



TEKSTİLBANK

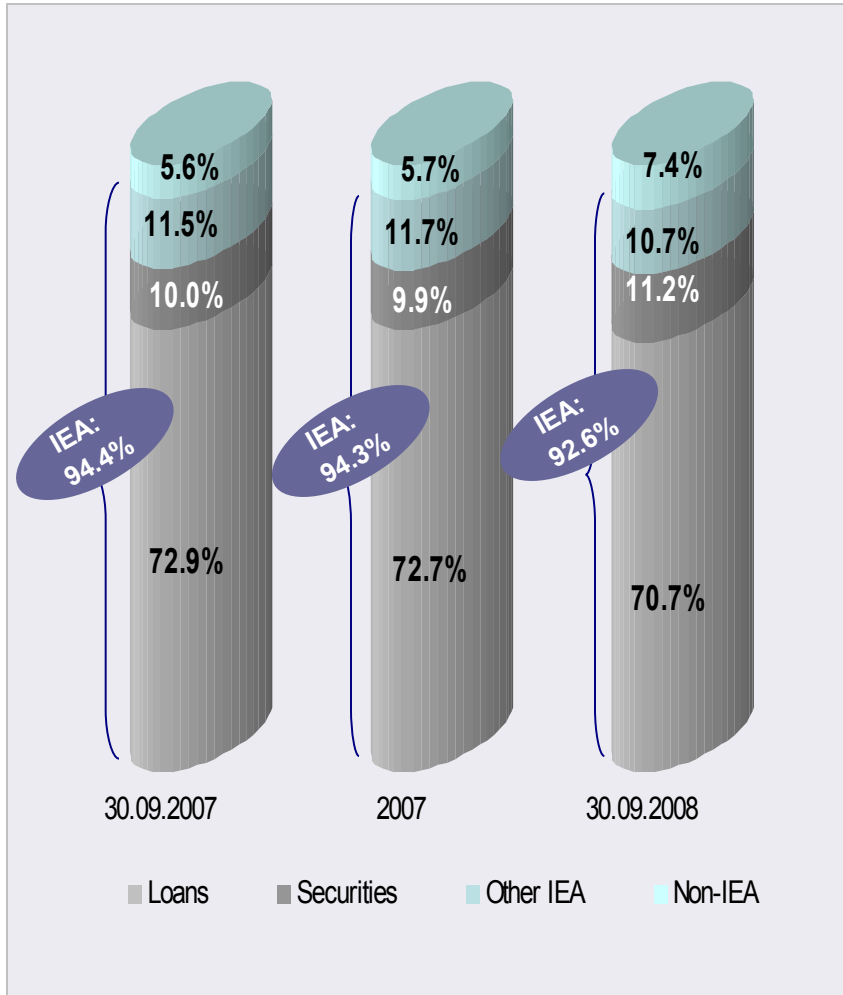
Earnings Presentation
September 30, 2008 / BRSA Consolidated

Highlights...

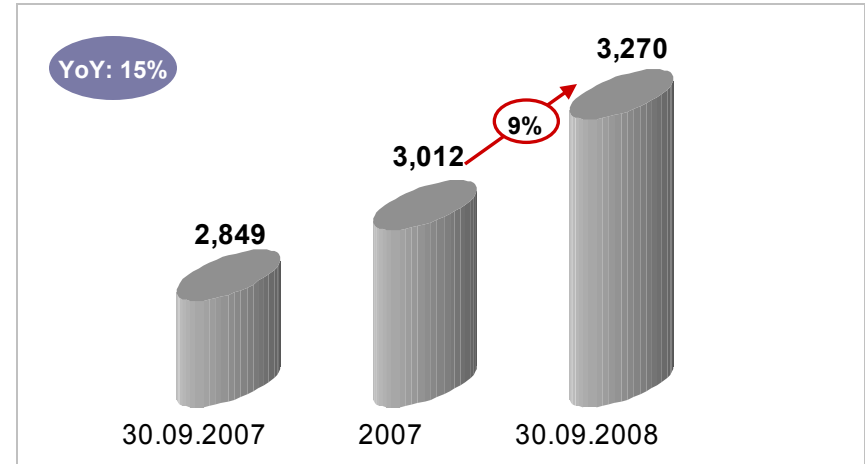
- Strong TL deposit growth during 2007 YE – Q3 2008 period (30% growth vs 20% for the sector) despite the decline in Q3 2008
 - *The decrease in deposits in Q3 2008 over Q2 2008 was mainly due to the release of some of the deposits in August 2008, which were held in Q2 2008 for bridge financing of around US\$300mn syndication facility (the facility was paid back in July 2008 and rolled over in August 2008)*
- Increase in free equity after the completion of the capital increase in August 2008
- Further shift to higher yielding TL assets
(TL Assets / Assets: Q1 2008: 57.6%, Q2 2008: 60.7%, Q3 2008: 62.5%)
- Capital adequacy ratio above the recommended 12% level
(Q3 2008: 12.9%, Current: ~13%)
- Cautious and conservative approach to manage the unfavourable changes in the operating environment
 - *Global tight credit conditions resulting in high funding costs in the deposit market*
 - *Tight lending policies in fresh and roll-over transactions*
- Ongoing effect of the unexpected NPLs in some big ticket items that emerged in Q2 2008
(NPL Ratio: Q2 2008: 2.6%, Q3 2008: 2.6%)

Focus on higher yielding assets continued...

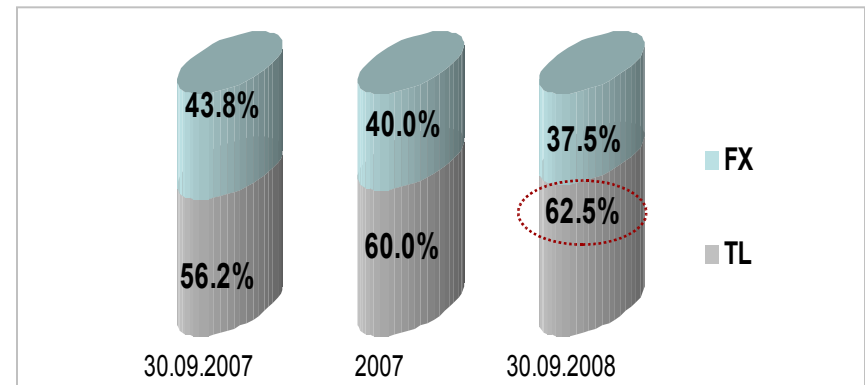
Composition of Assets



Total Asset Growth (TRY mn)

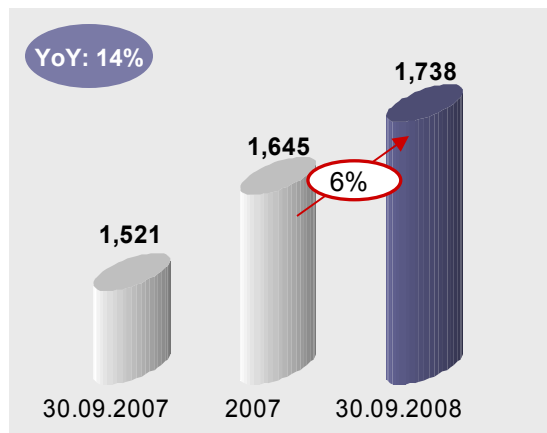


Currency Composition of Assets

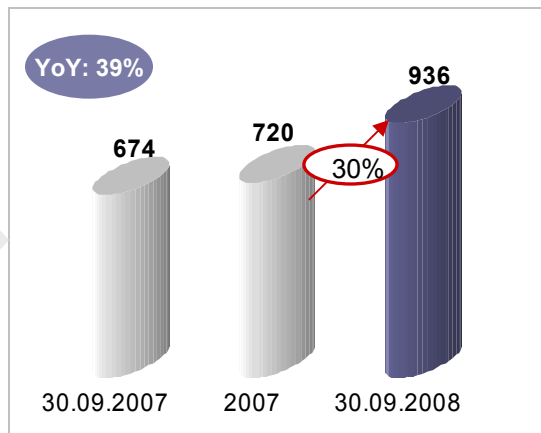


Dynamic balance sheet management: Strong shift to TL deposits...

