



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

Tekstil Bankası Anonim Şirketi

Consolidated Interim Financial Statements

As of and for the Period Ended

31 March 2010

With Independent Auditor's Review Report Thereon

Akis Bağımsız Denetim ve Serbest
Muhasebeci Mali Müşavirlik
Anonim Şirketi
12 May 2010

*This report contains 1 page of
independent auditor's review report
and 56 pages of consolidated financial
statements together with their
explanatory notes.*



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**Convenience Translation of the Independent Auditor's Review Report
Originally Prepared and Issued in Turkish (See Note 3.I)**

To the Board of Directors of Tekstil Bankası Anonim Şirketi:

We have reviewed the consolidated financial statements of Tekstil Bankası Anonim Şirketi ("the Bank") and its subsidiaries, which comprise the consolidated balance sheet as at 31 March 2010, and the consolidated statements of income, changes in equity and cash flows for the period then ended, and a summary of significant accounting policies and other explanatory notes. 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 regulations related with the "Accounting and Recording Rules" and "Independent Auditing Standards" of the (Turkish) Banking Law No 5411. These regulations require that we plan and perform the review to obtain reasonable assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of the personnel of the Bank and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit, and accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly the financial position of Tekstil Bankası Anonim Şirketi and its subsidiaries as at 31 March 2010, and of the results of its operations and its cash flows for the period then ended in accordance with the accounting principles and standards that are based on the current regulations described in Article 37 and Article 38 of the (Turkish) Banking Law No 5411; and other communiqués, disclosures and directives announced by the Banking Regulation and Supervision Agency.

Istanbul,
12 May 2010

Akis Bağımsız Denetim ve Serbest
Muhasebeci Mali Müşavirlik
Anonim Şirketi

Orhan Akova
Partner

Additional paragraph for convenience translation to English:

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

TEKSTİL BANKASI A. Ş.
CONSOLIDATED INTERIM FINANCIAL REPORT AS OF 31 MARCH 2010

Address of the Bank's

Headquarters: : Büyükdere Caddesi No: 63 34398 Maslak - İstanbul
Telephone Number : (0212) 335 53 35
Fax Number : (0212) 328 13 28
Website of the Bank : www.tekstilbank.com.tr

The interim consolidated financial report 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
- DISCLOSURES ON APPLIED ACCOUNTING POLICIES IN RELATED PERIOD
- INFORMATION RELATED TO FINANCIAL POSITION OF THE CONSOLIDATED GROUP
- DISCLOSURES AND FOOTNOTES TO CONSOLIDATED FINANCIAL STATEMENTS
- INDEPENDENT AUDITOR'S REVIEW REPORT

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

1. **Tekstil Menkul Değerler A.Ş.**
2. **The Euro Textile International Banking Unit Ltd.**

The interim 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.

Akgün TÜRER	İ.Sencan DEREBEYOĞLU	H.Çim GÜZELAYDINLI	Nuriye PLOTKIN	M.Sercan ÇOBAN
Chairman of Board of Directors and Audit Committee	Member of Board of Directors and Audit Committee	Chief Executive Officer and Member of Board of Directors	Executive Vice President	Unit Manager

Contact information for questions on this financial report:

Name-Surname : M. Sercan Çoban
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SECTION ONE GENERAL INFORMATION

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

Tekstil Bankası A.Ş. ("the Bank") was established on 29 April 1986, to carry out all types of banking activities according to the Banking Law and later changes in the laws and regulations, with the permission of the Council of Ministers in accordance with the resolution numbered 85/9890 and dated 24 June 1985 and started its operations on 13 October 1986. "Articles of Association" of the Bank was published in the Official Gazette dated 31 January 1986. The statute of the Parent Bank was not changed since its establishment.

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

The capital of the Parent Bank is TL 420,000 as at 31 March 2010 and is fully paid. GSD Holding Anonim Şirketi ("GSD Holding") owns 75.50% of the outstanding shares of the Bank. The Bank is a subsidiary of GSD Holding. Remaining shares have been listed on Istanbul Stock Exchange since 23 May 1990.

The ultimate business of GSD Holding, which was initially established as a foreign trade company in 1986 and became a holding company to build a more efficient corporate structure for GSD Group Companies in 1996, is management of assets. GSD Holding also aims to manage the growth of the Group, finance and invest in profitable businesses. GSD Holding's shares have been listed on Istanbul Stock Exchange since November 1999. Almost all of its shares, which has nominal value of TL 250,000 as at 31 March 2010, are held by public.

Main operations of GSD Group Companies are;

Foreign Trade:	GSD Dış Ticaret A.Ş.
Banking :	Tekstil Bankası A.Ş., GSD Yatırım Bankası A.Ş., The Euro Textile International Banking Unit Ltd ("ETB")
Financial Services:	Tekstil Finansal Kiralama A.Ş., Tekstil Faktoring Hizmetleri A.Ş., Tekstil Menkul Değerler A.Ş. ("Tekstil Menkul")
Other:	Tekstil Bilişim Hizmetleri ve Ticaret A.Ş., GSD International Ltd., GSD Reklam ve Halkla İlişkiler Hizmetleri A.Ş., GSD Plan Proje Etüd A.Ş., GSD Gayrimenkul Yatırım ve Geliştirme A.Ş.

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

Title	Name	Job Description	Education
Chairman of the Board of Directors ve Audit Committee	Akgün TÜRER	Chairman of the Board of Directors and Audit Committee	Graduate
Member of Audit Committee:	I.Sencan DEREBEYOĞLU	Member of Audit Committee	Graduate
Member of Board of Directors:	I.Sühan ÖZKAN	Vice Chairman of Board of Directors	Under-Graduate
	Cezmi ÖZTÜRK	Member	Under-Graduate
	Murat ATIM	Member	Under-Graduate
General Manager:	H. Çim GÜZELAYDINLI	Chief Executive Officer and Member of Board of Directors	Graduate
Head of Board of Inspectors:	Senan DAĞAL	President of Inspectors' Group	Under-Graduate
Executive Vice Presidents:	Ümit ALTINAY	Information Technologies and Organization Group	Graduate
	Yasef COYAŞ (*)	Operations Group	Under-Graduate
	Nuriye PLOTKIN	Financial Control Group	Under-Graduate
	D.Halit DÖVER	International Relations Group	Graduate
	Ahmet İLERİGELEN (**)	Loans Group	Graduate
	Hüseyin H. İMECE	Treasury and Investors Relations Group	Under-Graduate
	Başbuğ Y. SAMANCIOĞLU	Corporate and Commercial Banking Group	Under-Graduate
Statutory Auditors:	M.Sedat ÖZKANLI	Statutory Auditor	Under-Graduate
	Sedat TEMELTAŞ	Statutory Auditor	Under-Graduate

(*) Yasef Coyaş has resigned in April 2010. Operations Group and Information Technologies and Organization Group came under the responsibility of Ümit Altınay.

(**) Ahmet İlerigelen has resigned in April 2010.

These people mentioned above do not own any share of the Bank.

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

The operations of the Parent Bank consist of corporate and commercial banking services, fund management transactions (foreign currency, money market and securities trading), international banking services, retail banking services and credit card business. The Bank also operates, through its branches, as insurance agent of Güneş Sigorta A.Ş., Aviva Sigorta A.Ş., Vakıf Emeklilik A.Ş., Ergo Emeklilik ve Hayat A.Ş. and Acıbadem Sigorta A.Ş.

As at 31 March 2010, the Bank has 44 branches close to industrial zones of Turkey and a representative office in Berlin, Germany. The Bank has 903 employees as at 31 March 2010 (As at 31 December 2009 number of branches was 45, number of employees was 940).

The Parent Bank and its subsidiaries Tekstil Menkul Değerler A.Ş. and The Euro Textile International Banking Unit Ltd. have been consolidated. The Parent Bank and its subsidiaries are named as "the Group" as a whole.

As at 31 March 2010, the Group has 953 employees (31 December 2009: 984).

V. Other information

Bank's Official Title : Tekstil Bankası Anonim Şirketi
Reporting Period : 1 January – 31 March 2010
Address of Bank's Headquarters : Büyükdere Caddesi No: 63 34398 Maslak - İstanbul
Telephone number : (0212) 335 53 35
Fax number : (0212) 328 13 28
Bank's Internet Address : www.tekstilbank.com.tr
Reporting currency : Thousands of TL – Turkish Lira

TEKSTİL BANKASI A.Ş. AND ITS SUBSIDIARIES					Convenience Translation of Consolidated Financial Report Originally Issued in Turkish, See Note 3.1			
CONSOLIDATED BALANCE SHEETS (STATEMENT OF FINANCIAL POSITION)								
AS AT 31 MARCH 2010 AND 31 DECEMBER 2009								
(Currency: Thousands of TL - Turkish Lira)								
ASSETS		Footnotes (Section 5)	THOUSANDS OF TURKISH LIRA					
			CURRENT PERIOD			PRIOR PERIOD		
			31/03/2010			31/12/2009		
			TL	FC	Total	TL	FC	Total
I.	CASH AND BALANCES WITH THE CENTRAL BANK	(5.1.1)	12,035	69,404	81,439	58,837	82,359	141,196
II.	FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)	(5.1.2)	1,130	3,322	4,452	918	2,883	3,801
2.1	Trading Securities		1,130	3,322	4,452	918	2,883	3,801
2.1.1	Public Sector Debt Securities		197	329	526	296	410	706
2.1.2	Share Certificates		-	-	-	-	-	-
2.1.3	Positive Value of Trading Derivatives		933	2,993	3,926	622	2,473	3,095
2.1.4	Other Securities		-	-	-	-	-	-
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)	108	66,790	66,898	12	59,443	59,455
IV.	INTERBANK MONEY MARKET		-	-	-	-	-	-
4.1	Interbank Money Market Placements		-	-	-	-	-	-
4.2	Istanbul Stock Exchange Money Market Placements		-	-	-	-	-	-
4.3	Receivables from Reverse Repurchase Agreements		-	-	-	-	-	-
V.	INVESTMENT SECURITIES AVAILABLE FOR SALE (Net)	(5.1.4)	241,631	20,832	262,463	209,864	20,578	230,442
5.1	Share Certificates		-	281	281	-	278	278
5.2	Public Sector Debt Securities		241,631	10,266	251,897	209,864	9,936	219,800
5.3	Other Securities		-	10,285	10,285	-	10,364	10,364
VI.	LOANS	(5.1.5)	1,156,684	268,936	1,425,620	1,363,686	223,877	1,587,563
6.1	Loans		1,115,398	268,936	1,384,334	1,321,808	223,877	1,545,685
6.1.1	Loans Utilized to the Bank's Risk Group		58,664	94	58,758	71,035	7,662	78,697
6.1.2	Public Sector Debt Securities		-	-	-	-	-	-
6.1.3	Others		1,056,734	268,842	1,325,576	1,250,773	216,215	1,466,988
6.2	Loans under Follow-Up		99,066	-	99,066	98,390	-	98,390
6.3	Specific Provisions (-)		57,780	-	57,780	56,512	-	56,512
VII.	FACTORING RECEIVABLES		-	-	-	-	-	-
VIII.	INVESTMENT SECURITIES HELD TO MATURITY (Net)	(5.1.6)	-	-	-	-	-	-
8.1	Public Sector Debt Securities		-	-	-	-	-	-
8.2	Other Securities		-	-	-	-	-	-
IX.	INVESTMENTS IN ASSOCIATES (Net)	(5.1.7)	50	-	50	50	-	50
9.1	Equity Method Associates		-	-	-	-	-	-
9.2	Unconsolidated Associates		50	-	50	50	-	50
9.2.1	Financial Associates		50	-	50	50	-	50
9.2.2	Non-Financial Associates		-	-	-	-	-	-
X.	INVESTMENTS IN SUBSIDIARIES (Net)	(5.1.8)	53	-	53	54	-	54
10.1	Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
10.2	Unconsolidated Non-Financial Subsidiaries		53	-	53	54	-	54
XI.	JOINT VENTURES (Net)	(5.1.9)	-	-	-	-	-	-
11.1	Equity Method Joint Ventures		-	-	-	-	-	-
11.2	Unconsolidated Joint Ventures		-	-	-	-	-	-
11.2.1	Financial Joint Ventures		-	-	-	-	-	-
11.2.2	Non-Financial Joint Ventures		-	-	-	-	-	-
XII.	LEASE RECEIVABLES (Net)	(5.1.10)	-	-	-	-	-	-
12.1	Financial Lease Receivables		-	-	-	-	-	-
12.2	Operational Lease Receivables		-	-	-	-	-	-
12.3	Others		-	-	-	-	-	-
12.4	Unearned Income (-)		-	-	-	-	-	-
XIII.	HEDGING DERIVATIVES	(5.1.11)	-	-	-	-	-	-
13.1	Fair Value Hedge		-	-	-	-	-	-
13.2	Cash Flow Hedge		-	-	-	-	-	-
13.3	Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
XIV.	TANGIBLE ASSETS (Net)		70,147	2	70,149	71,212	2	71,214
XV.	INTANGIBLE ASSETS (Net)		1,931	-	1,931	2,048	-	2,048
15.1	Goodwill		-	-	-	-	-	-
15.2	Others		1,931	-	1,931	2,048	-	2,048
XVI.	INVESTMENT PROPERTY (Net)	(5.1.12)	-	-	-	-	-	-
XVII.	TAX ASSETS	(5.1.13)	1,834	-	1,834	2,022	-	2,022
17.1	Current Tax Assets		-	-	-	-	-	-
17.2	Deferred Tax Assets		1,834	-	1,834	2,022	-	2,022
XVIII.	ASSETS HELD FOR SALE AND ASSETS RELATED TO DISCONTINUED OPERATIONS (Net)	(5.1.14)	-	-	-	-	-	-
18.1	Held For Sale		-	-	-	-	-	-
18.2	Discontinued Operations		-	-	-	-	-	-
XIX.	OTHER ASSETS	(5.1.15)	36,755	1,575	38,330	39,315	2,847	42,162
TOTAL ASSETS			1,522,358	430,861	1,953,219	1,748,018	391,989	2,140,007

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

TEKSTİL BANKASI A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS (STATEMENT OF FINANCIAL POSITION)
AS AT 31 MARCH 2010 AND 31 DECEMBER 2009

(Currency: Thousands of TL - Turkish Lira)

