979	41,284	360,313	--	4,081,025
Other Ins. Deposits	29,974	--	31,820	145,136	6,554	31	13,065	--	226,580
Precious Metal									
Deposits	50,217	--	--	--	--	--	--	--	50,217
Bank Deposits	69,549	--	171,938	206,608	45,730	4,055	1,020	--	498,900
Central Bank	--	--	--	--	--	--	--	--	--
Domestic Banks	3,939	--	160,234	--	--	--	1,020	--	165,193
Foreign Banks	9,945	--	11,704	206,608	45,730	4,055	--	--	278,042
Special Finan.Inst.	55,665	--	--	--	--	--	--	--	55,665
Other	--	--	--	--	--	--	--	--	--
Total	3,520,738	--	3,319,062	9,672,120	830,240	1,659,565	2,438,345	--	21,440,070

Prior Period	Demand	7	Up to 1 Month	1-3 Months	3-6 Months	6 Months -1 Year	1 Year and Over	Accumulated Deposit Accounts	Total
		Days Notice							
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

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	2,661,482	2,593,363	4,211,042	3,839,039
Foreign Currency Saving Deposits	643,784	669,408	2,064,828	2,177,628
Other Saving Deposits	--	--	--	--
Foreign Branches' Deposits Under Foreign Insurance Coverage	--	--	--	--
Off-Shore Deposits Under Foreign Insurance Coverage	--	--	--	--
Total	3,305,266	3,262,771	6,275,870	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	80,044	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	16,634	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	36,598	34,120
Total	133,276	124,178

2. Information on trading purpose derivatives

2.1 Negative value of trading purpose derivatives

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Forward Transactions	505	27,739	4,014	22,412
Swap Transactions	83,959	89,357	52,122	41,319
Futures Transactions	--	1,469	--	2,072
Options	799	96,797	1,671	55,554
Other	--	--	--	--
Total	85,263	215,362	57,807	121,357

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3. Information on funds borrowed

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Central Bank Loans	--	--	--	--
Domestic Bank and Institutions	531,366	143,011	473,543	136,909
Foreign Bank, Institutions and Funds	592,209	6,292,451	552,848	5,883,660
Total	1,123,575	6,435,462	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 31 March 2011, the outstanding balance amounts to USD 20 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 31 March 2011, the outstanding balance of the loan is USD 280 million.

3.1 Maturity information of funds borrowed

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Short-Term	950,839	2,606,624	852,079	2,203,433
Medium and Long-Term	172,736	3,828,838	174,312	3,817,136
Total	1,123,575	6,435,462	1,026,391	6,020,569

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

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

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

None.

5.1 Changes in agreements and further commitments arising

None.

5.2 Obligations under finance leases

None.

5.3 Information on operational leases

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

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

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

6. Information on liabilities arising from hedging purpose derivatives

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Fair Value Hedge	--	--	--	--
Cash Flow Hedge	102,950	10,534	170,545	10,035
Hedging of a Net Investment in Foreign Subsidiaries	--	--	--	--
Total	102,950	10,534	170,545	10,035

7. Information on provisions

7.1 Information on general provisions

	Current Period	Prior Period
Provisions for Loans and Receivables in Group I	158,202	142,727
Provisions for Loans and Receivables in Group II	18,774	20,042
Provisions for Non Cash Loans	24,483	20,305
Other	--	--
Total	201,459	183,074

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

	Current Period	Prior Period
Foreign Exchange Provision for Foreign Currency Indexed Loans	11,390	6,763

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

7.3 Information on provision for employee benefits

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

As of 31 March 2011, TRY 26,773 of provision for employment termination benefits (31 December 2010: TRY 25,219) and TRY 24,232 of unused vacation accruals (31 December 2010: TRY 19,377) were reflected to the consolidated financial statements.

7.4 Information on other provisions

7.4.1 Information on free provisions provided for probable risks

	Current Period	Prior Period
Free Provisions Provided for Probable Risks	191,652	201,979

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

7.4.2 Information on other provisions exceeding 10% of total provisions

TRY 36,180 (31 December 2010: TRY 33,439) of other provisions consists of provisions for non-cash loans that are not indemnified and converted into cash. TRY 5,051 (31 December 2010: TRY 5,044) consists of provisions for lawsuits pending against DFS Group and TRY 5,805 (31 December 2010: TRY 6,566) consists of other provisions.

8. Information on taxation

8.1 Information on current taxes

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8.1.1 *Information on current tax liability*

As of 31 March 2011, the current tax liability of DFS Group is TRY 177,095 (31 December 2010: TRY 140,495), and it has been offset with advance taxes amounting to TRY 130,362 (31 December 2010: TRY 117,146). The corporate tax calculated for the current period is TRY 42,509 (31 December 2010: it has been offset with “deductible withholding tax paid in foreign countries” amounting to TRY 17)

As of 31 March 2011, DFS Group’s total liability related to taxes and premiums is TRY 100,491 (31 December 2010: TRY 72,155).