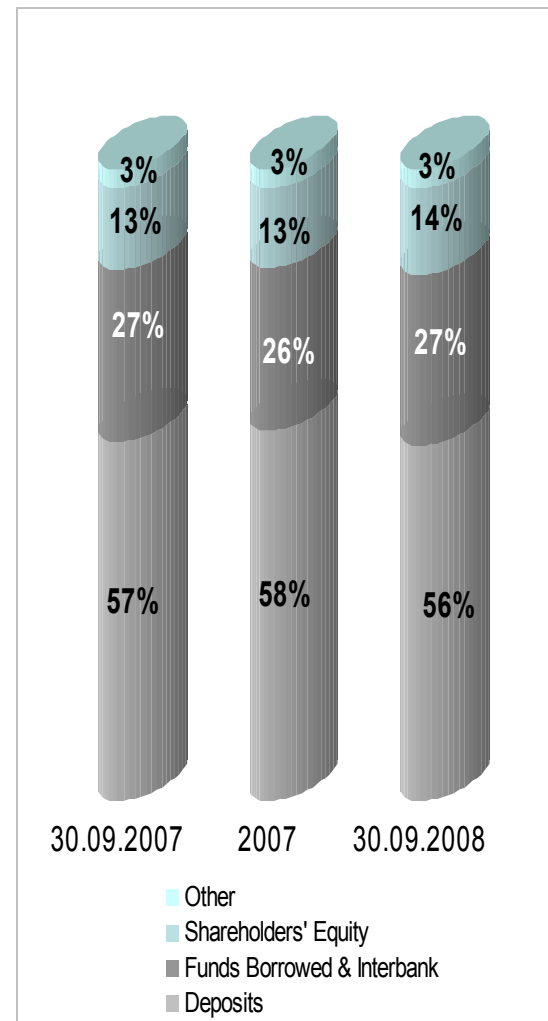
Total Deposits* (TRY mn)



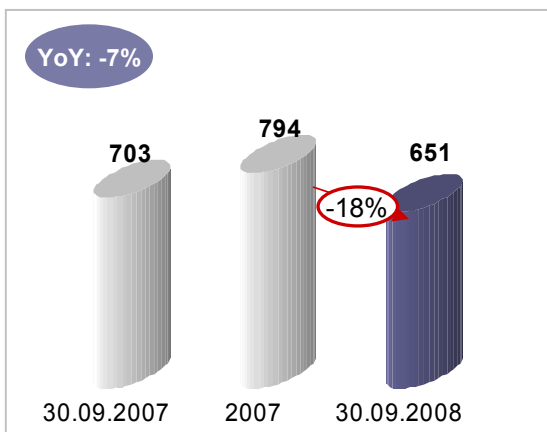
TL Deposits* (TRY mn)



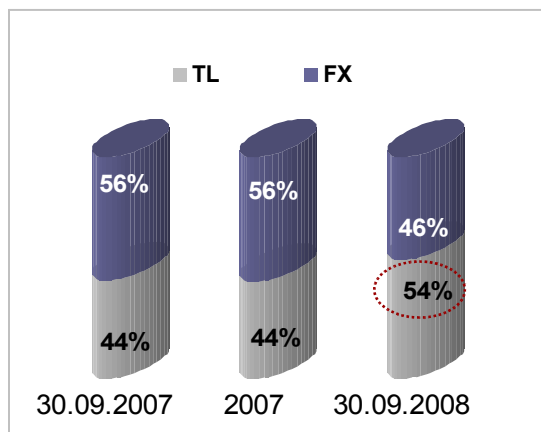
Composition of Liabilities & SHE



FX Deposits* (US\$ mn)



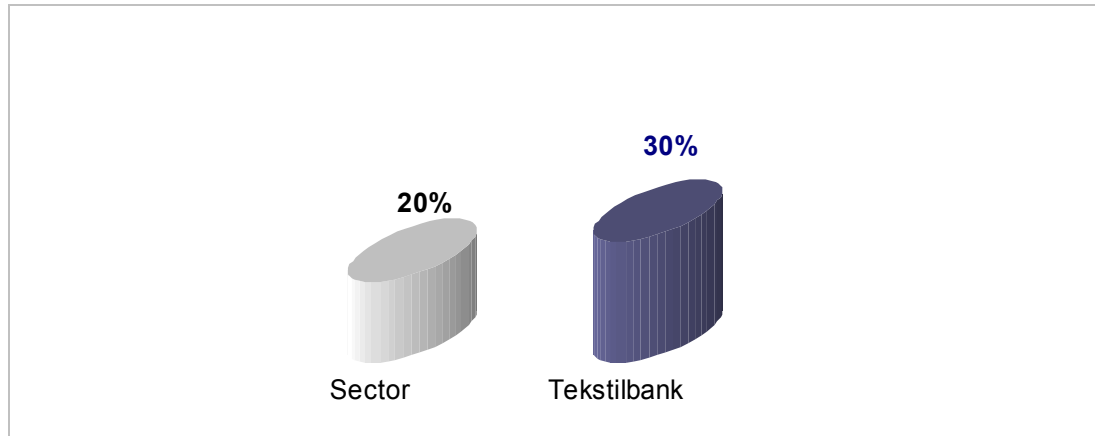
Currency Breakdown*



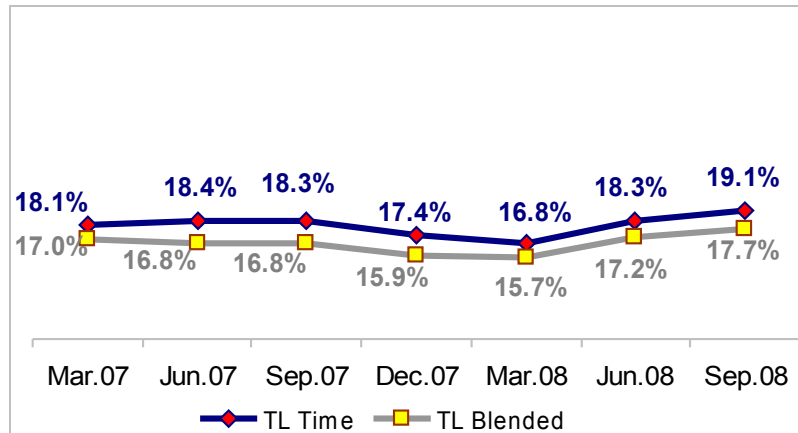
* Excluding bank deposits

YTD TL deposit growth well above sector average...

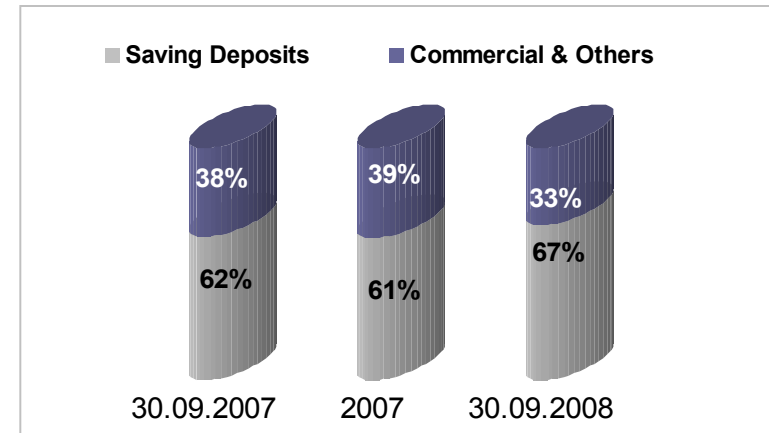
TL Deposit Growth (December 31, 2007 – September 30, 2008)



