Consolidated Financial Statements

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Convenience translation of consolidated financial statements originally issued in Turkish

ICBC TURKEY BANK ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEET (STATEMENTS OF FINANCIAL POSITION)
AS AT 31 MARCH 2017
(Currency: Thousands of TL - Turkish Lira)

			THOUSANDS OF TURKISH LIRA					
			REVIEWED			AUDITED		
			CURRENT PERIOD			PRIOR PERIOD		
	ASSETS	Footnotes (Section 5)	31/03/2017			31/12/2016		
			TL	FC	Total	TL	FC	Total
I.	**CASH AND BALANCES WITH THE CENTRAL BANK**	(5.I.1)	**101,585**	**1,246,479**	**1,348,064**	**112,318**	**1,046,297**	**1,158,615**
II.	**FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Net)**	(5.I.2)	**5,617**	**153**	**5,770**	**5,723**	**954**	**6,677**
2.1	Trading Securities		5,617	153	5,770	5,723	954	6,677
2.1.1	Public Sector Debt Securities		-	-	-	-	-	-
2.1.2	Share Certificates		14	-	14	19	-	19
2.1.3	Positive Value of Trading Derivatives		1,751	153	1,904	598	954	1,552
2.1.4	Other Securities		3,852	-	3,852	5,106	-	5,106
2.2	Financial Assets Designated at Fair Value		-	-	-	-	-	-
2.2.1	Public Sector Debt Securities		-	-	-	-	-	-
2.2.2	Share Certificates		-	-	-	-	-	-
2.2.3	Loans		-	-	-	-	-	-
2.2.4	Other Securities		-	-	-	-	-	-
III.	**BANKS**	(5.I.3)	**1,020**	**169,290**	**170,310**	**738**	**220,711**	**221,449**
IV.	**INTERBANK MONEY MARKET**		**48,721**	**-**	**48,721**	**4,763**	**-**	**4,763**
4.1	Interbank Money Market Placements		-	-	-	-	-	-
4.2	Istanbul Stock Exchange Money Market Placements		48,721	-	48,721	4,763	-	4,763
4.3	Receivables from Reverse Repurchase Agreements		-	-	-	-	-	-
V.	**INVESTMENT SECURITIES AVAILABLE FOR SALE (Net)**	(5.I.4)	**861,011**	**1,040,052**	**1,901,063**	**552,014**	**986,335**	**1,538,349**
5.1	Share Certificates		160	2,928	3,088	160	2,495	2,655
5.2	Public Sector Debt Securities		860,851	360,438	1,221,289	551,854	339,665	891,519
5.3	Other Securities		-	676,686	676,686	-	644,175	644,175
VI.	**LOANS**	(5.I.5)	**2,833,054**	**2,851,247**	**5,684,301**	**2,380,284**	**2,717,822**	**5,098,106**
6.1	Loans		2,800,860	2,851,247	5,652,107	2,344,301	2,717,822	5,062,123
6.1.1	Loans Utilized to the Bank's Risk Group		12	1,115,766	1,115,778	57	1,079,135	1,079,192
