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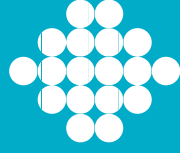
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İL BANK



"The country must be modern,  
civilized, and renewed.  
This is a matter of vital importance for us."

*K. Atatürk*

## ▶ COMPLIANCE OPINION ON THE ANNUAL REPORT



### SUITABILITY REPORT REGARDING ANNUAL ACTIVITY REPORT

To Iller Bank Inc. Board of Directors,

We have audited accuracy and coherence of Iller Bank Inc.'s ("Bank") December 31, 2014 dated annual activity report's financial information with the independent audit report, which was coordinated by the end of the related accounting period. Bank management is responsible for the report subject annual activity report. As the independent auditing firm, our responsibility is to express an opinion on annual activity report.

Auditing was made in accordance with the procedures and principles of preparing and publishing annual activity report by banking law 5411 and by Turkish Commercial Code the law no 6102 article no 397 and Public Oversight Accounting and Auditing Standards Authority and independent auditing principles. These regulations require planning and enforcement to provide assurance about having no mistakes on annual activity report. We believe the audit has formed a reasonable and enough bases on our opinion.

According to our opinion, financial information attached to activity report represents information regarding financial statement of Bank correctly and in all its aspects, is in accordance with Iller Bank Inc. December 31, 2014 dated 5411 numbered banking law 40<sup>th</sup> article procedures and principles required and includes summary report of the directors and independent audit report given by us and compatible with the information given on audited financial tables.

#### Other Liabilities Arising From Legislation

In the scope of the third article of Turkish Commercial Code no 402, IAS 570 "Continuity of firm", any important matter was not found regarding Iller Bank Inc. on continuing its operations in the predictable future.

Ankara, February 27, 2015

REHBER INDEPENDENT AUDIT AND  
CERTIFIED PUBLIC ACCOUNTANTS INC.

ADİL ÖNER  
Lead Auditor

## ▶ AGENDA OF THE ORDINARY GENERAL ASSEMBLY MEETING

#### Date of General Assembly Meeting

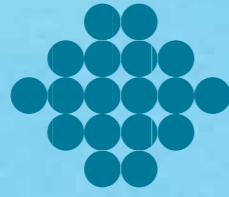
Tuesday, 24 March, 2015 Time: 14:00

#### Venue

Iller Bank Macunköy Annex Facilities Auditorium / ANKARA

#### Agenda of the General Assembly Meeting

1. Opening & moment of silence,
2. Formation of the General Assembly Council and the authorization of the Council Chair to sign the Ordinary General Assembly Meeting minutes
3. Reading, deliberating and approving the Board of Directors' Report and the Statutory Auditors' Report,
4. Reading, reviewing, deliberating and approving the Balance Sheet and Profit/Loss accounts having undergone independent audits, for year 2014
5. Individual releases of each of the company's directors and statutory auditors
6. Determining the remuneration to be paid to the members of the Board of Directors and Statutory Auditors
7. Authorizing the Board of Directors members as per Articles 395 and 396 of the Turkish Commercial Code
8. Resolution on the cancellation of unrecoverable receivables as per article 6 of the Banking Law
9. Authorizing the bank's Board of Directors for identifying the Independent Audit Firm that will perform the independent audit of the bank for 2016 and the subsequent fiscal years, for presenting the same at the immediately following Annual Meeting, and for making a contract therewith, pursuant to the relevant regulation of the Banking Regulation and Supervision Agency,
10. Debate on the delegation of the authority by the General Assembly, to the Board of Directors, to issue debt instruments up to TRY 5,000,000,000,
11. Petitions and Suggestions
12. Closing.



İLBANK

Since day one, İller Bank serves without compromise, to local governments, which act as the start point of national development, in the planning of today's and future's urban life.

Working hard to build modern cities in Turkey, our Bank aims to become a bank for local governments, with a high level of international effectiveness, so as to reinforce the local governments.

## OUR MISSION

To contribute towards sustainable urbanization by creating and developing projects conforming to international standards, by supplying credit, by acting as a consultant, and by providing technical support in order to satisfy the urban needs of local governments.

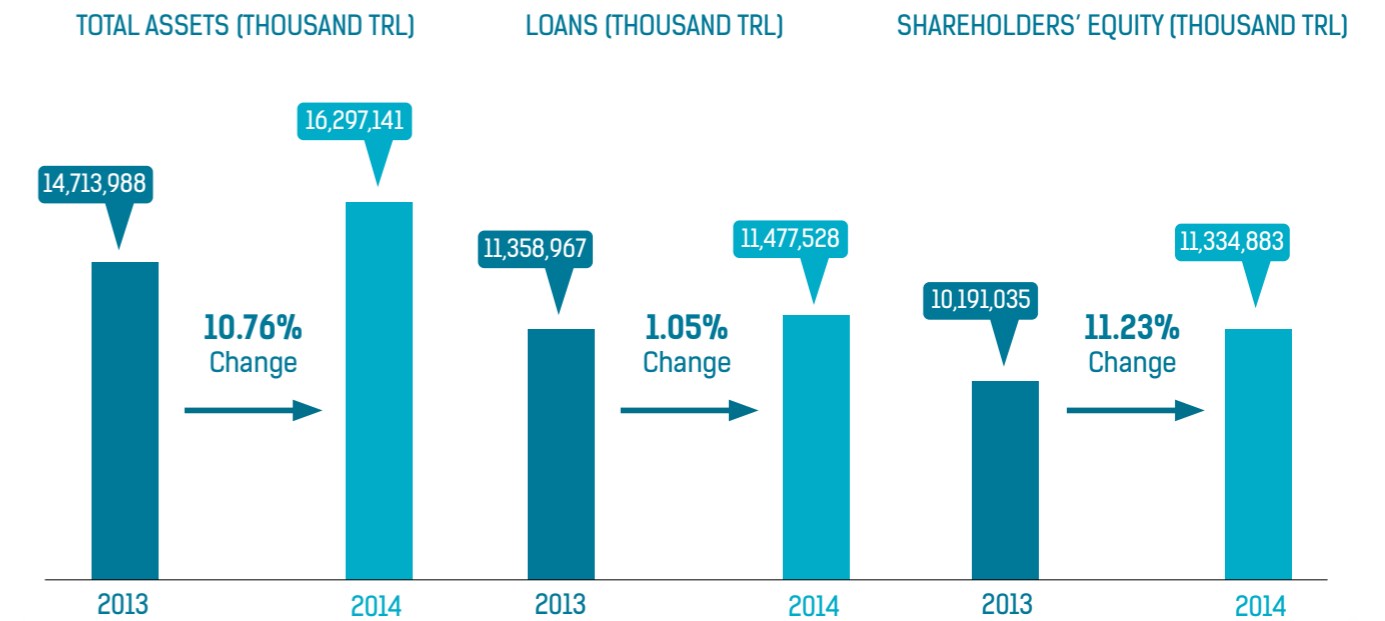
## OUR VISION

To be an international development and investment bank which leads modern urban development and whose service quality is proven.

## OUR STRATEGY

To serve with a perspective of investment banking and total quality management.

## SUMMARY FINANCIAL RESULTS



▶ (Thousand TRL)				
	2013	2014	Amount of Change	Change Percentage (%)
Total Assets	14,713,988	16,297,141	1,583,153	10.76
Liquid Assets and Banks	2,940,740	4,377,964	1,437,224	48.88
Loans	11,358,967	11,477,528	118,561	1.05
Shareholders' Equity	10,191,035	11,334,883	1,143,848	11.23
Paid-in Capital	8,528,315	9,402,380	874,065	10.25
Interest Income	685,332	903,814	218,482	31.88
Interest Expenses	15	1,752	1,737	11,580.00
Profits Before Tax	441,018	709,283	268,265	60.83
Net Profits/Loss for the Period	327,120	524,543	197,423	60.36

RATIOS (%)	2013	2014
Loans/Total Assets	77.20	70.43
Capital Adequacy Ratio	59.87	66.02
Liquid Assets/Total Assets	19.99	26.87
Shareholder's Equity/Total Assets	69.26	69.56
Earnings on Assets	2.22	3.22
Earnings on Equity	3.21	4.63

## ▶ CORPORATE PROFILE

One of the Republic's most established institutions, being founded in 1933 as the Municipalities Bank, Iller Bank is a proud and unique institution in the world's history of development banking.

On 11 June 1933 during the presidency of Mustafa Kemal Atatürk, a financial institution called "Municipalities Bank" (Belediyeler Bankası) was incorporated under Law no. 2301 with TRL 15 million capital in order to foster municipal prosperity and of providing credit support to such administrations as lacked financial resources and means.

In recognition of the successful services that quickly resulted from the technical and financial support given to municipalities, "Iller Bankası" ("Provinces Bank") was established on 13 June 1945 under Law no. 4759. As the successor of the Municipalities Bank, the bank's name was a reflection both of its expanded duties, authorities, and responsibilities and of its new legal status.

Under the Law no. 6107 published in issue 27840 of the Official Gazette on 8 February 2011, Iller Bank was officially transformed into a joint-stock company (Iller Bankası AŞ) as of the same date.

### Article 3 of the Law no. 6107 governing Iller Bank sets forth that;

#### The objectives of Iller Bank are;

- To meet the financing needs of special provincial authorities, municipalities, and their affiliated organizations, and of local administrative associations of which only these may be members,
- To develop projects concerning locally-provided common services for the people dwelling within the boundaries of such administrations,
- To provide such administrations with consultancy services and assistance on urban projects of a technical nature and in the conduct of infrastructure and superstructure works,
- To perform any and all functions related to development and investment banking.

#### In order to achieve the objectives summarized above, Iller Bank may;

- Extend any and all types of short-, medium-, and long-term cash and non-cash loans to its shareholders;
- Conduct, or arrange for the conduct of, research, project development and consultancy services in its fields of activity, and provide technical assistance in the same,
- Lead the way in the formation of companies as a bank, and transfer control of them,
- Act as an insurance agent,
- Open branches and representative offices in Turkey and abroad, provided that necessary approvals are obtained,
- Cooperate with domestic and/or foreign financial institutions, become a member of national and international organizations of which they are members,
- Obtain resources from domestic and

international financial institutions, money and capital markets, and any and all funds,

- Engage in any and all kinds of development and investment banking transactions that will help it achieve its objectives;
- Develop projects and construct special projects and urban infrastructure projects demanded by the Ministry, or arrange for the development and construction thereof,
- Execute, or arrange for the execution of, profit-making real estate investment projects and implementations in order to obtain funds for the Bank, provided that it shall not incur any debts or enter into any conditional obligation in doing so,

As constitutionally and statutorily prescribed organizations, local governments are the cradle of democracy and have an important place in, and contribution to, the inculcation of democratic ideals and principles in society.

Iller Bank is a unique institution, which has no exact analogues anywhere else. Having a special place in the annals of development banking by virtue of its distinctive structure, Iller Bank has been providing local governments with financial support as well as transforming that support into investment ever since the day it was founded.

Iller Bank never ceases its efforts to execute its duties, responsibilities, and powers before local governments, with an organization based on 17 Departments as well as Legal Counsel, R&D Board, Board of Directors, Audit Committee Divisions, Secretariat, Media and Public Relations Division, and Recreation Facilities and Nursery Division at the Headquarters, and 18 Regional Directorates in the provinces, employing a total of 2676 personnel.

## ▶ CAPITAL AND SHAREHOLDING STRUCTURE

Capital collections in the amount of TRL 874,065 thousand increased the bank's paid-in capital by 10.25% in 2014.

Article 4 of the Law nr. 6107 governing Iller Bankası AŞ sets forth that, the Bank's capital is TRL 9,000,000,000 (nine billion Turkish Liras) and may be increased up to five times of this amount based on a decision of the Council of Ministers,

Its capital resources will consist of the following:

- According to Law no. 5779 on Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities dated 2 July 2008, sums equal to 2% of total tax revenue allotments to be distributed by the Ministry of Finance and Iller Bank, which sums will be deducted monthly,

- 30% share that will be set aside from the bank's annual net profit after the bank's tax and other legal obligations will be deducted,
- Funds approved to be transferred into the bank's capital as per the provisions of other legislation, and any and all donations and contributions made to be added to the capital.

Owing to this structure, the bank's capital is not divided into shares and the registered capital system is not employed.

Through the Council of Ministers Decision no. 2014/6045 published in the

Official Gazette issue 28942 dated 14 March, 2014, the Bank's nominal capital was increased from TRL 9 billion to TRL 18 billion.

As of 31 December 2014, TRL 9,402,380 thousand of the bank's TRL 18 billion in capital had been paid in.

Neither the chairman or any member of the bank's Board of Directors, nor any audit committee member, nor the general manager or any vice president is a shareholder in the bank.

Changes in Iller Bank's nominal capitalization, capital collection, paid-in capital, and outstanding capital positions by years are shown in the table below.

### ▶ ILLER BANK'S CAPITAL MOVEMENTS IN THE PAST TEN YEARS (Thousand TRL)

Years	Nominal Capital	Annual Capital Collection	Paid-in Capital	Outstanding Capital
2005	3,000,000	454,164	1,546,422	1,453,578
2006	3,000,000	629,007	2,175,430	824,570
2007	9,000,000	766,866	2,942,296	6,057,704
2008	9,000,000	881,269	3,823,565	5,176,435
2009	9,000,000	864,963	4,688,528	4,311,472
2010	9,000,000	1,216,366	5,904,894	3,095,106
2011	9,000,000	1,040,512	6,945,406	2,054,594
2012	9,000,000	789,784	7,735,190	1,264,810
2013	9,000,000	793,125	8,528,315	471,685
2014	18,000,000	874,065	9,402,380	8,597,620



Ordu, Ünye Atatürk Park

## ▶ MESSAGE FROM THE MINISTER OF ENVIRONMENT AND URBANIZATION



**İdris GÜLLÜCE**  
Minister of Environment and  
Urbanization

"Today, we have every reason to believe that Iller Bank, which also served as a school for numerous executives remembered for their services in public as well as private sectors, will continue to build on its 82 years of experience, to reach out for the future of our country."

One of the deep-rooted institutions bestowed upon our country by the Republic, Iller Bank has performed a wide variety of services since its foundation to date and achieved the position of an essential agency that serves local governments.

Through Iller Bank, which reports to the Ministry of Environment and Urbanization, no efforts are spared to meet all urban infrastructure and superstructure needs of our local governments, and to instill a sustainable urban planning perspective in our municipalities.

The Ministry is persistent in its progress towards the goal of providing a better future and a better environment for our country and our people, through planning from a single source. We also strive to improve and expand our efforts towards this goal, by new ventures to serve better with Iller Bank, local governments and all stakeholders.

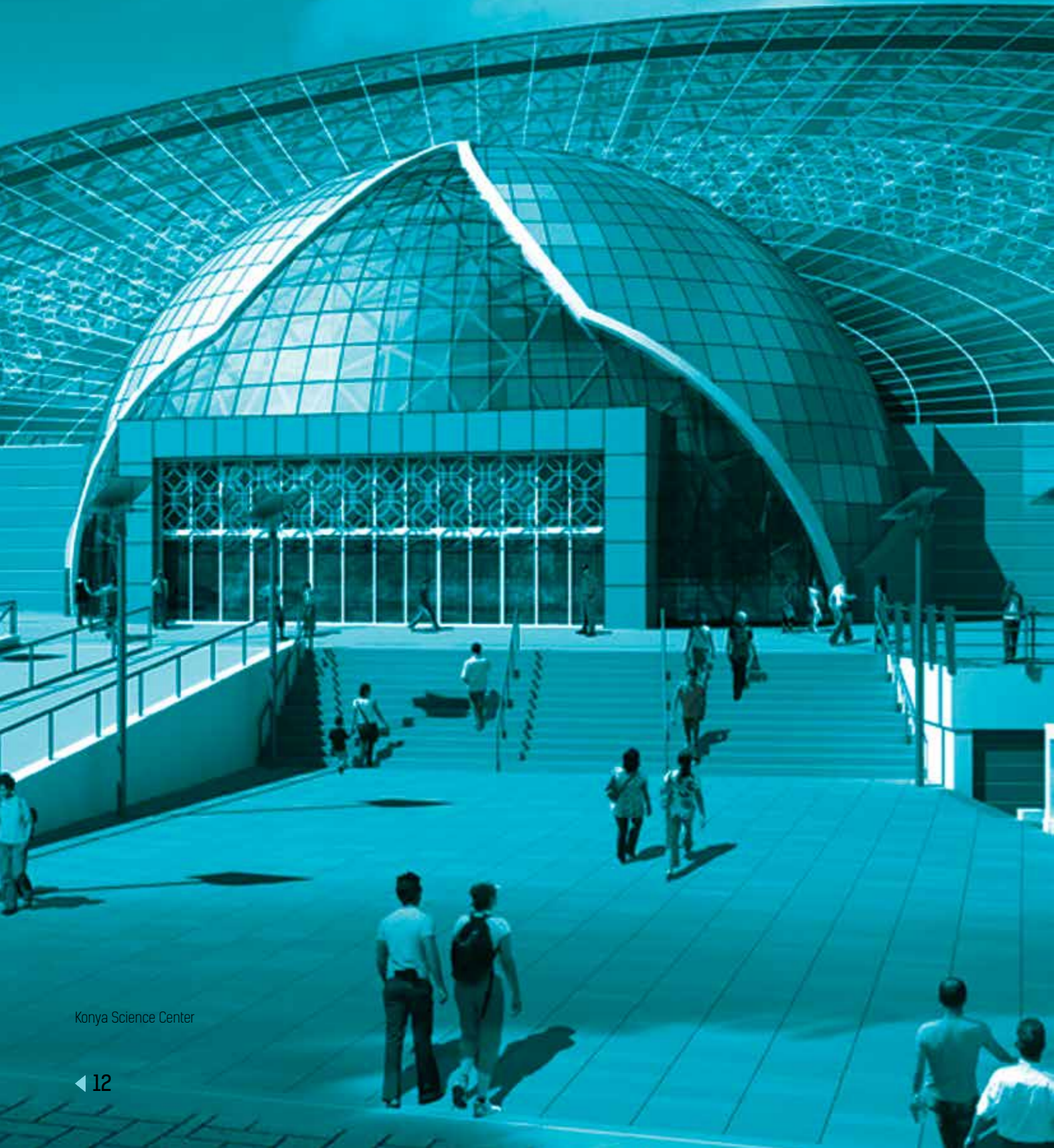
Today, we have every reason to believe that Iller Bank, which also served as a school for numerous executives remembered for their services in public as well as private sectors, will continue to build on its 82 years of experience, to reach out for the future of our country.

As of 14 March, 2014, the nominal capital of Iller Bank was raised to TRL 18 billion through the Council of Ministers Decision nr. 2014/6045. Its paid-in capital is TRL 9,402,380,000. The investment and funding program for year 2014 reveals that the planned investments amount to TRL 3,855,916,000, whereas the actual investment figure was TRL 3,123,267,000. The data for 2014 indicates a rapid increase in total assets, loans, and shareholders' equity, over the previous year. The data shows that the targets were mostly achieved, while Iller Bank continued to serve with a strong and quality banking perspective, exhibiting a robust potential for growth.

On the other hand, Iller Bank provides credit support to local governments, dispensing not only the funds from shareholders' equity, but also funds secured from international sources. In 2014, it made new low-interest rate funds secured from World Bank, European Investment Bank, and Japan International Cooperation Agency (JICA), available to local governments. The work on the funds provided through this line of credit facilitates ever larger projects by local governments.

Iller Bank will, with never ceasing determination and in utmost transparency, continue its support for the municipalities' environmentally sensitive, prioritized investments of the municipalities, with the funds derived from income generating projects initiated recently, in addition to channeling Treasury funds to the municipalities.





Konya Science Center



**Fuat GEDİK**  
Chairman of the Board of  
Directors

"Having put its mark on the last 82 years of the history of the Republic of Turkey, Iller Bank grew on the value of expertise and experience, and always served as an engine of the country's development. Acting as both as a financier and a technical consultant to local governments, the Bank continues to successfully serve as the financier, executive, designer, and consultant for the projects."

## ▶ MESSAGE FROM THE CHAIRMAN

Having put its mark on the last 82 years of the history of the Republic of Turkey, Iller Bank grew on the value of expertise and experience, and always served as an engine of the country's development. Acting as both as a financier and a technical consultant to local governments, the Bank continues to successfully serve as the financier, executive, designer, and consultant for the projects.

Re-organized as a joint stock corporation and renamed İller Bankası A.Ş. in the aftermath of the change in year 2011, the Bank has stepped up the modernization projects of local governments, as a development and investment bank equipped with a new vision. 2014 saw Iller Bank's asset total rising to TRL 16,297,141,000, marking an increase of 10.76% over 2013. The loans extended by the bank rose to TRL 11,477,528,000, and the shareholders' equity grew to TRL 11,334,883,000. These figures attest not only to the quality of the Bank's operations, but also to its increased respectability as a state-owned bank.

Within the framework of its investment and finance programs, a review of Iller Bank's activity report for year 2014 shows that the loans are mostly used to cover the infrastructure and superstructure needs of local governments. In the course of survey and project activities carried out by the Bank, surveys for a total of 214 works, and project designs for 233 were completed. Total outlays for these works amounted to TRL 6,689,000.

SUKAP (Water and Sewage Infrastructure Projects) and IPA (Instrument for Pre-Accession Assistance) projects continue to assist the local governments in meeting any urban needs they may have. A total of TRL 4,979,717 thousand was allocated within the framework of SUKAP, for 942 potable water and sewage system investments, with TRL 2,043,358 thousand granted in aid, and TRL 2,936,359 thousand in loans.

The Bank's investment program for 2014 saw operations on 51 distinct works with a total project figure of TRL 304,243 thousand, out of which 7, with a total project figure of TRL 13,757 thousand were completed and delivered to the municipalities.

The urban transformation project implemented by the Ministry of Environment and Urbanization within the framework of the restructuring process, brought huge and undeniable benefits for the creation of healthy and dependable living spaces and a modern urban identity. Iller Bank strives to provide any technical and financial support required for local governments' efforts to create healthy, modern and lively cities in the future, as part of its contribution to this large scale transformation project. We continue to work in full awareness of our responsibilities regarding the creation of planned, modern, healthy, smart and sustainable urban habitats, provision of basic public services, and hence, effective and efficient management and use of limited public resources in coordination.

Iller Bank will continue to play a crucial role in all services to ensure the future of Turkey, as a pioneering institution of Turkish economy and business life, in addition to the public services it provides.

Iller Bank Annual Report for 2014 is presented hereby for the information and review of Iller Bank General Assembly and the public at large.



İller Bank, Dışkapı Service Building



**Mehmet Turgut DEDEOĞLU**  
General Manager

"İller Bank will only reinforce its commitment to the modernization of the country in the future, with its long history, utilization of authorities and resources in line with corporate governance principles, planned approach for the achievement of established targets, and reliable, egalitarian and transparent service perspective."

## ▶ MESSAGE FROM THE GENERAL MANAGER

Since its foundation in 1933, İller Bank had always a prominent role in the development efforts of Turkey, and had made its mark our development history through the investments it made particularly with the local governments. The Bank assumed a Joint Stock Corporation status through the law promulgated in 2011. Following the radical change represented by that transformation, the Bank was restructured, and accelerated its efforts to meet the needs of local governments through a new vision assumed as a development and investment bank.

As was the case with previous years, year 2014 is completed with satisfactory financial indicators. The assets of the Bank rose to TRL 16.2 billion, registering more than 10% growth compared to previous years. In terms of asset size, the bank ranks second among development and investment banks.

The largest assets item of the Bank is the loans. In year 2014, the loan portfolio of the bank grew to TRL 11.5 billion. As of December 2014, the Collateralized Loans extended to local governments stands at a balance of TRL 6.9 billion, with a repayment rate of 96%. TRL 210 million out of TRL 219 million was collected.

The liabilities of the Bank is mostly composed of shareholders' equity. As of the end of 2013, the shareholders' equity of the bank stood at TRL 10.2 billion, to rise to TRL 11.33 billion as of December 2014. The item accounts for 69.6% of all liabilities which stand at TRL 16.3 billion.

The nominal capital of the bank is TRL 18 billion. The paid-in capital rose from TRL 8.5 billion at the end of 2013, to TRL 9.4 billion by December 2014. The paid-in capital figure of the Bank ranks first among all banks in Turkey.

By December 2014, the Capital Adequacy Ratio of the bank increased to 66.02%, from 59.9% at the end of 2013. The high levels of Capital Adequacy Ratio indicates that the bank can take on significant risks without any problem.

In addition to banking services, cooperation with local governments is in place in the urban transformation process implemented under the leadership of the Ministry of Environment and Urbanization, through the provision of technical and financial support. Therefore, we contribute to healthy growth of Turkey with our technical and administrative knowledge, experience and know-how accumulated through time.

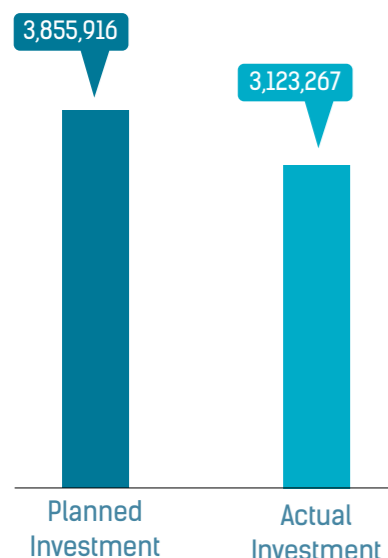
The Bank will only reinforce its commitment to the modernization of the country in the future, with its long history, utilization of authorities and resources in line with corporate governance principles, planned approach for the achievement of established targets, and reliable, egalitarian and transparent service perspective.

## ILLER BANK ACTIVITIES IN YEAR 2014

Iller Bank is a development and investment bank whose activities are governed by Article 77 of the Banking Law (Nr. 5411).

The Bank's duties are spelled out in a law concerning its incorporation, where they are defined as satisfying the financing need of special provincial authorities, municipalities and their affiliated organizations; develop projects concerning locally-provided common services for the people dwelling within the boundaries of such administrations; providing such administrations with consultancy services and assistance on urban projects of a technical nature and in the conduct of infrastructure and superstructure works, and performing any and all development and investment banking functions.

### INVESTMENT AND FINANCE PROGRAMS FOR YEAR 2014



The bank fulfills these duties from its own funds, from funds and grants allocated from the general budget, and financial resources secured from overseas banks and institutions.

#### 2014 Investment and Financing Program

Under its 2014 investment and financing program, Iller Bank provided a total of TRL 3,123,267 thousand as financing for local governments located all over Turkey.

#### 2014 Investment and Financing Program of Iller Bank

- TRL 39,910 thousand for works in the bank's investment program;
- TRL 1,807,030 thousand for works in municipalities' and special provincial authorities' own investment programs, TRL 400 million from Resource Development Activities;
- TRL 500 million for the materials, equipment, vehicles, and other requisites of municipalities and special provincial authorities;
- TRL 145 million for projects to be executed with the allowance set aside from the bank's annual profit;
- TRL 30 million for project, mapping, zoning and drilling works and guarantee credits;
- TRL 50 million from cash support loans;
- TRL 573,800 thousand from grants-in-aid to be allocated from the General Budget, and
- TRL 310,176 thousand from external sources; amounting to a total of TRL 3,855,916 thousand.

This program was realized at a rate of 81.00%, with TRL 2,460,949 thousand offered as loans from the Bank's equity, TRL 451,174 thousand offered as grants

from the General Budget, TRL 73,686 thousand offered as grants from the profits of the Bank, TRL 2,372 thousand for resource development activities, and TRL 135,086 as external loans.

#### Iller Bank Investment Program

Iller Bank's budget is set as TRL 39,910 thousand in the chart attached to the Council of Ministers decree numbered 2012/3839 concerning the Implementation, Coordination and Monitoring of the 2013 Program that went into force upon its publication in the Official Gazette issue 28882 (reiterated) dated 14 January 2014.

Under the investment program published, appropriations were made in the amounts of;

- TRL 26,075 thousand for sewage projects,
- TRL 11,135 thousand for drinking water projects,
- TRL 900 thousand for cadastral projects,
- TRL 1,100 thousand for zoning plan projects,
- TRL 700 thousand for Solid Waste related municipal service projects.

Investment expenditures were also planned in the amounts of TRL 310,176 thousand for external credit-financed projects and of TRL 14,300 thousand for urban infrastructure projects. The projects in these two categories are mentioned by name in the bank's investment program but their appropriations are excluded from the bank's investment cap.

Actual spending figures amounted to TRL 409 thousand for sewage projects out of the budgeted TRL 26,075 thousand, to TRL 1,501 thousand for potable water projects out of the budgeted TRL 11,135 thousand, to TRL 119 thou-

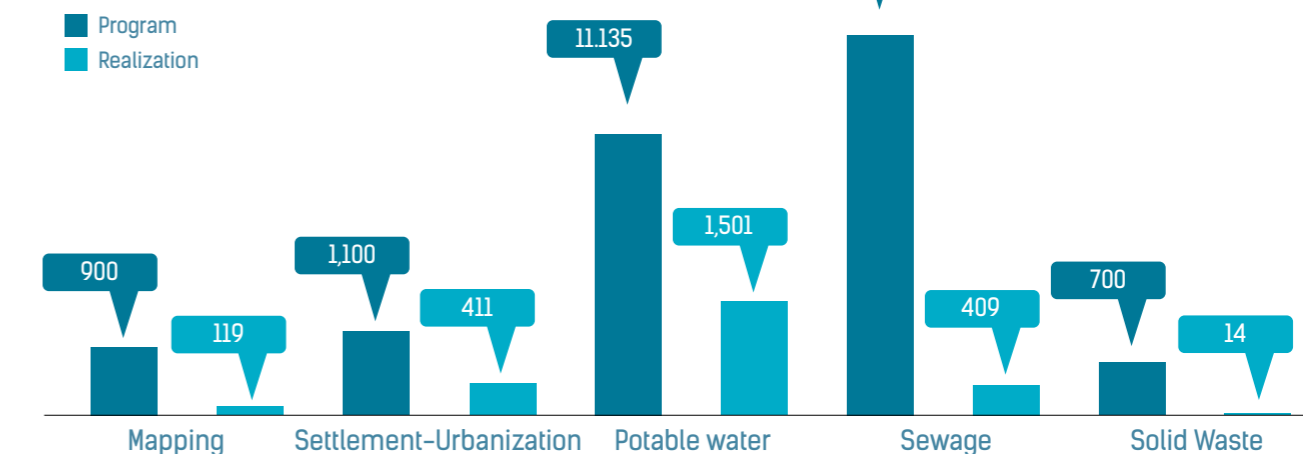
sand for the cadastral projects out of the budgeted TRL 900 thousand, to TRL 411 thousand for zoning plan projects out of the budgeted TRL 1,100 thousand, and to TRL 14 thousand for solid waste projects out of the budgeted TRL 700 thousand. In total, TRL 2,454 thousand was spent, which corresponds to a performance rate of 6.1% of the officially programmed investment outlays.

### REALIZATION STATUS OF INVESTMENTS IN THE 2014 OFFICIAL PROGRAM

SECTOR	PROJECT COUNT	PROJECT AMOUNT		INVESTMENTS IN 2014		31.12.2014 ACTUAL INVESTMENT EXPENSE FIGURE	REALIZATION %
		EXTERNAL LOANS	TOTAL	SHAREHOLDERS' EQUITY	TOTAL		
MAPPING	2		1,997	900	900	119	13.2
ZONING PLAN	10		2,166	1,100	1,100	411	37.4
POTABLE WATER	11	(439,048)	184,942	11,135	11,135	1,501	13.5
SEWAGE	25	(822,529)	112,542	26,075	26,075	409	1.6
MUNICIPAL SERVICES (Solid Waste)	4	(201,345)	4,255	700	700	14	2.0
GRAND TOTAL	52	(1,462,922)	305,902	39,910	39,910	2,454	6.1

Note: The grand total does not include external credits.

### BREAKDOWN OF THE INVESTMENT PROGRAM AND REALIZATION FIGURES FOR YEAR 2014, PER CATEGORY (THOUSAND TRL)



The funds appropriated to Iller Bank within the frame of the Regulation on the Utilization of the Appropriation Allocated for the Urban Infrastructure Needs of Municipalities under Provisional Article 1 of the Law no. 5779 concerning Allotments of General Budget Tax Revenues to be Allocated to Special Provincial Authorities and Municipalities, are used for the financing of project development and conduct/construction of mapping, zoning plan, potable water, wastewater, solid waste and marine outfall works carried out by the bank.

The Urban Infrastructure funds' use in 2014, per sector:

Outlays amounted to TRL 119 thousand in mapping works, TRL 411 thousand in zoning plan works, TRL 3,639 thousand in potable water and purification facility works, TRL 139 thousand in sewer and treatment facility works, for a total amount of TRL 4,308 thousand.

In year 2014, externally financed expenditures amounted to TRL 6,751 thousand out of the external loan provided by the Undersecretariat of Treasury, TRL 89,145

out of the external loan provided by the World Bank, TRL 39,190 thousand out of the external loan provided by Japan International Cooperation Agency (JICA), corresponding to a total of TRL 135,086.

\* Within the framework of the credit agreement regarding the "Iller Bank Environment Loan Project", executed with the European Investment Bank (EIB), a total of TRL 2,094 thousand out of the grants were expended for capacity building for the Bank, and to support investments and other components.

## ILLER BANK ACTIVITIES IN YEAR 2014

In the course of survey and project activities carried out by the Bank in year 2014, surveys for a total of 214 works, and project designs for 233 were completed. Total outlays for these works amounted to TRL 6,689 thousand.

PROJECT SECTOR		Projects Completed in 2014	Survey and Planning Stage	Financing Stage	Project Design Stage	Tender Stage	Tendered Projects
POTABLE WATER PROJECTS	Grid	31	191	19	32	21	10
	Treatment	14	23	2	5	-	1
WASTE WATER PROJECTS	Grid	57	-	1	18	73	22
	Treatment	13	-	5	11	3	-
	Marine Discharge	2	-	2	1	1	1
SUPERSTRUCTURE PROJECTS	Solid Waste	-	-	4	-	1	-
	Superstructure	4	-	-	24	-	-
POTABLE WATER WELL DRILLING	Parks	106	-	-	46	-	-
	Drilling	6	-	1	1	6	6
<b>TOTAL</b>		<b>233</b>	<b>214</b>	<b>34</b>	<b>138</b>	<b>105</b>	<b>40</b>

### Works Executed with Financing from the Grants-in-aid from the General Budget and the Grants-in-aid out of the Profits of the Bank

#### Project to Support the Infrastructure of Municipalities (BELDES)

BELDES is a program to support the development of good quality potable water systems throughout Turkey. Under the "Municipal Infrastructure Support (BELDES) Project" which was launched pursuant to High Planning Council resolutions 2007/6 dated 1 March 2007 and 2007/36 dated 22 June 2007, Iller Bank prepares projects for, and organizes the construction of, potable water systems in municipalities whose populations are less than 10,000 people and whose systems are inadequate. These projects are financed by grants allocated from the General Budget. Under this project, appropriations amounting in total to TRL 74,650 thousand has been allocated for transfer to Iller Bank from the General Budget for the construction of potable water systems in 69 municipalities. This consisted of TRL 33,500 thousand for 49 municipal potable water systems in 2007 along with another TRL 41,150 thousand for 20 municipal potable water systems in 2008, the latter group of which were covered by High

Planning Council resolutions 2008/12 dated 30 April 2008 and 2008/64 dated 20 November 2008.

Total appropriations reached TRL 129,650 thousand with the additional sum of TRL 55,000 allocated in 2011. Under the BELDES project, construction work was completed on 57 projects in previous years; in year 2014, 6 more projects were brought to completion, and the total number of potable water systems whose construction has been finished reached 63 as of the end of 2014. The spending in year 2014 for these projects amounted to TRL 4,626 thousand, whereas total outlays incurred for these projects amounted to TRL 119,823 thousand.

BELDES PROJECTS	
	Quantity
Survey in progress	1
Project design in progress	1
Construction begun	4
Construction completed	63
<b>Total</b>	<b>69</b>

#### Water and Sewer Systems Infrastructure Project (SUKAP)

Pursuant to High Planning Council resolution 2011/11 dated 10 May 2011, Iller Bank organizes the construction of potable water, sewer, rainwater and system treatment facilities in municipalities whose populations are less than 25,000 people under the "Water and Sewer Systems Infrastructure Project" (SUKAP). 50% of the costs of these projects are financed by grants-in-aid allocated from SUKAP appropriation, whereas Iller Bank extends loans for the remaining 50%. Furthermore, municipalities with a population larger than 25,000 file an application without the requirement to meet the debt limit stipulated in the Municipalities Law (Law no. 5393) are provided loans at the terms offered by the Bank. Moreover, the municipalities which lack a project are provided projects by Iller Bank, with priority.

These efforts led to the compilation of the List of the "Municipalities included in the Project" as an appendix of the Higher Planning Board (YPK) resolutions nr. 2011/11, 2012/7, 2013/4, and 2014/18. The Central Government Budget Law set aside TRL 400

million for year 2011, and TRL 500 million for year 2012, TRL 525,500 for year 2013, and TRL 557,030 for year 2014, amounting to a total of TRL 1,982,530 million for the Bank, for use in the execution of water and sewer systems infrastructure projects (SUKAP) of municipalities.

A total of TRL 4,979,717 thousand was allo-

cated within the framework of SUKAP, for 942 potable water and sewage system investments, with TRL 2,043,358 thousand granted in aid, and TRL 2,936,359 thousand in loans.

In 2014, under the appropriations set aside in this respect, TRL 383,230 thousand has been allocated in grants-in-aid and

TRL 613,209 thousand in loans for 118 works with a total project amount of TRL 993,439 thousand.

#### As of 31.12.2014, out of 942 works;

- 362 were completed,
- 420 were under construction,
- 49 were at the contract stage,
- 111 were at the tender stage.

### CATEGORICAL BREAKDOWN OF WORKS (2011-2014) FINANCED UNDER THE WATER AND SEWER SYSTEMS INFRASTRUCTURE PROJECT (SUKAP)

	Potable water	Waste water	Total
<b>Number of Works in Progress</b>	<b>323</b>	<b>619</b>	<b>942</b>
Number of Completed Works	137	225	362
Number of Works under Construction	130	290	420
Number of Works Contracted	22	27	49
Number of Works in the Tender Stage	34	77	111
<b>Amount of Total Appropriation</b>	<b>1,224,419</b>	<b>3,755,298</b>	<b>4,979,717</b>
Amount of Loans Extended	728,828	2,207,531	2,936,359
Amount of Grants Extended	495,591	1,547,767	2,043,358
<b>Total Disbursement in Year 2014</b>	<b>203,108</b>	<b>900,013</b>	<b>1,103,121</b>
Amount of Disbursements out of Loans in Year 2014	107,897	558,572	666,469
Amount of Disbursements out of Grants in Year 2014*	95,211	341,441	436,652

#### Works Being Conducted With Appropriations Made From the Bank's Profits

Pursuant to Article 13 of Law nr. 6107 governing Iller Bankası AŞ, 51% of the Bank's net profit for the year is made available as grants-in-aid for financing technical and social infrastructure services in villages which are carried out by special provincial authorities; for financing the development of mapping, zoning plans, potable water, wastewater, solid waste, city information system and similar urban infrastructure projects in municipalities with a population of less than 200,000 people, as well as for the financing of the construction of the said projects pertaining to municipalities with a population of less than 25,000 people.

Grants-in-aid are provided from the appropriations made from the Bank's profits to finance 50% of mapping, zoning plan, potable water, wastewater, treatment facility, marine outfall, sanitary landfill for solid waste, geothermal energy plant, city information system studies and project works, whereas the remain-

ing 50% is funded by loans extended by Iller Bank to relevant municipalities.

TRL 143,455 thousand was allocated out of the profits for year 2013, for the financing of the works mentioned above. Pursuant to the Regulation on the Use of Appropriations Made from Iller Bank's Annual Profits in the Infrastructure Projects and Construction Works of Villages and Municipalities, TRL 122,491 thousand of this amount was put aside for municipalities and TRL 20,964 thousand for villages.

TRL 122,491 thousand in appropriations set aside from Iller Bank's profits for year 2013, for channeling to municipalities has been made available for fulfilling a large number of mapping, zoning plan, potable water and waste water project design and construction demands of municipalities in year 2013. With the appropriations made from the bank's annual profit, a total of 289 works have been completed in 2014: 9 in sewage, 42 in potable water amounting to a total of 51 works in construction; 63 cadastral works, 18 in zoning, 61 in geological sur-

vey, 9 in potable water treatment, 26 in potable water project design, 47 in sewage project design, and 14 in marine discharge and solid waste, amounting to a total of 238 works in project design. In year 2014, under the "Regulation on the Use of Appropriations Made from Iller Bank's Annual Profits in the Infrastructure Projects and Construction Works of Villages and Municipalities", TRL 33,234 thousand was paid to municipalities, including the amounts carried over from previous years in the form of grants-in-aid, in addition to a total of TRL 35,548 thousand extended as loans, broken down to TRL 1,261 thousand in sewage construction, TRL 3,603 thousand in potable water system construction, TRL 1,897 thousand in cadastral works, TRL 310 thousand in zoning, TRL 861 thousand geological survey, TRL 513 thousand in potable water treatment, TRL 356 thousand in potable water project design, and TRL 969 thousand in sewage project design, amounting to a total of TRL 374 thousand in project design, with a grand total of TRL 35,548 thousand.

## ILLER BANK ACTIVITIES IN YEAR 2014

### Medium and Long Term Loans Provided out of the Equity of Iller Bank

#### Works Carried Out By Municipalities and Special Provincial Authorities Under The Local Government Investments Program

Loans on 5- to 10-year terms for various projects and facilities related to local governments' public services which are placed in the Bank's investment program by the Ministry of Development and loans extended since 2005 for infrastructure and superstructure investments which are included in the bank's and in local governments' investment programs and which are carried out by the bank and by local governments either directly or through tenders, for;

- Sewage,
- Potable water,
- Rail transportation systems,
- Road constructions,
- Highway intersections,
- Underpass-Overpass,
- Urban transformation etc.

are used for the performance of the projects in this framework. In year 2014, a total of TRL 1,500 million was budget-

ed to be offered as loans for Material, Equipment, Vehicles and other Requisites in addition to Cash Support Loan requests and the projects included in the investment programs of local governments, whereas the performance rate of these appropriations hit 100.90% with a total amount of TRL 1,513,513 thousand extended as loans.

#### Cash Support Loans

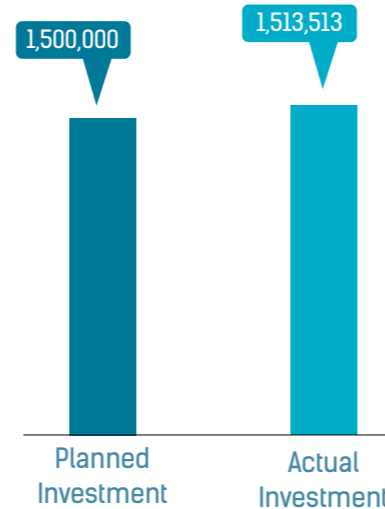
In addition to the loans for the investments of local governments, cash support loans are offered for use in the payment of severance and notice benefits, debts to state agencies and organizations, and the receivables excess staff to be transferred to other agencies has before the municipality. A total of TRL 21,073 thousand was extended in year 2014 as cash support loans.

#### Loans for Materials, Equipment, Vehicles and Other Requisites

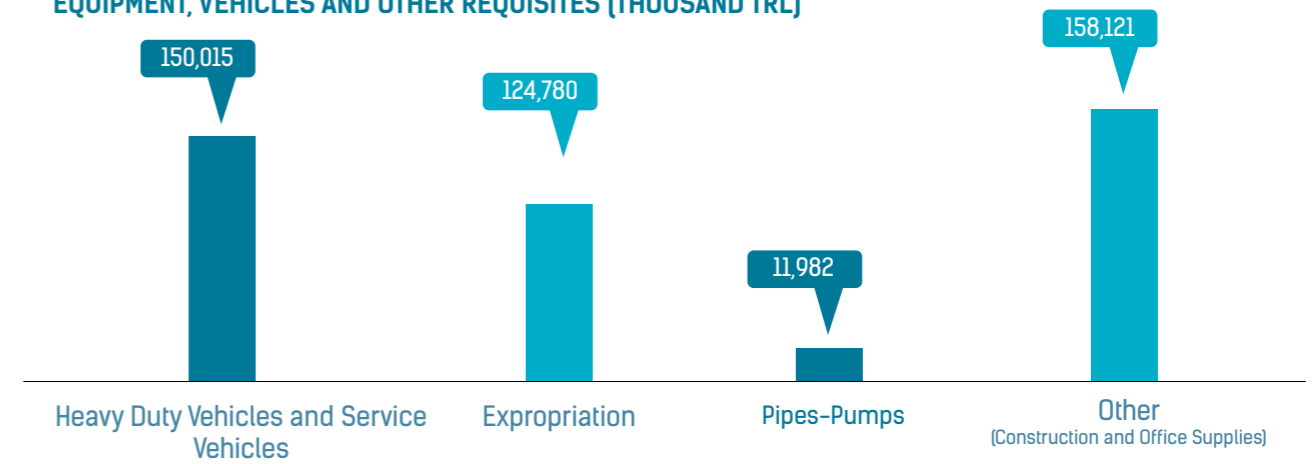
In year 2014, the Bank planned to allocate a total of TRL 800 million in credit for the financing of local governments' procurements of materials, equipment, vehicles and other requisites necessary for the conduct of city services. Credit

amounting to TRL 444,898 thousand was disbursed. This corresponds to a 55.62% performance ratio in comparison to the program, providing the delivery of 563 items consisting of heavy-duty equipment, buses, trucks to municipalities.

#### CREDIT-FINANCED WORKS CARRIED OUT UNDER LOCAL GOVERNMENTS' INVESTMENT PROGRAMS (THOUSAND TRL)



#### BREAKDOWN OF LOANS FOR THE PROCUREMENT OF MATERIALS, EQUIPMENT, VEHICLES AND OTHER REQUISITES (THOUSAND TRL)



### RESOURCE DEVELOPMENT ACTIVITIES

In line with the provision of article 7, paragraph 1, sub-paragraph (c) of the Law no. 6306 on the Practices Within the Framework of the Law on the Transformation of Areas Subject to Disaster Risks, with reference to the Bank's Law, with a view to providing resources for urban transformation, the Bank's Law no. 6107 was amended; the sub-paragraphs "Executes or procures construction works and urban infrastructure projects and special projects requested by the Ministry" and "Executes or procures real estate investment projects for profit, provided that no obligation or conditional liability is assumed with respect to the project funding, with a view to generating funds for the Bank" were added into paragraph (2) of article 3 titled the Objective and Field of Activities of the Bank, through the Decree with the Force of Law no. 648. In this respect;

In year 2014, an expenditure of TRL 2,372

thousand was made in 12 months, out of a planned funding of TRL 400 million earmarked for resource development activities. A performance ratio of 0.6 % was achieved in comparison to the program.

Within the framework of the Urban Transformation projects executed jointly with the Ministry of Environment and Urbanization, funds were transferred to the Bank in year 2013, at the amounts of TRL 15 million for Esenler Municipality Atış Alanı Urban Transformation Project, TRL 125 million for Kocaeli Urban Transformation Project, and TRL 10 million for Ağrı Patnos Urban Transformation Project, amounting to a total of TRL 150 million. Through the investment of the transferred funds in Banks, without association with the revenues of the Bank as per the relevant Law, TRL 1,075 thousand for Esenler Municipality Atış Alanı Urban Transformation Project, TRL 18,122

thousand for Kocaeli Urban Transformation Project, and TRL 1,242 thousand for Ağrı Patnos Urban Transformation Project, amounting to a total of TRL 20,439 thousand was derived as interest, whereas a total of TRL 10,046 thousand was expended for expropriations, contractor payments and other payments, with TRL 10,022 thousand expended for Esenler Municipality Atış Alanı Urban Transformation Project, and TRL 24 thousand for Ağrı Patnos Urban Transformation Project.

#### Revenue sharing

On the real estate owned by the Bank, or acquired by the Bank free of charge in consideration of the technical consultancy services, projects to be approved by the Bank, at the rates and sale terms acceptable to the Bank, real estate investments are carried out on a revenue sharing or flat-for-land basis.



Trabzon Vakfikebir Municipality Potable Water and Treatment Plants



Esenler Municipality Atış Alanı Urban Transformation Project

## ILLER BANK ACTIVITIES IN YEAR 2014

### Short Term Loans Provided out of the Equity of Iller Bank

#### Short-Term Loans

These entail short term directed credits extended due to the guarantor status for the municipalities in consideration of the shares distributed by Iller Bank within the framework of Law no. 2380 up to 1 July, 2008, and "The Law on the Payment of Shares to Special Provincial Administrations and Municipalities out of the Tax Revenues of the General Budget" no. 5779 and "The Law on the Establishment of Metropolitan Municipalities in Thirteen Provinces and the Establishment of Twenty-Six Districts, as well Amendment of Certain Laws and Decrees with the Force of Law" no. 6360 from the said date on, and the loans extended for the works to be carried out within the framework of municipalities own investment programs. Iller Bank ceased to extend short-term credits in 2007 as a matter of principle, save for in exceptional situations. However Iller Bank issues letters of guarantee for loans that local governments obtain from financial institutions other than the bank. When such administrations default on their installments etc., the bank, in its capacity as guarantor, is responsible for making the payments whenever the beneficiary of the letter so demands. Such payments are booked to the local governments' accounts as "short-term loans".

In addition, a commission fee is charged once every three months on the outstanding balances of letters of guarantee issued by the bank. These amounts are then charged to local governments' accounts as "short-term credit".

#### Non-cash Loans

As per "The Law on the Payment of Shares to Special Provincial Administrations and Municipalities out of the Tax Revenues of the General Budget" no. 5779 "The Law on the Establishment of Metropolitan Municipalities in Thirteen Provinces and the Establishment of Twenty-Six Districts, as well Amendment of Certain Laws and Decrees with the Force of Law" no. 6360, non-cash loans are extended by issuing letters of credits with reference to the estimated amounts calculated once the debt installments to the Bank and other agencies are deducted out of the shares distributed to local governments by Iller Bank.

In year 2014, Iller Bank issued 199 letters of guarantee for local governments, amounting to a total of TRL 296,441 thousand. During year 2014, TRL 259,488 thousand and USD 117 thousand were returned to the bank against the letters of guarantee issued in Turkish lira and US dollars, respectively, in previous years. Based on the Bank's Board of Directors resolution no. 3/42 dated 19 March, 2014, the commission rate charged on letters of guarantee was increased from 1% to 1.50% with effect from the said date on. In 2014, the bank earned TRL 9,461 thousand as commissions on letters of guarantee it had issued.

LETTERS OF GUARANTEE ISSUED FOR LOCAL GOVERNMENTS (THOUSAND TRL)		
Year	Quantity	L/G Amount
2006	29	93,118
2007	92	127,790
2008	355	701,275
2009	465	1,428,342
2010	515	314,670
2011	501	154,820
2012	451	421,363
2013	281	327,786
2014	199	296,441

FX LETTERS OF GUARANTEE ISSUED FOR LOCAL GOVERNMENTS		
Year	Quantity	L/G Amount
2008	1	3,102,000 Euros
2009	1	75,000 US Dollars
2010	1	35,000 US Dollars
2011	25	2,635,790 US Dollars
2012	4	66,000 US Dollars
2013	-	-
2014	-	-

## ILLER BANK ACTIVITIES IN YEAR 2014

### Relations with International Financial Institutions

**In 2014, Iller Bank continued to channel the increased long-term external financing which it secures under collaborations that it has developed with international financial institutions to meet the investment needs of local governments.**

In parallel to the Bank's vision "to be an international investment bank which takes part in modern urban development and whose service quality is proven", its priority strategic objectives include intensification of existing cooperations and contacts with international financial institutions operating in its sector. Another priority is to ensure that the Bank becomes a player outside the country. In this respect, it is aimed to establish the infrastructure required to contribute to the development of projects in countries Turkey engages in crucial bilateral cooperation efforts, making use of the experience commanded by Iller Bank, as well as the services it provides.

In 2014, Iller Bank continued to channel the long-term external funds which it secures under collaborations that it has developed with international financial institutions including the World Bank, the Japan International Cooperation Agency (JICA), and the European Investment Bank (EIB) to meet the investment needs of local governments.

#### World Bank Loan-Municipal Services Project (I)

Efforts were started in 2003 jointly with the T.R. Prime Ministry Undersecretariat of Treasury and the Ministry of Development to develop the Municipal Services Projects for utilizing the World Bank loan, as a way of securing international financing for improvements in our country's environmental infrastructure.

The aims of this project include;

Carrying out investments needed in the areas of water, wastewater, and solid waste categories, creating a sustainable financing mechanism, and further strengthening of Iller Bank's capabilities.

On 8 February 2006, Iller Bank and the World Bank signed a credit agreement in the amount of EUR 212,900 thousand that is to be used in the construction of water, wastewater, and solid waste projects. On the same date, a guarantee agreement covering the loan was also signed by the R.T. Prime Ministry Undersecretariat of Treasury and the World Bank.



Denizli Waste Water Plants

## ILLER BANK ACTIVITIES IN YEAR 2014

Within the framework of the project, secondary agreements totaling EUR 212,095,551 were signed with the municipalities of Muğla (Merkez), Ödemiş (İzmir), Bergama (İzmir), Denizli (Merkez), Polatlı (Ankara), Gelibolu (Çanakkale), Kütahya (Merkez), Ilıca (Manavgat-Antalya), Elbistan (Kahramanmaraş) and with the MESKİ (Mersin) and ASAT (Antalya) authorities.

The projects included within the framework of the credit, and duly completed are as follows:

- Polatlı (Ankara) Potable Water Purification Plant (2007);
- Kütahya (Merkez) Municipality Potable Water System Rehabilitation Project (2008);
- Ilıca (Manavgat-Antalya) Municipality Potable Water and Sewer System Project, Gelibolu (Çanakkale) Sanitary Landfill for Solid Waste Project, Bergama (İzmir) Municipality Sanitary Landfill Solid Waste Project (2009);
- Elbistan (Kahramanmaraş) Municipality Potable Water System Rehabilitation Project, Ödemiş (İzmir) Municipality Potable Water and Wastewater Treatment Plant Project (2010);
- Denizli (Merkez) Potable Water Rehabilitation, Wastewater and Rain Water Systems Project (2011);
- ASAT (Antalya) Sewage System Construction and Potable Water Rehabilitation and Waste Water Treatment Plants Rehabilitation Project, MESKİ (Mersin) Potable Water System Rehabilitation, Reservoir and Connection Lines Between Reservoirs, and Muğla (Center) Potable Water Improvement, Sewage System, Treated Waste Water Discharge and Waste Water Treatment Plant Project (2012).

As of 31 December 2014, the Municipal Services Project (I) credit secured from the World Bank were used at a rate of

98.40% (206,238,705.47 Euros), and the credit was closed as of 31.12.2012. However, the project disbursements were continued till 30.04.2013 in order to allow for the disbursements regarding the works carried out, deliveries performed, and services rendered till the date of closing.

### World Bank Loan-Municipal Services Project (II)

Negotiations among the R. T. Prime Ministry Undersecretariat of Treasury, Ministry of Development, and the World Bank that were begun in January 2008 to discuss additional financing for the Municipal Services Project under the Country Partnership Strategy (CPS) financing program that serves as the framework for the financial and technical support which the World Bank is providing in 2008-2011 were completed.

On 29 June 2010, a loan agreement in the amount of EUR 178,200 thousand was signed between Iller Bank and the World Bank within the frame of the Municipal Services Project – (II) (Additional Financing). A guarantee agreement covering the loan has also been signed by the R. T. Prime Ministry Undersecretariat of Treasury and the World Bank on the same date. Secondary agreements were signed with the municipalities of Kayseri (Metropolitan), Denizli (Merkez), Kırşehir (Merkez), and Beypazarı (Ankara) and with the ASAT (Antalya), MESKİ (Mersin), and İSKİ (Istanbul) authorities under the Municipal Services Project (II).

In year 2012, İSKİ (Istanbul) authorities terminated the secondary credit agreement with a view to paying for Akfırat (Tuzla) Waste Water Basin Tunnel, Collector and System Project from its own sources, and the request in question was agreed to by the Bank. The secondary credit cancelled by İSKİ was then extended to Denizli Water and Sewage Administration (DESKİ) as of 31.12.2014.

As of 31 December, 2014, 33.09% (amounting to EUR 58,965,805.60) of the Municipal Services Project (II) loan secured from the World Bank had been used. EUR 31,603,860.48 (17.78%) of the credits was used in the period 01.01.2014-31.12.2014.

Municipal Services Project-II (Additional Financing) was first associated with the Investment Program for year 2009, published in the Official Gazette dated 15.01.2009 and numbered 27111, and was included in the investment programs published in the subsequent years.

The details of the projects executed by secondary participants within the framework of Municipal Services Project I and II (Additional Financing) are included in the Project Progress Report drawn up on quarterly basis. The Project Progress Report (PIR) drawn up by the Project Management Unit is submitted to the Board of Directors of Iller Bank on a quarterly basis, and thereafter forwarded to Prime Ministry, Undersecretariat of Treasury. Furthermore, the Project Progress Report twice a year, as well as Financial Monitoring Report (FMR) on a quarterly basis are sent to the World Bank. Secondary participants, on the other hand, submit their Financial Monitoring Reports (MIR) and Procurement Monitoring Reports (SIR) to the Bank, on a quarterly basis.

### Preparations on the World Bank Loan Being Negotiated within the framework of the Sustainable Cities Project

In addition to water, waste water, solid waste sectors covered in previous projects financed by the World Bank, this project covers transportation, energy efficiency, and comprehensive city development zoning plans. The credit volume is estimated to be around USD 300 Million; negotiations with the World Bank are in progress.

### Japan International Cooperation Agency (JICA) Loan – Municipal Sewer System and Waste Water Treatment Plants Development Project

With a view to ensuring the widespread use of sewage and waste water treatment systems in Turkey and improving the water quality in the receptive environments, the "Municipal Sewer System and Waste Water Treatment Plants Development Project" Credit Agreement at an amount of 12,784,000 thousand Japanese Yen (EUR 89,253 thousand) was signed under Treasury guarantee on 22 June, 2011 by and between the Bank and Japan International Cooperation Agency (JICA), for the improvement of sewage and waste water treatment systems of medium-sized municipalities. Within the framework of the said credit agreement, 9 secondary credit agreements were signed and put into implementation. As of 31 December 2014, JPY 3,157,341 thousand (TRL 63,891 thousand) was used in this context. The uti-

lized credit figure in the period 01.01.2014-31.12.2014 stands at JPY 1,988,364 thousand (TRL 41,024 thousand).

### European Investment Bank (EIB) Loan – Urban Infrastructure Projects

In order to further collaboration in the field of water, waste water, and solid waste –priority sectors within the framework of Turkey's accession to the European Union (EU)–, a 150 million Euro worth Credit Agreement on "Urban Infrastructure Projects" with Treasury Guarantee was signed on 28 June, 2012, by and between the European Investment (EIB) and Iller Bank. The selection and preparations for the projects to be financed through the EIB loan is in progress. In parallel to the Credit Agreement, a Grant Agreement was signed on 27.08.2013 with EIB, to allow the Bank to use the 8,500 thousand Euro grant extended by the EU Commission, to support project preparation and sustain-

ability, and to provide technical assistance; the use of the grant had commenced. Under the Agreement, within the framework of the Institutional Capacity Development Budget of EUR 2,500 thousand, TRL 2,107 thousand was expended as of 31.12.2014.

The negotiations between EIB and the Undersecretariat of Treasury for the signing off of a second credit at an amount of 250 million Euros, to cover urban transportation and energy efficiency as well, had commenced.



Kuşadası Waste Water Plants

## ILLER BANK ACTIVITIES IN YEAR 2014

### Credits for Municipality Contribution Shares within the framework of European Union Instrument for Pre-Accession Assistance (IPA)

Municipality contribution shares amounting to approximately 9% of the investment figure for municipal environment infrastructure projects, where EU Instrument for Pre-Accession Assistance (IPA) Operational Program on Environment (2007-2013) Budget grants are used, can be paid for through Iller Bank loans, should the grant recipient municipalities request so. The EU projects where municipality shares were paid through Iller Bank loans, are monitored by the Headquarters and Provincial Organizations of the Bank.

In this context, the Bank's loans are utilized by relevant municipalities for Amasya Water and Waste Water Project, Diyarbakir Water and Waste Water Project, Erdemli (Mersin) Water and Waste Water Project, Doğubayazit (Ağrı) Potable Water Project, Ceyhan (Adana) Water and Waste Water Project, Manavgat (Antalya) Water and Waste Water Project, Polatlı (Ankara) Water and Waste Water Project, Nizip (Gaziantep) Water and Waste Water Project, Merzifon (Amasya) Waste Water Project, Akşehir (Konya) Water and Waste Water Project, Balıkesir Solid Waste Management Project, Bulancak (Gire-

sun) Waste Water Project, Siverek (Şanlıurfa) Waste Water Project, Akçaabat (Trabzon) Potable Water and Waste Water Project, Erciş (Van) Potable Water Construction Project, Çarşamba (Samsun) Waste Water Project, Soma (Manisa) Waste Water Project, Adiyaman Waste Water Treatment Plant Project, Seydişehir (Konya) Waste Water Treatment Plant Project, Silvan (Diyarbakır) Potable Water Project, Sorgun (Yozgat) Waste Water Treatment Plant Project, and Kahramanmaraş Waste Water Treatment Plant Project under IPA Environment Operational Program (2007-2013).

Within the framework of the said loans, the Bank extended a total of TRL 125,216 thousand as loans for 22 municipal environment infrastructure projects. As of 31.12.2014, the total figure of credits used stands at TRL 35,832 thousand. TRL 14,056 thousand were used in loans in the period 01.01.2014-31.12.2014.

### Gulf Cooperation Council Project

Out of the projects being carried out by Iller Bank under the Gulf Cooperation Council Project that was launched to help rebuild areas devastated by the Marmara earthquake, construction work was completed and provisional acceptance took place for the following:

\* Gökent- Ferizli- Sinanoğlu- Söğütlü-Kaynarca (Sakarya) group potable water transmission and grid construction work tendered at the price of USD 5,784,080.87 is completed through an expenditure of USD 5,582,405.45; provisional acceptance is extended and the system is now operational. Final acceptance took place on 15.02.2013; final account settlement has yet to be completed.

\* Bolu (Merkez) potable water treatment, conveyance, storage, grid construction work tendered at the price of USD 20,007,806.90 through an increase of USD 2,609,713.55 representing 15% additional work over the original tender price of USD 17,398,090.35, is completed through an expenditure of USD 18,597,201.10; provisional acceptance took place on 24.04.2011, the system became operational. Final acceptance took place on 25.04.2013; final account settlement has yet to be completed.