Cost of TL Deposits

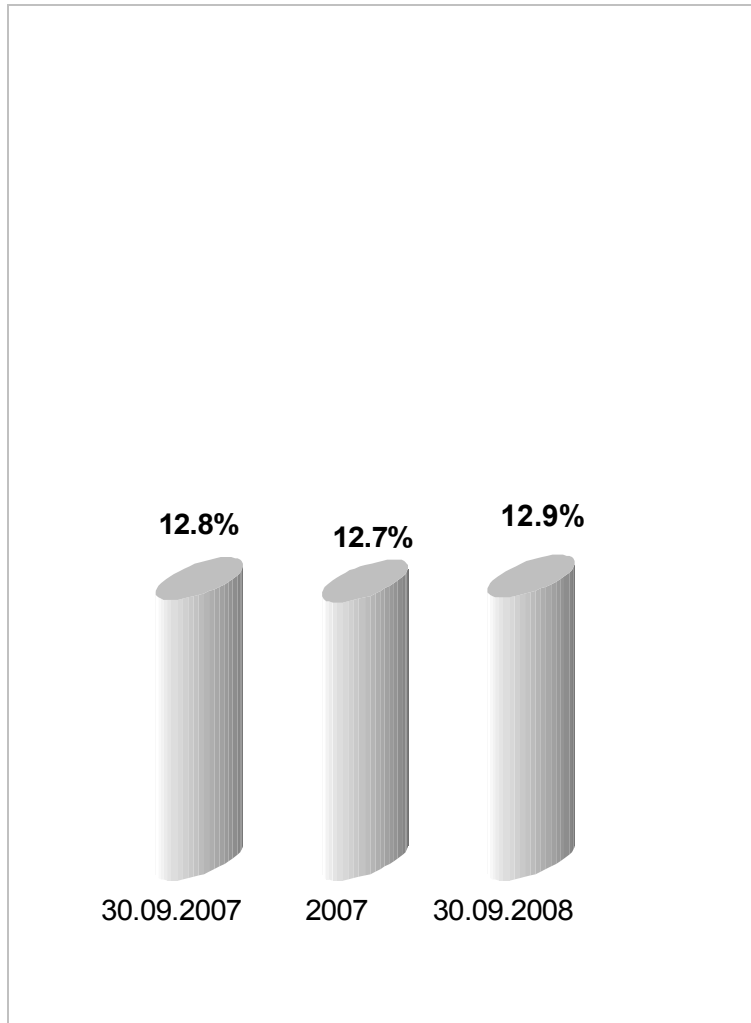


Composition of Deposits

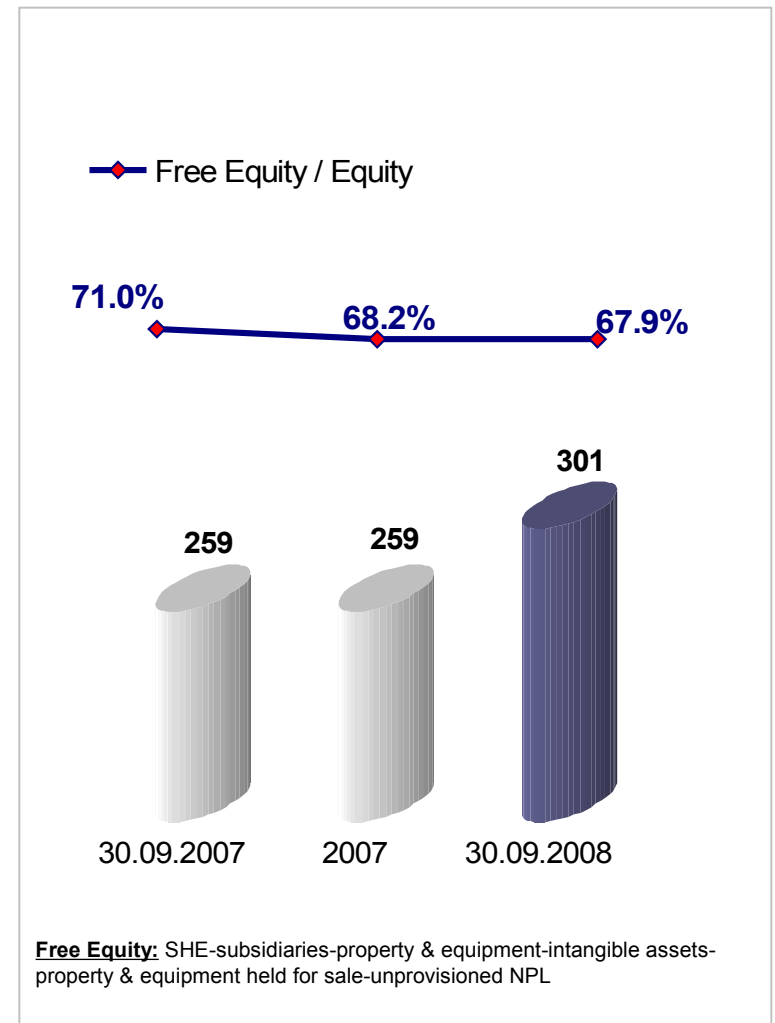


Capital increase fully completed in August 2008: Increased free equity...

Capital Adequacy Ratio (CAR)

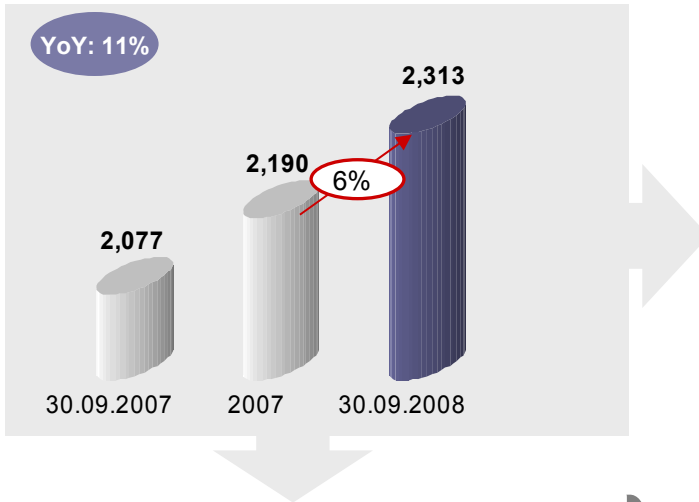


Free Equity (TRY mn)

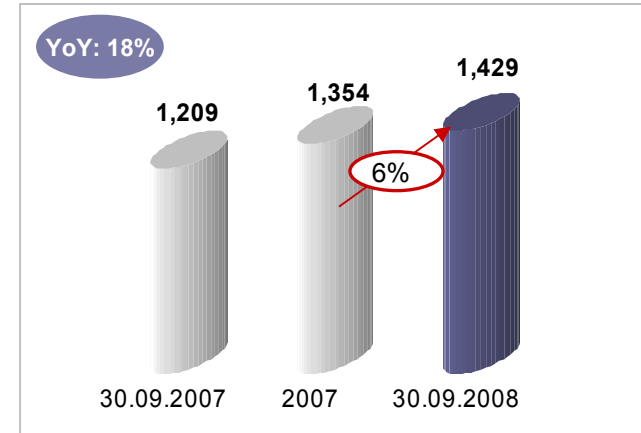


Despite capital increase, cautious loan growth mainly due to unfavourable market conditions...