6.1.2	Public Sector Debt Securities		-	-	-	-	-	-
6.1.3	Others		2,800,848	1,735,481	4,536,329	2,344,244	1,638,687	3,982,931
6.2	Loans under Follow-Up		107,158	-	107,158	115,153	-	115,153
6.3	Specific Provisions (-)		74,964	-	74,964	79,170	-	79,170
VII.	**FACTORING RECEIVABLES**		-	-	-	-	-	-
VIII.	**INVESTMENT SECURITIES HELD TO MATURITY (Net)**	(5.I.6)	**96,982**	**273,426**	**370,408**	**93,432**	**91,155**	**184,587**
8.1	Public Sector Debt Securities		96,982	87,496	184,478	93,432	1,183	94,615
8.2	Other Securities		-	185,930	185,930	-	89,972	89,972
IX.	**INVESTMENTS IN ASSOCIATES (Net)**	(5.I.7)	**-**	**-**	**-**	**-**	**-**	**-**
9.1	Equity Method Associates		-	-	-	-	-	-
9.2	Unconsolidated Associates		-	-	-	-	-	-
9.2.1	Financial Associates		-	-	-	-	-	-
9.2.2	Non-Financial Associates		-	-	-	-	-	-
X.	**INVESTMENTS IN SUBSIDIARIES (Net)**	(5.I.8)	**-**	**-**	**-**	**-**	**-**	**-**
10.1	Unconsolidated Financial Subsidiaries		-	-	-	-	-	-
10.2	Unconsolidated Non-Financial Subsidiaries		-	-	-	-	-	-
XI.	**JOINT VENTURES (Net)**	(5.I.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.I.10)	**-**	**-**	**-**	**-**	**-**	**-**
12.1	Financial Lease Receivables		-	-	-	-	-	-
12.2	Operational Lease Receivables		-	-	-	-	-	-
12.3	Others		-	-	-	-	-	-
12.4	Unearned Income (-)		-	-	-	-	-	-
XIII.	**HEDGING DERIVATIVES**	(5.I.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)**		**29,124**	**-**	**29,124**	**29,821**	**-**	**29,821**
XV.	**INTANGIBLE ASSETS (Net)**		**3,145**	**-**	**3,145**	**2,982**	**-**	**2,982**
15.1	Goodwill		-	-	-	-	-	-
15.2	Others		3,145	-	3,145	2,982	-	2,982
XVI.	**INVESTMENT PROPERTY (Net)**	(5.I.12)	-	-	-	-	-	-
XVII.	**TAX ASSETS**	(5.I.13)	**5,135**	**-**	**5,135**	**8,891**	**-**	**8,891**
17.1	Current Tax Assets		-	-	-	-	-	-
17.2	Deferred Tax Assets		5,135	-	5,135	8,891	-	8,891
XVIII.	**ASSETS HELD FOR SALE AND ASSETS RELATED TO DISCONTINUED OPERATIONS (Net)**	(5.I.14)	**-**	**-**	**-**	**-**	**-**	**-**
18.1	Held For Sale		-	-	-	-	-	-
18.2	Discontinued Operations		-	-	-	-	-	-
XIX.	**OTHER ASSETS**	(5.I.15)	**56,042**	**2,058**	**58,100**	**50,087**	**4,292**	**54,379**
	TOTAL ASSETS		**4,041,436**	**5,582,705**	**9,624,141**	**3,241,053**	**5,067,566**	**8,308,619**

