
FINANSBANK ANNOUNCES FINANCIAL STATEMENTS AS OF MARCH 31, 2006

Istanbul, Turkey, May 12, 2006 - Finansbank (ISE: FINBN) announced its financial statements dated March 31, 2006.

All financial results in this press release are consolidated and prepared according to the Turkish Generally Accepted Accounting Principles, unless stated otherwise. The YTL exchange rate used in US\$ conversions is 1.3091.

HIGHLIGHTS OF 2006 FIRST QUARTER RESULTS

- Finansbank generated TRY159mn (US\$122mn) in net profit by a 44% y/y increase, implying 39% return on average equity ("ROAE"), while net profit before tax and provisions totaled TRY263mn (US\$201mn)
- Net interest income advanced by 30% y/y amounting to TRY317mn (US\$242mn) and net fee income reached TRY120mn (US\$92mn) by a 19% y/y rise
- Loan book expansion continued by 13%, ytd, and totaled TRY12,444mn (US\$9,506mn)
- Total assets climbed to TRY19,809mn (US\$15,132mn) by a 11% ytd hike
- Finansbank provisioned tax expenses according to 30% corporate tax rate
- In March Finansbank became the first bank in Turkey to receive Turkish Lira denominated borrowing from abroad, amounting to TRY300mn (US\$229mn), five years in maturity
- On April 3, 2006, Finansbank's main shareholder Fiba Group signed an agreement with National Bank of Greece for the sale of its 46% stake in the ordinary shares of the Bank for US\$2,323mn

Comments from the GM, Sinan Sahinbas...

Finansbank continued its strong growth in the first three months of 2006. Our branch network of 208 in Turkey at 2005-end expanded to 236 as of today, while our year-end target is 280. Looking at 2006, it seems that the global macro economic developments will also be the key determinant affecting our economy rather than the internal dynamics. As we closely monitor these developments, Finansbank will continue to be one of the leading banks in Turkey and reinforce its growth, while creating further value for its stakeholders.

Loan-to-asset ratio reached 63%...

Finansbank continued its growth in the first quarter of 2006. In line with the strong loan generation, Finansbank's total assets increased by 11% totaling TRY19,809mn (US\$15,132mn). As loans-to-assets ratio reached 63% by a two-percentage point rise, total loan portfolio advanced by 13% reaching TRY12,444mn (US\$9,506mn). Similar to 2005, the retail loans led by housing loans and SME loans were the business segments that reinforced



robust loan growth. The consumer and SME loans given in Turkey registered respective increases of 28% and 18%, ytd.

TL denominated customer deposits expanded by 24%...

The positive contribution of the 38 branches opened last year (more than half of them became active in the second half of the year) and 13 branches in the first quarter of 2006 started to become visible. The unconsolidated customer deposits in Turkey totaled TRY6,658mn (US\$5,086mn) by a 11% rise and the consolidated customer deposits totaled TRY10,516mn (US\$8,033mn) by an 8% expansion. This deposit growth in Turkey was mainly attributable to the Turkish Lira deposits, which increased by 23% in the first quarter of 2006. During the same period, the share of foreign exchange deposits in total appeared at 40%, by a four-percentage point drop.

Consolidated net profit up 44%...

Finansbank improved its profitability in the first quarter of 2006. The Bank generated TRY159mn (US\$122mn) in net profit by 44%, y/y rise, while return on average equity ("ROAE") appeared above 2005 average at 39%. Net interest income totaled TRY317mn (US\$242mn) and net fee income totaled TRY120mn (US\$92mn) by respective y/y increases of 30% and 19%.

Unconsolidated net profit up 67%...

The unconsolidated financial results representing the banking operations in Turkey also represents favorable enhancement in profitability. Finansbank's unconsolidated net profits grew by 67%, y/y, reaching TRY131mn (US\$100mn), while the tax provisions were calculated according to 30% corporate tax rate. Accordingly, the Bank's ROAE appeared at 37% in the first quarter of 2006, significantly above 2005 average figure of 29%. Finansbank generated TRY222mn (US\$169mn) in net interest income and TRY90mn (US\$68mn) in fee income registering respective increases of 16% and 30%. As a note, Finansbank recorded TRY38mn (US\$30mn) extraordinary income in "other income" linked to winning a court case regarding a tax claim as explained in the Bank's press release dated March 8, 2006 and paid employee bonus' for the previous years performance totaling TRY17mn (US\$13mn) in the first quarter vs. the second quarter in 2005 (TRY12mn - US\$9mn)

Shareholders' equity increased by 5%...