\* Bolu (Merkez) 2nd Part storage, grid, force main and potable water grid construction work tendered at the price of USD 3,229,959.60 is completed through an expenditure of USD 3,009,605.87 as of 31.12.2013; provisional acceptance took place on 04.06.2013, the system became operational. Final acceptance and account settlement has yet to take place.

### Within the framework of these projects;

VAT paid for the progress payments made for Gökent-Ferizli-Sinanoğlu-Söğütlü-Kaynarca (Sakarya) group potable water transmission and grid facility, Bolu (Merkez) waste water treatment facility, Bolu (Merkez) 2nd part potable water treatment, conveyance, grid construction plants is paid through credits extended by the Bank to municipalities, and paid to contractors.



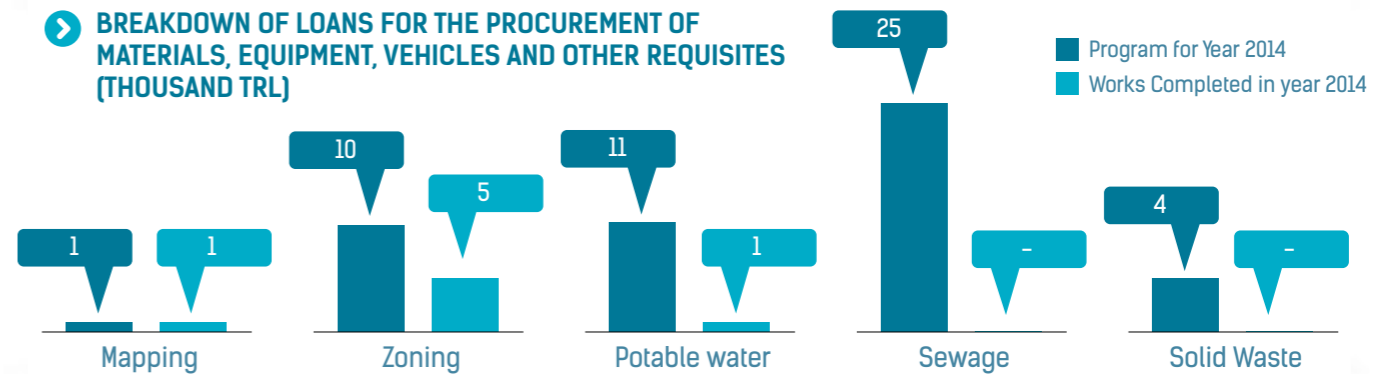
Trabzon, Akyazi Gürbulak Sewer System Construction Work

## Categorical Breakdown of Works Completed in 2014

In year 2014, Iller Bank was involved in a total of 51 works, which were included in its investment program for the year and whose aggregate project value was TRL 304,243 thousand. Out of these, a total of 7 works with a combined project value of TRL 13,757 thousand were com-

pleted and turned over to municipalities. 12 works with a project amount of TRL 1,183 thousand were completed with respect to cadastral works within the framework of Southeastern Anatolia Project (GAP). To meet municipalities' potable water requirements, Iller Bank

in 2014 drilled 10 potable water wells with a total drilling depth of 1,499 meters and an aggregate measured flow rate of 130 liters/second. On the other hand, 1 geothermal wells were drilled in the geothermal energy category.



A categorical breakdown of the works completed by Iller Bank in 2014 is presented in the chart below.

WORKS COMPLETED IN YEAR 2014 (TRL THOUSAND)				
Sector	Program for Year 2014		Works Completed in year 2014	
	Quantity	Cost	Quantity	Amount
Mapping	1	1,124	1	1,124
Zoning Plan	10	1,380	5	954
Potable water	11	184,942	1	11,679
Sewage	25	112,542	-	-
Municipal Services (Solid Waste)	4	4,255	-	-
<b>Total</b>	<b>51</b>	<b>304,243</b>	<b>7</b>	<b>13,757</b>

## 2015 Investment, Budget and Financing Program

### 2015 Investment and Budget Program of Iller Bank include plans for;

TRL 4,285 million out of the bank's resources;

- TRL 30 million for project, mapping, zoning and drilling works and guarantee credits,
- TRL 20 million for cash support loans and cash loans,
- TRL 950 million for materials, equipment and tools credit,
- TRL 2,200 million for construction works,
- TRL 590 million for SUKAP, representing the part paid through credit,
- TRL 245 million for projects to be executed with the allowance set aside

from the bank's annual profit,

- TRL 250 million for Resource Development Activities,

TRL 606,800 thousand from grants-in-aid to be allocated from the General Budget,

- TRL 590,500 thousand for SUKAP;
- TRL 16,300 thousand for Urban Infrastructure Equalization Appropriations, TRL 487,697 thousand from external sources; amounting to a total of TRL 5,379,497 thousand.

### These investments are projected to be financed as follows:

- TRL 2,600 million from repayments on loan principals,

- TRL 933,420 thousand from capital collection,
- TRL 606,800 thousand from funds to be allocated from the General Budget,
- TRL 487,697 thousand from external sources (World Bank, JICA and EIB),
- TRL 1,035,800 thousand from interests and other collections.
- TRL 238 million from Resource Development and Urban Transformation Activities. TRL 27,175 thousand corresponding to 58 works will be carried out under the Iller Bank's investment program, whereas other works will be carried out under the investment program of municipalities and special provincial authorities.





**ILLER BANK 2015 INVESTMENT PROGRAM SUMMARY (TRL THOUSAND)**

Sector	Number of Projects	Project Amount		Estimated Disbursements to the end of 2014		Not included in the total Appropriations for year 2014			2015 Investments
		External Credits	Shareholders' Equity	External Credits	Shareholders' Equity	External Credits	General Budget	Shareholders' Equity (SUKAP)	Shareholders' Equity
Settlement-Urbanization	6		2,262		1,766				292
Energy	2	(74,457)	0			(745)			0
Potable water	14	(1,107,919)	171,945	(81,812)	117,393	(72,966)	(226,650)	(220,000)	11,650
Sewage	25	(1,551,747)	84,304	(194,453)	43,304	(213,944)	(376,000)	(370,452)	14,000
Municipal Services	7	(461,532)	3,179	(32,992)	1,021	(42,160)			1,233
a) Solid Waste	7	(461,532)	3,179	(32,992)	1,021	(42,160)			1,233
Transportation	4	(1,467,475)	0			(157,882)			0
a) Urban Transportation	4	(1,467,475)	0			(157,882)			0
<b>Total</b>	<b>58</b>	<b>(4,663,130)</b>	<b>261,690</b>	<b>(309,257)</b>	<b>163,484</b>	<b>(487,697)</b>	<b>(602,650)</b>	<b>(590,452)</b>	<b>27,175</b>

- TRL 252 thousand provided in the Potable Water category for the Marmara Earthquake Region pertains to the Bolu II Potable Water Project. It is not included in the total.
- TRL 45,360 thousand appropriation in the Potable Water category will be covered by the World Bank Loan. It is not included in the total.
- TRL 15,074 thousand appropriation set aside for Urban Infrastructure potable water projects will be covered from the European Investment Bank loan.
- TRL 6,650 thousand appropriation for the potable water projects will be covered from the equalization funds to be transferred to the Bank, by the Ministry of Finance. It is not included in the total.
- TRL 220 million appropriation in the potable water category will be covered by an allowance to be provided by the Ministry of Finance to the bank for conducting municipal potable water and wastewater projects within the frame of the Water, Sewage and Infrastructure Project (SUKAP), with another TRL 220 million coming from the loans to be extended by the bank. It is not included in the total. (SUKAP)
- TRL 105,820 thousand appropriation in the sewerage category will be covered by World Bank loan with TRL81,026 thousand out of Sewerage and Wastewater Treatment Plants Development Project (JICA) loan, and TRL 14,585 thousand out of municipality/special provincial authority resources. It is not included in the total.
- TRL 15,074 thousand appropriation set aside for Urban Infrastructure sewage projects will be covered from the European Investment Bank loan. It is not included in the total.
- TRL 6 million appropriation in the sewage category will be covered by an allocation from the Equalization Fund to be transferred to Iller Bank by the Ministry of Finance. It is not included in the total.
- TRL 370 million appropriation in the sewerage category will be covered by an allowance to be provided by the Ministry of Finance to the bank for conducting municipal potable water and wastewater projects within the frame of the Water, Sewage and Infrastructure Project (SUKAP), with another TRL 370 million coming from the loans to be extended by the bank. It is not included in the total.
- TRL 24,073 thousand appropriation under the municipal services category wastewater projects will be covered from the World Bank loan. It is not included in the total.
- TRL 15,074 thousand appropriation set aside for Urban Infrastructure solid waste projects will be covered from the European Investment Bank loan. It is not included in the total.
- In the energy sector, the credit by the German Development Bank (KfW) will be utilized, in addition to the World Bank loan (SCP) for the Sustainable Cities project. These are not included in the total. The approval by the Ministry of Development is required for the expenses within the framework of the project.
- In the transportation sector, the Urban Transportation Projects-Urban Infrastructure Projects-(II) will be covered by the EIB loan and German Development Bank (KfW) loan, while the Sustainable Cities project will be covered by the World Bank loan (SCP) and Islamic Development Bank loan. These are not included in the total. The approval by the Ministry of Development is required for the expenses within the framework of the project.
- In the municipal services sector, Solid Waste projects will be covered by the German Development Bank (KfW) loan, while the Sustainable Cities project will be covered by the World Bank loan (SCP), the Local Governments Infrastructure Project will be covered by the JICA loan, and the Urban Infrastructure (II) Projects will be covered by the EIB loan. These are not included in the total. The approval by the Ministry of Development is required for the expenses within the framework of the project.



Yalova Advanced Biological Waste Water Treatment Plant

**Statutory Shares Transferred to Local Governments**

**Allotments Made to Municipalities**

Under Laws nr. 5779 on "Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities" and Nr. 6360 "on the Establishment of Metropolitan Municipalities and Twenty Six Districts in Thirteen Provinces, and on the Amendment of

Certain Laws and Decrees with the Force of Law" (Law no. 5237 until 1 March 1981 and subsequently by Law no. 2380 until 15 August 2008), Iller Bank has, based on population and development index criteria, been required to distribute;

• 1.50% of the municipal allotments accumulating at the bank, to non-met-

ropolitan municipalities and • 4.50% thereof to the district-level metropolitan municipalities.

These allocations, which are based on population and Development Index criteria, are shown in the next chart broken down by year.

**MUNICIPAL SHARES TRANSFERRED TO ILLER BANK BROKEN DOWN BY YEAR (THOUSAND TRL)**

Years	Transferred Municipal Shares	Distributed During the Year	Carried Forward to the Next Year
1948-2004	15,207,143	14,665,730	541,413
2006	6,247,598	6,171,950	643,174
2007	7,048,162	6,885,751	805,586
2008	8,368,934	8,331,671	842,849
2009	8,854,892	8,890,731	807,010
2010	11,271,002	10,892,290	1,185,722
2011	13,242,202	13,037,973	1,389,951
2012	14,441,742	14,253,326	1,578,367
2013	16,908,947	16,716,796	1,770,518
2014*	19,518,799	19,184,212	2,105,105
<b>Total</b>	<b>126,397,019</b>	<b>124,291,915</b>	

NOTE: (\*) The balance carried forward to year 2015 represents amounts received from the Treasury as allotments for November as of the end of December. These will be apportioned among municipalities as per Law no. 5779, before 10 January 2015.

TRL 82,421.20 out of TRL 19,518,799 thousand received in year 2014 as per the Law no. 5779, on the other hand, arises from the population differences added to the 2013 populations of various municipalities and were paid to the relevant municipalities in the relevant period during the year.

**Allotments Made to Special Provincial Administrations**

Out of the 0.50% allotments transferred to Iller Bank under Law no. 5779 on "Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities", and distributed to

special provincial administrations;

- 50% according to population,
- 10% according to land area,
- 10% according to number of villages,

• 15% according to rural population, • 15% according to the Development Index of the provinces, are shown in the table below, with reference to the applicable year.

**AMOUNTS OF SPECIAL PROVINCIAL ADMINISTRATION ALLOTMENTS TRANSFERRED TO ILLER BANK BROKEN DOWN BY YEAR (TRL THOUSAND)**

Years	Transferred Special Provincial Administration Shares	Distributed During the Year	Carried Forward to the Next Year
1981-2004	2,953,542	2,852,490	101,052
2005	987,286	982,417	105,921
2006	1,172,625	1,158,583	119,963
2007	1,315,764	1,285,351	150,376
2008	1,673,120	1,642,344	181,152
2009	1,908,628	1,916,314	173,466
2010	2,423,822	2,342,414	254,874
2011	2,847,457	2,803,159	299,172
2012	3,104,434	3,064,338	339,268
2013	3,635,595	3,594,287	380,576
2014*	2,100,669	2,305,820	175,425
<b>Total</b>	<b>24,122,942</b>	<b>23,947,517</b>	

NOTE: (\*) The balance carried forward to the next year across the year 2014 represents amounts received from the Treasury as "November" allotments as of end-December. These will be apportioned among relevant Special Provincial Administrations as per the principles of Law no. 5779 on 10 January 2015.

## ILLER BANK ACTIVITIES IN YEAR 2014

### Debt Reconciliations

Under the Provisional Article 3 of the Metropolitan Municipalities Act (Statute 5216) and the Provisional Article 5 of the Municipalities Act (Statute 5393), a reconciliation commission was set up and charged with "clearing, offsetting, and deducting" unpaid obligations owed to public agencies and organizations by metropolitan municipalities and their affiliated organizations, or by companies, in which metropolitan or county

municipalities control more than a 50% capital interest. From 2004 to 2008, the commission reported such debt reconciliations for 2,464 municipalities to Iller Bank.

Debts subject to reconciliation owed by such municipalities are reported by the relevant agencies and are deducted from the allotments distributed to local governments by Iller Bank as per Sup-

plementary Article 4 of Law no. 2380 and Article 7 of Law no. 5779. The allotments so deducted are paid to relevant agencies by bank transfer as per the Council of Ministers Decree no 2010/238. The following chart shows the creditor agencies to which the debts subject to reconciliation are owed, payments during the year and balances carried forward to 2015.

#### DEBTS SUBJECT TO RECONCILIATION (THOUSAND TRL)

Payable to	Carried Forward to 2014	Debited in 2014	Cancelled or Paid	Carried Forward to 2015
TEDAŞ	292,387	18,691	123,840	187,238
Social Insurance Institution	707,602	34,249	148,251	593,600
Social Security Institution (State Retirement Fund)	99,709	7,950	35,880	51,779
Social Assistance and Solidarity Foundation	224	-	54	170
Ministry of Family and Social Policies (Child Protection Agency)	54	-	28	26
Tuberculosis Control Association	16,002	-	773	15,229
Public Hospitals	3	-	3	-
University Hospitals	168	137	305	-
Provincial Directorate of Youth and Sports	4,437	26	458	4,005
Ministry of Environment and Urbanization (Ministry of Environment and Forestry)	133	-	29	104
Ministry of Interior Darülaceze (Alms House)	2,255	-	772	1,483
Municipalities	1,003	100	181	922
Special Provincial Administrations	51,355	4,116	7,891	47,580
Metropolitan Municipalities	327,354	432	41,813	285,973
Affiliated Agencies	57,664	1	9,826	47,839
Association of Municipalities	5,457	25	380	5,102
Ministry of Finance	513,844	26,691	71,919	468,616
Undersecretariat of Treasury	657,613	504	463,494	194,623
<b>Total</b>	<b>2,737,264</b>	<b>92,922</b>	<b>905,897</b>	<b>1,924,289</b>

### Debts not Subject to Reconciliation

The following chart shows the outstanding obligations of municipalities and special provincial authorities reported by Tax Office, Social Insurance

Institution, State Retirement Fund and various agencies subject to Law no. 6183, which are required to be deducted from the allotments distributed by

Iller Bank to local governments under Article 7 of Law no. 5779, and paid to relevant agencies as per the Council of Ministers Decree 2010/238.

#### DEBTS NOT SUBJECT TO RECONCILIATION (TRL THOUSAND)

Payable to	Carried Forward to 2014	In year 2014 Registered as Debt (*)	Cancelled or Paid (**)	Carried Forward to 2015
Tax Offices	6,823,836	5,094,870	10,732,016	1,186,690
Social Insurance Institution	2,746,111	1,183,041	1,467,891	2,461,261
Social Security Institution (State Retirement Fund)	70,734	14,448	44,209	40,973
Special Provincial Adm. (Real Estate Tax)	10,444	813	1480	9,777
Social Assistance and Solidarity Fund	1,899	220	630	1,489
Undersecretariat of Treasury	1,689,326	734,773	2,424,098	1
Immovable Cultural Properties Contribution Share	394,170	233,714	58,629	569,255
Municipality Associations	64,957	51,922	49,254	67,625
Other Institutions	206,530	123,582	38,365	291,747
Development Agencies	209,893	121,422	188,283	143,032
Medical Institutions	640	155	460	335
Association of Municipalities of Turkey	9,483	36,188	33,898	11,773
Tedaş (Turkish Electricity Distribution Corporation)	3,783	109,336	60,920	52,199
<b>Total</b>	<b>12,231,806</b>	<b>7,704,484</b>	<b>15,100,133</b>	<b>4,836,157</b>

The columns marked as follows include:

(\*) Updated obligations reported by tax offices, Social Security Institution, and the Undersecretariat of Treasury;  
 (\*\*) Debt cancellations issued by public agencies and institutions, in addition to payments to relevant agencies.



Muğla, Göcek Culture Center

## SUBSIDIARIES

### Iller Bank's equity stakes in NİĞBAŞ and Emlak Konut REIT are each less than 10% and are recognized in the "Financial assets available-for-sale" account in the books and the Financial Statements.

#### Niğbaş Niğde Beton Sanayii ve Ticaret AŞ (NİĞBAŞ)

Niğbaş Niğde Beton Sanayii ve Ticaret AŞ was established in Niğde in year 1976 to engage in the manufacturing, sales, transportation, and erection of concrete and steel posts, concrete pipes, concrete beams, flumes, fiber cement roofing, fiber cement pipes, and prefabricated construction elements. The company currently engages in the manufacture of products such as concrete beams and traverses for power transmission lines, urban grids, and lighting, prefabricated building elements, pavement stones, concrete curb stones, fence posts, and prestressed concrete bridge beams.

Iller Bank is not represented in the Board of Directors and Auditors of the Company, composed of 5 members.

At the Extraordinary General Meeting of Niğbaş Niğde Beton Sanayii ve Ticaret AŞ held on 1 February 2011, the company capital was increased from TRL 5,495 thousand to TRL 11 million; since Iller Bank did not subscribe to this capital increase as per the bank's Board of Directors decision 4/29 dated 27 January 2011, the bank's share in the Niğbaş capital decreased to 4.58%, from the previous level of 9.16%. Subsequently, the company's capital has been increased

from TRL 11 million to TRL 22 million at the Ordinary General Meeting of Niğbaş Niğde Beton Sanayii ve Ticaret AŞ on 25 April 2011, and Iller Bank's shareholding in the company went down to 2.29%.

At the Extraordinary General Meeting of Niğbaş Niğde Beton Sanayii ve Ticaret AŞ held on 12 September 2011, a decision was passed to increase the company's capital to TRL 27 million. The company shares representing the incremental capital amount of TRL 5 million were offered to the public on 27-28 February 2012, and these shares are traded in ISE 2 market since 5 March, 2012. The Bank currently holds 1.86% of the company's total capital of TRL 27 million.

Through its resolution no. 6/128 dated 21.02.2013, the Board of Directors authorized the General Manager to sell Niğbaş Niğde Beton Sanayii ve Ticaret AŞ. shares held by the Bank, in accordance with the provisions of Iller Bank Sales, Revenue Sharing for Flat or Land Sales, Tender Regulation, at a price not lower than the average sales price of the Company shares in Istanbul Stock Exchange as of the date of sales, and to execute the sales proceedings.

Furthermore, again on the basis of the Board of Directors resolution no. 6/128 dated 21.02.2013, NİĞBAŞ A.Ş. shares held by the Bank were floated at Istanbul

Stock Exchange on 21.05.2013.

#### Emlak Konut Gayrimenkul Yatırım Ortaklığı AŞ (Emlak Konut REIT)

Emlak Gayrimenkul Yatırım Ortaklığı AŞ is an Istanbul-based real estate investment trust whose capitalization, which hitherto had amounted to TRL 649,100 thousand, was reduced to TRL 253,385 thousand as a result of a decision taken, pursuant to a law mandating the liquidation of the National Housing Acquisition Support Fund, at the company's Annual General Meeting held on 30 April 2009.

The company's capital was increased to TRL 1,875 million by another decision that was taken at an Extraordinary General Meeting that took place on 17 August 2010. Iller Bank's stake in the company amounts to 0.000032152%.

The bank is not represented either on the board of directors or among the statutory auditors. Group B bearer shares of Emlak Konut REIT, floated to the public with a nominal worth of TRL 625,000 thousand, are traded in ISE Corporate Products Market.

TRL 74 dividend paid for the shares held by the Bank in Emlak Konut Gayrimenkul Yatırım Ortaklığı AŞ, with respect to its operations in year 2013, was transferred to the Bank's accounts, within year 2014.

## OTHER SERVICES PROVIDED BY ILLER BANK

### Procurement Services

In the early years after Iller Bank was set up, materials, machinery, tools, and other supplies required for the potable water and sewer systems, mapping, surveying, project development, construction, and drilling services needed by local governments had been procured by contractors.

However, in view of the gradually growing volume of work, the difficulties brought on by frequent changes in domestic and foreign trade and customs regimes, the fiscal capacities of local governments while making large-volume joint procurements, contractors' lack of funds, and a desire to procure better-quality

supplies faster and more economically, it was thought advisable for such procurements to be made by the bank.

For many years it was the practice for Iller Bank to procure and stock the materials required for local governments' investments and to use them to meet local governments' needs.

In 2003, the bank began surrendering such materials directly to the facilities concerned of local governments rather than booking them as inventory first. In 2004, the bank began extending credit to local governments so that they could procure their own materials, vehicles, tools, equipment, etc. themselves. When such credit-financed supplies are to be

procured, they may be purchased by local governments or (if it has been authorized) by the bank.

In 2014, out of the materials worth TRL 458,868 thousand for which credits were extended to the municipalities, or which were procured and delivered to the municipalities;

- TRL 444,898 thousand is provided for credit-financed materials, equipment, vehicles and other requisites and expropriations,
- TRL 13,970 thousand is provided for materials regarding the potable water investments, out of the profits of the Bank, AFAD Administration, and the inventories of the Bank.

The chart below provides information about procurements, which municipalities requested Iller Bank to make in 2004-2014 together with details of transactions whose payments were financed on credit.

(THOUSAND TRL)								
Years	Amount of Credit Extended for Heavy-Duty Equipment	Amount of Credit Extended for Service Vehicles	Amount of Credit Extended for Pipe Pumps	Amount of Credit Extended for Construction Materials	Amount of Credit Extended for Expropriation	Amount of Credit Extended for Office Equipment	Amount of Credit Extended for Other Materials	Total Amount of Credit Paid Out
2004	8,226	3,770	12,559	42		35	-	24,632
2005	50,816	35,935	6,315	15,349	8,076	137	1,425	118,053
2006	99,537	66,525	15,709	30,512	18,557	319	4,121	235,280
2007	39,066	29,228	8,654	47,217	17,433	28	6,634	148,260
2008	29,818	32,401	10,057	101,256	31,277	-	9,289	214,098
2009	42,119	67,413	40,769	40,812	10,556	-	9,544	211,213
2010	83,865	78,893	13,815	72,335	98,754	151	14,309	362,122
2011	166,394	153,612	24,684	188,301	123,201	3,758	27,607	687,557
2012	133,370	178,605	12,779	241,195	207,711	2,335	40,514	816,509
2013	74,377	176,373	18,348	426,382	199,257	2,794	61,562	959,093
2014	52,118	97,897	11,942	135,747	124,780	1,090	21,324	444,898

Iller Bank currently holds TRL 2,273 thousand worth of supplies in stock to meet the needs of local governments and of the bank itself. Of this total, TRL 1,933 thousand consists of goods that were acquired in previous years, are being held in stock, and will be dispensed to municipalities in the years ahead as they need them, whereas TRL 340 thousand of it consists of drilling supplies and other expendables that are held in stock to meet the needs of municipalities and the bank. The following chart shows a breakdown of inventory holdings.

INVENTORY HOLDINGS (TRL THOUSAND)	
Type of Material	Amount
<b>Materials in Stock</b>	
PVC Pipes	595
Steel Pipes	77
Fiberglass Pipes	1,259
PE Pipes	2
<b>Total</b>	<b>1,933</b>
<b>Other Materials in Stock</b>	
Drilling Materials	22
Stock Materials in Warehouse	318
<b>Total</b>	<b>340</b>
<b>Total Inventory Holdings</b>	<b>2,273</b>

## OTHER SERVICES PROVIDED BY ILLER BANK

### Village Development Allotments

Within the framework of article 19 of the abrogated Law nr. 4759, and article 13, paragraph 3 of the Law nr. 6107 on Iller Bank, a total of TRL 566,021 thousand in grants were allocated as of end of 2014, out of Iller Bank's profits as Village Share, for the execution of technical infrastructure works such as mapping, zoning planning, potable water well drilling, water draw structures, transmission lines, tank and grid, potable water treatment plant, waste water grid and waste water treatment plant, landfill for solid waste, solid waste transportation, all kinds of village roads, agricultural irrigation, and social infrastructure services such as education, health, cultural and administrative buildings, parks, playgrounds, green spaces and such, to cover survey, project design service procurement, construction, tools and equipment purchases, with a view to helping villages develop by increasing their revenues.

Pursuant to Article 13, paragraph 3 of Law no. 6107 governing Iller Bankası AŞ, which entered into force on 08 February, 2011, "51% of the Bank's net profit for the year is made available as grants-in-aid for financing technical and social infrastructure services in villages which are carried out by special provincial authorities; for financing the development of mapping, zoning plans, potable water, wastewater, solid waste, city information system and similar urban infrastructure projects in municipalities with a population of less than 200,000 people, as well as for the financing of the construction of the said projects pertaining to municipalities with a population of less than 25,000 people.

Principles and procedures regarding the implementation of this provision shall be governed by a regulation to be issued by the bank's Board of Directors". Based on this provision, the Bank's Board of Directors adopted the "Regulation on the Allocation of Allotments Set Aside from Iller Bank's Annual Profit for Use in the Infrastructure Project Development and Construction Works for Villages and

Municipalities". In this respect, Iller Bank transferred TRL 20,964 thousand in cash to Special Provincial Administration accounts in 3 equal installments, out of its profits for year 2013, for use in projects in villages.

In 2013, TRL 31,392 thousand was extended as grants, representing an amount including the carry-over shares from previous years; TRL 64,738 thousand, on the other hand, was carried over to year 2014.

### Banking

Iller Bank is a development and investment bank whose activities are governed by article 77 of the Banking Law (no. 5411). Within the framework of Law no. 6107 governing Iller Bankası AŞ and of the "Iller Bank Articles of Incorporation and Lending Regulations" issued pursuant to that law, the bank extends short-, medium-, and long-term credit to local governments while also providing them with non-cash credit.

### Insurance

Iller Bank is an A group agent for Groupama Sigorta AŞ and Güven Sigorta AŞ insurance firms. In that capacity it negotiates insurance coverage for installations, vehicles, materials, and buildings belonging to local governments, bank personnel, and other individuals and organizations. In year 2014, the bank issued 4,775 policies and earned TRL 895 thousand as commission income.

### Electronic Fund Transfers

In order to increase the productivity of its resources while also lowering its funding costs, Iller Bank makes extensive use of electronic funds transfers (EFT) in the conduct of its banking business and transactions. By making effective use of modern technology at its own EFT center, local governments' shares, progress entitlements owed to contractors under lending agreements to which the bank is a party, and all disbursements related to the bank's current expenditures are made within one hour directly to the recipients' accounts in line with their instructions and without the involvement

of any other intermediary bank whatsoever. In year 2014, Iller Bank EFT Center sent out 76,063 transfers worth a total of TRL 153,224,471 thousand to banks and financial institutions while processing 10,926 incoming transfers whose combined value amounted to TRL 153,246,075 thousand.

### Training

Iller Bank accords utmost priority to the improvement of its human resource. The bank conducts courses and seminars in Turkey to enhance the competencies, knowledge and experience of its personnel. Personnel are also assigned to take part in national and international courses and seminars organized externally.

In year 2014, Iller Bank provided trainings to a total of 2453 staff inside the country; 199 attending 10 outsourced trainings, 108 attending the orientation-on the job training seminar provided to technical junior associates and junior associates recently hired by the Bank, 1131 attending 14 internal training seminars; and 1015 attending the training programs covered by the European Investment Bank's grant.

### Aid and Grants

In year 2014, the Bank provided a total of TRL 10,631 thousand in aid and grants in accordance with the regulations as per Banking Law no. 5411 and Tax Laws:

- TRL 3,500 thousand for the continuation of the sports activities of Iller Bank Youth and Sports Club;
- Through the protocol signed on 20.05.2009 by the Bank and R.T. Governorship of Ankara, Directorate of Education, under the project "100% Support for Education" TRL 100 thousand for School for Autistic with a capacity of 150 students which was built on the land plot owned by the Bank, and which, upon completion, was donated to Special Provincial Administration on behalf of the Ministry of Education;
- TRL 7,031 thousand for the infrastructure needs of local governments and the requirements of the schools operated by the Ministry of Education.

## RESEARCH-DEVELOPMENT ACTIVITIES FOR NEW SERVICES AND OPERATIONS

Pursuant to its governing law, Iller Bank performs project development, offers consultancy services and secures credit-financing for the projects for the infrastructure and superstructure investments needed by local governments. The bank keeps a close eye on advancing technology and the products used in Turkey and abroad, in parallel with the services it renders.

Within the framework of new fields of activity, work on resource development projects, urban transformation projects, Geographical Information System and Urban Information System are in progress.

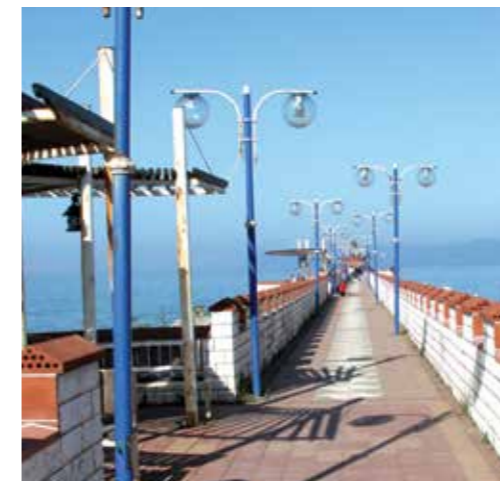
### In this respect;

This is an automation system which covers both the headquarters and pro-

vincial organization of Iller Bank, and which allows the digitized archival of the classical and digital geographical data produced/used by the Administration, and the saving of the digital data from the institution's map generation projects, on the central geographical server in a systematical manner, and for this purpose, the storage of the digital mapping and plan production works in the institution in compliance with ISO TC211 and data standards defined by OGC, as well as making the institution's geographical data inventory available to users within and outside the institution in compliance with ISO and OGC standards through web-based applications, and all the while allowing online use of geographical data services published/to

be published, by other institutions. ILCAS is planned as an e-government project fully tailored for Iller Bank, owned fully by Iller Bank, along with all source code.

The participation in the market with a new structure will see the Bank maintain its leadership through an emphasis on service quality in the competitive market, assessment of cost-based pricing in line with customer demands, embrace of a transparent structure, value added services developed with reference to the market, and utilizing technologies to take the bank to the future. The bank's fields of activity were revised by the Law no. 6107 and R&D activities will be developed in alignment with the new requirements.



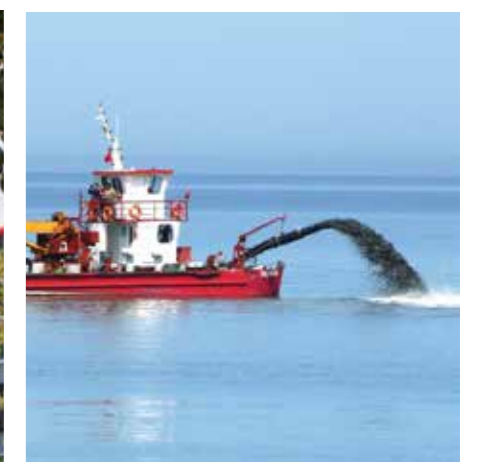
Fatsa Municipality Fish Market



Kayseri Rail System



Manisa Laleli Youth Center



Görelî Marine Discharge

▶ BOARD OF DIRECTORS



**Fuat GEDİK**  
Chairman of the Board of  
Directors

1



**Veysel EKMEK**  
Deputy Chairman of the Board of Directors  
Chairman of the Audit Committee

2



**Mehmet Turgut  
DEDEOĞLU**  
General Manager  
Board Member

3



**İbrahim ACAR**  
Board Member  
Audit Committee Member

4



**Mesut BAYAT,**  
Attorney-at-law  
Board Member

5



**Fehmi Hüsrev KUTLU**  
Board Member

6



**Mehmet YEREBAKAN**  
Board Member

7

## ➤ MANAGEMENT AND CORPORATE GOVERNANCE PRACTICES

1

### Fuat GEDİK

Chairman of the Board of Directors

Fuat Gedik graduated from Eskişehir Academy of Economics and Commercial Sciences in 1978. In the period 1979-1991, he served as an Inspector and Branch Manager at T. Halk Bankası A.Ş. From 1991 to 1999, he served as a Branch Manager at various Islamic Banks. In the period 1999-2014, Mr. Gedik served as a Deputy General Manager at the subsidiaries of the Metropolitan Municipality of Istanbul. He was appointed as a Board member of Iller Bank on 14 March, 2014. Mr. Gedik was elected the Chairman of the Board by the Iller Bank Board of Directors resolution no. 3/2 dated 19 March, 2014. He holds the titles of Public Accountant and Independent Auditor. Furthermore, for a time, he worked as a faculty member at Istanbul Gelişim University, Vocational School, Department of Banking and Insurance. He is fluent in English.

2

### Veysel EKMEN

Deputy Chairman of the Board of Directors  
Chairman of the Audit Committee

Veysel Ekmen graduated from Marmara University, Faculty of Economics and Administrative Sciences, Department of Business Administration. He began his career as a Public Accountant in 1984, and still serves in that capacity. Mr. Ekmen was appointed as the Member of the Audit Committee at TOKİ Emlak Konut REIT in year 2003. In 2005 he was appointed as a Board Member, and in 2011, the Deputy Chair of the Board of Directors, a post he still serves in. He was appointed as a Board member of Iller Bank on 12 September, 2012. He was elected as a Member of the Audit Committee of Iller Bank through the Bank's Board of Directors resolution dated 20 September, 2012 and numbered 28/482. The resolution dated 4 December 2013, numbered 42/1136 appointed him as the Chairman of the Audit Committee, whereas the resolution dated 19 March, 2014 numbered 3/24 appointed him as the Deputy Chairman of the Board of Directors. He is fluent in English.

3

### Mehmet Turgut DEDEOĞLU

General Manager  
Board Member

Mehmet Turgut Dedeoğlu graduated from Gazi University, Bolu School of Economics in 1986. His career began in 1986. In the period 1987-1989, he served as a Junior Associate at T. Halk Bank A.Ş. Headquarters, followed by his service at Türkiye Vakıflar Bankası T.A.O. in the roles of inspector, regional director, assistant branch manager, branch manager, and chairman of the board of inspectors. In the period 2008-2010, he served as Vice President at Vakıf Finans Faktoring Hizmetleri A.Ş., and as General Manager at Vakıf Sistem Pazarlama A.Ş. in the period 2010-2012. Between 2012-2014, he served as Vice President at Vakıf Gayrimenkul Değerleme A.Ş. He is appointed the General Manager of Iller Bankası A.Ş. through approval no. 2192 dated 12.02.2014 by the Ministry of Environment and Urbanization.

4

### İbrahim ACAR

Board Member  
Audit Committee Member

İbrahim Acar graduated from Middle East Technical University, Faculty of Economics and Administrative Sciences, Department of Public Administration and International Relations in 1986. He received his Ph.D. in International Relations from Yeditepe University. In the period 1986 - 1994, he served as an executive in the banking sector, in Finance, Foreign Transactions and Import-Export departments. Engaged in commerce since 1994, he currently serves as General Manager and Chairman of Board of Directors in various firms operating in a wide range of fields. He was appointed as a Board member of Iller Bank on 04 March, 2014. Mr. Acar was elected a Member of the Audit Committee by the Iller Bank Board of Directors resolution no. 3/25 dated 19 March, 2014.

5

### Mesut BAYAT,

Attorney-at-law  
Board Member

Mesut Bayat graduated from Ankara University Law School in 1996. Having completed his bar internship in the period 1996-1997, he serves as a Lawyer since 1997. Since 2001, he served as legal consultant and lawyer at various public and private organizations and local governments. He still represents the Ministry of Interior as lawyer in some administrative court cases. Furthermore, he serves as part-time Legal Consultant at TUBİTAK, Central Criminal Matters Board Member at the Ministry of Youth and Sports, General Directorate of Sports, and Chairman of Ankara 1st Regional Committee for the Protection of Natural Heritage, and the Chairman of Ankara 2nd Committee for the Protection of Cultural Heritage. He was appointed as a Board member of Iller Bank on 14 March, 2014.

6

### Fehmi Hüsrev KUTLU

Board Member

He graduated from İstanbul University, Faculty of Law. He worked as a Lawyer in the period 1986-2002. Mr. KUTLU served two terms as an MP for Adıyaman in the Grand National Assembly of Turkey (GNAT) in the period 2002-2011. In 2014, he was elected the mayor of Adıyaman, and still serves in that position. He was elected as the Board of Directors Member for Municipalities, in the Ordinary General Assembly Meeting of Iller Bank, held on 22 May, 2014.

## 7 Mehmet YEREBAKAN / Member of the Board of Directors

He graduated in 1984 from Karadeniz University, Gümüşhane Vocational School, and in 1989 from Anadolu University, Open Education Faculty, Department of Economics. His career began as an accountant in private sector. In that track, he served as an accounting director till 1994. In 1994, he was elected as a Municipal Assembly Member in Rize Ardeşen, whereupon he served as Deputy Mayor, and till 2004, the Chairman of the Budget Committee. In the period 2009-2014, he served as a Municipal Assembly Member, Deputy Mayor, and Chairman of the Zoning Committee. Furthermore, in the period 2009-2014, he served as the Chairman of the Board of Directors of Arbelsan A.Ş., a subsidiary of the Municipality. In 2014, he was elected a Provincial Assembly Member; in the Ordinary General Assembly of Iller Bank, held on 22 May, 2014, he was elected the Board of Directors Member representing the Special Provincial Administrations. He is currently studying for a masters degree at Recep Tayyip Erdoğan University.

### Information on the Assets and Liabilities Committee

The Assets and Liabilities Committee was established through Iller Bank Board of Directors resolution nr. 3/28 dated 19.03.2014. The committee is assigned the tasks of evaluating the Bank's finances, portfolio, credit interests, and the developments in financial and capital markets, as well as other developments at the Bank and in other banks, with a view to establishing the policies regarding the management of the Bank's assets and liabilities and related fund transactions, and making the decisions to be executed by relevant departments in order to manage the Bank's balance sheet, as well as monitoring the implementation of the decisions taken. The Assets and Liabilities Committee is composed of the General Manager (Chairman of the Committee) and the Vice Presidents to whom the Risk Management Department, Banking Services Department, Accounting and Financial Affairs Department, and Investment Review Department reports. The committee meetings are attended by the General Manager, Vice President members of the committee, and the Directors of the Risk Management Department, Banking Services Department, Accounting and Financial Affairs Department, and Investment Review Department.

- Pursuant to Article 7 of the bank's governing law (no. 6107), the bank's Board of Directors is composed of 7 members in total, including the General Manager. Four of the Board members are appointed by the Ministry of Environment and Urbanization, whereas two members who will represent municipalities and special provincial authorities are elected by the General Assembly of Shareholders from among two groups of nominees nominated by the Ministry of Interior from among the mayors and special provincial authority representatives that attend the General Assembly. In the meeting that immediately follows the oath-taking ceremony, the Board of Directors elects one member from among them as the chairman and one as the deputy chairman. Board members serve a term of office of three years each, and those whose terms expire may be re-appointed.
- The Board of Directors is obliged to meet at least once a month to fulfill the duties and responsibilities imposed thereupon by the governing law of Iller Bank and by the Iller Bank's Articles of Incorporation. The Board of Directors held 35 ordinary meetings in year 2014 and passed a total of 720 resolutions in these meetings.
- In accordance with the provision of Article 12, Paragraph 1 of Law no. 6107 on Iller Bank, "Board Members may be paid monthly wages and other remuneration in amounts to be determined by the General Assembly, subject to the upper limit to be determined annually by the Higher Planning Board", financial benefits such as per diem, bonus, or dividend shares are not granted outside the wage payments.
- The Bank has no committees such as the Credits Committee, which may be established to assist the Board of Directors and the Audit Committee.

\* Chairman of the Board of Directors, Atı. Serdar ÇALKAN resigned on 28 January, 2014, Board Member and Deputy General Manager Tuncay KARAMAN resigned on 13 February, 2014, whereas Board members Bayram KESKİN, Uğur SERENÇAM, Muhammet Necip BÜYÜKASLAN resigned on 25 July, 2013, 17 March, 2014, and 01 April, 2014 respectively, and Board Member and Audit Committee Member Umit AYDINOĞLU resigned on 17 March, 2014.

## AUDIT COMMITTEE

### 2 Veysel EKMEK

Chairman of the Audit Committee

Mr. EKMEK's resumé is available above.

### 4 İbrahim ACAR

Audit Committee Member

Please see page 39 for Mr. ACAR's resumé.

İller Bank Audit Committee was formed pursuant to the Board of Directors resolution 8/92 dated 22 February 2008. This committee is charged with, and is responsible to the Board of Directors for, overseeing the effectiveness and adequacy of the bank's internal systems and ensuring that these systems and also the accounting and reporting systems function as prescribed by laws and regulations, and for guaranteeing the integrity of the information generated by them; for the conduct of preliminary assessments leading to the Board of Directors' selection of independent auditors and for regularly monitoring the activities of such auditors as the board may select and enter into agreements with. The Audit

Committee was previously governed by the Audit Committee Operating Procedures and Principles Regulation approved by the bank's Board of Directors resolution 21/298 dated 25 June 2008; upon enforcement of the Law no. 6107 governing İller Bankası AŞ, the İller Bank Audit Committee Regulation approved by the Board of Directors decision 23/286 dated 26 July 2011 was abrogated; thereafter the Committee and its activities became subject to the İller Bank Audit Committee Regulation adopted through the Board of Directors resolution no. 29/520 dated 27 September, 2012.

The Audit Committee had 29 meetings in year 2014, discussing 64 matters.

## INFO ON THE AUDIT BOARD

### 8 Orhan GÜLEÇ /Audit Board Member

Orhan Güleç's career began in 1974, in the accounting and credit letters department at a private firm in Ankara, while he was still a student. Following his graduation from Ankara Academy of Economics and Commercial Sciences, Department of Public Administration in 1976, he worked for a while at Meat and Fish Institution, Burdur Meat Combine, accounting department. After his military service, he worked for six years at Burdur Traktör Fabrikası (BURTRAK) A.Ş. for six years, running the inventory control and plant spare parts store. Thereafter, he was self-employed in commercial activities, for a period of 9 years. His tenure at Toprak Holding's construction materials outlet as a manager was followed by executive positions in construction, food, and milk industries for long years. He was appointed as an Audit Board member of İller Bank on 5 April, 2007.

### 9 Muzaffer CENGİZ, Attorney at Law /Audit Board Member

Muzaffer Cengiz graduated from Ankara University Faculty of Law in 1987 after which he worked as an attorney for the Social Security Institution in Kayseri for five years. He established his own legal practice in 1995.

In Kayseri he served as a member of the Kocasinan city council and as a member of the board of directors, board of auditors, and discipline committee of the Kayseri Bar Association. He also represented Kayseri Bar Association in Kayseri Consumer Problems Arbitration Board. He served as an executive in mass housing industry, and worked as chairman, board member, and auditor at various non-governmental organizations. Since 19 April 2007, Mr. Cengiz serves as a Member of the Audit Board at İller Bank.

### 10 Adem KABADAYI /Member of the Audit Board

Adem Kabadayı entered Ankara Economics and Commercial Sciences Academy, Faculty of Economics in 1980. He graduated from the institution renamed as Gazi University, Faculty of Economics and Administrative Sciences, Department of Economics in 1984. In 1985 he passed the Revenues Comptroller exam by the Ministry of Finance, and took up service at the Ministry. He completed his military service in 1994. He was appointed the Chief Comptroller for Revenues. The same year saw his appointment as the Acting Head of Ankara Ostim Tax Office. Having served in this post till February 1999, he resumed his original post of Chief Comptroller of Revenues. In April 2003, he was appointed as acting head of the Administrative and Financial Affairs Department of the Ministry of Finance. In January 2008, he was confirmed in this post. In January 2014, he was appointed as the Chairman of the Higher Education Center at the Ministry of Finance. He still serves in this post. He executed numerous tax audits, inspections and investigations all around Turkey. In addition to his papers and research published in his field, he also served as a trainer in on-the-job trainings. In 2008, he attended 39th Session of Public Diplomacy Training Program offered by the Public Administration Institute of Turkey and the Middle East. Mr. Kabadayı has intermediate level of proficiency in English.

He served as a member of the Audit Board at Sümer Holding A.Ş., and a member of the Board of Directors at Tekel (Gayrimenkul A.Ş.) A.Ş. Currently he serves as the Audit Committee Member at İller Bankası A.Ş. representing the Ministry of Finance.

## AUDIT BOARD



**Orhan GÜLEÇ**  
Member of the Audit Board

8



**Muzaffer CENGİZ,**  
Attorney-at-law  
Member of the Audit Board

9



**Adem KABADAYI**  
Member of the Audit Board

10

- Pursuant to Article 9 of the Law no. 6107 governing İller Bankası AŞ, the bank's Audit Board is formed of three members. Two members are appointed by the Ministry of Environment and Urbanization, and one member by the Ministry of Finance. Audit Board Members are required to possess the qualifications required of Board Members.
- In accordance with the provision of Article 9, Paragraph 2 of Law no. 6107 on İller Bank, "Audit Board Members shall be paid monthly wages and other remuneration in amounts to be determined by the General Assembly, subject to the upper limit to be determined annually by the Higher Planning Board for Audit Board Members", no financial benefits other than wages are paid.

▶ HEADQUARTERS



**Mehmet Turgut DEDEOĞLU**  
General Manager  
Board Member

3



**Yusuf BÜYÜK**  
Vice President

11



**Salih YILMAZ**  
Vice President

12



**Ender Aykut YILMAZ (Ph.D.)**  
Vice President

13



**Mehmet GÜRBÜZ**  
Vice President

14



**Hakan ÇOLAK**  
Vice President

15



**Muhammed Ferit YÜKSEL**  
Vice President

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## ▶ MANAGEMENT AND CORPORATE GOVERNANCE PRACTICES

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### Mehmet Turgut DEDEOĞLU

General Manager – Board Member

Please see page 38 for Mr. DEDEOĞLU's resumé.

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### Yusuf BÜYÜK

Vice President

He was born on 10 June, 1968, in Rize. Having graduated from Istanbul Technical University, Faculty of Civil Engineering, Büyük got his masters in business administration at Turkish Aeronautical Association University, Institute of Social Sciences. For a while, he worked as an engineer with the private sector. He also served as a control engineer at Rize Municipality. His career stops include the positions of technical director at the Metropolitan Municipality BUGSAŞ A.Ş., Vice President at Ankara Başkent Doğalgaz Dağıtım A.Ş., and Vice President at Metropolitan Municipality of Ankara PORTAŞ A.Ş..

On 15 January, 2013, he joined Iller Bank as a Department Director. On 8 February, 2013, Mr. Büyük was appointed as a Vice President of Iller Bank, and still serves in that capacity. Mr. Büyük took part in the establishment and management of numerous non-governmental organizations, and is married with 3 kids.

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### Salih YILMAZ

Vice President

He was born in Kemalîye in 1966. After graduating from Vefa High School, in 1988, he graduated from Istanbul University, Faculty of Economics. He worked for a while in the private sector, and in the period 1995-2007, as a Public Accountant. Mr. Yılmaz was appointed as an Auditor of Iller Bank in 2006. During his tenure at that position, he was appointed to the Board of Directors of Iller Bank through the Joint Decree dated 22 March, 2007. Thereafter he served as a Member of the Audit Committee, Chairman of the Audit Committee, Deputy Chairman of the Board of Directors, and a Consultant. Since 17 April, 2014, he continues to serve as a Vice President. He studied on Project Finance and Credit Analysis at the Banking Formation Institute of Luxembourg (IFBL). He holds Islamic Finance and Law Training Certificates (from INCEIF and Capital Market Licensing Registry and Training Agency), Expert Witness Certificate, Independent Auditor License for Capital Markets, Credit Rating Expert License, Corporate Governance Rating Expert License, and Advanced Capital Market Operations License. Furthermore, he is an Independent Auditor accredited by Public Oversight, Accounting, and Audit Standard Agency.

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### Ender Aykut YILMAZ (Ph.D.)

Vice President

He was born in Ankara in 1973. In 1995, he graduated from Ataturk University, Faculty of Engineering, Department of Civil Engineering. He received his masters degree in business administration, from Gazi University, Institute of Social Sciences, followed by his Ph.D. in "Accounting-Finance" from the same university, with his dissertation on "Credit Rating". His professional career took off in 1998, as an associate with Ziraat Bank, Fund Management Unit. He served at various levels of the Internal Control Department of Ziraat Bank. In 2012, he joined Iller Bank as the Vice President for Internal Control and Risk Management. Having served for a while in a consultant position, since 17 April, 2014 Ender Aykut YILMAZ continues to serve once again as a Vice President. Ender Aykut YILMAZ is the published author of numerous articles on global economy, in many newspapers with country-wide circulation.

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### Mehmet GÜRBÜZ

Vice President

Born in Kahramanmaraş Elbistan in 1977, Mehmet Gürbüz graduated from Kayseri Erciyes University, Faculty of Architecture and Engineering, Department of Architecture in 2002. He received a masters degree in City and Zone Planning at Süleyman Demirel University in the period 2010-2012, and in Business Administration at Turkish Aeronautical Association University in 2014. In the period 1996-2005, he served as an Architect at the Provincial Directorate of Public Works and Settlement. From 2005 to 2012 he served as an Architect, City Planner, Division Director, and Director at Iller Bank. On 10 July, 2013, he was appointed the Head of Spatial Planning Department. Since 17 April, 2014, he continues to serve as a Vice President. He is proficient in English and Arabic. He is married and father of 3.

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### Hakan ÇOLAK

Vice President

After graduating in 1998 from Firat University, Faculty of Engineering, Department of Civil Engineering, he received his masters degree from the same university in 2010, followed by an MBA from Hasan Kalyoncu University. In the period 1998-2011, he worked as an engineer at Trabzon Regional Directorate, followed by his tenure as the Building Practices Director between 2011 and December 2012, Sivas Regional Director between December 2012-December 2013, and Trabzon Regional Director between December 2013-June 2014. He was appointed an acting Vice President through Iller Bank Board of Directors decision dated 21.05.2014 nr. 11/133, followed by his direct appointment through the board decision dated 13.11.2014 nr. 28/532. He continues to serve in that position. He is proficient in English.

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### Muhammed Ferit YÜKSEL

Vice President

After graduating in year 2000 from Harran University, Faculty of Engineering, Department of Environment Engineering, he received his masters degrees at Gebze Technical University, Department of Environment Engineering in 2003, and Public Administration Institute for Turkey and the Middle East, Department of Public Administration in year 2007. His studies for a Ph.D. on Social Environment, from Ankara University, Institute of Social Sciences are still in progress. His civil service began in 2001. After being appointed an Engineer at Iller Bank, in 2011 he was appointed a Director and then a Regional Director at Kastamonu Regional Directorate, followed by his tenure as the Regional Director for Istanbul in 2014. Through Iller Bank Board of Directors decision dated 13.11.2014 nr. 28/532, he was appointed a Vice President, and still serves in that position, alongside his position as the Regional Director for Istanbul. He is fluent in English. He is married and father of 3.

- The Bank's General Manager is appointed by the Prime Minister upon nomination by the Minister of Environment and Urbanization, whereas Deputy General Managers are appointed upon nomination by the General Manager and based on the Board of Directors decision, and then approved by the Minister of Environment and Urbanization. There are no fixed terms of office for these positions.
- Tuncay KARAMAN, appointed Acting General Manager on 09 October, 2012 resigned from that post on 13 February, 2014, and from Vice President post on 07 April, 2014.
- Mustafa FİLİZ and Cihan ŞİMŞEK appointed on 3 October 2013 as Acting Vice President, as well as Vice Presidents Ömer Faruk İMAMOĞLU and Mehmet Memduh DİZDAR resigned from their positions on 07 April, 2014.
- In accordance with the provision of Article 12, Paragraph 2 of Iller Bank Law, "Monthly wages, bonuses, other remuneration and benefits of the Bank's staff as well as terms and conditions of employment contracts shall be determined by the Board of Directors decision, upon the proposal of the General Manager. However, the monthly average of all payments, as wage, benefits, raise, compensation, appropriation or otherwise, shall not exceed the upper limit to be set by the Higher Planning Board for the Bank."

▶ INTERNAL SYSTEMS UNIT DIRECTORS



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**Mehmet BOLAÇ**

Chairman of the Board of Inspectors

Mehmet Bolaç graduated from Istanbul University, Faculty of Political Science, Department of Public Administration, and began working in 1995 as an Junior Inspector at İller Bank Headquarters. Having worked as Inspector and Chief Inspector, he was appointed as Deputy Chair of the Board of Inspectors on 08 November, 2012. He became the actual chairman of the Board of Inspectors through Board of Directors decision dated 14 February, 2013 and numbered 5/95.

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**Tolgahan YILDIZ**

Internal Control Department  
Director

Having graduated from Ankara University, Faculty of Political Science, Department of Business Administration, he began working in 1996 as a sergeant with the Police Department. Having served as a Junior Inspector at Ziraat Bank Board of Inspectors in 1999-2001, since November 2001, he served as a Junior Inspector, Inspector, and Chief Inspector with İller Bank Board of Inspectors. In the period 11.01.2013-25.02.2013, he served as a Deputy Chairman of the Board of Inspectors, and a Vice Chairman of the Board of Inspectors, in the period 26.02.2013-17.07.2014. He was the acting Director of the Internal Control Department from 18.07.2014 on, and through İller Bank Board of Directors decision dated 13.11.2014 nr. 28/532, he was appointed directly to that position. He continues to serve in that role. Tolgahan YILDIZ holds a Public Accountant License and a KGK-Independent Auditor License.

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**Ercan ÇAKIROĞLU**

Risk Management Department  
Director

He graduated from Ankara University School of Political Science, Department of Labor Economics and Industrial Relations. In 1996, his career began at T.C. Ziraat Bank, as a Junior Inspector under the Board of Inspectors. After service as a Junior Inspector and Inspector, he was appointed Inspector in 2004, at İller Bank Board of Inspectors. His tenure at Inspector and Chief Inspector roles at İller Bank was followed by his appointment to the post of Director of Internal Control Department through Board of Directors resolution no. 9/190 dated 21 March, 2013. He was appointed the Director of Risk Management Department through the Board decision dated 17 July, 2014 nr. 17/245, and continues to serve in that role. Ercan ÇAKIROĞLU holds the Public Accountant License issued by the Turkish Association of Public Accountant and Certified Public Accountant Chambers, and the Independent Auditor License issued by the Public Oversight, Accounting and Audit Standards Agency of Turkey.

**Mehmet BOLAÇ**

Chairman of the Board of Inspectors

17

**Tolgahan YILDIZ**

Internal Control Department  
Director

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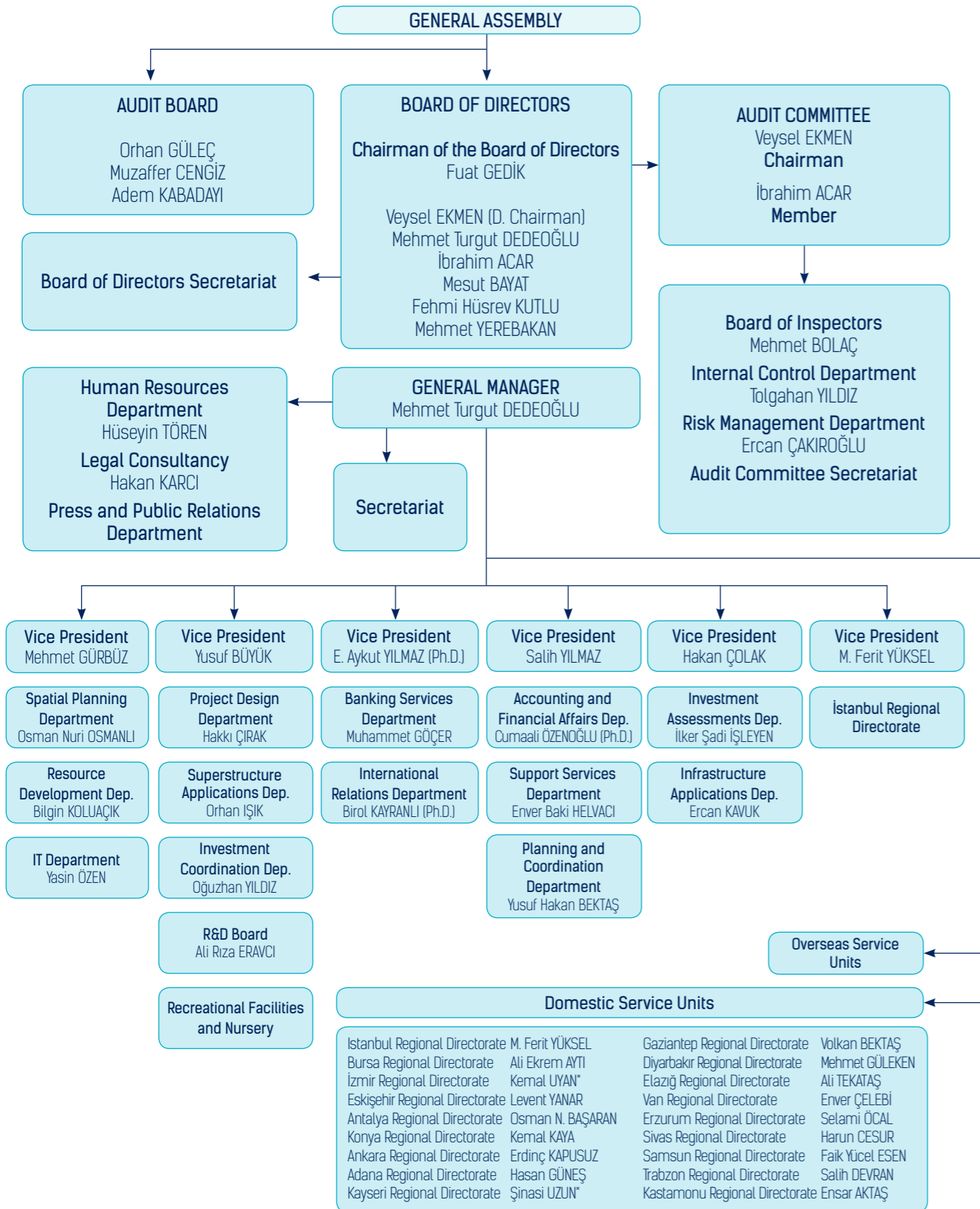
**Ercan ÇAKIROĞLU**

Risk Management Department  
Director

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*The Director of Internal Control Department, Ercan ÇAKIROĞLU was appointed on 17 July, 2014 as the Director of İller Bank Risk Management Department Director to replace İbrahim ŞAHİN, who was in turn appointed on 7 April, 2014 to replace İlker Şadi İŞLEYEN, who was appointed to the position on 10 January, 2013; The Internal Control Department Director position vacated by Ercan ÇAKIROĞLU was then filled with the appointment of Tolgahan YILDIZ.*

ORGANIZATIONAL CHART OF ILLER BANK



(\* Acting)

SUMMARY BOARD OF DIRECTORS REPORT

Established in 1933 under the name "Belediyeler Bankası" (Municipalities Bank) with the aim of providing service to municipalities and renamed "İller Bankası" (Provinces Bank) in 1945 so as to offer service to local governments with expanded scope of duties, authorities and responsibilities, the Bank has been reorganized as a joint stock company under "Law no. 6107 governing İller Bankası A.Ş.", which went into force upon its publication in the Official Gazette issue 27840 dated 8 February 2011. With the reorganization, it was aimed to increase the Bank's contribution to modern structures needed for the country's urbanization.

The Bank's purposes of incorporation are defined as satisfying the financing need of special provincial authorities, municipalities, their affiliated organizations and of local administrative associations of which only these may be members; developing projects concerning locally-provided common services for the people dwelling within the boundaries of such administrations; providing such administrations with consultancy services and assistance on urban projects of a technical nature and in the conduct of infrastructure and superstructure works, and performing any and all development and investment banking functions. In doing so, İller Bank fulfills its duties by providing financing under the most suitable conditions from its own resources as well as from international sources for projects that are developed in order to meet the urban needs of local governments; by acting as a consultant; by developing projects which are optimally scaled and employ the newest technology; by approving such projects prepared by municipalities or by actually carrying out all such projects on its own.

In year 2014;

The Bank channeled TRL 3,123,267 thousand in funds to local governments. Of this amount, TRL 2,460,949 thousand was extended as loans from the Bank's own resources, whereas the balance was covered from funds and grants-in-aid, and external sources.

Under the "Municipal Infrastructure Support (BELDES) Project" which was launched pursuant to High Planning Council resolutions 2007/6 and 2007/36, TRL 119,823

thousand has been spent out of a total of TRL 129,650 thousand in appropriations, which had been transferred to the Bank from the General Budget for project development and construction of 69 municipal potable water systems in municipalities whose populations are less than 10,000 people and which either lack potable water systems or whose systems are inadequate. 63 works within the scope of the project were completed.

Pursuant to High Planning Council resolution 2011/11, İller Bank organizes the construction of potable water, sewer, rainwater and system treatment facilities in municipalities of which populations are less than 25,000 under the "Water and Sewer Systems Infrastructure Project" (SUKAP). 50% of the costs of these projects are financed by grants-in-aid allocated from SUKAP appropriation, whereas İller Bank extends loans for the remaining 50%. TRL 1,982,530 thousand is allocated for our Bank out of the General Budget, for use in these projects. As of 31.12.2014, out of 942 works included in this framework, 362 were completed, 420 are under construction, 49 are in the contract stage, and 111 are in the tender stage. Including the lending, total outlays amounted to TRL 1,103,120 thousand.