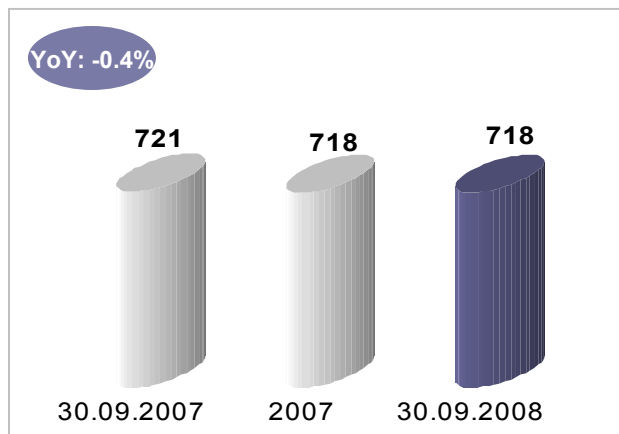
Total Cash Loans (TRY mn)



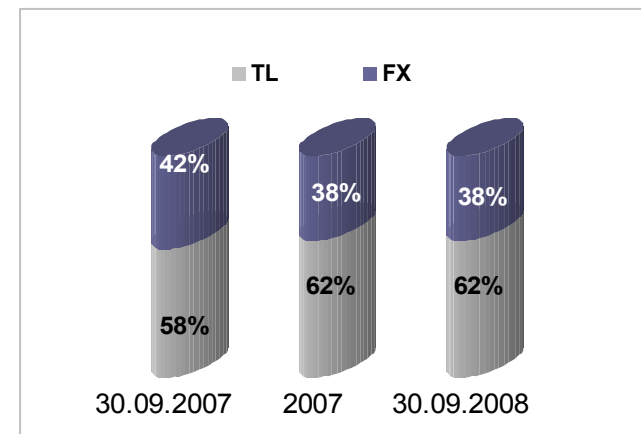
TL Cash Loans (TRY mn)



FX Cash Loans (US\$ mn)



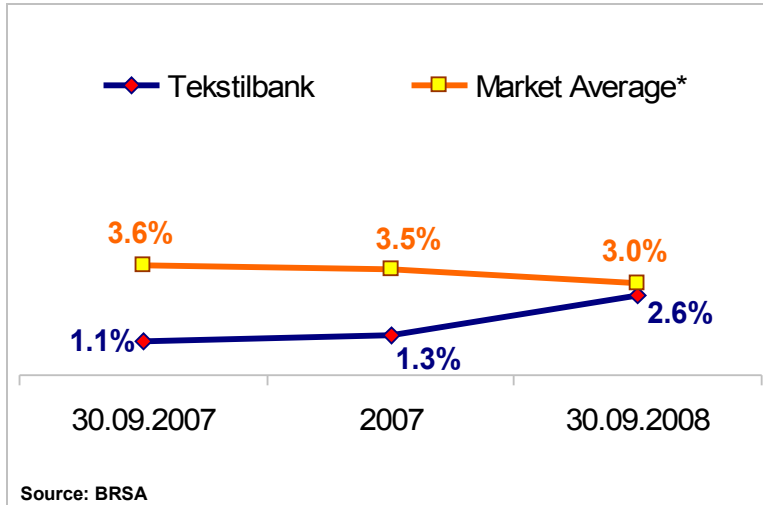
Currency Breakdown of Cash Loans



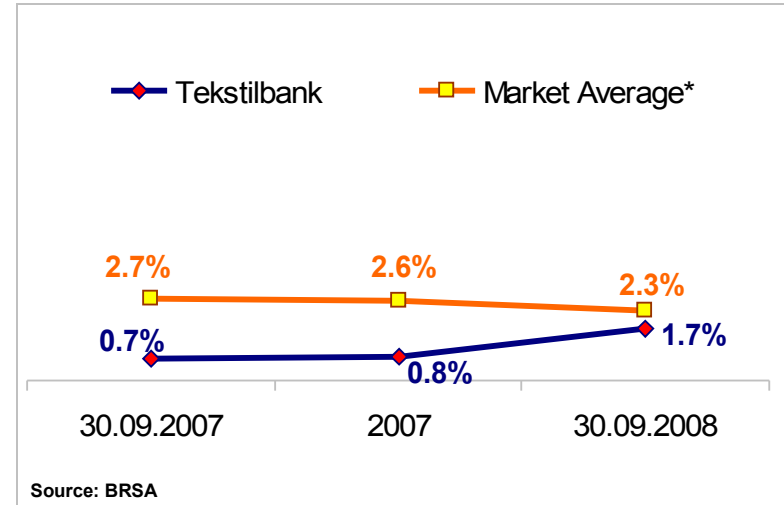
FX indexed cash loans are included in FX cash loans

Ongoing effect of unexpected NPLs in some big ticket items that emerged in Q2 2008...

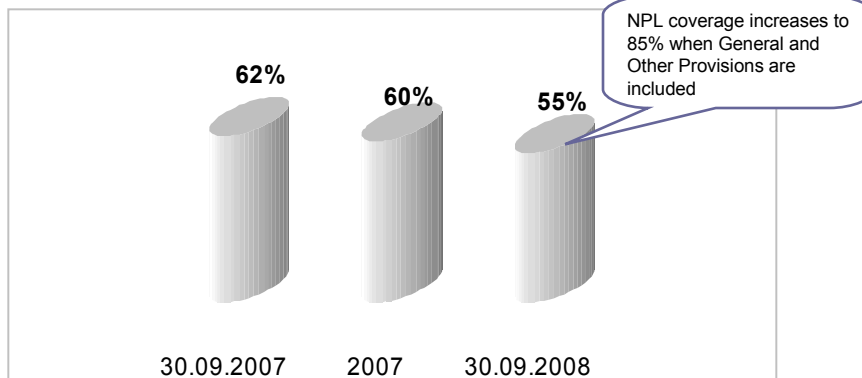
NPL Ratio



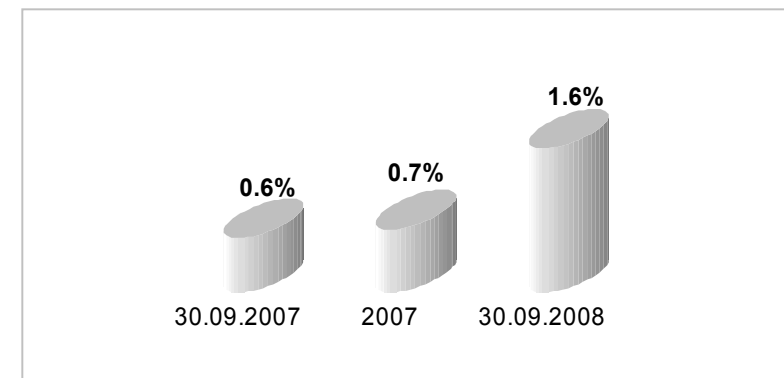
NPL Ratio (including non-cash loans)