Convenience translation of consolidated financial statements originally issued in Turkish

ICBC TURKEY BANK ANONİM ŞİRKETİ
CONSOLIDATED BALANCE SHEET (STATEMENTS OF FINANCIAL POSITION)
AS AT 31 MARCH 2017
(Currency: Thousands of TL - Turkish Lira)

			THOUSANDS OF TURKISH LIRA					
			REVIEWED			AUDITED		
			CURRENT PERIOD			PRIOR PERIOD		
	LIABILITIES AND EQUITY	Footnotes (Section 5)	31/03/2017			31/12/2016		
			TL	FC	Total	TL	FC	Total
I.	**DEPOSITS**	(5.II.1)	**1,829,738**	**1,204,649**	**3,034,387**	**2,070,911**	**1,233,640**	**3,304,551**
1.1	Deposits of the Bank's Risk Group		451,049	1,052	452,101	451,026	1,191	452,217
1.2	Others		1,378,689	1,203,597	2,582,286	1,619,885	1,232,449	2,852,334
II.	**NEGATIVE VALUE OF TRADING DERIVATIVES**	(5.II.2)	**495**	**7**	**502**	**719**	**72**	**791**
III.	**FUNDS BORROWED**	(5.II.3)	**10,659**	**5,000,942**	**5,011,601**	**7,386**	**3,764,449**	**3,771,835**
IV.	**DUE TO MONEY MARKETS**		**622,761**	**80,223**	**702,984**	**170,411**	**164,374**	**334,785**
4.1	Interbank Money Market		52,015	-	52,015	-	-	-
4.2	Istanbul Stock Exchange		-	-	-	-	-	-
4.3	Obligations under Repurchase Agreements		570,746	80,223	650,969	170,411	164,374	334,785
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**		**77,161**	**656**	**77,817**	**155,709**	**1,114**	**156,823**
VIII.	**OTHER EXTERNAL RESOURCES**	(5.II.4)	**39,137**	**1,702**	**40,839**	**42,706**	**2,285**	**44,991**
IX.	**FACTORING PAYABLES**		-	-	-	-	-	-
X.	**LEASE PAYABLES (Net)**	(5.II.5)	-	-	-	-	-	-
10.1	Financial Lease Payables		-	-	-	-	-	-
10.2	Operational Lease Payables		-	-	-	-	-	-
10.3	Others		-	-	-	-	-	-
10.4	Deferred Financial Leasing Expenses (-)		-	-	-	-	-	-
XI.	**HEDGING PURPOSE DERIVATIVES**	(5.II.6)	-	-	-	-	-	-
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)	**77,955**	-	**77,955**	**70,531**	-	**70,531**
12.1	General Provisions		43,725	-	43,725	36,986	-	36,986
12.2	Restructuring Provisions		-	-	-	-	-	-
12.3	Reserve for Employee Benefits		15,191	-	15,191	13,679	-	13,679
12.4	Insurance Technical Provisions (Net)		-	-	-	-	-	-
12.5	Other Provisions		19,039	-	19,039	19,866	-	19,866
XIII.	**TAX LIABILITIES**	(5.II.8)	**22,800**	-	**22,800**	**17,305**	-	**17,305**
13.1	Current Tax Liability		22,800	-	22,800	17,305	-	17,305
13.2	Deferred Tax Liability		-	-	-	-	-	-
XIV.	**PAYABLES RELATED TO HELD FOR SALE AND DISCONTINUED OPERATIONS**	(5.II.9)	-	-	-	-	-	-
14.1	Held For Sale		-	-	-	-	-	-
14.2	Discontinued Operations		-	-	-	-	-	-
XV.	**SUBORDINATED LOANS**	(5.II.10)	-	-	-	-	-	-
XVI.	**SHAREHOLDERS' EQUITY**	(5.II.11)	**659,349**	**-4,093**	**655,256**	**625,994**	**-18,987**	**607,007**
16.1	Paid-In Capital		420,000	-	420,000	420,000	-	420,000
16.2	Supplementary Capital		7,832	-4,093	3,739	8,296	-18,987	-10,691
16.2.1	Share Premium		-814	-	-814	-814	-	-814
16.2.2	Share Cancellation Profits		-	-	-	-	-	-
16.2.3	Valuation Differences of Securities		-2,259	-4,093	-6,352	-1,585	-18,987	-20,572
16.2.4	Revaluation Fund on Tangible Assets		10,143	-	10,143	10,143	-	10,143
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		762	-	762	552	-	552
16.3	Profit Reserves		201,682	-	201,682	196,306	-	196,306
16.3.1	Legal Reserves		11,937	-	11,937	11,669	-	11,669
16.3.2	Status Reserves		-	-	-	-	-	-
16.3.3	Extraordinary Reserves		132,379	-	132,379	127,271	-	127,271
16.3.4	Other Profit Reserves		57,366	-	57,366	57,366	-	57,366
16.4	Profit or Loss		29,835	-	29,835	1,392	-	1,392
16.4.1	Prior Periods' Profit or Loss		-4,187	-	-4,187	-17,357	-	-17,357
16.4.2	Current Period Profit or Loss		34,022	-	34,022	18,749	-	18,749
16.5	Minority Shares		-	-	-	-	-	-
	TOTAL LIABILITIES AND EQUITY		**3,340,055**	**6,284,086**	**9,624,141**	**3,161,672**	**5,146,947**	**8,308,619**

Convenience translation of consolidated financial statements originally issued in Turkish