Lending stage of the credit and guarantee agreements for a total worth of EUR 391,100 thousand signed on 8 February 2006 and 29 June 2010 for use towards the infrastructure services of 15 local governments under the Municipal Services Project I-II carried out with the World Bank has been concluded, and repayment stage commenced. The lending stage of the Municipal Services Project II is still in progress. Furthermore,

Negotiations on the extension of a credit of USD 300 million within the framework of Sustainable Cities Project are in progress with the World Bank.

Secondary agreements were concluded with 9 local governments that will be extended loans under the credit agreement signed with the Japan International Cooperation Agency (JICA) for the amount of JPY 12,784 thousand on 22 June 2011 for

funding the infrastructure needs of small- and medium-scale municipalities within the frame of the "Municipal Sewerage and Wastewater Treatment Plants Development Project". The credit utilization procedures regarding the credit agreement commenced within the year, and the credit extension is in progress.

A memorandum of understanding was signed between the European Investment Bank (EIB) and the Bank on 22 October 2010 concerning a credit agreement for EUR 150 million for the Banks' collaboration initially in the areas of municipalities' potable water, sewerage, and solid waste management projects and later in the areas of their urban development, energy efficiency, and renewable energy projects; tasks related to borrowing are underway. The "Urban Infrastructure Projects" credit agreement was signed on 28 June, 2012. The selection and preparations for the projects to be financed through the EIB loan is in progress. In parallel to the said Credit Agreement, in order to provide technical assistance, and support in project preparation and enhancing sustainability, a grant agreement amounting to 8,500 thousand Euros was signed on 27 August, 2013 by and between European Investment Bank and İller Bank. The utilization of the grant fund commenced.

The negotiations between EIB and the Undersecretariat of Treasury for the signing off of a second credit at an amount of 250 million Euros, to cover urban transportation and energy efficiency as well, had commenced. As of 31 December 2014, İller Bank was employing a total of 2676 people in its headquarters and 18 regional directorates. During the same year:

As of 31 December, 2014;

- İller Bank's total assets grew by 10.76% from TRL 14,713,988 thousand to TRL 16,297,141 thousand.
- İller Bank's total lending grew by 1.05% from TRL 11,358,967 thousand to TRL 11,477,528 thousand.
- İller Bank's shareholders' equity grew by 11.23% from TRL 10,191,035 thousand to TRL 11,334,883 thousand.

## SUMMARY BOARD OF DIRECTORS REPORT

### Profit / Loss

As a result of all of its activities in 2014, İller Bank secured a distributable business profit in the amount of TRL 709,283 thousand. TRL 509,673 thousand remaining after setting aside TRL 199,610 thousand for tax is to be allocated in accordance with the Bank's governing statute and its articles of incorporation as shown below.

(Thousand TRL)	Required Allotment	Statutory Deductions	Required for Distribution
5% statutory reserves	35,464	7,869	27,595
5% discretionary statutory reserves	35,464	7,869	27,595
9% dividend	63,835	14,165	49,670
30% capital share	212,785	47,217	165,568
51% share for villages' and municipalities' project and construction works	361,735	122,490	239,245
<b>TOTAL</b>	<b>709,283</b>	<b>199,610</b>	<b>509,673</b>

TRL 361,735 thousand, corresponding to 51% of the Bank's profits for year 2014 has been set aside for use in financing the technical and social infrastructure services in villages, which is performed by special provincial authorities; for financing mapmaking, zoning plan, potable water system, wastewater, solid waste, urban information system and similar urban infrastructure projects for municipalities whose population is less than 200,000, and for financing the construction of the abovementioned projects for municipalities whose population is less than 25,000. TRL 239,245 thousand remaining after statutorily prescribed deductions have been made from the amount thus set aside will be allocated within the framework of the "Regulation on the Use of Appropriations Made from İller Bank's Annual Profits in the Infrastructure Projects and Construction Works of Villages and Municipalities".

Within the framework of the provisions "Performing or procuring special projects and urban infrastructure projects and construction works demanded by

the Ministry" and "Executing or procuring for-profit real estate investment projects to secure resources for the Bank, provided that no debt or conditional obligation is incurred with respect to the funding for the project" added in the Decree with the Force of Law numbered 648, such activities commenced in year 2012, and significant improvements in the revenues of the Bank are expected through urban transformation projects which are executed in the form of development of joint real estate projects with local governments and other public agencies and organizations. In year 2014, TRL 2,372 thousand was expended for resource development projects.

The Board of Directors decision nr. 21/418 dated 17.09.2014 provides that, TRL 2,429,762.14 of dividends paid in line with the provisions of the Articles of Incorporation and the General Assembly resolution of the Bank, as well as the General Manager's approval nr. 13232 dated 29.03.2011, for year 2010 for the "Bank personnel who were transferred to other government agencies and in-

stitutions as per article 22 of the Law nr. 4046" and the "Personnel who left the Bank without signing a Service Agreement" is to be forfeited as per article 6 of the Law governing the Bank, whereas the Board of Directors decision nr. 5/65 dated 25.02.2015 provides for the submission of a proposal to the General Assembly to forfeit receivables amounting to TRL 7,089.77 representing Bank's bad receivables, comprising TRL 6,154.78 which cannot be collected as the legal proceedings initiated against certain obligors had failed, and which would not warrant expenditure for enforcement proceedings due to low figure of receivable, and TRL 934.99 for the expenses incurred for such legal proceedings.

İller Bank conducts its activities in accordance with the requirements of its governing law (no. 6107) and other applicable legislation. We hereby submit the independently audited financial statements and our summarized report for the fiscal year ending 31 December 2014 for your consideration, and we thank the Bank's employees.

Sincerely,

**İLLER BANKASI AŞ  
BOARD OF DIRECTORS**

## HUMAN RESOURCES PRACTICES

These rules were changed by article 11 of "A law concerning İller Bankası Anonim Şirketi" (no. 6107), which was published in issue 27840 of the official gazette on 8 February 2011 and which contains two provisions concerning the matter. According to the first, "Duties necessitated by the Bank's services are performed by personnel who are not subject either to the State Civil Servants Law (no. 657 dated 14 July 1965) or to the provisions of other laws pertaining to contract employees." According to the second, matters related to "the hiring of the Bank's personnel, their qualifications, their appointments, their progression, their advancement, the ways in which they may be dismissed, their duties and authorities, their disciplinary principles, their obligations, their job positions, and their numbers are governed by regulations issued subject to the opinion of the State Personnel Ministry

and pursuant to Board of Directors decision." (Amendment: 16/05/2012- Law no.-6306/art. 21)

Annual salaries of the Bank personnel are set by the Board of Directors on the basis of a base pay determined by a decision of the High Planning Board. İller Bank's personnel policy as well as the criteria, principles, and procedures pertaining to recruitment are set out in the "İller Bank Human Resources Regulation" that went into force upon its publication in the Official Gazette issue 27919 dated 29 April 2011. However, the said regulation was abrogated through the "Regulation on the Abrogation of İller Bank Human Resources Regulation" published in the Official Gazette dated 04 January, 2013 and numbered 28518. The matter is now governed by the "İller Bank Human Resources Regulation" that was published in the same Official Ga-

zette, and that went into force from 22 June, 2012 on.

In accordance with the provision of Article 12, Paragraph 2 of İller Bank Law, "Monthly wages, bonuses, other remuneration and benefits of the Bank's staff as well as terms and conditions of employment contracts shall be determined by the Board of Directors decision, upon the proposal of the General Manager. However, the monthly average of all payments, as wage, benefits, raise, compensation, appropriation or otherwise, shall not exceed the upper limit to be set by the Higher Planning Board for the Bank", monthly wage, bonus, and the dividend payments are made to staff who receive wages below the wage cap determined in the Higher Planning Board, which constitutes the basis of remunerations in the consideration of the Board of Directors.

### Comparative Human Resources Chart

TYPE	Year-end 2013			Year-end 2014		
	Headquarters	Regional offices	Total	Headquarters	Regional offices	Total
TOTAL CONTRACTUAL ADMINISTRATIVE PERSONNEL	673	653	1326	725	692	1417
TOTAL CONTRACTUAL TECHNICAL PERSONNEL	429	605	1034	415	595	1010
TOTAL PERSONNEL SUBJECT TO LAW no. 657 GOVERNING CIVIL SERVANTS	4	1	5	3	1	4
TOTAL BLUE-COLLAR PERSONNEL	106	153	259	99	146	245
<b>GRAND TOTAL</b>	<b>1212</b>	<b>1412</b>	<b>2624</b>	<b>1242</b>	<b>1434</b>	<b>2676</b>

### TRANSACTIONS THE BANK ENTERS INTO WITH MEMBERS OF ITS OWN RISK GROUP

As required by İller Bank Law, the Bank's capital consists of funds provided by local governments and from other sources mandated by law. For this reason, no member of the Bank's board, nor the general manager nor any vice president holds a share in the Bank's

capital. The Bank's Law does not permit the bank to extend credit to any individual or to any organization that is not a local government.

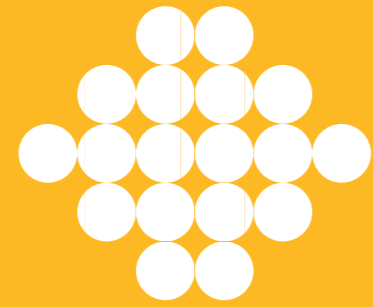
No credit is extended to members of the Board of Directors save for that which is allowed under article 50 of the Banking

Law and whose amount must not exceed five times the recipient's total net monthly salary.

There are no companies over which İller Bank has direct control as defined in article 49 of the Banking Law.

### ACTIVITIES FOR WHICH SUPPORT SERVICES ARE OUTSOURCED

In order to provide security services at the Headquarters and Regional Directorates of the Bank, private security support services are procured within the framework of the Law no. 5188 on Private Security Services, and the Regulation issued on the basis of the said law.



İLBANK

In year 2014, İller Bank's total assets grew by 10.76%, reaching TRL 16,297,141 thousand.

The Bank's paid-in capital is TRL 9,402,380 thousand, and the Bank's total shareholders' equity grew by 11.23% year-to-year, to TRL 11,334,883 thousand.

## ➤ AUDIT BOARD REPORT

### İLLER BANKASI AŞ TO THE 70TH ANNUAL GENERAL ASSEMBLY OF İLLER BANK

2014 activities and operations of İller Bankası A.Ş. has been audited in accordance with the provisions of the Bank's governing LAW and Articles of Incorporation, the Banking Law, the Turkish Commercial Code and banking customs.

In year 2014, we took part in meetings of the Bank's Board of Directors. We reviewed the bank's books and records, and conducted cash counts frequently at random intervals, as well as a general cash office inventory at year-end along with bank personnel. We ascertained that all cash items and instruments were duly registered as required by regulations and that the year-end inventory and account reconciliations were carried out in full and in accordance with the requirements of laws and regulations. Consensus memorandums concerning this inventory were signed jointly by bank personnel and by ourselves.

The Bank's 2014 annual report and financial statements that were submitted to the General Assembly have also been reviewed, endorsed, and approved by the Bank's Board of Directors.

We checked İller Bank's financial statements dated 31 December 2014 for compliance with the general trial balance and we have ascertained that they truly reflect the Bank's activities in year 2013.

No changes occurred in the bank's shareholder structure during 2014. The Bank's paid-in capital is TRL 9,402,380,000, and the Bank's total shareholders' equity grew by 11.23% year-to-year, to TRL 11,334,883,000. The capital adequacy ratio at year-end stood at 66.02%.

In year 2014, İller Bank's total assets grew by 10.76% reaching TRL 16,297,141,000. Loans grew by 1.05% in comparison to the preceding year.

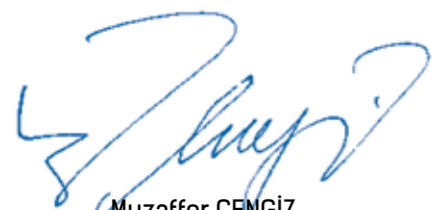
In year 2014, İller Bank lent TRL 2,454,000 for the works covered in the Bank's own investment program and TRL 1,513,513,000 for works covered in local governments' own investment programs or for non-programmed projects, whereas it extended TRL 444,898,000 in credit for materials, equipment, vehicles and other requisites, and TRL 21,073,000 as cash support loan.

In year 2014, municipalities' allotments totaling TRL 19,184,212,000 accrued pursuant to Statute 5779 (pursuant to Statute 2380 prior to 1 July 2008). Of this amount, TRL 2,309,040,000 was charged against the administrations' outstanding obligations and TRL 16,875,172,000 was sent to them. In the case of special provincial authorities, during 2013, allotments amounting to TRL 2,305,820,000 accrued, of which TRL 117,738,000 was charged against their outstanding obligations and TRL 2,188,082,000 was sent to them.

We submit for your approval the Bank's 2014 balance sheet and profit & loss statement (income statement), which have been drawn up in accordance with the Regulation on the Principles and Procedures for Accounting Practices and Retention of Documents published by the Banking Regulation and Supervision Agency, and with the Turkish Accounting Standards and Turkish Financial Reporting Standards and which we have examined and audited.

Of the TRL 509,673,000 remaining after setting aside TRL 199,610,000 tax provision from the Bank's distributable profit of TRL 709,283,000 resulting from its 2014 activities, TRL 165,568,000 has been set aside as "30% capital allocation", and TRL 239,245,000 has been set aside as grants-in-aid to finance the technical and social infrastructure services in villages, which is performed by special provincial authorities; for financing map-making, zoning plan, potable water system, wastewater, solid waste, urban information system and similar urban infrastructure projects for municipalities whose population is less than 200,000, and for financing the construction of the above mentioned projects for municipalities whose population is less than 25,000. The amount thus set aside will be distributed in line with the "Regulation on the Use of Appropriations Made from İller Bank's Annual Profits in the Infrastructure Projects and Construction Works of Villages and Municipalities."

We would like to take this opportunity to express our thanks to the Chairman and the Members of the Board of Directors, our General Manager, and to all of the Bank's personnel who were involved in the conduct of services. We hereby submit İller Bank's 2014 annual report, balance sheet, and income statement for the consideration and approval of the esteemed delegates.



Muzaffer CENGİZ  
Member of the Audit Board



Orhan GÜLEÇ  
Member of the Audit Board



Adem KABADAYI  
Member of the Audit Board

## ➤ AUDIT COMMITTEE'S ASSESSMENT OF THE OPERATION OF THE INTERNAL CONTROL, INTERNAL AUDIT, AND RISK MANAGEMENT SYSTEMS AND ITS STATEMENT CONCERNING ACTIVITIES IN YEAR 2014

Duties and responsibilities with respect to internal systems are carried out by the Audit Committee to assist the Board of Directors with the conduct of its auditing and supervisory activities. "Internal Control, Internal Audit, and Risk Management Activities" are organized in accordance with the provisions of the Banking Regulation and Supervision Agency's "Regulation on the Internal Systems and Internal Capital Adequacy Assessment Procedures of Banks", which went into effect upon its publication in the Official Gazette issue 29057 dated 11.07.2014.

The Audit Committee met a total of 29 times in the period 01.01.2014-31.12.2014, to discuss 64 issues.

The Audit Committee held regular meetings participated by the senior management, department directors responsible for internal systems, inspectors and the auditors employed by the independent audit firm conducting the Bank's independent audit to discuss and assess the operation of internal systems and other agenda items.

Two reports, namely the quarterly Assessment of the Independence of Independent Auditors in the Conduct of their Activities in relation to the Bank and of the Adequacy of Resources Allocated, and monthly Assessment of the Adequacy of and the Risks Involved in the Support Services Outsourced by the Bank were submitted to the Board of Directors.

Activity reports of Internal Control Department, risk assessment reports and market risk estimation reports and monitoring reports, as well as the Information Systems Risk Management report by the Risk Management Department were reviewed by the Audit Committee, and submitted to the Board of Directors by the relevant Departments.

The Quarterly Activity Assessment Reports by the Board of Inspectors were submitted to the Board of Directors, in the company of the comments by the Audit Committee, and were forwarded to the Banking Regulation and Supervision Agency as per the regulation.

Audit Committee activity reports containing the Committee's opinion on regulatory, improvement oriented measures concerning the Bank's activities, as well as the Committee's activities performed during the period in question, were submitted to the Board of Directors.

The "Risk Matrix and Risk Assessment Report" prepared by the Board of Inspectors, as well as that board's "2014 Internal Audit Plan" were reviewed and both the report and the plan were presented to the Board of Directors for approval to put them into effect, as well as to Banking Regulation and Supervision Agency as per the Regulation. Authorization was granted for reports prepared by the Board of Inspectors issued under the Internal Audit Plan and for other inspection-related actions.

Information systems and banking procedures inspection report for the fiscal year 2013, non-consolidated financial statements and independent audit report for the fiscal year 2013, and non-consolidated interim financial statements and interim limited independent audit reports for the fiscal year 2014 were submitted by the Audit Committee to the Board of Directors and Senior Management.

Preparations are in order for the execution, in line with the relevant regulation and communiqué, of the Management Disclosure which is required to be issued for the 2014 audit period by the Board of Directors and submitted to the independent audit firm until by the end of January 2015. The Audit Committee monitors the work closely.

The action plan implementation regarding the findings reached through the Information Systems Leak Testing and security audits, and the work on the action plans indicating the state on the findings of the independent audit report are diligently overseen by the Audit Committee.

The Bank communiqué detailing the matters to take into account at the time of outsourcing support services by relevant service units of the bank, and the requirement to observe the requirements of the "Regulation on the Outsourcing of Support Services by Banks" and applicable tender regulations in the tenders concerning outsourcing within the framework of the said regulation is published; all units of the bank have been notified about the issue within the operating year 2013. In this context, the risk analysis reports, technical qualification reports, and Risk Management program concerning the outsourcing of support services are prepared; the Audit Committee reviews such reports within the framework of the Regulation on the Outsourcing of Support Services by Banks, and the findings of such review is forwarded to relevant departments.

## BOARD OF INSPECTORS

Board of Inspectors conducts inspections, examinations, reviews and investigations concerning any and all of the Bank's activities and transactions; formulates necessary proposals to better realize the Bank's objectives and to ensure operation in accordance with the legislations, plans, projects and programs. It is also responsible for conducting reviews in all aspects regarding the Bank's affairs and transactions so that activities are carried out in a better and coordinated fashion and in higher quality. In addition, the Board of Inspectors brings proposals regarding failing or conflicting aspects of the Bank regulations, and evaluates the effectiveness and adequacy of the Bank's internal control system and risk management systems.

The Board of Inspectors reviews and inspects all activities of the Bank with its staff of 45, including 1 Chairman, 1 Deputy Chairman, 16 Chief Inspectors, 5 Inspectors, 15 Junior Inspectors, 1 Director, 1 Senior Associate, 1 Associate, 1 Junior Associate, and 3 Clerks, in line with BRSA Regulation on the Internal Systems and Internal Capital Adequacy Assessment Procedures of Banks. All of the Bank's units are inspected every year in line with the Internal Audit Plan. General inspections were completed at all Headquarters Units and Regional Offices within the frame of the 2014 Internal Audit Plan. It was ensured that necessary instructions were issued with respect to crucial matters.

The required trainings for the inspectors were provided within year 2014.

The Board of Inspectors monitors important changes across the Bank and informs the Senior Management on topics that need to be supervised. It thus contributes to the decision-making process.

In the operating year 2014, the quarterly activity reports prepared by the Board of Inspectors were submitted to the Audit Committee, and therefrom, with the comments of the Audit Committee, to the Board of Directors. In 2014, as of 31.12.2014, the Audit Committee extended its approval for 30 reviews and investigations in total, 11 of which were finalized. Moreover, 4 investigations and reviews carried over from year 2013 were concluded within 2014. 19 investigations and reviews for year 2014 are still in progress.

## INTERNAL CONTROL

Internal Control activities are organized effectively within the framework of the Banking Law no. 5411 and BRSA "Regulation on the Internal Systems and Internal Capital Adequacy Assessment Procedures of Banks".

The Internal Control Department is staffed by 44 people including 1 Department Director, 1 Senior Associate, 3 Directors, 2 Lawyers, 6 Technical Associates, 5 Associates, 5 Junior Associates, 1 Engineer, 1 Administrator, and 1 Clerk, accompanied by 1 internal control staff for each of the regional directorates, appointed

to carry out internal control activities, and aims to ensure the protection of the Bank's assets, execution of activities in compliance with the legislation, regulatory arrangements, the Bank's internal policies, strategies and objectives, and guaranteeing secure establishment of the accounting and recording system, as well as of the financial reporting system, and the efficiency and effectiveness of operations.

With a view to serving these objectives, the execution of bank's operations at the Headquarters and Domestic Service Units, in accordance with applicable standards, and the provisions of regulations and guidelines is reported on a monthly basis, with reference to the "Standard Control Form and Notes", by operations staff specified as internal control officer, as well as the internal control staff, in line with the sampling methodology. The reports thus drawn up are reviewed by Internal Control staff, and submitted to the Audit Committee, Board of Directors, and Senior Management as monthly activity reports.

Aiming to carry out the activities in a healthier manner, control points have been revised and existing control points were reviewed in view of the determinations, opinions and feedback of the process owners carrying out the activities, in particular. During year 2014, The Standard Control Objectives for all Headquarters units and Domestic Service Units, and new Standard Control Objectives were created for one units (Media and Public Relations Department).

The Control Objectives for Information and Related Technology (COBIT) based Information Systems Control Objectives were set up for use in the internal control activities of the Information Technologies Department. These were finalized through the self-assessment meetings between the relevant Department officials and the Internal Control Department staff, and were duly put into use. The Information Technologies Department's internal control activities carried out with reference to the control objectives based on COBIT are executed on a monthly basis by the Internal Control Department personnel.

The internal control activities concerning the Headquarters Service Units, carried out by the Internal Control Department as per the "Internal Control Program for year 2014", were executed in May, September-October 2014 for the control periods April and August 2014, whereas the internal control activities regarding the control period December 2014 shall take place in January 2015. The internal control activities for the periods wherein no dedicated internal control staff were appointed to the task at Headquarters Service Units, are carried out by two directors (one administrative and one technical) appointed as the Standard Control Objective Officers for the relevant unit, with reference to the control objectives specified in the Standard Control Objectives Form for the Department. In case of Domestic Service Units, an internal control personnel assigned to the Department and two directors (one administrative and one technical) appointed as the Standard Control Objective Officers for the rele-

vant unit, report to the Internal Control Department on a monthly basis, with reference to the control objectives assigned.

The reports from the Headquarters as well as the Domestic Service Units are reviewed by the Internal Control Department staff, and consolidated, to be submitted to the Audit Committee, Board of Directors, and Senior Management, in the form of monthly activity reports.

As per the fundamental obligation regarding the harmonization function, the Internal Control Department ensures that relevant units are informed about any changes required with respect to the changes in regulations. Where the Internal Control Department deems necessary, it forwards the changes in the regulations, to relevant departments, in a letter. Furthermore, in the operating year 2013, a Circular was issued to notify all units regarding the necessity to obtain the Internal Control Department's opinion regarding compliance with the Banking Law no. 5411, other applicable regulations, bank's internal policies and banking practices, before obtaining the Board of Directors approval for new products and services and activities planned by the Headquarters and Domestic Service Units; if additional comments are requested, a commentary to be drawn up by the Internal Control Department will be provided to the relevant units.

## RISK MANAGEMENT

Risk Management activities are organized effectively within the framework of the Banking Law no. 5411 and BRSA "Regulation on the Internal Systems and Internal Capital Adequacy Assessment Procedures of Banks".

Staffed by 14 people including 1 Department Director, 2 Directors, 6 Associates, 1 Technical Associate, 2 Junior Associates, 1 Administrative Staff, and 1 Clerk, the Risk Management Department is responsible for designing and implementing the Risk Management System, defining, measuring, analyzing, monitoring and reporting the risks the Bank is exposed to, and issuing warnings in order to mitigate the risks that can and cannot be controlled. The Department is involved in the selection, introduction and preliminary approval process of risk measurement models, which is a basic tool in the Risk Management process, and it regularly reviews these models, conducts scenario analyses and back-testing, and makes necessary changes.

In accordance with article 45, paragraph 3 of the "Regulation on the Internal Systems and Internal Capital Adequacy Assessment Procedures of Banks", the Risk Management Department prepares each month the "Risk Assessment Report", "Market Risk Estimation Report", and the "Risk Limits Monitoring Report", and submit them to the Board of Directors, Senior Management, and the Departments responsible with the rise and monitoring of the risk.

The Risk Assessment Report covers the Bank's financial struc-

ture, capital, shareholders' equity adequacy, quality of assets and resources, credit operations carried out in accordance with the functional organization, revenue-expense equilibrium and profitability, fund management, liquidity, sensitivity to market risks, as well as other risks the bank may incur in its primary fields of activity, and relevant statements.

The Market Risk Estimation Report analyzes the impact the changes in the markets would have on the Bank's portfolio, as well as reviews the market risks which may affect the Bank, the results of the market risk estimations, and the impact these results would have on the balance sheet items. The Risk Limits Monitoring Report provides oversight regarding the limits and early warning limits set in the "Risk and Authority Limits Implementation Procedures" of the Bank, issued and put into force by the Board of Directors, and is submitted to Senior Management.

The standard method is applied for the estimation and reporting of the market risk. Furthermore, within the framework of internal models, RMD Analyses, Parametric Method, Historical Simulation Method, Monte Carlo Simulation Method, Stress Testing & Scenario Analyses, Limit System (Triple Limit) are also used, and the findings are reported to the Senior Management on a monthly basis, since May 2012. Furthermore, in order to provide a more effective analysis regarding the risk assessment, Interest Sensitive GAP Analysis and RAROC Analyses are also submitted to the Senior Management on a monthly basis, through the "Market Risk Estimation Report and Risk Assessment Report".

The Risk Management Department staff reviews the Bank's trading portfolio on a daily basis. Reports detailing the valuation results, limit utilization levels and the total risk position, as well as the

Backtesting report run daily in order to verify the accuracy of the model employed to estimate the Exposed Value (RMD) in the Market Risk report, are submitted daily to the Risk Management Department Director, whereas the Marginal RMD and Incremental RMD estimation reports are submitted on a weekly basis.

PR500AS Interest Rate Risk Analysis-General Market Risk Estimate (Standard Method Term Approach), PR502AS Interest Rate Risk Analysis-Specific Risk Estimate (Standard Method), PR504AS Exchange Rate Risk Analysis (Standard Method), FR400AS: Reporting Schedule for Standard Ratio of Interest Rate Risk Arising from Banking Accounts, KR510AS: Credit Risk Standard Approach-Kra Simple Method, OR500YS: Operational Risk Analysis, OZ520 AS: Equity Analysis Form, and SY510AS: Capital Adequacy Analysis Form required by BRSA under Basel II are drawn up and sent to the Accounting and Financial Affairs Department, Financial Reporting Division, for submittal to BRSA over BVTs.

In order to comply with Basel II, and to strictly observe the provisions of the "Regulation on the Internal Systems and Internal Capital Adequacy Assessment Procedures", outsourcing of services was utilized. In this context, "Risk Management Policies

and Implementation Procedures" were revised and put into effect. Furthermore, trainings on "Operational Risk Assessment and Reporting" were received, followed by the creation of an operational risk database, and thereafter the data collection procedures. Within the framework of the consulting services received, the "Capital Adequacy Evaluation Policy" and "Isedes/Icaap Report" drafts were drawn up with respect to the "Internal Capital Adequacy Evaluation Procedure (ISEDES)",

yet the Bank was exempted, as a response to the written request for exemption filed with BRSA, from the obligations regarding the Stress Testing and Internal Capital Adequacy Evaluation Procedure (ISEDES) reporting it has before the BRSA as per articles 43 and 48 of the Regulation on the Internal Systems and Internal Capital Adequacy Assessment Procedures, applicable at the end of the year.

In accordance with article 5, paragraph 1 of the Regulation on the Outsourcing of Support Services by the Banks, the "Support Services Risk Management Program" drawn up by the Risk Management Department was put into effect through a Board of Directors resolution. Furthermore, as per the relevant regulation, on the basis of the request by the Audit Committee, a Risk Analysis Report for the Headquarters and Regional Directorates is drawn up and submitted to the Audit Committee. The "Information Systems Risk Management Report" drawn up on the basis of article 4 of Risk Management Department Regulation and BRSA "Communiqué on the Principles to Serve as the Basis of Information Systems Management at Banks" is submitted to the Board of Directors, as well as forwarded to Senior Management and relevant Departments for information purposes.

Save for the procedures concerning the Information Technologies Business Continuity and Recovery Plan, the duty of coordination regarding the processes and procedures concerning the Business Continuity and Emergency Plan is assigned to the Risk Management Department, through a Board of Directors resolution. In line with the plans, the duties concerning the Business Continuity and Emergency Secretariat and Senior Business Continuity and Emergency Secretariat within the framework of operational procedures, are executed by the Risk Management Department.

The "Asset and Liabilities Committee" was established through a Board of Directors resolution, in order to establish the policies regarding the management of the Bank's assets and liabilities, as well as relevant fund transfers, by taking into account the Bank's finances, portfolio, as well as the developments concerning the credit interest rates, and in capital and financial markets, as well as the developments concerning the Bank and other Banks, and also to take the decisions to be implemented by relevant departments with a view to managing the Bank's balance sheet, and to oversee the implementation thereof. The duty of providing secretariat services for the Committee was, in turn, assigned to the Risk Management Department.

The "Detailed Credit Risk Analysis Form" (AKRİF), required by BRSA to determine the banks' level of compliance with the changes in secondary national regulations to ensure harmonization with Basel II, is drawn up on a monthly basis from January 2014 on, and is kept at the Risk Management Department in a winrar archive file stored on DVD media.

The Risk Management Department issues Weekly Bulletins discussing the economic and financial developments in national and international markets, and publishes the bulletins on the Bank's web site.

During 2014, 1 personnel was provided Trainers' Training: Financial Management, while 2 attended Financial Instruments, Institutions, and Markets training, 3 took Financial Valuation Training, 1 took Training on Supervision of Information Technologies and Banking Procedures within the framework of COBIT, 1 took COBIT 4.1 FOUNDATION Training, 1 took COBIT 5 Training, 1 took Alternative Finance Techniques Training, 1 took Credit Risk Management Training, 2 took Asset-Liability Management Training, 6 took Training on Funding Costs and Pricing at Deposit Banks and Development and Investment Banks, 3 took Risk Management Training, 1 took Introduction to Banking, 1 took Strategic Management Training, and 1 took Trainers' Training: Investment Banking and Risk Management.

Risk Management Department maintains its efforts to enhance the contribution of the results of Risk Management activities in the Bank's decision making processes, and its efficiency in terms of management processes.

  
İbrahim ACAR

Board Member  
Audit Committee Member

  
Veysel EKMEK

Board Member, Chairman  
of the Audit Committee

**Belediyeler Bankasından:**  
Bankamızın 1934 hesap devresine ait blânço ile kâr ve zarar cedveli aşağıya derç ve ilân olunur.

**1934 İKİNCİ HESAP DEVRESİ**

AKTİF		BİLÂNÇOSU		PASİF	
	T. L.		T. L.		T. L.
Tahsil olunacak kapital	11 617 646 22	Kapital	15 000 000 00		
Dahili muhabir bankalar	17 595 35	<b>İhtiyatlar</b>			
<b>Esham ve Tahvilât Cüzdanı</b>		Fevkalâde ihtiyatlar	8 000 00		
A) Borsada kote olanlar	17 595 45	<b>Nizami ve Kanuni:</b>			
<b>Avanslar ve ikrazlar:</b>		İhtiyatlar	11 018 40	19 018 40	
Mittenevvi teminatlı	549 753 62	% 34 hesable kârdan ayrılan kapital	8 145 74		
<b>Borçlu Hesabı Carileri:</b>		Cari hesaplar	142 607 30		
Teminatlı	45 000 00	Sair muhtelif alacaklılar	987 576 49		
<b>İkraz ve Kef. Dolayı Borçlular:</b>		<b>İkraz ve Kef. dolayı alacaklılar:</b>			
Kef. dol. borçl.	249 449 00	Kef. dol. alacak	249 449 00		
İkraz teahhütlerimiz	226 848 35	Taah. dol. alacak	226 848 35	476 297 35	
Sair muhtelif borçlular	535 976 09	İtfa tahsilatı	879 22		
<b>Menkuller:</b>		<b>Kâr</b>	84 761 99		
Makinalar	1 455 69		16 719 286 49		
Kasalar	400 00	Nazım hesaplar	229 775 94		
Mefruat	4 055 06				
<b>Gayri menkuller:</b>					
Sair gayri menkuller	99 654 05				
	16 719 286 49				
Nazım hesaplar	229 775 94				
<b>Yekûn</b>	<b>16 949 062 33</b>			<b>Yekûn</b>	<b>16 949 062 33</b>

**1934 HESAP SENESİNİN KÂR VE ZARAR CETVELİ**

ZİMMET		MATLUP		
	T. L.		T. L.	
<b>Genel masraflar</b>		Alınan faizler	136 481 95	
Maaslar ve ücretler	36 330 91	Alınan komisyonlar	4 698 27 141 180 22	
İdare masrafları	4 720 56	Muhtelif kârlar	4 96	
Vergi ve harçlar	282 95	Esham ve tahvilâtın kâr	965 55	
Sair masraflar	3 704 62	Sigortalardan kâr	8 660 67	
Verilen faiz	410 30			
Amortismanlar	591 08			
	66 049 41			
Sattı kâr	84 761 99			
<b>Yekûn</b>	<b>150 811 40</b>		<b>Yekûn</b>	<b>150 811 40</b>

Document showing the "Belediyeler Bankası" (Municipalities Bank) Second Fiscal Year Balance Sheet and the Profit/Loss Statement for 1934



INDEPENDENT AUDIT REPORT



INDEPENDENT AUDIT REPORT

To İller Bank Inc. Board of Directors;

We have audited İller Bank Inc.'s ("Bank") December 31, 2014 dated balance sheet, income statement that belongs to the period ending at the same date, equity accounted profit and loss account table, cash flow table, statement of changes in equity and important accounting policies and summary of other explanatory notes.

Explanation Regarding Bank Management Responsibility:

Bank Board of Management is responsible of preparation of the report subject financial tables, in accordance with the regulations published in the November 1<sup>st</sup>, 2006 dated and 26333 numbered official gazette regarding procedures and principles banks accounting practices and keeping documents, and other regulations, notices and circulars published by Turkish Accounting Standards and Turkish Financial Accounting Standards and Council of Bank Audit and Regulation regarding accounting and financial reporting standards principles, and creating an internal control system to present Council of Bank Audit and Regulation explanations, involving no considerable mistaken information, choosing and applying suitable accounting policies.

Explanation Regarding Authorized Audit Firm Responsibility:

Our responsibility as the auditing firm is to express opinion on audited financial tables. Our audit has been made in accordance with the international auditing standards and regulation regarding bank auditing firms authorization and activities published in the November 1, 2006 dated, 26333 numbered official gazette. According to our independent auditing, we provide assurance that financial tables do not involve any considerable mistakes. Within the scope of independent audit, audit techniques were used to collect audit evidence regarding the amounts in the financial tables and financial table explanations and footnotes; these techniques were given to our independent auditors' initiative. However, these audit techniques were identified by evaluating the suitability of accounting policies applied and considered internal controls during preparing and presenting financial tables. Audit evidence is enough and suitable to express the independent audit opinion below.

Independent Audit Opinion

According to our opinion, financial tables attached show December 31<sup>st</sup>, 2014 dated financial statement of İller Bank Inc. ("Bank") and activity results ending at the same period and cash flows, completely and accurately, in accordance with the 5411 numbered banking law article 37 accounting principles and policies.

Other Liabilities Arising From Legislation

- 1- In accordance with Turkish Commercial Code ("TCC") no 402, fourth article; any matter was not found regarding unsuitability of Bank's bookkeeping order that belongs to 01 January- 31 December 2014 with TCC and Bank articles of incorporation related to financial reporting.
- 2- As per law no 402 article no four of TCC, board of management gave us demanded documents and related explanations.

Ankara, February 27, 2015 2015-02

REHBER INDEPENDENT AUDIT AND  
CERTIFIED PUBLIC ACCOUNTANTS INC.



ADIL ÖNER  
Lead Auditor

Turan Güneş Bulvarı Galip Erdem Caddesi No: 43 06550 Yıldızevler Oran - Çankaya / ANKARA  
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ILLER BANK NON-CONSOLIDATED FINANCIAL REPORT FOR THE YEAR ENDED ON 31 DECEMBER 2014

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The end-of-year non-consolidated financial report drawn up in accordance with Banking Regulation and Supervision Agency "Communiqué on Financial Statements the Banks shall Disclose to the Public, and Remarks and Footnotes Regarding Such Statements" comprises the following sections:

1. General Information Regarding the Bank
2. Bank's Non-Consolidated Financial Statements
3. Remarks on the Accounting Policies Implemented in the Period in Question
4. Information Regarding the Financial Structure of the Bank
5. Remarks and Footnotes Regarding Non-Consolidated Financial Statements
6. Other Remarks
7. Independent Audit Report

Non-consolidated financial statements and relevant remarks and footnotes for the fiscal period concluded on 31 December, 2014 provided in this report are drawn up in accordance with the Regulation on the Methods and Principles Regarding the Banks' Accounting Practices and the Keeping of Documents, Turkish Accounting Standards, Turkish Financial Reporting Standards, supplements and interpretations thereof, on the basis of the records of the Bank, and have been subjected to independent audit as submitted below. The figures specified are in Thousand Turkish Liras unless specified otherwise.

Fuat GEDİK  
Board of Directors  
Chairman

Mehmet Turgut DEDEOĞLU  
Board Member  
General Manager

Veysel EKMEK  
Board Member, Chairman  
of the Audit Committee

İbrahim ACAR  
Board Member  
Audit Committee Member

Salih YILMAZ  
Vice President for Financial  
Reporting

Cumaali ÖZENOĞLU (Ph.D.)  
Director of Accounting and Finan-  
cial Affairs Department

The contact details of the officer who will act as the contact person for the questions regarding this financial report:

Name-Surname/Title : Mesut ÇELİK/Director & Ümit BİLGE/Specialist  
Phone : (0312) 508 74 07-0312 508 74 15  
Fax : (0312) 397 47 83

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## İLLER BANKASI AŞ

## THE NON-CONSOLIDATED FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## ▶ SECTION ONE

## General Information Regarding the Bank

## I. A brief history of the Bank's formation, initial status and subsequent changes in that status

İller Bank ("Bank") was originally incorporated as "Belediyeler Bankası" (Municipalities Bank) under the Law no. 2301 on 11 June 1933. The Bank was reincorporated under the Law no. 4759 concerning İller Bank dated 13 June 1945 with its new name "İller Bankası" ("Provinces Bank"), which also reflected its expanded duties, authorities, and responsibilities. With the Law no. 6107 governing İller Bankası A.Ş. (the Bank's governing law) that entered into force upon its publication in the Official Gazette issue 27840 dated 8 February 2011, it was reincorporated into İller Bankası Anonim Şirketi joint stock company while its duties, authorities and responsibilities were maintained.

## II. The Bank's capital structure, shareholders having direct or indirect control over the Bank's management and audit on their own or jointly, and information about any changes therein during the year and about the group the Bank belongs to

Pursuant to the Bank's governing law no. 6107, the Bank's capital consists of 2% monthly deductions to be made from the total shares of the tax revenues to be distributed every month by the Ministry of Finance and İller Bank under the Law no. 5779 on Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities dated 2 July 2008, and of 30% of the Bank's annual profits. For this reason, there is no capital group, which has either direct or indirect control over the Bank's capital.

## III. Disclosure regarding the areas of responsibility of the Bank's chairman, board members, audit committee members, general manager, and assistant general managers and shares, if any, they hold in the Bank

Name and Surname	Position	Appointed on	Departed from Office on	Education	Work Experience in the field of Banking and Business Administration
<b>Board of Directors</b>					
Fuat GEDİK	Member-Chairman of the Board of Directors	14 March, 2014		Bachelor's Degree	35 years
Serdar ÇALKAN, Attorney-at-Law	Member-Chairman of the Board of Directors	05 September, 2011 29 November, 2011	28 January, 2014	Bachelor's Degree	13 years
Mehmet Turgut DEDEOĞLU	Member - General Manager	12 February, 2014		Bachelor's Degree	28 years
Tuncay KARAMAN	Member-Deputy General Manager	09 October, 2012	13 February, 2014	Master's Degree	14 years
Veysel EKMEK	Member-D. Chair	12 September, 2012		Bachelor's Degree	30 years
Mesut BAYAT	Member	14 March, 2014		Bachelor's Degree	17 years
İbrahim ACAR	Member	14 March, 2014		Ph.D.	29 years
Fehmi Hüsrev KUTLU	Member	22 May, 2014		Bachelor's Degree	0 years
Mehmet YEREBAKAN	Member	22 May, 2014		Bachelor's Degree	20 years
Muhammet Necip BÜYÜKASLAN	Member	21 March, 2011	01 April, 2014	Bachelor's Degree	29 years
Uğur SERENCAM (Ph.D.)	Member	05 September, 2011	17 March, 2014	Ph.D.	15 years
Ümit AYDINOĞLU	Member	25 July, 2013	17 March, 2014	Bachelor's Degree	24 years

## İLLER BANKASI AŞ

## THE NON-CONSOLIDATED FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## III. Disclosure regarding the areas of responsibility of the Bank's chairman, board members, audit committee members, general manager, and vice presidents and shares, if any, they hold in the Bank (cont'd)

Name and Surname	Position	Appointed on	Departed from Office on	Education	Work Experience in the field of Banking and Business Administration
<b>Audit Committee</b>					
Veysel EKMEK	Chairman	20 September, 2012		Bachelor's Degree	30 years
İbrahim ACAR	Member	19 March, 2014		Ph.D.	29 years
Ümit AYDINOĞLU	Member	25 July, 2013	17 March, 2014	Bachelor's Degree	24 years
<b>Audit Committee</b>					
Orhan GÜLEÇ	Member	07 April, 2010		Bachelor's Degree	37 years
Muzaffer CENGİZ	Member	12 April, 2010		Bachelor's Degree	8 years
Adem KABADAYI	Member	10 October, 2014		Bachelor's Degree	29 years
<b>Vice Presidents</b>					
Yusuf BÜYÜK	Vice President	08 February, 2013		Bachelor's Degree	1 years
Salih YILMAZ	Vice President	17 April, 2014		Bachelor's Degree	23 years
Ender Aykut YILMAZ (Ph.D.)	Vice President	17 April, 2014		Ph.D.	17 years
Mehmet GÜRBÜZ	Vice President	17 April, 2014		Master's Degree	16 years
Hakan ÇOLAK	Vice President	21 May, 2014		Master's Degree	15 years
Muhammed Ferit YÜKSEL	Vice President	17 November, 2014		Master's Degree	11 years
Tuncay KARAMAN	Vice President	20 October, 2011	07 April, 2014	Master's Degree	14 years
Ömer Faruk İMAMOĞLU	Vice President	09 November, 1999	07 April, 2014	Master's Degree	33 years
Mehmet Memduh DİZDAR	Vice President	03 October, 2011	07 April, 2014	Master's Degree	33 years
Cihan ŞİMŞEK	Acting Vice President	03 October, 2013	07 April, 2014	Master's Degree	21 years
Mustafa FİLİZ	Acting Vice President	03 October, 2013	07 April, 2014	Bachelor's Degree	36 years

Pursuant to the Bank's governing law, the Bank's chairman or members of the board, audit committee members, general manager and vice presidents do not own shares in the Bank.

## IV. Information regarding the individuals and organizations controlling qualified shares in the Bank:

As per the Bank's governing law no. 6107, the Bank's capital consists of 2% monthly deductions from the total shares of the tax revenues to be distributed every month by the Ministry of Finance and İller Bank under Law no. 5779 on Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities dated 2 July 2008; out of the Bank's nominal capital of TRL 18,000,000, TRL 9,402,380 had been paid-in as of 31 December 2014. The Bank's capital consists of the deductions made from municipalities and special provincial authorities as per the legislation named above, and it is not divided into shares.

**İLLER BANKASI AŞ****THE NON-CONSOLIDATED FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2014**

(Unless stated otherwise values are denominated in TRL thousand)

**V. Summary information about the Bank's services and areas of activity:**

The Bank has the status of a development and investment bank. Its fields of operations are defined in the Bank's governing law no. 6107 as "satisfying the financing need of special provincial authorities, municipalities and their affiliated organizations and local administrative associations of which only these may be members; develop projects concerning locally-provided common services for the people dwelling within the boundaries of such administrations; providing such administrations with consultancy services and assistance on urban projects of a technical nature and in the conduct of infrastructure and superstructure works, and performing any and all development and investment banking functions". Within this framework, the Bank may do the following:

- Extend any and all types of short-, medium-, and long-term cash and non-cash loans to its shareholders;
- Conduct, or arrange for the conduct of, research, project development and consultancy services in its fields of activity, and provide technical assistance in the same,
- Lead the way in the formation of companies as a bank, and transfer control of them,
- Act as an insurance agent,
- Open branches and representative offices in Turkey and abroad, provided that necessary approvals are obtained,
- Cooperate with domestic and/or foreign financial institutions, become a member of national and international organizations of which they are members,
- Obtain resources from domestic and international financial institutions, money and capital markets, and any and all funds,
- Perform any and all development and investment banking transactions that would support the achievement of its objectives,
- Develop projects and construct special projects and urban infrastructure projects demanded by the Ministry, or arrange for the development and construction thereof,
- Execute, or arrange for the execution of, profit-making real estate investment projects and implementations in order to obtain funds for the Bank, provided that it shall not incur any debts or enter into any conditional obligation in doing so,
- Carry out other activities set out in its Articles of Incorporation.

**İLLER BANKASI AŞ****THE NON-CONSOLIDATED FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2014**

(Unless stated otherwise values are denominated in TRL thousand)

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- IV. Non-consolidated income statement accounts booked in shareholders' equity (App. 1-Ç)
- V. Non-consolidated statement of changes in shareholders' equity (App. 1-D)
- VI. Non-consolidated cash flow statement (App. 1-E)
- VII. Non-consolidated profit distribution statement (App. 1-F)

**İLLER BANKASI AŞ**

**NON-CONSOLIDATED BALANCE SHEETS AS OF 31 DECEMBER 2014 (FINANCIAL STATUS STATEMENT)**

(Unless stated otherwise values are denominated in TRL thousand)

		Current Period Subjected to Independent Audit 31 December, 2014			Undergone Independent Audit - Previous Period 31 December, 2013			
ASSET ACCOUNTS		Footnote	TRL	FX	Total	TRL	FX	Total
I.	CASH AND BALANCES WITH THE CENTRAL BANK OF TURKEY	V-I-a	236	-	236	321	-	321
II.	FINANCIAL ASSETS AT FAIR VALUE THROUGH P/L (Net)	V-I-b	-	-	-	-	-	-
21	Financial Assets Held For Trading		-	-	-	-	-	-
211	Government Debt Securities		-	-	-	-	-	-
212	Securities Representing Share of Capital		-	-	-	-	-	-
213	Derivatives Held For Trading		-	-	-	-	-	-
214	Other Securities		-	-	-	-	-	-
22	Categorized as Assets for which Value Change is Reflected on Profit/Loss over Fair Value		-	-	-	-	-	-
221	Government Debt Securities		-	-	-	-	-	-
222	Securities Representing Share of Capital		-	-	-	-	-	-
223	Loans		-	-	-	-	-	-
224	Other Securities		-	-	-	-	-	-
III.	BANKS	V-I-ç	4,358,998	18,376	4,377,374	2,926,330	14,089	2,940,419
IV.	MONEY MARKET PLACEMENTS		-	-	-	-	-	-
41	Interbank Money Market Placements		-	-	-	-	-	-
42	ISE Settlement Market Placements		-	-	-	-	-	-
43	Receivables from Reverse Repo Transactions		-	-	-	-	-	-
V.	AVAILABLE-FOR-SALE FINANCIAL ASSETS (Net)	V-I-d-e	354	-	354	-	-	-
51	Securities Representing Share of Capital		-	-	-	-	-	-
52	Government Debt Securities		-	-	-	-	-	-
53	Other Securities		354	-	354	-	-	-
VI.	LOANS AND RECEIVABLES	V-I-f	10,881,509	596,019	11,477,528	10,819,730	539,237	11,358,967
61	Loans and Receivables		10,881,509	596,019	11,477,528	10,819,730	539,237	11,358,967
611	Loans Extended to the Bank's risk group		-	-	-	-	-	-
612	Government Debt Securities		-	-	-	-	-	-
613	Other		10,881,509	596,019	11,477,528	10,819,730	539,237	11,358,967
62	Non-Performing Loans		562	-	562	563	-	563
63	Specific Reserves (-)		562	-	562	563	-	563
VII.	FACTORING RECEIVABLES		-	-	-	-	-	-
VIII.	INVESTMENTS HELD TO MATURITY (Net)	V-I-g	-	-	-	-	-	-
81	Government Debt Securities		-	-	-	-	-	-
82	Other Securities		-	-	-	-	-	-
IX.	SUBSIDIARIES (Net)	V-I-ğ	-	-	-	580	-	580
91	Recognized in accordance with the equity method		-	-	-	-	-	-
92	Non-Consolidated		-	-	-	580	-	580
921	Financial Subsidiaries		-	-	-	-	-	-
922	Non-Financial Subsidiaries		-	-	-	580	-	580
X.	AFFILIATED CORPORATIONS (Net)	V-I-h	-	-	-	-	-	-
101	Non-Consolidated Financial Corporations		-	-	-	-	-	-
102	Non-Consolidated Non-Financial Corporations		-	-	-	-	-	-
XI.	CORPORATIONS UNDER JOINT CONTROL (JOINT VENTURES) (Net)	V-I-i	-	-	-	-	-	-
111	Recognized in accordance with the equity method		-	-	-	-	-	-
112	Non-Consolidated		-	-	-	-	-	-
1121	Financial Corporations		-	-	-	-	-	-
1122	Non-Financial Corporations		-	-	-	-	-	-
XII.	RECEIVABLES FROM LEASING PROCEDURES	V-I-i	3,217	-	3,217	3,195	-	3,195
121	Leasing Receivables		-	-	-	-	-	-
122	Operational Lease Receivables		3,217	-	3,217	3,195	-	3,195
123	Other		-	-	-	-	-	-
124	Unearned Revenues (-)		-	-	-	-	-	-
XIII.	DERIVATIVES FOR HEDGING	V-I-j	-	-	-	-	-	-
131	For Hedging Against Fair Value Risk		-	-	-	-	-	-
132	For Hedging Against Cash Flow Risk		-	-	-	-	-	-
133	For Hedging Against Net Investment Risks Abroad		-	-	-	-	-	-
XIV.	TANGIBLE FIXED ASSETS (Net)	V-I-k	154,377	-	154,377	154,384	-	154,384
XV.	INTANGIBLE FIXED ASSETS (Net)	V-I-l	3,521	-	3,521	6,385	-	6,385
151	Goodwill		-	-	-	-	-	-
152	Other		3,521	-	3,521	6,385	-	6,385
XVI.	INVESTMENT PROPERTIES (Net)	V-I-m	168,026	-	168,026	158,445	-	158,445
XVII.	TAX ASSETS	V-I-n	58,384	-	58,384	43,514	-	43,514
171	Current Tax Assets		-	-	-	-	-	-
172	Deferred Tax Assets		58,384	-	58,384	43,514	-	43,514
XVIII.	FIXED ASSETS HELD FOR SALE OR WHICH ARE ASSOCIATED WITH DISCONTINUED OPERATIONS (Net)	V-I-o	-	-	-	-	-	-
181	For Sale		-	-	-	-	-	-
182	Associated with Discontinued Operations		-	-	-	-	-	-
XIX.	OTHER ASSETS	V-I-ö	53,697	427	54,124	47,624	154	47,778
	<b>TOTAL ASSETS</b>		<b>15,682,319</b>	<b>614,822</b>	<b>16,297,141</b>	<b>14,160,508</b>	<b>553,480</b>	<b>14,713,988</b>

The attached notes are complementary parts of these non-consolidated financial statements.

**İLLER BANKASI AŞ**

**NON-CONSOLIDATED BALANCE SHEETS AS OF 31 DECEMBER 2014 (FINANCIAL STATUS STATEMENT)**

(Unless stated otherwise values are denominated in TRL thousand)

		Undergone Independent Audit - Current Period 31 December, 2014			Undergone Independent Audit - Previous Period 31 December, 2013			
LIABILITIES ACCOUNTS		Footnote	TRL	FX	Total	TRL	FX	Total
I.	DEPOSITS	V-II-a	-	-	-	-	-	-
11	Deposits by the Bank's risk group		-	-	-	-	-	-
12	Other		-	-	-	-	-	-
II.	DERIVATIVE LIABILITIES FOR TRADING	V-II-b	-	-	-	-	-	-
III.	RECEIVED CREDITS	V-II-c	-	614,810	614,810	-	552,219	552,219
IV.	MONEY MARKET FUNDS		-	-	-	-	-	-
41	Interbank Money Market Funds		-	-	-	-	-	-
42	ISE Settlement Market Funds		-	-	-	-	-	-
43	Funds Obtained from Repurchase Transactions		-	-	-	-	-	-
V.	ISSUED SECURITIES (Net)		-	-	-	-	-	-
51	Bonds		-	-	-	-	-	-
52	Asset Based Securities		-	-	-	-	-	-
53	Notes		-	-	-	-	-	-
VI.	FUNDS	V-II-c	3,705,875	304	3,706,179	3,364,907	2,496	3,367,403
61	Borrower Funds		-	-	-	-	-	-
62	Other		3,705,875	304	3,706,179	3,364,907	2,496	3,367,403
VII.	MISCELLANEOUS PAYABLES	V-II-ç	63,142	397	63,539	109,604	14	109,618
VIII.	OTHER LIABILITIES		191,796	10	191,806	200,615	7	200,622
IX.	FACTORING LIABILITIES		-	-	-	-	-	-
X.	LEASE RELATED LIABILITIES	V-II-d	-	-	-	-	-	-
101	Leasing Liabilities		-	-	-	-	-	-
102	Operational Lease Liabilities		-	-	-	-	-	-
103	Other		-	-	-	-	-	-
104	Deferred Leasing Expenses (-)		-	-	-	-	-	-
XI.	DERIVATIVE LIABILITIES FOR HEDGING	V-II-e	-	-	-	-	-	-
111	For Hedging Against Fair Value Risk		-	-	-	-	-	-
112	For Hedging Against Cash Flow Risk		-	-	-	-	-	-
113	For Hedging Against Net Investment Risks Abroad		-	-	-	-	-	-
XII.	RESERVES	V-II-f	295,830	-	295,830	220,951	-	220,951
121	General Reserves		-	-	-	-	-	-
122	Restructuring Reserve		-	-	-	-	-	-
123	Reserves for Employee Entitlements		88,970	-	88,970	81,192	-	81,192
124	Technical Insurance Reserves (Net)		-	-	-	-	-	-
125	Other Reserves		206,860	-	206,860	139,759	-	139,759
XIII.	TAX OBLIGATIONS	V-II-g	90,094	-	90,094	72,140	-	72,140
131	Current Tax Obligations		90,094	-	90,094	72,140	-	72,140
132	Deferred Tax Obligations		-	-	-	-	-	-
XIV.	LIABILITIES FOR FIXED ASSETS HELD FOR SALE OR WHICH ARE ASSOCIATED WITH DISCONTINUED OPERATIONS (Net)	V-II-ğ	-	-	-	-	-	-
141	For Sale		-	-	-	-	-	-
142	Associated with Discontinued Operations		-	-	-	-	-	-
XV.	SUBORDINATED CREDITS	V-II-h	-	-	-	-	-	-
XVI.	SHAREHOLDERS' EQUITY	V-II-i	11,334,883	-	11,334,883	10,191,035	-	10,191,035
161	Paid-in Capital		9,402,380	-	9,402,380	8,528,315	-	8,528,315
162	Capital Reserves		885,246	-	885,246	885,246	-	885,246
1621	Share Premium		-	-	-	-	-	-
1622	Share Cancellation Profits		-	-	-	-	-	-
1623	Securities Valuation Surplus		-	-	-	-	-	-
1624	Tangible Fixed Assets Valuation Surplus		8,732	-	8,732	8,732	-	8,732
1625	Intangible Fixed Assets Valuation Surplus		-	-	-	-	-	-
1626	Valuation Surplus for Investment Properties		-	-	-	-	-	-
1627	Bonus Shares in Subsidiaries, Affiliated Corporations and Jointly-Controlled Entities (Joint Ventures)		-	-	-	-	-	-
1628	Hedge Funds (Active part)		-	-	-	-	-	-
1629	Accumulated Valuation Margins on Assets Held for Sale and Associated with Discontinued Operations		-	-	-	-	-	-
16.02.2010	Other Capital Reserves		876,514	-	876,514	876,514	-	876,514
16.3	Profit Reserves		481,552	-	481,552	430,707	-	430,707
16.31	Statutory Reserves		404,941	-	404,941	388,395	-	388,395
16.32	Statutory Reserves		76,611	-	76,611	42,312	-	42,312
16.33	Extraordinary Reserves		-	-	-	-	-	-
16.34	Other Profit Reserves		-	-	-	-	-	-
16.4	Ordinary Profits or Losses		565,705	-	565,705	346,767	-	346,767
16.41	Profits / Losses for Past Years		41,162	-	41,162	19,647	-	19,647
16.42	Profit/Loss for the Period		524,543	-	524,543	327,120	-	327,120
16.5	Minority Shares		-	-	-	-	-	-
	<b>TOTAL LIABILITIES</b>		<b>15,681,620</b>	<b>615,521</b>	<b>16,297,141</b>	<b>14,159,252</b>	<b>554,736</b>	<b>14,713,988</b>

The attached notes are complementary parts of these non-consolidated financial statements.

**İLLER BANKASI AŞ**

**NON-CONSOLIDATED OFF-BALANCE SHEET ACCOUNTS AS OF 31 DECEMBER 2014**

(Unless stated otherwise values are denominated in TRL thousand)

		APPENDIX 1-B						
		Undergone Independent Audit - Current Period 31 December, 2014			Undergone Independent Audit - Previous Period 31 December, 2013			
		Footnote	TRL	FX	Total	TRL	FX	Total
<b>A.</b>	<b>OFF-BALANCE SHEET LIABILITIES (I+II+III)</b>		4,535,874	947,304	5,483,178	5,383,998	1,120,817	6,504,815
<b>I.</b>	<b>GUARANTEES and WARRANTIES</b>	V-III-a	504,681	3,109	507,790	605,113	3,113	608,226
11	Letters of Guarantee		504,681	3,109	507,790	605,113	3,113	608,226
111	Covered under State Tenders Law		6	-	6	6	-	6
112	Extended For Foreign Trade Transactions		-	-	-	-	-	-
113	Other Letters of Guarantee		504,675	3,109	507,784	605,107	3,113	608,220
12	Bank Loans		-	-	-	-	-	-
121	Import Acceptance Loans		-	-	-	-	-	-
122	Other Banks' Acceptances		-	-	-	-	-	-
13	Letters of Credit		-	-	-	-	-	-
131	Letters of Credit on Document		-	-	-	-	-	-
132	Other Letters of Credit		-	-	-	-	-	-
14	Guaranteed Pre-finances		-	-	-	-	-	-
15	Endorsements		-	-	-	-	-	-
151	Endorsements to the Central Bank of Turkey		-	-	-	-	-	-
152	Other Endorsements		-	-	-	-	-	-
16	Underwriting Commitments of the Securities Issued		-	-	-	-	-	-
17	Factoring Related Guarantees		-	-	-	-	-	-
18	Other Guarantees		-	-	-	-	-	-
19	Other Warranties		-	-	-	-	-	-
<b>II.</b>	<b>COMMITMENTS</b>		4,031,193	944,195	4,975,388	4,778,885	1,117,704	5,896,589
21	Irrevocable Commitments		4,031,193	944,195	4,975,388	4,778,885	1,117,704	5,896,589
211	Future Asset Value Trading Commitments		-	-	-	-	-	-
212	Future Deposit Trading Commitments		-	-	-	-	-	-
213	Commitments Regarding Subsidiaries, Affiliated Corporations and Jointly-Controlled Entities		-	-	-	-	-	-
214	Utilized Guaranteed Loan Extension Commitments		4,031,193	944,195	4,975,388	4,778,885	1,117,704	5,896,589
215	Security Issuance Intermediation Commitments		-	-	-	-	-	-
216	Required Reserve Payment Commitments		-	-	-	-	-	-
217	Check Payment Commitments		-	-	-	-	-	-
218	Tax and Fund Obligations due to Export Commitments		-	-	-	-	-	-
219	Credit Card Expenditure Limit Commitments		-	-	-	-	-	-
02.01.2010	Promotion Implementation Commitments Regarding Credit Cards and Banking Services		-	-	-	-	-	-
02.01.2011	Receivables Due to Securities Short Selling Commitments		-	-	-	-	-	-
02.01.2012	Payables Due to Securities Short Selling Commitments		-	-	-	-	-	-
02.01.2013	Other Irrevocable Commitments		-	-	-	-	-	-
22	Revocable Commitments		-	-	-	-	-	-
221	Revocable Credit Extension Commitments		-	-	-	-	-	-
222	Other Revocable Commitments		-	-	-	-	-	-
<b>III.</b>	<b>DERIVATIVES</b>		-	-	-	-	-	-
31	Derivatives for Hedging Purposes		-	-	-	-	-	-
311	For Hedging Against Fair Value Risk		-	-	-	-	-	-
312	For Hedging Against Cash Flow Risk		-	-	-	-	-	-
313	For Hedging Against Net Investment Risks Abroad		-	-	-	-	-	-

**İLLER BANKASI AŞ**

**NON-CONSOLIDATED OFF-BALANCE SHEET ACCOUNTS AS OF 31 DECEMBER 2014**

(Unless stated otherwise values are denominated in TRL thousand)

		APPENDIX 1-B						
		Undergone Independent Audit - Current Period 31 December, 2014			Undergone Independent Audit - Previous Period 31 December, 2013			
		Footnote	TRL	FX	Total	TRL	FX	Total
32	For Trading		-	-	-	-	-	-
32.1	Future Foreign Currency Trading		-	-	-	-	-	-
32.11	Future Foreign Currency Buying		-	-	-	-	-	-
32.22	Future Foreign Currency Selling		-	-	-	-	-	-
32.2	Cash and Interest Swaps		-	-	-	-	-	-
32.21	Swap Money Purchase Transactions		-	-	-	-	-	-
32.22	Swap Money Sale Transactions		-	-	-	-	-	-
32.23	Swap Interest Purchase Transactions		-	-	-	-	-	-
32.24	Swap Interest Sale Transactions		-	-	-	-	-	-
32.3	Cash, Interest and Security Value Options		-	-	-	-	-	-
32.31	Money Purchase Options		-	-	-	-	-	-
32.32	Money Sale Options		-	-	-	-	-	-
32.33	Interest Purchase Options		-	-	-	-	-	-
32.34	Interest Sale Options		-	-	-	-	-	-
32.35	Securities Purchase Options		-	-	-	-	-	-
32.36	Securities Sale Options		-	-	-	-	-	-
32.4	Futures Money Transactions		-	-	-	-	-	-
32.41	Futures Money Purchase Transactions		-	-	-	-	-	-
32.42	Futures Money Sale Transactions		-	-	-	-	-	-
32.5	Futures Interest Trading		-	-	-	-	-	-
32.51	Futures Interest Purchase Transactions		-	-	-	-	-	-
32.52	Futures Interest Sale Transactions		-	-	-	-	-	-
32.6	Other		-	-	-	-	-	-
<b>B.</b>	<b>ASSETS IN CUSTODY OR UNDER LIEN (IV+V+VI)</b>		3,453,136	393,373	3,846,509	3,368,475	407,928	3,776,403
<b>IV.</b>	<b>ASSETS IN CUSTODY</b>		3,085,227	387,464	3,472,691	2,972,630	402,481	3,375,111
41	Client Funds and Portfolio Contents		-	-	-	-	-	-
42	Securities In Custody		-	-	-	-	-	-
43	Checks Received for Collection		-	-	-	-	-	-
44	Commercial Bonds Received for Collection		-	-	-	-	-	-
45	Other Assets Received for Collection		-	-	-	-	-	-
46	Securities Intermediated for Issuance		-	-	-	-	-	-
47	Other Assets in Custody		3,078,365	387,464	3,465,829	2,965,997	402,481	3,368,478
48	Recipients of Assets in Custody		6,862	-	6,862	6,633	-	6,633
<b>V.</b>	<b>ASSETS UNDER LIEN</b>		367,909	5,909	373,818	395,845	5,447	401,292
51	Securities		-	-	-	-	-	-
52	Performance Bonds		367,909	5,909	373,818	395,845	5,447	401,292
53	Commodities		-	-	-	-	-	-
54	Warrants		-	-	-	-	-	-
55	Real Estate		-	-	-	-	-	-
56	Other Assets Under Lien		-	-	-	-	-	-
57	Recipients of Assets Under Lien		-	-	-	-	-	-
<b>VI.</b>	<b>ACCEPTED AVAILS AND GUARANTEES</b>		-	-	-	-	-	-
<b>TOTAL OF OFF-BALANCE SHEET ACCOUNTS (A+B)</b>			<b>7,989,010</b>	<b>1,340,677</b>	<b>9,329,687</b>	<b>8,752,473</b>	<b>1,528,745</b>	<b>10,281,218</b>

The attached notes are complementary parts of these non-consolidated financial statements.

