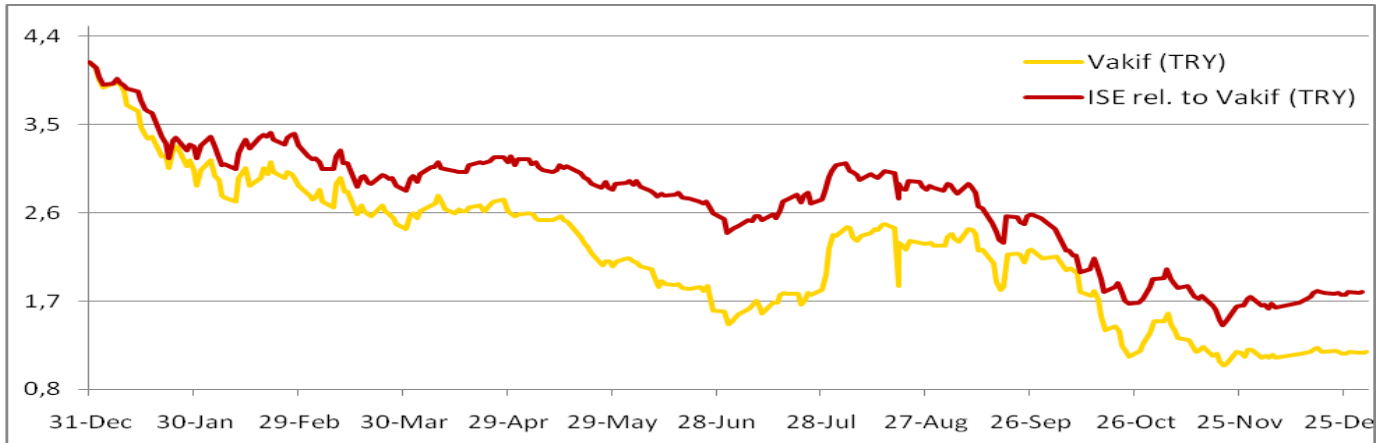
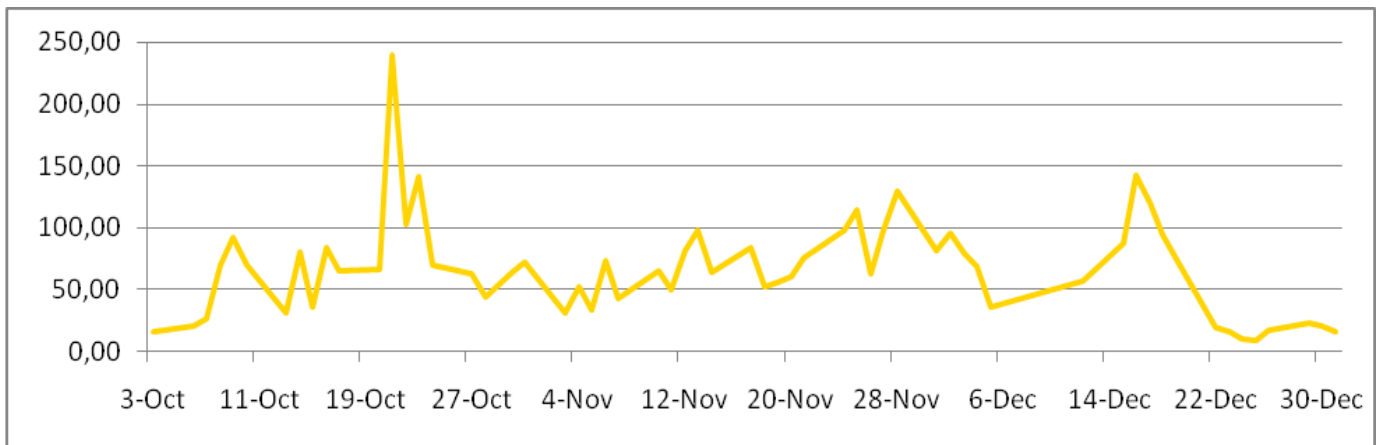


Vakifbank Stock Price Relative to ISE-100



Vakifbank Stock Volume (TRY-Mio)



Stock Market Indicators (December 31, 2008)

	Min Price (TRY)	Max Price (TRY)	Last Price (TRY)	M.Cap (TRY-bio)	P / B Ratio	P / E Ratio	Return in Last Week	Return in Last Month
Vakifbank	1,04	4,08	1,18	2,95	0,53	3,73	1,7%	-1,7%
Akbank	3,50	8,50	5,10	11,15	1,37	8,00	9,4%	18,1%
Garanti	1,78	6,01	2,28	11,00	1,26	6,36	2,3%	14,9%
Halkbank	3,22	11,60	4,04	5,70	1,32	4,64	-2,1%	12,9%
Isbank	3,06	7,25	4,10	11,30	1,15	6,84	0,5%	2,5%
YKB	1,42	3,47	2,11	9,17	1,56	8,47	5,0%	10,5%

Sparked by the mortgage crisis in USA, financial turmoil had a knock-on effect on equity markets including Turkey. Even though there has been a slight recovery in the last month of the year, ISE-100 index was down by 51.1% in 2008 in parallel to other global indices. Following the trend, ISE Banking Index fell by 52.8% as well. Vakif stock underperformed ISE Banking Index with 71,5% decline in 2008.

In order to expand foreign currency liquidity in the banking system; CBRT reduced the FX required reserve ratio from 11% to 9% on December 5. This reduction resulted in an almost USD 2,5 billion fresh foreign currency liquidity within the system. Expecting low inflation in the upcoming periods; the Monetary Policy Committee decided to cut policy rates. After the meeting held on December 18, the Committee announced that overnight borrowing and lending rates were down by 125 bps to 15% and 17.50% respectively. Further rate cuts are expected depending on economic conditions.

In line with the market consensus of 0%; Turkey posted a growth rate of 0,5% YoY in 3Q2008, justifying the economic slowdown concerns. The figure was the lowest quarterly growth in last six years even though an uninterrupted growth for last 27 quarters is in place. While manufacturing industry and construction contracted by 1,1% and 4,3% respectively; agriculture was an exception on supply side with 2,2% growth.

Despite the ongoing concerns in credit markets, Vakifbank was able to renew its syndicated loan of USD 375 million in 2007 with a roll-over ratio of 90% on December 19. USD 335 million syndicated loan was raised by a consortium of 12 banks and had an all in cost of Libor+2,00% and Euribor+2,00% for USD and EURO tranches respectively. Vakifbank's CEO Bilal KARAMAN stated that "Despite the severe market conditions where deleveraging was the order of the day, appetite for new risk was at its all time low globally; we, as Vakifbank reaped a great success."