As a result of strong earnings generation Finansbank's shareholders' equity totaled TRY1,669mn (US\$1,275mn) by 5% upswing, ytd. Finansbank's consolidated capital adequacy ratio appeared at 13.95% at the end of first quarter 2006.

www.finansbank.com.tr

About Finansbank

Finansbank is the fifth largest private bank in Turkey according to its March 31, 2006 consolidated asset size of US\$15bn. On top of its banking operations in Turkey, Finansbank has an international banking network with its subsidiaries in the Netherlands, Switzerland, Romania, Russia and Malta. Finansbank provides a wide range of products and services from commercial banking to private banking and investment banking. Finansbank with its staff of 11,000 people operates in 12 countries with 312 branches.

FINANSBANK A.S.

CONSOLIDATED BALANCE SHEET

	Reviewed	Reviewed	Audited	Audited
	31 March 2006	31 March 2006	31 December 2005	31 December 2005
	YTL in Thousands	USD in Thousands	YTL in Thousands	USD in Thousands
ASSETS				
Cash and due from banks	354,844	271,053	322,212	246,071
Short term placements	1,134,736	866,784	1,173,140	895,920
Reserve deposits	1,101,116	841,103	946,909	723,149
Investment Securities	3,233,625	2,470,051	3,088,459	2,358,638
Loans, net	12,444,466	9,505,884	10,972,866	8,379,912
Accrued interest income	359,963	274,963	386,356	295,058
Equity participations	1,565	1,195	7,676	5,862
Finance Lease Receivables	446,081	340,745	370,840	283,208
Premises and equipment	322,354	246,235	318,011	242,863
Other assets	410,716	313,731	332,833	254,183
TOTAL ASSETS	19,809,466	15,131,744	17,919,302	13,684,864
LIABILITIES AND SHAREHOLDERS' EQUITY				
Customer Deposits	10,516,046	8,032,832	9,708,794	7,414,548
Bank Deposits	481,163	367,543	344,143	262,820
Funds borrowed from banks	4,927,462	3,763,912	4,204,812	3,211,190
Interbank money market	40,594	31,008	148,258	113,224
Debt securities issued	387,714	326,478	327,438	250,062
Accrued interest expense	287,714	296,161	342,872	261,849
Other liabilities	928,625	709,344	832,299	635,622
Minority Interest	86,408	66,004	65,609	50,105
Subordinated Debt	345,066	263,584	359,179	274,303
Equity	1,668,985	1,274,878	1,585,898	1,211,141
Total liabilities	19,809,466	15,131,744	17,919,302	13,684,864
Exchange Rate US \$ / TL		1.3091		1.3094
Exchange Rate US \$ / TL		1.3091		1.3125

FINANSBANK A.S.

CONSOLIDATED INCOME STATEMENT

	Reviewed	Reviewed	Reviewed	Reviewed
	31 March 2006	31 March 2006	31 March 2005	31 March 2005
	YTL in Thousands	USD in Thousands	YTL in Thousands	USD in Thousands
INTEREST INCOME				
Interest on loans	415,466	317,360	317,102	241,593
Interest on securities	115,168	87,973	70,865	53,991
Interest on deposits in banks	60,332	46,085	51,379	39,145
Total interest income	590,966	451,418	439,346	334,729
INTEREST EXPENSE				
Interest on deposits	(186,345)	(142,342)	(162,791)	(124,027)
Interest on funds borrowed from bank:	(87,470)	(66,815)	(32,706)	(24,918)
Total interest expense	(273,815)	(209,157)	(195,497)	(148,945)
Net interest income	317,151	242,261	243,849	185,784
PROVISION FOR POSSIBLE LOAN AND OTHER LOSSES				
	(57,047)	(43,576)	(54,430)	(41,469)
Net Interest Income after provision	260,104	198,685	189,419	144,315
NON-INTEREST INCOME				
Income from banking services, net	119,933	91,613	101,158	77,070
Capital market gain/(loss), net	1,102	842	1,740	1,326
Income from equity participation:	60	46	64	49
Foreign exchange gain/(loss), net	1,330	1,016	1,598	1,217
Other income, net	57,261	43,740	10,481	7,985
Total non-interest income	179,686	137,257	115,041	87,647
NON-INTEREST EXPENSE				
Salaries and employee benefits	(110,170)	(84,155)	(70,441)	(53,668)
General and administrative expenses:	(103,267)	(78,882)	(58,749)	(44,760)
Depreciation and amortization	(13,219)	(10,098)	(13,622)	(10,378)
Taxes other than on income	(7,362)	(5,624)	(5,806)	(4,424)
Total non-interest expense	(234,018)	(178,759)	(148,619)	(113,230)
Income before taxation	205,772	157,182	155,841	118,732
TAXATION CHARGE				
Current	(46,428)	(35,465)	(45,204)	(34,440)
Deferred tax	(61,244)	(46,782)	(42,069)	(32,051)
	14,816	11,317	(3,135)	(2,388)
Profit or Losses on Unconsolidated Investments	0	0	42	32
NET INCOME	159,344	121,717	110,679	84,324

FINANSBANK A.S.