## İLLER BANKASI AŞ

NON-CONSOLIDATED INCOME STATEMENT FOR THE INTERIM ACCOUNTING PERIOD ENDED ON 31 DECEMBER 2014  
(Unless stated otherwise values are denominated in TRL thousand)

		APPENDIX 1-C	
		Undergone Independent Audit – Current Period 31.12.2014	Undergone Independent Audit – Previous Period 31.12.2013
		Total	Total
	Footnote		
<b>I.</b>	<b>INTEREST REVENUES</b>	<b>903,814</b>	<b>685,332</b>
11	Interest from Loans	745,853	555,660
12	Interest for Mandatory Reserves	-	-
13	Interest from Banks	152,827	129,012
14	Interest from Money Market Transactions	-	81
15	Interest from Securities	-	116
15.1	From Financial Assets Held For Trading	-	116
15.2	Categorized as Assets for which Value Change is Reflected on Profit/Loss over Fair Value	-	-
15.3	From available-for-sale financial assets	-	-
15.4	From Investments Held to Maturity	-	-
16	Leasing Revenues	-	-
17	Other Interest Revenues	5,134	463
<b>II.</b>	<b>INTEREST EXPENSES</b>	<b>1,752</b>	<b>15</b>
2.1	Interest Paid on Deposits	-	-
2.2	Interest Paid on Loans Utilized	23	13
2.3	Interest on Money Market Transactions	-	-
2.4	Interest on securities issued	-	-
2.5	Other Interest Expenses	1,729	2
<b>III.</b>	<b>NET INTEREST REVENUE / EXPENSE (I-II)</b>	<b>902,062</b>	<b>685,317</b>
<b>IV.</b>	<b>NET FEE AND COMMISSION REVENUES</b>	<b>12,366</b>	<b>13,264</b>
4.1	Fees and Commissions Received	12,685	13,613
4.1.1	From Non-Cash Loans	9,461	11,982
4.1.2	Other	3,224	1,631
4.2	Fees and Commissions Paid	(319)	(349)
4.2.1	For Non-Cash Loans	-	-
4.2.2	Other	(319)	(349)
<b>V.</b>	<b>DIVIDEND INCOMES</b>	<b>-</b>	<b>-</b>
<b>VI.</b>	<b>NET COMMERCIAL PROFITS/(LOSSES) (Net)</b>	<b>160</b>	<b>(792)</b>
6.1	Securities Trading Profits/Losses	-	-
6.2	Profits/Losses on Derivative Financial Instruments	-	-
6.3	Profits/Losses on Foreign Exchange Transactions	160	(792)
<b>VII.</b>	<b>OTHER OPERATING INCOMES</b>	<b>246,339</b>	<b>169,083</b>
<b>VIII.</b>	<b>SUM OF OPERATING REVENUES/EXPENSES (III+IV+V+VI+VII)</b>	<b>1,160,927</b>	<b>866,872</b>
<b>IX.</b>	<b>IMPAIRMENT RESERVES FOR LOANS AND OTHER RECEIVABLES (-)</b>	<b>67,335</b>	<b>98,077</b>
<b>X.</b>	<b>OTHER OPERATING EXPENSES (-)</b>	<b>384,309</b>	<b>327,777</b>
<b>XI.</b>	<b>NET OPERATING PROFITS/(LOSSES) (VII-IX-X)</b>	<b>709,283</b>	<b>441,018</b>
<b>XII.</b>	<b>SURPLUS RECOGNIZED AS REVENUE FOLLOWING MERGER</b>	<b>-</b>	<b>-</b>
<b>XIII.</b>	<b>PROFITS/(LOSSES) FROM CORPORATIONS SUBJECT TO EQUITY METHOD</b>	<b>-</b>	<b>-</b>
<b>XIV.</b>	<b>NET CASH POSITION PROFITS/(LOSSES)</b>	<b>-</b>	<b>-</b>
<b>XV.</b>	<b>P/L BEFORE TAX FOR ONGOING OPERATIONS (XI+...+XIV)</b>	<b>709,283</b>	<b>441,018</b>
<b>XVI.</b>	<b>TAX RESERVES FOR ONGOING OPERATIONS</b>	<b>(184,740)</b>	<b>(113,898)</b>
16.1	Current Tax Reserves	(199,610)	(135,412)
16.2	Deferred Tax Reserves	14,870	21,514
<b>XVII.</b>	<b>NET P/L FOR ONGOING OPERATIONS IN THE PERIOD (XV+XVI)</b>	<b>524,543</b>	<b>327,120</b>
<b>XVIII.</b>	<b>REVENUES FROM DISCONTINUED OPERATIONS</b>	<b>-</b>	<b>-</b>
18.1	Revenues from Fixed Assets Held for Sale	-	-
18.2	Sales Profits on Associates, Subsidiaries and Jointly-Controlled Entities (Joint Ventures)	-	-
18.3	Other Discontinued Operations Incomes	-	-
<b>XIX.</b>	<b>EXPENSES FOR DISCONTINUED OPERATIONS (-)</b>	<b>-</b>	<b>-</b>
19.1	Expenses on Fixed Assets Held for Sale	-	-
19.2	Sales Losses on Associates, Subsidiaries and Jointly-Controlled Entities (Joint Ventures)	-	-
19.3	Other Discontinued Operations Expenses	-	-
<b>XX.</b>	<b>P/L BEFORE TAX FOR DISCONTINUED OPERATIONS (XVIII-XIX)</b>	<b>-</b>	<b>-</b>
<b>XXI.</b>	<b>TAX RESERVES FOR DISCONTINUED OPERATIONS (±)</b>	<b>-</b>	<b>-</b>
21.1	Current Tax Reserves	-	-
21.2	Deferred Tax Reserves	-	-
<b>XXII.</b>	<b>NET P/L FOR DISCONTINUED OPERATIONS IN THE PERIOD (XX+XXI)</b>	<b>-</b>	<b>-</b>
<b>XXIII.</b>	<b>NET PROFITS AND LOSSES FOR THE PERIOD (XVII+XXII)</b>	<b>524,543</b>	<b>327,120</b>
23.1	Profits/Losses of the Group	524,543	327,120
23.2	Profits/Losses of Minority Shares (-)	-	-

The attached notes are complementary parts of these non-consolidated financial statements.

## İLLER BANKASI AŞ

INTERIM ACCOUNTING PERIOD ENDED ON 31 DECEMBER 2014 –  
NON-CONSOLIDATED INCOME STATEMENT ACCOUNTS BOOKED IN SHAREHOLDERS' EQUITY  
(Unless stated otherwise values are denominated in TRL thousand)

		APPENDIX 1-Ç	
		Undergone Independent Audit – Current Period 31.12.2014	Undergone Independent Audit – Previous Period 31.12.2013
		Total	Total
	Footnote		
<b>INCOME STATEMENT ACCOUNTS BOOKED IN SHAREHOLDERS' EQUITY</b>			
<b>I.</b>	<b>ADDED TO SECURITIES VALUATION SURPLUS FROM AVAILABLE-FOR-SALE FINANCIAL ASSETS</b>	<b>-</b>	<b>-</b>
<b>II.</b>	<b>TANGIBLE FIXED ASSETS REVALUATION SURPLUS</b>	<b>-</b>	<b>-</b>
<b>III.</b>	<b>INTANGIBLE FIXED ASSETS REVALUATION SURPLUS</b>	<b>-</b>	<b>-</b>
<b>IV.</b>	<b>EXCHANGE RATE DIFFERENCES FOR FOREIGN CURRENCY TRANSACTIONS</b>	<b>-</b>	<b>-</b>
<b>V.</b>	<b>PROFITS/(LOSSES) ON DERIVATIVE INSTRUMENTS FOR HEDGING AGAINST CASH FLOW RISKS (Active Part of Fair Value Changes)</b>	<b>-</b>	<b>-</b>
<b>VI.</b>	<b>PROFITS/(LOSSES) ON DERIVATIVE INSTRUMENTS FOR HEDGING AGAINST NET INVESTMENT RISKS ABROAD (Active Part of Fair Value Changes)</b>	<b>-</b>	<b>-</b>
<b>VII.</b>	<b>IMPACT OF ACCOUNTING POLICY CHANGES AND CORRECTION OF ERRORS</b>	<b>-</b>	<b>-</b>
<b>VIII.</b>	<b>OTHER INCOME-EXPENSE ITEMS RECOGNIZED AS SHAREHOLDERS' EQUITY, IN ACCORDANCE WITH TMS</b>	<b>-</b>	<b>-</b>
<b>IX.</b>	<b>DEFERRED TAX FOR VALUATION SURPLUS</b>	<b>-</b>	<b>-</b>
<b>X.</b>	<b>NET INCOME/EXPENSE RECOGNIZED DIRECTLY AS SHAREHOLDERS' EQUITY (I+II+...IX)</b>	<b>-</b>	<b>-</b>
<b>XI.</b>	<b>PROFITS/(LOSSES) FOR THE PERIOD</b>	<b>524,543</b>	<b>327,120</b>
11.1	Net change in the fair value of securities (transfers to profits-losses)	-	-
11.2	Re-Classified Part of Derivative Instruments for Hedging Against Cash Flow Risk, included in the Income Statement	-	-
11.3	Re-Classified Part of Derivative Instruments for Hedging Against Net Investment Risks Abroad, included in the Income Statement	-	-
11.4	Other	524,543	327,120
<b>XII.</b>	<b>TOTAL RECOGNIZED PROFIT/LOSS FOR THE PERIOD (X+XI)</b>	<b>524,543</b>	<b>327,120</b>

The attached notes are complementary parts of these non-consolidated financial statements.



### NON-CONSOLIDATED SHAREHOLDERS' EQUITY CHANGE STATEMENT FOR ILLER BANK'S INTERIM ACCOUNTING PERIOD THAT ENDED ON 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

CHANGES IN SHAREHOLDERS' EQUITY ACCOUNTS	Footnote	Paid-in Capital	Paid-in Capital Inflation Adjustments	Share Premiums	Share Cancellation Profits	Statutory Reserves	Statutory Reserves	Extraordinary Reserves	Other Reserves	Period's Net Profit/(Loss)	Prior Periods' Profit/(Loss)	Securities Valuation Surplus	Tangible and Intangible Fixed Assets Revaluation Changes	Bonus Shares from Shareholdings	Hedge Funds	Fixed Assets Val. Surp. For Assets Held for Sale/Disc. Op.	Total Shareholders' Equity Excluding Minority Shares	Minority Shares	APPENDIX 1-D	
																			Total Shareholders' Equity	Total Shareholders' Equity
Prior Period – 31 December 2013																				
I. Balance as of the Beginning of the Period		7,735,190	876,514	-	-	373,234	13,164	-	-	291,588	8,070	-	8,732	-	-	-	9,306,492	-	9,306,492	
II. Adjustments Made in Accordance with TMS 8		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.1 Impact of Error Correction		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
2.2 Impact of Accounting Policy Changes		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
III. Updated Balance (I+II)		7,735,190	876,514	-	-	373,234	13,164	-	-	291,588	8,070	-	8,732	-	-	-	9,306,492	-	9,306,492	
Changes within the Period																				
IV. Increase/Fall Due to Merger		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
V. Securities Valuation Surplus		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VI. Hedge Funds (Active part)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
6.1 For Hedging Against Cash Flow Risk		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
6.2 For Hedging Against Net Investment Risks Abroad		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII. Tangible Fixed Assets Valuation Surplus		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VIII. Intangible Fixed Assets Valuation Surplus		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
IX. Bonus Shares in Subsidiaries, Affiliated Corporations and Jointly-Controlled Entities (Joint Ventures)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
X. Exchange Rate Differences		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XI. Changes Due to the Disposal of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XII. Changes Due to the Reclassification of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XIII. Impact of Subsidiary Shareholders' Equity on the Shareholders' Equity of the Bank		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XIV. Capital Increase		702,163	-	-	-	-	-	-	-	-	-	-	-	-	-	-	702,163	-	702,163	
14.1 Cash		702,163	-	-	-	-	-	-	-	-	-	-	-	-	-	-	702,163	-	702,163	
14.2 Internal Sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XV. Share Issue		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XVI. Share Cancellation Profits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XVII. Paid-in Capital Inflation Adjustments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XVIII. Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XIX. Net Profits or Losses for the Period		-	-	-	-	-	-	-	-	327,120	-	-	-	-	-	-	327,120	-	327,120	
XX. Dividend Payment		90,962	-	-	-	15,161	29,148	-	-	(291,588)	11,577	-	-	-	-	-	(144,740)	-	(144,740)	
20.1 Dividend Paid		-	-	-	-	-	-	-	-	-	(159,901)	-	-	-	-	-	(159,901)	-	(159,901)	
20.2 Amounts Transferred to Reserves		-	-	-	-	15,161	29,148	-	-	-	(29,148)	-	-	-	-	-	15,161	-	15,161	
20.3 Other		90,962	-	-	-	-	-	-	-	(291,588)	200,626	-	-	-	-	-	-	-	-	
<b>Balance at the end of the period (III+IV+V+.....+XVIII+XIX+XX)</b>		<b>8,528,315</b>	<b>876,514</b>	<b>-</b>	<b>-</b>	<b>388,395</b>	<b>42,312</b>	<b>-</b>	<b>-</b>	<b>327,120</b>	<b>19,647</b>	<b>-</b>	<b>8,732</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,191,035</b>	<b>-</b>	<b>10,191,035</b>	
Current Period – 31 December, 2014																				
I. Prior Period Ending Balance		8,528,315	876,514	-	-	388,395	42,312	-	-	327,120	19,647	-	8,732	-	-	-	10,191,035	-	10,191,035	
Changes within the Period																				
II. Increase/Fall Due to Merger		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
III. Securities Valuation Surplus		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
4.1 For Hedging Against Cash Flow Risk		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
4.2 For Hedging Against Net Investment Risks Abroad		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
V. Tangible Fixed Assets Valuation Surplus		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VI. Intangible Fixed Assets Valuation Surplus		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VII. Bonus Shares in Subsidiaries, Affiliated Corporations and Jointly-Controlled Entities (Joint Ventures)		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
VIII. Exchange Rate Differences		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
IX. Changes Due to the Disposal of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
X. Changes Due to the Reclassification of Assets		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XI. Impact of Subsidiary Shareholders' Equity on the Shareholders' Equity of the Bank		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XII. Capital Increase		774,789	-	-	-	-	-	-	-	-	-	-	-	-	-	-	774,789	-	774,789	
12.1 Cash		774,789	-	-	-	-	-	-	-	-	-	-	-	-	-	-	774,789	-	774,789	
12.2 Internal Sources		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XIII. Share Premium		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XIV. Share Cancellation Profits		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XV. Paid-in Capital Inflation Adjustments		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XVI. Other		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
XVII. Net Profits or Losses for the Period		-	-	-	-	-	-	-	-	524,543	-	-	-	-	-	-	524,543	-	524,543	
XVIII. Dividend Payment		99,276	-	-	-	16,546	34,299	-	-	(327,120)	21,515	-	-	-	-	-	(155,484)	-	(155,484)	
18.1 Dividend Paid		-	-	-	-	-	-	-	-	-	(172,030)	-	-	-	-	-	(172,030)	-	(172,030)	
18.2 Amounts Transferred to Reserves		-	-	-	-	16,546	34,299	-	-	-	(34,299)	-	-	-	-	-	16,546	-	16,546	
18.3 Other		99,276	-	-	-	-	-	-	-	(327,120)	227,844	-	-	-	-	-	-	-	-	
<b>Balance as of the end of period (I+II+III+...+XVI+XVII+XVIII)</b>		<b>9,402,380</b>	<b>876,514</b>	<b>-</b>	<b>-</b>	<b>404,941</b>	<b>76,611</b>	<b>-</b>	<b>-</b>	<b>524,543</b>	<b>41,162</b>	<b>-</b>	<b>8,732</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,334,883</b>	<b>-</b>	<b>11,334,883</b>	

The attached notes are complementary parts of these non-consolidated financial statements.



## İLLER BANKASI AŞ

## NON-CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

		APPENDIX 1-E	
	Footnote	Undergone Independent Audit Current Period 31 December, 2014	Undergone Independent Audit Previous Period 31 December, 2013
<b>A.</b>	<b>CASH FLOWS REGARDING BANKING OPERATIONS</b>		
11	Operating Profits Before Change in Assets and Liabilities Concerning Banking Operations	650,711	549,045
11.1	Interest Received	901,223	682,423
11.2	Interest Paid	(1,743)	(15)
11.3	Dividends Received	-	-
11.4	Fees and Commissions Received	12,685	13,614
11.5	Other Incomes Generated	101,678	146,642
11.6	Collections from Illiquid Claims Recognized as Loss	-	-
11.7	Cash Payments to Personnel and Service Providers	(217,659)	(195,139)
11.8	Taxes Paid	(13,213)	(18,262)
11.9	Other	(132,260)	(80,218)
<b>1.2</b>	<b>Change in Assets and Liabilities Concerning Banking Operations</b>	<b>29,990</b>	<b>(1,605,821)</b>
1.2.1	Net (Increase) Fall in Financial Assets for Trading	-	-
1.2.2	Net (Increase) in Financial Assets Categorized with Reflection of Fair Value Change in P/L	-	-
1.2.3	Net (Increase) Fall in Banks Account	-	-
1.2.4	Net (Increase) Fall in Loans	(118,244)	(2,408,164)
1.2.5	Net (Increase) Fall in other assets	20,891	(83,167)
1.2.6	Net Increase (Fall) in Banks' Deposits	-	-
1.2.7	Net Increase (Fall) in Other Deposits	-	-
1.2.8	Net Increase (Fall) in Loans Received	62,591	138,964
1.2.9	Net Increase (Fall) in Mature Debts	-	-
01.02.2010	Net Increase (Fall) in Other Debts	64,752	746,546
<b>I.</b>	<b>Net Cash Flow Due to Banking Operations</b>	<b>680,701</b>	<b>(1,056,776)</b>
<b>B.</b>	<b>CASH FLOWS REGARDING INVESTMENT OPERATIONS</b>		
<b>II.</b>	<b>Net Cash Flow Due to Investment Operations</b>	<b>52,133</b>	<b>(127,899)</b>
2.1	Acquired Affiliated Corporations and Subsidiaries and Corporations under Common Control	-	-
2.2	Disposed of Affiliated Corporations and Subsidiaries and Corporations under Common Control	-	-
2.3	Acquired Securities and Real Estate	(7,334)	(148,158)
2.4	Disposed of Securities and Real Estate	59,467	20,259
2.5	Acquired available-for-sale financial assets	-	-
2.6	Disposed of available-for-sale financial assets	-	-
2.7	Acquired Investment Securities	-	-
2.8	Sold Investment Securities	-	-
2.9	Other	-	-
<b>C.</b>	<b>CASH FLOWS REGARDING FINANCIAL OPERATIONS</b>		
<b>III.</b>	<b>Net cash generated from financial operations</b>	<b>701,103</b>	<b>626,814</b>
3.1	Cash generated from loans and issued securities	-	-
3.2	Cash outflow due to loans and issued securities	-	-
3.3	Issued Capital Market Instruments	-	-
3.4	Dividend Payments	(73,686)	(75,349)
3.5	Payments Regarding Leasing	-	-
3.6	Other	774,789	702,163
<b>IV.</b>	<b>Impact of the Change in Exchange Rates on Cash and Cash Equivalent Assets</b>	<b>(993)</b>	<b>4,141</b>
<b>V.</b>	<b>Net Increase / (Fall) in Cash and Cash Equivalent Assets</b>	<b>1,432,944</b>	<b>(553,720)</b>
<b>VI.</b>	<b>Cash and cash equivalent assets at the beginning of the period</b>	<b>2,939,150</b>	<b>3,492,870</b>
<b>VII.</b>	<b>Cash and cash equivalent assets at the end of the period</b>	<b>4,372,094</b>	<b>2,939,150</b>

The attached notes are complementary parts of these non-consolidated financial statements.

## İLLER BANKASI AŞ

## NON-CONSOLIDATED DIVIDEND PAYMENT STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

		APPENDIX 1-F	
		Undergone Independent Audit - Current Period 31 December, 2014	Undergone Independent Audit - Previous Period 31 December, 2013
<b>I.</b>	<b>DIVIDEND PAYMENT FOR THE PERIOD</b>		
11	PROFITS FOR THE PERIOD	709,283	441,018
12	PAYABLE TAXES AND LEGAL OBLIGATIONS (-)	199,610	135,412
12.1	Corporate Income Tax (Income Tax)	157,390	110,097
12.2	Income Tax Withholding	42,220	25,315
12.3	Other Taxes and Legal Obligations	-	-
<b>A</b>	<b>NET PROFITS FOR THE PERIOD (1.1-1.2)</b>	<b>509,673</b>	<b>305,606</b>
13	LOSSES FROM THE PRIOR PERIODS	-	-
14	PRIMARY STATUTORY RESERVE (-)	27,595	16,546
15	STATUTORY FUNDS REQUIRED TO BE SAVED AND KEPT AT THE ENTITY (-) <sup>(*)</sup>	165,568	99,276
<b>B</b>	<b>NET PROFITS FOR THE PERIOD AVAILABLE FOR DIVIDEND PAYMENTS [(A-(1.3+1.4+1.5))]</b>	<b>316,510</b>	<b>189,784</b>
16	PRIMARY DIVIDEND PAYMENT TO SHAREHOLDERS (-)	239,245	143,455
16.1	To Shareholders	-	-
16.2	To Preferred Share Holders <sup>(**)</sup>	239,245	143,455
16.3	To Dividend Participation Certificates	-	-
16.4	To Profit Sharing Bonds	-	-
16.5	To Profit and Loss Sharing Certificate Holders	-	-
17	DIVIDEND PAYMENTS TO PERSONNEL (-)	49,670	29,783
18	DIVIDEND PAYMENTS TO THE BOARD OF DIRECTORS (-)	-	-
19	SECONDARY DIVIDEND PAYMENT TO SHAREHOLDERS (-)	-	-
19.1	To Shareholders	-	-
19.2	To Preferred Share Holders	-	-
19.3	To Dividend Participation Certificates	-	-
19.4	To Profit Sharing Bonds	-	-
19.5	To Profit and Loss Sharing Certificate Holders	-	-
110	SECONDARY STATUTORY RESERVE (-)	-	-
111	STATUTORY RESERVES (-)	27,595	16,546
112	EXTRAORDINARY RESERVES	-	-
113	OTHER RESERVES	-	-
114	SPECIAL FUNDS	-	-
<b>II.</b>	<b>PAYMENTS FROM RESERVES</b>		
21	DISTRIBUTED RESERVES	-	-
22	SECONDARY STATUTORY RESERVES (-)	-	-
23	SHARES TO SHAREHOLDERS (-)	-	-
2.3.1	To Shareholders	-	-
2.3.2	To Preferred Share Holders	-	-
2.3.3	To Dividend Participation Certificates	-	-
2.3.4	To Profit Sharing Bonds	-	-
2.3.5	To Profit and Loss Sharing Certificate Holders	-	-
24	SHARES TO PERSONNEL (-)	-	-
25	SHARES TO THE BOARD OF DIRECTORS (-)	-	-
<b>III.</b>	<b>PROFIT PER SHARE</b>		
31	TO SHAREHOLDERS	-	-
3.2	TO SHAREHOLDERS (%)	-	-
33	TO PREFERRED SHAREHOLDERS	-	-
3.4	TO PREFERRED SHAREHOLDERS (%)	-	-
<b>IV.</b>	<b>DIVIDEND PER SHARE</b>		
41	TO SHAREHOLDERS	-	-
4.2	TO SHAREHOLDERS (%)	-	-
43	TO PREFERRED SHAREHOLDERS	-	-
4.4	TO PREFERRED SHAREHOLDERS (%)	-	-

NOTE: As deferred tax incomes are not subject to dividend payment, a difference of TRL 14,870 exists between the dividend for the period as indicated on the income statement, and the payable profits (TRL 21,514 as of 31 December, 2013).

(\*) In accordance with article 4 of "Law on İller Bank", 30% of net profits of the Bank is added on top of the Bank's capital.

(\*\*) Pursuant to Article 13 of Law no. 6107 governing İller Bank and article 30 of the Bank's Articles of Incorporation, 51% of the Bank's net profit for the year is made available as grants-in-aid for financing technical and social infrastructure services in villages which are carried out by Special Provincial Administrations; for financing the development of mapping, zoning plans, potable water, wastewater, solid waste, city information system and similar urban infrastructure projects in municipalities with a population of less than 200,000 people, as well as for the financing of the construction of the said projects pertaining to municipalities with a population of less than 25,000 people. The attached notes are complementary parts of these non-consolidated financial statements.

## İLLER BANKASI AŞ

FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014  
(Unless stated otherwise values are denominated in TRL thousand)

## ➤ SECTION THREE

## Accounting Policies

## I. Presentation principles

The Bank prepared its accounting records, non-consolidated financial statements, explanations and footnotes concerning thereof, in line with Turkish Accounting Standards ("TMS") and Turkish Financial Reporting Standards ("TFRS") as well as Regulation on the Methods and Principles Regarding the Banks' Accounting Practices and the Keeping of Documents and other regulations, communiqués, and circulars published by Banking Regulation and Supervision Agency ("BRSA") on accounting and financial reporting principles, as well as statements of the Banking Regulation and Supervision Agency.

By the Decree with the Force of Law nr. 660, which entered into force upon its publication in the Official Gazette dated 2 November 2011, Supplementary Article 1 of the Law nr. 2499 was repealed and the Public Oversight, Accounting and Audit Standards Board was established. The financial statements were drawn up on the basis of Turkish Accounting Standards / Turkish Financial Reporting Standards ("TMS/TFRS") implemented by the Public Oversight, Accounting and Audit Standards Authority ("KGK"), and the annexes and comments thereof.

The financial statements were drawn up on the basis of the historical cost principle, in addition to the use of fair value principle applied for financial assets for trading.

The values shown in the financial statements and in their associated explanations and footnotes are denominated in thousand Turkish Liras unless otherwise indicated.

## II. Financial instruments utilization strategies and transactions denominated in foreign currencies

The borrowings shown on the Bank's balance sheet as liabilities represent amounts of credit, which were obtained from the World Bank under the "Municipal Services Project" and from Japan International Cooperation Agency (JICA) under the "Municipal Sewage and Waste Water Treatment Plants Development Project", regarding which funds are duly extended to municipalities. Currency conversion losses/gains related to such lendings are booked to the borrowing municipality's account. However, currency conversion losses/gains, which are sustained on portions of loans obtained from the World Bank (International Bank for Reconstruction and Development - IBRD) under the rubric of "Strengthening Institutional Capacity" under the "Municipal Services Project", as well as from JICA under the rubric of "Consulting" under the "Municipal Sewage and Waste Water Treatment Plants Development Project", concerning the part utilized by the Bank, and the part of the grant used for bank's capability increase, investment support, and other components within the framework of the "İller Bank Environment Loan Project" signed with the European Investment Bank are to be borne by the Bank. Asset and liability account items appearing at the ends of fiscal periods are converted into Turkish liras over the Central Bank of Turkey (TCMB) rates.

Asset and liability monetary items denominated in foreign currencies are valued according to the Central Bank of Turkey exchange rates in effect on the balance sheet date. Currency conversion losses/gains arising from the valuation of monetary items are accounted for in the income statement as "Exchange rate losses/gains".

Benchmark exchange rates announced by the Central Bank of Turkey and in effect as of the date of these financial statements:

Date	US Dollar	Euro	100 Japanese Yens
30 December, 2014	2.3189	2.8207	1.9347
Date	US Dollar	Euro	100 Japanese Yens
30 December, 2013	2.1343	2.9365	2.0231

## İLLER BANKASI AŞ

FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014  
(Unless stated otherwise values are denominated in TRL thousand)

## III. Explanations on forward and option contracts, derivatives

The Bank had no forward and option contracts and derivatives as at the end of the reporting period.

## IV. Explanations on interest income and expenses

As required by its governing law, the Bank only lends to "local governments". Interest is accrued on all lendings and booked on a monthly basis. In the case of foreign currency denominated loans, which are extended to local governments from funds secured from the World Bank under the "Municipal Services Project" and from JICA under the Municipal Sewage and Waste Water Treatment Plants Development Project, monthly interest rediscounts are effected, while interest is accrued at six-month intervals as required by contractual agreements.

Interest income/expenses are accounted for on an accrual basis. Any interest and associated rediscounting that accrues on loans and other receivables that have become illiquid pursuant to applicable legislation is cancelled and is not accounted for as "interest income" until and unless it is actually collected.

## V. Explanations on fee and commission income and expenses

The Bank makes the collections of commissions on the non-cash credit that it extends to local governments. In addition and in its capacity as an Type A agent of Groupama Insurance and Güneş Insurance, the Bank also collects commissions both on the insurance of movable and immovable properties belonging to itself and to local governments. "Commission expenses" consist of the Bank's shares of commitment fees which are paid to the Central Bank of Turkey on account of interbank money market transactions or which are paid to JICA on account of JICA credit that is used.

## VI. Explanations on financial assets

The Bank's financial assets are classified and booked under the headings of "Financial assets at fair value through profit/loss", "Available-for-sale financial assets", "Financial assets held to maturity", and "Loans and receivables". All trading activities involving any of these financial assets are entered into or removed from the Bank's accounts as of the instruments' actual "delivery date".

## Financial Assets at Fair Value through Profit or Loss:

Financial assets held for trading are those that are obtained for making profit on the fluctuations that occur in price or similar elements in the short term in the market, or those that are part of a portfolio aimed at making profit in the short run, irrespective of the reason of their acquisition.

Transactions involving financial assets that are held for trading purposes are entered into and removed from account on a "delivery date" basis. Such financial assets held for trading are initially shown in the balance sheet at cost, after which they are valued on a fair-value basis.

The positive difference between the fair value of financial assets held for trading purposes and their cost of acquisition is accounted for as interest income. However if the fair value of a financial asset is higher than its amortized cost value, the positive difference between the two is treated as a capital market trading profit and is credited to that account. On the other hand, if the fair value of a financial asset is lower than its amortized cost value, the negative difference between the two is treated as a capital market trading loss and is booked to that account.

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

**Available-for-sale financial assets:**

Available-for-sale financial assets are financial assets that can be classified neither as "Loans and receivables" nor as "Financial assets held to maturity" or as "Financial assets at fair value through profit/loss".

The Bank's available-for-sale financial assets consist of its shares in Niğbaş Niğde Beton Sanayi A.Ş. and Emlak Konut Gayrimenkul Yatırım Ortaklığı A.Ş. firms in which the Bank's shareholding interest and voting rights amount to less than 10% of the total and over which the Bank has no significant control.

**Loans and receivables:**

Loans and receivables are financial assets that are created whenever a borrower is provided with money, goods, or services. Loans and receivables are initially booked at their acquisition cost.

As required by its governing law, the Bank only lends to "local governments". Loans are booked on the basis of their acquisition costs. The guarantees for these lendings consist of; (1) allotments of general budget tax revenues that are supplied to the Bank for distribution among local governments and (2) municipalities' potable water, terminal, rent, and other income.

Pursuant to Article 13 (5) of the Law no. 6107 governing İller Bankası A.Ş., the reserve requirements of the Banking Law no. 5411 do not apply to İller Bank.

**Investments held to maturity:**

Investments held to maturity are financial assets which are acquired with the intention of retention until they have matured and satisfy all of the prerequisites (including funding capability) for holding until maturity, which have fixed terms and predetermined or determinable payments, and which are neither "loans" nor "receivables".

As of 31 December 2014, the Bank had no financial assets in this category.

**VII. Explanations on value impairments in financial assets**

Whenever a bank balance sheet is to be issued, consideration is given as to whether or not there is impartial evidence that a financial asset or a group of financial assets may have suffered a loss in value. If it is ascertained that such evidence exists, the Bank determines the amounts by which the values have been impaired.

A financial asset (or group of financial assets) may suffer value impairment only if there is impartial evidence indicating that one or more events (in the nature of "damage" or "loss") transpired after the asset's initial booking and that the loss (or losses) have caused value impairment as a result of these events' impact on the financial asset's or asset group's reasonably estimated future cash flows. "Value impairment" consists exclusively of this. No anticipated losses based on the expectation of any future events may be booked as "value impairments" no matter how likely those events may be.

**VIII. Explanations on netting financial assets**

In case the market prices commanded by stock-exchange-listed shares held for trading purposes, in a state available for sale, as well as the subsidiaries and affiliated companies are below the book value thereof, reserves are set aside, to be netted on the balance sheet over their book values.

Within the framework of the "Regulation on Principles and Procedures for Determination of Qualifications of Loans and Other Receivables Requiring Reserves set aside by the Banks, and the Reserves thus Set Aside", special reserves are set aside for receivables subject to enforcement proceedings; such reserves are deducted out of the balance sheet asset account of receivables subject to enforcement proceedings.

Financial assets and obligations are shown in the balance sheet on the basis of their netted value only in situations where the Bank has the legal right and the power to compel such netting as well as the intention to collect on or to pay off such financial assets and liabilities at their net value or where the Bank has the right to simultaneously wind up such financial assets and obligations.

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

**IX. Explanation on sale and repurchase agreements, security lendings**

As of the end of the reporting period, the Bank had no transactions made under agreements calling for selling and buying back securities (repo) or transactions involving securities which had been purchased with sell-back commitment (reverse repo).

**X. Information on assets held for sale and fixed assets associated with discontinued operations and explanations on obligations concerning these assets**

The assets which meet the criteria for categorization as assets held for sale shall be recognized over their book values; application of depreciation for such assets shall be suspended. These assets shall be recognized separately on the balance sheet. In order for an asset to be considered asset held for sale, the asset (or asset group to be disposed of) in question should be available for immediate sale under the conventional and frequently observed conditions applicable to the sale of such assets (or asset group to be disposed of), and should command a high likelihood of sale. **In order for the asset to have a high likelihood of sale, a plan should be made by an appropriate management level for the sale of the asset (or the asset group to be disposed of), and an active program to conclude the plan through the identification of buyers should have been commenced.** Furthermore, the asset (or the asset group to be disposed of) should be marketed actively at a price tag consistent with its fair value. A variety of incidents or circumstances may extend the term of completion of the sale to more than one year. In case there is sufficient evidence to conclude that such delay arose due to incidents or circumstances outside the control of the enterprise, and that the enterprise's sale plans regarding the sale of the asset (or the asset group to be disposed of), such assets shall remain in the assets held for sale category.

A discontinued operation is a part of the bank's business categorized as disposed-of or held-for-sale. The results regarding the discontinued operations are shown separately on the income statement.

The bank has no property or discontinued operations recognized under the fixed assets held for sale account.

**XI. Explanations on goodwill and other intangible assets**

As of the balance sheet date, there were no goodwill items that needed to be shown in the financial statements.

The costs of intangible assets that were acquired before 01 January, 2005 were inflation-adjusted for the period until 31 December 2004, which is the date the period of high inflation was deemed to have ended by the authorities. Assets acquired thereafter were descended in the financial statements on the basis of their initial acquisition cost.

Intangible assets are depreciated according to the straight-line method with an assumed economically useful lifetime of three to five years. The useful lifetime of an asset is determined on the basis of a consideration of such issues as how long the asset can be expected to be useful; technical, technological, and other forms of obsolescence; and the maintenance costs that will be required to secure the economic benefit expected from the asset.

**XII. Explanations on tangible assets**

The costs of tangible assets that entered the inventory prior to 01 January, 2005 were inflation-adjusted for the period between their booking date and 31 December 2004, which was regarded as the end of the period of "high inflation". Acquisitions made on subsequent dates were booked in the accounts on the basis of their purchase price. Depreciation for tangible assets is set aside in equal amounts using the straight-line method based on cost values and estimated useful lifetimes.

In the case of an asset that was in the inventory for less than a full fiscal year as of the end of the reporting period, the amount of depreciation that is set aside is determined by prorating the amount that would have been set aside for a full year according to the length of time that the asset was in the inventory.

In situations where there is an indication that an asset's value may have suffered impairment, the Bank estimates the recoverable value of the asset within the framework of "Turkish Accounting Standard concerning the Impairment of Value in Assets" (TMS 36). If the recoverable value is less than the book value, the difference is booked as "provision for losses".

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The gain or loss that arises when a tangible fixed asset is disposed of is determined by subtracting the net book value of the asset concerned from the proceeds secured from its sale. The resulting difference is shown in the income statement as a profit or loss.

Tangible fixed assets are not encumbered by any pledges, mortgages, or other cautionary attachments or by any commitments entered into for their acquisition, or by any other issues that might limit the exercise of their dispositional rights. There are no changes involving tangible assets which occurred during the reporting period or which are anticipated in the future that might have a significant impact on accounting assumptions.

Most recently, in year 2011, the Bank engaged a real estate appraisal company authorized by BRSA and had the real estates registered in its name appraised; no value impairment has been ascertained in the appraisal which needed to be reflected in the records. In the period covered in the report, no sign of real estate impairment was observed.

The ratios and the estimated useful lifetimes, which are used in the depreciation of tangible fixed assets, are shown below.

Tangible fixed assets	Estimated Useful Life (Years)	Depreciation rate (%)
Buildings and cashboxes	50	2
Office machines, furniture, interior fittings, other movables	3-10	33.33-10
Transportation vehicles	4-10	25-10

**XIII. Explanations on leasing transactions**

The Bank has no leasing transactions. The Bank is involved in some rental transactions which are not in the nature of financial leasing but which arise from its letting out real estate properties that are not used in the conduct of its banking business. Receivables arising from such operating lease arrangements are reported as income for the periods with which they are associated and are shown in the income statement using the straight-line method.

As of the end of the reporting period, bank-owned real estate properties let within the frame of operating lease were classified as "investment properties" in the balance sheet. "Investment properties" are real estate properties that are held for the purpose of securing rental and/or appreciation income. They are shown at their cost value less any accumulated depreciation and accumulated impairments in value. Subject to compliance with accepted criteria, costs that are involved in altering any part of an existing investment property are included in the value shown for it in the balance sheet. Amounts that are spent for the day-to-day maintenance of investment properties, however, are not included. The straight-line method is used when depreciating investment properties and the depreciation period is taken as fifty years. The real estate property being rented out was appraised most recently in 2011 by an appraisal firm authorized by BRSA. Because the assessed value was higher than the book value, no provision for value impairment was set aside. In the period covered in the report, no sign of real estate impairment was observed.

**XIV. Explanations on provisions and contingent liabilities**

Provisions and contingent liabilities are accounted for in accordance with the communiqué on "Turkish Accounting Standard concerning Provisions, Contingent Liabilities, and Contingent Assets" (TMS 37). Provisions are entered into the accounts in situations where, as of the balance sheet date, there is an existing or pre-existing legal or structural obligation, there is a possibility of having to dispose of economically beneficial resources in order to fulfill the obligation, and it is possible to make a reliable estimate as to the amount of the obligation. For obligations that arise as a consequence of events transpiring in earlier reporting periods, provisions are set aside during the reporting period in which the obligations are incurred, in keeping with the principle of "periodicity". In situations where the amount cannot be estimated, the obligation is treated as being "contingent". A provision is set aside for a contingent liability only if the likelihood of the liability occurring is high and if it can be reliably quantified.

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**XV. Explanations on obligations related to employee entitlements**

Pursuant to Article 11/1 of the Law no. 6107 governing İller Bankası A.Ş. published in the Official Gazette issue 27840 dated 8 February 2011 and within the frame of the provision that reads "Duties required by the Bank's services will be carried out via contractual personnel who are not subject to the Law 657 on Civil Servants dated 14 July 1965" and to the provisions of other laws governing contractual personnel; the Bank renders its services via white-collar employees, and blue-collar workers subject to the Labor Law in line with the "İller Bank Human Resources Regulation" published in the Official Gazette issue 28518 dated 04 January, 2013.

Pursuant to Article 4(c), subparagraphs 1 and 2 of the Social Security and General Health Insurance Law no. 5510, retirement benefits for those contractual personnel who have started work prior to 01 October, 2008 are subject to the requirements of the Civil Servants Pension Fund, whereas the same for those who have started work after 01 October, 2008 are subject to the requirements of the Social Security Institution (for employees). As required by Article 1 of the Law no. 6107 governing İller Bankası A.Ş., the Bank is a "special budget" institution which is subject to the provisions of private law. In the aftermath of the enforcement of Statute 6107 governing İller Bank, in the case of those bank personnel who wish to remain subject to the requirements of the Civil Servants Pension Fund with respect to their retirement benefits, or those who wish to work on a contract basis, the retirement bonuses are paid by the Civil Servants Pension Fund, after which the Fund makes a recourse to the Bank making a demand thereof for reimbursement of the amounts so paid to that Fund. In the case of those whose retirement benefits are subject to the requirements of the Social Security Institution (for employees), severance pays are paid by the Bank to the relevant personnel upon their retirement. Provisions are set aside for the relevant contractual personnel for retirement bonuses on the basis of actuarial calculations and within the framework of the "Turkish Accounting Standard concerning Employee Benefits" (TMS 19). In the case of personnel in "blue-collar worker" status who are employed by the Bank, provision is set aside on the basis of the net present value of the service award provision as required by the Labor Law, which is calculated on an actuarial basis, within the framework of the "Turkish Accounting Standard concerning Employee Benefits" (TMS 19).

**XVI. Explanations on tax-related issues****Corporate income tax**

Under the Corporate Income Tax Law nr. 5520, the corporate income tax rate is 20%. This rate is applied to the "corporate income tax assessment base", which is arrived at by subtracting all legally allowed exclusions (such as excluded earnings) and deductions from and by adding all expenses that are non-deductible under tax laws to corporate earnings. Under the Bank's governing statute, 15% withholding tax is accrued on the 51% portion allocated from the Bank's profit for infrastructure and superstructure needs of municipalities and villages, which is paid during the relevant period. On a quarterly basis, companies calculate advance tax at the rate of 20% of financial profits. They then declare the advance tax by the 14th day of the second month following the end of each quarter and pay it by the evening of the 17th day. The advance tax paid during any year applies to that year and it is set off against the amount of corporate income tax shown as due in the corporation tax return filed in the year following that one. If any tax prepaid in this way remains after such offsetting, it may be refunded in cash or it may be set off against any other financial obligations owed to the government.

75% of the gains realized on the sale of equity stakes and of real estate properties which have been held on to for at least two years are exempt from corporate income tax, provided that they are capitalized or are maintained in a special liability-side account for five years' time as prescribed in the corporate income tax law.

There is no mechanism in the Turkish tax law whereby unrelated tax payables and receivables may be set off against each other. By the evening of the 25th day of the fourth month following the end of a fiscal year, companies must file a corporate income tax return with the tax office with which they are registered. Those who are authorized to conduct tax examinations may examine any accounting records for the most recent five years and if any errors in them are found, the amounts of payable tax may change.

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**Deferred taxes**

The Bank calculates "deferred tax" for taxable transitory differences between the book value of an asset or obligation and the taxable value as prescribed by tax laws, which are then booked to account as per the requirements of the "Turkish Accounting Standard concerning Formal Income Tax" ("TMS 12"). When calculating such deferred tax, the Bank makes use of the statutorily mandated tax rates that are currently in effect as of the end of the reporting period. Whenever calculating taxable transitory differences on deferred tax obligations, the Bank determines that deferred tax assets arising from deductible transitory differences exist only on condition that there is a strong likelihood of securing a taxable profit in the future and therefore, of being able to benefit from those differences. Deferred taxes are calculated on the basis of the tax rates applicable in the period where the assets arise or the obligations are fulfilled (20% for 2014), and are thus booked as income or expense on the income statement. Deferred tax receivables calculated and deferred tax obligations are shown with their net values in the financial statements.

**XVII. Additional explanations on borrowings**

All lendings are made from the Bank's own equity resources. The Bank also acts as an intermediary in the lending of a variety of funds that are made available as budget grants.

The external resources that the Bank currently has obtained from abroad consist of long-term credits that it has received from the World Bank to make available to municipalities under the "Municipal Services Project" and from the Japan International Cooperation Agency (JICA) under the Municipal Sewage and Waste Water Treatment Plants Development Project, or from European Investment Bank (EIB) under the "Urban Infrastructure Project". These are entered into the Bank's records on the date on which the credit agreements are signed.

**XVIII. Explanations on bank-issued shares**

The Bank's capital is collected in the manner mandated by the Bank's own governing statute and no shares whatsoever are issued for capital collection purposes.

**XIX. Explanations on endorsements and acceptances**

There are no endorsements or acceptances which are shown as obligations owed on assets.

**XX. Explanations on government incentives**

İller Bank is a "special budgeted administration" and receives no incentives from the national budget.

**XXI. Explanations on the headings used in this report**

The scope of İller Bank's activities is defined as "satisfying the financing need of special provincial authorities, municipalities, their affiliated organizations and of local administrative associations of which only these may be members; develop projects concerning locally-provided common services for the people dwelling within the boundaries of such administrations; providing such administrations with consultancy services and assistance on urban projects of a technical nature and in the conduct of infrastructure and superstructure works, and performing any and all development and investment banking functions". The Bank pursues its activities in the status of a development and investment bank under Article 77 of the Banking Law no. 5411.

**XXII. Explanations on other issues****Cash and cash equivalent assets**

For the purpose of preparing cash flow statements, the term "cash item" is taken to mean cash on hand, banknotes, monies in transit, and purchased bank checks as well as demand accounts held in banks including the Central Bank of Turkey. The term "cash equivalents" is taken to mean interbank money market investments, fixed-term bank accounts whose original maturities are less than three months, and investments in marketable securities.

**Investment Properties**

"Investment properties" are real estate properties that are held for the purpose of securing rental and/or appreciation income. Investment properties are recognized as an asset where the future economic benefits will probably be registered with the enterprise, and the cost of the investment property can be appraised reliably. Investment properties are recognized on the basis of their costs.

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**▶ SECTION FOUR****Financial Structure****I. Explanations and footnotes regarding capital adequacy standard ratio**

Risk quantification methods used in determining the capital adequacy standard ratio: capital adequacy standard ratio is calculated within the framework of the "Regulation on Measurement and Evaluation of Capital Adequacy of Banks and of the Regulation on the Equity of Banks" published in the Official Gazette dated 28 June, 2012 and numbered 28337. According to the principles stipulated in the "Regulation on Measurement and Evaluation of Capital Adequacy of Banks and of the Regulation on the Equity of Banks", the Bank's capital adequacy standard ratio is calculated as 66.02% as of 31 December, 2014. (31 December 2013: 59.87%) The Capital Adequacy standard ratio for the period 31 December, 2014 was revised in accordance with the "Communiqué on the Amendment of the Communiqué on the Financial Statements to be Disclosed by the Banks and Related Statements and Footnotes" published in the Official Gazette issue 28983 dated 26 April, 2014. According to the revised calculation, the Capital Adequacy Standard Ratios were found to be 66.02% for Shareholders' Equity, 66.02% for Primary Capital, and 66.38% for Core Capital. In the current period, the statement on the shareholders' equity accounts was drawn up in accordance with the abovementioned communiqué, whereas in the previous period, it was drawn up in accordance with the ancien regime.

When calculating the Bank's capital adequacy standard ratio, statutorily prescribed criteria pertaining to accounts and documentary order are complied with. Moreover, within the framework of the said regulation, market risk and operational risks are also included in the analysis for capital adequacy standard ratio.

The amounts considered as capital deductions in the shareholders' equity calculations are not included in the calculation of risk weighted assets, non-cash loans, and liabilities. When calculating risk weighted assets, assets subject to depletion and impairment shall be included in the analysis over the net figures remaining once relevant depreciation and reserves are deducted.

In case of transactions involving non-cash credits, when calculating the amounts which constitute the basis of credit risk, receivables from counterparties are first translated into "equivalent loans" on the basis of their "net value", which is arrived at by subtracting any special reserves that may have been set aside for them and are tracked as asset or liability accounts pursuant to the "Regulation on Principles and Procedures for Determination of Qualifications of Loans and other Receivables by Banks and Provisions Set Aside", and at the rates indicated in the relevant paragraph of Article 5 of the "Regulation on Measurement and Evaluation of Liquidity Adequacy of Banks". The resulting amounts are then attributed to the appropriate risk groups and weighted accordingly.

"Valuation Method Based on Fair Value" provided for in the Regulation is used for calculations regarding the credit risk for the other party.

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Information on capital adequacy standard ratio								
Current Period (31 December, 2014)								
	Risk weights							
	0%	10%	20%	50%	75%	100%	150%	200%
Credit Risk Base Amount	-	-	875,475	-	-	14,850,837	-	-
Risk Classes	2,509	4,377,374				14,850,837		
Contingent and Non-Contingent Receivables from Central Governments and Central Banks	59	-	-	-	-	-	-	-
Contingent and Non-Contingent Receivables from Regional or Local Governments	-	-	-	-	-	11,962,717	-	-
Contingent and Non-Contingent Receivables from Administrative Units and Non-Commercial Enterprises	-	-	-	-	-	-	-	-
Contingent and Non-Contingent Receivables from Multilateral Development Banks	-	-	-	-	-	-	-	-
Contingent and Non-Contingent Receivables from International Organizations	-	-	-	-	-	-	-	-
Contingent and Non-Contingent Receivables from Banks and Financial Intermediaries	-	-	4,371,894	-	-	-	-	-
Contingent and Non-Contingent Corporate Receivables	-	-	-	-	-	-	-	-
Contingent and Non-Contingent Retail Receivables	-	-	-	-	-	20,010	-	-
Contingent and Non-Contingent Receivables with Real Estate Collateral	-	-	-	-	-	-	-	-
Non-Performing Receivables	-	-	-	-	-	-	-	-
Receivables considered High Risk by the Board	-	-	-	-	-	-	-	-
Securities with Mortgage Collateral	-	-	-	-	-	-	-	-
Securitization Positions	-	-	-	-	-	-	-	-
Short Term Receivables from Banks and Financial Intermediaries and Short Term Corporate Receivables	-	-	-	-	-	-	-	-
Investments as Collective Aid Organization	-	-	-	-	-	-	-	-
Other Receivables	2,450	-	5,480	-	-	2,868,110	-	-

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Information on capital adequacy standard ratio								
Prior Period (31 December 2013)								
	Risk weights							
	0%	10%	20%	50%	75%	100%	150%	200%
Credit Risk Base Amount	-	-	588,084	-	-	15,276,538	-	-
Risk Classes	47,167	2,940,419				15,276,538		
Contingent and Non-Contingent Receivables from Central Governments and Central Banks	174	-	-	-	-	-	-	-
Contingent and Non-Contingent Receivables from Regional or Local Governments	-	-	-	-	-	11,946,669	-	-
Contingent and Non-Contingent Receivables from Administrative Units and Non-Commercial Enterprises	-	-	-	-	-	-	-	-
Contingent and Non-Contingent Receivables from Multilateral Development Banks	-	-	-	-	-	-	-	-
Contingent and Non-Contingent Receivables from International Organizations	-	-	-	-	-	-	-	-
Contingent and Non-Contingent Receivables from Banks and Financial Intermediaries	-	-	2,938,864	-	-	-	-	-
Contingent and Non-Contingent Corporate Receivables	-	-	-	-	-	-	-	-
Contingent and Non-Contingent Retail Receivables	-	-	-	-	-	18,251	-	-
Contingent and Non-Contingent Receivables with Real Estate Collateral	-	-	-	-	-	-	-	-
Non-Performing Receivables	-	-	-	-	-	-	-	-
Receivables considered High Risk by the Board	-	-	-	-	-	-	-	-
Securities with Mortgage Collateral	-	-	-	-	-	-	-	-
Securitization Positions	-	-	-	-	-	-	-	-
Short Term Receivables from Banks and Financial Intermediaries and Short Term Corporate Receivables	-	-	-	-	-	-	-	-
Investments as Collective Aid Organization	-	-	-	-	-	-	-	-
Other Receivables	46,993	-	1,555	-	-	3,311,618	-	-

Summary information on capital adequacy standard ratio		
	Current Period	Previous Period
A Capital Obligation Required for Credit Risk (Credit Risk Basis*0.08) (KRSY)	1,258,105	1,269,170
B Capital Obligation Required for Market Risk (PRSY)	-	-
C Capital Obligation Required for Operational Risk (ORSY)	107,809	91,791
Shareholders' Equity	11,272,978	10,184,650
Shareholders' Equity/[(KRSY + PRSY + ORSY) *12.5]*100	66.02	59.87
Primary Capital/[(KRSY + PRSY + ORSY) *12.5]*100	66.02	-
Core Capital/[(KRSY + PRSY + ORSY) *12.5]*100	66.38	-

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▶ Information on shareholders' equity items	
	Current Period
<b>CORE CAPITAL</b>	
The paid-in capital which would have the lowest priority in repayment in case of the liquidation of the Bank	9,402,380
Share Premiums	-
Share Cancellation Profits	-
Reserves	1,366,798
Earnings recognized in shareholders' equity as per the Accounting Standards of Turkey (TMS)	-
Profit	565,705
Net Profits for the Period	524,543
Prior Periods' Profit	41,162
Free Reserve Expenses for Potential Risks	-
Bonus Shares of Associates, Subsidiaries and Jointly-Controlled Entities, which are not recognized in the profits for the period	-
<b>Core Capital Before Discounts</b>	<b>11,334,883</b>
<b>Discounts Applicable to the Core Capital</b>	<b>-</b>
The part reserves fail to cover in the sum of net loss for the period and the losses for the preceding years, and the losses recognized in shareholders' equity as per TMS (-)	-
Operational Lease Development Costs (-)	-
Goodwill or other intangible fixed assets and related deferred tax obligations (-)	704
Net deferred tax assets/tax obligations (-)	-
Shares acquired in breach of article 56, paragraph four of the Law (-)	-
The bank's direct or indirect investments in its core capital (-)	-
Total net long positions of investments in the shareholders' equity of non-consolidated banks and financial institutions where 10% or less of the shares are held, in excess of 10% of the Bank's core capital (-)	-
Total net long positions of investments in the core capital elements of non-consolidated banks and financial institutions where more than 10% of the shares are held, in excess of 10% of the core capital (-)	-
Mortgage extension rights in excess of 10% of the core capital (-)	-
Deferred tax assets based on provisional margins, in excess of 10% of the core capital (-)	-
Amounts in excess of 15% of the core capital as per Provisional Article 2, paragraph two, of the Regulation on the Shareholders' Equity of Banks (-)	-
Limit excess caused by total net long positions of investments in the core capital elements of non-consolidated banks and financial institutions where more than 10% of the shares are held (-)	-
Limit excess caused by mortgage extension rights (-)	-
Limit excess caused by deferred tax assets based on provisional margins (-)	-
Other accounts the Board may stipulate (-)	-
Amount to be discounted from the core capital in case of failure to secure sufficient additional primary capital or supplementary capital (-)	-
<b>Total Discounts from Core Capital</b>	<b>704</b>
<b>Total Core Capital</b>	<b>11,334,179</b>
<b>ADDITIONAL PRIMARY CAPITAL</b>	<b>-</b>
Capital and associated issue premiums corresponding to the preferential shares which are not included in the core capital	-
Agency-approved debt instruments and associated issue premiums (issued/procured after 11.2014)	-
Agency-approved debt instruments and associated issue premiums (issued before 11.2014)	-
<b>Additional Primary Capital Before Discounts</b>	<b>-</b>
<b>Discounts Applicable on the Additional Primary Capital</b>	<b>-</b>
The bank's direct or indirect investments in its additional primary capital (-)	-
Total net long positions of investments in the shareholders' equity of non-consolidated banks and financial institutions where 10% or less of the shares are held, in excess of 10% of the Bank's core capital (-)	-
Total net long positions of investments in the additional primary capital and supplementary capital of non-consolidated banks and financial institutions where 10% or more of the shares are held, in excess of 10% of the Bank's core capital (-)	-
Other accounts the Board may stipulate (-)	-
Amount to be discounted from the additional primary capital in case of failure to secure sufficient supplementary capital (-)	-

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Total discounts from additional primary capital	-
<b>Total Additional Primary Capital</b>	<b>-</b>
<b>Discounts Applicable on the Primary Capital</b>	<b>-</b>
Goodwill or other intangible fixed assets and associated deferred tax obligations, which cannot be discounted from the core capital as per Provisional Article 2, paragraph one, of the Regulation on the Shareholders' Equity of Banks (-)	2,817
Net deferred tax assets / tax obligations, which cannot be discounted from the core capital as per Provisional Article 2, paragraph one, of the Regulation on the Shareholders' Equity of Banks	58,384
<b>Total Primary Capital</b>	<b>11,272,978</b>
<b>SUPPLEMENTARY CAPITAL</b>	<b>-</b>
Agency-approved debt instruments and associated issue premiums (issued/procured after 11.2014)	-
Agency-approved debt instruments and associated issue premiums (issued/procured before 11.2014)	-
Assets pledged to the bank, and committed by shareholders for use in the capital increases by the bank	-
General Reserves	-
<b>Supplementary Capital Before Discounts</b>	<b>-</b>
<b>Discounts Applicable on the Supplementary Capital</b>	<b>-</b>
The bank's direct or indirect investments in its supplementary capital (-)	-
Total net long positions of investments in the shareholders' equity of non-consolidated banks and financial institutions where 10% or less of the shares are held, in excess of 10% of the Bank's core capital (-)	-
Total net long positions of investments in the additional primary capital and supplementary capital of non-consolidated banks and financial institutions where 10% or more of the shares are held, in excess of 10% of the Bank's core capital (-)	-
Other accounts the Board may stipulate (-)	-
<b>Total Discounts from Supplementary Capital</b>	<b>-</b>
<b>Total Supplementary Capital</b>	<b>-</b>
<b>CAPITAL</b>	<b>-</b>
Loans Granted in breach of Articles 50 and 51 of Banking Law (-)	-
The amounts in excess of the limit stipulated in article 57, paragraph one of the Law, and net book values of the commodities and real estate the banks were obliged to acquire due to their receivables, and were required to dispose of as per the said article, but were unable to do so within five years from the date of acquisition (-)	-
Credits extended to banks, financial institutions, or qualified shareholders of the bank, or investments into debt instruments thereof, including those residing overseas (-)	-
Amount to be discounted from the shareholders' equity as per article 20, paragraph two of the Regulation on the Assessment and Evaluation of Banks' Capital Adequacy (-)	-
Other accounts the Board may stipulate (-)	-
The part which cannot be discounted off the core capital, additional primary capital, or supplementary capital as per Provisional Article 2, paragraph one of the Regulation on the Shareholders' Equity of the Banks, out of the total net long positions of investments in the shareholders' equity of non-consolidated banks and financial institutions where 10% or less of the shares are held, in excess of 10% of the Bank's core capital (-)	-
The part which cannot be discounted off the additional primary capital or supplementary capital as per Provisional Article 2, paragraph one of the Regulation on the Shareholders' Equity of the Banks, out of the total net long positions of investments in the additional primary capital and supplementary capital of non-consolidated banks and financial institutions where more than 10% of the shares are held (-)	-
The part which cannot be discounted off the core capital as per Provisional Article 2, paragraph one of the Regulation on the Shareholders' Equity of the Banks, out of the net long positions of investments in the core capital of non-consolidated banks and financial institutions where more than 10% of the shares are held, as well as of the deferred tax assets based on provisional margins and of mortgage extension rights to be discounted off the core capital as per Provisional Article 2, paragraph two, sub-paragraphs (1) and (2) of the Regulation on the Shareholders' Equity of the Banks (-)	-
<b>SHAREHOLDERS' EQUITY</b>	<b>11,272,978</b>
<b>Amounts Below the Excess Figure in the Applicable Discount Basis</b>	<b>-</b>
Amount caused by total net long positions of investments in the shareholders' equity elements of non-consolidated banks and financial institutions where 10% or less of the shares are held	-
Amount caused by total net long positions of investments in the core capital elements of non-consolidated banks and financial institutions where more than 10% of the shares are held	-
Amount caused by mortgage extension rights	-
Amount caused by deferred tax assets based on provisional margins	-

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Information on shareholders' equity items	
	Previous Period
<b>PRIMARY CAPITAL</b>	
Paid-in Capital	8,528,315
Nominal Capital	9,000,000
Capital Commitments (-)	(471,685)
Paid-in Capital Inflation Adjustments	876,514
Share Premium	-
Share Cancellation Profits	-
Reserves	256,743
Inflation Adjustments for Reserves	173,964
Profit	346,767
Net Profits for the Period	327,120
Prior Periods' Profit	19,647
Portion of Free Provisions Allocated for Possible Risks up to 25% of Core Capital	-
Gain on Disposal of Associates, Subsidiaries and Real Estates	8,732
Primary Subordinated Loans up to 15% of Core Capital	-
Losses in Excess of Reserves (-)	-
Net Loss for the Period	-
Prior Periods' Loss	-
Operational Lease Development Costs (-)	-
Intangible Fixed Assets (-)	(6,385)
Deferred Tax Asset in Excess of 10% of Primary Capital (-)	-
Limit Excesses as per Article 56 (3) of the Banking Law (-)	-
<b>Total Primary Capital</b>	<b>10,184,650</b>
<b>SUPPLEMENTARY CAPITAL</b>	
General Reserves	-
45% of Security Revaluation Value Increase	-
45% of Real Estate Revaluation Value Increase	-
Bonus Shares of Associates, Subsidiaries and Jointly-Controlled Entities	-
Which cannot be Recognized as part of the Profits for the Period	-
Primary Subordinated Loans Excluding the Portion included in Primary Capital	-
Secondary Subordinated Loans	-
45% of Value Increase regarding Available for Sale Securities and Subsidiaries and Affiliated Corporations	-
Capital Reserves, Profit Reserves and Prior Periods' Profits/Losses Inflation Adjustments (excluding Inflation Adjustments to Reserves)	-
<b>Total Supplementary Capital</b>	<b>-</b>
<b>CAPITAL</b>	<b>10,184,650</b>
<b>DEDUCTIONS FROM CAPITAL</b>	
Equity Shares in Unconsolidated Banks and Financial Institutions (Domestic and Foreign), in which the Bank owns 10% or More of the Capital	-
Total Equity Shares in Banks and Financial Institutions (Domestic and Foreign), less than 10% of whose Capital is Owned by the Bank and that Exceeds 10% of the Total Core Capital and Supplementary Capital	-
Loans to Banks, Financial Institutions (Domestic/Foreign), Holders of Qualified Shares in the form of Secondary Subordinated Loan and Debt Instruments Purchased from those Parties Qualified as Primary or Secondary Subordinated Loan	-
Loans Granted Non-compliant with the Articles 50 and 51 of the Banking Law	-
Total Net Book Value of the Bank's Real Estates in excess of 50% of the Capital acquired against Overdue Receivables and Held-for Sale in accordance with Article 57 of the Banking Law, but retained more than 5 Years	-
Securitization Positions Preferred for Deduction from Shareholders' Equity	-
Other	-
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>10,184,650</b>

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

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## II. Explanations on credit risk

The Bank's activities are governed by article 77 of the Banking Law no 5411, and it is not subject to the general credit limits defined in Article 54 of that act. However, the Bank extends credit in accordance with the Statute on Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities, and against municipal revenues posted as collateral.