ICBC TURKEY BANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF OFF BALANCE SHEET ITEMS
AS AT 31 MARCH 2017
(Currency: Thousands of TL - Turkish Lira)

			THOUSANDS OF TURKISH LIRA					
			REVIEWED			AUDITED		
			CURRENT PERIOD			PRIOR PERIOD		
		Footnotes	31/03/2017			31/12/2016		
		(Section 5)	TL	FC	Total	TL	FC	Total
A. OFF BALANCE SHEET COMMITMENTS AND CONTINGENCIES (I+II+III)			**1,055,786**	**1,798,885**	**2,854,671**	**665,149**	**1,666,966**	**2,332,115**
I.	**GUARANTEES**	(5.IV.1)	**408,269**	**1,248,230**	**1,656,499**	**214,241**	**1,175,890**	**1,390,131**
1.1.	Letters of Guarantee		408,269	1,106,620	1,514,889	214,241	965,902	1,180,143
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		408,269	1,106,620	1,514,889	214,241	965,902	1,180,143
1.2.	Bank Acceptances		-	-	-	-	-	-
1.2.1.	Import Letter of Acceptance		-	-	-	-	-	-
1.2.2.	Other Bank Acceptances		-	-	-	-	-	-
1.3.	Letters of Credit		-	100,057	100,057	-	78,677	78,677
1.3.1.	Documentary Letters of Credit		-	86,492	86,492	-	51,586	51,586
1.3.2.	Other Letters of Credit		-	13,565	13,565	-	27,091	27,091
1.4.	Prefinancing Given As Guarantee		-	-	-	-	-	-
1.5.	Endorsements		-	-	-	-	-	-
1.5.1.	Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
1.5.2.	Other Endorsements		-	-	-	-	-	-
1.6.	Purchase Guarantees for Securities Issued		-	-	-	-	-	-
1.7.	Factoring Related Guarantees		-	-	-	-	-	-
1.8.	Other Collaterals		-	41,553	41,553	-	131,311	131,311
1.9.	Other Sureties		-	-	-	-	-	-
II.	**COMMITMENTS**	(5.IV.1)	**248,378**	**123,148**	**371,526**	**192,939**	**741**	**193,680**
2.1.	Irrevocable Commitments		248,378	123,148	371,526	192,939	741	193,680
2.1.1.	Asset Purchase and Sale Commitments		52,808	123,148	175,956	-	741	741
2.1.2.	Deposit Purchase and Sales Commitments		-	-	-	-	-	-
2.1.3.	Share Capital Commitments to Associates and Subsidiaries		-	-	-	-	-	-
2.1.4.	Loan Granting Commitments		27,793	-	27,793	27,889	-	27,889
2.1.5.	Securities Issuance Brokerage Commitments		-	-	-	-	-	-
2.1.6.	Commitments for Reserve Deposit Requirements		-	-	-	-	-	-
2.1.7.	Commitments for Cheque Payments		79,401	-	79,401	75,491	-	75,491
2.1.8.	Tax and Fund Obligations from Export Commitments		190	-	190	196	-	196
2.1.9.	Commitments for Credit Card Limits		74,706	-	74,706	75,776	-	75,776
2.1.10.	Commitments for Promotional Operations Re-Credit Cards and Banking Services		211	-	211	218	-	218
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		13,269	-	13,269	13,369	-	13,369
2.2.	Revocable Commitments		-	-	-	-	-	-