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

LIABILITIES AND EQUITY		Footnotes (Section 5)	THOUSANDS OF TURKISH LIRA					
			CURRENT PERIOD			PRIOR PERIOD		
			31/03/2010			31/12/2009		
			TL	FC	Total	TL	FC	Total
I. DEPOSITS		(5.II.1)	671,142	530,000	1,201,142	724,391	735,912	1,460,303
1.1 Deposits of the Bank's Risk Group			41,571	12,213	53,784	23,245	20,608	43,853
1.2 Others			629,571	517,787	1,147,358	701,146	715,304	1,416,450
II. NEGATIVE VALUE OF TRADING DERIVATIVES		(5.II.2)	982	2,643	3,625	1,137	2,507	3,644
III. FUNDS BORROWED		(5.II.3)	14,790	134,479	149,269	7,588	138,778	146,366
IV. DUE TO MONEY MARKETS			71,853	-	71,853	5,653	-	5,653
4.1 Interbank Money Market			-	-	-	-	-	-
4.2 Istanbul Stock Exchange			-	-	-	-	-	-
4.3 Obligations under Repurchase Agreements			71,853	-	71,853	5,653	-	5,653
V. SECURITIES ISSUED (Net)			-	-	-	-	-	-
5.1 Bills			-	-	-	-	-	-
5.2 Asset Backed Securities			-	-	-	-	-	-
5.3 Bonds			-	-	-	-	-	-
VI. FUNDS			-	-	-	-	-	-
6.1 Bank Borrowers' Funds			-	-	-	-	-	-
6.2 Others			-	-	-	-	-	-
VII. MISCELLANEOUS PAYABLES			8,057	561	8,618	9,157	512	9,669
VIII. OTHER EXTERNAL RESOURCES		(5.II.4)	20,302	5,629	25,931	22,932	5,653	28,585
IX. FACTORING PAYABLES			-	-	-	-	-	-
X. LEASE PAYABLES (Net)		(5.II.5)	-	63	63	-	137	137
10.1 Financial Lease Payables			-	65	65	-	141	141
10.2 Operational Lease Payables			-	-	-	-	-	-
10.3 Others			-	-	-	-	-	-
10.4 Deferred Financial Leasing Expenses (-)			-	2	2	-	4	4
XI. HEDGING PURPOSE DERIVATIVES		(5.II.6)	-	-	-	-	-	-
11.1 Fair Value Hedge			-	-	-	-	-	-
11.2 Cash Flow Hedge			-	-	-	-	-	-
11.3 Hedging of a Net Investment in Foreign Subsidiaries			-	-	-	-	-	-
XII. PROVISIONS		(5.II.7)	16,859	-	16,859	17,483	-	17,483
12.1 General Provisions			9,330	-	9,330	9,777	-	9,777
12.2 Restructuring Provisions			-	-	-	-	-	-
12.3 Reserve for Employee Benefits			4,656	-	4,656	4,665	-	4,665
12.4 Insurance Technical Provisions (Net)			-	-	-	-	-	-
12.5 Other Provisions			2,873	-	2,873	3,041	-	3,041
XIII. TAX LIABILITIES		(5.II.8)	5,834	-	5,834	5,355	1	5,356
13.1 Current Tax Liability			5,834	-	5,834	5,355	1	5,356
13.2 Deferred Tax Liability			-	-	-	-	-	-
XIV. PAYABLES RELATED TO HELD FOR SALE AND DISCONTINUED OPERATIONS			-	-	-	-	-	-
14.1 Held For Sale			-	-	-	-	-	-
14.2 Discontinued Operations			-	-	-	-	-	-
XV. SUBORDINATED LOANS			-	-	-	-	-	-
XVI. SHAREHOLDERS' EQUITY		(5.II.9)	469,441	584	470,025	462,311	500	462,811
16.1 Paid-In Capital			420,000	-	420,000	420,000	-	420,000
16.2 Supplementary Capital			7,822	584	8,406	7,795	500	8,295
16.2.1 Share Premium			(814)	-	(814)	(814)	-	(814)
16.2.2 Share Cancellation Profits			-	-	-	-	-	-
16.2.3 Valuation Differences of Securities			3,609	584	4,193	3,582	500	4,082
16.2.4 Revaluation Fund on Tangible Assets			5,027	-	5,027	5,027	-	5,027
16.2.5 Revaluation Fund on Intangible Assets			-	-	-	-	-	-
16.2.6 Revaluation Fund on Investment Property			-	-	-	-	-	-
16.2.7 Capital Bonus of Associates, Subsidiaries and Joint Ventures			-	-	-	-	-	-
16.2.8 Hedging Funds (Effective Portion)			-	-	-	-	-	-
16.2.9 Revaluation Fund on Assets Held for Sale and Discontinued Operations			-	-	-	-	-	-
16.2.10 Other Supplementary Capital			-	-	-	-	-	-
16.3 Profit Reserves			34,516	-	34,516	18,357	-	18,357
16.3.1 Legal Reserves			4,929	-	4,929	4,252	-	4,252
16.3.2 Status Reserves			-	-	-	-	-	-
16.3.3 Extraordinary Reserves			29,587	-	29,587	14,105	-	14,105
16.3.4 Other Profit Reserves			-	-	-	-	-	-
16.4 Profit or Loss			7,103	-	7,103	16,159	-	16,159
16.4.1 Prior Periods' Profit or Loss			-	-	-	-	-	-
16.4.2 Current Period Profit or Loss			7,103	-	7,103	16,159	-	16,159
16.5 Minority Shares			-	-	-	-	-	-
TOTAL LIABILITIES AND EQUITY			1,279,260	673,959	1,953,219	1,256,007	884,000	2,140,007

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

TEKSTİL BANKASI A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED OFF BALANCE SHEET ITEMS STATEMENTS
AS AT 31 MARCH 2010 AND 31 DECEMBER 2009
(Currency: Thousands of TL - Turkish Lira)

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

	Footnotes (Section 5)	THOUSANDS OF TURKISH LIRA					
		CURRENT PERIOD 31/03/2010			PRIOR PERIOD 31/12/2009		
		TL	FC	Total	TL	FC	Total
A. OFF BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I-II-III)		1,117,209	1,183,044	2,300,253	1,172,498	1,685,834	2,858,332
I. GUARANTEES	(5.IV.1)	376,019	375,766	751,785	375,483	380,083	755,566
1.1. Letters of Guarantee		376,019	278,328	654,347	375,472	283,023	658,495
1.1.1. Guarantees Subject to State Tender Law		-	-	-	-	-	-
1.1.2. Guarantees Given for Foreign Trade Operations		-	-	-	-	-	-
1.1.3. Other Letters of Guarantee		376,019	278,328	654,347	375,472	283,023	658,495
1.2. Bank Acceptances		-	267	267	-	305	305
1.2.1. Import Letter of Acceptance		-	267	267	-	305	305
1.2.2. Other Bank Acceptances		-	-	-	-	-	-
1.3. Letters of Credit		-	74,666	74,666	11	70,629	70,640
1.3.1. Documentary Letters of Credit		-	49,166	49,166	-	46,361	46,361
1.3.2. Other Letters of Credit		-	25,500	25,500	11	24,268	24,279
1.4. Prefinancing Given As Guarantee		-	1,417	1,417	-	1,402	1,402
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		-	21,088	21,088	-	24,724	24,724
1.9. Other Sureties		-	-	-	-	-	-
II. COMMITMENTS	(5.IV.1)	310,745	-	310,745	308,311	-	308,311
2.1. Irrevocable Commitments		310,745	-	310,745	308,311	-	308,311
2.1.1. Asset Purchase and Sale Commitments		-	-	-	-	-	-
2.1.2. Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3. Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4. Loan Granting Commitments		39,614	-	39,614	38,723	-	38,723
2.1.5. Securities Issuance Brokerage Commitments		-	-	-	-	-	-
2.1.6. Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7. Commitments for Cheque Payments		76,571	-	76,571	68,107	-	68,107
2.1.8. Tax and Fund Obligations from Export Commitments		73	-	73	63	-	63
2.1.9. Commitments for Credit Card Limits		193,817	-	193,817	200,692	-	200,692
2.1.10. Commitments for Promotional Operations Re-Credit Cards and Banking Services		670	-	670	726	-	726
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		-	-	-	-	-	-
2.2. Revocable Commitments		-	-	-	-	-	-
2.2.1. Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2. Other Revocable Commitments		-	-	-	-	-	-
III. DERIVATIVE FINANCIAL INSTRUMENTS		430,445	807,278	1,237,723	488,704	1,305,751	1,794,455
3.1. Hedging Purpose Derivatives		-	-	-	-	-	-
3.1.1. Fair Value Hedge		-	-	-	-	-	-
3.1.2. Cash Flow Hedge		-	-	-	-	-	-
3.1.3. Hedging of a Net Investment in Foreign Subsidiaries		-	-	-	-	-	-
3.2. Trading Purpose Derivatives		430,445	807,278	1,237,723	488,704	1,305,751	1,794,455
3.2.1. Forward Foreign Currency Purchases/Sales		117,912	292,483	410,395	77,752	462,172	539,924
3.2.1.1. Forward Foreign Currency Purchases		60,892	144,715	205,607	27,273	242,269	269,542
3.2.1.2. Forward Foreign Currency Sales		57,020	147,768	204,788	50,479	219,903	270,382
3.2.2. Currency and Interest Rate Swaps		34,239	234,501	268,740	210,231	623,017	833,248
3.2.2.1. Currency Swaps-Purchases		2,096	132,031	134,127	-	416,796	416,796
3.2.2.2. Currency Swaps-Sales		32,143	102,470	134,613	210,231	206,221	416,452
3.2.2.3. Interest Rate Swaps-Purchases		-	-	-	-	-	-
3.2.2.4. Interest Rate Swaps-Sales		-	-	-	-	-	-
3.2.3. Currency, Interest Rate and Security Options		278,294	280,294	558,588	200,721	220,562	421,283
3.2.3.1. Currency Options-Purchases		137,501	142,019	279,520	100,633	110,017	210,650
3.2.3.2. Currency Options-Sales		140,793	138,275	279,068	100,088	110,545	210,633
3.2.3.3. Interest Rate Options-Purchases		-	-	-	-	-	-
3.2.3.4. Interest Rate Options-Sales		-	-	-	-	-	-
3.2.3.5. Securities Options-Purchases		-	-	-	-	-	-
3.2.3.6. Securities Options-Sales		-	-	-	-	-	-
3.2.4. Currency Futures		-	-	-	-	-	-
3.2.4.1. Currency Futures-Purchases		-	-	-	-	-	-
3.2.4.2. Currency Futures-Sales		-	-	-	-	-	-
3.2.5. Interest Rate Futures		-	-	-	-	-	-
3.2.5.1. Interest Rate Futures-Purchases		-	-	-	-	-	-
3.2.5.2. Interest Rate Futures-Sales		-	-	-	-	-	-
3.2.6. Others		-	-	-	-	-	-
B. CUSTODY AND PLEDGED SECURITIES (IV+V+VI)		1,458,074	695,262	2,153,336	1,487,634	724,723	2,212,357
IV. ITEMS HELD IN CUSTODY		145,750	21,562	167,312	136,545	24,722	161,267
4.1. Customers' Securities and Portfolios Held		-	-	-	-	-	-
4.2. Securities Held in Custody		82,637	7,626	90,263	81,524	7,726	89,250
4.3. Checks Received for Collection		45,334	1,976	47,310	38,190	3,174	41,364
4.4. Commercial Notes Received for Collection		11,997	6,325	18,322	11,843	7,231	19,074
4.5. Other Assets Received for Collection		-	-	-	-	-	-
4.6. Assets Received for Public Offering		-	-	-	-	-	-
4.7. Other Items under Custody		82	-	82	82	-	82
4.8. Custodians		5,700	5,635	11,335	4,906	6,591	11,497
V. PLEDGED ITEMS		1,312,324	673,152	1,985,476	1,351,089	700,001	2,051,090
5.1. Securities		4,113	-	4,113	5,447	-	5,447
5.2. Guarantee Notes		3,226	10,365	13,591	3,178	10,971	14,149
5.3. Commodities		51,137	31,241	82,378	54,894	37,164	92,058
5.4. Warrants		-	-	-	-	-	-
5.5. Immovables		960,760	557,632	1,518,392	1,033,440	578,569	1,612,009
5.6. Other Pledged Items		293,088	73,914	367,002	254,130	73,297	327,427
5.7. Pledged Items-Depository		-	-	-	-	-	-
VI. CONFIRMED BILLS OF EXCHANGE AND SURETIES		-	548	548	-	-	-
TOTAL OFF BALANCE SHEET ITEMS (A+B)		2,575,283	1,878,306	4,453,589	2,660,132	2,410,557	5,070,689

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

TEKSTİL BANKASI A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED INCOME STATEMENTS
FOR THE PERIODS ENDED 31 MARCH 2010 AND 2009
(Currency: Thousands of TL - Turkish Lira)

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

INCOME AND EXPENSE ITEMS	Footnotes (Section 5)	THOUSANDS OF TURKISH LIRA	
		CURRENT PERIOD (01/01/2010 - 31/03/2010)	PRIOR PERIOD (01/01/2009 - 31/03/2009)
I. INTEREST INCOME	(5.III.1)	50,793	88,337
1.1 Interest from Loans		40,163	66,548
1.2 Interest from Reserve Deposits		-	74
1.3 Interest from Banks		630	2,625
1.4 Interest from Money Market Transactions		31	3,353
1.5 Interest from Securities Portfolio		9,646	15,736
1.5.1 Trading Securities		19	38
1.5.2 Financial Assets at Fair Value Through Profit or Loss		-	-
1.5.3 Available for Sale Securities		9,627	13,368
1.5.4 Held to Maturity Securities		-	2,330
1.6 Interest from Financial Leases		-	-
1.7 Other Interest Income		323	1
II. INTEREST EXPENSE	(5.III.2)	20,677	46,662
2.1 Interest on Deposits		18,882	38,372
2.2 Interest on Funds Borrowed		1,056	7,770
2.3 Interest on Money Market Transactions		637	390
2.4 Interest on Securities Issued		-	-
2.5 Other Interest Expense		102	130
III. NET INTEREST INCOME (I - II)		30,116	41,675
IV. NET FEE AND COMMISSION INCOME		4,469	5,931
4.1 Fees and Commissions Received		5,380	6,951
4.1.1 Non-Cash Loans		1,165	3,152
4.1.2 Other		4,215	3,799
4.2 Fees and Commissions Paid		911	1,020
4.2.1 Non-Cash Loans		30	69
4.2.2 Other		881	951
V. DIVIDEND INCOME		-	-
VI. TRADING INCOME/LOSS (Net)	(5.III.3)	1,901	5,600
6.1 Profit / Loss on Trading Account Securities		2,432	5,759
6.2 Derivative Instruments Gain / Loss		(7,419)	6,527
6.3 Foreign Exchange Gain / Loss		6,888	(6,686)
VII. OTHER OPERATING INCOME	(5.III.4)	4,783	4,205
VIII. TOTAL OPERATING INCOME (III+IV+V+VI+VII)		41,269	57,411
IX. IMPAIRMENT ON LOANS AND OTHER RECEIVABLES (-)	(5.III.5)	8,642	20,217
X. OTHER OPERATING EXPENSES (-)	(5.III.6)	23,738	29,500
XI. NET OPERATING PROFIT/LOSS (VIII-IX-X)		8,889	7,694
XII. NEGATIVE GOODWILL		-	-
XIII. PROFIT / LOSS FROM EQUITY METHOD INVESTMENTS		-	-
XIV. GAIN/LOSS ON NET MONETARY POSITION		-	-
XV. P/L BEFORE TAXES FROM CONTINUING OPERATIONS (XI+...+XIV)		8,889	7,694
XVI. TAXES ON INCOME FROM CONTINUING OPERATIONS (±)	(5.III.7)	(1,786)	(1,420)
16.1 Current Tax Provision		(1,598)	(1,193)
16.2 Deferred Tax Provision		(188)	(227)
XVII. NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XV±XVI)		7,103	6,274
XVIII. PROFIT FROM DISCONTINUED OPERATIONS		-	-
18.1 Assets Held for Sale		-	-
18.2 Profit on Sale of Associates, Subsidiaries and Joint Ventures		-	-
18.3 Others		-	-
XIX. LOSS FROM DISCONTINUED OPERATIONS (-)		-	-
19.1 Assets Held for Sale		-	-
19.2 Loss on Sale of Associates, Subsidiaries and Joint Ventures		-	-
19.3 Others		-	-
XX. P/L BEFORE TAXES FROM DISCONTINUED OPERATIONS (XVIII-XIX)		-	-
XXI. TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)		-	-
21.1 Current Tax Provision		-	-
21.2 Deferred Tax Provision		-	-
XXII. NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XX±XXI)		-	-
XVIII. NET PROFIT/LOSS (XVII+XXII)	(5.III.8)	7,103	6,274
23.1 Group's Profit / Loss		7,103	6,274
23.2 Minority Shares		-	-
Earnings / Losses per Share (Full TL)		0.0017	0.0015