NPL Coverage



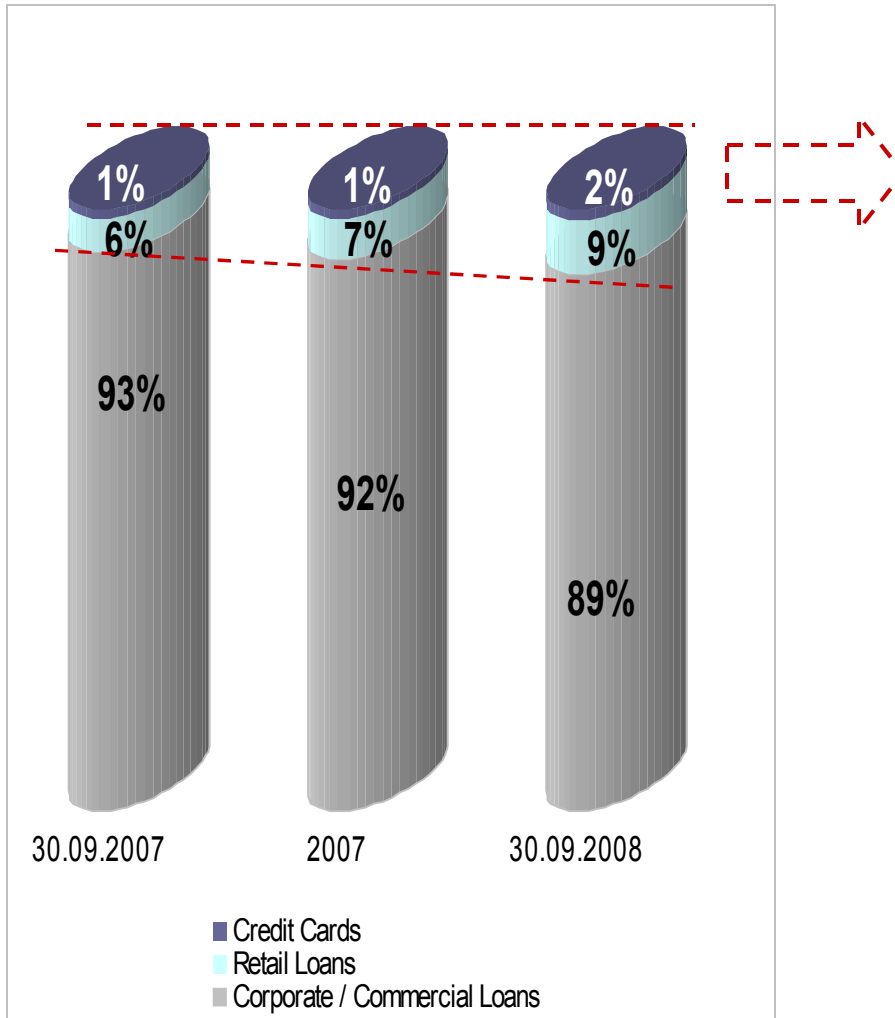
Cost of Risk



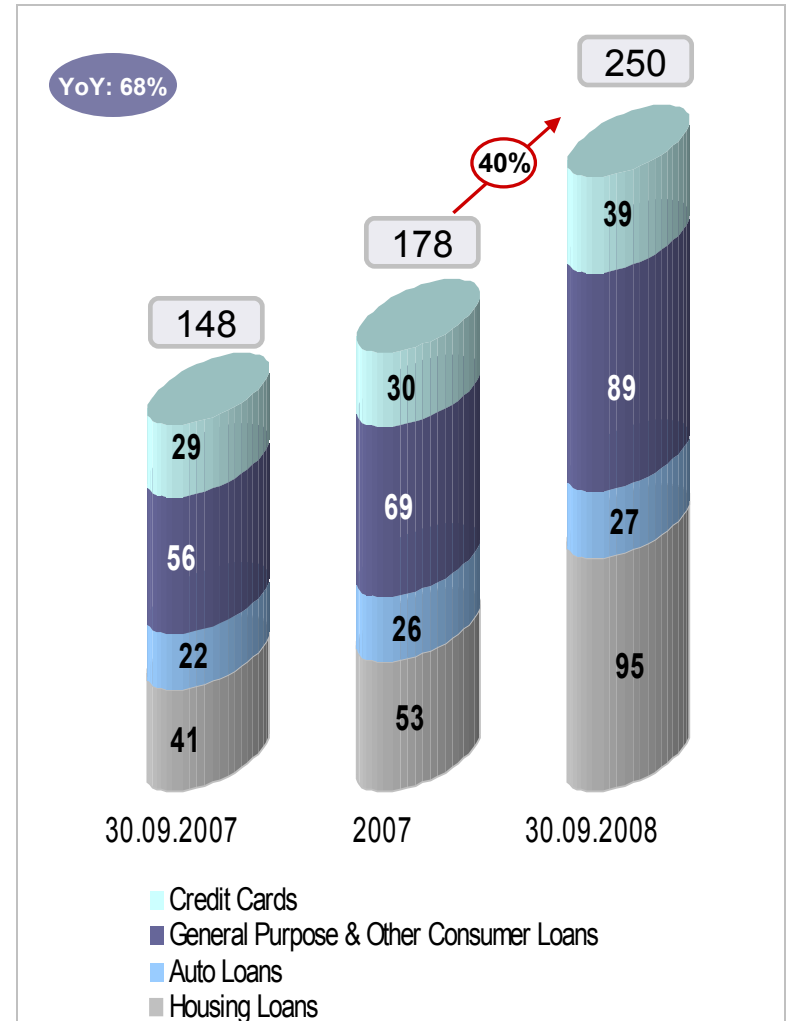
*The decline in NPL ratio of the market is mainly due to the sale of a portion of NPLs of some banks.

Retail banking in progress...

Breakdown of Loan Portfolio



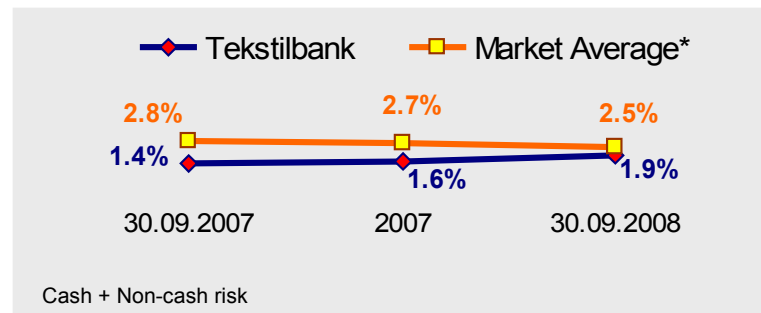
Breakdown of Retail Loans (TRY mn)



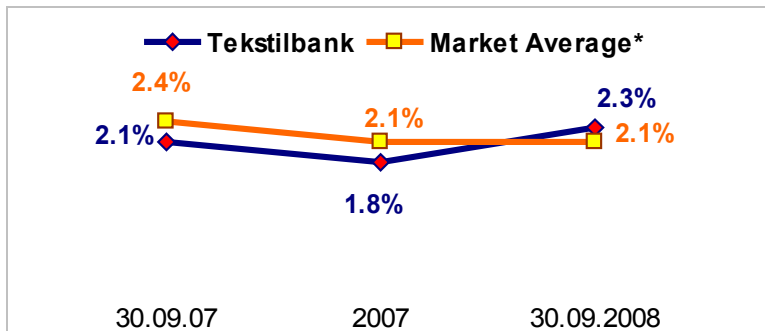
Clean balance sheet...

Related party exposure has been historically below market average...

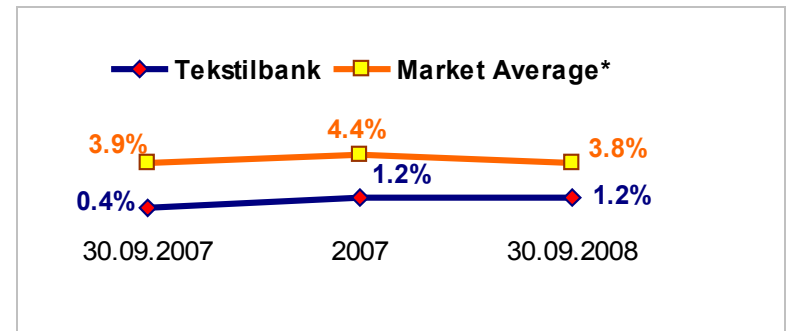
Group Total Risk / Total Risk



Group Cash Loans / Cash Loans



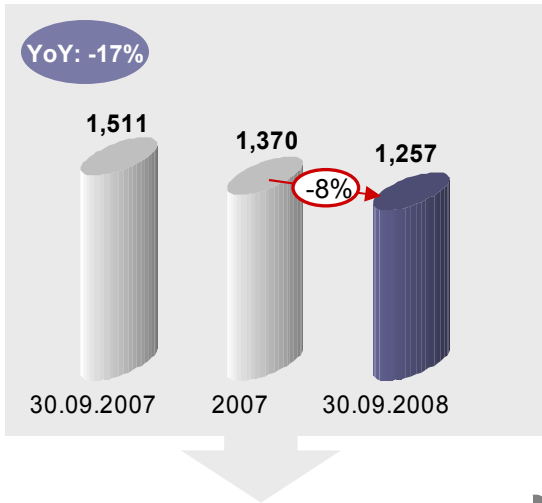
Group Non-Cash Loans / Non-Cash Loans



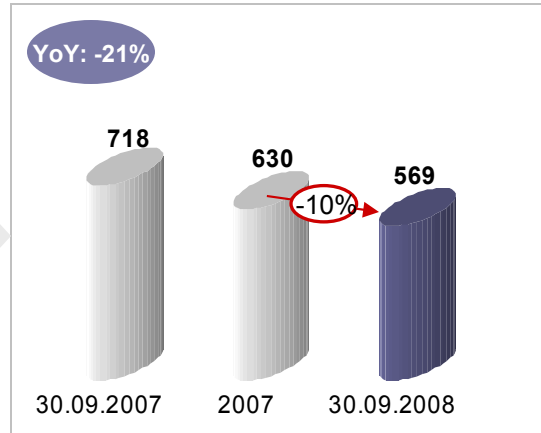
* Selected 19 banks' average (public banks are excluded) for June 2008, September 2008 figures for the market are not available yet

Reshuffling of loanbook in favor of cash loans for more efficient use of capital...