The top 100 and top 200 cash loans extended by the Bank correspond respectively to 68.83% and 82.08% of its total cash lendings.

The top 100 and top 200 non-cash loans extended by the Bank correspond respectively to 93.69% and 97.93% of its total non-cash lendings.

An assessment of the Bank's cash and non-cash credits based on their dimensions shows that the combined value of the 100 and 200 biggest clients' accounts respectively make up 47.01% and 56.06% of all cash and non-cash credits.

The Bank is not required to set aside provisions for its loans pursuant to Article 13 (5) of the Law nr. 6107 governing İller Bankası A.Ş.

*Total amount of incurred risks after offsets, and average of risks sorted on the basis of different risk classes and types, disregarding the impact of credit risk reductions.*

Risk Classes	Risk Amount for the Current Period <sup>(*)</sup>	Average Risk Amount
Contingent and Non-Contingent Receivables from Central Governments and Central Banks	59	73
Contingent and Non-Contingent Receivables from Regional or Local Governments	11,962,717	12,046,701
Contingent and Non-Contingent Receivables from Administrative Units and Non-Commercial Enterprises	-	-
Contingent and Non-Contingent Receivables from Multilateral Development Banks	-	-
Contingent and Non-Contingent Receivables from International Organizations	-	-
Contingent and Non-Contingent Receivables from Banks and Financial Intermediaries	4,371,894	2,819,311
Contingent and Non-Contingent Corporate Receivables	-	-
Contingent and Non-Contingent Retail Receivables	20,010	22,111
Contingent and Non-Contingent Receivables with Real Estate Collateral	-	-
Non-Performing Receivables	-	-
Receivables considered High Risk by the Board	-	-
Securities with Mortgage Collateral	-	-
Securitization Positions	-	-
Short Term Receivables from Banks and Financial Intermediaries and Short Term Corporate Receivables	-	-
Investments as Collective Aid Organization	-	-
Other Receivables	2,876,040	2,968,030
<b>GRAND TOTAL</b>	<b>19,230,720</b>	<b>17,856,226</b>

(\*) Includes the total amounts prior to the consideration of Credit Risk Reduction impacts.



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Risk profile according to sectors and other party risks

	Risk Classes <sup>(1)</sup>																TRL	FX	Total
	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16			
<b>Agriculture</b>																			
Farming and Livestock Breeding	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Forestry	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Fishing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Industry</b>																			
Mining and Quarries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Manufacturing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Electricity, Gas, Water	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Construction</b>																			
<b>Services</b>																			
Wholesale and Retail Trade	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Hotel and Restaurant Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transportation and Communication	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Financial Institutions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Real Estate and Lease Serv.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Education Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Medical and Social Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	59	11,962,717	-	-	-	4,371,894	-	20,010	-	-	-	-	-	-	-	2,876,040	18,612,789	617,931	19,230,720
<b>Total<sup>(2)</sup></b>	<b>59</b>	<b>11,962,717</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,371,894</b>	<b>-</b>	<b>20,010</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,876,040</b>	<b>18,612,789</b>	<b>617,931</b>	<b>19,230,720</b>

Profile Regarding Material Risks in Crucial Areas

	Risk Classes <sup>(1)</sup>																Total		
	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16			
Current Period																			
Domestic	59	11,962,717	-	-	-	4,371,894	-	20,010	-	-	-	-	-	-	-	-	2,876,040	-	19,230,720
European Union Member States	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
OECD Members <sup>(2)</sup>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Off-shore Banking Areas	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
USA, Canada	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Countries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Associates, Subsidiaries and Jointly-Controlled Entities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Undistributed Assets/Liabilities <sup>(3)</sup>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>59</b>	<b>11,962,717</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,371,894</b>	<b>-</b>	<b>20,010</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,876,040</b>	<b>-</b>	<b>19,230,720</b>

1. Contingent and Non-Contingent Receivables from Central Governments and Central Banks  
 2. Contingent and Non-Contingent Receivables from Regional or Local Governments  
 3. Contingent and Non-Contingent Receivables from Administrative Units and Non-Commercial Enterprises  
 4. Contingent and Non-Contingent Receivables from Multilateral Development Banks

5. Contingent and Non-Contingent Receivables from International Organizations  
 6. Contingent and Non-Contingent Receivables from Banks and Financial Intermediaries  
 7. Contingent and Non-Contingent Corporate Receivables  
 8. Contingent and Non-Contingent Retail Receivables  
 9. Contingent and Non-Contingent Receivables with Real Estate Collateral  
 10. Non-Performing Receivables

11. Receivables considered High Risk by the Board  
 12. Securities with Mortgage Collateral  
 13. Securitization Positions  
 14. Short Term Receivables from Banks and Financial Intermediaries and Short Term Corporate Receivables  
 15. Investments as Collective Aid Organization  
 16. Other Receivables

<sup>(1)</sup> Refers to the risk classes stipulated in the Regulation regarding the Measurement and Assessment of Capital Adequacy of Banks.  
<sup>(2)</sup> OECD countries other than EU member states, USA, and Canada  
<sup>(3)</sup> Assets and liabilities which cannot be distributed to regions on the basis of a consistent method

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▶ Categorization of risks subject to terms, on the basis of their remaining terms

Risk Classes	Time to Maturity				
	1 month	1-3 months	3-6 months	6-12 months	More than 1 year
Contingent and Non-Contingent Receivables from Central Governments and Central Banks	-	-	-	-	-
Contingent and Non-Contingent Receivables from Regional or Local Governments	2,669,746	340,589	504,716	897,145	7,507,418
Contingent and Non-Contingent Receivables from Administrative Units and Non-Commercial Enterprises	-	-	-	-	-
Contingent and Non-Contingent Receivables from Multilateral Development Banks	-	-	-	-	-
Contingent and Non-Contingent Receivables from International Organizations	-	-	-	-	-
Contingent and Non-Contingent Receivables from Banks and Financial Intermediaries	4,351,500	-	-	-	-
Contingent and Non-Contingent Corporate Receivables	-	-	-	-	-
Contingent and Non-Contingent Retail Receivables	1,845	3,386	4,672	6,649	3,458
Contingent and Non-Contingent Receivables with Real Estate Collateral	-	-	-	-	-
Non-Performing Receivables	-	-	-	-	-
Receivables considered High Risk by the Board	-	-	-	-	-
Securities with Mortgage Collateral	-	-	-	-	-
Securitization Positions	-	-	-	-	-
Short Term Receivables from Banks and Financial Intermediaries and Short Term Corporate Receivables	-	-	-	-	-
Investments as Collective Aid Organization	-	-	-	-	-
Other Receivables	8,071	-	643	9,528	36,054
<b>Grand Total</b>	<b>7,031,162</b>	<b>343,975</b>	<b>510,031</b>	<b>913,322</b>	<b>7,546,930</b>

## Information on Risk Classes

On the basis of Article 7 of the Regulation on Measurement and Evaluation of Capital Adequacy of Banks, the identification of risk weights for calculating the risk weighted amounts is based on the credit ratings assigned by rating agencies. In case of receivables included in the risk categories of Receivables from Banks and Financial Intermediaries, Receivables from Regional and Local Governments, Receivables from Administrative Units and Non-Commercial Enterprises, Receivables from Multilateral Development Banks, and Corporate Receivables, where the corresponding party is a foreign resident, ratings assigned by international ratings agencies may be used. The entities resident of Turkey are deemed to lack any ratings.

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FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014  
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## III. Explanations on market risk

For the purpose of protecting against market risk for financial risk management purposes, the Bank defined its market risk management activities and adopted necessary precautions within the framework of the "Regulation on Measurement and Evaluation of Capital Adequacy of Banks" published in the Official Gazette issue 28337 dated 1 November 2006.

İller Bank does not accept deposits. Its banking functions, which are governed by article 77 of the Banking Law no 5411, consist firstly of extending cash and non-cash credit to municipalities and to special provincial authorities (which are the Bank's shareholders) against allotments of general budget revenues and collateral consisting of municipal revenues, both of which are transferred to the Bank, and secondly of mediating insurance. The interest rates on such transactions are determined by the Bank's Board of Directors in accordance with current conditions.

## IV. Notes on operational risk

As required by the Regulation on Measurement and Evaluation of Capital Adequacy of Banks published by the BRSA in the Official Gazette dated 28 June, 2012 and numbered 28337, the Bank has been calculating operational risk since 1 June 2007. Operational Risk is calculated for year 2014 as TRL 1,347,616.25, using "Fundamental Indicator Method" on the basis of gross end-of-year

	2 ÖD Amount	1 ÖD Amount	CD Amount	Number of Total/Positive BG years	Ratio (%)	Total
Gross Income	596,538	718,976	840,671	718,728	15	107,809
Operational Risk Base Amount (Total * 12.5)						1,347,616

## V. Explanations on currency risk

Currency risk regarding the foreign currency loans extended by the World Bank and JICA to municipalities shall be borne by the municipalities, as per the agreements.

Currency conversion losses/gains sustained on the portions of such lendings that are used by the Bank under the rubric of "Strengthening Institutional Capacity" and "Consulting", as well as for the grant provided by the European Investment Bank are to be borne by the Bank. Asset and liability account items appearing at the ends of fiscal periods are converted to Turkish liras at Central Bank of Turkey (TCMB) rates applicable as of the date of the balance sheet.

The chart below shows the Turkish lira-value of the current exchange rates (foreign currency buying rates) publicly announced by the TCMB on the Bank's balance sheet date and during the five days preceding it:

	1 US Dollar	1 Euro	100 Japanese Yens
Balance Sheet Valuation Rate 30.12.2014	2.3189	2.8207	1.9347
<b>Prior to balance sheet date</b>			
Teller buying rate on 29.12.2014	2.3235	2.8339	1.9249
Teller buying rate on 26.12.2014	2.3182	2.8255	1.9220
Teller buying rate on 25.12.2014	2.3177	2.8368	1.9246
Teller buying rate on 24.12.2014	2.3209	2.8312	1.9224
Teller buying rate on 23.12.2014	2.3165	2.8317	1.9234
	<b>1 US Dollar</b>	<b>1 Euro</b>	<b>100 Japanese Yens</b>
Simple arithmetic thirty-day average	2.2877	2.8217	1.9134

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FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014  
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Current Period	EURO	US Dollar	OTHER FX	TOTAL
<b>Assets</b>				
Cash (Cash in Vault, Foreign Banknotes, Money in Transit, Cheques Purchased, Precious Metals) and Balances with the Central Bank of Turkey	-	-	-	-
Banks	6,132	-	12,244	18,376
Financial Assets at Fair Value Reflected on Profit and Loss	-	-	-	-
Money Market Placements	-	-	-	-
Financial Assets Available-for-Sale	-	-	-	-
Loans Extended	534,908	-	61,111	596,019
Associates, Subsidiaries and Jointly-Controlled Entities (Joint Ventures)	-	-	-	-
Investments Held to Maturity	-	-	-	-
Derivative Financial Assets for Hedging Purposes	-	-	-	-
Tangible Fixed Assets	-	-	-	-
Intangible Fixed Assets	-	-	-	-
Other Assets	9	389	29	427
<b>Total Assets</b>	<b>541,049</b>	<b>389</b>	<b>73,384</b>	<b>614,822</b>
<b>Liabilities</b>				
Bank Deposits	-	-	-	-
Foreign Currency Deposits	-	-	-	-
Money Market Funds	-	-	-	-
Funds Provided From Other Financial Institutions	542,188	-	72,926	615,114
Marketable Securities Issued	-	-	-	-
Miscellaneous Payables	-	389	8	397
Derivative Financial Liabilities for Hedging Purposes	-	-	-	-
Other Liabilities	-	10	-	10
<b>Total Liabilities</b>	<b>542,188</b>	<b>399</b>	<b>72,934</b>	<b>615,521</b>
<b>Net Balance Sheet Position</b>	<b>(1,139)</b>	<b>(10)</b>	<b>450</b>	<b>(699)</b>
<b>Net Off-Balance Sheet Position</b>				
Receivables on Derivative Financial Instruments	-	-	-	-
Obligations on Derivative Financial Instruments	-	-	-	-
Non-cash Loans	-	3,109	-	3,109
Commitments	759,429	-	184,766	944,195
<b>Previous Period</b>				
Total Assets	524,023	-	29,457	553,480
Total Liabilities	525,308	7	29,421	554,736
<b>Prior Period Net Balance Sheet Position</b>	<b>(1,285)</b>	<b>(7)</b>	<b>36</b>	<b>(1,256)</b>
<b>Net Off-Balance Sheet Position</b>				
Receivables on Derivative Financial Instruments	-	-	-	-
Obligations on Derivative Financial Instruments	-	-	-	-
Non-cash Loans	-	3,113	-	3,113
Commitments	883,411	-	234,293	1,117,704

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### Currency risk sensitivity

The chart below shows the Bank's sensitivity to 10% changes in US Dollar, Euro, and other foreign currency exchange rates. The 10% margin used here also represents the estimated change in exchange rates. A negative value shows the loss that a 10% depreciation of the Turkish lira against the US dollar, euro or other foreign currencies would cause in the Bank's pretax profit/loss or equity.

	31 December, 2014		31 December, 2013	
	Income Statement	Shareholders' Equity <sup>(1)</sup>	Income Statement	Shareholders' Equity <sup>(1)</sup>
US Dollar	(1)	(1)	(1)	(1)
EURO	(114)	(114)	(129)	(129)
Other currencies	45	45	4	4
<b>Total</b>	<b>(70)</b>	<b>(70)</b>	<b>(126)</b>	<b>(126)</b>

<sup>(1)</sup> Including profit/loss effect.

### VI. Explanations on interest rate risk

İller Bank extends fixed-interest credit at rates determined by the Board of Directors on an arm's length basis to local governments (municipalities and special provincial administrations). Since the Bank is not engaged in banking operations other than lending to local governments, interest sensitivity is not measured for assets, liabilities and off-balance sheet items.

### VII. Explanations on liquidity risk

Liquidity risk refers to the risk of Bank failing to meet its payment obligations on a timely manner, due to a lack of cash inventory or cash flow at a level or quality to meet cash outflows in full and on time, caused by an instability in cash flow of the Bank.

Operating as a development and investment bank pursuant to article 77 of the Banking Law no. 5411, İller Bank does not accept deposits. For this reason, it is not exposed to any deposit-based liquidity risk arising from market volatilities. The Bank's financial resources consist of interest earned on the statutorily mandated municipal allotments of general budget and tax revenues that are transferred to the Bank at the end of each month and are distributed to local governments by the evening of the tenth day of the following month, of principal and interest collections on loans, and of cash injections from capital collections, liquidity disbursements consisting of credit extensions, tax and other legal obligation payments, and current payments. All of these are tracked by means of weekly, monthly, and yearly reports.

İller Bank engages in no borrowing from either domestic or international sources to satisfy its liquidity requirements. All of the credit the Bank secures from banks abroad is used to finance municipalities' investments.

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FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014  
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▶ Breakdown of assets and liabilities by remaining term								
Current Period's End	Demand	Up to 1 month	1-3 months	3-12 months	1-5 years	5 years or more	Undistributed(*)	Total
<b>Assets</b>								
Cash (Cash in Vault, Foreign Banknotes, Money in Transit, Cheques Purchased) and Balances with the Central Bank of Turkey	236	-	-	-	-	-	-	236
Banks	20,394	4,356,980	-	-	-	-	-	4,377,374
MD at Fair Value through Profit and Loss	-	-	-	-	-	-	-	-
Money Market Placements	-	-	-	-	-	-	-	-
MD Available-for-Sale	-	-	-	-	-	-	354	354
Loans Extended	-	2,671,603	325,314	1,385,431	4,195,651	2,899,529	-	11,477,528
Investments Held to Maturity	-	-	-	-	-	-	-	-
Other Assets	-	-	-	10,171	36,054	-	395,424	441,649
<b>Total Assets</b>	<b>20,630</b>	<b>7,028,583</b>	<b>325,314</b>	<b>1,395,602</b>	<b>4,231,705</b>	<b>2,899,529</b>	<b>395,778</b>	<b>16,297,141</b>
<b>Liabilities</b>								
Bank Deposits	-	-	-	-	-	-	-	-
Other Deposits	-	-	-	-	-	-	-	-
Funds Provided from other Financial Institutions	-	2,281,127	-	1,481,236	230,648	327,978	-	4,320,989
Money Market Funds	-	-	-	-	-	-	-	-
Marketable Securities Issued	-	-	-	-	-	-	-	-
Miscellaneous Payables	9,400	18,132	221	20,780	15,006	-	-	63,539
Other Liabilities	-	22,031	74,732	15,986	376,011	88,970	11,334,883	11,912,613
<b>Total Liabilities</b>	<b>9,400</b>	<b>2,321,290</b>	<b>74,953</b>	<b>1,518,002</b>	<b>621,665</b>	<b>416,948</b>	<b>11,334,883</b>	<b>16,297,141</b>
<b>Liquidity Deficit</b>	<b>11,230</b>	<b>4,707,293</b>	<b>250,361</b>	<b>(122,400)</b>	<b>3,610,040</b>	<b>2,482,581</b>	<b>(10,939,105)</b>	<b>-</b>
<b>Previous Period</b>								
Total Assets	15,585	3,202,736	369,461	1,576,861	5,497,334	3,671,574	380,437	14,713,988
Total Liabilities	57,841	2,197,957	55,511	1,321,938	527,596	362,110	10,191,035	14,713,988
<b>Net Liquidity Deficit</b>	<b>(42,256)</b>	<b>1,004,779</b>	<b>313,950</b>	<b>254,923</b>	<b>4,969,738</b>	<b>3,309,464</b>	<b>(9,810,598)</b>	<b>-</b>

(\*) The accounts included here consist of balance sheet items such as fixed assets, equity stakes, goods on hand, prepaid expenses, non performing receivables, and other asset accounts and equity items which are necessary for the conduct of banking activities and whose conversion to cash in a short time is not possible.

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FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014  
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## Securitization Positions

There are no securitization positions.

## Credit Risk Reduction Techniques

Risk reduction techniques are not employed in the calculation of the Bank's credit risks.

## Risk Management Objectives and Policies

## a) Strategies and practices concerning risk management

The Bank adheres to the BRSA regulations and the provisions of the Banking Law no. 5411 in risk management and internal audit functions. The risk policy of the Bank is built on the basic principle to ensure that any risk to be taken within the framework described above will be defined and manageable. In addition, current and potential future impacts of the risk exposure are measured to the extent allowed by risk measurement and reporting techniques. Daily, weekly, monthly, quarterly and annual reports are drawn up within the framework of the regulations published by BRSA, and reports are submitted to BRSA within the stipulated period.

## b) Structure and organization of the risk management system

The credit risk, liquidity risk and market risk calculated by the Risk Management Department are submitted to BRSA subject to the limits and periods stipulated by BRSA.

## c) Scope and characteristics of risk reports and the measurement systems

**Credit Risk:** The Bank observes best practices within the frame of BRSA regulations and restrictions, and thus ensures management of credit risk in accordance with its volume, quality and complexity of its lending. As a rule of thumb, new products and services are evaluated with respect to credit risk. The Bank legally calculates the value at credit risk within the framework of the Regulation on Measurement and Evaluation of Capital Adequacy of Banks issued by the BRSA. The credit risk is essentially managed so as to guarantee that it will remain above the minimum limit set for the legal capital adequacy standard ratio.

The authorized bodies of the Bank decide on the organizations with which a credit relationship will be established, although it varies depending on the type and term of the loan demanded. The Bank submits reports on its credit risk exposure to the BRSA under applicable legislation (Basel III).

**Market Risk:** Market risk includes the interest rate risk, stock position risk and currency risks that arise from changes in interest rates, exchange rates and stock prices in financial markets, which are addressed individually. The Bank does not receive deposits and operates under article 77 of the Banking Law numbered 5411. Its banking functions consist primarily of extending cash and non-cash credit to municipalities and to special provincial authorities (which are the Bank's shareholders) against collateral consisting of allotments of general budget revenues transferred pursuant to Statute 5779 and of municipal local revenues, both of which are transferred to the Bank, and secondly of mediating insurance. The interest rates on such transactions are determined by the Bank's board of directors in accordance with current conditions and in view of the Bank's mission and vision.

**Currency Risk:** The Bank observes the provisions of the Regulation on the Calculation and Implementation of Foreign Currency Net General Position/Equity Standard Ratio by Banks on Consolidated and Non-consolidated Basis in maintaining the relation and balance among foreign currency assets and liabilities in order to secure a foreign currency position that is in line with its shareholders' equity. The primary goal of the currency risk policy is to keep Foreign Currency Net General Position/Equity Standard Ratio within legal limits within the frame of the Bank's financial standing, current economic developments and recent trends in the market, while observing profitability and productivity. To this end, existing foreign currency holdings are placed with optimum interest rates and opportunities that materialize in the foreign currency market at the right time and conditions are taken advantage of for both asset and liability management purposes.

**Interest Rate Risk:** The Bank's key principle in its interest rate risk policy is to avoid mismatch between fixed and variable-interest resources and fixed and variable-interest borrowings. When managing assets, the Bank takes into consideration the terms of positions and possible changes in current interest rates, and ensures optimization in view of alternative returns, tolerable loss and risk limits.

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

**Share Risk:** There are no share risks involved.**Operational Risk:** The Bank ensures the management of operational risk in line with the volume, quality and complexity of its operations within the framework of BRSAs regulations. New products and services are evaluated with regard to personnel, processes, systems and external operations risks.

In operational risk management policies, the Bank's basic aims are to identify risks before they arise, to report and evaluate them regularly. Accordingly, the key principle in operational risk management policy is defined as taking action to prevent the realization of risk.

**ç) Risk protection and risk reduction policies and the processes regarding continuous controls of the efficiency thereof**

Figures subject to credit risk, operational risk and market risk are calculated to determine the minimum capital requirement, and the capital adequacy ratio is calculated over these figures.

**VIII. Representation of financial assets and liabilities at fair value**

	Book Value		Fair Value	
	Current Period	Previous Period	Current Period	Previous Period
<b>Financial Assets</b>	<b>15,855,256</b>	<b>14,299,386</b>	<b>15,855,256</b>	<b>14,299,386</b>
Money Market Placements	-	-	-	-
Banks	4,377,374	2,940,419	4,377,374	2,940,419
Financial Assets Available-for-Sale	354	-	354	-
Investments Held to Maturity	-	-	-	-
Loans Extended	11,477,528	11,358,967	11,477,528	11,358,967
<b>Financial Liabilities</b>	<b>4,384,528</b>	<b>4,029,240</b>	<b>4,384,528</b>	<b>4,029,240</b>
Bank Deposits	-	-	-	-
Other Deposits	-	-	-	-
Funds Provided from other Financial Institutions	4,320,989	3,919,622	4,320,989	3,919,622
Marketable Securities Issued	-	-	-	-
Miscellaneous Payables	63,539	109,618	63,539	109,618

Fair values of financial assets and liabilities are calculated based on their discounted values in accordance with their remaining terms.

**IX. Explanations on transactions entered on behalf and account of others; fiduciary transactions**

İller Bank engages in no trading or custody activities on behalf and account of others nor does it provide consultancy services therefor. The Bank is not engaged in fiduciary transaction agreements. However, the Bank does deduct outstanding obligations owed by municipalities and special provincial authorities to tax offices, Social Security Institution, Civil Servants Pension Fund and various agencies falling under the Law no. 6183 on the Procedure for Collection of Public Receivables, tax obligations falling under the Law no 4811, and their reconciled obligations falling under the Law no 5216 on Metropolitan Municipalities and Law no 5393 on Municipalities from the municipal allotments, which are distributed by the Bank pursuant to Article 7 of Law no. 5779, and it pays these amounts to the authorities concerned.

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## ➤ SECTION FIVE

## Explanations and footnotes on financial statements

**I. Remarks and footnotes on asset accounts****a. Cash and Balances with the Central Bank of Turkey:****a.1. Information on Cash and Balances with the Central Bank of Turkey (TCMB)**

	Current Period		Previous Period	
	TRL	FX	TRL	FX
Cash in Vault /Banknotes	177	-	147	-
Central Bank of Turkey	59	-	174	-
Other	-	-	-	-
<b>Total</b>	<b>236</b>	<b>-</b>	<b>321</b>	<b>-</b>

**a.2. Information on Balances with the Central Bank of Turkey**

	Current Period		Previous Period	
	TRL	FX	TRL	FX
Unrestricted Demand Deposit	59	-	174	-
Unrestricted Time Deposit	-	-	-	-
Restricted Time Deposit	-	-	-	-
<b>Total</b>	<b>59</b>	<b>-</b>	<b>174</b>	<b>-</b>

**b. Financial Assets at Fair Value through Profit or Loss:****b.1. Information about financial assets subject to repo transactions or otherwise posted as guarantees or blocked**

The Bank has no marketable securities which are subject to repo transactions or which have been otherwise posted as guarantees or blocked.

**c. Chart showing positive differences in derivative financial instruments held for trading purposes:**

The Bank has no derivative financial assets held for trading purposes.

**ç. Information on Banks:****ç.1. Banks account**

	Current Period		Previous Period	
	TRL	FX	TRL	FX
Banks	4,358,998	18,376	2,926,330	14,089
Domestic	4,358,998	18,376	2,926,330	14,089
Foreign Banks	-	-	-	-
Foreign Headquarters and Branches	-	-	-	-
Other Financial Institutions	-	-	-	-
<b>Total</b>	<b>4,358,998</b>	<b>18,376</b>	<b>2,926,330</b>	<b>14,089</b>

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## d. Information on financial assets available-for-sale:

## d.1. Information about financial assets available-for-sale subject to repo transactions or otherwise posted as guarantees or blocked

The Bank has no financial assets available-for-sale which are subject to repo transactions or which have been otherwise posted as guarantees or blocked.

## e. Information on financial assets available-for-sale:

The Bank's available-for-sale financial assets consist entirely of shares in Niğbaş Niğde Beton Sanayi A.Ş. and Emlak Konut Gayrimenkul Yatırım Ortaklığı A.Ş., in which it controls a stake and voting rights of less than 10%.

	Current Period	Previous Period
<b>Debt Securities</b>	-	-
Traded on the Stock Exchange	-	-
Not Traded on the Stock Exchange	-	-
<b>Shares</b>	<b>2,667</b>	<b>120</b>
Traded on the Stock Exchange	2,667	120
Not Traded on the Stock Exchange	-	-
<b>Impairment Reserves (-)</b>	<b>2,313</b>	<b>120</b>
<b>Total</b>	<b>354</b>	<b>-</b>

## f. Information on the Bank's loans:

## f.1. Information about outstanding balances of all types of loans and advances given by the Bank to its shareholders and/or employees

	Current Period		Previous Period	
	Cash	Non-Cash	Cash	Non-Cash
<b>Direct Lending to Shareholders</b>	<b>11,457,518</b>	<b>507,790</b>	<b>11,340,716</b>	<b>608,226</b>
Lending to Corporate Shareholders	11,457,518	507,790	11,340,716	608,226
Lending to Natural Person Shareholders	-	-	-	-
<b>Indirect Lending to Shareholders</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Lending to Employees	20,010	-	18,251	-
<b>Total</b>	<b>11,477,528</b>	<b>507,790</b>	<b>11,358,967</b>	<b>608,226</b>

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## f.2. Information about first- and second-group loans and other receivables, including loans that have been restructured or re-scheduled

	Standard Loans and Other Receivables	Closely Monitored Loans and Other Receivables	
	Loans and Other Receivables	Those with Amended Agreements	Those with Amended Agreements
<b>Cash Loans</b>			
<b>Non-Specialized Loans</b>	<b>20,010</b>	-	-
Operation Loans	-	-	-
Export Loans	-	-	-
Import Loans	-	-	-
Loans Extended to Financial Sector	-	-	-
Consumer Loans	-	-	-
Credit Cards	-	-	-
Other	20,010	-	-
<b>Specialized Loans</b>	<b>11,457,518</b>	-	-
<b>Other Receivables</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>11,477,528</b>	<b>-</b>	<b>-</b>

No changes to extend the payment plan is made on loans.

## f.3. Cash loans according to their maturity structures

	Standard Loans and Other Receivables	Closely Monitored Loans and Other Receivables	
	Loans and Other Receivables	Those with Amended Agreements	Those with Amended Agreements
<b>Short-Term Loans and Other Receivables</b>	<b>49,365</b>	-	-
Non-Specialized Loans	20,010	-	-
Specialized Loans	29,355	-	-
Other Receivables	-	-	-
<b>Medium- and Long-Term Loans and Other Receivables</b>	<b>11,428,163</b>	-	-
Non-Specialized Loans	-	-	-
Specialized Loans	11,428,163	-	-
Other Receivables	-	-	-

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## f.4. Information on consumer loans, individual credit cards and personnel loans and personnel credit cards

	Short Term	Medium- and Long-term	Total
<b>Consumer Loans – TRL</b>	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Consumer Loans	-	-	-
Other	-	-	-
<b>Consumer Loans – FC Indexed</b>	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Consumer Loans	-	-	-
Other	-	-	-
<b>Consumer Loans – FC</b>	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Consumer Loans	-	-	-
Other	-	-	-
<b>Retail Credit Cards-TRL</b>	-	-	-
With Installments	-	-	-
Without Installments	-	-	-
<b>Retail Credit Cards-FC</b>	-	-	-
With Installments	-	-	-
Without Installments	-	-	-
<b>Personnel Loans-TRL</b>	20,010	-	20,010
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Consumer Loans	20,010	-	20,010
Other	-	-	-
<b>Personnel Loans-FC Indexed</b>	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Consumer Loans	-	-	-
Other	-	-	-
<b>Personnel Loans-FC</b>	-	-	-
Housing Loans	-	-	-
Vehicle Loans	-	-	-
General Purpose Consumer Loans	-	-	-
Other	-	-	-
<b>Personnel Credit Cards-TRL</b>	-	-	-
With Installments	-	-	-
Without Installments	-	-	-
<b>Personnel Credit Cards-FC</b>	-	-	-
With Installments	-	-	-
Without Installments	-	-	-
<b>Total</b>	<b>20,010</b>	<b>-</b>	<b>20,010</b>

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## f.5. Installment-based commercial loans and corporate credit cards

There are no installment-based commercial loans or corporate credit cards (None as of 31 December, 2013).

## f.6. Breakdown of loans by borrowers:

	Current Period	Previous Period
Public Sector	11,457,518	11,340,716
Private Sector <sup>¶</sup>	20,010	18,251
<b>Total</b>	<b>11,477,528</b>	<b>11,358,967</b>

<sup>¶</sup> Loans to bank employees in amounts up to five times a single month's salary.

## f.7. Breakdown of domestic and international loans

	Current Period	Previous Period
Domestic Loans	11,477,528	11,358,967
International Loans	-	-
<b>Total</b>	<b>11,477,528</b>	<b>11,358,967</b>

## f.8. Loans to subsidiaries and affiliated corporations

There are no loans extended to any subsidiary or affiliated corporation.

## f.9. Specific reserves provided against loans

Specific Reserves	Current Period	Previous Period
Loans and other receivables with limited collectibility	-	-
Loans and other receivables with doubtful collectibility	562	563
Uncollectible loans and other receivables	-	-
<b>Total</b>	<b>562</b>	<b>563</b>

Under the provision that the requirement to set aside provisions made in the Banking Law no 5411 is not applicable to İller Bank as per Article 13 (5) of the Law no. 6107 governing İller Bankası A.Ş., specific provisions set aside by the Bank pertain to the Bank's receivables other than those arising from lending transactions that are in litigation.

## f.10. Information on non-performing loans (Net)

## f.10.i. Information on loans and other receivables included in non-performing loans, which are restructured or rescheduled:

There are no loans or other receivables included in non-performing loans, which are restructured or rescheduled by the Bank.

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### FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

#### f.10.ii. Movement of total non-performing loans

	III. Group	IV. Group	V. Group
	Loans and Receivables with Limited Collectability	Loans and Receivables with Doubtful Collectability	Uncollectible Loans and Other Receivables
<b>Prior Period Ending Balance</b>	-	563	-
Additions in the Current Period (+)	-	-	-
Transfers from other NPL Categories (+)	-	-	-
Transfers to other NPL categories (-)	-	-	-
Collections in the Current Period (-)	-	-	-
Write-offs (-)	-	(1)	-
Corporate and Commercial Loans	-	-	-
Consumer Loans	-	-	-
Credit Cards	-	-	-
Other	-	(1)	-
<b>Current Period Ending Balance</b>	-	562	-
Specific Provisions (-)	-	562	-
<b>Net Balance on Balance Sheet</b>	-	-	-

#### f.10.iii. Non-performing loans arising from loans extended in foreign currency

There are no non-performing loans arising from loans extended in a foreign currency.

#### f.10.iv. Gross and net non-performing loans and receivables as per customer categories borrowers

	III. Group	IV. Group	V. Group
	Loans and Receivables With Limited Collectability	Loans and Receivables with Doubtful Collectability	Uncollectible Loans and Other Receivables
<b>Current Period (Net)</b>	-	-	-
Loans to Individuals and Corporations (Gross)	-	-	-
Specific Provisions (-)	-	-	-
Loans to Individuals and Corporations (Net)	-	-	-
Banks (Gross)	-	-	-
Specific Provisions (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	562	-
Specific Provisions (-)	-	(562)	-
Other Loans and Receivables (Net)	-	-	-
<b>Prior Period (Net)</b>	-	-	-
Loans to Individuals and Corporations (Gross)	-	-	-
Specific Provisions (-)	-	-	-
Loans to Individuals and Corporations (Net)	-	-	-
Banks (Gross)	-	-	-
Specific Provisions (-)	-	-	-
Banks (Net)	-	-	-
Other Loans and Receivables (Gross)	-	563	-
Specific Provisions (-)	-	(563)	-
Other Loans and Receivables (Net)	-	-	-

## İLLER BANKASI AŞ

### FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

#### g. Securities Held-to-Maturity:

##### g.1. Information on investments held-to-maturity and given as collateral or blocked

The Bank has no investments which are the subject of repo transactions or which have been otherwise posted as guarantees or blocked.

##### g.2. Movements of investments held-to-maturity during the year

There were no movements in held-to-maturity investments during the year.

#### ğ. Information on subsidiaries:

None.

#### h. Information on affiliated corporations:

None.

#### i. Information on jointly-controlled entities (joint ventures):

None.

#### i. Information on leasing receivables (Net):

The Bank has no leasing transactions.

However, the Bank does have TRL 3,217 in receivables (TRL 3,195 as of 31 December 2013) arising from its renting out real estate properties that it owns.

#### j. Derivative financial assets for hedging

##### Chart of positive difference for derivative financial assets for hedging:

None.



## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## k. Information on Tangible Fixed Assets (Net):

	Real Estate	Tangible Fixed Assets Acquired through Leasing	Vehicles	Other Tangible Fixed Assets	Total
<b>Prior Period's End (31.12.2013)</b>					
Cost	190,793	-	2,266	36,623	229,682
Accumulated Depreciation	(46,594)	-	(2,261)	(26,443)	(75,298)
Net Book Value	144,199	-	5	10,180	154,384
<b>Current Period's End (31.12.2014)</b>					
Cost at the Beginning of the Period	190,793	-	2,266	36,623	229,682
Acquisitions	4,751	-	-	4,203	8,954
Disposals	(3,983)	-	(291)	(2,920)	(7,194)
Closing Cost	191,561	-	1,975	37,906	231,442
<b>Accumulated Depreciation at the Beginning of the Period</b>	<b>46,594</b>	<b>-</b>	<b>2,261</b>	<b>26,443</b>	<b>75,298</b>
Current Period Depreciation	2,080	-	2	3,743	5,825
Disposals' Depreciation	(1,151)	-	(291)	(2,616)	(4,058)
<b>Accumulated Depreciation at the End of the Period</b>	<b>47,523</b>	<b>-</b>	<b>1,972</b>	<b>27,570</b>	<b>77,065</b>
<b>Net Book Value at Closing</b>	<b>144,038</b>	<b>-</b>	<b>3</b>	<b>10,336</b>	<b>154,377</b>

## l. Information on intangible fixed assets:

The Bank's intangible assets consist of licensed computer programs whose estimated economic lifetimes are between three to five years.

The chart below shows gross book values at the beginning and end of the reporting period and the amounts of accumulated depreciation.

	Software
<b>End of Prior Period (31.12.2012)</b>	
Cost	15,917
Accumulated Depreciation	(9,532)
<b>Net Book Value</b>	<b>6,385</b>
<b>Current Period's End (31.12.2013)</b>	
Cost at the Beginning of the Period	15,917
Acquired	809
Disposals	(29)
<b>Closing Cost</b>	<b>16,697</b>
<b>Redemption Shares at the Beginning of the Period</b>	<b>(9,532)</b>
Current Period Redemption Shares	(3,673)
Disposals' Redemption Shares	29
<b>Accumulated Redemption Shares at the End of the Period</b>	<b>(13,176)</b>
<b>Net Book Value at Closing</b>	<b>3,521</b>

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## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## m. Information on investment property:

The bank owns investment properties with a net value of TRL 779, once TRL 87 depreciation is deducted out of the book value of TRL 692. These are leased as of 31 December, 2014. Furthermore, the Bank owns investment properties with a book value of TRL 167,334, purchased in the current period, as per article 3, paragraph 2, sub-paragraphs (h) and (i) of the Bank's Governing Law, bringing the grand total to TRL 168,026.

## n. Information on deferred tax assets:

Deductible temporary differences, financial losses, tax deductions and exemptions

Deferred Tax Assets	Current Period	Previous Period
Reserves for Employee Entitlements	17,760	16,231
Impairment of Subsidiaries	439	393
Other	41,372	27,952
Tax Procedure Law-TMS Depreciation Differences	(1,187)	(1,062)
<b>Total</b>	<b>58,384</b>	<b>43,514</b>

As of 31 December 2014, the Bank had no deferred tax assets calculated on the basis of tax deductions and exemptions. The deferred tax asset amounting to TRL 59,571, which resulted from the difference between the book value of balance sheet assets and liabilities and the taxable values of the same as prescribed by tax laws and regulations and which was calculated in subsequent reporting periods based on the amount shown in the profit/loss account, was netted against TRL 1,187 worth of deferred tax liabilities and shown in the accounts accordingly.

## o. Information on fixed assets held for sale and associated with discontinued operations

The Bank has no fixed assets held for sale or which are associated with discontinued operations.

## ö. Information on other assets:

The "other assets" item of the balance sheet does not exceed 10% of total assets, save for the commitments shown in off-balance sheet accounts.

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## II. Remarks and footnotes on liability accounts

## a. Information on the maturity structure of deposits:

İller Bank is a development and investment bank whose activities are governed by Article 77 of the Banking Law no 5411. The Bank is not authorized to accept deposits.

## b. Information on derivative financial liabilities held for trading:

Chart showing the negative differences on derivative financial liabilities held for trading

The Bank has no derivative financial liabilities held for trading purposes.

## c. Banks and other financial institutions:

## c.1. Banks and other financial institutions

	Current Period		Previous Period	
	TRL	FX	TRL	FX
Borrowings from the Central Bank of Turkey	-	-	-	-
Borrowings from Domestic Banks and Institutions	-	-	-	-
Borrowings from Foreign Banks, Institutions and Funds <sup>†</sup>	-	614,810	-	552,219
<b>Total</b>	<b>-</b>	<b>614,810</b>	<b>-</b>	<b>552,219</b>

## c.2. Maturity analysis of funds borrowed

	Current Period		Previous Period	
	TRL	FX	TRL	FX
Short Term	-	-	-	-
Medium- and Long-Term <sup>†</sup>	-	614,810	-	552,219
<b>Total</b>	<b>-</b>	<b>614,810</b>	<b>-</b>	<b>552,219</b>

<sup>†</sup> Medium- and long-term loans secured from foreign banks, institutions and funds are related to the amounts extended to municipalities out of the loan received from the World Bank under the Municipal Services Project, and the loan received from JICA (Japan International Cooperation Agency) under the Municipal Sewage and Waste Water Treatment Plants Development Project.

## c.3. Funds

	Current Period		Previous Period	
	TRL	FX	TRL	FX
Other <sup>†</sup>	3,705,875	304	3,364,907	2,496
<b>Total</b>	<b>3,705,875</b>	<b>304</b>	<b>3,364,907</b>	<b>2,496</b>

<sup>†</sup> Out of the funds amounting to TRL 3,706,179 secured from other financial institutions, TRL 2,280,530 represents the portion that is allocated by the Ministry of Finance, which will be made available by the Bank to local governments "as per the Statute 5779 on Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities", TRL 972,653 represents the fund allocated to the Bank for the Water and Sewerage Infrastructure Projects (SUKAP), TRL 341,257 represents the portion set aside from the Bank's profits for the infrastructure and superstructure requirements of municipalities and villages, TRL 9,832 represents the fund transferred to the Bank for the Municipal Infrastructure Support Project (BELDES), TRL 72,126 represents the fund allocated to the Bank for urban infrastructure services, TRL 12,122 represents the fund transferred for urban transformation of high-risk areas and shanty-towns, and TRL 17,355 represents other funds. Within the framework of the credit agreement regarding the "İller Bank Environment Loan Project", executed with the European Investment Bank (EIB), a total of TRL 304 thousand out of the grants were expended for capacity building for the Bank, and to support investments and other components.

## ç. "Other long-term liabilities" that account for more than 10% of the balance sheet total and the names and amounts of the subaccounts that constitute at least 20% of the same

There are no other long-term liability items that account for more than 10% of the balance sheet total.

## d. Information on leasing payables (net):

## Information on financial leasing liabilities

The Bank has no financial leasing payables.

## e. Information on payables related to derivative financial instruments held for hedging:

Chart showing negative differences in relation to payables on derivative financial instruments held for hedging

None.

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## f. Information on reserves:

## f.1. General reserves

Pursuant to Article 13 (5) of the Law no. 6107 governing İller Bankası A.Ş., the reserve requirements of the Banking Law no. 5411 do not apply to İller Bank.

## f.2. Reserve for employee entitlements

Reserves amounting to TRL 88,970 are set aside as of 31 December, 2014 for the pension entitlements of the Bank's contractual personnel and for the service award entitlements of its blue-collar personnel within the framework of the provisions of the "Turkish Accounting Standard concerning Employee Benefits" (TMS 19) (31 December, 2013: TRL 81,192)

## f.3. Other reserves

Reserves amounting to TRL 201,732 have been set aside as of 31 December, 2014, due to the fact that the union initiated legal recourse to ensure payments to the staff on the basis of article 32 of the articles of incorporation of the Bank, out of the amounts control revenues derived from consulting services provided to local governments, as well as out of insurance revenues (31 December, 2013: TRL 137,919).

As of 31 December, 2014, the Bank set aside reserves amounting to TRL 3,195 (31 December, 2013: TRL 1,840) for rent receivables which were not collected within the stipulated term, and for which legal procedures were initiated, and to TRL 1,933 for inventories of pipes kept on the books for use in Local Governments' potable water, sewage, and infrastructure projects.

## g. Information on Tax Obligations:

## g.1. Information on taxes payable

	Current Period	Previous Period
Payable Corporate Income Tax	32,512	30,195
Income Tax Withholding	44,971	27,971
Tax on Securities Income	-	-
Tax on Real Estate Income	-	-
Banking Insurance Transaction Tax	931	999
Foreign Exchange Transactions Tax	-	-
Payable Value Added Tax	4,429	4,899
Other	4,108	5,138
<b>Total</b>	<b>86,951</b>	<b>69,202</b>

## g.2. Information on social security and other premiums

	Current Period	Previous Period
Social Security Premiums - Employees	1,052	907
Social Security Premiums - Employer	1,546	1,319
Bank Social Aid Fund Premiums - Employees	-	-
Bank Social Aid Fund Premiums - Employer	-	-
Pension Fund Membership Fees and Reserves - Employee	-	-
Pension Fund Membership Fees and Reserves - Employer	-	-
Unemployment Insurance - Employee	76	65
Unemployment Insurance - Employer	150	128
Other	319	519
<b>Total</b>	<b>3,143</b>	<b>2,938</b>

## g.3. Information on deferred tax obligations

As of 31 December 2014, the Bank has no deferred tax obligations (See note V-I-n).

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

**ğ. Information on obligations related to fixed assets held for sale or associated with discontinued operations:**

As of the balance sheet date, the Bank had no obligations related to fixed assets held for sale or which were associated with discontinued operations.

**h. Number of subordinated loans received by the Bank; their terms, interest rates, lenders, and option to convert them into shares:**

The Bank has not received any subordinated loans.

**i. Shareholders' equity:****i.1. Presentation of paid-in capital**

	Current Period	Previous Period
Common Stock <sup>†</sup>	9,402,380	8,528,315
Preferred Stock	-	-

<sup>†</sup>Pursuant to the Bank's governing statute, İller Bank's capital is not divided into shares and no share certificates have been issued.

**i.2. The amount of paid-in capital; whether the Bank adheres to the registered capital system; registered capital cap if applicable**

Registered capital system is not applicable to the Bank by virtue of its governing statute.

**i.3. Share capital increases during the reporting period; their sources and increased capital shares**

In the current period, through the Council of Ministers Decision no. 2014/6045 published in the Official Gazette issue 28942 dated 14 March, 2014, the Bank's nominal capital was increased from TRL 9,000,000 to TRL 18,000,000. In the current period, TRL 874,065 was collected for capital. Of this amount, TRL 774,789 consisted of the 2% monthly deductions made from the total shares of the tax revenues to be distributed every month by the Ministry of Finance and İller Bank under the Statute 5779 on Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities and TRL 99,276 consisted of the 30% portion set aside from the Bank's profit for 2013 to be injected into the capital as per the Banking Law.

**i.4. Portions of capital reserves added to capital during the reporting period**

None.

**i.5. Capital commitments during the most recent fiscal year and the period since its end; the general nature of such commitments and the presumed sources of their funding**

The Bank's governing law does not permit it to enter into capital commitments. The Bank's capital consists of the 2% monthly deductions made from the total shares of the tax revenues to be distributed every month by the Ministry of Finance and İller Bank under the Law no. 5779 on Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities and capital shares set aside at the ratio of 30% from the Bank's distributable profit.

**i.6. Prior-period evidence of the Bank's income, profitability, and liquidity; the likely impact of any uncertainties in such evidence on the Bank's equity resources**

The Bank has defined a lending and interest rate policy that is capable of minimizing the losses from which it may suffer. Under the Bank's governing law, the Bank's cash inputs consist of capital collections, which are the 2% monthly deductions made from the total shares of the tax revenues to be distributed every month by the Ministry of Finance and İller Bank under Law no. 5779 on Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities and the amounts of principal and interest that it receives on its lendings.

**i.7. Privileges granted to shares representing capital (summarized)**

The Bank's capital is not represented by any shares.

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

**i.8. Information on marketable securities value increase fund**

The Bank does not maintain separate funds whereunder the value increase of marketable securities is tracked.

**III. Explanations and Footnotes on Off-Balance Sheet Items****a. Explanations to liabilities related to off-balance items:****a.1. Types and amounts of irrevocable loan commitments**

As of the balance sheet date, the total value of all credits which had been underwritten by the Bank under the guarantee and credit agreements signed with the World Bank within the scope of the "Municipal Services Project" on 8 February 2006 and within the scope of the "Municipal Services Project II Additional Financing" on 29 June 2010 and which will be made available to municipalities was TRL 336,324 (31 December 2013: TRL 442,936). Credits which had been underwritten by the Bank under the guarantee and credit agreements signed with Japan International Cooperation Agency (JICA) within the scope of "Municipal Sewerage and Wastewater Treatment Improvement Project" on 22 June 2011 and which will be made available to medium-sized municipalities amounted to TRL 184,766 (31 December 2013: TRL 234,293). The grand total of the credits to be extended to Municipalities under the commitment of the Bank as per the guarantee and credit agreements signed on 28 June, 2012 with the European Investment Bank within the framework of "Urban Infrastructure Projects" is TRL 423,105 (31 December, 2013: TRL 440,475). The total value of all lendings underwritten by the Bank for municipalities' infrastructure and superstructure services is TRL 4,031,193 (31 December 2013: TRL 4,778,885). The Bank's total credit commitment exposure amounts to TRL 4,975,388 (31 December 2013: TRL 5,896,589).

**a.2. The structure and amount of probable losses and commitments resulting from off-balance sheet items, including those below****a.2.i. Guarantees, bank endorsements and acceptances, collaterals that qualify as financial guarantees, and non-cash loans including other letters of credit:**

As of the balance sheet date the Bank had no guarantees, bank endorsements or acceptances, or collaterals that qualify as financial guarantees or non-cash loans including other letters of credit.

**a.2.ii. Performance bonds, bid bonds, surety bonds, and similar guarantees**

As of the balance sheet date, the total value of letters of guarantee issued by the Bank amounted to TRL 507,790 (31 December 2013: TRL 608,226).

**a.3. Non-cash loans****a.3.i. Total non-cash loans**

	Current Period	Previous Period
Non-cash Loans against Cash Risks	507,784	608,220
With Original Maturity of 1 Year or Less	259,097	566,544
With Original Maturity of More Than 1 Year	248,687	41,676
Other Non-cash Loans	6	6
<b>Total</b>	<b>507,790</b>	<b>608,226</b>

**a.3.ii. Sectoral Risk Concentration of Non-cash Loans:**

All of İller Bank's non-cash credit is extended to local governments. For this reason, the Bank is not exposed to any specific sectoral risks in its non-cash credit accounts.

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FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014  
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## a.3.iii. Non-cash Loans classified under Group I and Group II:

	Group I		Group II	
	TRL	FX	TRL	FX
Non-cash Loans	504,681	3,109	-	-
Letters of Guarantee	504,681	3,109	-	-
Avalized Loans and Bank Acceptances	-	-	-	-
Letters of Credit	-	-	-	-
Endorsements	-	-	-	-
Underwriting Commitments of the Securities Issued	-	-	-	-
Factoring Related Guarantees	-	-	-	-
Other Guarantees and Warranties	-	-	-	-

## b. Information on derivative transactions

The Bank has no derivative financial instruments.

## c. Explanations on credit derivatives and risks incurred due to these:

The Bank has no credit derivatives.

## ç. Explanations on contingent liabilities and assets:

The Bank has no contingent liabilities or assets.

## d. Transactions made on behalf and account of others:

İller Bank engages in no trading or custody activities on behalf and account of others nor does it provide consultancy services in relation thereto. However the Bank does deduct outstanding and reconciled obligations owed by municipalities and special provincial administrations to public agencies and organizations from the municipal allotments, which are distributed by the Bank pursuant to Article 7 of Statute 5779, and it pays these amounts to the administrations concerned.

## İLLER BANKASI AŞ

FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014  
(Unless stated otherwise values are denominated in TRL thousand)

## IV. Notes on Income Statement

## a. Interest income:

## a.1. Interest income on loans

	Current Period		Previous Period	
	TRL	FX	TRL	FX
Short-term Loans	4,088	-	3,319	-
Medium- and Long-term Loans	736,022	5,743	546,842	5,499
Interest on Non-Performing Loans	-	-	-	-
Premiums Received from State Resource Utilization Support Fund	-	-	-	-
<b>Total</b>	<b>740,110</b>	<b>5,743</b>	<b>550,161</b>	<b>5,499</b>

## a.2. Interest income from banks

	Current Period		Previous Period	
	TRL	FX	TRL	FX
Central Bank of Turkey	-	-	-	-
Domestic Banks	152,825	2	129,010	2
Foreign Banks	-	-	-	-
Foreign Headquarters and Branches	-	-	-	-
<b>Total</b>	<b>152,825</b>	<b>2</b>	<b>129,010</b>	<b>2</b>

## a.3. Interest income from securities

	Current Period		Previous Period	
	TRL	FX	TRL	FX
From Financial Assets Held For Trading	-	-	116	-
From Financial Assets at Fair Value Reflected on Profit and Loss	-	-	-	-
From available-for-sale financial assets	-	-	-	-
Investments Held to Maturity	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>116</b>	<b>-</b>

## a.4. Interest income received from associates and subsidiaries

The Bank receives no interest income from associates or subsidiaries.

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## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

**b. Interest Expenses:****b.1. Interest expenses incurred on borrowings**

	Current Period		Previous Period	
	TRL	FX	TRL	FX
<b>Banks</b>	-	14	-	9
Central Bank of Turkey	-	-	-	-
Domestic Banks	-	-	-	-
Foreign Banks	-	14	-	9
Foreign Headquarters and Branches	-	-	-	-
<b>Other Institutions</b>	-	9	-	4
<b>Total</b>	-	23	-	13

**b.2. Interest paid to subsidiaries and affiliated corporations**

The Bank pays no interest to subsidiaries and affiliated corporations.

**b.3. Interest paid on marketable securities issued**

The Bank pays no interest on any marketable securities issued.

**b.4. Interest Expense Incurred on Deposits According to Maturity Structure**

The Bank is not authorized to collect deposits.

**c. Dividend income:**

The Bank receives no dividend income. During the reporting period, Emlak Konut REIT paid TRL 74.21 in dividends, which is not shown in the financial statements since the notes and financial statements are drawn up in TRL thousand.

**ç. Information on trading income/losses (Net):**

	Current Period	Previous Period
<b>Profit</b>	160	-
Securities Trading Gains	-	-
Gains on Derivative Financial Instruments	-	-
Foreign Exchange Gains	160	-
<b>Losses</b>	-	(792)
Securities Trading Losses	-	-
Losses on Derivative Financial Instruments	-	-
Foreign Exchange Losses	-	(792)
<b>Total</b>	160	(792)

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

**d. Other operating income:**

	Current Period	Previous Period
<b>Revenues from Disposal of Assets</b>	142,511	20,259
From Sales of Subsidiaries and Affiliated Corporations	-	-
From Sales of Movables	6	36
From Sales of Immovables	142,505	20,223
<b>Rental Income</b>	2,016	2,026
Rental Income from Immovables	1,898	1,935
Operating Lease Income	118	91
<b>Revenues from Control Fund<sup>(1)</sup></b>	90,266	139,019
<b>Other</b>	11,546	7,779
<b>Total</b>	246,339	169,083

<sup>(1)</sup> Revenues derived from the consulting and control services provided by the Bank to local governments.**e. Reserve for losses in the Bank's loans and other receivables:**

	Current Period	Previous Period
Specific Reserves for Loans and Other Receivables	-	-
<b>Group III Loans and Receivables</b>	-	-
<b>IV. Group IV Loans and Receivables</b>	-	-
<b>Group V Loans and Receivables</b>	-	-
Non-performing Fee Commissions and Other Receivables	-	-
General Loan Reserve Expenses	-	-
Free Reserve Expenses for Potential Risks	-	-
Marketable Securities Impairment Losses	234	-
<b>Financial Assets at Fair Value through Profit and Loss</b>	-	-
<b>Financial Assets Available-for-Sale</b>	234	-
Impairment Losses on Investments in Associates, Subsidiaries, Jointly Controlled Entities and Investments Held to Maturity	-	39
<b>Subsidiaries</b>	-	39
<b>Affiliated Corporations</b>	-	-
<b>Jointly-Controlled Entities (Joint Ventures)</b>	-	-
<b>Investments Held to Maturity</b>	-	-
Other	67,101	98,038
<b>Total</b>	67,335	98,077

\* Reserves were set aside at the amounts TRL 63,813 as of 31 December, 2013, due to the fact that the union initiated legal recourse to ensure payments to the staff on the basis of article 32 of the articles of incorporation of the Bank, out of the amounts control revenues derived from consulting services provided to local governments, as well as out of insurance revenues, as well as TRL 1,355 for rent receivables which were not collected within the stipulated term, and for which legal procedures were initiated, and TRL 1,933 for inventories of pipes kept on the books for use in Local Governments' potable water, sewage, and infrastructure projects, amounting to a total reserve figure of TRL 67,101.

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## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

**f. Other operating expenses:**

	Current Period	Previous Period
Personnel Expenses	217,659	195,168
Reserve for Employee Termination Benefits	10,436	11,779
Bank Pension Fund Deficit Provisions	-	-
Impairment Losses on Tangible Assets	-	-
Depreciation Expenses of Tangible Assets	5,826	6,520
Impairment Losses on Intangible Assets	-	-
<b>Impairment Losses on Goodwill</b>	-	-
Depreciation Expenses of Intangible Assets	3,673	3,439
Impairment Losses on Share of Participations Accounted for Using the Equity Method	-	-
Impairment Losses on Marketable Securities to be Disposed	-	-
Depreciation Expenses of Marketable Securities to be Disposed	-	-
Impairment Losses on Assets Held for Sale and Associated with Discontinued Operations	-	-
Other Operating Expenses	130,353	88,440
<b>Repair and Maintenance Expenses</b>	<b>3,587</b>	<b>7,233</b>
<b>Cleaning Costs</b>	<b>17,465</b>	<b>16,438</b>
<b>Membership and Subscription Dues</b>	<b>48,801</b>	<b>9,190</b>
<b>Transportation Vehicle Expenses</b>	<b>7,011</b>	<b>6,409</b>
<b>Operating Lease Expenses</b>	<b>12,185</b>	<b>10,914</b>
<b>Heating, Lighting and Water Costs</b>	<b>4,465</b>	<b>4,355</b>
<b>Small Fixtures Expenses</b>	<b>1,309</b>	<b>659</b>
<b>Computer Operating Expenses</b>	<b>764</b>	<b>1,484</b>
<b>Advertisement Expenses</b>	<b>999</b>	<b>2,430</b>
<b>Communication Expenses</b>	<b>2,206</b>	<b>2,109</b>
<b>Printing Paper and Office Supplies</b>	<b>789</b>	<b>1,115</b>
<b>Other Expenses</b>	<b>30,772</b>	<b>26,104</b>
Loss on Sale of Assets	-	-
Other	16,362	22,431
<b>Total</b>	<b>384,309</b>	<b>327,777</b>

**g. Profit/loss before taxes including profit/loss from continuing or discontinued operations:**

The Bank posted profit on continuing operations amounting to TRL 709,283 consisting of TRL 903,814 in total interest income plus TRL 12,366 in net fees and commissions plus TRL 246,339 in other operating income and TRL 160 in trading profits, less TRL 1752 in interest expenses, TRL 384,309 in other operating expenses, and loss provisions for loans and other receivables amounting to TRL 67,335. The Bank has no discontinued operations.

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

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**ğ. Provision for taxes including taxes from continuing and discontinued operations:**

The Bank calculated an ongoing operation tax provision in the amount of TRL 184,740, which is the amount remaining after deferred tax provision in the amount of TRL 14,870 is subtracted from the current tax provision of TRL 199,610.

**Deferred tax income/expenses arising from the formation or closure of temporary differences**

Deferred Tax Income/Expenses Arising from the Formation or Closure of Temporary Differences	Current Period	Previous Period
From the formation of deductible temporary differences (+)	-	-
From the closure of deductible temporary differences (-)	-	-
From the formation of taxable temporary differences (+)	14,870	21,514
From the closure of taxable temporary differences (-)	-	-
<b>Total</b>	<b>14,870</b>	<b>21,514</b>

**h. Net operating profit/loss after taxes including net profit/loss from continuing and discontinued operations**

The Bank posted a profit for the period from its ongoing operations in the amount of TRL 524,543, which is the amount remaining after an ongoing operation tax provision in the amount of TRL 184,740 is subtracted from the Bank's profit before tax of TRL 709,283. The Bank has no discontinued operations.

**i. Information on net profit/loss for the period:**

i.1. Nature, size, and recurrence of income and expense items arising from the Bank's ordinary banking business, and nature and amounts of these items if necessary to understand the Bank's performance during the reporting period.

From the conduct of its ordinary banking business, the Bank generated TRL 903,814 (31 December 2013: TRL 685,332) in interest income and TRL 12,366 (31 December 2013: TRL 13,264) in net fee and commission income and it showed TRL 1,752 (31 December 2013: TRL 15) in interest expenses.

i.2. Any changes in estimates concerning financial statement items that might have a material impact on loss/profit for the current and subsequent periods.