2.2.1.	Revocable Loan Granting Commitments		-	-	-	-	-	-
2.2.2.	Other Revocable Commitments		-	-	-	-	-	-
III.	**DERIVATIVE FINANCIAL INSTRUMENTS**		**399,139**	**427,507**	**826,646**	**257,969**	**490,335**	**748,304**
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		399,139	427,507	826,646	257,969	490,335	748,304
3.2.1	Forward Foreign Currency Purchases/Sales		17,975	17,798	35,773	5,115	8,788	13,903
3.2.1.1	Forward Foreign Currency Purchases		-	17,798	17,798	1,058	5,894	6,952
3.2.1.2	Forward Foreign Currency Sales		17,975	-	17,975	4,057	2,894	6,951
3.2.2	Currency and Interest Rate Swaps		381,164	409,709	790,873	252,854	481,547	734,401
3.2.2.1	Currency Swaps-Purchases		-	395,948	395,948	182,084	185,827	367,911
3.2.2.2	Currency Swaps-Sales		381,164	13,761	394,925	70,770	295,720	366,490
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		-	-	-	-	-	-
3.2.3.1	Currency Options-Purchases		-	-	-	-	-	-
3.2.3.2	Currency Options-Sales		-	-	-	-	-	-
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)			**7,075,228**	**2,917,819**	**9,993,047**	**7,273,598**	**2,348,991**	**9,622,589**
IV.	**ITEMS HELD IN CUSTODY**		**3,621,465**	**503,650**	**4,125,115**	**3,683,564**	**58,319**	**3,741,883**
4.1.	Customers' Securities and Portfolios Held		-	-	-	-	-	-
4.2.	Securities Held in Custody		900,786	11,421	912,207	931,185	11,968	943,153
4.3.	Checks Received for Collection		34,795	5,714	40,509	49,114	10,162	59,276
4.4.	Commercial Notes Received for Collection		7,916	4,779	12,695	6,620	5,212	11,832
4.5.	Other Assets Received for Collection		-	-	-	-	-	-
4.6.	Assets Received for Public Offering		-	-	-	-	-	-
4.7.	Other Items under Custody		2,671,901	479,799	3,151,700	2,692,026	28,254	2,720,280
4.8.	Custodians		6,067	1,937	8,004	4,619	2,723	7,342
V.	**PLEDGED ITEMS**		**3,453,508**	**2,414,169**	**5,867,677**	**3,589,779**	**2,290,672**	**5,880,451**
5.1.	Securities		12,854	2	12,856	16,153	1	16,154
5.2.	Guarantee Notes		1,480	2,279	3,759	1,294	2,245	3,539
5.3.	Commodities		96,257	244,867	341,124	90,079	203,463	293,542
5.4.	Warrants		4	-	4	1,004	-	1,004
5.5.	Immovables		2,453,903	1,601,211	4,055,114	2,397,258	1,548,054	3,945,312
5.6.	Other Pledged Items		889,010	565,810	1,454,820	1,083,991	536,909	1,620,900
5.7.	Pledged Items-Depository		-	-	-	-	-	-
VI.	**CONFIRMED BILLS OF EXCHANGE AND SURETIES**		**255**	-	**255**	**255**	-	**255**
	TOTAL OFF BALANCE SHEET ITEMS (A+B)		**8,131,014**	**4,716,704**	**12,847,718**	**7,938,747**	**4,015,957**	**11,954,704**

