

**In the first half of 2014,
Garanti Bank
reached TL 1.6 billion of net income
with TL 203.6 billion total assets.**

Türkiye Garanti Bankası A.Ş., announced its financial statements dated June 30, 2014. Based on the unconsolidated financials, in the first half of 2014, the Bank posted a **net income** of TL 1 billion 570 million 773 thousand. Garanti's **asset size** reached TL 203 billion 622 million 216 thousand, while its contribution to the economy through **cash and non-cash lending** totaled TL 155 billion 953 million 523 thousand. The Bank delivered an **ROAE** (Return on Average Equity) of 15.1% and an **ROAA** (Return on Average Assets) of 1.8%.

Commenting on the financial results, **Garanti Bank CEO Ergun Özen** stated that: "During the second quarter of the year, we continued to take a leading role in the financing of Turkey's infrastructure and energy projects. In May 2014, the financing package for SOCAR Turkey Aegean Refinery (STAR) Project was signed. We were the sole Turkish bank taking part in this largest and longest term project finance deal that has ever been done in Turkey. We are extremely proud of the projects that we finance and the continual support we give to the Turkish economy."

Stating that Garanti actively taps into international funding sources to enhance its unrelenting support for the Turkish economy, **Özen** added, "In April, we seized the opportunity that came about with the surge in investor appetite for emerging markets. In an intraday transaction, Garanti borrowed USD 750 million from international capital markets with a 5.5-year term. The transaction was the first Eurobond out of Turkey in 2014 besides an issuance by the Turkish Treasury. The investor demand for the transaction reached USD 5.3 billion even without a roadshow."

Based on the consolidated financial statements, in the first half of 2014, Garanti's asset size reached TL 229 billion 258 million 838 thousand. Garanti's total deposits increased to TL 123 billion 163 million 995 thousand, while its contribution to the economy through cash and non-cash lending totaled TL 167 billion 979 million 891 thousand. In the first half of 2014, the Bank posted a consolidated net income of TL 1 billion 871 million 48 thousand. The Bank delivered an **ROAE** (Return on Average Equity) of 17.3% and an **ROAA** (Return on Average Assets) of 1.8%.

Selected Figures of Garanti Bank's Unconsolidated Financial Statements as of June 30, 2014

Profit before Taxes and Provisions	TL 2,860.6 million	Cash Loans	TL 123,111.2 million
Profit before Taxes	TL 2,052.3 million	Non-Cash Loans	TL 32,842.3 million
Net Income	TL 1,570.8 million	Total Assets	TL 203,622.2 million
Deposits	TL 110,538.4 million	Shareholders' Equity	TL 24,289.0 million

Highlights from Garanti Bank's Unconsolidated Financials For the First Half of 2014

- Net income was TL 1 billion 570 million and 773 thousand.
- In compliance with the legal legislation and international regulations, a total amount of TL 1 billion 289 million 821 thousand was reserved for tax provisions, loans and other provisions.
- Total assets increased by 3.4% year-to-date and reached TL 203 billion 622 million 216 thousand.
- Return on Average Assets (ROAA) was 1.8% as of June 30, 2014.
- Shareholders' equity increased by 7.5% year-to-date and reached TL 24.3 billion.
- Return on Average Equity (ROAE) was 15.1% as of June 30, 2014.
- Contribution made to the real economy through cash and non-cash loans increased by 2.7% year-to-date and reached TL 155 billion 953 million 523 thousand as of June 30, 2014.
- TL loan and FC loan market shares were realized at 10.5% and 16.8%, respectively.
- Total deposits increased by 3.8% year-to-date and reached TL 110 billion 538 million and 382 thousand, while market share in total deposits was realized at 11.3%.
- Capital adequacy ratio (CAR) stood at 15.33%, while non-performing loan (NPL) ratio was realized at 2.18%.