

VakıfBank's 2015 year end net income is TL 1 billion 930 million

VakıfBank closed the year of 2015 by delivering TL 1 billion 930 million net income with TL 657 million net income in the last quarter of 2015, which is above the market expectations. As in the last two years, VakıfBank's net income increased above the sector average in 2015. Total assets, total cash loans and total deposits reached to TL 183 billion, TL 123 billion and TL 110 billion with an increase of 16%, 18% and 20% year on year, respectively.

According to the unconsolidated financial results, VakıfBank provided TL 156 billion to Turkish economy as cash and non-cash loans in 2015. Opening 27 new branches in 2015, VakıfBank's total branch number reached to 920. While VakıfBank outperformed the sector in terms of net income growth within the last 3 years in a row and its return on average equity, the most important indicator of profitability, also continued to materialize way above the sector averages in the last 2 years in a row.

Strong and sustainable growth thanks to the profitability

VakıfBank's CEO, Mr. Halil Aydoğan assessed the unconsolidated financial results of 2015 YE and stated that VakıfBank left behind a successful year in which the risk perception towards the emerging markets and uncertainties increased. Mr. Aydoğan said "As in 2013 and 2014, we are proud of increasing our net income above the sector average in 2015. VakıfBank's 2015 YE return on average equity realized at 12.2% which is also above the sector average as in 2014. We finance our loan growth by keeping the profit inside the Bank and will continue to grow and support the economy without any sacrifice from the profitability."

VakıfBank has the highest loan to asset ratio among peers

Stating that more than two third of its total assets consist of cash loans, Mr. Aydoğan said "Among Tier I banks, VakıfBank has the highest loan to asset ratio with 67% as of 2015 year end. In 2015, while total cash loans reached to TL 123 billion with 18% increase on annual basis, Corporate - Commercial loans and SME loans exceeded TL 50 billion and TL 33 billion in the same period with 21% and 20% increase, respectively. Primarily SMEs, which are the keystones of our economy and engine of export, supporting the real economy is our main objective."

Solid funding base

Indicating that VakıfBank carried on gaining market share by growing above the sector average on deposits, Mr. Aydoğan continued his speech “Total deposits reached to TL 110 billion with 20% increase year on year and deposits continued to be more non-granular in line with the increase in branch number. I feel gratification that the total demand deposits and retail deposits exceeded TL 20 billion and TL 45 billion with 21% and 24% increase YoY, respectively.”

Sustainable banking understanding

Mr. Aydoğan expressed that VakıfBank took significant steps regarding not only the financial performance and numbers, but also adding value to the environment and the society. Stating that VakıfBank grew together with all of the shareholders and signed a lot of sublime projects for a sustainable future, Mr. Aydoğan said “As one of the leading banks in sustainable energy finance, VakıfBank both provides funding sources to our country with the loan agreements signed with the international financial institutions and encourages the companies to more environmental technologies. In 2015, VakıfBank also published its first Sustainability Report, prepared in accordance with the latest G4 version of the Sustainability Reporting Guidelines developed by Global Reporting Initiative (GRI). As today, VakıfBank will continue to work for the sustainable development in accordance with the expectations of our shareholders in the upcoming periods, too.”

Significant financial indicators of unconsolidated balance sheet of VakıfBank dated December 31, 2015:

Net Profit Before Tax	TL 2,470.3 million
Net Income	TL 1,930.1 million
Total Assets	TL 182,947.1 million
Total Cash and Non-cash Loans	TL 156,042.8 million
Cash Loans	TL 122,974.5 million
Non-cash Loans	TL 33,068.4 million
Total Deposits	TL 109,922.5 million
Equity	TL 16,767.5 million
Funds Borrowed	TL 18,556.0 million