There have been no changes whatsoever in the estimates made concerning financial statement items.

i.3. Profit/loss pertaining to minority shares

None.

**i. Breakdown of subaccounts making at least 20% of the income statement "other" items, if they account for more than 10% of the income statement total:**

The "Other operating income" item in Section Four, sub-paragraph d above and the "Other operating expenses" item in Section Four, sub-paragraph f above account for more than 10% of the income statement total. Information about these are provided in the same footnotes. There are no "other" items that constitute more than 10% of the income statement total.

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

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## V. Explanations and footnotes on statement of changes in shareholders' equity

## 1. Information on capital:

As per the Bank's governing Statute 6107, the Bank's capital consists of 2% monthly deductions from the total shares of the tax revenues to be distributed every month by the Ministry of Finance and İller Bank under Statute 5779 on "Allotments of General Budget Revenues to be Allocated to Special Provincial Authorities and Municipalities" dated 2 July 2008; out of the Bank's nominal capital of TRL 18,000,000, TRL 9,402,380 had been paid-in as of 31 December 2014.

During the reporting period, the Bank had TRL 874,065 in capital collections; of this amount, TRL 774,789 consisted of the 2% monthly deductions made from the total shares of the tax revenues distributed every month by the Ministry of Finance and İller Bank and TRL 99,276 consisted of 30% portion retained from the Bank's profit for 2013 to be added to the capital as per the Bank's governing law.

## 2. Capital Reserves:

At the end of the reporting period, the Bank showed TRL 885,246 in capital reserves; of this amount TRL 876,514 consisted of inflation adjusted paid-in capital and TRL 8,732 consisted of revaluation difference on tangible assets.

## 3. Profit Reserves:

The Bank added TRL 33,092 out of the profits for year 2013, and TRL 17,753 earmarked for payment to Bank staff out of the profits for year 2012 as per the Board of Directors resolution, yet was not paid out, on top of the statutory reserves standing at TRL 430,707 at the beginning of the reporting period, to achieve a total statutory reserves figure of TRL 481,552.

## 4. Net Profits/Loss for the Period

The profit for the current period stands at TRL 524,543. TRL 305,606 out of the profits for year 2013 is subject to dividend payments.

## 5. Profits/Loss for Prior Periods

Pursuant to Article 13, paragraph 3 of the Law no. 6107 governing İller Bankası AŞ, "51% of the Bank's net profit for the year on the basis of the balance sheet approved by the General Assembly is made available as grants-in-aid for financing technical and social infrastructure services in villages which are carried out by special provincial authorities; for financing the development of mapping, zoning plans, potable water, wastewater, solid waste, city information system and similar urban infrastructure projects in municipalities with a population of less than 200,000 people, as well as for the financing of the construction of the said projects pertaining to municipalities with a population of less than 25,000 people. The methods and principles regarding the application of this paragraph shall be regulated through the regulation to be issued by the Board of Directors". Therefore, TRL 143,455 out of the profits for year 2013 were set aside as municipality and villages grant funds.

## VI. Explanations and Footnotes on Cash Flow Statement

## 1. Explanations on the "Other" and the "Effect of change in foreign exchange rates on cash and cash equivalents" items in the cash flow statement

TRL 132,260 decrease (31 December, 2013: TRL 80,218 decrease) in the "Other" item shown in operating profit prior to changes in the assets and liabilities related to the Bank's business activities consists essentially of current expenditures (electricity, water, gas, maintenance and repairs, rent, advertising and announcements, stationery and office supplies, and membership fees paid to a variety of organizations).

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## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

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TRL 20,891 decrease (31 December, 2013: TRL 83,167 increase) in the "Other increases / decreases in assets" item included among the changes taking place in the Bank's business activity assets and liabilities consists of prepaid taxes, goods on hand, and miscellaneous receivables and payables.

TRL 64,752 increase (31 December, 2013: TRL 746,546 increase) in the "Other increases / (decreases) in liabilities" item included among the changes taking place in the Bank's business activity assets and liabilities consists essentially of general budget allotments sent to İller Bank for distribution to municipalities and special provincial authorities during the following month, of funds that are to be transferred, of prepaid interest on loans made to bank employees in amounts of up to five times their single month's salary, and withholdings made from personnel salaries that must be paid to authorities during the following month.

TRL 774,789 (31 December, 2013: TRL 702,163) shown among "Net cash flow secured from financing activities" pertains to the cash capital receipts from financial activities, which İller Bank collects within the framework of its governing law and which are not represented by shares.

The net effect of movements in foreign exchange rates on cash and cash equivalents fell by TRL 993 as of 31 December, 2014 (31 December, 2013: TRL 4,141 increase).

## 2. Cash and cash equivalents at the beginning of the period

	Current Period	Previous Period
<b>Cash</b>	<b>2,939,150</b>	<b>3,482,870</b>
Cash in Vault	147	124
Central Bank of Turkey	174	624
Banks	2,940,419	3,485,022
Rediscounts on Interest Income from Banks	(1,590)	(2,900)
<b>Cash Equivalents</b>	<b>-</b>	<b>10,000</b>
Interbank Money Market Placements	-	-
Rediscounts on Interest Income from Receivables from Interbank Money Market	-	-
Bank Bonds	-	10,376
Interest Income Rediscounts on Bank Bonds	-	(376)
	<b>2,939,150</b>	<b>3,492,870</b>

## 3. Cash and cash equivalents at the end of the period

	Current Period	Previous Period
<b>Cash</b>	<b>4,372,095</b>	<b>2,939,150</b>
Cash in Vault	177	147
Central Bank of Turkey	59	174
Banks	4,377,374	2,940,419
Rediscounts on Interest Income from Banks and Blocked Amounts in Banks	(5,515)	(1,590)
<b>Cash Equivalents</b>	<b>-</b>	<b>-</b>
Interbank Money Market Placements	-	-
Rediscounts on Interest Income from Receivables from Interbank Money Market	-	-
Bank Bonds	-	-
Interest Income Rediscounts on Bank Bonds	-	-
	<b>4,372,095</b>	<b>2,939,150</b>

## İLLER BANKASI AŞ

## FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014

(Unless stated otherwise values are denominated in TRL thousand)

## VII. Remarks on the risk group of the Bank

The Bank is not included in any risk group.

## VIII. The Bank's domestic, foreign, off-shore branches and representative offices

## 1. Explanations regarding the domestic and abroad branches and representation offices of the Bank

	Number	Number of Employees		
Domestic branches	19	2,676		
			Country of Incorporation	
Representative offices abroad			1-	
			2-	
			3-	
				Total Assets Statutory Capital
Foreign branch			1-	
			2-	
			3-	
Off-shore branches			1-	
			2-	
			3-	

<sup>1)</sup> The Bank conducts its activities throughout Turkey through its headquarters and 18 regional offices.

## 2. Information on domestic or foreign branches or representative offices opened, closed or significant reorganization undertaken by the Bank

None.

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## ▶ SECTION SIX

## Other information

## I. Other information on the Bank's activities

The Assets and Liabilities Committee was established through İller Bank Board of Directors resolution nr. 3/28 dated 19.03.2014. The committee is assigned the tasks of evaluating the Bank's finances, portfolio, credit interests, and the developments in financial and capital markets, as well as other developments at the Bank and in other banks, with a view to establishing the policies regarding the management of the Bank's assets and liabilities and related fund transactions, and making the decisions to be executed by relevant departments in order to manage the Bank's balance sheet, as well as monitoring the implementation of the decisions taken. The Assets and Liabilities Committee is composed of the General Manager (Chairman of the Committee) and the Vice Presidents to whom the Risk Management Department, Banking Services Department, Accounting and Financial Affairs Department, and Investment Review Department reports. The committee meetings are attended by the General Manager, Vice President members of the committee, and the Directors of the Risk Management Department, Banking Services Department, Accounting and Financial Affairs Department, and Investment Review Department.

"Law on the Amendment of the Labor Law nr. 6552 and Certain Laws and Decrees with the Force of Law, and the Restructuring of Certain Receivables" was published in the Official Gazette issue 29116 (reiterated) dated 11 September, 2014, and entered into force. The said law contains the following provision:

PROVISIONAL ARTICLE 2 – (1) a) In consideration of the accessories to have accrued as of the date of publication of the present Law, over the private-law obligations local governments the legal person status of which were terminated with reference to the Law on the Establishment of Metropolitan Municipalities in Fourteen Provinces and Establishment of Twenty-Seven Districts, and the Amendment of Certain Laws and Decrees with the Force of Law, and terminated local government associations, in addition to the municipalities which were converted into metropolitan municipalities or metropolitan district municipalities, and subsidiaries thereof, as well as the municipalities which were converted into metropolitan municipalities, metropolitan district municipalities and/or subsidiaries thereof through merger/transformation/accession or transfer, or into villages, has before government agencies or İller Bank, an amount to be calculated on the basis of the monthly Domestic PPI rates, and the principal on the transferred debt, shall be collected out of the shares appropriated to such governments over their general budget tax revenues collection figure, without the application of any accessories such as interest, default interest, or default charges, within the framework of the principles stipulated in article 7 of the Law dated 2.7.2008 nr. 5779 on the Granting Shares of General Budget Tax Revenues to Special Provincial Administrations and Municipalities, and taking into account provisional article 2, paragraph four of the Law nr. 6360 as well. The collection of the accessories accrued till the date of publication of the present Law, over the receivables covered in this sub-paragraph, shall be forfeited."

According to the said article, the interest revenues İller Bank would otherwise have received till the maturity over a total credit figure TRL 2,819,699 as of 26.09.2014 were forfeited; interest revenues which had accrued till 11.09.2014, but not yet collected, were also cancelled. The cancelled interest which were replaced with the amounts calculated by applying Domestic PPI, to be added on top of the principal. The TRL 1,709 margin to arise between the cancelled interest and the amount calculated through the application of Domestic PPI is, on the other hand, reported in the financial statements for the period.



**İLLER BANKASI AŞ**

**FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014**  
(Unless stated otherwise values are denominated in TRL thousand)

**II. Summary information on the rating assigned to the bank by international rating agencies**

Within the framework of an agreement signed in 2013 with the international rating agency Fitch Ratings, the Bank was for the first time subjected to credit rating analysis by an international credit rating agency. The most recent ratings assigned by the Rating Agency for the Bank were announced on 28 May, 2014, which did not entail any revisions over the previous rating. The ratings are as follows:

Fitch Ratings	Rating	Outlook	Explanation
Long Term Foreign Currency Rating	BBB-	Stable	Investment grade.
Long Term Turkish Lira Rating	BBB	Stable	Indicates "good" credit rating for the Bank
Long Term National Credit Rating	AAA	-	Investment grade. Indicates the highest credit quality level.
Short Term Foreign Currency Rating	F3	-	Investment grade. Indicates that the debt service capability is adequate.

**İLLER BANKASI AŞ**

**FOOTNOTES OF NON-CONSOLIDATED END-OF-YEAR FINANCIAL STATEMENTS DRAWN UP AS OF 31 DECEMBER 2014**  
(Unless stated otherwise values are denominated in TRL thousand)

**▶ SECTION SEVEN****Independent Auditor's Report****I. Disclosures about the independent auditor's report**

The Bank's unconsolidated financial statements and footnotes as of 31 December, 2014 prepared for public disclosure were independently audited by Rehber Bağımsız Denetim ve Yeminli Mali Müşavirlik AŞ. The independent audit report dated 27 February, 2015 is presented in the introduction section of this report.

**II. Explanations and footnotes of the independent auditor**

There are no significant issues or necessary disclosures or notes in relation to the Bank's operations other than those mentioned above.

## ➤ FINANCIAL STRUCTURE, PROFITABILITY, AND SOLVENCY

### ASSETS STRUCTURE

As a result of its activities in 2014, Iller Bank's total assets increased by 10.76% and reached TRL 16,297,141 thousand.

In terms of size, "loans" rank first among asset items with TRL 11,477,528 thousand and a share of 70.43% and "banks" rank second with TRL 4,377,374 thousand and a share of 26.86%, while "tax assets" and "other assets" account for only a mere share on the order of 2.71% with TRL 442,239 thousand.

### LIABILITIES STRUCTURE

With 69.56%, shareholders' equity accounts for the biggest share of the Bank's liability structure at TRL 11,334,883 thousand, while external resources and borrowings rank second with a share of 30.44% at TRL 4,962,258 thousand.

TRL 2,280,530 thousand of the Bank's liability-side funds consist of general budget allotments which were received by Iller Bank in December 2014 to be transferred to municipalities and special provincial administrations on 10 January, 2015 pursuant to Law no. 5779 on Allotments of General Budget Revenues to be Allocated to Special Provincial Administrations and Municipalities.

TRL 614,810 thousand among the credits received refers to the credits secured from sources abroad, and extended to local governments.

### PROFITABILITY

The Bank posted a net profit of TRL 524,543 thousand on its 2014 activities.

Iller Bank's most important income item is interest income at TRL 903,814 thousand; this is followed by non-interest income at TRL 258,865 thousand, of which the biggest components are commissions on non-cash loans, and payments received by the Bank for its consultancy, supervision, and technical services.

Among Iller Bank's expense items, interests paid account for TRL 1,752 thousand, relatively small compared to interest revenues. Non-interest expenses amount to TRL 451,644 thousand, of which TRL 217,659 thousand is incurred on personnel costs while the remaining TRL 233,985 thousand is incurred on current expenses, reserves, and other expenses.

### SOLVENCY

TRL 90,094 thousand shown as taxes payable among Iller Bank's liabilities is for corporation tax and other taxes which are payable when due. Iller Bank is a strongly capitalized financial institution and has a capital adequacy ratio of 66.02%.

#### As of 31 December, 2014;

#### Cash and Banks

Cash and banks showed at total of TRL 4,377,610 thousand, which is broken down as follows.

TRL 4,358,998 thousand in Domestic Banks,

TRL 18,376 thousand in Domestic Banks (FX),

TRL 59 thousand in Central Bank of Turkey,

TRL 177 thousand in the Headquarters and Regional Directorates of the Bank, kept in safe.

#### Financial Assets Available-for-Sale

This account is where Iller Bank tracks NIĞBAŞ Niğde Beton San. ve Tic. A.Ş. in which the Bank holds a stake of 1.86%, and Emlak Gayrimenkul Yatırım Ortaklığı A.Ş. where the Bank holds a stake of 0.000032152%. Out of the Financial Assets Available for Sale, with a total book value of TRL 2,667 thousand, TRL 2,547 thousand is in NIĞBAŞ Niğde Beton Sanayi ve Ticaret A.Ş., and TRL 120 is in Emlak Gayrimenkul Yatırım Ortaklığı A.Ş. The shares recognized in this account are traded in ISE. A reserve of TRL 2,313 thousand is set aside for these shares, with a balance of TRL 354 thousand showing up on our balance sheet as of the end of year.

## ➤ FINANCIAL STRUCTURE, PROFITABILITY, AND SOLVENCY

### Loans

The year-end balance of the directed credits extended to local governments and nondirected credits extended to bank employees amounted to TRL 11,477,528 thousand, which is broken down as follows:

#### Short Term

TRL 20,010 thousand from Short-Term Specialization Loans

TRL 29,355 thousand from Other Short-Term Loans with Collateral

**TRL 49,365** thousand

#### Medium- and Long-term

TRL 10,832,144 thousand from Medium and Long-Term Specialization Loans

TRL 596,019 thousand from Medium and Long-Term Specialization Loans (FX)

**TRL 11,428,163** thousand

#### Non-performing loans

This account is where Iller Bank tracks its receivables arising for various reasons as a result of the Bank's non-lending relations with its personnel and with other individuals and organizations with which it does business are past due despite the initiation of legal action by the Bank. The account shows a balance of TRL 562 thousand as of 31 December, 2014 and it is fully provisioned.

#### Receivables from Rental Transactions

Iller Bank has receivables from its rental income on its real estates in the amount of TRL 3,217 thousand.

#### Tangible, Intangible and Investment Assets

These accounts are used for tracking all of Iller Bank's real estates for its internal use as well as for investment purposes, in addition to furniture, furnishings, tools, equipment, vehicles, and licensed computer software. Information about the values of these assets, their depreciation and outstanding balances is presented in the chart below.

(Thousand TRL)	Book value	Depreciations	Balance
Movables	20,755	10,421	10,334
Real Estate	189,483	45,445	144,038
Real Estate for Investment Purposes	168,113	87	168,026
Licensed Computer Software	10,997	7,476	3,521
<b>Amortized Assets</b>			
Movables	19,121	19,121	-
Real Estate	2,078	2,078	-
Licensed Computer Software	5,700	5,700	-
Movables in Inventory	5	-	5
<b>Total</b>	<b>416,252</b>	<b>90,328</b>	<b>325,924</b>

Of the TRL 189,483 thousand worth of real estate properties shown in the chart, TRL 102,909 thousand is for buildings and social facilities; TRL 54,859 thousand is for land; and TRL 31,715 thousand is for buildings under construction. Iller Bank's real estate properties were insured for TRL 208 thousand while its movables were insured for TRL 42 thousand for 2015.

## ➤ FINANCIAL STRUCTURE, PROFITABILITY, AND SOLVENCY

### Tax Assets

This account showed a year-end balance of **TRL 58,384 thousand** consisting of;

59,571	Thousand TRL	Deferred tax asset
(1,187)	Thousand TRL	Deferred tax liability.

### Other Assets

This account showed a year-end balance of **TRL 54,124 thousand** consisting of;

30,135	Thousand TRL	Receivables on forward sales of assets.
16,090	Thousand TRL	Miscellaneous receivables;
5,904	Thousand TRL	Outstanding balance of litigation and court expenses;
2,786	Thousand TRL	Letters of guarantee received for submittal to Enforcement Directorates, and thereafter cashed in
5,957	Thousand TRL	Guarantee Commission and Discretionary Deductions Paid by the Bank on behalf of Municipalities for collection in the accrual period for foreign credits
318	Thousand TRL	Payables by municipalities and special provincial authorities arising from insurance transactions;
787	Thousand TRL	Accounts of bank personnel, government agencies and private concerns, of which balances will be collected/ liquidated in future years;
338	Thousand TRL	Utility (electricity, water, mains gas) deposits paid for Iller Bank business premises and personnel housing;
2,273	Thousand TRL	Stocks of materials purchased and maintained in the previous years on behalf of local governments; office supplies etc held in warehouses;
5,626	Thousand TRL	Suspense accounts (payable);
960	Thousand TRL	Prepaid expenditures and other debit accounts, and advance payments
4,666	Thousand TRL	Accounts to be liquidated next year (used only as a bookkeeping technique and will be wound up in the early months of the following year).

### Credits Received

The end-of-year balance of this account where the foreign currency credits secured by the Bank from Foreign Banks and Agencies, for extension of credits to local governments is **TRL 614,810 thousand** consisting of;

541,884	Thousand TRL	Credits received from World Bank within the framework of Municipal Services Project;
72,926	Thousand TRL	Credits received from Japan International Cooperation Agency.

### Funds

The end-of-year balance of this account where the funds accumulated in the Bank due to various laws is booked is **TRL 3,706,179 thousand** consisting of;

2,280,530	Thousand TRL	Municipality and special provincial administration shares to be transferred before 10 January, 2015;
972,653	Thousand TRL	Amount transferred from the Ministry of Finance to the Bank under SUKAP project;
341,257	Thousand TRL	Municipality and Village share grants set aside out of the Bank's profits as per the Bank's governing law;
72,126	Thousand TRL	Amount transferred to the Bank within the framework of Urban Infrastructure Services out of the Budget of the Ministry of Environment and Urban Planning
12,122	Thousand TRL	Amount transferred for urban transformation of high-risk areas and shanty towns;
9,832	Thousand TRL	Amount transferred from the Ministry of Finance to the Bank under BELDES project;
6,160	Thousand TRL	Amount transferred to the Bank, by the Ministry of Environment and Urbanization within the framework of Spatial Planning activities;
5,498	Thousand TRL	Amount transferred to the Bank within the framework of ÇEVDES project;
304	Thousand TRL	Amount obtained from European Investment Bank
5,697	Thousand TRL	other funds.

## ➤ FINANCIAL STRUCTURE, PROFITABILITY, AND SOLVENCY

### Miscellaneous Payables

This account showed a year-end balance of **TRL 63,539 thousand** consisting of;

18,124	Thousand TRL	Amounts deposited as contributions of local governments for the facilities constructed by the Bank;
20,690	Thousand TRL	Dividend set aside and remaining after payment of profits for years 2010-2011-2012;
147	Thousand TRL	Contractors' receivables from material prices;
280	Thousand TRL	Payable earnings of the Bank's constructors;
6,625	Thousand TRL	Final and provisional collaterals in cash;
5,524	Thousand TRL	Provisional deduction amounts for the construction work being carried out under the World Bank Municipal Services Project;
3,086	Thousand TRL	Internal Insurance Fund;
3,133	Thousand TRL	Other payables of the Bank.
5,319	Thousand TRL	Amount to be forwarded to the Ministry of Finance and Social Security Institution as withholding from earnings as per the communiqués thereof;
611	Thousand TRL	Premium receivables Groupama AŞ has before the Bank.

### Liabilities

This account showed a year-end balance of **TRL 191,806 thousand** consisting of;

160,393	Thousand TRL	Amounts transferred to the Bank within the framework of Kocaeli, Esenler and Ağrı/Patnos urban transformation projects;
7,290	Thousand TRL	Amounts to be liquidated in the ensuing year;
8,696	Thousand TRL	Amount deposited by Selçuklu Municipality for the construction of Konya Service Building to be included in the real estates account once the offsetting is completed in conclusion of the construction;
5,016	Thousand TRL	Installments sent to the Bank via EFT in line with loan agreements with local governments;
6,419	Thousand TRL	Amounts withheld from the collaterals and other earnings of contractors who are found to have received excessive payments as per the conclusions of the audit on Marmara earthquake investments, which are to be liquidated in accordance with the results of the legal proceedings;
2,338	Thousand TRL	Amount collected through execution proceedings;
1,527	Thousand TRL	Advance commissions charged on letters of guarantee extended to municipalities;
74	Thousand TRL	Retirement bonus provision for staff to retire;
53	Thousand TRL	Other payables of the Bank.

### Reserves And Tax Obligations

This account showed a year-end balance of **TRL 385,924 thousand** consisting of;

206,860	Thousand TRL	Control fund incomes and insurance incomes which cannot be distributed, and thus is subject to legal proceedings, as well as other reserves;
88,970	Thousand TRL	Reserves for Employee Entitlements;
74,732	Thousand TRL	Payable Corporate Income Tax;
15,362	Thousand TRL	Taxes, Duties, Charges and Premiums Payable.

## ➤ FINANCIAL STRUCTURE, PROFITABILITY, AND SOLVENCY

### Capital

As of the end of year 2014, **TRL 18,000,000 thousand** is collected out of the Bank's nominal capital of **TRL 9,402,380 thousand** consisting of;

7,780,718 Thousand TRL	held by Municipalities and subsidiaries of municipalities,
857,533 Thousand TRL	held by Special Provincial Administrations,
764,129 Thousand TRL	Capital transfers from profits.

### Capital Reserves

This account with an end-of-year balance of **TRL 885,246 thousand** consists of Capital Reserves Arising Inflation Accounting, amounting to TRL 876,514 thousand, and 75% of the earnings from the sale of real estate and subsidiary shares as per sub-paragraph (e), article 5 of the Corporate Income Tax Law numbered 5520.

### Statutory Reserves

The end-of-year balance of statutory reserves set aside out of the Bank's net profits as per the Bank's Articles of Incorporation is **TRL 481,552 thousand**, which consists of TRL 312,720 thousand of Statutory Reserves, TRL 92,066 thousand of Discretionary Reserves, TRL 76,611 thousand of status reserves, and TRL 155 thousand of reserves in accordance with other regulations.

### REVENUES and EXPENDITURES

Iller Bank booked revenues amounting to TRL 1,178,611 thousand in 2014 and expenditures worth TRL 654,068 thousand. This corresponds to a profit-after-tax of TRL 524,543 thousand for the year.

### Comparison of Revenues

The chart below shows Iller Bank's revenues generated in 2014 in comparison to those in 2013.

(Thousand TRL)			
Type of Revenue	2013	2014	DIFFERENCE
<b>Interest Income</b>			
Interest from Loans	555,660	745,853	190,193
Interest from Interbank Money Market	81	-	(81)
Interest from Banks	129,012	152,827	23,815
Interest from Securities	116		(116)
Other Interest Revenues	463	5,134	4,671
<b>Non-interest Income</b>			
Fees and Commissions from Loans	11,982	9,461	(2,521)
Banking Services Income	1,631	3,224	1,593
Deferred Tax Asset-Liability Income	22,144	15,613	(6,531)
Other Non-interest Income	169,083	246,339	77,256
Foreign Exchange Profits	-	160	160
<b>Total</b>	<b>890,172</b>	<b>1,178,611</b>	<b>288,439</b>

As the chart shows, the Bank's revenues increased by 32.41% in 2014 on a year-to-year basis.

## ➤ FINANCIAL STRUCTURE, PROFITABILITY, AND SOLVENCY

### Comparison of Expenses

The chart below shows Iller Bank's expenses incurred in 2014 in comparison to those in 2013.

(Thousand TRL)			
Type of Expense	2013	2014	DIFFERENCE
<b>Interest Expenses</b>			
Interest Paid on Loans (FX)	13	23	10
Other Interest Expenses	2	1,729	1,727
<b>Non-interest Expenses</b>			
Personnel Expenses	195,168	217,659	22,491
Taxes and Fees	18,277	13,268	(5,009)
Fees and Commissions Paid	349	319	(30)
Depreciation Costs	10,035	9,515	(520)
Foreign Exchange Losses	792	-	(792)
Severance Benefit Provisions	11,779	10,436	(1,343)
Other Provisions	98,077	67,335	(30,742)
Tax Reserves	135,412	199,610	64,198
Deferred Tax Asset-Liability Expenses	630	743	113
Other non-Interest Expenses	92,518	133,431	40,913
<b>Total</b>	<b>563,052</b>	<b>654,068</b>	<b>91,016</b>

The chart reveals that the Bank's expenses increased by 16.17% in 2013 over those of 2012.

## ➤ RISK MANAGEMENT POLICIES IMPLEMENTED PER RISK TYPE

Risk management at the Bank is carried out in accordance with the internal regulations issued by the Board of Directors of the Bank, on the basis of the provisions of the Banking Law no. 5411, regulations, communiqués, and other pieces of legislation issued by BRSA for the execution of the said law.

The risks the Bank may incur with reference to its strategies and operations are assessed, monitored and kept under control using strategies, policies, limits and application methods to monitor, control, and where necessary alter the risk/return structure entailed by future cash flows of the bank, as well as the characteristics and level of its activities on the basis of the risk structure. Written policies and application methods are established to manage all the risks caused by the Bank's operations. The Board of Directors or relevant internal systems official shall regularly assess the adequacy of these, and shall effect necessary changes. Within the framework of establishing Risk Management Policies and Application Methods of the Bank, as a minimum, the strat-

egies regarding the Bank's operations, compatibility with the volume, nature, and complexity of its operations, the level of risk it may assume, risk monitoring and management capacity, past experience and performance, the level of expertise the directors of the units carrying out the operations command in the relevant field, and the obligations stipulated in the Banking Law and other applicable regulations shall be taken into consideration.

As a rule of thumb, any risk to be taken within the frame described above should be defined and manageable. In addition, current and potential future impacts of the risk exposure are measured to the extent allowed by risk measurement and reporting techniques. The Bank establishes written limits for quantifiable risks arising from its activities within the frame of Article 37 of the BRSA's Regulation on Internal Systems of Banks, which limits are approved and regularly reviewed by the Board of Directors.

The Bank was exempted, as a response to the written request for exemption filed with BRSA,

from the obligations regarding the "Internal Capital Adequacy Evaluation Procedure (IS-EDES)" preparation and submittal, it has before the BRSA as per article 48 of the "Regulation on the Internal Systems and Internal Capital Adequacy Assessment Procedures".

### Explanations on Credit Risk

The Bank observes best practices within the frame of BRSA regulations and restrictions, and thus ensures management of credit risk in accordance with its volume, quality and complexity of its lending. As a rule of thumb, new products and services are evaluated with respect to credit risk. The Bank legally calculates the value at credit risk within the framework of the Regulation on Measurement and Evaluation of Capital Adequacy of Banks issued by the BRSA. The credit risk is essentially managed so as to guarantee that it will remain above the minimum limit set for the legal capital adequacy standard ratio. The Bank submits reports on its credit risk exposure to the BRSA within the frame of applicable legislation.



## RISK MANAGEMENT POLICIES IMPLEMENTED PER RISK TYPE

The Bank gets related units to monitor the credits and credit lines established.

### Explanations on Market Risk

Market risk includes the interest rate risk, stock position risk and currency risks that arise from changes in interest rates, exchange rates and stock prices in financial markets, which are addressed individually. The Bank does not receive deposits and operates under article 77 of the Banking Law numbered 5411. Its banking functions, consist primarily of extending cash and non-cash credit to municipalities and to special provincial authorities (which are the Bank's shareholders) against collateral consisting of allotments of general budget revenues transferred pursuant to Law no. 5779 and of municipal local revenues, and secondly of mediating insurance.

The Amount Subject to Market Risk at the Bank is calculated within the framework of statutory reporting, using the Standard Method on a monthly basis; it is taken into consideration in the calculation of the Bank's Capital Adequacy Standard Ratio, and is included within the grand total for Capital obligations.

In case of calculations using the Internal Method, on the other hand, the Risk Exposed Value (RMD) estimates are made on a daily basis using Parametric, Monte Carlo and Historical Simulation Methods, whereas Marginal and Incremental RMD calculations and advanced RMD analyses are carried out on a weekly basis. Retrospective backtesting is applied on a daily basis to test the reliability of the results of the models utilized. With respect to the market risk, RMD based limits are set at the Bank, within the framework of the "Risk and Authority Limits Application Methods" published through Board of Directors resolution. Furthermore, the banks are subjected to stress testing and scenario analyses on a monthly basis. The Bank was exempted, as a response to the written request for exemption filed with BRSA, from the obligations regarding the annual reporting of Stress Tests, it has before the BRSA as per article 43 of the "Regulation on the Internal Systems and Internal Capital Adequacy Assessment Procedures".

### Operational Risk

Operational risk refers to the probability of suffering loss due to inadequate or failed internal processes, or due to people or systems or external events, covering the statutory risks as well. The Bank ensures management of operational risk in line with its volume, quality and complexity of its operations within the frame of BRSA regulations, and acknowledges that

operational risk management is a process that encompasses all of its activities and employees. The Bank employees are required to be aware of operational risks and assess their impact when fulfilling their duties, authorities and responsibilities; to take necessary measures to mitigate and/or prevent risks or to develop recommendations for such measures, and to conduct their activities with an awareness of control.

In operational risk management policies, the Bank's basic aims are to identify risks before they arise, to report and evaluate them regularly. Accordingly, the key principle in operational risk management policy is defined as taking action to prevent the realization of risk. Increasing the intensity of controls on every phase of all work processes identified across the Bank is the most effective policy tool in operational risk management. The Amount Subject to Operational Risk at the Bank is calculated within the framework of statutory reporting, using the "Fundamental Indicator Method" on an annual basis; it is included in the calculation of the Bank's Capital Adequacy Standard Ratio. Since 2013, the data regarding the losses effected by operational risk on the Bank is entered into the Operational Risk Loss Database drawn up in accordance with Basel standards. The data gathered in the database shall constitute the basis of capital calculations to determine the operational risk, as well as serving as a crucial part of the process concerning the analysis, monitoring and control of the Bank's operational risk profile through statistical analysis.

### Explanations on Currency Risk

The currency risk refers to the probability of suffering loss due to changes in exchange rates, with reference to the foreign currency assets and obligations the banks have. The Bank observes the provisions of the Regulation on the Calculation and Implementation of Foreign Currency Net General Position/Equity Standard Ratio by Banks on Consolidated and Non-consolidated Basis in maintaining the relation and balance among foreign currency assets and liabilities in order to secure a foreign currency position that is in line with its shareholders' equity. Currency risk regarding the foreign currency loans extended by the World Bank and JICA to municipalities shall be borne by the municipalities, as per the agreements. Currency conversion losses/gains sustained on the portions of such lendings that are used by the Bank under the rubric of "Strengthening Institutional Capacity" are to be borne by the Bank. Asset and liability account items appearing at the ends of fiscal periods

evaluated on the basis of the exchange rates announced by the Central Bank of Turkey (TCMB), and the exchange rate P/L is calculated thereon.

The primary goal of the currency risk policy is to keep Foreign Currency Net General Position/Equity Standard Ratio within legal limits within the frame of the Bank's financial standing, current economic developments and recent trends in the market, while observing profitability and productivity.

The Bank calculates and reports RMD for its foreign currency position on a daily basis. Limits concerning foreign currency risk are set and monitored within the framework of the "Risk and Authority Limits Application Methods" approved by the Board of Directors.

### Explanations on Interest Rate Risk

The interest rate risk refers to the probability that the Bank shall suffer loss due to its exposure to changes in interest rates regarding financial instruments. The interest rates are set by the Board of Directors, in consideration of the mission and vision of the bank as well as the prevailing conditions of the day, or by the Assets and Liabilities Committee, which sets the rates in any case at a level not less than the interest rates established by the Board of Directors. The set rates do not apply to previously extended credit balances.

The interest rate risk caused by the banking accounts is calculated and monitored at the Bank, to see compliance with the limits established under the Risk Authority Limits Application Methods, as per the provisions of the "Regulation on the Assessment and Evaluation of Interest Rate Risk Caused by Banking Accounts Using the Standard Shock Method". Furthermore, the assets and liabilities sensitive to interest rates are compared with reference to their maturity, and interest-rate-sensitive GAP analysis is applied. The Bank is not exposed to structural interest rate risks, as it is able to revise credit interest rates unilaterally with reference to the developments in the markets, and as it does not incur any interest expenses regarding funding.

### Explanations on Liquidity Risk

The liquidity risk refers to the risk of the Bank's failure to perform its obligations due to causes such as term inconsistencies between the assets and liabilities, an increase in non-performing loans, problems in interest and principal collections, deceleration of cash flow, fall in profitability, increase in demand for cash, fall in new cash inflows so as to lead to a failure to cover outflows. Liquidity risk arises as

## RISK MANAGEMENT POLICIES IMPLEMENTED PER RISK TYPE

the most important risk factor when the structural problem arising from the extension of long-term loans on the back of short-term funds, which represents a key problem of the banking system, coincides with a financial crisis. Therefore, the Bank's assets and liabilities structure is evaluated in terms of their maturity, and proforma cash flows are determined. The primary objective is to place liquidity surplus in view of alternative returns and fulfilling the required liquidity with the most cost-effective funds. Operating as a development and investment bank, Iller Bank does not accept deposits and thus, it is not exposed to any deposit-based liquidity risk arising from market volatilities. In the event circumstances that give rise to risks arise with the Bank, relevant units take initiative to eliminate the same.

### Management of Information Systems

The purpose of the Information Systems Risk Management Policy is to determine the principles to identify, assess, monitor, control, report, and manage the risks arising out of the use of information technologies, as well as the

principles to constitute the basis of management of information systems used in the execution of the Bank's operations.

This policy aims to ensure effective management of information technologies, which is a critical element in maintaining the operations of the Bank, by considering the management of information systems as part of corporate management practices. The provisions of this policy shall apply for the management of the information systems of the Bank, and all elements containing these systems.

In principle, the risks arising out of information technologies shall be taken into consideration within the framework of the Bank's operational risk management. Considering that these risks may be factors in other risks arising out of the banking operations, it is elementary to maintain the assessment, close monitoring and supervision within the framework of integrated risk management for the Bank.

Risk Protection And Risk Reduction Policies And The Processes Regarding Continuous Controls Of The Efficiency Thereof

In order to preclude any significant effect adverse situations which may arise during the operations of the Bank, the risk levels should, as a rule, be subject to limits compatible with the risk profile and risk tolerance. The risk limits are established with reference to the views and opinions of the General Manager, Audit Committee, and relevant Senior Managers, and approved by the Board of Directors. The risk limits are set at levels compatible with the risk levels the Bank may assume, as well as its operations, the scale and complexity of its products and services.

The limits are reviewed on a regular basis, and are adopted to changes in the market conditions, the Bank's strategy and risk appetite, and is monitored at fixed intervals. Figures subject to credit risk, operational risk and market risk are calculated to determine the minimum capital requirement, and the capital adequacy ratio is calculated over these figures. The Bank does not have an internal risk position, nor does it carry a position to hedge against internal risk.

## INFORMATION ON RATINGS

The bank does not offer banking services for the market, in enterprise and commercial settings. The majority of the credits extended by the bank are credits on projects. Article 13, paragraph 5 of the Bank's Governing Law nr. 6107 states that the provisions of article 7, sub-paragraph (b), article 17, paragraph one, and provisions regarding reserves and other safeguard provisions of the Law nr. 5411 shall not apply for the Bank. In accordance

with the special law and regulations governing the Bank, its portfolio structure is characterized by a low risk of default. Even though the Bank enjoys a robust collateral structure, the assets comprising the collateral for the credits extended do not fit into the collateral categories provided in Basel II criteria. Therefore, no rating process was applied regarding the credit benchmarks at the Bank.

Within the framework of an agreement signed in 2013 with the international rating agency Fitch Ratings, the Bank was for the first time subjected to credit rating analysis by an international credit rating agency. The most recent ratings assigned by the Rating Agency for the Bank were announced on 28 May, 2014, which did not entail any revisions over the previous rating. The ratings are as follows:

### THE BANK'S CREDIT RATINGS RECEIVED FROM CREDIT RATING AGENCIES, AND EXPLANATIONS

FITCH RATINGS			
	Rating	Outlook	Explanation
Long Term Foreign Currency Rating	BBB-	Stable	Investment grade.
Long Term Turkish Lira Rating	BBB	Stable	Indicates "good" credit rating for the Bank
Long Term National Credit Rating	AAA	-	Investment grade. Indicates the highest credit quality level.
Short Term Foreign Currency Rating	F3	-	Investment grade. Indicates that the debt service capability is adequate.

## ▶ SUMMARY FINANCIAL INFORMATION FOR THE PERIOD 2010-2014

ASSETS	2010	2011	2012	2013	2014
LIQUID ASSETS	2,839,259	3,438,994	3,496,146	2,940,740	4,377,964
LOANS	6,669,608	7,784,913	8,949,749	11,358,967	11,477,528
SUBSIDIARIES AND AFFILIATED CORPORATIONS	577	552	618	580	-
TANGIBLE and INTANGIBLE FIXED ASSETS	131,642	132,082	153,604	319,214	325,924
OTHER ASSETS	36,064	36,282	41,479	94,487	115,725
<b>TOTAL</b>	<b>9,677,150</b>	<b>11,392,823</b>	<b>12,641,596</b>	<b>14,713,988</b>	<b>16,297,141</b>

LIABILITIES	2010	2011	2012	2013	2014
RECEIVED CREDITS	344,033	433,862	413,255	552,219	614,810
FUNDS	1,773,613	2,369,285	2,679,819	3,367,403	3,706,179
RESERVES AND TAX OBLIGATIONS	80,354	102,080	168,486	293,091	385,924
OTHER LIABILITIES	102,605	47,967	73,544	310,240	255,345
SHAREHOLDERS' EQUITY	7,376,545	8,439,629	9,306,492	10,191,035	11,334,883
<b>TOTAL</b>	<b>9,677,150</b>	<b>11,392,823</b>	<b>12,641,596</b>	<b>14,713,988</b>	<b>16,297,141</b>

PROFIT / LOSS	2010	2011	2012	2013	2014
INTEREST REVENUES	466,503	548,597	647,667	685,332	903,814
INTEREST EXPENSES	49	29	23	15	1,752
NET INTEREST REVENUES	466,454	548,568	647,644	685,317	902,062
NET FEE AND COMMISSION REVENUES	30,239	13,334	12,551	13,264	12,366
FOREIGN CURRENCY PROFITS/LOSSES (NET)	(85)	(378)	(17)	(792)	(160)
OTHER OPERATING INCOMES	35,912	38,389	64,809	169,083	246,339
TOTAL OPERATING INCOMES	532,520	599,913	724,987	866,872	1,160,927
RESERVES FOR LOANS AND OTHER RECEIVABLES	214	1,629	40,221	98,077	67,335
OTHER OPERATING EXPENSES	201,928	263,812	290,824	327,777	384,309
PROFITS BEFORE TAX	330,378	334,472	393,942	441,018	709,283
TAX RESERVES	90,089	87,573	102,354	113,898	184,740
<b>NET PROFITS/LOSS FOR THE PERIOD</b>	<b>240,289</b>	<b>246,899</b>	<b>291,588</b>	<b>327,120</b>	<b>524,543</b>

## ▶ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

▶ WORKS COMPLETED IN YEAR 2014 OUT OF THE BANK'S INVESTMENT PROGRAM, IN THE MAPPING SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	EREĞLİ	KONYA	MAPPING	22.08.2012-10.06.2014	1,326,320
<b>GRAND TOTAL</b>					<b>1,326,320</b>

▶ WORKS COMPLETED IN YEAR 2014 OUT OF THE BANK'S INVESTMENT PROGRAM, IN THE ZONING SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	K.MARAŞ	K.MARAŞ	ZONING PLAN	22.08.2012-10.06.2014	708,000
2	SAVCILIBÜYÜKOBA	KIRŞEHİR	ZONING PLAN	10.01.2011-	38,805
3	SELÇIKLER	UŞAK	ZONING PLAN	08.04.2011-	186,440
4	ÇUKURKUYU	ERZİNCAN	ZONING PLAN	22.02.2010-	17,582
5	SİNOP	SİNOP	ZONING PLAN	29.06.2011-	73,500
<b>GRAND TOTAL</b>					<b>1,024,327</b>

▶ WORKS COMPLETED IN YEAR 2014 OUT OF THE BANK'S INVESTMENT PROGRAM, IN THE RENEWABLE ENERGY SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	KADINHANI	KONYA	RENEWABLE ENERGY	21.09.2012-19.04.2013	315,830
2	AKÇAY	BALIKESİR	RENEWABLE ENERGY	11.12.2013 -12.02.2014	218,374
3	OLUR	ERZURUM	RENEWABLE ENERGY	18.07.2013- 18.11.2013	240,875
<b>GRAND TOTAL</b>					<b>775,079</b>

▶ WORKS COMPLETED IN YEAR 2014 OUT OF THE BANK'S INVESTMENT PROGRAM, IN THE POTABLE WATER SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	Çermik Potable Water Project	Diyarbakır	Treatment, Conveyance, Storage, Grid	21.06.2011 -2014	2,979
<b>GRAND TOTAL</b>					<b>2,979</b>

▶ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE POTABLE WATER, OTHER INFRASTRUCTURE AND SUPERSTRUCTURE SECTORS					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	MERKEZ	BİNGÖL	CATCHMENT, CONVEYANCE, STORAGE, GRID ENH.	16.02.2012-03.01.2014	26,101,213
2	GÖLKÖY	ORDU	PACKAGE TREATMENT, GRID. CONST.	11.01.2012-14.02.2014	714,335
3	REYHANLI	HATAY	ROAD BUILDING	07.01.2013-06.01.2014	2,232,667
4	SPECIAL PROVINCIAL ADMINISTRATION	GİRESUN	BULANCAK (GİRESUN) KARAAĞAÇ-KAYABAŞI CONNECTION ARRANGEMENT CONSTRUCTION	01.11.2012-08.01.2014	39,542
5	SPECIAL PROVINCIAL ADMINISTRATION	TRABZON	HAYRAT (TRABZON) GEÇİTLİ VILLAGE ROAD CONCRETE PAVEMENT AND ENGINEERING STRUCTURES BUILDING	02.09.2013-07.02.2014	143,261
6	SPECIAL PROVINCIAL ADMINISTRATION	TRABZON	OF (TRABZON) KIRAZ VILLAGE ROAD AND ENGINEERING STRUCTURES BUILDING	18.11.2013-11.02.2014	147,424
7	SPECIAL PROVINCIAL ADMINISTRATION	TRABZON	OF (TRABZON) TEKOBA-UĞURLU CONNECTION CONCRETE ROAD AND ENGINEERING STRUCTURES	30.12.2012-11.02.2014	258,378

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE POTABLE WATER, OTHER INFRASTRUCTURE AND SUPERSTRUCTURE SECTORS

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
8	SPECIAL PROVINCIAL ADMINISTRATION	ÇANAKKALE	ÇANKLAPSEKİ NUSRATİYE POND CLOSED IRRIGATION FACILITIES PROJECT 2nd SECTION	04.04.2013-09.01.2014	3,055,449
9	GAZLIGÖL	AFYON	GAZLIGÖL MUNICIPALITY PRE-INSULATED THERMAL PIPE LAYING	12.09.2013-07.02.2014	1,034,476
10	ÇAY	AFYON	ROAD LANDSCAPING CONS.	21.08.2013-21.03.2014	903,880
11	ÇAY	AFYON	2nd SECTION ROAD LANDSCAPING CONSTRUCTION WITH INTERLOCKING PAVEMENT STONE	26.09.2013-06.09.2014	1,061,913
12	SALAR	AFYON	ROAD LANDSCAPING CONS.	05.12.2013-22.01.2014	517,614
13	FATSA	ORDU	VAR. NEIGH. STONE WALL BUILDING AND CONCRETE BAX CONST.	08.07.2013-23.01.2014	416,702
14	SARICAKAYA	ESKİŞEHİR	INTERLOCKING PAVEMENT CURB STONE LAYING	13.09.2013-21.03.2014	509,032
15	EVÇİLER	AFYON	ROAD LANDSCAPING CONS.	11.10.2013-20.03.2014	1,350,298
16	MERKEZ	ÇANKIRI	ROAD BUILDING WITH CONCRETE CURB STONES AND INTERLOCKING PAVEMENT STONES	14.06.2013-03.01.2014	2,770,949
17	MAMAK	ANKARA	PAVEMENT AND CURB CONSTRUCTION	19.04.2013-08.01.2014	1,447,621
18	SİNDELHÖYÜK	KAYSERİ	INTERLOCKING PAVEMENT AND CONCRETE CURB FOR VARIOUS AVENUES AND STREETS	13.11.2013-12.02.2014	347,587
19	İLKADIM	SAMSUN	ROAD AND PAVEMENT APPLICATION	15.04.2013-14.03.2014	593,479
20	ALANKENT	ORDU	CONCRETE ROAD BUILDING	13.06.2013-04.03.2014	1,583,175
21	ÇAMLI	ORDU	MUNICIPAL ROAD BUILDING	25.10.2013-11.03.2014	455,548
22	SPECIAL PROVINCIAL ADMINISTRATION	RİZE	DEREPAZARI (RİZE) KIRAZDAĞI VILLAGE CONCRETE+ASPHALT PAVEMENT AND VILLAGE MANSION CONSTRUCTION	08.11.2013-09.04.2014	222,273
23	SPECIAL PROVINCIAL ADMINISTRATION	TRABZON	TRABZON SPECIAL PROVINCIAL ADMINISTRATION (CONCRETE ROAD PAVEMENT)	12.06.2013-07.02.2014	15,020,748
24	SPECIAL PROVINCIAL ADMINISTRATION	GİRESUN	ŞEBİNKARAHİSAR (GİRESUN) ÇAĞLAYAN VILLAGE ROAD AND CONCRETE PAVEMENT CONSTRUCTION	23.12.2013-04.04.2014	143,150
25	SPECIAL PROVINCIAL ADMINISTRATION	TRABZON	ÇARŞIBAŞI (TRABZON) ŞAHİNLİ-KOVANLI VILLAGE ROAD-BRIDGE CONSTRUCTION	17.12.2013-17.03.2014	319,955
26	KIRIKHAN	HATAY	ROAD CONSTRUCTION WITH CONCRETE INTERLOCKING PAVEMENT STONE	27.04.2012-11.03.2014	10,426,155
27	KURTLUSOĞUKSU	HATAY	INTERLOCKING PAVEMENT	22.11.2013-10.03.2014	197,582
28	SAMANDAĞ	HATAY	INTERLOCKING STONE PAVEMENT ROAD CONSTRUCTION	18.05.2012-09.04.2014	3,449,294
29	KÜÇÜKDALYAN	HATAY	INTERLOCKING PAVEMENT ROAD CONSTRUCTION	26.08.2013-27.03.2014	1,912,094
30	KARGIPINARI	MERSİN	ROAD CONSTRUCTION	15.07.2013-16.01.2014	800,747
31	DÖRTYOL	HATAY	INTERLOCKING STONE ROAD CONSTRUCTION	04.12.2012-12.03.2014	3,105,127
32	METROPOLITAN MUNICIPALITY	ADANA	PAVEMENT ARRANGEMENT USING NATURAL STONES ON ÖZLER AVENUE	25.09.2013-28.01.2014	376,208
33	BAHÇE	OSMANIYE	INTERLOCKING PAVEMENT ROAD CONSTRUCTION	25.11.2013-19.03.2014	614,019
34	OVAKENT	HATAY	EASTERN SERVICE ROAD CONSTRUCTION	29.11.2013-07.03.2014	227,026
35	YUMURTALIK	ADANA	ROAD CONSTRUCTION WITH HOT ASPHALT	27.11.2013-27.02.2014	1,797,957
36	YUMURTALIK	ADANA	INTERLOCKING PAVEMENT ROAD CONSTRUCTION	14.01.2014-27.03.2014	3,933,288
37	BESNİ	ADIYAMAN	INTERLOCKING PAVEMENT ROAD CONSTRUCTION	05.12.2013-27.03.2014	345,352
38	HELETE	K. MARAŞ	ROAD AND PAVEMENT WITH CONCRETE PAVEMENT BLOCKS	11.04.2013-20.01.2014	1,133,490
39	TÜRKOĞLU	K. MARAŞ	ROAD AND PAVEMENT	19.04.2013-10.01.2014	2,016,171
40	HİLVAN	ŞANLIURFA	INTERLOCKING PAVEMENT CURB AND RAINWATER CHANNEL	27.11.2013-28.04.2014	2,780,799
41	KİLİS	KİLİS	KİLİS MUNICIPALITY ASPHALT ROAD CONSTRUCTION	20.08.2013-26.03.2014	2,729,976
42	GERGER	ADIYAMAN	INTERLOCKING CONCRETE PAVEMENT ROAD CONSTRUCTION	09.12.2013-13.01.2014	341,052

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE POTABLE WATER, OTHER INFRASTRUCTURE AND SUPERSTRUCTURE SECTORS

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
43	PAZARCIK	K.MARAŞ	INTERLOCKING CONCRETE PAVEMENT STONE APPLICATION TO VARIOUS STREETS AND AVENUES; STONE WALL CONSTRUCTION, RAILROAD UNDERPASS (TUNNEL) CONSTRUCTION	06.03.2013-11.02.2014	241,222
44	MUTKİ	BİTLİS	POTABLE WATER CONVEYANCE LINE SERVICE ROAD CONSTRUCTION	07.08.2013-21.03.2014	198,830
45	FINDIKLI	RİZE	ROAD CONSTRUCTION	04.10.2012-10.02.2014	1,599,369
46	YAĞLIDERE	GİRESUN	ROAD CONSTRUCTION	24.12.2013-21.04.2014	531,591
47	YAĞLIDERE	GİRESUN	ROAD CONSTRUCTION	23.01.2013-03.03.2014	455,072
48	ÇAYELİ	RİZE	STONE WALL CONSTRUCTION	01.11.2013-14.03.2014	628,541
49	ÇAYELİ	RİZE	AVENUE AND STREET LANDSCAPING	14.05.2013-28.03.2014	1,693,707
50	PAZAR	RİZE	CONCRETE PAVEMENT ON NEIGHBORHOOD ROADS AND AVENUE LANDSCAPING	07.08.2013-18.04.2014	115,400
51	BEŞİKDÜZÜ	TRABZON	ASPHALT CONCRETE ABRASION LAYER CONSTRUCTION	03.09.2013-13.01.2014	915,153
52	BEŞİKDÜZÜ	TRABZON	INTERLOCKING CONCRETE PAVEMENT, CONCRETE CURB, CONCRETE CHANNEL CONSTRUCTION	03.09.2013-21.03.2014	1,122,125
53	BEŞİKDÜZÜ	TRABZON	INTERLOCKING CONCRETE PAVEMENT, CONCRETE CURB, CONCRETE CHANNEL CONSTRUCTION	28.08.2013-23.01.2014	103,091
54	ÇARŞIBAŞI	TRABZON	KEREM AND BURUNBAŞI NEIGHBORHOOD ROADS CONCRETE WORK	01.11.2013-03.03.2014	1,572,686
55	EYNESİL	GİRESUN	CONCRETE WORK ON NEIGHBORHOOD ROADS	24.10.2013-22.01.2014	253,458
56	KOVANLIK	GİRESUN	AHURLU-MERKEZ NEIGHBORHOOD ROADS FOUNDATION MATERIALS CONSTRUCTION	19.12.2013-14.03.2014	348,379
57	ÖZDİL	TRABZON	ROAD PAVEMENT AND SUPPORT WALL CONSTRUCTION	06.12.2013-19.03.2014	117,853
58	ÖZDİL	TRABZON	BOX CULVERT CONSTRUCTION	23.01.2014-28.01.2014	32,442
59	KİLİMLİ	ZONGULDAK	MUNICIPAL ROAD PAVEMENT AND REPAIRS	10.12.2012-28.01.2014	3,157,478
60	BOZKURT	KASTAMONU	ROAD LANDSCAPING CONS.	05.06.2013-28.02.2014	1,268,318
61	SAFRANBOLU	KARABÜK	CONCRETE PAVEMENT AND CURB CONST.	05.04.2013-03.04.2014	990,352
62	ULUS	BARTIN	ROAD AND PAVEMENT BUILDING	23.10.2013-19.02.2014	307,734
63	SPECIAL PROVINCIAL ADMINISTRATION	KARABÜK	KARABÜK SPECIAL PROVINCIAL ADMINISTRATION, ASPHALT PAVEMENT FOR VARIOUS VILLAGE ROADS	12.08.2013-2014	2,779,776
64	AHMETLİ	MANİSA	INTERLOCKING PAVEMENT STONES ON 8 STREETS	25.10.2013-09.01.2014	128,030
65	BAŞKARCI	DENİZLİ	INTERLOCKING PAVEMENT AND CURB LAYING	28.11.2012-05.03.2014	680,435
66	MERKEZ	MUĞLA	ROAD PAVEMENT	30.11.2012-18.02.2014	1,422,329
67	DİDİM	AYDIN	HOT ASPHALT APPLICATION	16.12.2013-14.01.2014	2,513,810
68	İSABEYLİ	AYDIN	CONCRETE PAVEMENT ON FATİH SULTAN MEHMET AVENUE (NAZILLI JUNCTION DIRECTION) AND ATATÜRK BOULEVARD (BOTH DIRECTIONS)	28.10.2013-21.03.2014	895,738
69	İSKENDERUN	HATAY	POTABLE WATER GRID CONST.	22.11.2011-05.02.2014	35,521,288
70	İSLAHİYE	GAZİANTEP	ROAD AND PAVEMENT	04.02.2014-08.04.2014	1,449,137
71	MİDYAT	MARDİN	CONCRETE PAVEMENT AND CURB CONST.	16.08.2011-24.03.2014	5,323,438
72	MERKEZ	KARS	MUNICIPAL ASPHALT ROAD CONSTRUCTION	27.07.2012-18.03.2014	400,395
73	YUMURTALIK	ADANA	ROAD CONSTRUCTION WITH HOT ASPHALT	24.03.2014-26.05.2014	1,060,720
74	KEMAH	ERZİNCAN	RECONSTRUCTION ROADS BUILDING	17.09.2012-27.06.2014	1,634,279
75	AĞRI	AĞRI	AĞRI MUNICIPALITY ASPHALT ROAD CONSTRUCTION	04.10.2011-03.05.2014	6,003,997
76	AĞRI	AĞRI	ASPHALT ROAD BUILDING	26.09.2012-30.09.2014	11,884,832
77	AĞRI	AĞRI	ASPHALT ROAD BUILDING	11.10.2013-15.01.2014	5,317,577
78	KARAYAZI	ERZURUM	ROAD BUILDING	10.10.2013-05.01.2014	494,982

## ➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

### ➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE POTABLE WATER, OTHER INFRASTRUCTURE AND SUPERSTRUCTURE SECTORS

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
79	SARIKAMIŞ	KARS	RECONSTRUCTION ROAD BUILDING	14.08.2013-05.02.2014	767,885
80	MERKEZ	KARS	WIRE FENCE AND INTERLOCKING PAVEMENT	27.07.2012-05.01.2014	1,242,463
81	MERKEZ	KARS	ASPHALT ROAD CONSTRUCTION	11.07.2012-05.01.2014	1,124,246
82	SPECIAL PROVINCIAL ADMINISTRATION	KASTAMONU	KASTAMONU PROVINCE, VARIOUS VILLAGE ROADS, 1st STAGE ASPHALT PAVEMENT	01.07.2013-05.01.2014	6,012,689
83	SPECIAL PROVINCIAL ADMINISTRATION	ÇANAKKALE	BAYRAMIÇ KAYKILAR-SARAYCIK 5.500 km YİĞİTLER-HACIKÖY-İŞIKELİ 4.000 km 1st ASPHALT LAYER	02.08.2013-24.06.2014	715,679
84	İVRİNDİ	BALIKESİR	İVRİNDİ (BLK) ROAD BUILDING IN VARIOUS AVE. AND STR.	24.06.2013-23.01.2014	937,558
85	SPECIAL PROVINCIAL ADMINISTRATION	ESKİŞEHİR	ESKİŞEHİR SPECIAL PROVINCIAL ADMINISTRATION 4th GROUP (8 PROJECTS) INTERLOCKING PAVEMENT AND CURB LAYING IN ROADS IN VILLAGES	18.11.2013-11.02.2014	270,553
86	SPECIAL PROVINCIAL ADMINISTRATION	ESKİŞEHİR	ESKİŞEHİR SPECIAL PROVINCIAL ADMINISTRATION 5th GROUP (12 PROJECTS) INTERLOCKING PAVEMENT AND CURB LAYING IN ROADS IN VILLAGES	25.11.2013-11.02.2014	379,379
87	METROPOLITAN MUNICIPALITY	ESKİŞEHİR	ESKİŞEHİR SPECIAL PROVINCIAL ADMINISTRATION 1st GROUP (6 PROJECTS) INTERLOCKING PAVEMENT AND CURB LAYING IN ROADS IN VILLAGES	17.12.2013-11.02.2014	297,741
88	SPECIAL PROVINCIAL ADMINISTRATION	ESKİŞEHİR	ESKİŞEHİR SPECIAL PROVINCIAL ADMINISTRATION 2nd GROUP INTERLOCKING PAVEMENT AND CURB LAYING IN ROADS IN VILLAGES	20.11.2013-11.02.2014	207,550
89	SPECIAL PROVINCIAL ADMINISTRATION	ESKİŞEHİR	3rd GROUP INTERLOCKING PAVEMENT AND CURB LAYING IN ROADS IN VILLAGES	18.11.2013-11.02.2014	241,686
90	DAZKIRI	AFYON	INTERLOCKING PAVEMENT ROAD CONSTRUCTION	25.02.2014-29.05.2014	286,329
91	SUŞEHRİ	SİVAS	AVENUE-STREET ROAD BUILDING	14.01.2014-23.03.2014	3,474,095
92	GÖKÇEYAZI	BALIKESİR	400 M3 STORAGE CONSTRUCTION	03.01.2014-08.08.2014	302,943
93	MERKEZ	UŞAK	POTABLE WATER CONST.	16.08.2012-02.07.2014	7,939,659
94	KÖPRÜLÜ	ANTALYA	CONVEYANCE GRID CONST.	07.10.2013-08.05.2014	340,149
95	ŞABANÖZÜ	ÇANKIRI	MUNICIPAL CONSTRUCTION WORK DATED 18.2013 Nr. 35623	27.09.2013-26.03.2014	155,760
96	SPECIAL PROVINCIAL ADMINISTRATION	YOZGAT	ÇALATLI VILLAGE INTERLOCKING PAVEMENT WORK	27.05.2014-07.07.2014	79,762
97	ARABAN	GAZİANTEP	MUNICIPAL INTERLOCKING PAVEMENT ROAD CONSTRUCTION	31.12.2013-01.07.2017	1,763,454
98	ERGANİ	DİYARBAKIR	ROAD BUILDING	12.11.2013-10.06.2014	59,768
99	DİYARBAKIR WATER CHANNEL ADMINISTRATION	DİYARBAKIR	3000M3 PRISM CONCRETE UNDERGROUND STORAGE CONST.	26.09.2012-15.09.2014	2,315,854
100	HAZRO	DİYARBAKIR	PAVEMENT BLOCK PROCUREMENT AND LAYING WORK FOR YEAR 2013	09.01.2014-16.01.2014	13,921
101	SPECIAL PROVINCIAL ADMINISTRATION	BATMAN	BATMAN PROVINCE GERCÜŞ DISTRICT ARICA VILLAGE, INTERNAL VILLAGE ROAD INTERLOCKING PAVEMENT WORK	17.02.2014-01.07.2014	196,030
102	MALATYA	MALATYA	PEDESTRIAN PAVEMENT FOR WESTERN ENTRANCE	16.04.2013-12.05.2014	4,846,683
103	FATSA	ORDU	HOT ASPHALT LAYING AND COMPRESSION AND INFRASTRUCTURE CHIMNEY EXTENSION	14.06.2013-18.03.2014	659,268
104	İLKADIM	SAMSUN	ROAD AND PAVEMENT APPLICATION - 9 WORKS	18.03.2013-14.03.2014	1,031,270
105	KABATAŞ	ORDU	ROAD CONSTRUCTION	08.05.2013-30.04.2014	2,124,060
106	FATSA	ORDU	VAR. NEIGH. STONE WALL-SUPPORT WALL AND STREAM PASS CONCRETE BAX CONST.	08.11.2013-16.07.2014	322,193
107	KARAÇAM	TRABZON	CONCRETE ROAD AND ENGINEERING BUILDINGS	03.10.2013-19.06.2014	709,541
108	SPECIAL PROVINCIAL ADMINISTRATION	GİRESUN	KEŞAP (GİRESUN) GEÇİT GÜNEY VILLAGE GROUP (1st SECTION) POTABLE WATER SYSTEM	03.01.2013-27.05.2014	776,303
109	KOZLU	ZONGULDAK	ROAD WORKS	11.06.2013-15.04.2014	3,260,697
110	MERKEZ	ZONGULDAK	MİTHATPAŞA NEIGH. ENG. BULD. CONST. WORK	30.07.2013-18.02.2014	1,769,000

## ➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

### ➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE POTABLE WATER, OTHER INFRASTRUCTURE AND SUPERSTRUCTURE SECTORS