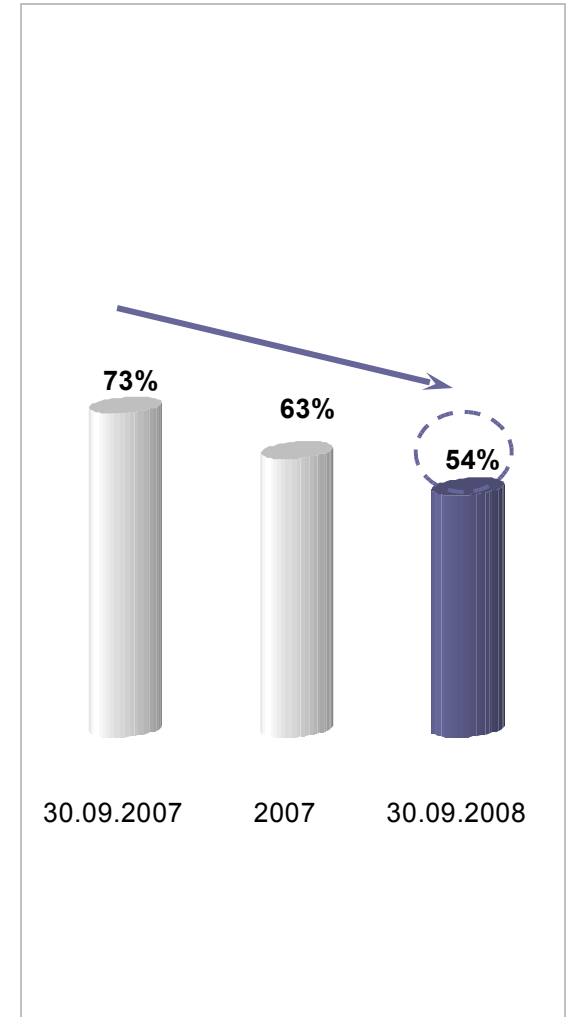
Total Non-Cash Loans (TRY mn)



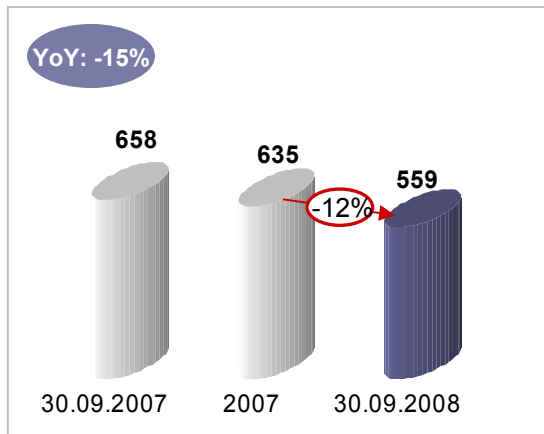
TL Non-Cash Loans (TRY mn)



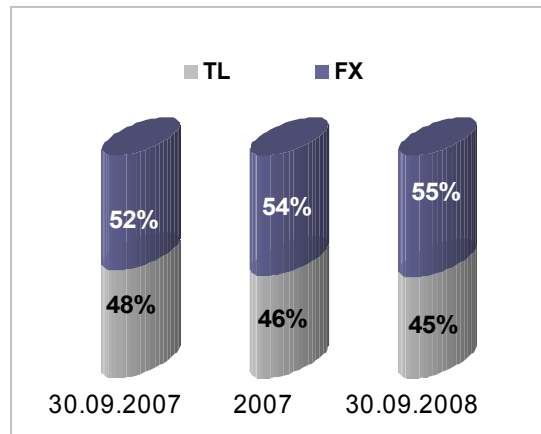
Non-Cash / Cash Loans



FX Non-Cash Loans (US\$ mn)

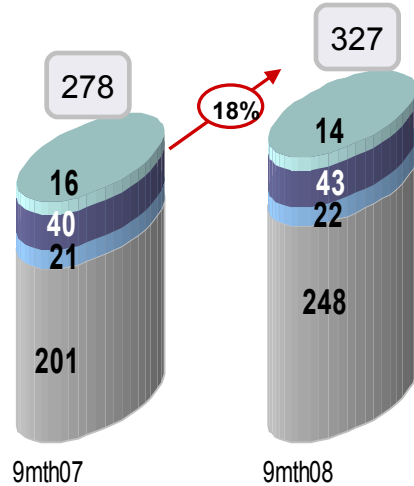


Currency Breakdown of Non-Cash Loans

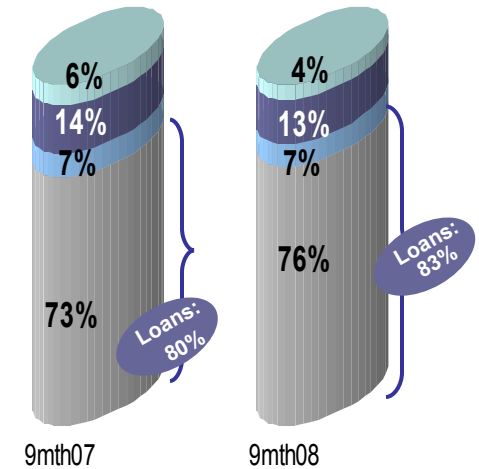


High contribution of loans to interest income...

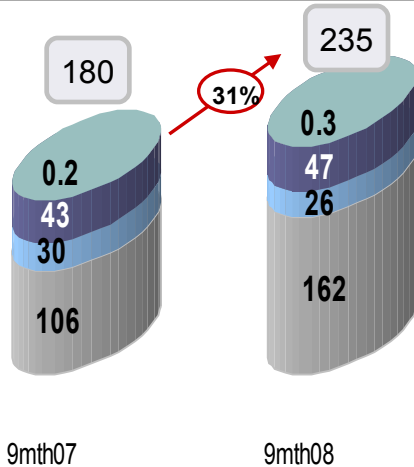
Interest Income* (TRY mn)



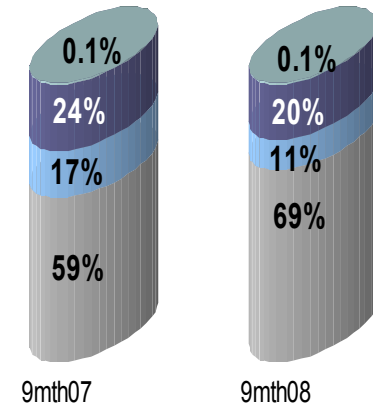
Composition of Interest Income*



Interest Expense (TRY mn)