Convenience translation of consolidated financial statements originally issued in Turkish

ICBC TURKEY BANK ANONİM ŞİRKETİ
CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD ENDED 31 MARCH 2017
(Currency: Thousands of TL - Turkish Lira)

	INCOME AND EXPENSE ITEMS	Footnotes (Section 5)	THOUSANDS OF TURKISH LIRA REVIEWED CURRENT PERIOD (01/01/2017 - 31/03/2017)	REVIEWED PRIOR PERIOD (01/01/2016 - 31/03/2016)
I.	**INTEREST INCOME**	(5.III.1)	**167,098**	**114,287**
1.1	Interest from Loans		103,728	96,052
1.2	Interest from Reserve Deposits		3,214	1,707
1.3	Interest from Banks		324	388
1.4	Interest from Money Market Transactions		1,441	406
1.5	Interest from Securities Portfolio		58,229	15,600
1.5.1	Trading Securities		-	-
1.5.2	Financial Assets at Fair Value Through Profit or Loss		-	-
1.5.3	Available for Sale Securities		48,641	15,301
1.5.4	Held to Maturity Securities		9,588	299
1.6	Interest from Financial Leases		-	-
1.7	Other Interest Income		162	134
II.	**INTEREST EXPENSE**	(5.III.2)	**78,597**	**50,299**
2.1	Interest on Deposits		49,280	33,559
2.2	Interest on Funds Borrowed		21,345	12,889
2.3	Interest on Money Market Transactions		7,941	3,803
2.4	Interest on Securities Issued		-	-
2.5	Other Interest Expense		31	48
III.	**NET INTEREST INCOME (I - II)**		**88,501**	**63,988**
IV.	**NET FEE AND COMMISSION INCOME**		**20,886**	**3,005**
4.1	Fees and Commissions Received		22,157	4,414
4.1.1	Non-Cash Loans		1,656	1,450
4.1.2	Other		20,501	2,964
4.2	Fees and Commissions Paid		1,271	1,409
4.2.1	Non-Cash Loans		38	74
4.2.2	Other		1,233	1,335
V.	**DIVIDEND INCOME**		-	-
VI.	**TRADING INCOME/LOSS (Net)**	(5.III.3)	**-12**	**-14,720**
6.1	Profit / Loss on Capital Market Transactions		1,837	1,701
6.2	Derivative Instruments Gain / Loss		-35,939	-41,990
6.3	Foreign Exchange Gain / Loss		34,090	25,569
VII.	**OTHER OPERATING INCOME**	(5.III.4)	**5,840**	**2,382**
VIII.	**TOTAL OPERATING INCOME (III+IV+V+VI+VII)**		**115,215**	**54,655**
IX.	**IMPAIRMENT ON LOANS AND OTHER RECEIVABLES (-)**	(5.III.5)	**14,410**	**10,932**
X.	**OTHER OPERATING EXPENSES (-)**	(5.III.6)	**53,453**	**45,910**
XI.	**NET OPERATING PROFIT/LOSS (VIII-IX-X)**		**47,352**	**-2,187**
XII.	**SURPLUS WRITTEN AS GAIN AFTER MERGER**		-	-
XIII.	**PROFIT / LOSS FROM EQUITY METHOD INVESTMENTS**		-	-
XIV.	**GAIN/LOSS ON NET MONETARY POSITION**		-	-
XV.	**P/L BEFORE TAXES FROM CONTINUING OPERATIONS (XI+...+XIV)**	(5.III.7)	**47,352**	**-2,187**
XVI.	**TAXES ON INCOME FROM CONTINUING OPERATIONS (±)**	(5.III.8)	**-13,330**	**-1,400**
16.1	Current Tax Provision		-12,925	-1,717
16.2	Deferred Tax Provision		-405	317
XVII.	**NET PROFIT / LOSS FROM CONTINUING OPERATIONS (XV±XVI)**	(5.III.9)	**34,022**	**-3,587**
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)**	(5.III.7)	-	-
XXI.	**TAXES ON INCOME FROM DISCONTINUED OPERATIONS (±)**	(5.III.8)	-	-
21.1	Current Tax Provision		-	-
21.2	Deferred Tax Provision		-	-
XXII.	**NET PROFIT / LOSS FROM DISCONTINUED OPERATIONS (XX±XXI)**	(5.III.9)	-	-
XXIII.	**NET PROFIT/LOSS (XVII+XXII)**	(5.III.10)	**34,022**	**-3,587**
23.1	Group's Profit / Loss		34,022	-3,587
23.2	Minority Shares		-	-
	Earnings / Losses per Share (Full TL)		0.0081	-0.0009

Convenience translation of consolidated financial statements originally issued in Turkish

ICBC TURKEY BANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF RECOGNIZED INCOME AND EXPENSE UNDER EQUITY
FOR THE PERIOD ENDED 31 MARCH 2017
(Currency: Thousands of TL - Turkish Lira)