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

TEKSTİL BANKASI A.Ş. AND ITS SUBSIDIARIES		Convenience Translation of Consolidated Financial Report Originally Issued in Turkish, See Note 3.1	
CONSOLIDATED STATEMENTS OF RECOGNIZED INCOME AND EXPENSE UNDER EQUITY FOR THE PERIODS ENDED 31 MARCH 2010 AND 2009 (Currency: Thousands of TL - Turkish Lira)		THOUSANDS OF TURKISH LIRA	
PROFIT/LOSS ITEMS RECOGNIZED IN EQUITY		CURRENT PERIOD (01/01/2010 - 31/03/2010)	PRIOR PERIOD (01/01/2009 - 31/03/2009)
I.	ADDITIONS TO VALUATION DIFF. ON SECURITIES FROM AVAILABLE FOR SALE INVESTMENTS	111	2,224
II.	REVALUATION ON TANGIBLE ASSETS	-	138
III.	REVALUATION ON INTANGIBLE ASSETS	-	-
IV.	FOREIGN EXCHANGE DIFFERENCES	-	-
V.	PROFIT/LOSS RELATED TO DERIVATIVES USED IN CASH FLOW HEDGES (Effective portion)	-	-
VI.	PROFIT/LOSS RELATED TO DERIVATIVES USED IN HEDGE OF A NET INVESTMENT IN FOREIGN SUBSIDIARIES (Effective portion)	-	-
VII.	EFFECT OF CHANGES IN ACCOUNTING POLICIES OR CORRECTION OF ERRORS	-	-
VIII.	OTHER PROFIT/LOSS ITEMS RECOGNIZED IN EQUITY PER TURKISH ACCOUNTING STANDARDS	-	-
IX.	DEFERRED TAXES ON VALUATION DIFFERENCES	-	(7)
X.	NET PROFIT/LOSS RECOGNIZED IN EQUITY (I+II+...+IX)	111	2,355
XI.	CURRENT PERIOD PROFIT/LOSS	7,103	6,274
11.1	Net Change in Fair Value of Securities (Transfer to Profit & Loss)	156	(952)
11.2	Ineffective Portion of Profit/Loss Related to Derivatives Used in Cash Flow Hedges	-	-
11.3	Ineffective Portion of Profit/Loss Related to Derivatives Used in Hedge of a Net Investment in Foreign Subsidiaries	-	-
11.4	Others	6,947	7,226
XII.	TOTAL RECOGNIZED INCOME AND EXPENSE FOR THE PERIOD (X±XI)	7,214	8,629

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

TEKSTİL BANKASI A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIODS ENDED 31 MARCH 2010 AND 2009
(Currency: Thousands of TL - Turkish Lira)

Convenience Translation of
Consolidated Financial Report
Originally Issued in Turkish, See Note 1.1

	Paid-In Capital	Capital Reserves from Inflation Adjustments to Paid-In Capital	Share Premium	Share Cancellation Profits	Legal Reserves	Status Reserves	Extraordinary Reserves	Other Reserves	Current Period Net Profit / (Loss)	Prior Period Net Profit / (Loss)	Valuation Difference of Securities	Revaluation Fund on Tangible Assets	Securities Value Increase Fund	Hedge Funds	Rev. Fund on Assets Held for Sale and Discontinued Operations	Total Equity Attributable to Equity Holders of the Parent	Minority Shares	Total Shareholders' Equity
CHANGES IN SHAREHOLDERS' EQUITY																		
PRIOR PERIOD 31/03/2009																		
I. Balances at the Beginning of Period-01/01/2009	420,000	-	(814)	-	3,623	-	9,468	-	5,266	-	(963)	4,896	-	-	-	441,476	-	441,476
II. Corrections According to Turkish Accounting Standard No.8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1 Corrections of Errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2 Changes in Accounting Policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Adjusted Beginning Balance (I + II)	420,000	-	(814)	-	3,623	-	9,468	-	5,266	-	(963)	4,896	-	-	-	441,476	-	441,476
Changes in the Period																		
IV. Increase / Decrease Related to Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Valuation Difference of Available-for-Sale Securities	-	-	-	-	-	-	-	-	-	-	2,224	-	-	-	-	2,224	-	2,224
VI. Hedging Transactions (Effective Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.1 Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6.2 Hedging of a Net Investment in Foreign Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Revaluation fund on tangible assets	-	-	-	-	-	-	-	-	-	-	-	131	-	-	-	131	-	131
VIII. Revaluation fund on intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Capital Bonus of Associates, Subsidiaries and Joint Ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Foreign Exchange Differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Changes Related to Sale of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Changes Related to Reclassification of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Effect of Changes in Equities of Associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Capital Increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.1 Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14.2 Domestic sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Issuances of Share Certificates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Abolition profit of Share Certificates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Capital Reserves from Inflation Adjustments to Paid-In Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVIII. Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIX. Current Period Net Profit / Loss	-	-	-	-	-	-	-	-	6,274	-	-	-	-	-	-	6,274	-	6,274
XX. Profit Distribution	-	-	-	-	-	-	-	-	(5,266)	5,266	-	-	-	-	-	-	-	-
20.1 Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20.2 Transferred to Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20.3 Others	-	-	-	-	-	-	-	-	(5,266)	5,266	-	-	-	-	-	-	-	-
Balances at the End of Period (III+IV+V...+XVIII+XIX+XX) - 31/03/2009	420,000	-	(814)	-	3,623	-	9,468	-	6,274	5,266	1,261	5,027	-	-	-	450,105	-	450,105
CURRENT PERIOD 31/03/2010																		
I. Balances at the Beginning of Period-01/01/2010	420,000	-	(814)	-	4,252	-	14,105	-	16,159	-	4,082	5,027	-	-	-	462,811	-	462,811
Changes in the Period																		
II. Increase / Decrease Related to Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III. Valuation Difference of Available-for-Sale Securities	-	-	-	-	-	-	-	-	-	-	111	-	-	-	-	111	-	111
IV. Hedging Transactions (Effective Portion)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.1 Cash Flow Hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4.2 Hedging of a Net Investment in Foreign Subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V. Revaluation fund on tangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI. Revaluation fund on intangible assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VII. Capital Bonus of Associates, Subsidiaries and Joint Ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII. Foreign Exchange Differences	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX. Changes Related to Sale of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X. Changes Related to Reclassification of Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI. Effect of Changes in Equities of Associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII. Capital Increase	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.1 Cash	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12.2 Domestic sources	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII. Issuances of Share Certificates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV. Abolition profit of Share Certificates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV. Capital Reserves from Inflation Adjustments to Paid-In Capital	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI. Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII. Current Period Net Profit / Loss	-	-	-	-	-	-	-	-	7,103	-	-	-	-	-	-	7,103	-	7,103
XVIII. Profit Distribution	-	-	-	-	-	-	-	-	(16,159)	-	-	-	-	-	-	-	-	-
18.1 Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2 Transferred to Reserves	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.3 Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balances at the End of Period (I+II+III...+XVI+XVII+XVIII) - 31/03/2010	420,000	-	(814)	-	4,929	-	29,587	-	7,103	-	4,193	5,027	-	-	-	470,025	-	470,025

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

TEKSTİL BANKASI A.Ş. AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE PERIODS ENDED 31 MARCH 2010 AND 2009
(Currency: Thousands of TL - Turkish Lira)

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

		THOUSANDS OF TURKISH LIRA	
		CURRENT PERIOD (01/01/2010 - 31/03/2010)	PRIOR PERIOD (01/01/2009 - 31/03/2009)
A.	CASH FLOWS FROM BANKING OPERATIONS		
1.1	Operating Profit before Changes in Operating Assets and Liabilities	19,514	57,932
1.1.1	Interest Received	52,509	114,022
1.1.2	Interest Paid	(21,732)	(51,100)
1.1.3	Dividend Received	-	-
1.1.4	Fees And Commissions Received	4,469	5,560
1.1.5	Other Income	1,307	8,378
1.1.6	Collections from Non-performing Loans	5,576	7,271
1.1.7	Payments to Personnel and Service Suppliers	(14,222)	(17,303)
1.1.8	Taxes Paid	(1,726)	(927)
1.1.9	Other	(6,667)	(7,969)
1.2	Changes in Operating Assets and Liabilities	(26,565)	(232,539)
1.2.1	Net (Increase) Decrease in Trading Securities	177	(314)
1.2.2	Net (Increase) Decrease in Financial Assets Designated at FV	-	-
1.2.3	Net (Increase) Decrease in Banks	6,561	(2,527)
1.2.4	Net (Increase) Decrease in Loans	153,604	166,550
1.2.5	Net (Increase) Decrease in Other Assets	6,445	2,198
1.2.6	Net Increase (Decrease) in Bank Deposits	9,962	(16,692)
1.2.7	Net Increase (Decrease) in Other Deposits	(268,182)	(125,444)
1.2.8	Net Increase (Decrease) in Funds Borrowed	69,217	(242,235)
1.2.9	Net Increase (Decrease) in Due Payables	-	-
1.2.10	Net Increase (Decrease) in Other Liabilities	(4,349)	(14,075)
I.	Net Cash (Used in) Banking Operations	(7,051)	(174,607)
B.	CASH FLOWS FROM INVESTING ACTIVITIES		
II.	Net Cash (Used in) / Provided by Investing Activities	(39,097)	146,248
2.1	Cash Paid for Purchase of Investments, Associates and Subsidiaries	-	-
2.2	Cash Obtained From Sale of Investments, Associates And Subsidiaries	-	-
2.3	Fixed Assets Purchases	(97)	(107)
2.4	Fixed Assets Sales	10	1
2.5	Cash Paid for Purchase of Investments Available for Sale	(72,435)	(779)
2.6	Cash Obtained From Sale of Investments Available for Sale	33,425	-
2.7	Cash Paid for Purchase of Investment Securities	-	-
2.8	Cash Obtained from Sale of Investment Securities	-	147,133
2.9	Other	-	-
C.	CASH FLOWS FROM FINANCING ACTIVITIES		
III.	Net Cash from Financing Activities	(74)	(249)
3.1	Cash Obtained from Funds Borrowed and Securities Issued	-	-
3.2	Cash Used for Repayment of Funds Borrowed and Securities Issued	-	-
3.3	Capital Increase	-	-
3.4	Dividends Paid	-	-
3.5	Payments for Finance Leases	(74)	(249)
3.6	Other	-	-
IV.	Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents	459	1,282
V.	Net (Decrease) in Cash and Cash Equivalents (I+II+III+IV)	(45,763)	(27,326)
VI.	Cash and Cash Equivalents at the Beginning of Period	152,182	693,667
VII.	Cash and Cash Equivalents at the End of Period (V+VI)	106,419	666,341

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

SECTION THREE

ACCOUNTING POLICIES

I. Basis of presentation

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 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, "Communique on Financial Statements and the Accompanying Explanations and Footnotes to be Announced to the Public", dated 10 February 2007 which is published in the Official Gazette No. 26430, Turkish Accounting Standards ("TAS") and Turkish Financial Reporting Standards ("TFRS").

Unless stated otherwise, the consolidated financial statements and balances in related information and disclosures are presented in thousands of Turkish Lira.

Preparation of financial statements according to TAS requires the Bank management to make assumptions and forecasts about assets and liabilities in the balance sheet. These assumptions and forecasts are regularly revised, adjusted and the effects of these adjustments is reflected to income statement.

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.

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

Accounting policies and valuation principles used in the preparation of the consolidated financial statements are explained in footnotes II through XXVII in the following pages.

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

Strategy for the use of financial instruments

The Parent Bank's main area of activities consist corporate, commercial and retail banking, fund management transactions and international banking services. The Parent Bank gives loans mainly to domestic customers by external sources of funds comprised mainly of domestic deposits and foreign borrowings and invests in marketable securities and banks placements to maintain liquidity.

The liability side of the balance sheet is intensively composed of short-term deposits and medium/long term borrowings in line with the general trend in the banking sector. Foreign currency borrowings are predominately floating rate and thus, the Parent Bank aims to minimize the effects of fluctuations in currency and interest rates in the market. Deposits collected are fixed rate and balanced with fixed rate loans and other investments. The fundamental strategy to manage the liquidity risk is to expand the deposit base through customer-oriented banking philosophy, and to increase customer transactions and retention rates. The Parent Bank invests some of its resources to domestic government bonds and short-term placements to reduce liquidity risk.

In order to avoid currency risk, the Parent Bank aims to balance foreign currency assets and liabilities through currency swaps. Currency risk, interest rate risk and liquidity risk are monitored and measured instantly by various risk management systems, and the balance sheet is managed under the limits set by these systems and the limits legally required. Asset-liability management and value at risk models, stress tests and scenario analysis are used for this purpose.

The Parent Bank designates its loan strategy considering international and national economic data and expectations, market conditions, interest, liquidity, currency, credit and other risks. Loan portfolio of the Bank is not concentrated on a specific segment and concentration risk is taken in consideration as much as possible.

Transactions denominated in foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated by using currency exchange rates on the balance sheet date. The resulting exchange differences are recorded in the income statement as "Foreign Exchange Gain/Loss".

There is no goodwill related to the Parent Bank's foreign operations.

No foreign operation has been disposed of during the period.

III. Presentation of information regarding the Bank and consolidated subsidiaries and associates

The Parent Bank has no consolidating associate.

Tekstil Menkul and ETB which are financial subsidiaries of the Bank are consolidated to accompanying financial statements by using "Full Consolidation" method as of 31 March 2010 and 31 December 2009.

The Parent Bank and the consolidated companies are named as "Group".

The carrying amount of the Parent Bank's investment in each subsidiary and the Bank's portion of equity of each subsidiary are eliminated. All intercompany transactions and intercompany balances between the consolidated subsidiaries and the Parent Bank are eliminated. The financial statements which have been used in the consolidation are prepared as at 31 March 2010 and appropriate adjustments are made to financial statements to use uniform accounting policies for similar transactions and events in same circumstances.

Tekstil Bilişim, subsidiary of the Parent Bank, is not consolidated in consideration of not being a financial subsidiary as per the BRSA Communiqué; “Regulation on Preparation of Banks’ Consolidated Financial Statements” article 5, division 1 published on the Official Gazette no.26340 dated 6 November 2006.

IV. Forward transactions, options and derivative instruments:

The derivative transactions of the Parent Bank mainly consist of foreign currency swaps, foreign currency options and forward contracts.

Derivatives are classified as held for trading in accordance with TAS 39 “Financial Instruments: Recognition and Measurement”. The Parent Bank and its financial subsidiaries do not have any embedded derivatives.

The liabilities and receivables arising from the derivative transactions are recorded as off-balance sheet items at their contract values.

The derivative transactions are valued at fair value subsequent to initial recognition and are presented in the “Positive Value of Trading Derivatives” under the “Financial Assets at Fair Value Through Profit or Loss” and “Negative Value of Trading Derivatives” items of the balance sheet depending on the resulting positive or negative amounts of the computed value. Gains and losses arising from a change in the fair value of trading purpose derivatives are recognized in the consolidated income statement. Fair values of derivatives are determined using quoted market prices in active markets or using discounted cash flow techniques within current market interest rates.

V. Interest income and expense:

Interest is recognized using the effective interest method (the effective interest rate is the rate that exactly discounts the estimated future cash payments and receipts through the expected life of the financial asset or liability) defined in TAS 39. Interest income and expense computed by using internal rate of return are recognized on an accrual basis. In accordance with the related legislation, the Parent Bank ceases to accrue interest income on loans that become non-performing. Interest accrual does not start until such loans become performing and are classified as performing loans or until collection.

VI. Fees and commissions:

Fee and commission income/expenses are accounted on accrual or cash basis relatively, regarding the nature of the transactions.

VII. Financial assets:

1. Financial assets at fair value through profit or loss:

Financial assets at fair value through profit or loss consist of “trading securities” and “financial assets designated at fair value”. The Bank does not have any financial assets classified as “financial assets designated at fair value”.

Trading securities are financial assets acquired for generating a profit from short term fluctuations in price or dealer’s margin. Trading securities are recognized and derecognized on settlement date basis when purchased and disposed of. 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. Interest earned whilst holding trading securities is reported as interest income.

2. Investment securities available-for-sale

Available-for-sale assets are financial assets other than financial assets held for trading, loans and advances to banks and customers, or financial assets held to maturity.

Financial assets available-for-sale are measured at their fair values subsequently following the initial recognition at cost. However, assets for which fair values could not be determined reliably are valued using discounting method with internal rate of return for the ones with a fixed maturity; and using valuation models or discounted cash flow techniques for the ones which do not have a fixed maturity. Unrecognized gain/losses derived from the difference between their fair value and the discounted values are recorded in "securities value increase fund" under the shareholders' equity. In case of sales, the realized gain/losses are recognized directly in the income statement.

3. Loans and receivables:

Loans and receivables arise when the Bank provides money, goods or services directly to a debtor. Such assets are initially recognized at cost and are carried at amortized cost using the effective interest method. Duties paid, transaction expenditures and other similar expenses on assets received against such risks are not considered as a part of transaction cost and are recorded as expense.