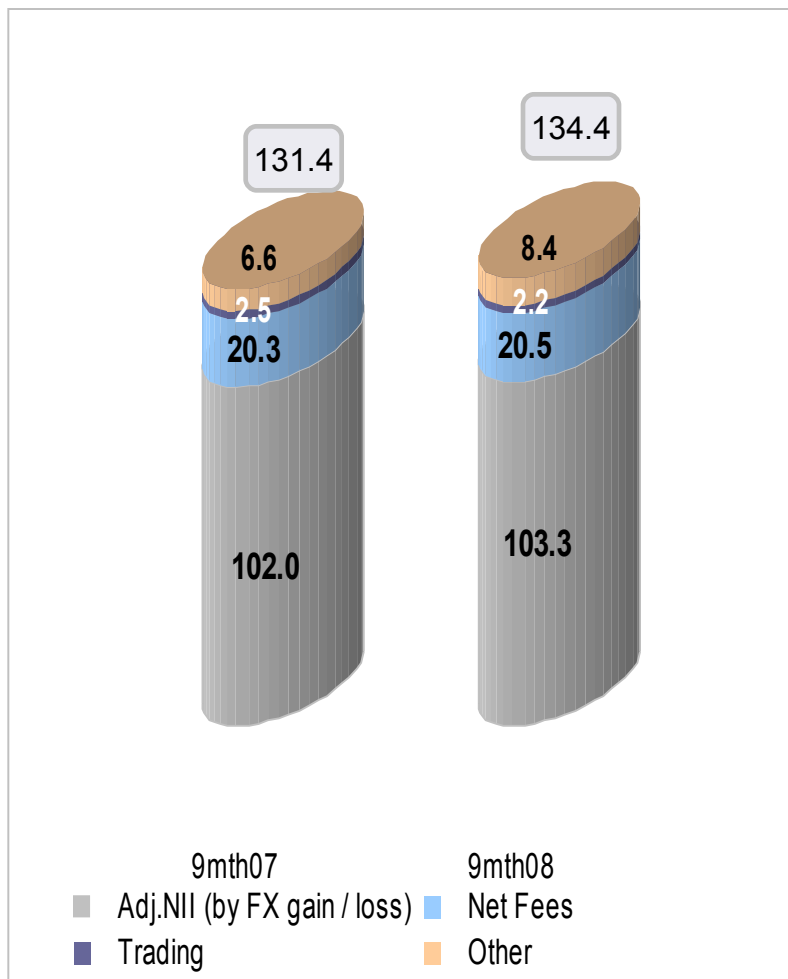
Composition of Interest Expense



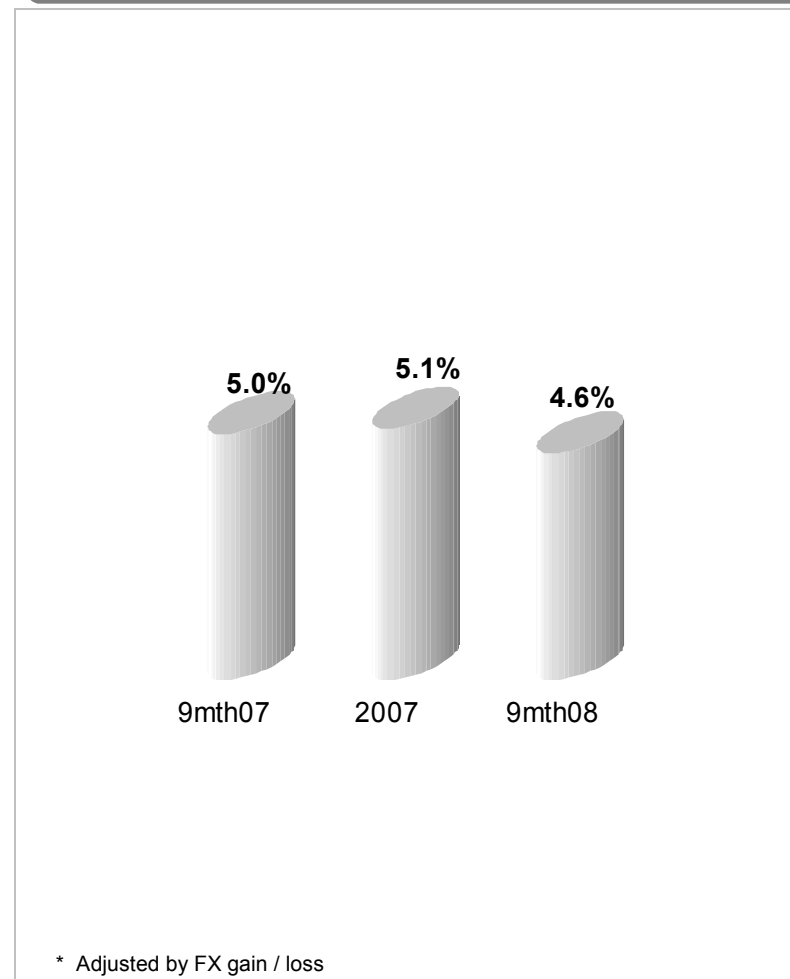
* Adjusted by marketable securities impairment expense

Pressure on margins in line with the sector...

Banking Income (TRY mn)

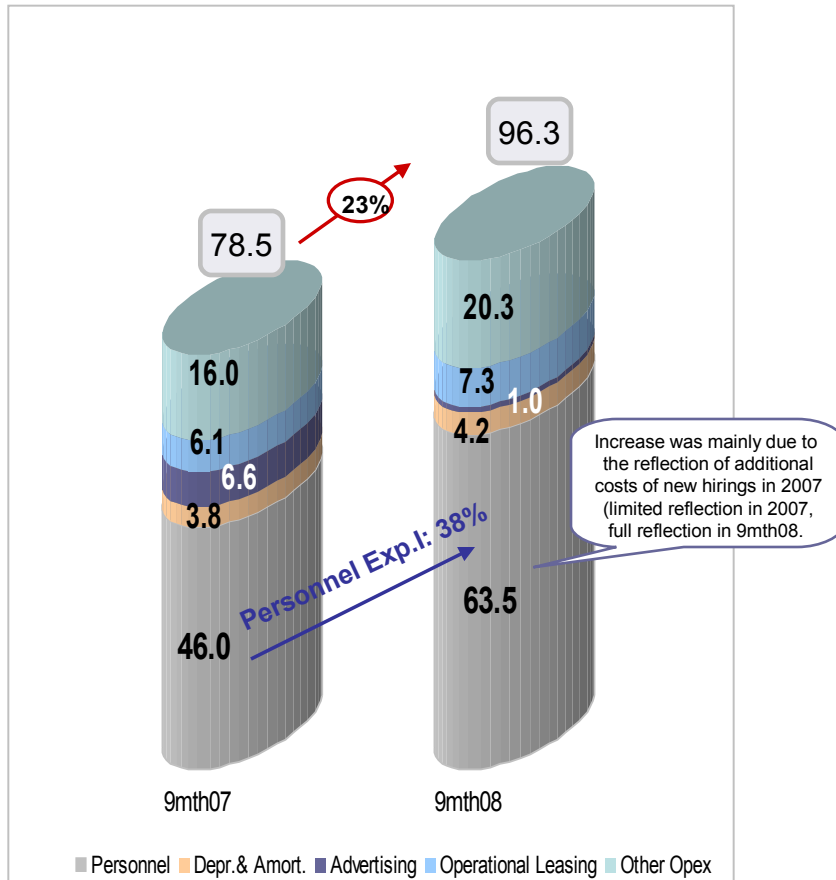


Adjusted Net Interest Margin*

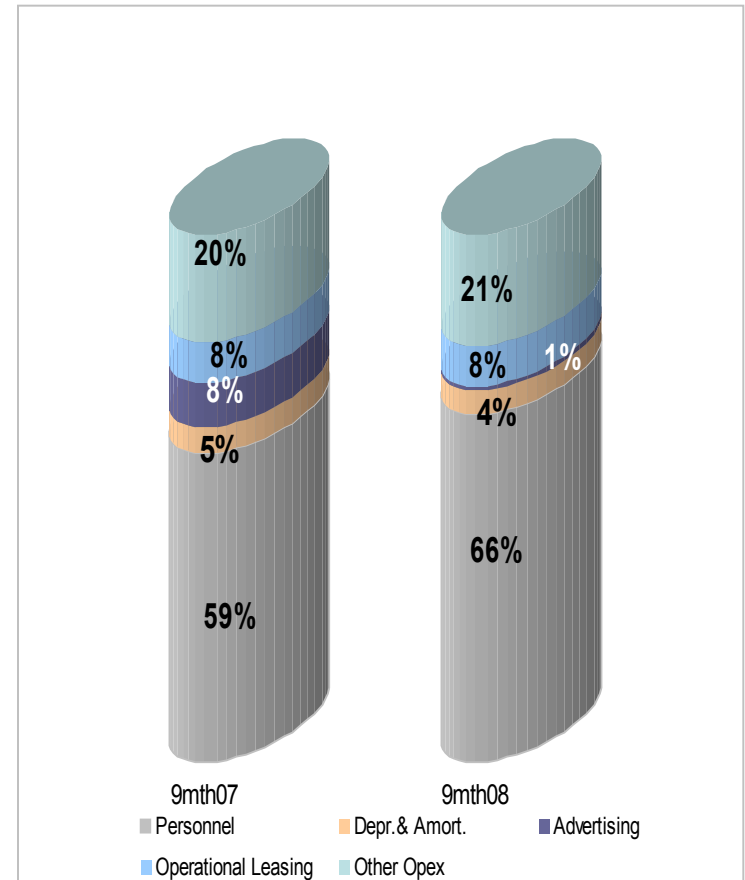


Cost pressures continued...