	PROFIT/LOSS ITEMS RECOGNIZED IN EQUITY	THOUSANDS OF TURKISH LIRA	
		REVIEWED	REVIEWED
		CURRENT PERIOD (01/01/2017 - 31/03/2017)	PRIOR PERIOD (01/01/2016 - 31/03/2016)
I.	**ADDITIONS TO VALUATION DIFF. ON SECURITIES FROM AVAILABLE FOR SALE INVESTMENTS**	**17,775**	**16,509**
II.	**REVALUATION ON TANGIBLE ASSETS**	-	-
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 AND CURRENT TAXES ON VALUATION DIFFERENCES**	**-3,555**	**-3,302**
X.	**NET PROFIT/LOSS RECOGNIZED IN EQUITY (I+II+…+IX)**	**14,220**	**13,207**
XI.	**CURRENT PERIOD PROFIT/LOSS**	**34,022**	**-3,587**
11.1	Net Change in Fair Value of Securities (Transfer to Profit & Loss)	**-1,845**	**-72**
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	35,867	-3,515
XII.	**TOTAL RECOGNIZED INCOME AND EXPENSE FOR THE PERIOD (X±XI)**	**48,242**	**9,620**

Convenience translation of consolidated financial statements originally issued in Turkish

ICBC TURKEY BANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE PERIOD ENDED 31 MARCH 2017
(Currency: Thousands of TL - Turkish Lira)

		REVIEWED THOUSANDS OF TURKISH LIRA																	
	CHANGES IN SHAREHOLDERS' EQUITY	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 Differences 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	Non-controlling Interests	Total Shareholders' Equity
	PRIOR PERIOD 31/03/2016																		
I.	**Balances at the Beginning of Period - 01/01/2016**	**420,000**	**-**	**-814**	**-**	**11,496**	**-**	**123,953**	**57,671**	**-13,542**	**-**	**-10,264**	**8,694**	**-**	**-**	**-**	**597,194**	**-**	**597,194**
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**	**-**	**11,496**	**-**	**123,953**	**57,671**	**-13,542**	**-**	**-10,264**	**8,694**	**-**	**-**	**-**	**597,194**	**-**	**597,194**
	Changes in the Period																		
IV.	Increase / Decrease Related to Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	Valuation Difference of Available-for-Sale Securities	-	-	-	-	-	-	-	-	-	-	13,207	-	-	-	-	13,207	-	13,207
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	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
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.	Issuences 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	-	-	-	-	-	-	-	-	-3,587	-	-	-	-	-	-	-3,587	-	-3,587
XX.	Profit Distribution	-	-	-	-	173	-	3,642	-	13,542	-17,357	-	-	-	-	-	-	-	-
20.1	Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20.2	Transferred to Reserves	-	-	-	-	173	-	3,642	-	-3,815	-	-	-	-	-	-	-	-	-
20.3	Others	-	-	-	-	-	-	-	-	17,357	-17,357	-	-	-	-	-	-	-	-
	Balances at the End of Period (III+IV+V+……+XVIII+XIX+XX) - 31/03/2016	**420,000**	**-**	**-814**	**-**	**11,669**	**-**	**127,595**	**57,671**	**-3,587**	**-17,357**	**2,943**	**8,694**	**-**	**-**	**-**	**606,814**	**-**	**606,814**
	CURRENT PERIOD 31/03/2017																		
I.	**Balances at the Beginning of Period - 01/01/2017**	**420,000**	**-**	**-814**	**-**	**11,669**	**-**	**127,271**	**57,918**	**18,749**	**-17,357**	**-20,572**	**10,143**	**-**	**-**	**-**	**607,007**	**-**	**607,007**
	Changes in the Period																		
II.	Increase / Decrease Related to Mergers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	Valuation Difference of Available-for-Sale Securities	-	-	-	-	-	-	-	-	-	-	14,220	-	-	-	-	14,220	-	14,220
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.	Issuences 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	-	-	-	-	-	-	-	-	34,022	-	-	-	-	-	-	34,022	-	34,022
XVIII.	Profit Distribution	-	-	-	-	268	-	5,108	210	-18,749	13,170	-	-	-	-	-	7	-	7
18.1	Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18.2	Transferred to Reserves	-	-	-	-	268	-	5,108	-	-5,376	-	-	-	-	-	-	-	-	-
18.3	Others	-	-	-	-	-	-	-	210	-13,373	13,170	-	-	-	-	-	7	-	7
	Balances at the End of Period (I+II+III+…+XVI+XVII+XVIII) - 31/03/2017	**420,000**	**-**	**-814**	**-**	**11,937**	**-**	**132,379**	**58,128**	**34,022**	**-4,187**	**-6,352**	**10,143**	**-**	**-**	**-**	**655,256**	**-**	**655,256**