8.1.2 *Information on taxes payable*

	Current Period	Prior Period
Corporate taxes payable	46,733	23,349
Taxation on securities	12,878	13,220
Capital gains taxes on property	1,040	930
Banking Insurance Transaction Tax (BITT)	11,681	15,989
Taxes on foreign exchange transactions	--	--
Value added taxes payable	318	694
Other	18,843	10,117
Total	91,493	64,299

8.1.3 *Information on premiums*

	Current Period	Prior Period
Social security premiums- employee share	3,985	3,551
Social security premiums- employer share	3,844	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	295	258
Unemployment insurance- employer share	499	449
Other	375	93
Total	8,998	7,856

8.2 *Information on deferred tax liabilities*

Deferred tax liability calculated on the basis of related regulation is TRY 1,103 (31 December 2010: TRY 436). Information on deferred taxes is disclosed in footnote 12 of “explanations and disclosures related to consolidated assets”.

9. Information on shareholders' equity

9.1 Paid-in capital

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

The Parent Bank's paid-in capital is presented above in nominal values. As of 31 March 2011, the Parent Bank has "other capital reserves" amounting to TRY 189,164 (31 December 2010: TRY 189,164) arising from the effect of inflation restatement of the paid-in capital.

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

Registered paid-in capital system is not applied.

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

None.

9.4 Information on share capital increases from revaluation funds

None.

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

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

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

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

9.7 Information on the privileges given to stocks representing the capital

The Parent Bank does not have any preferred stocks.

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9.8 Common stock issue premiums, shares and equity instruments

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

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

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

9.9 Securities Revaluation Reserve

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Associates, Subsidiaries and JVs	--	--	--	--
Valuation Difference	49,062	6,380	109,684	29,306
Foreign Exchange Difference	--	--	--	--
Total	49,062	6,380	109,684	29,306

9.10 Information on hedging funds

9.10.1 Information on cash flow hedge items

The Parent Bank hedges a portion of its floating rate liabilities by interest rate swaps. The effective portion of the fair value losses of those swaps, amounting to TRY 77,090 (31 December 2010: TRY 109,936), has been disclosed in hedging reserves under equity.

9.10.2 Information on hedging foreign net investment risk

DFS Group hedges its foreign currency exchange rate risk from retranslation of its foreign operations by net investment hedge accounting, through recognizing the effective portion of foreign exchange rate changes of a portion of its foreign currency denominated liabilities under equity. The related loss under hedging reserve amounts to TRY 80,342 as of 31 March 2011 (31 December 2010: TRY 60,323).

10. 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	136	2,051
Prior period dividend	--	--
Increase/(decrease) in minority interest due to disposals	--	--
Other	--	14,005
Balance at the End of the Period	16,192	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 31 March 2011, non-cash loans, commitments for credit card limits and commitments for cheque payments are TRY 8,909,134, TRY 3,566,649 and TRY 899,800, respectively (31 December 2010: TRY 7,635,709, TRY 2,981,108 and TRY 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 31 March 2011, DFS Group has letters of guarantee amounting to TRY 6,505,650, bills of exchange and acceptances amounting to TRY 151,665, and guarantees and sureties on letters of credit amounting to TRY 1,981,135. There are also other guarantees and sureties amounting to TRY 270,684.

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

1.2.2 Final guarantees, provisional guarantees, sureties and similar transactions

	Current Period	Prior Period
Provisional Letters of Guarantee	730,410	588,487
Final Letters of Guarantee	4,436,550	3,905,033
Letters of Guarantee for Advances	965,433	774,393
Letters of Guarantee given to Customs Offices	320,771	256,863
Other Letters of Guarantee	52,486	56,345
Total	6,505,650	5,581,121

2. Total amount of non-cash loans

	Current Period	Prior Period
Non-Cash Loans Given for Obtaining Cash Loans	505,239	476,614
With Original Maturity of 1 Year or Less	281,688	228,139
With Original Maturity of More Than 1 Year	223,551	248,475
Other Non-Cash Loans	8,403,895	7,159,095
Total	8,909,134	7,635,709

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IV. Explanations and disclosures related to consolidated statement of income

1. Interest income

1.1 Information on interest income received from loans

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Short Term Loans	222,844	14,077	204,240	12,876
Medium and Long Term Loans	259,555	92,141	239,369	71,589
Loans Under Follow-Up	14,606	--	12,109	--
Premiums Received from Resource Utilization Support Fund	--	--	--	--
Total	497,005	106,218	455,718	84,465

Also includes fees and commissions from cash loans granted.

