

April 29, 2014

## **In the first quarter of 2014, Garanti Bank reached TL 760.3 million of net income with TL 201.7 billion total assets**

**Türkiye Garanti Bankası A.Ş.**, announced its financial statements dated March 31, 2014. Based on the unconsolidated financials, in the first quarter of 2014, the Bank posted an unconsolidated **net income** of TL 760 million 330 thousand. Garanti's **asset size** reached TL 201 billion 688 million 964 thousand, while its contribution to the economy through **cash and non-cash lending** totaled TL 155 billion 441 million 839 thousand. The Bank delivered an **ROAE** (Return on Average Equity) of 16.3% and an **ROAA** (Return on Average Assets) of 1.9%.

Commenting on the financial results, **Garanti Bank CEO Ergun Özen** stated that: "During the first quarter of the year, we continued to follow our customers' needs closely and shape their banking experience accordingly. In today's world, business people are inclined to spend less time in the office. Acknowledging the trend, we now made mobile banking available for corporate users, as well. Especially, SME customers are increasingly in need of mobile services. We believe that supporting the SMEs contributes to the development of the country and we do our best to facilitate their businesses through our digital delivery channels."

Stating that Garanti sets itself further apart from its peers every year with the projects it finances, **Özen** commented on Garanti's unrelenting support for the economy, and said: "In the first quarter of the year, Seyitömer Coal Fired Power Plant privatization, where Garanti participated as Mandated Lead Arranger, won the European Power Deal of the Year 2013 award from Euromoney. Seyitomer is just one of a long list of projects we have helped to finance in Turkey. Garanti aims to maintain its leadership in project and acquisition finance in the upcoming years. We will continue to play a pioneering role in the financing of projects, which are essential for the development of Turkey."

Based on the consolidated financial statements, Garanti's asset size reached TL 225 billion 398 million 523 thousand. Garanti's total deposits increased to TL 121 billion 834 million 552 thousand, while its contribution to the economy through cash and non-cash lending totaled TL 167 billion 282 million 492 thousand. In the first quarter of 2014, the Bank posted a consolidated net income of TL 896 million 358 thousand. The Bank delivered an **ROAE** (Return on Average Equity) of 18.9% and an **ROAA** (Return on Average Assets) of 2.1%.

## **Selected Figures of Garanti Bank's Unconsolidated Financial Statements as of March 31, 2014**

Profit before Taxes and Provisions	TL 1,431.8 million	Cash Loans	TL 121,171.6 million
Profit before Taxes	TL 1,003.7 million	Non-Cash Loans	TL 34,270.3 million
Net Income	TL 760.3 million	Total Assets	TL 201,689.0 million
Deposits	TL 109,794.5 million	Shareholders' Equity	TL 23,409.9 million

### **Highlights from Garanti Bank's Unconsolidated Financials as of March 31, 2014**

- Net income was TL 760 million and 330 thousand.
- In compliance with the legal legislation and international regulations, a total amount of TL 671 million 436 thousand was reserved for tax provisions, loans and other provisions.
- Total assets increased by 2.4% year-to-date and reached TL 201 billion 688 million 964 thousand.
- Return on Average Assets (ROAA) was 1.9% as of March 31, 2014.
- Shareholders' equity increased by 3.7% year-to-date and reached TL 23.4 billion.
- Return on Average Equity (ROAE) was 16.3% as of March 31, 2014.
- Contribution made to the real economy through cash and non-cash loans increased by 2.4% year-to-date and reached TL 155 billion 441 million 839 thousand as of March 31, 2014.
- TL loan and FC loan market shares were realized at 10.7% and 17.2%, respectively.
- Total deposits increased by 3.1% year-to-date and reached TL 109 billion 794 million and 483 thousand, while market share in total deposits was realized at 11.4%.
- Non-performing loan (NPL) ratio was realized at 2.17% while capital adequacy ratio (CAR) stood at 14.75%.