(*) Amounts expressed in "Other Reserves" coloumn consist of "Other Supplementary Capital" and "Other Profit Reserves" amounts presented on the balance sheet.

Convenience translation of consolidated financial statements originally issued in Turkish

ICBC TURKEY BANK ANONİM ŞİRKETİ
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2017
(Currency: Thousands of TL - Turkish Lira)

		THOUSANDS OF TURKISH LIRA	
		REVIEWED	REVIEWED
		CURRENT PERIOD (01/01/2017 - 31/03/2017)	PRIOR PERIOD (01/01/2016 - 31/03/2016)
A.	**CASH FLOWS FROM BANKING OPERATIONS**		
1.1	**Operating Profit before Changes in Operating Assets and Liabilities**	**16,568**	**20,799**
1.1.1	Interest Received	119,970	91,905
1.1.2	Interest Paid	-79,034	-38,054
1.1.3	Dividend Received	-	-
1.1.4	Fees And Commissions Received	22,339	4,624
1.1.5	Other Income	5,698	13
1.1.6	Collections from Non-performing Loans	4,545	7,134
1.1.7	Payments to Personnel and Service Suppliers	-27,206	-26,407
1.1.8	Taxes Paid	-6,156	-3,612
1.1.9	Other	-23,588	-14,804
1.2	**Changes in Operating Assets and Liabilities**	**513,932**	**18,956**
1.2.1	Net (Increase) Decrease in Trading Securities	1,259	-1,103
1.2.2	Net (Increase) Decrease in Financial Assets Designated at FV	-	-
1.2.3	Net (Increase) Decrease in Banks	-159,020	-90,322
1.2.4	Net (Increase) Decrease in Loans	-575,859	-318,027
1.2.5	Net (Increase) Decrease in Other Assets	-3,299	-1,328
1.2.6	Net Increase (Decrease) in Bank Deposits	450,789	-2
1.2.7	Net Increase (Decrease) in Other Deposits	-720,379	197,502
1.2.8	Net Increase (Decrease) in Funds Borrowed	1,607,828	299,927
1.2.9	Net Increase (Decrease) in Due Payables	-	-
1.2.10	Net Increase (Decrease) in Other Liabilities	-87,387	-67,691
I.	**Net Cash Provided by / (Used in) Banking Operations**	**530,500**	**39,755**
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**		
II.	**Net Cash Provided by / (Used in) Investing Activities**	**-501,742**	**73,091**
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	-801	-455
2.4	Fixed Assets Sales	125	1
2.5	Cash Paid for Purchase of Investments Available for Sale	-495,818	-18,341
2.6	Cash Obtained From Sale of Investments Available for Sale	177,227	134,802
2.7	Cash Paid for Purchase of Investment Securities	-182,042	-42,695
2.8	Cash Obtained from Sale of Investment Securities	-	-
2.9	Other	-433	-221
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**		
III.	**Net Cash Provided by / (Used in) Financing Activities**	-	-
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	-	-
3.6	Other	-	-
IV.	**Effect of Change in Foreign Exchange Rate on Cash and Cash Equivalents**	**-6,740**	**-11,205**
V.	**Net (Decrease) / Increase in Cash and Cash Equivalents (I+II+III+IV)**	**22,018**	**101,641**
VI.	**Cash and Cash Equivalents at the Beginning of Period**	**721,925**	**712,690**
VII.	**Cash and Cash Equivalents at the End of Period (V+VI)**	**743,943**	**814,331**