Based on the regular reviews of the loan portfolio by the Bank management, loans that are identified as being impaired are transferred to "loans under follow-up" accounts. Thereby, specific allowances are made against the carrying amount of these loans in accordance with the "Regulation on the Principles and Procedures Related to the Determination of the Loans and Other Receivables for which Provisions Shall be Set Aside by Banks and to the Provisions to be Set Aside" published on the Official Gazette no.26333 dated 1 November 2006. Provisions are deducted from the income of the current year. When collections are made on loans that have been provided for, they are credited to the income statement accounts "Provision for Loan Losses or Other Receivables" if the provision was made in the current year, otherwise such collections are credited to "Other Operating Income" account with respect to allowances made in the prior years. Loans and receivables which are not possible to be collected are written off after the resolution of the Board of Directors.

4. Investment securities held-to-maturity:

Held-to-maturity securities are financial assets with fixed maturities and pre-determined payment schedules that the Bank has the intent and ability to hold until maturity, excluding loans and receivables. Investment securities held-to-maturity and loans are initially recognized at cost. Investment securities held-to-maturity are accounted for by using a discounting method based on internal rate of return applied on the net investment amounts after the deduction of provision for impairments. Interest earned on held-to-maturity securities are recognized as interest income in the consolidated income statement.

In the first quarter of 2009, the Parent Bank has sold a significant portion of its securities classified in held to maturity portfolio before the maturity dates of such securities. Financial assets will not be classified as held to maturity securities in 2010 and 2011.

VIII. Impairment of financial assets:

Financial asset or group of financial assets are reviewed at each balance sheet date to determine whether there is an objective indicator of impairment. If any such indicator exists, the Parent Bank estimates the amount of impairment.

Impairment loss incurs if, and only if, there is an objective evidence that the expected future cash flows of financial asset or group of financial assets are adversely affected by an event(s) ("loss event(s)") incurred subsequent to recognition. The losses expected to incur due to future events are not recognized even if the probability of loss is high.

If there is an objective evidence that certain loans will not be collected, for such loans; the Bank provides specific and general allowances for loan and other receivables classified 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 on the Official Gazette no.26333 dated 1 November 2006. The allowances are recorded in the income statement of the related period.

IX. Offsetting financial instruments:

Financial assets and liabilities are offset and the net amount reported in the consolidated balance sheet only when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

X. Sale And Repurchase Agreements And Transactions Related To The Lending Of Securities

Securities sold under repurchase agreements ("repo") are classified as "trading", "available for sale" or "held to maturity" based on the Banks management's intention and measured with the same valuation principles of the portfolio above. Funds received through repurchase agreements are classified separately under liability accounts and the related interest expenses are accounted on an accrual basis based on the difference between selling and repurchase prices using effective interest rate method.

Securities purchased under resale agreements are classified under "Receivables from Reverse Repurchase Agreements". An income accrual using the effective interest rate method is accounted for the positive difference between the purchase and resale prices earned during the period. The Parent Bank does not have any securities related to the lending.

XI. Assets held for sale and discontinued operations:

Assets held for sale consists of assets that have high sales probability, have been planned to sell, and started an active programme to complete the plan and determine the buyers. Asset should be marketed the price compatible with fair value. Furthermore, starting from the day of sale, the sales should be hold for a year before to be accounted as a sale and also for the completion of the plan, the necessary activities show that the possibility of having significant change in the plan or the cancelation of the plan is low.

The Parent bank does not have any assets held for sale.

The Parent Bank does not have any discontinued operations.

XII. Goodwill and other intangible assets:

There is no goodwill in the accompanying consolidated financial statements as at 31 March 2010 and 31 December 2009.

Intangible assets are initially recognized at their cost that includes expenditures that are directly attributable to the acquisition of the asset. Intangibles are reflected in the consolidated balance sheet at cost less amortization and any accumulated impairment losses.

Intangible assets have been restated for the effects of inflation, until 31 December 2004. The new additions to intangible assets after 31 December 2004 are recorded with their historic costs excluding any currency exchange differences and financing expenses capitalized.

Intangible assets are amortized on amortization rates between 2% and 33%.

Intangible assets are amortized on a straight-line basis. 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.

XIII. Tangible assets:

Tangible assets are initially recognized at their cost that includes expenditures that are directly attributable to the acquisition of the asset. Tangible assets (except buildings as stated below) are reflected in the consolidated financial statements at cost less accumulated depreciation and any accumulated impairment.

Tangible assets that are acquired before 31 December 2004 have been restated for the effects of inflation, until 31 December 2004. The new additions to tangible assets after 31 December 2004 are shown with their historic costs excluding any currency exchange differences and financing expenses capitalized.

Tangible assets are depreciated on a straight-line basis based on the estimated useful lives. The estimated useful lives are as follows:

Buildings	50 years
Furniture and fixtures	3 – 50 years
Leasehold improvements	5 years

The depreciation of an asset held for a period less than a full financial year is calculated as a proportion of the full year depreciation charge from the date of acquisition to the financial year end.

In cases where the expected future benefits of the assets are less than their book values, the book values of such assets are reduced to their net realizable values and impairment losses are recorded as expense.

Gains and losses on disposal of an item of assets are determined by deducting the carrying amount of the asset from the proceeds from disposal.

The regular maintenance and repair expenditures are accounted as expense. The investment expenditures, made to increase the future benefits of the asset by improving the capacity of the asset, are added to the cost of the asset. Investment expenditures comprised of the costs which increase the useful life of the asset, improve the capacity of the asset, increase the quality or decrease the cost of production.

As at 31 December 2007, the Parent Bank has started to implement revaluation model for the buildings as permitted by TAS 16 “Property, Plant and Equipment”. For this purpose, fair value of the buildings are determined by a third party appraiser. The fair value difference is recognized in “Revaluation Fund on Tangible Assets” within the equity items. As at 31 March 2010, revaluation difference on tangible assets amounts to TL 5,292 (31 December 2009: TL 5,292).

XIV. Leasing activities:

Leased assets are recognized by recording an asset and a liability at the same amount. In the determination of the related asset and liability amounts, the lower of the fair value of the leased asset and the present value of leasing payments is considered. Tangible assets acquired by way of financial leasing are recognized in tangible assets and depreciated in line with tangible assets group they relate to. In cases where leased assets are impaired or the expected future benefits of the assets are less than their book values, the book values of such leased assets are reduced to their net realizable values. The obligations under financial leases arising from the lease contracts are presented under “Financial Lease Payables” account in the balance sheet. Interest expense and currency exchange rate differences related to leasing activities are recognized in the income statement. The Parent Bank does not enter into financial lease transactions by acting as the “lessor”.

In operating leases, the rent payments are charged to the income statement in accrual basis.

XV. Provisions and contingencies:

Provisions, other than specific and general provisions for loans and other receivables, and contingent liabilities are provided for in accordance with TAS 37 "Provisions, Contingent Liabilities and Contingent Assets".

Provisions are accounted for immediately when obligations arise as a result of past events and a reliable estimate of the obligation is made by the Parent Bank management. Whenever the amount of such obligations cannot be measured, they are regarded as "Contingent". If the possibility of an outflow of resources embodying economic benefits becomes probable and the amount of the obligation can be measured with sufficient reliability, a provision is recognized. If the amount of the obligation cannot be measured with sufficient reliability or the possibility of an outflow of resources embodying economic benefits is remote, such liabilities are disclosed in the notes to the consolidated financial statements.

XVI. Contingent assets:

The contingent assets usually arise from unplanned or other unexpected events that give rise to the possibility of an inflow of economic benefits to the Bank or its subsidiaries. If an inflow of economic benefits has become probable, then the contingent asset is disclosed in the notes to the consolidated financial statements. If it has become virtually certain that an inflow of economic benefits will arise, the asset and the related income are recognized in the consolidated financial statements of the period in which the change occurs.

XVII. Obligations concerning employee rights:

Obligations concerning employee severance indemnities and vacation pay are accounted in accordance with the Turkish Accounting Standard 19 ("TAS 19") "Employee Benefits".

In accordance with existing legislation in Turkey, the banks have to make certain lump-sum payments to employees who has completed one year of service with the bank and whose employment is terminated due to retirement or reasons other than resignation or misconduct. Provision for employee severance benefits has been accounted for using discounting total provision and reflected to the consolidated financial statements.

XVIII. Taxation:

a. Current taxes:

In Turkey, the corporate tax rate is 20%. This rate is applied to accounting income modified for certain exemptions (like dividend income) and deductions (like investment incentives), and additions for certain non-tax deductible expenses and allowances for tax purposes. If there is no dividend distribution planned, no further tax charges are made.

Dividends paid to the resident institutions and the institutions working through local offices or representatives in Turkey are not subject to withholding tax. As per 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. Accordingly, 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 resident institutions is 15%. In applying the withholding tax rates on dividend payments to the nonresident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are taken into account. Appropriation of the retained earnings to capital is not considered as profit distribution and therefore is not subject to withholding tax.

The foreign subsidiary of the Parent Bank, ETB, is entitled to corporate tax rate of 2%.

In accordance with the tax legislation, corporate taxes are paid in advance based on the tax base calculated on the quarterly earnings of the companies at the rate of 20%. These payments can be deducted from the annual corporate tax calculated for the whole year earnings. Such taxes paid in advance are deducted from the final corporate tax liability.

In accordance with the Turkish tax legislation, the tax losses can be carried forward to offset against future taxable income for up to 5 years. Tax losses cannot be carried back to offset profits from previous periods.

In Turkey, there is no procedure for a final and definite agreement on tax assessments. Companies file their tax returns with their tax offices by the end of 25th of the fourth month following the close of the accounting period to which they relate. Tax returns are open for five years from the beginning of the year that follows the date of filing during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

b. Deferred taxes:

In accordance with TAS 12 “Income Taxes”, the Parent Bank accounts for deferred taxes based on the tax effect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred taxes are based on tax rates (and tax laws) that have been enacted at the balance sheet date.

Deferred income tax assets are recognized for all deductible temporary differences, carry-forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, carry-forward of unused tax credits and unused tax losses can be utilized.

Deferred tax assets and liabilities of the Parent Bank have been offset in the Parent Bank’s financial statements. Net deferred tax assets or liabilities of the subsidiaries in the Group which are calculated individually have not been offset.

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

The Parent Bank has calculated deferred tax and reflected to the consolidated financial statements.

c. Transfer pricing

In Turkey, the transfer pricing provisions have been stated under the Article 13 of Corporate Tax Law with the heading of “disguised profit distribution via transfer pricing”. The General Communiqué on disguised profit distribution via Transfer Pricing, dated November 18, 2007 sets details about implementation.

If a taxpayer enters into transactions regarding sale or purchase of goods and services with related parties, where the prices are not set in accordance with arm's length principle, then related profits are considered to be distributed in a disguised manner through transfer pricing. Such disguised profit distributions through transfer pricing are not accepted as tax deductible for corporate income tax purposes.

Corporate tax-payers required in “section 7.1 annual documentation” part of related communiqué, have to fill the “form relating to transfer pricing, controlled foreign companies and thin capitalization” (“the Form”) as associated with purchasing and selling goods or services with related parties in an accounting period and send it to the tax office submitted as an appendix to the corporate tax return. The Parent Bank fills the related form and submits to tax office in the required time.

XIX. Additional explanations on borrowings:

Financial liabilities held for trading and negative value of derivative instruments are carried at fair value and all other financial liabilities are carried at amortized cost using effective interest rate method.

XX. Issued shares:

There is no issued share in the current period.

XXI. Acceptances:

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

XXII. Government grants:

As at 31 March 2010 and 31 December 2009, the Group does not have any government grants.

XXIII. Reserves and profit distribution:

Retained earnings at statutory books are allowed for distribution except for the following clause on legal reserves.

The legal reserves consist of first and second reserves, in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of the statutory profit at the rate of 5% until the total reserve reaches a maximum of 20% of the Company's paid-in capital. The second legal reserve is appropriated at the rate of 10% of all distributions in excess of 5% of the Company's share capital. The first and second legal reserves are not available for distribution unless they exceed 50% of the share capital.

XXIV. Related parties:

For the purpose of the consolidated financial statements, shareholders, top management and members of board of directors, related companies managed by their own and families, associates and jointly controlled entities are accepted as related party in accordance with TAS 24 "Related Party Disclosures".

XXV. Cash and cash equivalents

For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise cash and balances with central banks, deposits with banks and other financial institutions and other money market placements with an original maturity of three months or less. The reserve requirements held as a blocked at the Central Bank are not regarded as a "cash equivalent" in the statements of cash flows.

XXVI. Segment reporting:

A business segment is a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different from those of other business segments. Segment reporting is presented in Section Four, Footnote VI.

XXVII. Reclassifications:

Income acquired from fund management fee that amounts TL 371 presented under "Other Operating Income" in the previous period are presented under "Fees and Commissions Received – Other". There is not any material reclassification in the accompanying consolidated financial statements and related notes other than this.

SECTION FOUR

CONSOLIDATED FINANCIAL POSITION

I. Consolidated capital adequacy ratio

As at 31 March 2010, the Group's consolidated capital adequacy ratio is 21.81% (31 December 2009: 20.54%).

Risk measurement methods used in the calculation of consolidated capital adequacy ratio is the sum of risk weighted assets and non-cash loans weighted based on the regulation; and market risk on marketable securities, specific risk and foreign currency exchange risk also based on the regulation, which are aggregately defined as Value at Risk calculated by standardized method. The following tables present details of "risk weighted assets" and determination of "capital" which are basis for the calculation of capital adequacy ratio of the Parent Bank.

Consolidated Capital Adequacy Ratio:

	Risk Weights						Risk Weights					
	Unconsolidated						Consolidated					
	0%	20%	50%	100%	150%	200%	0%	20%	50%	100%	150%	200%
Credit Risk Based												
Balance Sheet Items (Net)	361,450	67,201	334,416	1,175,736	601	6	366,643	67,210	334,416	1,171,070	601	6
Cash in Vault	15,347	-	-	-	-	-	15,347	-	-	-	-	-
Due Dated Financial Assets	-	-	-	-	-	-	-	-	-	-	-	-
Central Bank of Turkey	24,196	-	-	-	-	-	24,196	-	-	-	-	-
Domestic and Foreign Banks,												
Foreign Branches	-	66,866	-	-	-	-	-	66,875	-	-	-	-
Interbank Money Market	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Reverse Repos	-	-	-	-	-	-	-	-	-	-	-	-
Reserve Deposits	41,421	-	-	-	-	-	41,421	-	-	-	-	-
Loans	29,910	-	334,416	982,480	601	6	29,910	-	334,416	986,054	601	6
Non-performing Loans (Net)	-	-	-	41,286	-	-	-	-	-	41,286	-	-
Receivables from Leasing												
Operations	-	-	-	-	-	-	-	-	-	-	-	-
Investments Available-for-Sale	242,832	-	-	10,422	-	-	248,020	-	-	10,422	-	-
Investments Held-to-Maturity	-	-	-	-	-	-	-	-	-	-	-	-
Receivables from Sale of Assets	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous Receivables	1,068	191	-	2,489	-	-	1,068	191	-	2,631	-	-
Accrued Interest and Other Income	4,352	144	-	33,490	-	-	4,352	144	-	33,657	-	-
Investments in Associates,												
Subsidiaries and Joint Ventures												
(Net)	-	-	-	8,810	-	-	-	-	-	103	-	-
Tangible Assets	-	-	-	84,300	-	-	-	-	-	84,450	-	-
Other Assets	2,324	-	-	12,459	-	-	2,329	-	-	12,467	-	-
Off-Balance Sheet Items	6,015	34,813	28,313	401,655	-	-	6,015	33,874	28,313	404,285	-	-
Non-Cash Loans and Commitments	6,015	31,404	28,313	397,524	-	-	6,015	31,404	28,313	399,214	-	-
Derivatives	-	3,409	-	4,131	-	-	-	2,470	-	5,071	-	-
Accounts Not Risk Weighted	-	-	-	-	-	-	-	-	-	-	-	-
Total Risk Weighted Assets	367,465	102,014	362,729	1,577,391	601	6	372,658	101,084	362,729	1,575,355	601	6