Operating Expenses (TRY mn)



Composition of Operating Expenses



Pressure on profitability due to increase in NPLs, funding costs and operating expenses...

	9mth 2007	2007	9mth 2008
ROAE	13.4%	11.8%	2.4%
ROAA	1.6%	1.4%	0.3%
Cost / Average Assets	3.7%	3.9%	4.0%
Cost / Income	57.1%	63.4%	69.0%

Summary Balance Sheet...

TRY mn	30.09.2007	2007	30.09.2008
Cash & Banks	345	372	368
Total Securities	286	299	366
Total Cash Loans	2,077	2,190	2,313
Fixed Assets & Subsidiaries	97	109	114
Other	44	42	109
Total Assets	2,849	3,012	3,270
Deposits*	1,521	1,645	1,738
Interbank Money Market*	279	287	338
Borrowings	583	588	636
Other	102	113	115
SHE	364	379	443
Total Liabilities & SHE	2,849	3,012	3,270

* Bank deposits are included in Interbank & Money Market rather than Deposits

Summary Income Statement...

TRY mn	9mth07	9mth08
Interest Income	276.6	327.5
<i>Loans</i>	221.3	270.2
<i>Securities</i>	39.7	43.1
<i>Other</i>	15.6	14.3
Interest Expense	179.7	234.5
<i>Deposits</i>	106.4	161.6
<i>Funds Borrowed</i>	29.8	25.6
<i>Interbank & Other</i>	43.5	47.2
Net Interest Income	96.9	93.0
<i>Net FX Gain (Loss)*</i>	5.1	10.3
Adj. Net Interest Income	102.0	103.3
<i>Net Trading Income (Loss)*</i>	2.5	2.2
<i>Net Fees & Commissions</i>	20.3	20.5
<i>Other Operating Income</i>	6.6	8.4
Total Operating Income	131.3	134.4
<i>Provisions</i>	9.4	27.5
<i>Opex</i>	78.5	96.3
Profit Before Tax	43.4	10.5
<i>Tax</i>	8.5	3.1
Net Income	35.0	7.4

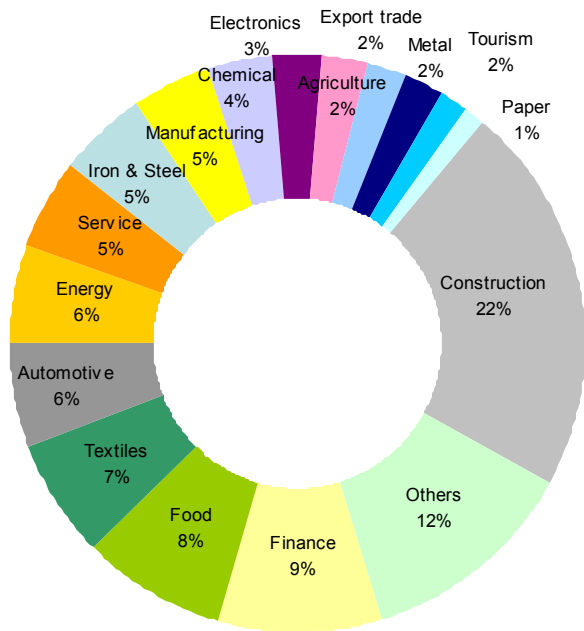
Q1 2008	Q2 2008	Q3 2008
102.8	109.2	115.5
86.1	90.0	94.1
12.4	14.8	15.9
4.3	4.4	5.5
69.9	81.7	82.8
48.4	54.3	59.0
9.8	8.4	7.4
11.7	19.0	16.5
32.8	27.5	32.7
3.3	3.5	3.5
36.2	30.9	36.2
0.9	0.7	0.6
6.6	7.0	6.8
1.1	2.0	5.3
44.8	40.6	49.0
5.6	9.7	12.2
31.3	32.7	32.3
7.9	(1.8)	4.4
2.2	0.2	0.7
5.7	(2.0)	3.7

* Foreign exchange gain / loss resulted from derivatives are included in FX Gain (loss), not in Net Trading Income (Loss)

Diversified loan portfolio...

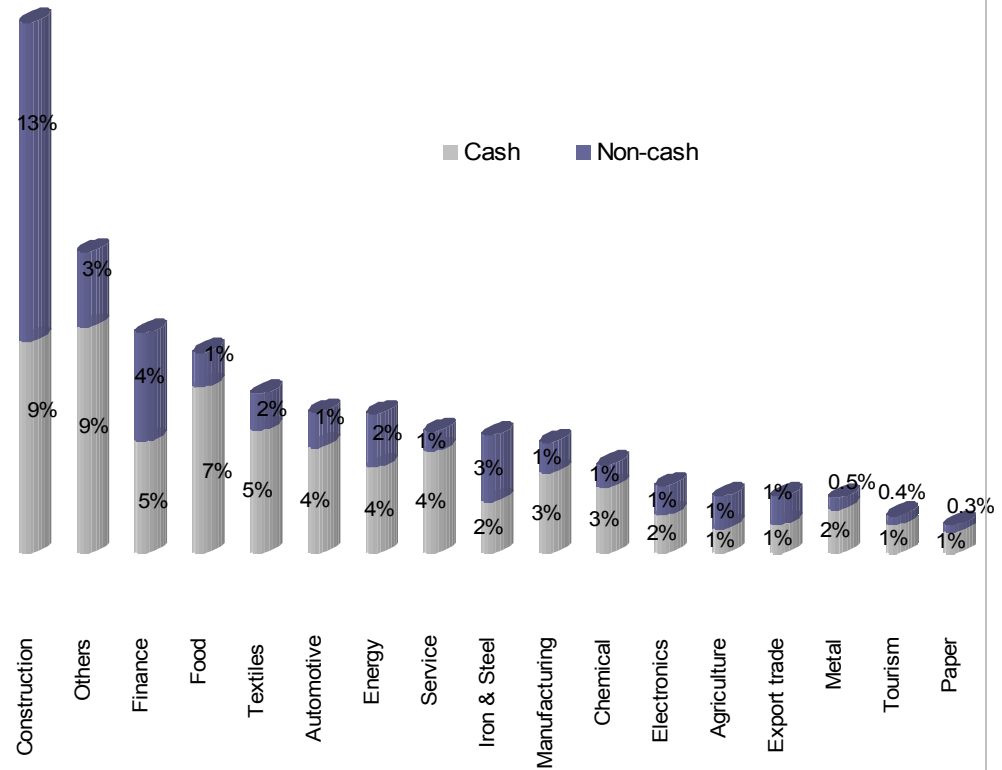
Sector Breakdown of Cash + Non-Cash Loans

Q3 2008



Cash & Non-Cash Breakdown of Sectors

Q3 2008



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For further information please contact:

Aslı Su

Head of Investor Relations

asli.su@tekstilbank.com.tr

Phone: +90-212-335-5410

investorrelations@tekstilbank.com.tr

www.tekstilbank.com.tr