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
111	MERKEZ	ZONGULDAK	ENGINEERING BUILDINGS CONSTRUCTION (BAHÇELİEVLER, ÇAYDAMAR, İNCİVEZ, KARAEMLAS, ONTEMMUZ AND TERAKKİ NEIGHBORHOODS)	04.10.2013-04.03.2014	1,738,644
112	PAZAR	RİZE	POTABLE WATER AND PACKAGE TREATMENT PLANT	03.11.2011-15.05.2014	2,398,046
113	ADAPAZARI SAPANCA-HACIMERCAN, KARAPÜRÇEK-YEŞİLYURT	ADAPAZARI	MERKEZ, SAPANCA, HACIMERCAN, KARAPÜRÇEK AND YEŞİLYURT POTABLE WATER AND PACKAGE TREATMENT PLANTS	23.05.2011-22.01.2014	27,156,324
114	BİNGÖL	BİNGÖL	POTABLE WATER CONST.	13.05.2014-16.10.2014	1,500,173
115	METROPOLITAN MUNICIPALITY, AFAD	VAN	VAN (MERKEZ) KONTEYNERKENT AREA EMERGENCY POTABLE WATER CONST.	07.05.2012-30.09.2014	4,924,573
116	KAPAKLI	TEKİRDAĞ	KAPAKLI (TEKİRDAĞ) ASPHALT AND CONCRETE ROAD CONST.	21.08.2013-25.11.2014	7,008,459
117	KALE	DENİZLİ	INTERLOCKING PAVEMENT AND CURB BUILDING	26.08.2013-24.02.2014	928,597
118	KONAK	İZMİR	ASPHALT ROAD BUILDING AND REPAIRS IN VARIOUS NEIGHBORHOODS OF KONAK	18.09.2013-19.09.2014	2,877,718
119	SPECIAL PROVINCIAL ADMINISTRATION	KARAMAN	KARAMAN PROVINCE (1st GROUP) VILLAGE ROADS ASPHALT WORK	14.06.2014-29.05.2014	1,483,630
120	SPECIAL PROVINCIAL ADMINISTRATION	KARAMAN	KARAMAN PROVINCE (2nd GROUP) VILLAGE ROADS ASPHALT WORK	14.06.2014-29.05.2014	1,096,121
121	SPECIAL PROVINCIAL ADMINISTRATION	ÇANKIRI	ILGAZ DISTRICT ÖMERLİ VILLAGE INTERLOCKING PAVEMENT LAYING WORK	11.09.2014-24.11.2014	30,250
122	SPECIAL PROVINCIAL ADMINISTRATION	ÇANKIRI	ILGAZ ONAÇ VILLAGE INTERLOCKING PAVEMENT ROAD CONSTRUCTION	11.09.2014-24.11.2014	38,247
123	SPECIAL PROVINCIAL ADMINISTRATION	ÇANKIRI	ŞABANÖZÜ DISTRICT ÇAPARKAYI VILLAGE INTERLOCKING PAVEMENT ROAD CONSTRUCTION	21.12.2014-10.12.2014	45,481
124	SPECIAL PROVINCIAL ADMINISTRATION	OSMANİYE	GROUP POTABLE WATER PIPE PROCUREMENT AND INSTALLATION	29.11.2013-27.11.2014	1,181,080
125	METROPOLITAN MUNICIPALITY	ADANA	Underpass construction	24.08.2012-16.06.2014	7,613,311
126	ANAMUR	MERSİN	INTERLOCKING PAVEMENT	03.04.2013-21.04.2014	1,031,480
127	METROPOLITAN MUNICIPALITY	GAZİANTEP	YAVUZELİ VILLAGES INTERLOCKING PAVEMENT CONST.	28.02.2014-22.09.2014	488,018
128	PAZARCIK	K.MARAŞ	MUNICIPAL INTERLOCKING PAVEMENT WORK	23.09.2014-11.11.2014	228,747
129	SPECIAL PROVINCIAL ADMINISTRATION OF KİLİS	KİLİS	1st LAYER ASPHALT ON VILLAGE ROADS IN MERKEZ AND OTHER DISTRICTS (ROADS TO UZUNLU-ORUÇLU AND DÖLEKİ)	15.09.2014-27.10.2014	543,380
130	SPECIAL PROVINCIAL ADMINISTRATION	ADİYAMAN	POTABLE WATER PLANT CONSTRUCTION FOR VILLAGES IN MERKEZ AND BESNİ DISTRICTS	01.09.2014-19.11.2014	136,640
131	KARAKOÇAN	ELAZIĞ	ROAD BUILDING-REPAIRS WITH INTERLOCKING PAVEMENT, PEDESTRIAN PAVEMENT CONST. GRAVEL PROCUREMENT AND FOUNDATION WORK	04.11.2013-25.11.2014	201,258
132	SPECIAL PROVINCIAL ADMINISTRATION	ELAZIĞ	POTABLE WATER AND IRRIGATION WORK CONST. FOR 27 VILLAGES, AND SEWER SYSTEM FOR 21 VILLAGES	02.09.2013-31.12.2014	302,983
133	SPECIAL PROVINCIAL ADMINISTRATION	ELAZIĞ	POTABLE WATER AND IRRIGATION WORK CONST. FOR 27 VILLAGES, AND SEWER SYSTEM FOR 21 VILLAGES	13.09.2013-31.12.2014	189,704
134	ADILCEVAZ	BİTLİS	ROAD AND PEDESTRIAN PAVEMENT FOR THE CENTER	15.05.2013-01.08.2014	311,889
135	SPECIAL PROVINCIAL ADMINISTRATION	ERZİNCAN	ERZİNCAN REFAHİYE DISTRICT KAYI VILLAGE POTABLE WATER CONST. WORK	03.07.2014-02.10.2014	212,657
136	ARDAHAN	ARDAHAN	ARDAHAN RECONST. ROADS PAVEMENT WORK	04.10.2013-31.12.2014	306,812
137	YAĞLIDERE	GİRESUN	ROAD CONSTRUCTION	26.12.2013-01.12.2014	843,659
138	DEVREK	ZONGULDAK	POTABLE WATER CONST.	25.04.2013-21.04.2014	3,531,428
<b>GRAND TOTAL</b>					<b>303,714,047</b>



## ➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

### ➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE SEWAGE SECTOR

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	SERDİVAN (SAKARYA)	SAKARYA	SEWAGE SYSTEMS	05.09.2011 - 23.05.2014	14,134,142
2	GAZİPAŞA (ANTALYA) TM4 COMMERCIAL CENTER	ANTALYA	SEWAGE SYSTEMS	02.01.2014 - 21.07.2014	284,101
3	KIRIKHAN (HATAY)	HATAY	SEWAGE SYSTEMS	08.11.2012 - 26.02.2014	8,975,976
4	BİNGÖL (MERKEZ)	BİNGÖL	SEWAGE SYSTEMS	16.02.2012 - 31.01.2014	33,779,614
5	KARS (MERKEZ)	KARS	RİZE SHORE AREA PAHLİVATAŞI NEIGH. SEWAGE SYSTEM CONST.	07.01.2011 - 14.03.2014	6,963,410
6	PATNOS (AĞRI)	AĞRI	SEWAGE SYSTEMS	16.11.2011 - 04.08.2014	2,875,779
7	RİZE (SHORE AREA AND PEHLİVANTAŞI NEIGH.)	RİZE	SEWAGE SYSTEMS	09.08.2012 - 03.06.2014	730,000
8	ÇANAKKALE(MRK.) WASTE WATER TREATMENT PLANT AND CHANNEL CONST.	ÇANAKKALE	WASTE WATER TREATMENT PLANT	26.07.2012 - 04.07.2014	27,059,669
9	KULA (MANİSA)-WASTE WATER TREATMENT PLANT SUPPLY WORKS	MANİSA	WASTE WATER TREATMENT PLANT	29.05.2012 - 14.05.2014	1,953,846
10	KOZLU (ZONGULDAK)	ZONGULDAK	SEWAGE SYSTEMS	07.01.2013 - 28.03.2014	2,096,475
11	BUCAK (BURDUR) WASTE WATER TREATMENT PLANT AND COLLECTOR LINE WORKS	BURDUR	WASTE WATER TREATMENT PLANT	31.05.2012 - 21.11.2014	5,650,364
12	DIYADİN (AĞRI) SEWAGE SYSTEM	AĞRI	SEWAGE SYSTEMS	11.01.2011 - 03.12.2014	4,304,361
13	KEŞAN (EDİRNE) RAINWATER SYSTEM	EDİRNE	RAINWATER GRID	24.05.2013 - 09.12.2014	1,589,504
<b>GRAND TOTAL</b>					<b>110,397,241</b>



## ➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

### ➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE MUNICIPALITY STRUCTURES SECTOR

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	ESENYURT	ISTANBUL	TALATPAŞA INDOORS PARKING LOT AND MARKET CONST.	04.07.2011-28.04.2012	7,621,952
2	ESENYURT	ISTANBUL	ATATÜRK NEIGH. CITY PARK SUPPLY WORK	31.12.2012-03.02.2014	17,060,097
3	BAKIRKÖY	ISTANBUL	OSMANIYE CULTURE CENTER ROUGH CONSTRUCTION	31.12.2012-03.02.2014	9,148,367
4	BAKIRKÖY	ISTANBUL	OSMANIYE CULTURE CENTER COMPLETION	26.03.2013-26.11.2013	10,453,327
5	MALTEPE	ISTANBUL	ALTAY ÇEŞMESİ SPORTS COMPLEX CONSTRUCTION	13.09.2011-31.12.2012	8,861,142
6	KÜÇÜKÇEKMECE	ISTANBUL	HALKALI MERK.NEIGH. MUN. AVRASYA SHOW CENT.	01.12.2010-30.11.2012	44,870,218
7	KÜÇÜKÇEKMECE	ISTANBUL	MEHMET AKİF NEIGH. SERVICE BUILDING AND INFORMATION HOUSE CONST.	31.12.2012-31.12.2013	3,004,355
8	TUZLA	ISTANBUL	ŞELELE PARK AND LANDSCAPING	30.05.2011-29.06.2012	12,045,234
9	KIYI KÖY	KIRKLARELİ	MULTIFUNCTION HALL CONST. WORK	17.10.2012-13.07.2013	458,577
10	PAMUKOVA	SAKARYA	SOCIAL FACILITY AND BATH CONSTRUCTION	09.11.2012-23.04.2013	590,474
11	MERKEZ	SAKARYA	S.B.B. SCHOOL CONST. WITH 32 CLASSROOMS	30.04.2013-23.05.2014	8,764,050
12	MERKEZ	SAKARYA	PARK 1st STAGE RECREATION AREA BUILDING	10.06.2013-16.01.2013	14,265,141
13	MERKEZ	SAKARYA	MİTHAŞPAŞA ŞEHİT AHMET AKYOL PRIMARY SCHOOL WITH 16 CLASSROOMS	23.02.2012-18.05.2013	1,138,211
14	MERKEZ	SAKARYA (ADAPAZARI)	MALTEPE SPORTS PARK CONS.	05.06.2013-02.12.2013	2,331,027
15	KIZILPINAR	TEKİRDAĞ	MUNICIPAL VOCATIONAL HIGH SCHOOL FOR COMMERCE	07.01.2011-11.10.2011	3,351,977
16	DURSUNBEY	BALIKESİR	SEMI-OLYMPIC INDOORS SWIMMING POOL AND ANNEX CONST.	07.02.2013-15.10.2013	4,572,038
17	BURHANIYE	BALIKESİR	INTERCITY BUS TERMINAL	04.04.2014-03.07.2014	1,657,177
18	GÖMEÇ	BALIKESİR	INDOORS MARKET	17.06.2013-25.10.2013	426,281
19	KEPSUT	BALIKESİR	YOUTH AND SPORTS CENTER ROUGH CONST.	22.04.2013-19.08.2013	720,017
20	KOCAAVŞAR	BALIKESİR	INDOORS MARKET CONST. WORK	21.11.2012-19.04.2013	149,186
21	KOCAAVŞAR	BALIKESİR	MULTI-FUNCTION WEDDING HALL CONS. WORK	14.12.2012-14.05.2013	237,884
22	MERKEZ	BURSA	RAIL SYSTEM CONSTRUCTION	28.07.2011-19.03.2013	113,895,051
23	HARMANCIK	BURSA	TERMINAL BUILDING AND ANNEX CONST.	23.08.2013-20.03.2014	1,015,455
24	HARMANCIK	BURSA	WEDDING HALL, PARKING LOT, LANDSCAPING CONSTRUCTION	27.06.2013-22.01.2014	1,232,250
25	ELBEYLİ	BURSA	INDOORS SPORTS HALL CONSTRUCTION	02.05.2013-22.11.2013	1,344,047
26	YENİCEKÖY	BURSA	INDOORS SPORTS HALL	24.06.2011-10.12.2011	1,552,101
27	YILDIRIM	BURSA	KAPLI KAYA NURSERY CONST. WORK	16.10.2012-13.07.2013	383,657
28	ÇAN	ÇANAKKALE	THERMAL HOTEL	23.02.2012-18.05.2013	9,793,553
29	YENİCE	ÇANAKKALE	HOTEL BUILDING ROUGH CONST.	13.11.2012-20.05.2013	497,389
30	KÖŞK	AYDIN	SOCIAL FACILITY AND SHOPPING CENTER CONST.	27.09.2013-29.03.2014	2,110,141
31	SÖKE	AYDIN	ÇELTİKÇİ PARK CONST.	21.08.2013-08.03.2014	2,066,636
32	ACIPAYAM	DENİZLİ	MUNICIPAL OFFICE BUILDING CONSTRUCTION	10.04.2013-04.02.2014	2,154,863
33	MERKEZ	DENİZLİ	TERMINAL COMPLEX CONST.	23.12.2011-13.08.2013	85,528,543
34	MERKEZ	DENİZLİ	REGIONAL FORESTRY DIR. SERVICE BUILDINGS SUPPLY CONST.	14.05.2013-12.06.2013	6,877,443
35	KIZILCABÖLÜK	DENİZLİ	MUNICIPALITY CULTURE CENTER CONS.	30.01.2013-28.08.2013	2,016,533

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE MUNICIPALITY STRUCTURES SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
36	ÇİĞLİ / İZMİR		MUNICIPAL CONST. SITE SERV. BUILDING	20.06.2011-10.12.2012	3,456,763
			MUNICIPAL CONST. SITE SERV. FAC. PROV. EXT. COMP. ELEC. SUPP. PROCUREMENT	12.02.2014-19.02.2014	
			MUNICIPAL CONST. SITE SERV. FAC. PROV. EXT. COMP. MECH. SUPP. PROCUREMENT	12.04.2014-22.04.2014	
			MUNICIPAL CONST. SITE SERV. FAC. PROV. EXT. COMP. ELEC. SUPP. PROCUREMENT	10.03.2014-24.03.2014	
			MUNICIPAL CONST. SITE SERV. FAC. PROV. EXT. COMP. ELEC. SUPP. PROCUREMENT	28.05.2014-12.06.2014	
			MUNICIPAL CONST. SITE SERV. FAC. PROV. EXT. COMP. MANUFACTURES REQ. REV.	11.06.2014-03.07.2014	
37	KONAK	İZMİR	GÜLTEPE KAN ÇEŞME PICNIC GROUNDS LANDSCAPING	10.01.2012-17.09.2013	2,252,807
38	SEFERİHİSAR	İZMİR	INDOORS MARKETPLACE CONSTRUCTION	21.11.2013-02.03.2014	507,531
39	AKHİSAR	MANİSA	ANIMAL MARKET	07.10.2013-28.01.2014	1,447,032
40	SARIGÖL	MANİSA	MUNICIPAL SERVICE BUILDING SUPPLY CONST. WORK	15.01.2013-12.11.2013	975,110
41	MERKEZ	MANİSA	TERMINAL BUILDING CONST. WORK	03.08.2012-06.09.2013	26,314,751
42	KULA	MANİSA	UNDERGOUND PARKING LOT AND RECREATION AND CAFE + LANDSCAPING (MUNUSEMRE PLAZA) CONSTRUCTION WORK	18.09.2012-11.12.2013	10,027,020
43	KIRKAĞAÇ	MANİSA	HIRAĞA NEIGH. WEDDING HALL CONSTRUCTION	11.03.2013-08.06.2013	119,185
44	MERKEZ	MUĞLA	DÜĞEREK REC. FACILITY AND SPORTS HALL CONST.	03.12.2012-28.09.2013	2,291,498
45	KONACIK	MUĞLA	INDOORS PARKING LOT AND MARKETPLACE CONST.	21.05.2013-14.02.2014	2,923,932
46	ÇOBANLAR	AFYON	THERMAL BATHS FACILITY	14.06.2013-31.12.2013	5,888,622
47	DÖĞER	A.KARAHİSAR	SLAUGHTERHOUSE CONST.	12.07.2013-23.09.2013	1,923,444
48	KÜÇÜKHÜYÜK	AFYON	MUN. SERV. BUILDING	30.07.2013-26.01.2014	761,520
49	MERKEZ	AFYON	MULTI-STOREY INDOORS MARKETPLACE	16.04.2013-07.02.2014	3,856,197
50	PAZARYERİ	BİLECİK	CULTURE CENTER CONSTRUCTION	11.07.2013-08.03.2013	1,872,056
51	BALIKÖY	KÜTAHYA	WEDDING HALL CONST.	02.10.2013-01.03.2014	559,623
52	EMET	KÜTAHYA	WEDDING HALL, RESTAURANT, BOTANICAL GARDENS, WATERFALL AND GARDEN LANDSCAPING WORK	24.07.2013-15.03.2014	1,905,010
53	ÇAVDARHİSAR	KÜTAHYA	CULTURE CENTER CONSTRUCTION	11.06.2013-28.12.2013	1,212,814
54	NAŞA	KÜTAHYA	THERMAL BATHS APARTMENT CONST. WORK	02.01.2013-14.08.2013	937,722
55	MERKEZ	ESKİŞEHİR	1st, 2nd, 3rd GROUP GÜN YÜZÜ, MİHAİL GAZİ, SEYİTGAZİ DISTRICT, KIRKA TOWNSHIP, 1 ASTROTURF PITCH	06.12.2013-11.03.2014	956,765
56	MERKEZ	ESKİŞEHİR	BEYLİKOVA DISTRICT YENİYURT VILLAGE, RECREATION CENTER	12.12.2013-11.03.2014	231,190
57	MERKEZ	ESKİŞEHİR	CUMHURİYET BLV. CULTURE CENTER	25.09.2007-11.03.2014	8,469,605
58	ODUNPAZARI	ESKİŞEHİR	GÜNDOĞDU VAULTED ROOF OVER MARKET PLACE WORK	30.04.2013-01.12.2013	394,482
59	KONYAALTI	ANTALYA	MULTI-FUNCTION SERV. BUILDING	21.01.2011-18.10.2011	7,124,335
60	KORKUTELİ	ANTALYA	URBAN TERMINAL CONSTRUCTION	16.08.2013-14.03.2014	2,791,311
61	DÖŞEMEALTI	ANTALYA	MUNICIPAL SERVICE BUILDING	17.08.2012-11.08.2013	9,206,185
62	MERKEZ	ANTALYA	METROPOLITAN MUNICIPALITY URBAN MUSEUM COMPLEX BLOCK A CONST. WORK. KARAALIOĞLU PARK	11.11.2011-12.01.2013	5,008,367
63	MERKEZ	ANTALYA	İSMET İNÖNÜ URBAN LIVING SPACE APPLICATION CONST.	01.11.2011-07.07.2012	4,051,273
64	MERKEZ	ANTALYA	AKDENİZ URBAN PARK	07.09.2012-01.10.2013	4,217,637
65	MANAVGAT	ANTALYA	CULTURE CENTER CONST. WORK	07.01.2014-06.07.2014	16,467,502
66	SERİK	ANTALYA	MUNICIPAL BUILDING AND CULTURE CENTER	02.04.2012-30.08.2013	8,923,371

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE MUNICIPALITY STRUCTURES SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
67	GÜNEY	BURDUR	MARKETPLACE ROOF CONSTRUCTION	25.09.2013-23.12.2013	416,379
68	MERKEZ	BURDUR	UNDERGROUND PARKING LOT AND MARKET CONST. WORK	28.02.2011-24.12.2012	7,861,374
69	ÇARIKSARAYLAR	ISPARTA	MARKETPLACE COVERING WORK	16.11.2013-23.02.2014	233,295
70	ULUBORLU	ISPARTA	RENOVATION AND REINFORCING OF THE MUNICIPAL PROPERTY	28.02.2014-27.06.2014	885,282
71	YALVAÇ	ISPARTA	BATH, STORE, MULTI-STOREY PARKING LOT AND MULTI-FUNCTION HALL CONST.	18.01.2013-09.06.2013	1,615,221
72	AKŞEHİR	KONYA	ANIMAL MARKET CONST.	10.06.2013-22.12.2013	4,569,054
73	AKŞEHİR	KONYA	INDOORS MARKETPLACE CONSTRUCTION - GAZİ MARKET	18.04.2013-30.09.2013	1,572,969
74	AKŞEHİR	KONYA	CONSTRUCTION OF INDOORS MARKET FOR WOMEN'S HANDICRAFT	03.07.2013-15.11.2013	763,473
75	AKŞEHİR	KONYA	KURUÇAY CEMETERY FACILITIES AND BUILDINGS, ADMINISTRATIVE ANNEX CONST.	17.09.2013-11.12.2013	784,706
76	AŞAĞIÇİĞİL	KONYA	FORMER MUNICIPALITY BUILDING REPAIR AND RENOVATION	11.07.2012-11.11.2012	91,786
77	BEYŞEHİR	KONYA	INDOORS MARKETPLACE CONST.	23.07.2013-31.12.2013	828,481
78	MERAM	KONYA	GÜLBAHÇE PARK AND SOCIAL AREA CONST.	06.05.2013-02.11.2013	5,879,424
79	MERAM	KONYA	TRADITIONAL TURKISH SPORTS AND HORSE REHABILITATION CENTER CONST.	29.04.2013-16.10.2013	2,678,393
80	MERKEZ	KONYA	SCIENCE CENTER CONST.	10.12.2010-07.08.2012	67,963,696
81	MERKEZ	KONYA	SPORTS COMPLEX-SUPPLY CUNST - CONVENTION CENTER CONST.	06.09.2013-14.03.2014	240,616,387
82	ÇİĞİL	KONYA	MARKETPLACE AND PARK, SPORTS FACILITY CONSTRUCTION	19.12.2013-24.03.2014	400,000
83	GENCEK	KONYA	MULTI-FUNCTION MEETING HALL	24.12.2012-15.09.2013	231,887
84	KULU	KONYA	OFFICE BUILDING, MUNICIPAL SERVICES BUILDING AND RESIDENCE CONST.	20.06.2011-05.12.2013	9,823,300
85	ILGIN	KONYA	THERMAL PLANT SWIMMING POOL	08.09.2011-21.05.2013	8,724,773
86	ERMENEK	KARAMAN	PARKING LOT UNDER MUN. SERV. BUILD. - CITY PLAZA CONST.	26.07.2013-28.02.2014	3,015,827
87	ÇANKAYA	ANKARA	EMEK SERVICE BUILDING FAÇADE REPAIRS	27.08.2012-04.12.2012	6,147,195
88	ÇANKAYA	ANKARA	ATA NEIGH. VALLEY 2nd STAGE PARK CONST. WORK	29.04.2013-27.10.2013	2,150,060
89	ÇANKAYA	ANKARA	PARK CONST. ON SOUTHERN SIDE OF BLOCK 27570 AND WEST OF BLOCK 15259	22.03.2013-19.07.2013	1,435,627
90	ÇANKAYA	ANKARA	MALAZGİRT NEIGH. PARK CONST. ON BLOCK 27267 AND EAST OF BLOCK 1281	18.03.2013-15.06.2013	1,377,385
91	ÇANKAYA	ANKARA	RENOVATIONS AND REPAIRS AT VARIOUS SCHOOLS	16.08.2013-07.10.2013	1,776,567
92	ÇANKAYA	ANKARA	CEMAL SÜREYA SPORTS PARK CONS.	21.06.2013-18.10.2013	1,014,256
93	ÇANKAYA	ANKARA	CULTURE CENTER CONSTRUCTION	01.02.2013-01.12.2013	3,050,888
94	GÖLBAŞI	ANKARA	MUN. WATERFALL CONST.	01.06.2012-01.06.2013	1,515,436
95	GÖLBAŞI	ANKARA	ŞAFAK NEIGH. SOCIO-CULTURAL FACILITY CONSTRUCTION	06.09.2012-06.09.2013	3,116,700
96	GÖLBAŞI	ANKARA	BAHÇELİEVLER NEIGH. PARK AREA LANDSCAPING WORK	30.01.2013-26.10.2013	3,545,113
97	GÖLBAŞI	ANKARA	FAÇADE IMPROVEMENT AND RENOVATION WORK	03.05.2013-29.10.2013	1,753,267
98	GÖLBAŞI	ANKARA	BAHÇELİEVLER CULTURE CENTER CONSTRUCTION	29.05.2013-25.10.2013	3,545,113
99	KAZAN	ANKARA	ULU CAMİİ RECREATION AREA CONST.	01.08.2013-24.12.2013	1,515,436
100	KEÇİÖREN	ANKARA	MEVLANA CONVENTION AND CULTURE CENTER CONST.	20.04.2011-14.04.2012	5,047,111
101	KEÇİÖREN	ANKARA	DAMLA CULTURE CENTER CONST.	18.06.2012-12.06.2013	10,693,869
102	KEÇİÖREN	ANKARA	ÇALDIRAN ZÜMRÜT INDOORS MULTI-FUNCTION MARKETPLACE CONST.	03.10.2012-19.09.2013	5,762,482
103	KEÇİÖREN	ANKARA	VARIOUS PARK CONST. AND REP. WORKS	08.04.2013-03.11.2013	3,133,408

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE MUNICIPALITY STRUCTURES SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
104	KIZILCAHAMAM	ANKARA	MUNICIPAL BATHS CONST.	20.07.2012-17.08.2013	4,157,401
105	KIZILCAHAMAM	ANKARA	CUMHURİYET PLAZA URBAN DESIGN WORK	13.07.2012-13.07.2013	1,707,922
106	KIZILCAHAMAM	ANKARA	KIZILCAHAMAM MUN. BATH CONST. LATERAL DRILLING WORK	08.01.2013-08.03.2013	509,089
107	KIZILCAHAMAM	ANKARA	KADIRBEY PARK PROJECT CONST WORK	11.06.2012-13.07.2013	1,001,017
108	KIZILCAHAMAM	ANKARA	BRIDGE ARRANGEMENT WORK	08.11.2013-08.03.2014	393,000
109	PURSAKLAR	ANKARA	CUMA MARKETPLACE SOCIAL FACILITY LANDSCAPING WORK	21.06.2011-14.07.2012	5,697,155
110	PURSAKLAR	ANKARA	BİNBİRGÜL PARK SOCIAL FACILITY LANDSCAPING WORK	28.03.2011-21.04.2011	4,758,501
111	PURSAKLAR	ANKARA	CONVENTION CENTER WITH A CAPACITY OF 1000	10.09.2012-05.10.2013	5,885,716
112	POLATLI	ANKARA	MUN. COMMERCE AND SOCIAL FAC. CONST.	07.09.2012-01.09.2013	1,937,268
113	POLATLI	ANKARA	RESIDENTIAL CONST. WORK	10.07.2012-04.07.2013	3,979,250
114	POLATLI	ANKARA	YASSIHÖYÜK THERMAL FACILITY CONST.	08.07.2013-03.08.2014	3,068,556
115	POLATLI	ANKARA	THEATER AND MULTI-FUNCTION CULTURAL FACILITY CONST.	16.08.2015-07.01.2013	2,025,871
116	MAMAK	ANKARA	MUTLU NEIGH. PARK FOR DISABLED PERSONS	10.06.2011-07.12.2011	1,512,547
117	MAMAK	ANKARA	MİSKET NEIGH. MARKET AND SPORTS COMPLEX CONST.	13.06.2011-05.12.2011	3,128,717
118	MAMAK	ANKARA	TÜRKÖZÜ NEIGH. BLOCK 51348 PLOT 7 INDOORS SPORTS COMP. SWIMMING POOL	25.08.2011-15.02.2013	6,596,427
119	MAMAK	ANKARA	KARAAĞAÇ NEIGH. INDOORS MARKET AND WOMEN'S HALL	24.10.2011-24.04.2012	2,273,713
120	MAMAK	ANKARA	DURALIÇ NEIGH. INDOORS SPORTS HALL CONST. WORK	10.05.2012-12.10.2013	18,627,758
121	MAMAK	ANKARA	BAŞAK NEIGH. SPORTS AREA CONST.	29.08.2012-29.08.2013	4,598,928
122	MAMAK	ANKARA	BAŞAK NEIGH. WEDDING HALL YOUTH AND SPORTS COMPLEX	18.09.2012-13.09.2013	11,078,330
123	MAMAK	ANKARA	BAŞAK NEIGH. INDOORS MARKETPLACE CONST.	04.06.2012-07.09.2012	2,405,072
124	MAMAK	ANKARA	GENERAL ZEKİ DOĞAN NEIGH. FAMILY CENTER, YOUTH CENTER, INDOORS MARKETPLACE, SPORTS AREA AND PLAYGROUNDS CONST. WORK	20.09.2012-30.11.2013	10,794,975
125	MAMAK	ANKARA	HÜREL NEIGH. BLOCK 36148 PLOT 39 PARK CONST.	18.09.2012-15.04.2013	8,381,372
126	MAMAK	ANKARA	SAMSUN ROAD TURKISH FLAG MONUMENT LANDSCAPING CONST.	09.05.2012-05.09.2012	1,158,712
127	MAMAK	ANKARA	YEŞİLBAYIR NEIGH. YOUTH CENT. SPORTS AREA LANDSCAPING WORK	04.06.2012-30.12.2012	2,970,304
128	BEYPAZARI	ANKARA	INDOORS MARKETPLACE CONST.	17.12.2012-05.04.2014	6,206,664
129	MERKEZ	BOLU	ATATÜRK FOREST PARK CULTURE HOUSE CONST.	18.08.2011-26.12.2011	2,432,080
130	MERKEZ	BOLU	MULTI-STOREY PARKING LOT AND CULTURE PARK LANDSCAPING	03.09.2012-27.10.2013	33,208,721
131	GEREDE	BOLU	OLD GEREDE HOUSE BOUTIQUE HOTEL CONST. WORK	28.10.2011-19.01.2013	474,566
132	MERKEZ	ÇANKIRI	ESENTEPE CULTURE CENTER CONST.	26.04.2013-11.11.2013	1,960,445
133	MERKEZ	ÇANKIRI	KENT PARK RECREATION AREA AND LANDSCAPING	08.07.2013-04.12.2013	3,556,347
134	MERKEZ	ÇANKIRI	BİLLUR BEY PARK CONS.	20.09.2013-28.12.2013	763,165
135	MERKEZ	ÇANKIRI	PROF. NECMETTİN ERBAKAN PARK PERIMETER WALL FENCE AND GATE CONST.	28.08.2014-27.10.2014	391,760
136	MERKEZ	ÇORUM	TRUCK STOP CONST.	23.10.2012-07.10.2013	1,175,312
137	MERKEZ	ÇORUM	PROVINCIAL AGRICULTURE DIRECTORATE SERV. BUILDING CONST.	11.09.2012-15.10.2013	3,571,974
138	MERKEZ	ÇORUM	CULTURE AND ARTS CENTER FOR WOMEN AND YOUTH	21.12.2012-16.10.2013	3,459,499
139	MERKEZ	ÇORUM	WEDDING HALL CONST. WORK	04.02.2012-30.12.2013	1,432,521
140	MERKEZ	ÇORUM	GROCERY MARKET BUILDING CONST. WORK	23.10.2012-07.10.2013	6,270,846

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE MUNICIPALITY STRUCTURES SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
141	ALACA	ÇORUM	MARKETPLACE STEEL STRUCTURE CONSTRUCTION	29.07.2013-25.10.2013	921,260
142	İSKİLİP	ÇORUM	STEEL CONST. ROOF INSTALLATION ON GROCERS MARKET	19.07.2013-16.10.2013	508,691
143	ÇİLİMLİ	DÜZCE	MARKETPLACE AND SERVICE BUILDING CONST.	27.04.2012-24.10.2012	699,169
144	MERKEZ	KIRIKKALE	MUNICIPAL LIVE ANIMAL MARKET AND WASTE WATER TREATMENT PLANT CONST.	04.10.2011-25.04.2012	4,112,815
145	MERKEZ	KIRIKKALE	MERKEZ MUN. KAYSERİ ROAD STREAM CONTROL RECREATION PROJECT CONST.	11.06.2012-31.05.2013	3,139,228
146	MERKEZ	ADANA	KARASALI SPORTS HALL CONST.	19.09.2012-30.04.2013	1,817,424
147	SARIÇAM	ADANA	MUNICIPAL SERV. BUILD. CONST.	09.04.2013-05.12.2013	9,384,777
148	ERDEMLİ	MERSİN	MUNICIPAL SERV. BUILD. DETAIL CONST.	26.11.2012-08.07.2013	3,252,517
149	ERDEMLİ	MERSİN	SHORELINE LANDSCAPING 1st AND 2nd STAGES	19.04.2013-19.11.2013	2,659,492
150	YENİŞEHİR	MERSİN	CULTURE CENTER CONST.	04.04.2012-03.10.2013	6,220,358
151	PAYAS	HATAY	SOKOLLU MEHMET PAŞA COMPLEX RESTORATION WORKS	29.04.2011-31.12.2012	6,337,401
152	PAYAS	HATAY	VOCATIONAL TRAINING CENTER CONST.	22.05.2013-18.11.2013	770,351
153	PAYAS	HATAY	TÜRK YURDU PARK TÜRKEVİ CONST.	22.08.2012-19.04.2013	2,111,996
154	MERKEZ	KAYSERİ	RAIL SYSTEM CONSTRUCTION	05.01.2006-04.08.2010	72,683,417
155	MELİKGAZİ	KAYSERİ	KARACA OĞLU NEIGH. BLOCK 6595, 3 BLOCKS 117 APARTMENTS SOCIAL HOUSING CONST.	16.10.2012-30.11.2013	3,434,401
156	MELİKGAZİ	KAYSERİ	KAZIM KARABEKİR NEIGH. 3 BLOCKS 81+3 APARTMENTS SOCIAL HOUSING CONST.	17.04.2013-31.07.2014	2,526,273
157	MELİKGAZİ	KAYSERİ	MİMAR SİNAN NEIGH. BLOCK 1788 PLOT 13, 32 APARTMENTS SOCIAL HOUSING CONST.	17.05.2013-09.08.2014	1,394,450
158	HACILAR	KAYSERİ	CULTURE HOUSE CONST. AWARDED TO GÖKHER GÖZÜTOK MÜH.	28.04.2014-26.08.2014	1,268,568
159	OZAN	YOZGAT	MUNICIPAL ASTROTURF FOOTBALL FIELD CONST.	01.04.2013-29.06.2013	96,233
160	SORGUN	YOZGAT	INDOORS GROCER MARKET AND ANIMAL MARKET CONST.	23.05.2013-20.11.2013	1,515,861
161	SORGUN	YOZGAT	BIKE ROAD CONST.	08.11.2013-08.02.2014	250,000
162	UMUTLU	YOZGAT	ASTROTURF FOOTBALL FIELD CONST.	06.09.2013-05.11.2013	98,008
163	ÇALIŞ	NEVŞEHİR	WEDDING HALL RENOVATION AND REPAIRS	13.06.2014-10.10.2014	150,000
164	GÖREME	NEVŞEHİR	LAYER AND SUPRA-LAYER BUILDING CONST.	02.04.2012-30.06.2012	1,596,365
165	MERKEZ	NİĞDE	PARKING LOT CONST.	15.11.2013-15.03.2014	5,013,585
166	KÖSELİ	KIRŞEHİR	INTERLOCKING PAVEMENT CONSTRUCTION	18.03.2013-21.03.2014	504,161
167	MUCUR	KIRŞEHİR	INDOORS MARKET CONSTRUCTION	19.09.2012- 21.01.2013	710,740
168	MERKEZ	KIRŞEHİR	INTERCITY BUS TERMINAL	08.11.2012-08.11.2013	12,014,276
169	MERKEZ	KIRŞEHİR	KIRŞEHİR KENT PARK CONS.	23.08.2012-23.08.2013	30,570,345
170	OĞUZELİ	GANTEP	MUNICIPALITY BUILDING CONST.	23.06.2011-21.06.2012	7,511,992
171	İSLAHIYE	GANTEP	CONST. OF 2 WEDDING HALLS	14.06.2013-11.11.2013	1,649,124
172	MERKEZ	GAZİANTEP	GAZİANTEP METROPOLITAN MUNICIPALITY ERİKÇE URBAN FOREST LANDSCAPING WORK	28.05.2013-23.12.2013	8,559,874
173	MERKEZ	GAZİANTEP	CONST. OF FROM STREETS TO OLYMPICS SPORTS ACADEMY	23.08.2013-20.03.2014	18,172,656
174	KAHTA	ADİYAMAN	BUS TERMINAL CONSTRUCTION	14.06.2012-21.07.2013	7,178,308
175	MERKEZ	K.MARAŞ	FIREFIGHTERS SERVICE BUILDING	05.09.2012-10.10.2013	4,111,308
176	BİRECİK	ŞURFA	DISTRICT MEYDAN NEIGH. CONSTRUCTION OF THREE PARKS	17.01.2014-02.05.2014	690,343
177	CEYLANPINAR	ŞANLIURFA	SWIMMING POOL AND AQUA PARK CONST.	30.07.2013-14.02.2014	2,823,728

➤ **INFORMATION ON THE WORKS COMPLETED IN YEAR 2014**

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE MUNICIPALITY STRUCTURES SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
178	HILVAN	ŞANLIURFA	CEREAL MARKET CONST.	16.09.2013-03.04.2014	3,528,330
179	MERKEZ	MARDİN	BUS TERMINAL CONST.	27.08.2013-26.08.2012	9,189,009
180	GİRMELİ	MARDİN	PUBLIC CENTER SUPPLY CONST.	02.07.2012-07.01.2013	390,848
181	SİLVAN	DİYARBAKIR	NEIGHBORHOOD MARKET INDOORS PARKING LOT AND SOCIAL FACILITY CONST.	28.03.2013-25.12.2013	2,764,934
182	ERGANİ	DİYARBAKIR	MUNICIPAL ANIMAL MARKET CONST.	03.07.2014-11.01.2013	1,046,262
183	MERKEZ	MALATYA	ART GALLERY CONST.	25.01.2013-09.06.2014	6,406,440
184	MERKEZ	MALATYA	ART STREET MANSION CONST.	28.03.2014-28.03.2013	3,810,650
185	SOLHAN	BİNGÖL	MINIBUS TERMINAL CONST.	03.10.2012-14.02.2014	2,917,039
186	SOLHAN	BİNGÖL	CULTURE CENTER CONSTRUCTION	08.11.2012-30.09.2013	539,747
187	MADEN	ELAZIĞ	MUNICIPAL SERVICE BUILDING AND MULTI-FUNCTION HALL CONST.	13.09.2013-29.11.2013	662,931
188	MERKEZ	BİTLİS	GROCERS MARKET CONST.	15.04.2012-08.02.2013	5,337,417
189	ADİLCEVAZ	BİTLİS	COMMERCE CENTER CONST.	19.06.2013-14.02.2014	3,868,051
190	BAŞKALE	VAN	INDOORS PARKING LOT CONST.	23.08.2013-01.12.2013	913,439
191	ÇALDIRAN	VAN	MUNICIPAL BEREAVEMENT HOUSES CONST.	05.11.2013-04.01.2014	3,012,696
192	ÇATAK	VAN	BEREAVEMENT HOUSES CONST.	31.10.2013-29.12.2013	2,087,821
193	ERCIŞ	VAN	BUS TERMINAL CONSTRUCTION	26.08.2013-21.06.2014	12,128,999
194	ERCIŞ	VAN	BEREAVEMENT HOUSES CONST.	02.10.2013-01.12.2013	3,589,427
195	MERKEZ	HAKKARİ	TERMINAL CONSTRUCTION	07.01.2012-15.11.2013	3,201,757
196	DOĞUBEYAZIT	AĞRI	INTERCITY BUS TERMINAL	08.04.2011-28.11.2012	5,225,912
197	PALANDÖKEN	ERZURUM	YILDIZ KENT MARKET FOR LADIES CONSTRUCTION	29.03.2013-16.07.2013	1,385,107
198	PALANDÖKEN	ERZURUM	INDOORS SPORTS HALL AND CULTURE CENT. CONST.	05.06.2012-01.12.2012	1,057,850
199	NARMAN	ERZURUM	INDOORS MARKET AND HOTEL CONST.	24.09.2013-22.12.2013	566,983
200	UZUNDERE	ERZURUM	BOUTIQUE HOTEL AND WELCOMING CENTER CONST.	25.07.2013-30.12.2012	713,606
201	DİĞOR	KARS	CULTURE CENTER CONS.	11.06.2013-08.11.2013	445,138
202	MERKEZ	KARS	FORMER MUNICIPALITY SERVICE BUILDING RESTORATION	18.04.2012-28.01.2014	16,861,306
203	MERKEZ	SİVAS	BUS TERMINAL SUPPLY MAINTENANCE WORK	01.10.2012-30.10.2013	11,463,093
204	MERKEZ	SİVAS	CULTURE CENTER FOR WOMEN	26.09.2012-30.11.2013	12,564,841
205	SUŞEHİRİ	SİVAS	SOCIAL FACILITY CONST.	10.04.2013-10.11.2013	1,790,084
206	ERBAA	TOKAT	INDOORS PARKING LOT AND LOCAL PRODUCTS MARKET CONST.	06.05.2013-06.12.2013	1,556,300
207	ÇAYBAŞI	ORDU	CULTURE CENTER AND SERVICE BUILDING CONST. WORK	28.12.2012-26.02.2014	200,000
208	FATSA	ORDU	WILDLIFE STORAGE AREA REHABILITATION CONST.	27.06.2012-24.03.2014	479,215
209	ÜNYE	ORDU	ATATÜRK PARK RESTAURANT CONST.	04.05.2011-31.10.2011	898,687
210	GÖLKÖY	ORDU	TEXTILE WORKSHOP WITH A CAPACITY OF 1000 EMPLOYEES	16.09.2013-14.02.2014	1,654,747
211	ATAKUM	SAMSUN	CULTURE CENTER CONS.	13.06.2012-05.11.2013	5,497,852
212	BAFRA	SAMSUN	ALPASLAN TÜRKİŞ PARK URBAN DESIGN WORK	16.09.2013-15.02.2014	1,560,102
213	CANIK	SAMSUN	MUN. SERV. BUILDING AND PARKING LOT CONST.	24.03.2011-04.10.2012	19,086,462
214	TERME	SAMSUN	INDOORS PARKING LOT AND MARKET CONSTRUCTION	05.06.2013-31.01.2012	3,159,408
215	YÖRÜKLER	SAMSUN	FEVZİÇAKMAK NEIGH. PARK AREA LANDSCAPING	13.07.2012-10.10.2012	148,139
216	VEZİRKÖPRÜ	SAMSUN	YOUTH AND CULTURE CENTER CONST.	12.07.2012-12.07.2013	4,011,954

➤ **INFORMATION ON THE WORKS COMPLETED IN YEAR 2014**

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE MUNICIPALITY STRUCTURES SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
217	VEZİRKÖPRÜ	SAMSUN	(STUDENT) SCIENCE HIGH SCHOOL DORMITORY BUILDING	19.08.2011-16.12.2011	350,144
218	ARDEŞEN	RİZE	SHORE PARK LANDSCAPING WORK	17.12.2012-14.09.2013	2,608,665
219	KALKANDERE	RİZE	MUN. SERV. BUILDING CONST.	22.04.2011-14.06.2011	1,710,573
220	DAMAR	ARTVİN	GUESTHOUSE AND RESTAURANT RENOVATION WORK	29.03.2013-28.09.2013	309,294
221	DERELİ	GİRESUN	MUNICIPAL SERV. BULD. CONST.	11.10.2012-14.11.2012	1,405,457
222	BULANCAK	GİRESUN	SLAUGHTERHOUSE BUILDING CONSTRUCTION	03.07.2013-03.03.2014	979,543
223	ESPIYE	GİRESUN	LIVE ANIMAL MARKET AND SLAUGHTERHOUSE CONST.	27.07.2012-27.07.2013	3,331,182
224	YAĞLIDERE	GİRESUN	MUNICIPAL SERV. BULD. CONST.	07.01.2013-03.10.2013	1,026,814
225	GÖRELE	GİRESUN	MUN. SHORELINE LANDSCAPING WORK	31.01.2013-10.05.2014	9,028,948
226	ARSİN	TRABZON	COASTAL ROAD LANDSCAPING WORK	20.11.2012-18.03.2014	24,562,497
227	SAFRANBOLU	KARABÜK	URBAN PARK CONS.	16.09.2013-25.12.2013	2,230,434
228	SAFRANBOLU	KARABÜK	CEMETERY PERIMETER WALL AND WIRE-FENCE CONST.	22.07.2013-19.10.2013	289,788
229	MERKEZ	ZONGULDAK	CEMETERY CONST.	06.08.2012-10.09.2014	1,422,741
230	MERKEZ	ZONGULDAK	PARK CONSTRUCTION AT VARIOUS NEIGHBORHOODS	04.11.2013-04.03.2014	1,436,419
231	FILYOS	ZONGULDAK	SHORELINE PARK AREA LANDSCAPING WORK	12.07.2013-10.09.2013	725,056
232	KİLİMLİ	ZONGULDAK	MARKETPLACE SUPPLY CONST. LANDSCAPING	20.10.2013-30.03.2014	3,040,892
233	EREGLİ	ZONGULDAK	FISH MARKET AND COMMERCE CENTER	06.08.2012-28.04.2014	10,034,226
<b>GRAND TOTAL</b>					<b>1,553,798,744</b>

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE CADASTRAL WORKS SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST (TRL)
1	TRABZON	TRABZON	MAPPING	26.07.2012-04.04.2014	697,602
<b>GRAND TOTAL</b>					<b>697,602</b>

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE EXPROPRIATION SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST (TRL)
1	MERKEZ	KAHRAMANMARAŞ	EXPROPRIATION	12.06.2014-27.10.2014	10,000,000
2	ŞEHİTKAMİL	GAZİANTEP	EXPROPRIATION	29.03.2012-29.10.2014	50,000,000
3	MERKEZ	SAKARYA	EXPROPRIATION	23.01.2012-23.07.2012	5,000,000
4	MERKEZ	SAKARYA	EXPROPRIATION	05.04.2012-31.07.2012	10,000,000
5	MERKEZ	SAKARYA	EXPROPRIATION	09.08.2012-28.09.2012	5,000,000
<b>GRAND TOTAL</b>					<b>80,000,000</b>

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ COMPLETED WORKS IN THE MAPPING SECTOR, WITH THE APPROPRIATIONS (GRANTS+LOANS) FROM THE BANK'S PROFITS IN YEAR 2014

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	BAŞMAKÇI	AFYONKARAHİSAR	MAPPING	04.04.2014-23.10.2014	58,950
2	GAZLIGÖL	AFYONKARAHİSAR	MAPPING	28.08.2013-28.02.2014	49,000
3	HAYDARLI	AFYONKARAHİSAR	MAPPING	18.07.2013-20.01.2014	57,000
4	HAYDARLI SUPPLEMENT	AFYONKARAHİSAR	MAPPING	19.09.2013-21.01.2014	20,000
5	TAŞLIÇAY	AĞRI	MAPPING	07.06.2013-08.01.2014	122,000
6	FİNİKE	ANTALYA	MAPPING	19.06.2013-01.04.2014	113,000
7	KINIK	ANTALYA	MAPPING	19.04.2013-07.05.2014	216,000
8	TURUNÇOVA	ANTALYA	MAPPING	06.06.2013-20.05.2014	219,000
9	KEMER	ANTALYA	MAPPING	28.03.2014-10.03.2013	249,000
10	MEYDANCIK	ARTVİN	MAPPING	01.04.2014-20.01.2013	145,000
11	MURGUL	ARTVİN	MAPPING	18.04.2014-16.10.2014	74,900
12	ŞAVŞAT	ARTVİN	MAPPING	11.04.2013-23.01.2014	140,000
13	İNHİSAR + İNHİSAR SUPPLEMENT	BİLECİK	MAPPING	01.11.2013-21.03.2014	15,000
14	HASANKADI	BARTIN	MAPPING	05.06.2014-18.11.2014	35,000
15	ABDİPAŞA	BARTIN	MAPPING	21.12.2012-07.03.2014	93,000
16	İZNİK	BURSA	MAPPING	26.04.2014-30.06.2013	209,000
17	EZİNE	ÇANAKKALE	MAPPING	04.03.2014-20.11.2014	128,000
18	EZİNE SUPPLEMENT	ÇANAKKALE	MAPPING	12.08.2014-20.11.2014	31,500
19	KARABİGA	ÇANAKKALE	MAPPING	28.04.2014-20.11.2014	73,500
20	KAYNAŞLI	DÜZCE	MAPPING	24.12.2012-26.12.2013	117,000
21	KIRCASALIH	EDİRNE	MAPPING	24.06.2013-10.03.2014	79,855
22	ŞİRAN	GÜMÜŞHANE	MAPPING	06.08.2013-28.10.2014	94,000
23	ÖREN	GİRESUN	MAPPING	23.12.2013-16.09.2014	98,000
24	DURANKAYA	HAKKARİ	MAPPING	18.04.2014-28.04.2013	179,000
25	ÇARIKSARAYLAR	ISPARTA	MAPPING	08.04.2014-09.10.2014	62,000
26	ERMENEK	KARAMAN	MAPPING	14.02.2014-29.09.2014	49,000
27	AZDAVAY	KASTAMONU	MAPPING	17.04.2013-25.12.2014	112,000
28	AHMETBEY	KIRKLARELİ	MAPPING	28.08.2013-05.05.2014	62,000
29	ÇAKILLI	KIRKLARELİ	MAPPING	12.09.2013-05.05.2014	45,000
30	KIYIKÖY	KIRKLARELİ	MAPPING	12.04.2013-06.01.2014	59,850
31	KAVAKLI	KIRKLARELİ	MAPPING	21.11.2013-17.07.2014	114,000
32	KESKİN	KIRIKKALE	MAPPING	03.12.2013-10.12.2014	144,000
33	ÇİÇEKDAĞI+ÇADIRARDIÇ (Group)	KIRŞEHİR	MAPPING	19.06.2013-17.02.2014	139,000
34	ILGIN	KONYA	MAPPING	03.07.2012-25.12.2013	348,500
35	KARAPINAR	KONYA	MAPPING	05.07.2013-16.06.2014	327,000
36	SEYİTÖMER	KÜTAHYA	MAPPING	02.06.2014-04.12.2014	39,790
37	SOFULAR	KÜTAHYA	MAPPING	27.03.2013-21.05.2014	31,100
38	KULUNCAK+KURŞUMLU (Group)	MALATYA	MAPPING	07.09.2012-12.05.2014	220,000
39	GÜZELYURT	MALATYA	MAPPING	02.07.2013-17.11.2014	129,000
40	DARENDE	MALATYA	MAPPING	14.12.2012-04.08.2014	263,500
41	ÇAMLIYAYLA	MERSİN	MAPPING	24.12.2013-03.07.2014	57,000

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE MUNICIPALITY STRUCTURES SECTOR

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
42	ÇİFTLİK	NİĞDE	MAPPING	16.04.2014-23.10.2014	38,000
43	MUSTAFAPAŞA	NEVŞEHİR	MAPPING	30.05.2014-29.12.2014	70,000
44	AVANOS	NEVŞEHİR	MAPPING	06.12.2013-02.12.2014	188,000
45	MADENLİ	RİZE	MAPPING	10.03.2014-16.09.2014	29,100
46	GÜNEYSU	RİZE	MAPPING	26.07.2013-04.08.2014	28,000
47	ÇAYKENT	RİZE	MAPPING	21.11.2013-16.09.2014	119,000
48	HASANŞEYH+BAYDARLI (Group)	TOKAT	MAPPING	28.03.2013-24.12.2013	68,887
49	TEŞVİKİYE	YALOVA	MAPPING	21.03.2013-07.02.2014	95,000
50	BEYCUMA	ZONGULDAK	MAPPING	29.08.2013-18.07.2014	89,000
51	SALTUKOVA	ZONGULDAK	MAPPING	29.05.2014-18.11.2014	73,000
<b>GRAND TOTAL</b>					<b>5,617,432</b>

➤ COMPLETED WORKS IN THE CADASTRAL (GAP) SECTOR, WITH THE APPROPRIATIONS (GRANTS+LOANS) FROM THE BANK'S PROFITS IN YEAR 2014

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COST (TRL)
1	ŞAMBAYAT+ BÜYÜKYAYLA (Group)	ADIYAMAN	MAPPING	162,840
2	BATMAN (PHOTO)	BATMAN	MAPPING	391,848
3	AMBAR	DIYARBAKIR	MAPPING	61,124
4	POLATELİ	KİLİS	MAPPING	80,240
5	KILAVUZ	MARDİN	MAPPING	93,673
6	YEŞİLLİ	MARDİN	MAPPING	212,400
7	KIZILTEPE	MARDİN	MAPPING	149,447
8	CEYLANPINAR	ŞANLIURFA	MAPPING	258,616
9	SİVEREK	ŞANLIURFA	MAPPING	383,500
10	HİLAL	ŞIRNAK	MAPPING	95,156
11	İDİL	ŞIRNAK	MAPPING	171,100
<b>GRAND TOTAL</b>				<b>2,059,946</b>



Çorum Merkez

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ COMPLETED WORKS IN THE ZONING PLAN SECTOR, WITH THE APPROPRIATIONS (GRANTS+LOANS) FROM THE BANK'S PROFITS IN YEAR 2014

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	ÇİFTLİK	ORDU	ZONING PLAN	19.04.2013-13.01.2014	29,325
2	TEPECİK	BURSA	ZONING PLAN	14.03.2013-14.02.2014	29,900
3	ÇANDIR	YOZGAT	ZONING PLAN	24.07.2013-21.03.2014	24,390
4	KOYUNABDAL	KAYSERİ	ZONING PLAN	22.01.2013-21.03.2014	19,400
5	ÇINAR	DIYARBAKIR	ZONING PLAN	25.10.2011-15.01.2014	30,000
6	KARAAĞILLI	AFYONKARAHISAR	ZONING PLAN	04.07.2013-24.03.2014	16,000
7	GÖLHİSAR	BURDUR	ZONING PLAN	21.02.2013-04.04.2014	29,900
8	ERBAA	TOKAT	ZONING PLAN	10.08.2012-08.04.2014	44,200
9	UZUNGÖL	TRABZON	ZONING PLAN	14.03.2014	-
10	MALKARA	TEKİRDAĞ	ZONING PLAN	07.04.2014	-
11	KORGAN	ORDU	ZONING PLAN	22.06.2012-16.04.2014	19,500
12	SALUR	BALIKESİR	ZONING PLAN	04.02.2013-16.05.2014	16,450
13	GÜNDOĞDU	ANTALYA	ZONING PLAN	22.11.2011-11.08.2014	100,000
14	GEREDE	BOLU	ZONING PLAN	24.11.2011-11.08.2014	94,000
15	OVACIK	KARABÜK	ZONING PLAN	10.12.2012-13.10.2014	23,720
16	KARAOĞLANLI	MANİSA	ZONING PLAN	01.03.2013-04.04.2014	32,000
17	SARIGÖL	MANİSA	ZONING PLAN	10.12.2012-CANCELLED	23,950
18	GÖKLER	KÜTAHYA	ZONING PLAN	01.11.2013-18.12.2014	38,400
<b>GRAND TOTAL</b>					<b>571,135</b>

➤ COMPLETED WORKS IN THE GEOLOGY SECTOR, WITH THE APPROPRIATIONS (GRANTS+LOANS) FROM THE BANK'S PROFITS IN YEAR 2014

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	KOZAN (east-west)	ADANA	GEOLOGY-GEOTECHNICS	13.01.2014	-
2	TUT	ADIYAMAN	GEOLOGY-GEOTECHNICS	03.04.2013-26.05.2014	14,400
3	İNCEHİSAR	AFYONKARAHISAR	GEOLOGY-GEOTECHNICS	18.02.2014-28.03.2014	27,400
4	ALANYA	ANTALYA	GEOLOGY-GEOTECHNICS	20.12.2013-30.09.2014	84,400
5	GÜZELBAĞ	ANTALYA	GEOLOGY-GEOTECHNICS	15.04.2013-05.05.2014	19,700
6	İBRADI	ANTALYA	GEOLOGY-GEOTECHNICS	23.08.2013-09.05.2014	45,000
7	PAYALLAR	ANTALYA	GEOLOGY-GEOTECHNICS	22.07.2014-09.07.2013	42,000
8	ARIT	BARTIN	GEOLOGY-GEOTECHNICS	01.07.2014-10.11.2014	20,100
9	ULUS	BARTIN	GEOLOGY-GEOTECHNICS	06.08.2013-13.01.2014	37,650
10	GÖMEÇ	BALIKESİR	GEOLOGY-GEOTECHNICS	-	-
11	GÜROYMAK	BİTLİS	GEOLOGY-GEOTECHNICS	16.08.2014-04.06.2013	14,400
12	YENİPAZAR	BİLECİK	GEOLOGY-GEOTECHNICS	11.06.2014-13.12.2014	27,400
13	MENGEN	BOLU	GEOLOGY-GEOTECHNICS	16.04.2013-14.01.2014	84,400
14	ALTINYAYLA	BURDUR	GEOLOGY-GEOTECHNICS	25.03.2014-18.11.2014	19,700
15	AYVACIK	ÇANAKKALE	GEOLOGY-GEOTECHNICS	29.04.2013-	45,000
16	ELDİVAN	ÇANKIRI	GEOLOGY-GEOTECHNICS	05.09.2013-11.03.2014	42,000

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN YEAR 2014 OUT OF THE LOCAL GOVERNMENTS' INVESTMENT PROGRAM, IN THE MUNICIPALITY STRUCTURES SECTOR

ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
17	BOĞAZKALE	ÇORUM	GEOLOGY-GEOTECHNICS	15.08.2013-13.01.2014	20,100
18	KULP	DIYARBAKIR	GEOLOGY-GEOTECHNICS	04.12.2013-08.08.2014	37,650
19	BEĞENDİK	EDİRNE	GEOLOGY-GEOTECHNICS	05.08.2013-17.09.2014	24,900
20	İPSALA	EDİRNE	GEOLOGY-GEOTECHNICS	16.08.2014-26.06.2013	28,700
21	YENİMUHACİR	EDİRNE	GEOLOGY-GEOTECHNICS	16.04.2014-25.11.2014	22,400
22	KOVANCILAR	ELAZIĞ	GEOLOGY-GEOTECHNICS		
23	YAZIKONAK	ELAZIĞ	GEOLOGY-GEOTECHNICS	15.04.2013-04.02.2014	52,800
24	YAZIHAN	MALATYA	GEOLOGY-GEOTECHNICS		
25	REFAHİYE	ERZİNCAN	GEOLOGY-GEOTECHNICS	29.04.2014-24.03.2013	28,000
26	ÜZÜMLÜ	ERZİNCAN	GEOLOGY-GEOTECHNICS	30.09.2013-09.05.2014	145,000
27	ALPU	ESKİŞEHİR	GEOLOGY-GEOTECHNICS	01.11.2013-05.05.2014	27,000
28	HAN	ESKİŞEHİR	GEOLOGY-GEOTECHNICS	23.05.2014-02.04.2013	43
29	EYNESİL	GİRESUN	GEOLOGY-GEOTECHNICS	31.05.2013-28.11.2013	15,500
30	KÖSE	GÜMÜŞHANE	GEOLOGY-GEOTECHNICS	03.05.2014-26.06.2013	54,000
31	MENEMEN	İZMİR	GEOLOGY-GEOTECHNICS	24.06.2013-04.11.2014	89,400
32	BOZKURT	KASTAMONU	GEOLOGY-GEOTECHNICS	02.01.2014-26.06.2014	38,000
33	CİDE	KASTAMONU	GEOLOGY-GEOTECHNICS	05.09.2014-25.08.2014	42,500
34	KAVAKLI	KIRKLARELİ	GEOLOGY-GEOTECHNICS	18.04.2014-22.09.2014	30,000
35	KUŞU	KÜTAHYA	GEOLOGY-GEOTECHNICS		
36	GÜNYÜZÜ	ESKİŞEHİR	GEOLOGY-GEOTECHNICS	06.12.2012-28.11.2013	43,000
37	KADIHANI	KONYA	GEOLOGY-GEOTECHNICS	11.03.2014-07.01.2013	75,000
38	SEYDİŞEHİR	KONYA	GEOLOGY-GEOTECHNICS	30.06.2014	-
39	SELÇUKLU (Regional Building)	KONYA	GEOLOGY-GEOTECHNICS	18.03.2014-28.05.2014	11,750
40	AYVALI	MALATYA	GEOLOGY-GEOTECHNICS	09.07.2014	-
41	SÜLEYMANLI	MANİSA	GEOLOGY-GEOTECHNICS	01.12.2011-	12,800
42	VARTO	MUŞ	GEOLOGY-GEOTECHNICS	11.07.2014-25.12.2014	42,000
43	DEREKÖY	MUĞLA	GEOLOGY-GEOTECHNICS	21.10.2013	33,000
44	İLKÜVEZ	ORDU	GEOLOGY-GEOTECHNICS	14.03.2014-19.06.2014	11,000
45	BÜYÜKKÖY	RİZE	GEOLOGY-GEOTECHNICS	08.04.2014-13.01.2013	49,000
46	GÜNEYSU	RİZE	GEOLOGY-GEOTECHNICS	13.01.2014-14.08.2014	55,000
47	HEMŞİN	RİZE	GEOLOGY-GEOTECHNICS	05.06.2013-20.08.2014	41,000
48	MURADIYE	RİZE	GEOLOGY-GEOTECHNICS	29.08.2013-03.12.2014	79,800
49	İYİDERE	RİZE	GEOLOGY-GEOTECHNICS	24.12.2014	-
50	AYVACIK	SAMSUN	GEOLOGY-GEOTECHNICS	16.08.2014-02.10.2013	43,400
51	SALIPAZARI	SAMSUN	GEOLOGY-GEOTECHNICS	17.05.2013-19.02.2014	35,000
52	DİKMEN	SİNOP	GEOLOGY-GEOTECHNICS	26.07.2013-26.02.2014	33,900
53	ERFELEK	SİNOP	GEOLOGY-GEOTECHNICS	18.04.2014-11.03.2013	37,250
54	DOĞANŞAR	SİVAS	GEOLOGY-GEOTECHNICS	20.03.2014-10.11.2014	42,000
55	ÇEPNİ	SİVAS	GEOLOGY-GEOTECHNICS	05.05.2014-25.12.2014	43,700
56	TÜRKELİ-OĞUZ	TRABZON	GEOLOGY-GEOTECHNICS	19.04.2013-03.03.2014	29,450
57	SİVASLI	UŞAK	GEOLOGY-GEOTECHNICS	26.06.2014-26.11.2014	32,750
58	CİMİTEKKE	TOKAT	GEOLOGY-GEOTECHNICS	07.02.2014-22.09.2014	38,200
<b>GRAND TOTAL</b>					<b>1,968,543</b>