UNCONSOLIDATED BALANCE SHEET

BALANCE SHEET	Reviewed	Reviewed	Audited	Audited
	31 March 2006	31 March 2006	31 December 2005	31 December 2005
	YTL in Thousands	USD in Thousands	YTL in Thousands	USD in Thousands
ASSETS				
Cash and due from banks	133,295	101,820	164,045	125,280
Short term placements	996,516	761,205	652,468	498,284
Reserve deposits	920,892	703,438	755,108	576,669
Investment Securities	2,256,455	1,723,629	2,011,556	1,536,207
Loans, net	8,200,261	6,263,901	7,615,857	5,816,162
Accrued interest income	266,413	203,504	307,974	235,197
Equity participations	365,606	279,274	358,725	273,955
Premises and equipment	225,932	172,582	225,622	172,306
Other assets	261,670	199,881	222,790	170,144
TOTAL ASSETS	13,627,040	10,409,234	12,314,145	9,404,204
LIABILITIES AND SHAREHOLDERS' EQUITY				
Deposits	6,989,384	5,338,954	6,115,397	4,670,274
Demand-YTL	574,494	438,836	574,318	438,602
Time-YTL	3,396,308	2,594,324	2,642,497	2,018,051
Foreign currency	2,687,155	2,052,627	2,791,114	2,131,549
Interbank deposits	331,428	253,167	107,468	82,072
Funds borrowed from banks	3,944,541	3,013,101	3,634,230	2,775,429
Interbank Money Market	30,676	23,432	134,542	102,749
Accrued interest expense	285,066	217,752	218,706	167,024
Other liabilities	646,296	493,683	552,110	421,641
Total liabilities	11,895,963	9,086,922	10,654,985	8,137,117
Subordinated Loans	261,827	200,000	261,885	200,000
Share capital	950,000	725,673	950,000	725,507
Retained earnings	388,167	296,508	96,834	73,951
Income for the year	131,083	100,130	350,441	267,629
Total shareholders' equity	1,469,250	1,122,311	1,397,275	1,067,087
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	13,627,040	10,409,233	12,314,145	9,404,204
Exchange Rate US \$ / YTL		1.30913		1.30943
Exchange Rate US \$ / YTL				1.312545

FINANSBANK A.S.

INCOME STATEMENT

INCOME STATEMENT	Reviewed	Reviewed	Reviewed	Reviewed
	31 March 2006	31 March 2006	31 March 2005	31 March 2005
	YTL in Thousands	USD in Thousands	YTL in Thousands	USD in Thousands
INTEREST INCOME				
Interest on loans	329,509	251,701	274,823	209,382
Interest on investment securities	80,822	61,737	51,956	39,584
Interest on deposits in banks	26,329	20,112	16,533	12,596
Total interest income	436,660	333,550	343,312	261,562
INTEREST EXPENSE				
Interest on deposits	(153,730)	(117,429)	(126,048)	(96,033)
Interest on funds borrowed from banks	(61,365)	(46,875)	(26,953)	(20,535)
Total interest expense	(215,095)	(164,304)	(153,001)	(116,568)
Net interest income	221,565	169,246	190,311	144,994
PROVISION FOR POSSIBLE LOAN LOSSES	(35,376)	(27,023)	(45,823)	(34,912)
Net Interest Income after provision	186,189	142,223	144,488	110,082
NON-INTEREST INCOME				
Income from banking services, net	89,556	68,409	68,626	52,285
Capital market gain/(loss), net	14,211	10,855	5,574	4,247
Income from equity participations	5,285	4,037	0	0
Foreign exchange gain/(loss), net	(2,717)	(2,075)	(9,287)	(7,076)
Other income, net	51,244	39,144	7,117	5,422
Total non-interest income	157,579	120,370	72,030	54,878
NON-INTEREST EXPENSE				
Salaries and employee benefits	(75,765)	(57,877)	(46,017)	(35,059)
General and administrative expenses	(79,718)	(60,894)	(42,896)	(32,681)
Depreciation and amortization	(9,665)	(7,383)	(9,877)	(7,525)
Taxes other than on income	(5,141)	(3,927)	(3,875)	(2,952)
Total non-interest expense	(170,289)	(130,081)	(102,664)	(78,217)
Income before taxation	173,479	132,512	113,854	86,743
TAXATION CHARGE	(42,396)	(32,384)	(35,361)	(26,941)
Loss on net monetary position	0	0	0	0
Extraordinary Expenses	0	0	0	0
NET INCOME	131,083	100,128	78,493	59,802



For Further Information Please Contact:

Murat Borekci, Investor Relations

Tel: +90 212 318 5983

murat.borekci@finansbank.com.tr

investor.relations@finansbank.com.tr