Summary information related to consolidated and unconsolidated capital adequacy ratio:

	Unconsolidated		Consolidated	
	Current Period	Prior Period	Current Period	Prior Period
Risk Weighted Assets (RWA)	1,780,072	1,917,204	1,777,850	1,914,342
Market Risk (MR)	28,488	13,813	28,438	13,363
Operational Risk (OR)	323,371	301,371	327,543	304,612
Shareholders' Equity	468,773	463,786	465,463	458,448
Shareholders' Equity /(RWA+MR+OR) *100	21.99	20.78	21.81	20.54

Components of shareholders' equity :

	Current Period	Prior Period
CORE CAPITAL		
Paid-in Capital	420,000	420,000
Nominal Capital	420,000	420,000
Capital Commitments (-)	-	-
Capital Reserves Arising From Inflation Adjustments to Paid-in Capital	-	-
Share Premium	(814)	(814)
Share Cancellation Profit	-	-
Legal Reserves	4,929	4,252
I. Legal Reserve (Turkish Commercial Code 466/1)	4,929	4,252
II. Legal Reserve (Turkish Commercial Code 466/2)	-	-
Other Legal Reserve per Special Legislation	-	-
Status Reserves	-	-
Extraordinary Reserves	29,587	14,105
Reserve Allocated at the General Assembly	-	-
Retained Earnings	29,587	14,105
Accumulated Losses	-	-
Foreign Currency Translation Differences	-	-
Inflation Component of Legal Reserves, Status Reserves and Extraordinary Reserves	-	-
Profit	7,103	16,159
Current Period Profit	7,103	16,159
Prior Periods' Profit	-	-
Free Provisions Booked for Possible Losses (Up to 25% of the Core Capital)	-	-
Gain on Sale of Real Estate and Investments in Associates and Subsidiaries to be Added to the Share Capital	-	-
Primary Subordinated Loans (Up to 15% of the Core Capital)	-	-
Accumulated Losses (-)	-	-
Current Period Loss	-	-
Prior Periods' Loss	-	-
Leasehold Improvements (-) (*)	1,188	1,319
Prepaid Expenses (-)	3,663	1,898
Intangible Assets (-)	1,931	2,048
Deferred Tax Assets (Amount Exceeding 10% of the Core Capital) (-)	-	-
Amount Excess of Article 56/3 of the Law (-)	-	-

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Total Core Capital	454,023	448,437
SUPPLEMENTARY CAPITAL		
General Loan Loss Reserves	9,330	9,777
45% of Revaluation Fund of Tangible Assets	-	-
45% of Revaluation Fund of Real Estate	2,262	2,262
Bonus Shares from Subsidiaries and Joint Ventures	-	-
Amount not Included in Core Capital for Primary Subordinated Loans	-	-
Secondary Subordinated Loans	-	-
45% of Securities Value Increase Fund (100% in case of a deficit)	1,887	1,837
Associates and Subsidiaries	-	-
Investments Available-for-Sale	1,887	1,837
Inflation Component of Capital Reserves, Profit Reserves and Prior Period Profits	-	-
Total Supplementary Capital	13,479	13,876
TIER III CAPITAL	-	-
CAPITAL	467,502	462,313
DEDUCTIONS FROM CAPITAL	2,039	3,865
Shares in Unconsolidated Banks and Financial Institutions	-	-
Secondary Subordinated Loans Granted to Banks, Financial Institutions (Foreign and Domestic), or Preferred Shareholders, and Primary/Secondary Subordinated Loans Obtained from Them	-	-
Shares in Banks and Financial Institutions Accounted under the Equity Method	-	-
Loans Granted in Violation of the Articles 50 and 51 of the Law	-	-
Amount in Excess of 50% of the Equities of the Net Book Value of the Real Estate of the Banks, and Net Book Value of the Assets Held for Sale that Should Be Disposed of According to the Article 57 of the Law which is not Disposed of in Five Years	2,039	3,865
Others	-	-
TOTAL SHAREHOLDERS' EQUITY	465,463	458,448

II. Consolidated market risk

Consolidated market risk is the potential risk of loss arising from changes in interest rates, foreign currency exchange rates and equity prices regarding the assets and liabilities of the Parent Bank's on-off balance sheet.

Standard method defined in the "Regulation on Measurement and Assessment of Capital Adequacy Ratios of Banks" published in Official Gazette no. 26333 dated 1 November 2006 is 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.

Market risk is calculated by employing the Standard Method and internal risk measurement models using value at risk (VaR) methodology. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The internal methods used by the Parent Bank are Parametric Method, Historical Simulation and Monte Carlo Simulation. In calculating VaR, a one-tailed 99% confidence level is used regarding one-day holding period. The results are regularly reported to the Senior Level Risk Committee and Asset-Liability Committee.

Consolidated market risk:

	Amount
(I) Capital Obligation against General Market Risk - Standard Method	1,627
(II) Capital Obligation against Specific Risk - Standard Method	26
(III) Capital Obligation against Currency Risk - Standard Method	479
(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	143
(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) (*)	2,275
(IX Value-At-Risk Amount (12.5 x VIII) or (12.5 x VII))	28,438

(*) Value at Risk does not represent all of TL 28,438 but 8% of which is TL 2,275 as the market risk. This amount, TL 2,275, is also the minimum capital obligation to eliminate the market risk.

III. Consolidated foreign currency exchange rate risk

Foreign currency risk indicates the possibilities of the potential losses that banks are subject to due to adverse movements between currencies. The Parent Bank monitors foreign currency exchange rate risk in currency/TL and parity basis and uses different risk methods and tools for each. The Parent Bank hedges parity risks through spot/arbitrage and future transactions.

The Parent Bank's foreign currency exchange rate risk is measured by Standard Method and Value at Risk Method.

The Parent Bank considers all foreign currency assets and liabilities and currency forward transactions in measuring capital obligation against currency risk. Net short and long positions of TL equivalents of all types of currencies are calculated. Position with the higher absolute value, which is the basis for the capital obligation, is used measuring the capital obligation for currency risk.

The Bank's Board of Directors, determines the Parent Bank's limits, within regulatory limitations, related to short/long positions at any period. The Treasury Department of the Parent Bank is responsible from the management of price and liquidity risks on Turkish Lira or foreign currency in the domestic and international markets. Risk Management Department, exercise continuous control on risks in the money markets and transactions creating these risks and reports to the Assets-Liability Committee of the Bank weekly.

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 (TL full):

	24/03/10	25/03/10	26/03/10	29/03/10	30/03/10	31/03/10
USD	1.5368	1.5348	1.5344	1.5266	1.5236	1.5215
GBP	2.3054	2.2947	2.2924	2.2663	2.2812	2.2924
EURO	2.0762	2.0525	2.0478	2.0423	2.0536	2.0523
JPY	0.0170	0.0168	0.0166	0.0165	0.0164	0.0164

The basic arithmetical average of the Bank's foreign exchange bid rate for the last thirty days from 31 March 2010 (TL full):

	Monthly Average FC Exchange Bid Rates
USD	1.5285
GBP	2.3014
EURO	2.0760
JPY	0.0169

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Information on consolidated exchange rate risk:

Current Period	EURO	USD	JPY	OTHER FC	TOTAL
Assets					
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	3,465	65,679	8	252	69,404
Banks	21,762	35,980	621	8,427	66,790
Financial Assets at Fair Value Through Profit or Loss (*)	43	286	-	-	329
Interbank Money Market Placements	-	-	-	-	-
Investment Securities Available-for-Sale	-	20,832	-	-	20,832
Loans (**)	124,610	316,598	35,202	2,092	478,502
Investments in Subsidiaries and Associates	-	-	-	-	-
Investment Securities Held-to-Maturity	-	-	-	-	-
Hedging Purpose Financial Derivatives	-	-	-	-	-
Tangible Assets	-	2	-	-	2
Intangible Assets	-	-	-	-	-
Other Assets	5	1,568	-	2	1,575
Total Assets (*)	149,885	440,945	35,831	10,773	637,434
Liabilities					
Bank Deposits	1	3,070	-	-	3,071
Foreign Currency Deposits	195,122	323,577	35	8,195	526,929
Interbank Money Markets	-	-	-	-	-
Funds Borrowed from Other Financial Institutions	18,688	115,791	-	-	134,479
Marketable Securities Issued	-	-	-	-	-
Miscellaneous Payables	228	333	-	-	561
Hedging Purpose Financial Derivatives	-	-	-	-	-
Other Liabilities (*)	2,724	2,791	-	177	5,692
Total Liabilities (*) (***)	216,763	445,562	35	8,372	670,732
Net On Balance Sheet Position	(66,878)	(4,617)	35,796	2,401	(33,298)
Net Off Balance Sheet Position	62,168	5,757	(35,493)	(2,180)	30,252
Financial Derivatives (Assets)	177,505	195,799	42,830	2,631	418,765
Financial Derivatives (Liabilities)	115,337	190,042	78,323	4,811	388,513
Non-cash Loans (****)	79,179	295,405	598	584	375,766
Prior Period					
Total Assets (*) (**)	155,904	443,364	37,267	8,482	645,017
Total Liabilities (*) (***)	259,903	614,897	14	6,179	880,993
Net On Balance Sheet Position	(103,999)	(171,533)	37,253	2,303	(235,976)
Net Off Balance Sheet Position	103,443	167,862	(36,676)	(2,216)	232,413
Financial Derivatives (Assets)	279,256	352,181	115,019	22,626	769,082
Financial Derivatives (Liabilities)	175,813	184,319	151,695	24,842	536,669
Non-cash Loans (****)	92,321	286,571	598	593	380,083

(*) As at 31 March 2010, there is an accrual difference in "Financial Assets At Fair Value Through Profit Or Loss" and "Negative Value Of Trading Derivatives" amounting to TL 2,993 and TL 2,643, respectively (31 December 2009: TL 2,473 and TL 2,507).

(**) As at 31 March 2010, "Loans" balance includes, in addition to the balance sheet amount, foreign currency indexed loans and its accrual amounting to TL 209,566 (31 December 2009: TL 255,501).

(***) As at 31 March 2010, "Security valuation differences" in equity amounting to TL 584 (31 December 2009: TL 500) not included.

(****) Has no effect on net off balance sheet position.

The table below demonstrates prospective increase and decrease in equities and profit/loss as at 31 March 2010 and 31 December 2009 (excluding tax effect) on condition that 10 percent revaluation/devaluation of the foreign currencies below against TL. This analysis has been prepared under the circumstances of assumption of other variables, especially interest rates, to be constant.

	31 March 2010				31 December 2009			
	Income Statement		Equity (*)		Income Statement		Equity (*)	
	10% increase	10% decrease	10% increase	10% decrease	10% increase	10% decrease	10% increase	10% decrease
USD	56	(56)	114	(114)	(417)	417	(367)	367
EURO	(471)	471	(471)	471	(56)	56	(56)	56
Other FC	52	(52)	52	(52)	66	(66)	66	(66)
Total, net	(363)	363	(305)	305	(407)	407	(357)	357

* Equity effect consists of income statement effect in the table.

IV. Consolidated interest rate risk

Consolidated interest rate risk is the probability of loss due to changes in interest rates depending on the Parent Bank's position regarding the interest bearing financial instruments.

Interest rate risk arises as a result of timing differences on the re-pricing of assets and liabilities, changes in correlation of interest rates between different financial instruments and, unexpected changes in the shape and slope of yield curves. Exposure to interest rate movements arises when there is a mismatch between rate sensitive assets and liabilities.

Interest rate risk is a key component of the Bank's market risk and asset and liability management.

As part of asset and liability management, duration and sensitivity analysis are used to measure the effects of changes in yield curves on the balance sheet. The Parent Bank daily monitors interest rate movements in the market and revises the Bank's interest rates.

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Interest sensitivity of assets, liabilities and off-balance sheet items (based on reprising dates)

	Up to 1 Month	1 – 3 Months	3 –12 Months	1 – 5 Years	5 Years and Over	Non-Interest Bearing (*)	Total
Current Period							
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	3,937	-	-	-	-	77,502	81,439
Banks	57,891	2,015	-	-	-	6,992	66,898
Financial Assets at Fair Value Through Profit or Loss	2,185	1,745	144	203	175	-	4,452
Interbank Money Market Placements	-	-	-	-	-	-	-
Investment Securities Av.-for-Sale	14,383	12,389	203,899	21,245	10,266	281	262,463
Loans	676,150	162,542	221,882	261,265	62,495	41,286	1,425,620
Investment Securities Held-to-Mat.	-	-	-	-	-	-	-
Other Assets	287	-	-	-	-	112,060	112,347
Total Assets	754,833	178,691	425,925	282,713	72,936	238,121	1,953,219
Liabilities							
Bank Deposits	13,045	-	-	-	-	38	13,083
Other Deposits	897,850	190,714	15,800	49	-	83,646	1,188,059
Interbank Money Market Placements	71,853	-	-	-	-	-	71,853
Miscellaneous Payables	-	-	-	-	-	8,618	8,618
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed from Other Fin.Inst.	8,905	101,123	39,241	-	-	-	149,269
Other Liabilities	3,747	850	119	-	-	517,621	522,337
Total Liabilities	995,400	292,687	55,160	49	-	609,923	1,953,219
Balance Sheet Long Position	-	-	370,765	282,664	72,936	-	726,365
Balance Sheet Short Position	(240,567)	(113,996)	-	-	-	(371,802)	(726,365)
Off Balance Sheet Long Position	-	-	-	-	-	-	-
Off Balance Sheet Short Position	-	-	-	-	-	-	-
Total Interest Sensitivity Gap	(240,567)	(113,996)	370,765	282,664	72,936	(371,802)	-

(*) Tangible and intangible assets amounting to TL 72,080, subsidiaries amounting to TL 103, assets to be disposed of amounting to TL 17,528, tax assets amounting to TL 1,834 and other assets amounting to TL 20,515 are presented within other assets as non-interest bearing; provisions amounting to TL 16,859, tax liability amounting to TL 5,834, other liabilities amounting to TL 24,903 and equity amounting to TL 470,025 are presented within other liabilities as non-interest bearing.

Average interest rates applied to monetary financial instruments:

	EURO %	USD %	JPY %	TL %
Current Period (*)				
Assets				
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	-	-	-	5.30
Banks	0.29	0.64	-	7.25
Financial Assets at Fair Value Through Profit or Loss	4.19	4.95	-	7.42
Interbank Money Market Placements	-	-	-	-
Investment Securities Available-for-Sale	-	5.72	-	6.90
Loans	6.97	5.97	7.82	14.24
Investment Securities Held-to-Maturity	-	-	-	-
Liabilities				
Bank Deposits	-	2.94	-	6.82
Other Deposits	2.72	2.76	-	9.27
Interbank Money Market Placements	-	-	-	6.68
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Borrowed from Other Financial Institutions	4.16	2.49	-	7.93

(*) Stated at compound interest rates.