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ COMPLETED WORKS IN THE GEOLOGY SECTOR, WITH THE APPROPRIATIONS (GRANTS+LOANS) FROM THE BANK'S PROFITS IN YEAR 2014					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	Tekeli (B.K.)	MERSİN	STORAGE TRANSMISSION LINE	11.04.2012-27.01.2014	1,130,333
2	İlküvez (B.K.)	ORDU	TREATMENT PLANT CONST.	17.02.2011-14.02.2014	1,405,148
3	Akpınar (B.K.)	TRABZON	PACKAGE TREATMENT PLANT	07.12.2010-17.02.2014	1,395,484
4	Taraklı (B.K.)	SAKARYA	CATCHMENT, STORAGE, CONVEYANCE, GRID	26.08.2011-04.03.2014	1,395,484
5	Uzuncaburç (B.K.)	MERSİN	POTABLE WATER	25.04.2013-14.03.2014	2,166,541
6	Güzelyayla (B.K.)	MERSİN	POTABLE WATER	27.05.2013-11.04.2014	1,282,878
7	Sincik (B.K.)	ADİYAMAN	CATCHMENT, STORAGE, CONVEYANCE, GRID	15.03.2011-17.04.2014 TERMINATION	4,373,264
8	SPECIAL PROVINCIAL ADMINISTRATION (B.K.)	KİLİS	KİLİS PROVINCE ELBEYLİ DISTRICT KILCAN-ERİKLİYAYLA AND MERKEZ DISTRICT NARLICA- UZUNLU VILLAGES, 1st LAYER ASPHALT PAVEMENT	23.09.2013-20.01.2014	192,290
9	SPECIAL PROVINCIAL ADMINISTRATION (B.K.)	TRABZON	CONCRETE ROAD PAVEMENT	12.06.2013-2014	11,042,670
10	SPECIAL PROVINCIAL ADMINISTRATION (B.K.)	ARTVİN	ŞAVŞAT (ARTVİN) TEPEKÖY VILLAGE ROAD ASPHALT PAVEMENT	23.08.2013-25.04.2014	103,334
11	SPECIAL PROVINCIAL ADMINISTRATION (B.K.)	ARTVİN	ŞAVŞAT (ARTVİN) TEPEKÖY ASPHALT PAVEMENT (COMPLETION) WORK	25.10.2013-20.04.2014	82,667
12	BEYKÖY (B.K.)	DÜZCE	POTABLE WATER SUPPLY CONST.	30.05.2014-24.09.2014	565,674
13	KÖPRÜLÜ (B.K.)	ARDAHAN	ELEVATION CENTER, ELEVATION AND CONNECTION LINES, STORAGE, GRID	24.08.2011-17.09.2014	2,308,044
14	MADENLİ (B.K.)	RİZE	PACKAGE TREATMENT AND POTABLE WATER SYSTEM	09.09.2011-24.04.2014	2,359,660
15	AKÇAKÖY-SÖĞÜTLÜ-DEREÇİK-YILDIZLI (B.K.)	TRABZON	POTABLE WATER TREATMENT PLANT	14.12.2011-09.12.2014	5,119,086
16	ÇAMBURNU (B.K.)	TRABZON	POTABLE WATER AND PACKAGE TREATMENT PLANT CONST.	11.02.2011-23.12.2014	1,308,664
<b>GRAND TOTAL</b>					<b>36,231,221</b>

➤ COMPLETED WORKS IN THE SEWAGE SECTOR, WITH THE APPROPRIATIONS (GRANTS+LOANS) FROM THE BANK'S PROFITS IN YEAR 2014					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	ÜÇPİNAR (KONYA) SUPPLY CONST.	KONYA	Sewage Systems	26.04.2012-08.01.2014	438,443
2	YÜCEKAPI (AĞRI)	AĞRI	Sewage Systems	06.09.2011-28.08.2014	2,055,429
3	UZUNGÖL (TRABZON) SUPPLY	TRABZON	Sewage Systems	30.03.2011- 09.03.2014	377,222
4	Çandarlı (İZMİR) Waste Water Treatment Plant Discharge Elevation Center and Line Const.	İZMİR	Wastewater Treatment Plant	17.05.2013-31.05.2014	1,098,557
5	Enez (Edirne)	EDİRNE	Wastewater Treatment Plant	28.02.2011-28.01.2014	4,719,300
6	FINDIKLI (RİZE) DEEP MARINE DISCHARGE CONST.	RİZE	Deep Marine Discharge	24.02.2011-24.11.2014	1,967,717
<b>GRAND TOTAL</b>					<b>10,656,669</b>

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE POTABLE WATER SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	ADİYAMAN	BÖLÜKYAYLA	Potable Water Const.	02.11.2011-05.09.2012	518,696
2	AFYONKARAHİSAR	BAYAT	Potable Water Const.	03.10.2012-26.11.2013	2,549,860
3	AFYONKARAHİSAR	ERKMEN	Potable Water Const.	31.07.2012-27.05.2013	1,443,751
4	AFYONKARAHİSAR	NURİBEY	Potable Water Const.	02.11.2012-25.01.2014	1,960,562
5	AFYONKARAHİSAR	ŞUHUT	Potable Water Const.	31.10.2011-06.07.2012	1,243,447
6	AKSARAY	SOFULAR	Potable Water Const.	18.12.2012-14.10.2013	445,244
7	AKSARAY	YEŞİLTEPE	Potable Water Const.	21.11.2012-26.01.2014	1,081,821
8	ANKARA	HAYMANA	Potable Water Const.	01.12.2011-15.05.2013	1,446,610
9	ANTALYA	SÜLEYMANIYE	Potable Water Const.	25.03.2013-15.12.2013	699,879
10	ANTALYA	YUVA	Potable Water Const.	26.09.2012-24.03.2013	330,843
11	ARTVİN	ARHAVİ	Potable Water Const.	29.11.2011-11.04.2013	8,490,171
12	AYDIN	HORSUNLU	Potable Water Const.	18.10.2011-13.06.2012	591,315
13	BALIKESİR	GÖMEÇ	Potable Water Const.	22.09.2011-31.12.2011	369,933
14	BALIKESİR	KARAAĞAÇ	Potable Water Const.	22.09.2011-21.12.2011	284,560
15	BALIKESİR	SARIBEYLER	Potable Water Const.	04.10.2011-31.05.2012	616,941
16	BALIKESİR	ZEYİTLİ	Potable Water Const.	06.09.2012-04.01.2013	417,487
17	BARTIN	ABDİPAŞA	Potable Water Const.	09.12.2011-04.12.2012	1,950,848
18	BAYBURT	AKŞAR	Potable Water Const.	31.07.2012-24.07.2013	514,356
19	BİNGÖL	GENÇ	Potable Water Const.	17.01.2012-19.02.2013	292,704
20	BİTLİS	AYDINLAR	Potable Water Const.	17.10.2012-24.07.2013	1,304,742
21	BİTLİS	MUTKİ	Potable Water Const.	04.06.2013-27.08.2014	3,493,926
22	BOLU	DÖRTDİVAN	Potable Water Treatment Const.	02.11.2012-16.03.2014	2,906,110
23	BURDUR	BAYIR	Potable Water Const.	21.09.2011-19.09.2012	362,141
24	BURDUR	BÜĞDÜZ	Potable Water Const.	17.07.2012-16.07.2013	940,907
25	BURDUR	MAMAK	Potable Water Const.	01.11.2012-31.10.2013	711,368
26	BURDUR	SALDA	Potable Water Const.	16.09.2011-14.09.2012	512,535
27	BURSA	SÖLÖZ	Potable Water Const.	09.09.2011-07.03.2012	308,614
28	BURSA	TAHTAKÖPRÜ	Potable Water Const.	07.10.2011-04.02.2012	258,552
29	BURSA	YENİSÖLÖZ	Potable Water Const.	06.10.2011-03.02.2012	276,408
30	ÇANAKKALE	HAMDİBEY	Potable Water Const.	01.08.2012-28.05.2013	1,190,544
31	ÇANAKKALE	TERZİALAN	Potable Water Const.	04.10.2011-01.02.2012	300,115
32	ÇANKIRI	ELMALIK	Potable Water Const.	14.08.2012-13.08.2103	662,479
33	ÇANKIRI	GÜRPİNAR	Potable Water Const.	04.09.2012-03.09.2013	654,399
34	ÇORUM	ARIFEGAZİLİ	Potable Water Const.	10.08.2012-09.08.2013	699,075
35	ÇORUM	BAYAT	Potable Water Const.	17.02.2012-21.08.2013	3,793,157
36	ÇORUM	BÜYÜKHİRKA	Potable Water Const.	02.11.2011-28.08.2012	489,101
37	ÇORUM	EVCI	Potable Water Const.	10.08.2012-09.08.2012	623,171
38	ÇORUM	KAVŞUT	Potable Water Const.	27.07.2012-09.08.2013	179,349
39	DENİZLİ	ALAATTİN	Potable Water Const.	17.10.2012-12.08.2013	1,354,447
40	DENİZLİ	DEDEBAĞI	Potable Water Const.	17.10.2012-12.08.2013	644,250

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE POTABLE WATER SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
41	DENİZLİ	AKKENT, HANÇALAR, SELCEN, ÇAL	Potable Water Const.	04.01.2012-13.11.2012	3,472,827
42	DIYARBAKIR	DİCLE	Potable Water Const.	26.10.2011-18.12.2012	2,389,362
43	DÜZCE	AKÇAKOCA	Potable Water Const.	13.11.2011-16.05.2013	3,054,461
44	DÜZCE	ÇİLİMLİ	Potable Water Const.	27.07.2012-27.01.2014	2,507,853
45	ELAZIĞ	ALACAKAYA	Potable Water Const.	20.07.2012-16.12.2012	914,641
46	ELAZIĞ	BEYHAN	Potable Water Const.	17.10.2012-16.10.2013	445,064
47	ERZİNCAN	ÇUKURKUYU	Potable Water Const.	06.01.2013-04.02.2012	561,765
48	ERZİNCAN	DEMİRKENT	Potable Water Const.	10.09.2012-22.04.2014	1,350,068
49	ERZİNCAN	KARGIN	Potable Water Const.	17.01.2012-20.07.2013	1,488,617
50	ERZİNCAN	ULALAR	Potable Water Const.	11.04.2012-27.03.2013	620,400
51	ESKİŞEHİR	MAHMUDIYE	Potable Water Const.	02.08.2012-28.05.2013	1,666,501
52	ESKİŞEHİR	SARICAKAYA	Potable Water Const.	02.11.2011-28.08.2012	1,313,886
53	GAZİANTEP	KOCATEPE	Potable Water Const.	02.11.2011-27.08.2012	400,976
54	GAZİANTEP	SAKÇAGÖZÜ	Potable Water Const.	29.12.2011-22.12.2012	2,529,170
55	GAZİANTEP	YAVUZELİ	Potable Water Const.	13.12.2011-07.12.2012	2,600,548
56	GİRESUN	ÇALDAĞ	Potable Water Const.	20.10.2011-16.02.2012	88,926
57	GİRESUN	ÇAMOLUK	Potable Water Const.	25.10.2011-18.10.2012	891,624
58	GİRESUN	KEŞAP	Potable Water Const.	14.11.2011-08.09.2012	1,714,374
59	GÜMÜŞHANE	GÜMÜŞGÖZE	Potable Water Const.	02.01.2012-07.09.2012	261,210
60	GÜMÜŞHANE	SALYAZI	Potable Water Const.	18.10.2011-12.08.2012	235,079
61	GÜMÜŞHANE	SÖĞÜTLÜ	Potable Water Const.	31.07.2012-24.07.2013	514,356
62	HATAY	KÜRECİ	Potable Water Const.	28.12.2012-26.05.2013	339,359
63	HATAY	TAVLA	Potable Water Const.	20.10.2011-26.06.2012	273,719
64	HATAY	UZUNBAĞ	Potable Water Const.	01.11.2011-31.01.2012	1,238,693
65	ISPARTA	AYVALIPINAR	Potable Water Const.	26.08.2011-23.12.2011	178,582
66	ISPARTA	BAĞKONAK	Potable Water Const.	21.09.2011-18.09.2012	506,338
67	ISPARTA	BÜYÜKKABACA	Potable Water Const.	27.10.2011-24.07.2012	347,285
68	ISPARTA	ÇARIKSARAYLAR	Potable Water Const.	16.03.2012-16.03.2013	480,678
69	ISPARTA	GÖKSÖĞÜT	Potable Water Const.	24.08.2011-07.04.2012	456,524
70	ISPARTA	KESME	Potable Water Const.	15.09.2011-13.09.2012	995,268
71	ISPARTA	KUMDANLI	Potable Water Const.	04.10.2011-03.10.2012	328,064
72	ISPARTA	ULUBORLU	Potable Water Const.	13.08.2011-11.08.2012	458,954
73	KAHRAMANMARAŞ	FATİH	Potable Water Const.	19.10.2012-01.01.2014	2,918,001
74	KARAMAN	GÖKTEPE	Potable Water Const.	10.04.2012-05.01.2013	829,343
75	KASTAMONU	İNEBOLU	Potable Water Const.	06.08.2012-03.05.2013	620,818
76	KAYSERİ	KÜPELİ	Potable Water Const.	31.08.2012-29.12.2012	209,986
77	KAYSERİ	TOMARZA	Potable Water Const.	10.09.2012-06.07.2013	954,853
78	KIRIKKALE	KARAKEÇİLİ	Potable Water Const.	18.06.2012-15.12.2012	463,751
79	KIRKLARELİ	BABAESKİ	Potable Water Const.	30.01.2014-24.03.2014	6,248,606
80	KIRKLARELİ	SAKIZKÖY	Potable Water Const.	28.08.2012-22.06.2013	850,399

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE POTABLE WATER SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
81	KIRKLARELİ	SİNANLI	Potable Water Const.	23.08.2012-19.04.2013	809,565
82	KONYA	BAŞARAKAVAK	Potable Water Const.	01.10.2012-28.06.2013	217,113
83	KONYA	BAŞKUYU	Potable Water Const.	06.10.2011-06.11.2012	738,160
84	KONYA	BÜYÜKBEŞKAVAK	Potable Water Const.	03.02.2012-31.08.2012	67,040
85	KONYA	DOĞANBEY	Potable Water Const.	12.10.2011-14.11.2012	748,670
86	KONYA	GENCEK	Potable Water Const.	16.08.2012-12.06.2013	929,974
87	KONYA	GÜNYÜZÜ	Potable Water Const.	11.04.2012-16.12.2012	1,877,864
88	KONYA	İSLİK	Potable Water Const.	20.10.2011-23.10.2012	1,046,611
89	KONYA	KOÇYAZI	Potable Water Const.	20.01.2012-16.10.2012	430,436
90	KONYA	KOZANLI	Potable Water Const.	15.08.2013-03.03.2014	322,505
91	KONYA	KURUCAOVA	Potable Water Const.	16.12.2011-12.07.2012	152,577
92	KONYA	SAZGEÇİT	Potable Water Const.	17.01.2012-11.11.2012	1,034,459
93	KONYA	TURGUT	Potable Water Const.	09.04.2012-06.08.2012	128,561
94	KONYA	TUZLUKÇU	Potable Water Const.	29.12.2011-24.09.2012	860,463
95	KONYA	ÜZÜMLÜ	Potable Water Const.	31.10.2012-27.08.2013	651,542
96	KONYA	YENİSU	Potable Water Const.	06.12.2012-19.04.2014	1,321,599
97	KÜTAHYA	GEDİZ	Potable Water Const.	01.08.2012-07.04.2013	766,221
98	KÜTAHYA	KARBASAN	Potable Water Const.	24.09.2012-01.05.2013	480,347
99	KÜTAHYA	YEMİŞLİ	Potable Water Const.	24.09.2012-01.05.2013	480,347
100	MALATYA	AYVALI	Potable Water Const.	19.10.2012-22.01.2014	1,129,994
101	MALATYA	BATTALGAZİ	Potable Water Const.	09.12.2011-12.01.2013	1,905,657
102	MALATYA	ERKENEK	Potable Water Const.	15.11.2011-18.12.2012	521,718
103	MUĞLA	KAVAKLIDERE	Potable Water Const.	01.08.2014-28.01.2013	1,339,176
104	MUĞLA	SEYDİKEMER	Potable Water Const.	19.12.2012-12.06.2014	5,821,369
105	MUĞLA	YERKESİK	Potable Water Const.	11.11.2011-14.12.2012	2,112,098
106	MUŞ	ELMAKAYA	Potable Water Const.	24.09.2013-07.12.2013	448,300
107	MUŞ	YONCALI	Potable Water Const.	23.09.2013-09.06.2014	4,303,414
108	NEVŞEHİR	ÜRGÜP	Potable Water Const.	12.01.2012-12.12.2013	7,196,235
109	NİĞDE	BADEMDERE	Potable Water Const.	05.04.2013-09.05.2012	1,849,296
110	NİĞDE	ÇUKURKUYU	Potable Water Const.	14.11.2012-11.08.2013	259,224
111	NİĞDE	ELMALI	Potable Water Const.	15.11.2011-12.07.2012	297,594
112	NİĞDE	İÇMELİ	Potable Water Const.	11.11.2011-05.11.2012	750,237
113	ORDU	GÜZELYURT	Potable Water Const.	29.11.2011-21.05.2013	2,905,315
114	OSMANIYE	ATALAN	Potable Water Const.	07.01.2013-31.12.2013	1,081,785
115	OSMANIYE	CEVDETIYE	Potable Water Const.	05.08.2013-11.04.2014	420,114
116	OSMANIYE	TOPRAKKALE	Potable Water Const.	05.12.2012-11.08.2013	1,194,698
117	RİZE	KALKANDERE	Potable Water Const.	25.09.2012-21.02.2013	166,532
118	SAKARYA	ÇAMLICA	Potable Water Const.	24.02.2012-18.02.2013	1,763,613
119	SAMSUN	SALIPAZARI	Potable Water Const.	11.10.2011-10.10.2012	645,201
120	SIİRT	GÖZPINAR	Potable Water Const.	12.09.2012-08.02.2013	422,276
121	SİNOP	SARAYDÜZÜ	Potable Water Const.	01.11.2011-10.04.2013	520,158



## ➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE POTABLE WATER SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
122	SINOP	TÜRKELİ	Potable Water Const.	02.11.2011-25.06.2013	814,382
123	TEKİRDAĞ	BEYAZKÖY	Potable Water Const.	15.11.2012-12.07.2013	940,781
124	TEKİRDAĞ	KIZILPINAR	Potable Water Const.	03.02.2013-27.07.2012	3,787,125
125	TEKİRDAĞ	ŞALGAMLI	Potable Water Const.	18.10.2011-13.06.2012	852,519
126	TOKAT	YEŞİLYURT	Potable Water Const.	22.09.2012-22.09.2011	732,475
127	TRABZON	ÇAMBURNU	Potable Water Const.	06.10.2011-02.04.2012	224,372
128	TRABZON	MAÇKA	Potable Water Const.	29.09.2011-01.11.2012	1,248,260
129	TRABZON	ŞALPAZARI	Potable Water Const.	08.05.2013-04.03.2014	2,192,911
130	TUNCELİ	AKPAZAR	Potable Water Const.	04.10.2012-01.01.2013	217,774
131	UŞAK	GÜLLÜ	Potable Water Const.	28.02.2013-25.09.2013	825,957
132	YALOVA	ALTINOVA	Potable Water Const.	28.09.2011-25.02.2012	999,933
133	YALOVA	ARMUTLU	Potable Water Treatment Const.	02.11.2011-27.08.2012	1,601,279
134	YALOVA	KOCADERE	Potable Water Const.	13.07.2012-10.11.2012	205,442
135	YOZGAT	BELEKÇAHAN	Potable Water Const.	09.12.2011-04.08.2012	304,669
136	ZONGULDAK	DEVREK	Potable Water Const.	03.05.2013-07.12.2013	3,531,427
137	ZONGULDAK	FİLYOS	Potable Water Const.	02.11.2011-24.04.2013	2,638,802
<b>GRAND TOTAL</b>					<b>165,871,582</b>



Samsun, Bafra Municipality Potable Water and Treatment Plants

## ➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE SEWAGE SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	ADANA	BOZGÜNEY	Sewage Const.	08.02.2013-31.12.2013	1,522,204
2	ADANA	FEKE	Sewage Const.	19.10.2011-16.04.2012	321,161
3	ADANA	KURTPINAR	Sewage Const.	12.09.2012-08.07.2013	1,299,880
4	ADANA	MERCİMEK	Sewage Const.	24.01.2013-12.06.2013	1,793,377
5	ADYAMAN	AKINCILAR	Sewage Const.	01.02.2012-26.10.2012	534,975
6	ADYAMAN	KÖMÜR	Sewage Const.	01.11.2011-25.10.2012	1,388,345
7	AFYONKARAHİSAR	BÜYÜKKARABAĞ	Sewage Const.	27.11.2012-22.09.2013	1,367,462
8	AFYONKARAHİSAR	ÇOBANLAR	Sewage Const.	10.08.2012-16.05.2013	1,333,829
9	AFYONKARAHİSAR	DİŞLİ	Sewage Const.	01.11.2012-05.12.2013	2,812,908
10	AFYONKARAHİSAR	EMİRDAĞ	Sewage Const.	28.09.2012-09.01.2014	9,070,634
11	AFYONKARAHİSAR	KOCAÖZ	Sewage Const.	04.10.2012-18.09.2013	3,651,432
12	AFYONKARAHİSAR	ÖZBURUN	Sewage Const.	01.11.2012-05.12.2013	2,812,908
13	AFYONKARAHİSAR	YIPRAK	Sewage Const.	23.08.2012-08.08.2013	1,217,360
14	AĞRI	YAYLADÜZÜ	Sewage Const.	01.08.2012-12.05.2014	1,151,770
15	AKSARAY	ACIPINAR	Sewage Const.	23.01.2013-18.11.2013	676,248
16	AKSARAY	ARMUTLU	Sewage Const.	01.02.2013-27.11.2013	1,253,244
17	AKSARAY	CAMİLİ	Sewage Const.	10.10.2012-03.01.2014	2,935,779
18	AKSARAY	ESKİL	Sewage Const.	02.11.2011-05.12.2012	1,333,325
19	AKSARAY	İNCESU	Sewage Const.	15.08.2012-29.07.2013	1,434,905
20	AKSARAY	SAĞLIK	Sewage Const.	24.10.2011-26.11.2012	1,052,792
21	AKSARAY	SELİME	Sewage Const.	04.11.2011-07.12.2012	529,442
22	AKSARAY	TOPAKKAYA	Sewage Const.	03.01.2012-02.12.2013	3,283,181
23	AKSARAY	YENİKENT	Sewage Const.	29.03.2012-26.02.2014	5,440,972
24	ANKARA	BALÇIKHİSAR	Sewage Const.	25.09.2012-18.12.2013	1,528,236
25	ANKARA	ÇELTİKÇİ	Sewage Const.	16.10.2012-09.12.2013	1,091,175
26	ANTALYA	AKSEKİ	Sewage Const.	17.11.2011-09.07.2013	2,978,344
27	ANTALYA	CEVİZLİ	Sewage Const.	06.09.2012-06.09.2013	912,576
28	ANTALYA	ELMALI	Wastewater Treatment Plant Construction	11.07.2012-10.07.2014	5,042,772
29	ANTALYA	KONAKLI	Sewage Const.	12.09.2012-25.12.2013	5,253,482
30	ANTALYA	PAYALLAR	Sewage Const.	12.01.2012-14.07.2013	2,437,138
31	ARDAHAN	ARDAHAN	Sewage Const.	24.10.2011-01.01.2014	5,403,491
32	ARDAHAN	HANAK	Sewage Const.	08.02.2012-18.12.2013	2,853,332
33	AYDIN	KÖŞK	Sewage Const.	20.03.2013-13.06.2014	7,140,297
34	AYDIN	KURTULUŞ	Sewage Const.	27.11.2012-21.09.2013	1,956,857
35	BALIKESİR	ALTINOVA	Marine Discharge Const.	18.01.2012-12.11.2012	1,837,611
36	BALIKESİR	KÜÇÜKKÖY	Marine Discharge Const.	29.11.2011-23.09.2012	1,984,816
37	BALIKESİR	MANYAS	Wastewater Treatment Plant Construction	03.01.2013-29.12.2013	1,513,326
38	BALIKESİR	SARIBEYLER	Sewage Const.	27.07.2012-23.05.2013	1,975,832
39	BARTIN	KUMLUCA	Sewage Const.	06.04.2012-25.01.2014	2,387,322
40	BAYBURT	ARPALI	Sewage Const.	30.04.2012-18.12.2013	2,527,671
41	BİLECİK	OSMANELİ	Wastewater Treatment Plant Construction	22.08.2013-19.05.2014	5,959,110

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE SEWAGE SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
42	BİLECİK	OSMANELİ	Sewage Const.	13.06.2013-09.04.2014	10,912,575
43	BİLECİK	YENİPAZAR	Sewage Const.	05.09.2012-13.05.2013	1,608,965
44	BİNGÖL	ADAKLI	Sewage Const.	19.09.2012-23.10.2013	7,727,951
45	BİNGÖL	İLICALAR	Sewage Const.	19.09.2012-11.01.2014	1,742,323
46	BİNGÖL	SANCAK	Sewage Const.	19.09.2012-23.10.2013	7,727,951
47	BİNGÖL	SERVİ	Sewage Const.	11.10.2013-14.11.2012	812,348
48	BİNGÖL	YEDİSU	Sewage Const.	19.09.2012-23.10.2013	7,727,951
49	BİTLİS	AYDINLAR	Sewage Const.	09.01.2013-13.02.2014	1,238,046
50	BOLU	GÖKÇESU	Sewage Const.	17.01.2012-15.01.2013	1,340,550
51	BOLU	GÖYNÜK	Sewage Const.	16.11.2011-15.11.2013	695,726
52	BOLU	PAZARKÖY	Sewage Const.	12.12.2012-08.10.2013	582,157
53	BURDUR	BAĞSARAY	Sewage Const.	19.12.2012-22.06.2014	2,099,970
54	BURDUR	ÇELTİKÇİ	Sewage Const.	15.11.2011-17.05.2013	2,512,482
55	BURDUR	KOCAALİLER	Sewage Const.	01.11.2011-01.11.2012	1,383,139
56	BURDUR	SÖĞÜT	Wastewater Treatment Plant Construction	04.09.2012-08.10.2014	898,079
57	BURDUR	YEŞİLBAŞKÖY	Sewage Const.	11.09.2012-12.09.2013	1,224,684
58	BURDUR	YUSUFÇA	Sewage Const.	17.12.2012-14.12.2014	1,300,640
59	BURSA	BOYALICA	Sewage Const.	06.02.2013-03.12.2013	1,592,810
60	BURSA	SÖLÖZ	Sewage Const.	25.07.2012-19.02.2012	604,978
61	ÇANAKKALE	ÇANAKKALE	Wastewater Treatment Plant Construction	26.07.2012-18.03.2014	27,036,289
62	ÇANAKKALE	KARABIĞA	Wastewater Treatment Plant Construction	13.09.2011-09.07.2012	2,126,151
63	ÇANAKKALE	KAVAKKÖY	Sewage Const.	22.11.2011-17.09.2012	1,253,858
64	ÇANAKKALE	KÜÇÜKKUYU	Wastewater Treatment Plant Construction	06.01.2013-07.05.2012	5,418,598
65	ÇANAKKALE	YENİCE	Wastewater Treatment Plant Construction	17.11.2011-30.10.2012	1,086,854
66	ÇANKIRI	ÇERKEŞ	Sewage Const.	21.03.2013-10.11.2014	5,789,972
67	ÇANKIRI	ŞABANÖZÜ	Sewage Const.	04.01.2013-24.10.2012	3,711,821
68	ÇORUM	DODURGA	Wastewater Treatment Plant Construction	08.12.2011-11.06.2013	1,653,831
69	ÇORUM	MECİTÖZÜ	Wastewater Treatment Plant Construction	24.01.2015-27.02.2013	1,212,515
70	DENİZLİ	GÖLBAŞI	Sewage Const.	01.02.2013-27.11.2013	889,454
71	DENİZLİ	GÜRPINAR	Sewage Const.	06.02.2014-12.03.2013	4,026,893
72	DENİZLİ	KIRALAN	Sewage Const.	07.03.2013-11.04.2014	3,420,723
73	DENİZLİ	KOCABAŞ	Sewage Const.	09.01.2013-12.02.2014	3,496,255
74	DIYARBAKIR	EĞİL	Sewage Const.	06.10.2011-11.11.2012	3,294,602
75	DIYARBAKIR	HAZRO	Sewage Const.	18.10.2011-10.01.2013	2,463,895
76	DIYARBAKIR	KOCAKÖY	Sewage Const.	04.01.2013-18.05.2012	1,595,287
77	DIYARBAKIR	KUYULAR	Sewage Const.	18.11.2011-21.12.2012	557,656
78	DIYARBAKIR	ŞÖLEN	Sewage Const.	21.10.2011-24.11.2012	1,492,196
79	DÜZCE	ÇİLİMLİ	Sewage Const.	13.01.2012-11.01.2013	1,318,800
80	DÜZCE	KAYNAŞLI	Sewage Const.	20.01.2013-18.01.2012	810,876

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE SEWAGE SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
81	EDİRNE	ESETÇE	Sewage Const.	12.04.2013-07.04.2014	2,382,629
82	EDİRNE	MECİDİYE	Sewage Const.	01.03.2013-30.11.2013	480,737
83	ELAZIĞ	AĞIN	Sewage Const.	24.11.2011-24.10.2013	1,502,283
84	ELAZIĞ	ALACAKAYA	Sewage Const.	07.12.2011-10.01.2013	1,103,451
85	ELAZIĞ	SARICAN	Sewage Const.	01.12.2011-31.10.2013	1,663,969
86	ELAZIĞ	YAZIKONAK	Sewage Const.	08.12.2011-11.01.2013	428,431
87	ERZURUM	KOPAL	Sewage Const.	14.05.2013-10.12.2013	1,713,374
88	ERZURUM	PAŞALI	Sewage Const.	27.08.2014-08.05.2012	1,201,613
89	ERZURUM	TORTUM	Sewage Const.	09.12.2011-02.03.2013	2,654,023
90	ESKİŞEHİR	BOZAN	Sewage Const.	16.08.2012-11.07.2013	2,186,082
91	ESKİŞEHİR	ÇİFTELER	Sewage Const.	19.12.2011-02.01.2013	5,676,246
92	ESKİŞEHİR	KIRKA	Sewage Const.	25.01.2012-21.10.2012	3,489,821
93	ESKİŞEHİR	NASRETTİN HOCA	Sewage Const.	09.08.2013-14.04.2012	1,147,748
94	ESKİŞEHİR	SARICAKAYA	Sewage Const.	14.08.2012-19.06.2013	1,412,774
95	ESKİŞEHİR	SEYİTGAZİ	Sewage Const.	05.10.2012-12.07.2013	1,403,463
96	GAZİANTEP	KOCATEPE	Sewage Const.	02.11.2011-27.08.2012	766,646
97	GAZİANTEP	SALKIM	Sewage Const.	04.09.2012-30.06.2013	779,426
98	GİRESUN	GÜCE	Sewage Const.	26.04.2014-30.05.2013	1,947,263
99	GİRESUN	YAĞLIDERE	Sewage Const.	25.11.2011-16.07.2013	3,073,251
100	GÜMÜŞHANE	KAŞ	Sewage Const.	29.08.2012-09.01.2014	3,033,823
101	GÜMÜŞHANE	ŞİRAN	Sewage Const.	15.11.2011-15.09.2013	3,241,952
102	HATAY	EKİNCİ	Sewage Const.	06.11.2012-30.04.2014	3,470,658
103	HATAY	KARAYILAN	Sewage Const.	10.10.2012-06.07.2013	2,177,045
104	HATAY	KIŞLAK	Sewage Const.	18.02.2013-17.07.2013	1,288,571
105	HATAY	KUMLU	Sewage Const.	11.04.2013-11.04.2014	2,287,208
106	HATAY	KURTLUSOĞUKSU	Sewage Const.	09.11.2012-08.11.2013	1,765,591
107	HATAY	OVAKENT	Sewage Const.	28.11.2011-01.01.2013	1,709,160
108	HATAY	SERİNYOL	Sewage Const.	11.09.2012-08.07.2013	2,015,418
109	İĞDIR	HALFELİ	Sewage Const.	25.11.2011-24.11.2013	3,711,592
110	İĞDIR	TUZLUCA	Sewage Const.	17/02/2012, 07/05/2012- 07/11/2012, 16/01/2014	5,404,273
111	İSPARTA	AKSU	Sewage Const.	15.11.2011-14.05.2013	2,145,288
112	İSPARTA	GELENDOST	Sewage Const.	20.12.2011-10.08.2013	3,033,982
113	İSPARTA	GÜNEYKENT	Sewage Const.	01.08.2012-31.07.2013	833,381
114	İSPARTA	YALVAÇ	Sewage Const.	15.03.2012-15.12.2012	1,392,862.56
115	İZMİR	ZEYTİNOVA	Wastewater Treatment Plant Construction	01.04.2014-25.01.2013	735,343
116	KAHRAMANMARAŞ	BOZLAR	Sewage Const.	19.11.2012-13.11.2013	2,457,205
117	KAHRAMANMARAŞ	DEMİRCİLİK	Sewage Const.	07.10.2011-01.08.2012	1,960,966
118	KAHRAMANMARAŞ	İZGIN	Sewage Const.	13.10.2011-07.08.2012	1,000,189
119	KAHRAMANMARAŞ	İĞDEKÖY	Sewage Const.	12.09.2012-08.07.2013	1,113,535
120	KAHRAMANMARAŞ	KULLAR	Sewage Const.	11.10.2013-06.08.2012	1,990,963
121	KAHRAMANMARAŞ	TÜRKÖĞLU	Sewage Const.	06.01.2013-25.12.2012	10,948,610
122	KARABÜK	ESKİPAZAR	Sewage Const.	15.08.2012-14.10.2013	988,610

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE SEWAGE SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
123	KARAMAN	AYRANCI	Sewage Const.	19.10.2012-12.01.2014	993,070
124	KARAMAN	BAŞYAYLA	Wastewater Treatment Plant Construction	30.04.2012-12.08.2014	1,444,833
125	KARAMAN	ERMENEK	Sewage Const.	01.07.2013-26.04.2014	4,361,565
126	KARAMAN	KAZANCI	Sewage Const.	28.11.2012-31.12.2012	1,671,729
127	KASTAMONU	BOZKURT	Sewage Const.	17.04.2012-07.01.2014	2,493,893
128	KASTAMONU	TAŞKÖPRÜ	Wastewater Treatment Plant Construction	17.01.2012-04.02.2015	5,654,711
129	KAYSERİ	AKMESCİT	Sewage Const.	01.12.2011-22.02.2013	1,417,192
130	KAYSERİ	BÜYÜKTUZHISAR	Sewage Const.	08.12.2011-29.07.2013	3,287,856
131	KAYSERİ	ÖZVATAN	Sewage Const.	06.01.2013-28.08.2012	2,724,784
132	KAYSERİ	PAZARÖREN	Sewage Const.	18.10.2012-22.11.2013	1,689,461
133	KAYSERİ	PINARBAŞI	Sewage Const.	31.01.2012-31.12.2013	5,042,319
134	KAYSERİ	SARIZ	Sewage Const.	05.01.2013-19.05.2012	2,423,397
135	KIRIKKALE	ÇERİKLİ	Sewage Const.	04.10.2012-04.10.2014	742,693
136	KONYA	AKKİSE	Sewage Const.	19.10.2011-06.05.2012	650,216
137	KONYA	ALTUNTAŞ	Sewage Const.	30.11.2012-03.01.2014	1,150,263
138	KONYA	AZİZİYE	Sewage Const.	07.09.2012-11.10.2013	1,921,834
139	KONYA	DERBENT	Sewage Const.	29.08.2012-03.10.2013	1,022,604
140	KONYA	DEREBUCAK	Sewage Const.	03.07.2012-07.08.2013	857,412
141	KONYA	DEREİÇİ	Sewage Const.	18.09.2012-15.07.2013	439,825
142	KONYA	EMİRGAZİ	Sewage Const.	06.12.2011-04.11.2013	4,993,722
143	KONYA	GÜVERCİNLİK	Sewage Const.	24.04.2013-29.05.2014	1,615,449
144	KONYA	HAMZALAR	Sewage Const.	08.08.2012-12.09.2013	209,489
145	KONYA	KAYALI	Sewage Const.	29.08.2012-02.10.2013	2,029,937
146	KONYA	KIRELİ	Sewage Const.	01.11.2012-28.08.2013	805,283
147	KONYA	KIRKPINAR	Sewage Const.	26.06.2012-06.11.2013	1,793,553
148	KONYA	KOLUKISA	Sewage Const.	14.02.2012-05.10.2013	3,878,684
149	KONYA	KURŞUNLU	Sewage Const.	18.01.2013-14.11.2013	1,135,783
150	KONYA	KUŞÇA	Sewage Const.	08.08.2012-21.12.2013	2,884,922
151	KONYA	KÜTÖREN	Sewage Const.	21.02.2012-16.12.2012	1,409,380
152	KONYA	SARIOĞLAN	Sewage Const.	18.09.2012-19.08.2014	556,732
153	KONYA	SAZGEÇİT	Sewage Const.	28.11.2012-01.01.2014	1,930,437
154	KONYA	SÖĞÜT	Sewage Const.	08.08.2012-04.06.2013	476,439
155	KONYA	TUZLUKÇU	Sewage Const.	26.12.2012-26.12.2013	1,972,283
156	KÜTAHYA	ERDOĞMUŞ	Sewage Const.	09.08.2013-03.08.2012	2,402,205
157	KÜTAHYA	ESKİGEDİZ	Sewage Const.	26.07.2012-21.05.2013	2,028,791
158	KÜTAHYA	GÜMELE	Sewage Const.	09.08.2013-03.08.2012	2,402,205
159	MALATYA	ARGUVAN	Sewage Const.	28.03.2014-21.01.2013	1,505,082
160	MALATYA	BALABAN	Sewage Const.	16.11.2011-20.12.2012	283,041
161	MALATYA	HEKİMHAN	Sewage Const.	04.10.2012-22.09.2013	645,153
162	MALATYA	İLİCA	Sewage Const.	14.09.2012-06.01.2014	1,073,649
163	MALATYA	ÖREN	Sewage Const.	06.12.2011-09.01.2013	1,684,409
164	MALATYA	SÜRGÜ	Sewage Const.	13.10.2011-08.10.2012	814,984

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

➤ WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE SEWAGE SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
165	MALATYA	YENİCE	Sewage Const.	13.09.2012-06.01.2014	1,153,182
166	MANİSA	DİLEK	Sewage Const.	08.12.2011-03.10.2012	1,705,415
167	MANİSA	DURASILLI	Wastewater Treatment Plant Construction	29.11.2011-23.09.2013	1,106,965
168	MANİSA	SARUHANLI	Wastewater Treatment Plant Construction	10.01.2012-04.04.2013	4,664,490
169	MARDİN	KILAVUZ	Sewage Const.	11.10.2013-05.10.2012	2,038,921
170	MUĞLA	EŞEN	Sewage Const.	16.11.2011-12.06.2012	977,103
171	MUĞLA	GÜMÜŞLÜK	Sewage Const.	08.05.2012-03.03.2013	1,401,307
172	MUĞLA	MENTEŞE	Sewage Const.	15.12.2011-09.09.2012	1,238,218
173	MUŞ	KIRKÖY	Sewage Const.	12.09.2012-16.10.2013	1,124,395
174	MUŞ	SERİNOVA	Sewage Const.	12.09.2012-16.10.2013	931,082
175	MUŞ	YAYGIN	Sewage Const.	04.01.2013-19.12.2013	1,192,548
176	NEVŞEHİR	KARASENİR	Sewage Const.	04.01.2013-29.12.2013	1,520,883
177	NEVŞEHİR	TATLARIN	Sewage Const.	27.12.2011-17.08.2013	1,565,276
178	NİĞDE	BAHÇELİ	Sewage Const.	22.08.2012-15.11.2013	3,202,017
179	NİĞDE	KARAKAPI	Sewage Const.	05.09.2012-29.11.2013	2,478,615
180	NİĞDE	KAYIRLI	Sewage Const.	23.12.2011-25.01.2013	1,881,233
181	NİĞDE	KIZILCA	Sewage Const.	03.01.2013-29.12.2013	1,522,122
182	NİĞDE	OVACIK	Sewage Const.	15.11.2012-30.10.2013	1,876,479
183	ORDU	ÇAMAŞ	Sewage Const.	11.12.2012-28.01.2014	2,018,905
184	ORDU	YEŞİLCE	Sewage Const.	11.09.2012-10.09.2013	954,445
185	SAMSUN	ASARCIK	Sewage Const.	28.11.2011-17.11.2013	1,605,844
186	SAMSUN	HAVZA	Wastewater Treatment Plant Construction	14.02.2012-13.01.2015	5,512,687
187	SAMSUN	HÜSEYİNMECİT	Sewage Const.	13.11.2012-13.11.2013	2,037,726
188	SİİRT	GÖZPINAR	Sewage Const.	09.01.2013-03.01.2014	726,647
189	SİNOP	GERZE	Sewage Const.	31.05.2014-26.03.2013	13,126,782
190	SİVAS	AKINCILAR	Sewage Const.	07.02.2012-21.06.2013	3,264,975
191	SİVAS	EĞERCİ	Sewage Const.	15.06.2012-28.10.2013	1,915,461
192	SİVAS	GÖLOVA	Sewage Const.	20.09.2011-19.09.2012	1,094,541
193	SİVAS	KÜMBET	Sewage Const.	18.09.2012-18.09.2013	1,290,072
194	SİVAS	YENİKARAHİSAR	Sewage Const.	05.12.2012-07.06.2014	1,676,469
195	ŞANLIURFA	MEZRA	Sewage Const.	02.01.2012-27.10.2012	1,292,053
196	ŞİRNAK	BEYTÜŞŞEBAP	Sewage Const.	19.10.2012-08.10.2014	4,808,376
197	TEKİRDAĞ	HOŞKÖY	Sewage Const.	29.11.2011-22.11.2012	1,610,452
198	TEKİRDAĞ	MÜREFTE	Sewage Const.	27.03.2013-22.03.2014	1,731,856
199	TEKİRDAĞ	SAĞLAMTAŞ	Sewage Const.	11.10.2013-06.08.2012	1,237,132
200	TEKİRDAĞ	ŞALGAMLI	Sewage Const.	26.03.2014-20.01.2013	1,162,556
201	TEKİRDAĞ	YENİCE	Sewage Const.	06.06.2013-02.12.2013	379,616
202	TOKAT	CİMİTEKKE	Sewage Const.	19.10.2012-18.10.2013	678,361
203	TOKAT	ÇEVRELİ	Sewage Const.	19.09.2012-19.09.2013	1,291,823
204	TOKAT	DİKİLİ	Sewage Const.	19.09.2012-19.09.2013	955,047
205	TOKAT	GÖKAL	Sewage Const.	19.10.2012-18.10.2013	519,070

➤ INFORMATION ON THE WORKS COMPLETED IN YEAR 2014

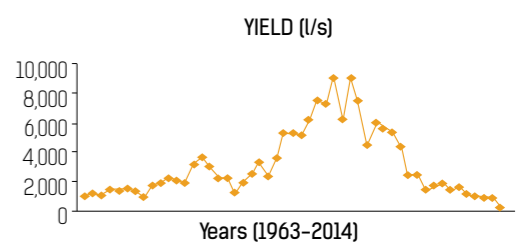
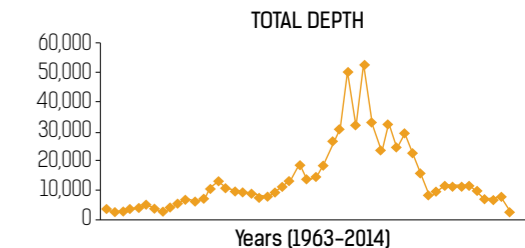
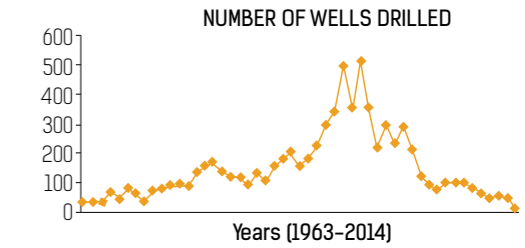
WORKS COMPLETED IN THE PERIOD 2011-2014 WITHIN THE FRAMEWORK OF SUKAP, IN THE SEWAGE SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
206	TRABZON	AKÇAĞALE	Sewage Const.	21.03.2012-21.03.2013	2,508,982
207	TRABZON	ARSIN	Marine Discharge Const.	08.12.2011-30.01.2013	3,131,156
208	TRABZON	ÇARŞIBAŞI	Marine Discharge Const.	22.11.2011-16.09.2012	1,099,921
209	TRABZON	DARICA	Sewage Const.	01.10.2012-30.09.2013	1,151,351
210	TRABZON	ESİROĞLU	Sewage Const.	01.10.2012-30.09.2013	1,151,351
211	TRABZON	IŞIKLAR	Sewage Const.	05.09.2012-09.10.2013	1,476,369
212	TRABZON	OĞUZ	Sewage Const.	12.02.2013-19.03.2014	2,239,309
213	TRABZON	OYMALITEPE	Sewage Const.	28.08.2012-15.04.2013	148,145
214	TRABZON	UĞURLU	Sewage Const.	14.05.2012-18.06.2013	2,693,207
215	TRABZON	AKYAZI, GÜRBULAK	Sewage Const.	31.01.2012-05.06.2013	5,714,988
216	VAN	ÇALDIRAN	Sewage Const.	13.06.2012-02.07.2014	3,424,031
217	VAN	ÇELEBİBAĞI	Wastewater Treatment Plant Construction	28.08.2012-10.12.2013	3,724,910
218	VAN	KOCAPINAR	Sewage Const.	09.08.2013-13.09.2012	2,134,631
219	YALOVA	ALTINOVA	Sewage Const.	17.11.2011-14.06.2012	609,631
220	YOZGAT	AKDAĞMADENİ	Sewage Const.	03.02.2014-02.01.2012	3,915,108
221	YOZGAT	BAHADIN	Sewage Const.	06.12.2011-29.11.2012	2,109,528
222	YOZGAT	ÇADIRARDIÇ	Sewage Const.	17.09.2012-12.09.2013	783,620
223	YOZGAT	ÇANDIR	Sewage Const.	18.01.2013-18.12.2012	3,418,868
224	YOZGAT	SEKİLİ	Sewage Const.	17.02.2012-13.12.2012	1,303,181
225	YOZGAT	YENİFAKILI	Sewage Const.	06.06.2012-07.05.2014	3,610,669
<b>GRAND TOTAL</b>					<b>530,452,310</b>

WORKS COMPLETED IN YEAR 2014 WITHIN THE FRAMEWORK OF BELDES, IN THE POTABLE WATER SECTOR					
ROW NUMBER	NAME OF MUNICIPALITY	PROVINCE	CHARACTERISTICS	COMMENCEMENT - COMPLETION DATE	COST
1	FATİH	ORDU	POTABLE WATER PACKAGE TREATMENT PLANT PROJECT DESIGN AND POTABLE WATER AND PACKAGE TREATMENT PLANT CONSTRUCTION	17.05.2012-19.02.2014	4,548,769
2	ASLANCAMI	ORDU	POTABLE WATER AND TREATMENT PLANT CONSTRUCTION WORK	16.12.2010-28.01.2014	8,031,265
3	EĞİL	DIYARBAKIR	POTABLE WATER AND PACKAGE TREATMENT PLANT CONST.	28.09.2012-09.09.2014	6,174,992
4	GÜRAKAR*	ŞANLIURFA	POTABLE WATER CONST.	17.11.2011-02.12.2013	1,603,816
<b>GRAND TOTAL</b>					<b>20,358,843</b>

(\* Included in the list for year 2014, as it was not shown in the list for the year of completion.

➤ İLLER BANKASI AŞ  
LIST AND GRAPHS OF POTABLE WATER DRILLING WORKS IN THE PERIOD 1963-2014

YEAR	NUMBER OF WELLS DRILLED (qty.)	TOTAL DEPTH (m)	FLOW RATE (l/s)
1963	33	3,019	980
1964	38	2,369	1,210
1965	35	2,199	1,030
1966	68	3,259	1,410
1967	51	3,696	1,340
1968	80	4,744	1,430
1969	66	3,207	1,350
1970	39	2,591	870
1971	74	3,780	1,710
1972	78	5,202	1,805
1973	90	6,329	2,170
1974	92	5,964	2,050
1975	96	6,595	1,970
1976	139	10,026	3,140
1977	159	12,459	3,678
1978	171	10,201	3,022
1979	141	9,287	2,176
1980	120	8,746	2,205
1981	118	8,308	1,203
1982	93	7,000	1,860
1983	134	7,521	2,521
1984	111	8,637	3,326
1985	159	11,132	2,390
1986	184	12,979	3,621
1987	203	18,258	5,365
1988	159	13,428	5,360
1989	184	13,757	5,226
1990	231	18,140	6,266
1991	300	26,118	7,597
1992	341	30,240	7,348
1993	496	49,513	9,207
1994	356	31,920	6,381
1995	512	51,670	9,199
1996	357	32,761	7,626
1997	220	23,413	4,526
1998	298	31,494	6,055
1999	237	24,353	5,651
2000	288	28,806	5,387
2001	212	21,655	4,389
2002	124	14,724	2,435
2003	93	7,932	2,462
2004	79	8,836	1,449
2005	98	10,980	1,744
2006	99	10,632	1,844
2007	99	10,839	1,430
2008	83	10,923	1,583
2009	64	9,312	1,098
2010	50	6,558	912
2011	53	6,039	852
2012	50	7,074	810
2013	15	2,213	171
2014	10	1,499	130
<b>TOTAL</b>	<b>7,680</b>	<b>682,337</b>	<b>160,970</b>



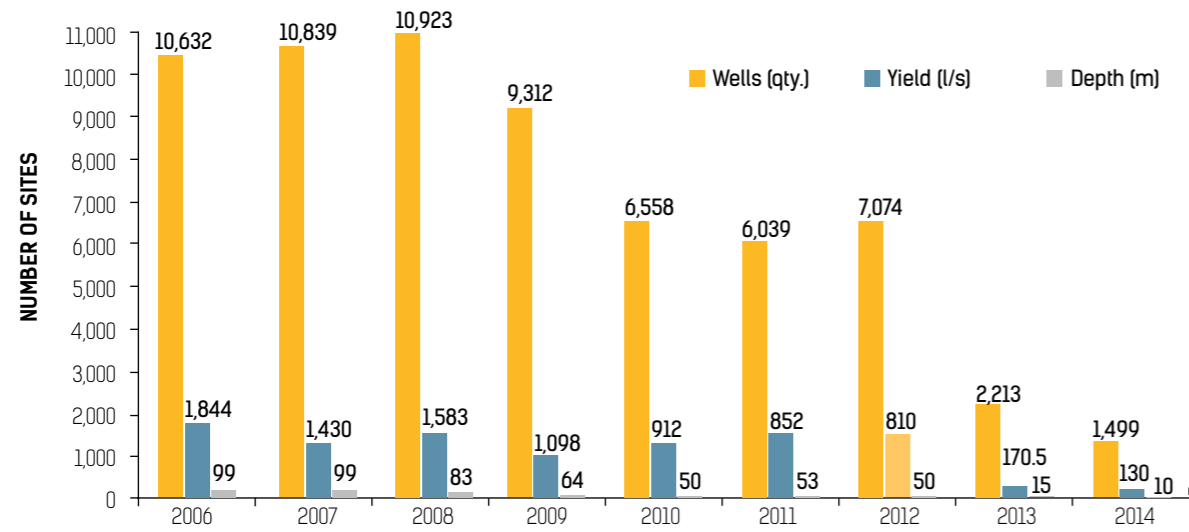
**NOTE:** In the period 1986-2002 and in year 2012 the Bank's work teams and tender method to procure drilling by contractors were applied. In other periods, drilling works were carried out solely by the Bank's work teams.

Since 2013, only tender method is utilized for drilling wells.

➤ WATER WELL, DEPTH AND YIELD PER YEAR

➤ WATER WELL, DEPTH AND YIELD PER YEAR									
	2006	2007	2008	2009	2010	2011	2012	2013	2014
WELLS (qty.)	99	99	83	64	50	53	50	15	10
DEPTH (m)	10,632	10,839	10,923	9,312	6,558	6,039	7,074	2,213	1,499
YIELD (l/s)	1,844.0	1,430.0	1,583.0	1,098.0	912.0	852.0	810.0	170.5	130.0

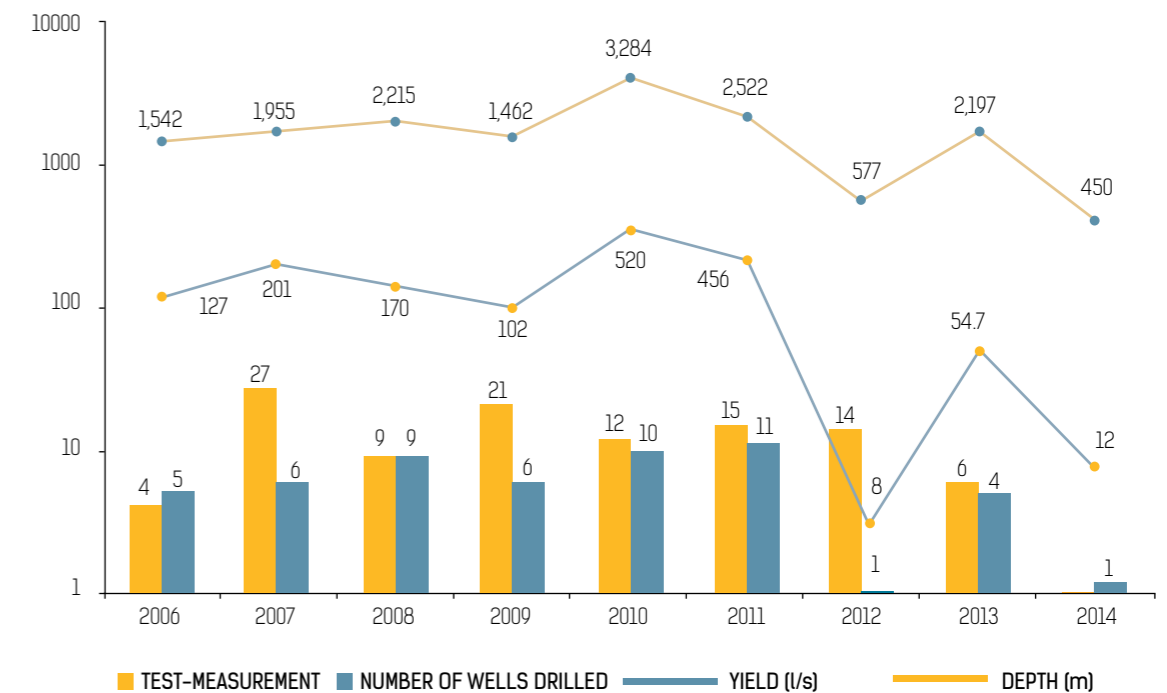
NUMBER OF WELLS DRILLED PER YEAR



➤ GEOTHERMAL TEST-MEASUREMENT AND DRILLING WELLS, DEPTH, YIELD VALUES PER YEAR

➤ GEOTHERMAL TEST-MEASUREMENT AND DRILLING WELLS, DEPTH, YIELD VALUES PER YEAR									
	2006	2007	2008	2009	2010	2011	2012	2013	2014
TEST MEASUREMENT (qty)	4	27	9	21	12	15	14	6	0
NUMBER OF WELLS DRILLED (qty)	5	6	9	6	10	11	2	4	1
DEPTH (m)	1,542	1,955	2,215	1,462	3,284	2,522	577	2,192	450
YIELD (l/s)	127.0	201.0	170.0	102.0	520.0	456.0	8.0	54.7	12.0

GEOTHERMAL TEST-MEASUREMENTS and YIELD AND DEPTH LEVELS OF WELLS

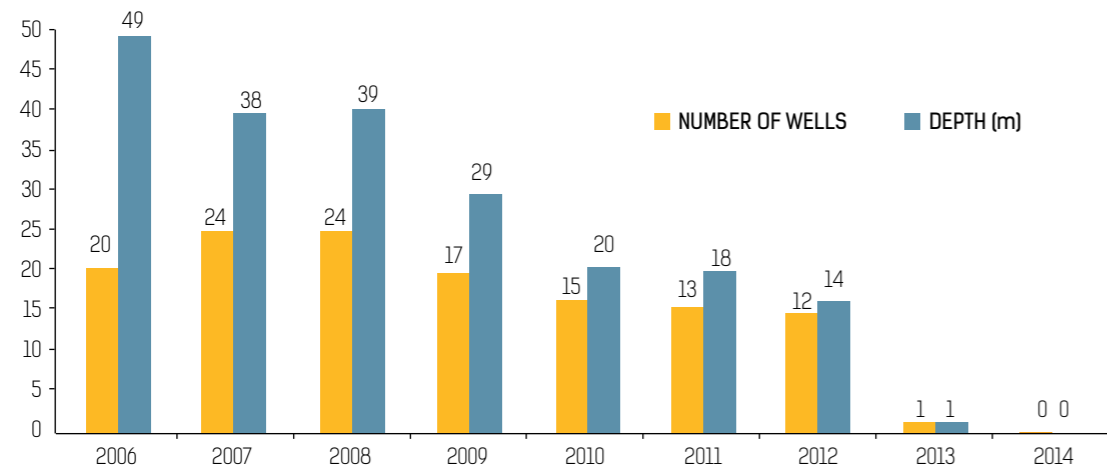


## ➤ DISTRIBUTION OF WATER EXPERIENCE AND SANITATION WORKS PER YEARS

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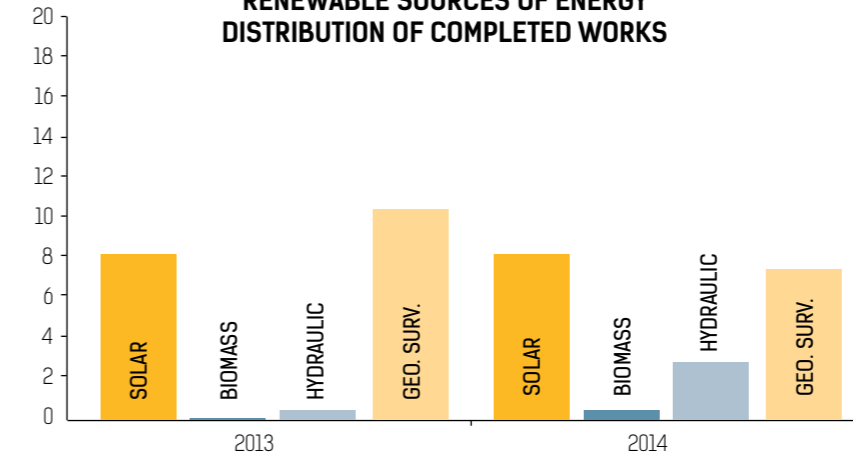
	2006	2007	2008	2009	2010	2011	2012	2013	2014
Number Of Wells	20	24	24	17	15	13	12	1	0
Depth (m)	49	38	39	29	20	18	14	1	0

### GEOTHERMAL TEST-MEASUREMENTS and YIELD AND DEPTH LEVELS OF WELLS



## ➤ RENEWABLE SOURCES OF ENERGY

### RENEWABLE SOURCES OF ENERGY DISTRIBUTION OF COMPLETED WORKS



### NUMBER OF COMPLETED WORKS PER YEAR (SOL-WIND-HYD-BIO-GEO)

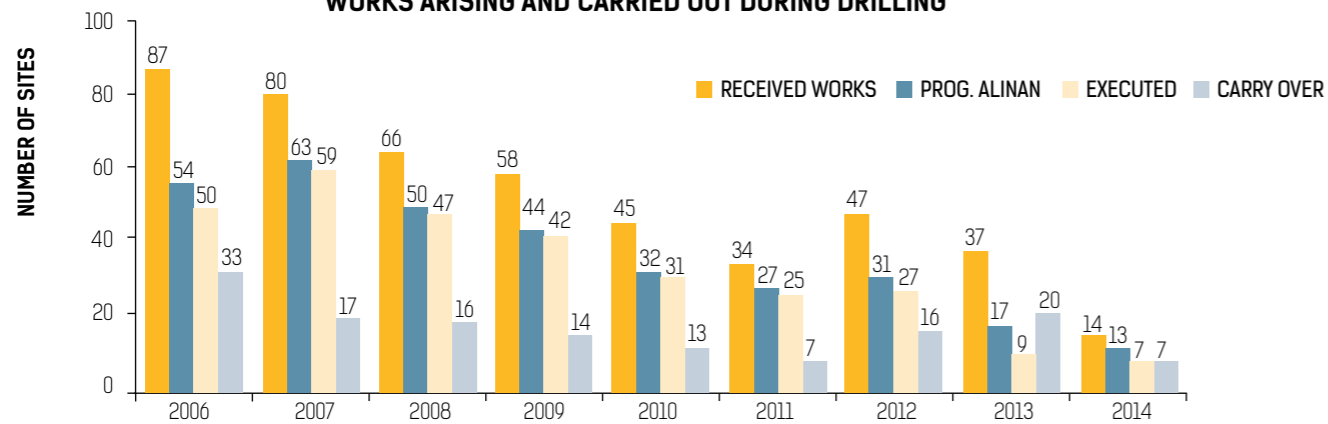
	2013	2014
SOLAR	8	8
BIOMASS	0	1
HYDRAULIC	1	3
GEO. SURV.	11	7

## ➤ WATER DRILLING SITES PER YEAR

### ➤ WATER DRILLING SITES PER YEAR

	2006	2007	2008	2009	2010	2011	2012	2013	2014
RECEIVED WORKS	87	80	66	58	45	34	47	37	14
INCLUDED IN THE PROGRAM	54	63	50	44	32	27	31	17	13
EXECUTED	50	59	47	42	31	25	27	9	7
CARRY OVER	33	17	16	14	13	7	16	20	7

### WORKS ARISING AND CARRIED OUT DURING DRILLING



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