1.2 Information on interest income received from banks

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Central Bank of the Republic of Turkey	--	--	--	--
Domestic Banks	2,833	1,259	3,199	234
Foreign Banks	360	3,922	4,179	3,013
Foreign Head Offices and Branches	--	--	--	--
Total	3,193	5,181	7,378	3,247

1.3 Information on interest income received from associates and subsidiaries

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

2. Interest expense

2.1 Information on interest expense related to funds borrowed

	Current Period		Prior Period	
	TRY	FC	TRY	FC
Banks	20,529	33,519	13,557	23,258
Central Bank of the Republic of Turkey	10	--	5	--
Domestic Banks	8,866	725	3,214	443
Foreign Banks	11,653	32,794	10,338	22,815
Foreign Head Offices and Branches	--	--	--	--
Other Institutions	--	--	--	--
Total	20,529	33,519	13,557	23,258

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	324	283

2.3 Information on interest expense paid to securities issued

None.

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3. Information on trading income / loss

	Current Period	Prior Period
Income	6,155,429	3,793,305
Capital Market Transactions	44,026	25,863
Derivative Financial Instruments	393,911	178,174
Foreign Exchange Gains	5,717,492	3,589,268
Loss (-)	6,160,929	3,828,414
Capital Market Transactions	24,548	4,634
Derivative Financial Instruments	454,736	264,246
Foreign Exchange Losses	5,681,645	3,559,534
Net Trading Income / Loss	(5,500)	(35,109)

Net loss from foreign exchange translation differences related to derivative financial instruments is TRY 12,062 (net profit for the period 1 January - 31 March 2010: TRY 17,510).

4. Information on other operating income

	Current Period	Prior Period
Reversal of prior periods' provisions	82,257	58,290
Banking activities income from customers	22,578	17,350
Insurance technical provisions and insurance operating income	13,341	9,312
Communication income	2,204	2,147
Cheque book fees	1,018	797
Other	19,838	11,899
Total	141,236	99,795

5. Impairment on loans and other receivables

	Current Period	Prior Period
Specific Provisions on Loans and Other Receivables:	80,652	110,472
<i>Loans and Receivables in Group III</i>	62	124
<i>Loans and Receivables in Group IV</i>	--	--
<i>Loans and Receivables in Group V</i>	80,590	110,348
Non-performing Commissions and Other Receivables	--	--
General Loan Loss Provisions	18,385	6,475
Free Provision for Probable Risks	1,061	46,348
Impairment Losses on Securities:	26,958	21,021
<i>Financial Assets at Fair Value Through Profit or Loss</i>	2,685	503
<i>Investment Securities Available-for-Sale</i>	24,273	20,518
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	6,190	8,531
Total	133,246	192,847

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6. Information related to other operational expenses

	Current Period	Prior Period
Personnel Expenses	148,211	127,282
Reserve for Employee Termination Benefits	1,522	7,786
Reserve for Bank's Social Aid Fund Deficit	--	--
Impairment Losses on Tangible Assets	--	--
Depreciation Charges of Tangible Assets	16,686	12,428
Impairment Losses on Intangible Assets	--	--
Amortization Charges of Intangible Assets	5,158	4,160
Impairment Losses on Investment Accounted for under Equity Method	--	--
Impairment of Assets to be Disposed	--	--
Depreciation of Assets to be Disposed	272	191
Impairment of Assets Held for Sale	--	--
Other Operating Expenses	86,950	73,317
<i>Operational Leases Expenses</i>	21,478	17,438
<i>Repair and Maintenance Expenses</i>	2,191	2,141
<i>Advertisement Expenses</i>	10,097	6,535
<i>Other Expenses (*)</i>	53,184	47,203
Losses on Sale of Assets	513	543
Other	27,966	22,922
Total	287,278	248,629

(*) 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 TRY 11,872, TRY 6,742, TRY 3,353, TRY 1,041, TRY 3,261, TRY 6,430, and TRY 20,485, respectively. (1 January - 31 March 2010: TRY 9,324, TRY 6,291, TRY 3,346, TRY 1,249, TRY 3,642, TRY 8,756 and TRY 14,595, respectively.)

7. Information on tax provision for continued and discontinued operations

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

The current period taxation charge is TRY 42,509 (1 January - 31 March 2010: TRY 50,441) while deferred tax charge is TRY 9,576 (1 January - 31 March 2010: TRY 3,002 deferred tax benefit).