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	Up to 1 Month	1 – 3 Months	3 –12 Months	1 – 5 Years	5 Years and Over	Non-Interest Bearing (*)	Total
Prior Period							
Assets							
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	51,694	-	-	-	-	89,502	141,196
Banks	49,564	3,449	1,280	-	-	5,162	59,455
Financial Assets at Fair Value Through Profit or Loss	2,754	394	214	160	279	-	3,801
Interbank Money Market Placements	-	-	-	-	-	-	-
Investment Securities Av.-for-Sale	83,882	119,303	2,723	14,320	9,936	278	230,442
Loans	890,486	164,841	220,713	214,044	55,601	41,878	1,587,563
Investment Securities Held-to-Mat.	-	-	-	-	-	-	-
Other Assets	311	-	-	-	-	117,239	117,550
Total Assets	1,078,691	287,987	224,930	228,524	65,816	254,059	2,140,007
Liabilities							
Bank Deposits	3,011	-	-	-	-	110	3,121
Other Deposits	930,307	399,982	26,248	44	-	100,601	1,457,182
Interbank Money Market Placements	5,653	-	-	-	-	-	5,653
Miscellaneous Payables	-	-	-	-	-	9,669	9,669
Marketable Securities Issued	-	-	-	-	-	-	-
Funds Borrowed from Other Fin.Inst.	18,123	91,867	36,376	-	-	-	146,366
Other Liabilities	3,016	1,554	91	2	-	513,353	518,016
Total Liabilities	960,110	493,403	62,715	46	-	623,733	2,140,007
Balance Sheet Long Position	118,581	-	162,215	228,478	65,816	-	575,090
Balance Sheet Short Position	-	(205,416)	-	-	-	(369,674)	(575,090)
Off Balance Sheet Long Position	-	-	-	-	-	-	-
Off Balance Sheet Short Position	-	-	-	-	-	-	-
Total Interest Sensitivity Gap	118,581	(205,416)	162,215	228,478	65,816	(369,674)	-

(*) Tangible and intangible assets amounting to TL 73,262, subsidiaries amounting to TL 104, assets to be disposed of amounting to TL 18,287, tax assets amounting to TL 2,022 and other assets amounting to TL 23,564 are presented within other assets as non-interest bearing; provisions amounting to TL 17,483, tax liability amounting to TL 5,356, other liabilities amounting to TL 27,703 and equity amounting to TL 462,811 are presented within other liability as non-interest bearing.

Average interest rates applied to monetary financial instruments:

	EURO %	USD %	JPY %	TL %
Prior Period (*)				
Assets				
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	-	-	-	5.30
Banks	0.46	0.56	-	-
Financial Assets at Fair Value Through Profit or Loss	4.21	4.14	-	7.95
Interbank Money Market Placements	-	-	-	-
Investment Securities Available-for-Sale	-	6.13	-	8.87
Loans	7.38	6.49	8.04	13.70
Investment Securities Held-to-Maturity	-	-	-	-
Liabilities				
Bank Deposits	-	2.85	-	-
Other Deposits	2.72	2.80	-	9.75
Interbank Money Market Placements	-	-	-	6.88
Miscellaneous Payables	-	-	-	-
Marketable Securities Issued	-	-	-	-
Funds Borrowed from Other Financial Institutions	4.22	2.50	-	9.41

(*) Stated at compound interest rates.

Possible effects of financial assets and debts' sensitivity to interest on net income and equities in the future

The interest rate sensitivity of the income statement as at 31 March 2010 and 31 December 2009 is calculated by the effect of possible changes in interest rates on the floating rate, non-trading financial assets and liabilities. The sensitivity of the equity is calculated by the revaluation of the available for sale securities portfolio based on possible interest rate changes. Tax effects are ignored during calculations. Other variables, especially foreign exchange rates are held constant in the analysis.

	Income Statement		Equity (*)	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
31 March 2010				
Financial assets at fair value through profit or loss	(19)	19	(19)	19
Financial assets available for sale	-	-	(1,942)	1,962
Floating rate financial liabilities	(288)	258	(288)	258
Total, net	(307)	277	(2,249)	2,239
	Income Statement		Equity (*)	
	100 bp increase	100 bp decrease	100 bp increase	100 bp decrease
31 December 2009				
Financial assets at fair value through profit or loss	(20)	20	(20)	20
Financial assets available for sale	-	-	(1,632)	1,641
Floating rate financial liabilities	(474)	432	(474)	432
Total, net	(494)	452	(2,126)	2,093

(*) Equity effect includes the sensitivity of income statement when interest rate increases or decreases 100 bp.

V. Consolidated liquidity risk

Liquidity risk occurs when there is an insufficient amount of cash or cash inflows to fulfill the cash outflows in full and on time, resulting from the unstable cash inflows.

Liquidity risk may occur when there is an inadequate market penetration and the open positions cannot be closed on a timely basis with an appropriate price and sufficient amount due to barriers and break-ups at the markets.

The Parent Bank monitors the liquidity position on a daily basis. Cash flow pojections are examined and accordingly appropriate amounts of positions are determined in the weekly Asset-Liability Commission meetings. Alternative strategies are evaluated in case of a liquidity shortage. The available free lines in the ISE Settlement and Custody Bank's Stock Exchange Money Market, Interbank and secondary market are monitored frequently. Regarding maturity mismatch risk in the balance sheet, the maximum limits have been set by the Board of Directors.

Major part of the liquidity has been maintained by the deposits in the Parent Bank. Additionally, the volume of deposits has retained a stable path during the period. On the contrary, the parent Bank executes the strategy of increasing long-term loans from international markets rather than loans from domestic secondary market.

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Presentation of assets and liabilities according to their residual maturities:

Current Period	Demand	Up to 1 month	1-3 months	3-12 months	1-5 years	5 years and over	Undist. (*)	Total
Assets								
Cash (Cash in Vault, Foreign Currencies, Cash in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	77,502	3,937	-	-	-	-	-	81,439
Banks	6,992	57,891	2,015	-	-	-	-	66,898
Financial Assets at Fair Value Through Profit or Loss	-	2,185	1,745	144	204	174	-	4,452
Interbank Money Market Placements	-	-	-	-	-	-	-	-
Investment Securities Available-for-Sale	281	73	40	74,209	167,310	20,550	-	262,463
Loans	-	424,113	249,658	374,696	273,373	62,494	41,286	1,425,620
Investment Securities Held-to-Maturity	-	-	-	-	-	-	-	-
Other Assets	-	19,983	13	236	81	1,834	90,200	112,347
Total Assets	84,775	508,182	253,471	449,285	440,968	85,052	131,486	1,953,219
Liabilities								
Bank Deposits	38	13,045	-	-	-	-	-	13,083
Other Deposits	83,646	897,850	190,714	15,800	49	-	-	1,188,059
Funds Borrowed from Other Financial Institutions	-	8,092	2,225	110,313	28,639	-	-	149,269
Interbank Money Markets	-	71,853	-	-	-	-	-	71,853
Marketable Securities Issued	-	-	-	-	-	-	-	-
Miscellaneous Payables	7,296	1,322	-	-	-	-	-	8,618
Other Liabilities	24,901	7,231	3,201	120	-	-	486,884	522,337
Total Liabilities	115,881	999,393	196,140	126,233	28,688	-	486,884	1,953,219
Net Liquidity Gap	(31,106)	(491,211)	57,331	323,052	412,280	85,052	(355,398)	-
Prior Period								
Total Assets	94,942	797,006	297,837	341,051	396,931	78,200	134,040	2,140,007
Total Liabilities	136,651	949,729	407,482	132,606	33,245	-	480,294	2,140,007
Net Liquidity Gap	(41,709)	(152,723)	(109,645)	208,445	363,686	78,200	(346,254)	-

(*) Assets on the balance sheet which are not convertible into cash in short period; tangible and intangible assets amounting TL to 72,080, subsidiaries amounting to TL 103, stationary supplies amounting to TL 489, assets to be disposed of amounting to TL 17,528, loans in follow-up amounting to TL 41,286 and liabilities on the balance sheet which are necessary for the banking operations; provisions amounting to TL 16,859 and equity amounting to TL 470,025 are included.

As per the BRSA Communiqué published on the Official Gazette no.26333 dated 1 November 2006 and became effective starting from 1 January 2007, "Measurement and Assessment of the Adequacy of Banks' Liquidity", the weekly and monthly liquidity ratios on a bank-only basis for foreign currency assets/liabilities and total assets/liabilities should be minimum 80% and 100%, respectively. The Parent Bank's liquidity ratios for the first three months of 2010 are as follows:

	First Maturity Bracket		Second Maturity Bracket	
Liquidity Ratios	FC Liquidity Adequacy Ratio	Total Liquidity Adequacy Ratio	FC Liquidity Adequacy Ratio	Total Liquidity Adequacy Ratio
31 March 2010	201.0	216.3	108.3	137.9
Average (%)	203.4	217.7	120.8	141.8
Max. (%)	267.2	249.1	139.9	150.7
Min. (%)	167.8	192.3	107.5	131.4

TEKSTİL BANKASI ANONİM ŞİRKETİ AND ITS SUBSIDIARIES
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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The undiscounted cash outflows of the residual contractual maturities of the Parent Bank's financial liabilities are shown below.

31 March 2010	Book Value	Gross Nominal Disposal	Undated	Up to 1 month	1-3 months	3-12 months	1-5 years	5 years and more
Bank Deposits	13,083	13,083	38	13,045	-	-	-	-
Deposits from Customers	1,188,059	1,191,982	83,646	900,030	192,215	16,023	68	-
Due to Money Markets	71,853	71,853	-	71,853	-	-	-	-
Funds Borrowed	149,269	151,412	-	8,115	2,263	111,495	29,539	-
Total	1,422,264	1,428,330	83,684	993,043	194,478	127,518	29,607	-

31 December 2009	Book Value	Gross Nominal Disposal	Undated	Up to 1 month	1-3 months	3-12 months	1-5 years	5 years and more
Bank Deposits	3,121	3,121	110	3,011	-	-	-	-
Deposits from Customers	1,457,182	1,462,507	100,601	932,300	402,791	26,750	65	-
Due to Money Markets	5,653	5,653	-	5,653	-	-	-	-
Funds Borrowed	146,366	148,992	-	2,287	4,648	107,468	34,589	-
Total	1,612,322	1,620,273	100,711	943,251	407,439	134,218	34,654	-

Presentation of residual maturities of the derivative financial assets and liabilities:

Current Period	Up to 1 month	1-3 months	3-12 months	1-5 years	5 years and more	Total
Currency Derivative Instruments (I)	914,704	195,317	127,702	-	-	1,237,723
Forward Foreign Currency Purchases	155,032	30,433	20,142	-	-	205,607
Forward Foreign Currency Sales	155,531	29,254	20,003	-	-	204,788
Currency Swaps-Purchases	110,395	19,710	4,022	-	-	134,127
Currency Swaps-Sales	109,444	20,846	4,323	-	-	134,613
Currency Futures-Purchases	-	-	-	-	-	-
Currency Futures-Sales	-	-	-	-	-	-
Currency Options-Purchases	192,355	47,543	39,622	-	-	279,520
Currency Options-Sales	191,947	47,531	39,590	-	-	279,068
Interest Rate Derivative Instruments (II)	-	-	-	-	-	-
Forward Foreign Currency Purchases/Sales	-	-	-	-	-	-
Interest Rate Swaps-Purchases/Sales	-	-	-	-	-	-
Interest Rate Options-Purchases/Sales	-	-	-	-	-	-
Interest Rate Futures-Purchases/Sales	-	-	-	-	-	-
Others (III)	-	-	-	-	-	-
Total (I+II+III)	914,704	195,317	127,702	-	-	1,237,723

VI. Consolidated Segment Reporting:

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

Corporate banking offers TL and foreign currency loans, corporate deposit operations, cash management, foreign currency purchases and sales, non-cash transactions (letters of credit, letters of guarantee, prefinancing, bills of exchange) and custody services.

Treasury department is consisted of marketing, foreign currency-TL and securities units and markets, both in the name of the Bank and its customers, bonds, foreign exchange transactions and hedging purpose derivative products including swaps and options. Tekstil Menkul gives agency services in capital markets products and provides investment fund and portfolio management services.

Servicing the middle-upper segment of retail customers who require sophisticated banking and investment services falls within the scope of retail banking. Credit card services is also within the activities of retail banking.

Information related to the Segments of the Group:

Segment reporting is prepared according to the 28th article of the BRSA's "Communique on Financial Statements and the Accompanying Explanations and Footnotes to be Announced to the Public", dated 1 November 2006 which is published in the Official Gazette No. 26333.

Current Period	Retail Banking	Corporate Banking	Investment Banking and Others	Total Operations
Operating income	4,860	18,270	18,139	41,269
Others	-	-	-	-
Operating Income	4,860	18,270	18,139	41,269
Operating profit of segment	987	6,252	1,650	8,889
Costs not distributed	-	-	-	-
Operating profit	-	-	-	-
Income from subsidiaries	-	-	-	-
Profit before tax	987	6,252	1,650	8,889
Tax provision	-	-	1,786	1,786
Profit after tax	987	6,252	(136)	7,103
Minority interests	-	-	-	-
Net Profit	987	6,252	(136)	7,103
Segment assets (*)	211,445	1,214,175	527,496	1,953,116
Investments in subsidiaries	-	-	103	103
Total Assets	211,445	1,214,175	527,599	1,953,219
Segment liabilities (*)	892,241	308,901	282,052	1,483,194
Equity	-	-	470,025	470,025
Total Liabilities	892,241	308,901	752,077	1,953,219
Other Segment Items	83	251	5,366	5,700
Capital expenditure	-	-	97	97
Depreciation and amortization	83	251	1,038	1,372
Impairment losses (**)	-	-	4,231	4,231
Other non-cash income-expenses	-	-	-	-
Restructuring costs	-	-	-	-

(*) Assets in others column contain tangible assets, intangible assets, assets held for sale, deferred tax assets and assets not distributed. Liabilities in others column contain general provisions, reserve for employee benefits, current tax liabilities and liabilities not distributed.

(**) Includes loss in value of marketable securities, fixed assets and associates.

In the table above, corporate banking, retail banking, investment banking and others represent 62%, 11%, 27%, respectively, of the balance sheet. Corporate banking, investment banking and others, and retail banking represent 44%, 44% and 12%, respectively, of the operating income.

SECTION FIVE

DISCLOSURES AND FOOTNOTES ON CONSOLIDATED FINANCIAL STATEMENTS

I. Information and disclosures related to assets

1. Information related to cash and balances with the Central Bank of Turkey:

a) Cash and balances with the Central Bank of Turkey:

	Current Period		Prior Period	
	TL	FC	TL	FC
Cash	8,076	7,271	7,116	10,385
Central Bank of Turkey	3,959	62,133	51,721	71,974
Others	-	-	-	-
Total	12,035	69,404	58,837	82,359

b) Balances with the Central Bank of Turkey:

	Current Period		Prior Period	
	TL	FC	TL	FC
Unrestricted Demand Deposits	3,959	20,712	51,721	23,992
Unrestricted Time Deposits	-	-	-	-
Restricted Time Deposits	-	41,421	-	47,982
Total	3,959	62,133	51,721	71,974

c) Explanation related to reserve deposits:

According to the circular no. 2005/1 of the Central Bank of Turkey, "Circular on Reserve Deposits", all banks operating in Turkey should provide a reserve amounting to 5% of the liabilities in Turkish Lira and 9% of the liabilities in foreign currencies beginning from 5 December 2008. The Central Bank of Turkey makes interest payments on a quarterly basis. As at 31 March 2010, the interest rates applied for Turkish Lira reserve deposits by the Central Bank is 5.2% and interest rate is nil for foreign currency reserve deposits after 5 December 2008.