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

Deferred tax benefit/charge arising from temporary differences	Current Period	Prior Period
Arising from Origination of Deductible Temporary Differences (+)	15,126	20,177
Arising from Reversal of Deductible Temporary Differences (-)	(29,518)	(9,955)
Arising from Origination of Taxable Temporary Differences (-)	(7,815)	(9,719)
Arising from Reversal of Taxable Temporary Differences (+)	12,631	2,499
Total	(9,576)	3,002

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

Sources of deferred tax benefit/charge	Current Period	Prior Period
Arising from Origination (+)/ Reversal (-) of Deductible Temporary Differences	(14,392)	10,222
Arising from Origination (-)/ Reversal (+) of Taxable Temporary Differences	4,816	(7,220)
Arising from Origination (+)/ Reversal (-) of Tax Losses	--	--
Arising from Origination (+)/ Reversal (-) of Unused Tax Credits	--	--
Total	(9,576)	3,002

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8. Information on net profit and loss

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

Income generated from DFS Group's ordinary banking transactions during the current and prior period are mainly consisted of interest income from loans and marketable securities and income from other banking services. Main expense items are the interest expenses related to deposits and borrowings which are the main funding sources of marketable securities and loans.

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

8.3 Profit or loss attributable to minority interests

	Current Period	Prior Period
Profit/(loss) attributable to minority interests	136	--

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

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

Other Fees and Commissions Received	Current Period	Prior Period
Credit card clearing commissions and others	25,467	20,347
Brokerage fees	24,921	17,720
POS commissions	22,415	19,102
Account management fees	7,287	6,101
Remittance commissions	4,598	4,394
Expertise fees	3,796	1,998
Insurance services	2,515	1,686
Other	24,118	14,171
Total	115,117	85,519

Other Fees and Commissions Paid	Current Period	Prior Period
Credit card / POS commissions	23,669	16,039
EFT fees and commissions	818	332
Other	9,067	4,657
Total	33,554	21,028

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 31 March 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 TRY 55,816, TRY 169,161, TRY 23,736, TRY 47,370, TRY 38,382, TRY 3,247,054, TRY 782,771, TRY 477 and TRY 2,269, respectively.

As a result of the transactions with the risk group, the DFS Group has recorded net interest and commission expenses, and derivative transaction losses amounting to TRY 17,133 and TRY 12,814, 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	2,009	82,293	700	54,062	359
Balance at the End of the Period	172,505	2,006	67,970	39	55,608	224
Interest and Commission Income Received	2,006	--	414	10	772	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	2,009	82,293	700	54,062	359
Interest and Commission Income Received	2,683	11	213	55	2	--

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

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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	18,540	14,553	4,036,690	4,304,425	13,454	10,316
Interest and Commission Expenses	324	283	19,808	27,414	204	223

(*) 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	--	--	4,282,118	4,646,499	6,246	62,875
Total Income/Loss	--	--	14,251	(67,256)	29	(27)
Transactions for Hedging Purposes:						
Balance at the Beginning of the Period	--	--	276,768	267,714	--	--
Balance at the End of the Period	--	--	276,534	276,768	--	--
Total Income/Loss	--	--	(1,466)	(1,613)	--	--

(*) 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 31 March 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 14% of DFS Group's total deposits and borrowings. Non-cash loans granted to risk group companies represent 0.03% of the total balance.

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

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

SECTION SIX

OTHER DISCLOSURES AND FOOTNOTES

I. Other explanations related to DFS Group's operations

1. Explanations related to DFS Group's operations

None.

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

	Moody's*	FitchRatings**
Long Term Foreign Currency Deposits	Ba3/Positive	BBB-/Positive
Short Term Foreign Currency Deposits	--	F3
Long Term Local Currency Deposits	Baa2	BBB/Positive
Short Term Local Currency Deposits	Prime-2	F3
Financial Strength Rating	C-	--
Outlook	Stable	Stable
Individual	--	C
Support	--	2
National	--	AAA (tur)

*As of 07.10.2010

**As of 02.12.2010

3. Subsequent Events

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. The loan will be used to finance medium size sustainable energy efficiency projects, agricultural banking customers and small and medium size enterprises. Securitization consists of five different loans having 5-12 years final maturity at the average and with two or three year grace period for the principal payment.

On 23 February 2011, Denizbank obtained the required permissions from the Turkish Capital Markets Board regarding the issuing of bank bonds in the domestic market valued up to TL 2,000,000. Accordingly, the issuance of two tranches of discounted TL denominated bonds; amounting to TL 350,000 with 176 days maturity, bearing 8.43% basic interest rate; and TL 150,000 with 351 days maturity, bearing 9.15% basic interest rate were completed on 6 May 2011.

On 14 April 2011, Denizbank applied to the Turkish Capital Markets Board regarding the issuing of bank bonds with maturity of up to 7 years in the foreign markets valued up to USD 750 million.

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 31 March 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 9 May 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.