2. Financial assets at fair value through profit or loss:

a) Financial assets at fair value through profit or loss given as collateral/blocked and subject to repurchase agreements:

As at 31 March 2010 and 31 December 2009, the financial assets at fair value through profit or loss are all unrestricted.

b) Positive value of trading derivatives:

	Current Period		Prior Period	
	TL	FC	TL	FC
Forward transactions	561	1,800	356	754
Swap transactions	139	1,186	165	1,680
Futures	-	-	-	-
Options	233	7	101	39
Other	-	-	-	-
Total	933	2,993	622	2,473

3. Information on banks:

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks	108	66,790	12	59,443
Domestic	108	34,489	12	50,163
Foreign	-	32,301	-	9,280
Foreign branches	-	-	-	-
Total	108	66,790	12	59,443

4. Information on investment securities available-for-sale (net):

a) Investment securities available-for-sale given as collateral or blocked:

	Current Period		Prior Period	
	TL	FC	TL	FC
Given as collateral or blocked	32,001	10,266	31,133	9,936
Subject to repurchase agreements	75,214	-	5,696	-
Total	107,215	10,266	36,829	9,936

As at 31 March 2010 investment securities available-for-sale other than given as collateral or subject to repurchase agreements amounting to TL 144,982 (31 December 2009 – TL 183,677).

b) Available-for-sale securities

	Current Period	Prior Period
Debt instruments	269,632	233,494
Listed	259,347	223,130
Unlisted	10,285	10,364
Equity instruments	281	278
Listed	281	278
Unlisted	-	-
Impairment provision (-)	(7,450)	(3,330)
Total	262,463	230,442

5. Information related to loans:

a) 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	1,216	-	7,607	-
Corporate shareholders	1,216	-	7,607	-
Individual shareholders	-	-	-	-
Indirect loans granted to shareholders	57,542	3,474	71,090	3,874
Loans granted to employees	1,394	-	1,456	-
Total	60,152	3,474	80,153	3,874

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

Cash Loans	Standard Loans and Other Receivables		Loans and Other Receivables Under Close Monitoring	
	Loans and Other Receivables	Restructured or Rescheduled	Loans and Other Receivables	Restructured or Rescheduled(*)
Non-specialized Loans	1,330,517	-	43,267	10,550
Discount Notes	24,912	-	259	-
Export Loans	204,466	-	4,848	937
Import Loans	-	-	-	-
Loans Given to Financial Sector	131,203	-	-	-
Foreign Loans	-	-	-	-
Consumer Loans	166,067	-	14,386	-
Credit Cards	28,413	-	3,720	-
Precious Metal Loans	-	-	-	-
Other	775,456	-	20,054	9,613
Specialization Loans	-	-	-	-
Other Receivables	-	-	-	-
Total	1,330,517	-	43,267	10,550

(*) Loans which are classified in group II have been restructured or rescheduled 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" temporary.

c) Information on consumer loans, credit cards, loans given to employees and employee credit cards:

	Short Term	Medium or Long Term	Total
Consumer Loans-TL	14,167	141,031	155,198
Real estate Loans	2,630	67,163	69,793
Automotive Loans	472	8,576	9,048
Consumer Loans	10,929	64,353	75,282
Other	136	939	1,075
Consumer Loans-Indexed to FC	292	21,708	22,000
Real estate Loans	292	19,760	20,052
Automotive Loans	-	522	522
Consumer Loans	-	1,426	1,426
Other	-	-	-
Consumer Loans-FC	-	-	-
Real estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Credit Cards-TL	29,440	-	29,440
Installment	4,519	-	4,519
Non installment	24,921	-	24,921
Credit Cards-FC	277	-	277
With Installment	-	-	-
Without Installment	277	-	277
Loans Given to Employees-TL	156	344	500
Real estate Loans	-	25	25
Automotive Loans	-	-	-
Consumer Loans	156	319	475
Other	-	-	-
Loans Given to Employees – Indexed to FC	-	-	-
Real estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Loans Given to Employees – FC	-	-	-
Real estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Employee Credit Cards-TL	794	-	794
With Installment	246	-	246
Without Installment	548	-	548
Employee Credit Cards-FC	100	-	100
Without Installment	-	-	-
Without Installment	100	-	100
Overdraft Account-TL (Individual)	2,755	-	2,755
Overdraft Account-FC (Individual)	-	-	-
Total	47,981	163,083	211,064

d) Information on installment corporate loans and corporate credit cards:

	Short Term	Medium or Long Term	Total
Installment Corporate Loans – TL	36,585	64,015	100,600
Real Estate Loans	-	2,455	2,455
Automotive Loans	6,735	12,354	19,089
Consumer Loans	1,762	-	1,762
Other	28,088	49,206	77,294
Installment Corporate Loans – Indexed to FC	3,060	34,238	37,298
Real Estate Loans	-	107	107
Automotive Loans	4	6,873	6,877
Consumer Loans	2,465	2,336	4,801
Other	591	24,922	25,513
Installment Corporate Loans – FC	-	-	-
Real Estate Loans	-	-	-
Automotive Loans	-	-	-
Consumer Loans	-	-	-
Other	-	-	-
Corporate Credit Cards – TL	1,477	-	1,477
With Installment	166	-	166
Without Installment	1,311	-	1,311
Corporate Credit Cards – FC	45	-	45
With Installment	-	-	-
Without Installment	45	-	45
Overdraft Account-TL (Individual)	5,301	-	5,301
Overdraft Account-FC (Individual)	-	-	-
Total	46,468	98,253	144,721

e) Loan concentration according to counterparty:

	Current Period	Prior Period
Domestic loans	1,384,334	1,545,685
Foreign loans	-	-
Total	1,384,334	1,545,685

f) Loans granted to subsidiaries and associates: None.

g) Specific provisions for loans:

	Current Period	Prior Period
Specific Provisions		
Loans and Receivables with Limited Collectibility	1,938	3,375
Loans and Receivables with Doubtful Collectibility	14,696	20,886
Uncollectible Loans and Receivables	41,146	32,251
Total	57,780	56,512

h) Information on non-performing loans (Net):

h.1) Information on loans under follow-up, loans and other receivables those are restructured/rescheduled: None.

h.2) Information on total non-performing loans:

	Group III Loans and receivables with limited collectibility	Group IV Loans and receivables with doubtful collectibility	Group V Uncollectible loans and receivables
Balances at Beginning of Period	8,106	39,848	50,436
Additions (+)	5,091	1,155	6
Transfers from Other Categories of Non- Performing Loans (+)	-	6,777	16,603
Transfers to Other Categories of Non-Performing Loans (-)	6,777	16,603	-
Collections (-)	739	1,855	2,982
Write-offs (-)	-	-	-
Corporate and Commercial Loans	-	-	-
Retail Loans	-	-	-
Credit Cards	-	-	-
Other	-	-	-
Balances at End of the Period	5,681	29,322	64,063
Specific Provisions (-)	1,938	14,696	41,146
Net Balance on Balance Sheet	3,743	14,626	22,917

h.3) Information on non-performing loans in foreign currencies: None.

h.4) Information on non-performing loans according to beneficiary group:

	Group III Loans and receivables with limited collectibility	Group IV Loans and receivables with doubtful collectibility	Group V Uncollectible loans and receivables
Current Period (Net)	3,743	14,626	22,917
Loans Allowed to Real Persons and Corporate Bodies (Gross)	5,681	29,322	64,063
Specific provision (-)	1,938	14,696	41,146
Loans Allowed to Real Persons and Corporate Bodies (Net)	3,743	14,626	22,917
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other Loan and Receivables (Gross)	-	-	-
Specific provision (-)	-	-	-
Other Loan and Receivables (Net)	-	-	-
Prior Period (Net)	4,731	18,962	18,185
Loans Allowed to Real Persons and Corporate Bodies (Gross)	8,106	39,848	50,436
Specific provision (-)	3,375	20,886	32,251
Loans Allowed to Real Persons and Corporate Bodies (Net)	4,731	18,962	18,185
Banks (Gross)	-	-	-
Specific provision (-)	-	-	-
Banks (Net)	-	-	-
Other Loan and Receivables (Gross)	-	-	-
Specific provision (-)	-	-	-
Other Loan and Receivables (Net)	-	-	-

6. Information on investment securities held-to-maturity (Net):

a) Information on subject to repurchase agreement and given as collateral or blocked:

As at 31 March 2010 and 31 December 2009, there are financial assets held-to-maturity.

b) Information on accounts in which government securities held-to-maturity are reflected :

As at 31 March 2010 and 31 December 2009, there are financial assets held-to-maturity.

c) Information on investment securities held-to-maturity:

As at 31 March 2010 and 31 December 2009, there are financial assets held-to-maturity.

d) Information on the movement of investment securities held-to-maturity during the period :

	Current Period	Prior Period
Balance at the beginning of the period	-	364,068
Foreign exchange differences	-	-
Purchases	-	-
Sales and redemptions	-	(174,536)
Transfers to available for sale portfolio	-	(189,532)
Impairment (-)	-	-
Balance at the end of the period	-	-

The Parent Bank has sold a significant portion of its securities amounting to TL 364,068 classified in held to maturity portfolio before the maturity dates of such securities. For this reason, the Parent Bank will not classify its financial assets as held to maturity securities in 2010 and 2011.

7. Investments in associates (Net):

Tekstil Menkul Değerler A.Ş., the subsidiary of the Parent Bank, participated in “Gelişen İşletmeler Piyasaları A.Ş.” with TL 100 which is 1% of its share capital and paid TL 50 in cash and recorded in the consolidated financial statements.

8. Investments in subsidiaries (Net):

Information related to subsidiaries:

a) Information on subsidiaries not consolidated:

Description	Address (City/Country)	Bank's share percentage- If different from voting percentage(%)	Bank's Risk Group Share Percentage (%)
Tekstil Bilişim Hizmetleri ve Ticaret A.Ş. (*) (Bilişim)	Istanbul/Turkey	99.97	100.00

(*)As explained in Section 3, Note III Bilişim is not consolidated.

b) Information on subsidiaries according to information above:

Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Trading Income	Current Period Profit / Loss	Prior Period Profit / Loss	Fair value
53	53	1	1	-	(1)	(1)	-

c) Movement of subsidiaries:

	Current Period	Prior Period
Balance at the Beginning of the Period	54	55
Movements during the Period	(1)	(1)
Purchases	-	-
Bonus shares received	-	-
Dividends from Current Year Profit	-	-
Sales	-	-
Revaluation Increase	-	-
Impairment Provision (+)	(1)	(1)
Balance at the End of the Period	53	54
Capital Commitments	-	-
Share Percentage at the end of Period (%)	-	-

d) Sectoral distribution of subsidiaries:

	Current Period	Prior Period
Subsidiaries		
Banks	-	-
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	-	-
Finance Companies	-	-
Other Financial Subsidiaries	-	-
Other Non Financial Subsidiaries	53	54
Total	53	54

e) Information on consolidated subsidiaries:

Description	Address (City/Country)	Bank's share percentage- If different from voting percentage	Banks Risk Group Share Percentage (%)
Tekstil Menkul Değerler A.Ş. (Tekstil Menkul)	Istanbul/Turkey	99.92	100.00
The Euro Textile International Banking Unit Ltd. (ETB)	Lefkoşa/Cyprus	99.99	100.00

f) Information on subsidiaries according to information above:

Total Assets	Shareholders' Equity	Total Fixed Assets	Interest Income	Trading Income	Current Period Profit / Loss	Prior Period Profit / Loss	Fair value
9,042	7,098	160	309	1,691	1,077	111	-
3,930	(1,427)	2	143	-	(133)	(959)	-

g) Movement of consolidated subsidiaries:

	Current Period	Prior Period
Balance at the Beginning of the Period	10,293	10,794
Movements during the Period	(1,536)	(501)
Purchases	-	-
Bonus Shares Received	-	-
Dividends from Current Year Profit	-	-
Sales	-	-
Revaluation Increase	-	-
Impairment Provision (+)	(1,427)	(501)
Revaluation Increase/(Decrease), Effect of Inflation and F/X Difference	(109)	-
Balance at the End of the Period	8,757	10,293
Capital Commitments	-	-
Share Percentage at the end of Period (%)	-	-

h) Sectoral distribution of consolidated subsidiaries:

	Current Period	Prior Period
Subsidiaries		
Banks	667	2,203
Insurance Companies	-	-
Factoring Companies	-	-
Leasing Companies	-	-
Finance Companies	-	-
Other Financial Subsidiaries	8,090	8,090
Other Non Financial Subsidiaries	-	-
Total	8,757	10,293

i) Listed subsidiaries: None.

j) Subsidiaries disposed during the current period: None.

k) Subsidiaries purchased in the current period: None.

9. Information on joint ventures:

None.

10. Information on financial lease receivables (net):

None.

11. Information on hedging purpose derivatives:

None.

12. Information on investment properties:

None.

13. Information on deferred tax assets:

a) Amount of deferred tax asset recognized in the balance sheet in respect of each type of deductible temporary differences, unused tax credits:

The Parent Bank has net deferred tax asset amounting TL 1,834 (31 December 2009: TL 2,022) which was calculated on deductible temporary differences except general provisions at 31 March 2010.

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

b) Amount and expiry date of deductible temporary differences, unused tax losses, unused tax credits for which no deferred tax asset is recognized in the balance sheet: None.

14. Information on assets held for sale and discontinued operations

The Parent Bank has no asset held for sale and discontinued operation as at 31 March 2010 and 31 December 2009.

15. Other assets

The Group has property and real assets acquired against non performing loans and are recorded under assets to be disposed of account and presented under other assets amounting TL 17,528 (31 December 2009: TL 18,287).

Other assets, other than assets to be disposed of, amounting to TL 20,802 (31 December 2009: TL 23,875) do not exceed 10% of total assets.

II. Information and disclosures related to liabilities

1. Information on deposits:

a) Information on maturity profile of deposits:

The Parent Bank does not have any deposits callable in 7 days informed deposits

a.1) Current Period:

	Demand	Up to 1 month	1-3 Months	3-6 Months	6 Months- 1 Year	1 Year and Over	Cummulative Deposits	Total
Saving Deposits	6,410	188,980	318,833	15,697	1,028	-	44	530,992
Foreign Currency Deposits	42,806	203,507	243,423	22,481	13,749	958	5	526,929
Residents in Turkey	40,879	196,460	235,239	17,712	4,967	600	5	495,862
Residents Abroad	1,927	7,047	8,184	4,769	8,782	358	-	31,067
Public Sector Deposits	7,478	7	-	-	-	-	-	7,485
Commercial Deposits	26,075	53,727	36,302	4,393	7	2	-	120,506
Other Ins. Deposits	877	557	697	7	8	1	-	2,147
Precious Metal Deposits	-	-	-	-	-	-	-	-
Bank Deposits	38	13,045	-	-	-	-	-	13,083
Central Bank	-	-	-	-	-	-	-	-
Domestic Banks	17	13,045	-	-	-	-	-	13,062
Foreign Banks	21	-	-	-	-	-	-	21
Special Financial Inst.	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total	83,684	459,823	599,255	42,578	14,792	961	49	1,201,142

a.2) Prior Period:

	Demand	Up to 1 month	1-3 Months	3-6 Months	6 Months- 1 Year	1 Year and Over	Cummulative Deposits	Total
Saving Deposits	7,157	154,348	363,522	16,607	1,450	1	40	543,125
Foreign Currency Deposits	54,773	256,563	389,160	16,749	14,571	993	4	732,813
Residents in Turkey	52,842	251,598	372,571	10,957	5,311	621	4	693,904
Residents Abroad	1,931	4,965	16,589	5,792	9,260	372	-	38,909
Public Sector Deposits	4,733	7	-	-	-	-	-	4,740
Commercial Deposits	33,124	100,589	29,286	11,488	6	-	-	174,493
Other Ins. Deposits	814	531	654	8	4	-	-	2,011
Precious Metal Deposits	-	-	-	-	-	-	-	-
Bank Deposits	110	3,011	-	-	-	-	-	3,121
Central Bank	-	-	-	-	-	-	-	-
Domestic Banks	21	3,011	-	-	-	-	-	3,032
Foreign Banks	89	-	-	-	-	-	-	89
Special Financial Inst.	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total	100,711	515,049	782,622	44,852	16,031	994	44	1,460,303

b) Information on Deposit Insurance:

b.1) Information on savings deposits insured by Saving Deposit Insurance Fund and the total amount of the deposits exceeding the insurance coverage limit:

Saving Deposits	Covered by Deposit Insurance Fund	Covered by Deposit Insurance Fund	Exceeding the Deposit Insurance Limit	Exceeding the Deposit Insurance Limit
	Current Period	Prior Period	Current Period	Prior Period
Saving Deposits	250,179	253,926	271,142	280,218
Foreign Currency Savings Deposits	103,489	108,780	245,201	278,997
Other Saving Deposits	-	-	-	-
Foreign branches' Deposits Under Foreign Insurance Coverage	-	-	-	-
Off-Shore Deposits Under Foreign Insurance Coverage	-	-	-	-
Total	353,668	362,706	516,343	559,215

b.2) Explanations on savings deposits, held at Foreign Bank's branch located in Turkey, and covered at the country where HQ is located: None.

b.3) Savings deposits not covered by deposit insurance: TL 25,763 (31 December 2009: TL 25,617)

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

	Current Period	Prior Period
Deposits and Other Accounts at Foreign Branches	-	-
Deposits and Other Accounts belong to Major Shareholders with Their Parents, Spouse and Children under Their Wardship	10,157	10,297
Deposits and Other Accounts belong to Members of Board of Directors, CEO and Deputy CEO with Their Parents, Spouse and Children under Their Wardship	11,157	10,444
Deposits and Other Accounts linked to Crimes Mentioned in 282 nd Article of 5237 Numbered Turkish Crime Legislation dated on 26/09/2004	-	-
Deposits belong to Off-shore Banks which are established in Turkey.	4,449	4,876

2. Information on derivative financial liabilities held for trading:

Negative difference on derivatives held for trading:

	Current Period		Prior Period	
	TL	FC	TL	FC
Forwards	581	924	241	1,727
Swaps	108	1,713	613	721
Futures	-	-	-	-
Options	293	6	283	59
Other	-	-	-	-
Total	982	2,643	1,137	2,507

3. Information on funds borrowed:

a) Information on banks and other financial institutions:

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of Turkey	-	-	-	-
Domestic Banks and Institutions	11,838	28,828	7,588	31,989
Foreign Banks, Institutions and Funds	2,952	105,651	-	106,789
Total	14,790	134,479	7,588	138,778

b) Maturities of funds borrowed:

	Current Period		Prior Period	
	TL	FC	TL	FC
Short-Term	14,790	62,048	7,588	61,792
Medium and Long-Term	-	72,431	-	76,986
Total	14,790	134,479	7,588	138,778

4. Information on other liabilities:

Other liabilities are amounting to TL 25,931 (31 December 2009: TL 28,585) and do not exceed 10% of total liabilities excluding the off-balance sheet items.

5. Obligations under financial leases:

Lease rent payments are determined according to related asset's cost, market interest rates and lease term. The Group does not have significant obligations on financial lease agreements.

Obligations under financial leases:

	Current Period		Prior Period	
	Gross	Net	Gross	Net
Less than 1 year	65	63	139	135
Between 1-4 years	-	-	2	2
More than 4 years	-	-	-	-
Total	65	63	141	137

6. Information on liabilities arising from hedging purpose derivatives:

None.

7. Information on provisions:

a) Information on general provisions:

	Current Period	Prior Period
General Provisions		
Provisions for Loans and Receivables in Group I	7,096	7,689
Provisions for Loans and Receivables in Group II	1,058	913
Provisions for Non Cash Loans	1,081	1,072
Other	95	103
Total	9,330	9,777

b) Information on reserve for employee rights:

In accordance with existing legislation in Turkey, the Bank and its subsidiary in Turkey have to make certain lump-sum payments to employees who has completed one year of service with the Bank and whose employment is terminated due to retirement(retirement age for women and men are 58 and 60 respectively) or reasons other than resignation or misconduct. Provision for employee severance benefits has been accounted for using discounting total provision and reflected to the consolidated financial statements.

Such payments are calculated on the basis of 30 days' pay, as at 31 March 2010, at ceiling amount of TL-full 2,427 (31 December 2009: TL-full 2,365), per year of employment at the rate of pay applicable at the date of retirement of termination. The liability is not funded, since there is no funding requirement.

The Bank reserved for employee severance indemnities in the accompanying financial statements using actuarial method in accordance with the Turkish Accounting Standard 19 (TAS 19) "Employee Benefits". The major actuarial assumptions used in the calculation of the total liability are as follows:

	Current Period	Prior Period
Discount Ratio (%)	5.92	5.92
Expected Salary/ETI Liability Ceiling Increase Rate (%)	4.80	4.80

It is assumed that the ceiling amount would increase by the rate of inflation.

Movement of ETI liability is below:

	Current Period	Prior Period
Prior Period End Amount	2,144	1,456
Current year provisions/ (reversal of provision)	275	2,626
Paid in current year	(282)	(1,938)
Period end amount	2,137	2,144

The Group also has vacation pay liability amounting TL 2,519 (31 December 2009: TL 2,521) as at 31 March 2010.

c) Provision for foreign exchange gain/loss on foreign currency indexed loans

As at 31 March 2010, foreign exchange differences on foreign currency indexed loans amounting TL 1,619 (31 December 2009: TL 753) are netted with loans on the asset side.

d) Information on other provisions:

d.1) Information on provision for possible risks: None

d.2) Information on provision for promotions related with banking services:

As at 31 March 2010, the Parent Bank has provision for credit card service promotions amounting TL 323 (31 December 2009: TL 357).

8. Taxation:

a) Current tax liability: As at 31 March 2010, corporate taxes payable of the Parent Bank is TL 1,608 (31 December 2009: TL 634).

b) Information on taxes payable:

	Current Period	Prior Period
Corporate taxes payable	1,608	634
Taxation on securities	1,184	1,255
Capital gains tax on property	105	118
Banking Insurance Transaction Tax (BITT)	1,142	1,282
Taxes on foreign exchange transactions	-	-
Value added tax payable	33	54
Other	878	1,134
Total	4,950	4,477

c) Information on premiums payable:

	Current Period	Prior Period
Social security premiums- employee share	386	383
Social security premiums- employer share	417	413
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	28	29
Unemployment insurance- employer share	52	52
Other	1	2
Total	884	879

d) Information on deferred tax liabilities

Deferred tax liability is netted off with deferred tax assets.

9. Information on shareholders' equity:

a) Paid in capital:

	Current Period	Prior Period
Common Stock	420,000	420,000
Preferred Stock	-	-

The paid-in share capital of the Bank is represented by 4,200 million registered shares of one 0.1 Turkish Liras each.

b) Paid-in capital amount, explanation as to whether the registered share capital system is applicable at bank; if so the amount of registered share capital: Not applicable at the Bank

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

None.

d) Information on share capital increases from revaluation funds:

None.

e) Capital commitments for current financial year and following period: None.

f) Prior period indicators of the Bank's income, profitability and liquidity; and possible effects of the predictions on equity, considering the ambiguity of the indicators: None.

g) Information on the privileges given to stocks representing the capital: The Parent Bank's capital is consist of 70% A Type Shares and 30% B Type Shares. Three out of five Board of Directors members are voted by A Type shareholders, two out of five members are voted by B Type shareholders. There are no other privileges.

h) Information on valuation of securities

	Current Period		Prior Period	
	TL	FC	TL	FC
Associates and subsidiaries	-	-	-	-
Financial assets available-for-sale	3,609	584	3,582	500
Marketable securities subject to structural position	-	-	-	-
Total	3,609	584	3,582	500

Information on portion of foreign currency securities that are related to marketable securities valuation funds:

Portion of foreign currency securities which are related with the marketable securities valuation funds is presented as difference between fair values and amortized costs of the government bonds classified as investment securities available-for-sale.

III. Information on disclosures related to consolidated income statement

1. Interest income:

a) Information on interest income received from loans:

	Current Period		Prior Period	
	TL	FC	TL	FC
Interest income received from loans (*)				
Short Term	26,136	2,812	47,491	5,662
Medium and Long Term	9,313	877	11,679	992
Loans Under Follow-Up	1,025	-	724	-
Source Utilization Support Fund	-	-	-	-
Total	36,474	3,689	59,894	6,654

(*) Includes fees and commissions from cash loans.

b) Information on interest income received from banks

	Current Period		Prior Period	
	TL	FC	TL	FC
Central Bank of Turkey	474	-	1,210	-
Domestic Banks	45	61	520	38
Foreign Banks	10	40	211	646
Foreign Branches	-	-	-	-
Total	529	101	1,941	684

c) Information on interest income received from associates and subsidiaries: None.

2. Interest expense:

a) Information on interest expense related to funds borrowed:

	Current Period		Prior Period	
	TL	FC	TL	FC
Banks (*)	198	858	708	7,062
Central Bank of Turkey	-	-	-	-
Domestic Banks	179	202	708	517
Foreign Banks	19	656	-	6,545
Foreign Branches	-	-	-	-
Other Institutions	-	-	-	-
Total	198	858	708	7,062

(*) Includes fees and commission expenses related with funds borrowed.

b) Information on interest expense paid to associates and subsidiaries:

	Current Period	Prior Period
Interest paid to associates and subsidiaries	1	2

3. Trading income / loss (net)

	Current Period	Prior Period
Profit	80,026	112,966
Capital Market Gains	2,525	5,790
Derivative Gains	55,259	55,871
Foreign Exchange Gains	22,242	51,305
Loss (-)	(78,125)	(107,366)
Capital Market Losses	(93)	(31)
Derivative Losses	(62,678)	(49,344)
Foreign Exchange Losses	(15,354)	(57,991)

Net loss from foreign currency exchange rate changes of derivatives is amounted to TL 6,044.

4. Other operating income:

There is not any extraordinary event that would effect the Parent Bank's other operating income.

5. Impairment on loans and other receivables:

	Current Period	Prior Period
Specific Provisions on Loans and Other Receivables:	4,411	14,674
<i>Loans and Receivables in Group III</i>	1,057	7,939
<i>Loans and Receivables in Group IV</i>	2,385	5,574
<i>Loans and Receivables in Group V</i>	969	1,161
General Provision Expenses	-	-
Provision for Possible Losses	-	-
Impairment Losses on Securities:	4,230	5,542
<i>Trading securities</i>	2	10
<i>Investment Securities Available-for-Sale</i>	4,228	5,532
Other Impairment Losses:	1	1
<i>Associates</i>	-	-
<i>Subsidiaries</i>	1	1
<i>Joint Ventures</i>	-	-
<i>Investment Securities Held-to-Maturity</i>	-	-
Other	-	-
Total	8,642	20,217

6. Information related to other operational expenses:

	Current Period	Prior Period
Personnel Expenses	14,222	18,025
Reserve for Employee Termination Indemnity Benefits	(9)	594
Reserve for Bank's Social Aid Fund Deficit	-	-
Impairment of Tangible Assets	-	699
Depreciation Expenses of Tangible Assets	1,118	1,192
Impairment of Intangible Assets	-	-
<i>Impairment of Goodwill</i>	-	-
Amortization Expenses of Intangible Assets	151	196
Impairment of Investments in Associates	-	-
Impairment of Securities Held for Sale	-	-
Depreciation of Securities Held for Sale (*)	103	222
Impairment of Assets Held for Sale and	-	-
Other Operating Expenses	5,419	6,484
<i>Operational Leases</i>	2,097	2,601
<i>Repair and Maintenance</i>	266	213
<i>Advertising</i>	43	139
<i>Other Expenses</i>	3,013	3,531
Loss on Sale of Assets	272	329
Other	2,462	1,759
Total	23,738	29,500

7. Profit / loss before taxes for continued and discontinued operations:

- a) Information on current tax income or expense and deferred tax income or expense:
For the period ended 31 March 2010, tax expense is TL 1,598 (31 March 2009: TL 1,193).
For the period ended 31 March 2010 deferred tax expense is TL 188 (31 March 2009: TL 227 expense).
- b) Deferred tax charge arising from origination or reversal of temporary differences:
For the period ended 31 March 2010, deferred tax expense arising from temporary differences amounting TL 188 (31 March 2009: TL 227).
Besides, for the period ended 31 March 2009, the change in the deferred tax liabilities consist of the revaluation of buildings amounting to TL 7 is not reflected in the income statement, is netted-off from revaluation fund on tangible assets under equity.
- c) Information on deferred tax income or expense by temporary difference, statutory loss and tax deduction and exception reflected to the income statement.
For the period ended 31 March 2010, deferred tax expense arising from temporary differences is TL 188 (31 March 2009: TL 227 expense).
For the period ended 31 March 2010, there is no deferred tax income resulted from statutory loss (31 March 2009: None).

8. Information on net profit and loss:

- a) Any further explanation on operating results needed for better understanding of the Parent Bank's performance: None.
- b) Any changes in estimations that might have a material effect on current and subsequent period results: None.

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

None.

IV. Information and disclosures related to consolidated off-balance sheet items

1. Disclosures related to other contingent liabilities

- a) Type and amount of irrevocable commitments: As at 31 March 2010, loan granting commitments amount to TL 39,614 (31 December 2009: TL 38,723), commitments for credit card limits amount to TL 193,817 (31 December 2009: TL 200,692) commitments for cheque payments amount to TL 76,571 (31 December 2009: TL 68,107), commitments for promotional operations re-credit cards amount to TL 670 (31 December 2009: TL 726), tax and fund obligations from export commitments is TL 73 (31 December 2009: TL 63).
- b) Type and amount of possible losses and commitments from off-balance sheet items: None.

Guarantees from off-balance sheet commitments are shown in Off-balance Sheet Items Statements.

As at 31 March 2010, the Parent Bank has letters of guarantee amounting to TL 654,347 (31 December 2009- TL 658,495), bills of exchange and acceptances amounting to TL 267 (31 December 2009- TL 305), letters of credit amounting to TL 74,666 (31 December 2009- TL 70,640), prefinancing given as guarantee amounting to TL 1,417 (31 December 2009- TL 1,402) and other guarantees amounting to TL 21,088 (31 December 2009- TL 24,724).

c) Non-cash loans

	Current Period	Prior Period
Non-Cash Loans Given for Cash Loan Risks	53,443	59,228
With Original Maturity of 1 Year or Less	-	124
With Original Maturity of More Than 1 Year	53,443	59,104
Other Non-Cash Loans	698,342	696,338
Total	751,785	755,566

- d) There is not any fiduciary service rendered on behalf of third parties.

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

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

a) Current Period:

Bank's Risk Group (*)	Associates and subsidiaries		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
<u>Loans and Other Receivables</u>						
Balance at the Beginning of the Period	-	-	78,697	3,874	-	-
Balance at the End of the Period	-	-	58,758	3,474	-	-
Interest and Commission Income Received	-	-	1,551	23	-	-

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

The Parent Bank also has placements at the banks in its risk group amounting to TL 5,450 (31 December 2009- TL 6,991).

b) Prior Period:

Bank's Risk Group (*)	Associates and subsidiaries		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Cash	Non-Cash	Cash	Non-Cash	Cash	Non-Cash
<u>Loans and Other Receivables</u>						
Balance at the Beginning of the Period	-	-	40,932	5,722	-	-
Balance at the End of the Period	-	-	78,697	3,874	-	-
Interest and Commission Income Received	-	-	1,093	28	-	-

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

c) Information on deposits held by the Bank's risk group:

Bank's Risk Group (*)	Associates and subsidiaries		Bank's Direct and Indirect Shareholders		Other Components in Risk Group	
	Current Period	Prior Period	Current Period	Prior Period	Current Period	Prior Period
<u>Deposit</u>						
Balance at the beginning of the Period	53	52	43,800	77,169	-	-
Balance at the End of the Period	51	53	53,733	43,800	-	-
Interest on Deposits	1	2	883	1,867	-	-

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

d) Information on forward transactions and option agreements and similar other agreements related with the Bank's risk group:

As at 31 March 2010 the Parent Bank has forward and foreign currency swap transactions amounting to TL 3,377 and TL 3,435 (31 December 2009: TL 14,064 and TL 14,623 respectively) with the Bank's risk group.

VI. Domestic, foreign and off-shore banking branches and foreign representatives

	Number	Number of Employees			
Domestic branches	44	903			
			Country of Incorporation		
Foreign representation	1	1	Berlin, Germany	Total Assets	Statutory Share Capital
Foreign branch	-	-	-	-	-
Off-shore banking region branches	-	-	-	-	-

VII. Information and disclosure related to subsequent events

Transactions that have not been finalized and their effect on the consolidated financial statements:

According to the Official Gazette that is published on 26 April 2010, reserve requirement ratio for foreign currency liabilities is increased from 9% to 9.5%. For TL liabilities, reserve requirement ratio is remained at 5%.

SECTION SIX

INDEPENDENT AUDITORS' REVIEW REPORT

I. Information on the independent auditor's review report

The consolidated financial statements of the Bank and its subsidiaries as of 31 March 2010 have been reviewed by Akis Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik A.Ş. It was noted in their review report dated 12 May 2010 that nothing material has come to their attention that caused them to believe that accompanying consolidated interim financial statements do not present fairly the financial position of Tekstil Bankası Anonim Şirketi and its subsidiaries as at 31 March 2010, and of the results of its operations and its cash flows for the period then ended, in all material respects in accordance with regulations described in Articles 37 and 38 of the (Turkish) Banking Law No. 5411.

II. Information and disclosures prepared by the independent auditors

None.