
FINANSBANK ANNOUNCES FINANCIAL STATEMENTS AS OF JUNE 30, 2006

Istanbul, Turkey, July 28, 2006 - Finansbank (ISE: FINBN) announced its unconsolidated financial statements dated June 30, 2006.

All financial results in this press release are unconsolidated and prepared according to the Turkish Generally Accepted Accounting Principles, unless stated otherwise.

HIGHLIGHTS OF 2006 SECOND QUARTER RESULTS

- Finansbank's 2006 first half net profit totaled TRY275mn, a 56% y/y increase
 - Net interest income advanced by 11% climbing to TRY445mn, while net fees and commissions income grew by 32% amounting to TRY183mn
 - Total loans reached TRY9,531mn, registering a 16% q/q and 25% ytd increase. TL denominated loans grew by 36%, ytd
 - Total deposits amounted to TRY8,685mn by a 42% upswing
 - Asset size expanded by 39% ytd, totaling TRY17,076mn
 - In line with the earnings growth, Finansbank's shareholders' equity amounted to TRY1,506mn, an 8% rise ytd
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Comments from the GM, Sinan Sahinbas...

We have been through some turbulence in the financial markets in the second quarter of 2006. Although this volatility created some level of uncertainty in the near term, Finansbank continued its strong operational and financial performance in the second quarter of 2006. This success was attributable to Finansbank's strong risk control and asset-liability management policies. In the first six months of 2006, we grew our net earnings by 56% compared to the same period in 2005 and expanded our total assets to TRY17,076mn, a 39% increase ytd. With our commitment to continuous service quality enhancement, Finansbank will maintain its growth momentum in the second half of 2006.

63% asset growth ytd...

Despite the adverse impact of the economic turbulence in the second quarter of 2006, Finansbank maintained its loan growth, bringing the total loans to TRY9,531mn. During the same period, the Bank's assets reached TRY17,076mn, a 39% rise, while loans-to-assets ratio appeared at 56%. In line with the market trends of the first quarter, loan growth was mainly fueled by the consumer loan segment in the second quarter, while small and medium enterprise loans continued its fast growth. Both consumer and SME loans' share in total loans rose by two-percentage points reaching 34% and 20, respectively.

Six month deposit growth, 42%...

Finansbank continued to expand its branch network in the second quarter of 2006 and increased its number of number of branches to 262 from 208 at the beginning of 2006. The Bank started to realize the favorable results of this significant expansion, as its deposits



advanced by 42% ytd totaling TRY8,685mn in the second half of 2006. TL-denominated deposits amounted to TRY4,689, a 42% rise.

Unconsolidated net profit up 56%...

Finansbank generated TRY275mn in net profit in the first half of 2006, exhibiting a 56% increase y/y. Return on Average Equity reached 38% in the first half of 2006, remaining above its 29% level in 2005. Finansbank's net interest income totaled TRY445mn, an 11% increase y/y, while net fees and commission income reached TRY183mn, a 32% rise y/y.

Shareholders' equity grew by 8% in 2006...

As a result of strong earnings growth Finansbanks' total shareholders' equity grew by 8%, totaling TRY1,506mn. Finansbank's capital adequacy ratio was 11.33% at the end of first half 2006.

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FINANSBANK A.S.
UNCONSOLIDATED BALANCE SHEETS

	<i>Reviewed</i> 30 June 2006	<i>Reviewed</i> 30 June 2006	<i>Audited</i> 31 December 2005	<i>Audited</i> 31 December 2005
	<i>TRY in Thousands</i>	<i>USD in Thousands</i>	<i>TRY in Thousands</i>	<i>USD in Thousands</i>
ASSETS				
Cash and due from banks	175,513	109,497	164,045	125,280
Short term placements	2,233,338	1,393,311	652,468	498,284
Reserve deposits	1,451,302	905,423	755,108	576,669
Investment Securities	2,192,573	1,367,879	2,011,556	1,536,207
Loans, net	9,531,263	5,946,262	7,615,857	5,816,162
Accrued interest income	562,931	351,195	307,974	235,197
Equity participations	449,877	280,664	358,725	273,955
Premises and equipment	241,207	150,482	225,622	172,306
Other assets	237,661	148,268	222,790	170,144
TOTAL ASSETS	17,075,665	10,652,981	12,314,145	9,404,204
LIABILITIES AND SHAREHOLDERS' EQUITY				
Deposits	8,685,280	5,418,479	6,115,397	4,670,274
Demand-TRY	697,275	435,008	574,318	438,602
Time-TRY	3,885,464	2,424,021	2,642,497	2,018,051
Foreign currency	3,701,732	2,309,397	2,791,114	2,131,549
Interbank deposits	400,809	250,052	107,468	82,072
Funds borrowed from banks	4,846,799	3,023,769	3,634,230	2,775,429
Interbank Money Market	838,118	522,876	134,542	102,749
Accrued interest expense	146,458	91,371	218,706	167,024
Other liabilities	732,094	456,731	552,110	421,641
Total liabilities	15,248,749	9,513,226	10,654,985	8,137,117
Subordinated Loans	320,580	200,000	261,885	200,000
Share capital	1,250,000	779,837	950,000	725,507
Retained earnings	(18,981)	(11,842)	96,834	73,951
Income for the year	275,317	171,760	350,441	267,629
Total shareholders' equity	1,506,336	939,755	1,397,275	1,067,087
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	17,075,665	10,652,981	12,314,145	9,404,204
Exchange Rate US \$ / TRY		1.60290		1.30943

FINANSBANK A.S.
UNCONSOLIDATED INCOME STATEMENTS

	<i>Reviewed</i> 30 June 2006	<i>Reviewed</i> 30 June 2006	<i>Reviewed</i> 30 June 2005	<i>Reviewed</i> 30 June 2005
	<i>TRY in Thousands</i>	<i>USD in Thousands</i>	<i>TRY in Thousands</i>	<i>USD in Thousands</i>
INTEREST INCOME				
<i>Interest on loans</i>	684,867	427,267	572,992	438,144
<i>Interest on investment securities</i>	154,213	96,209	108,726	83,138
<i>Interest on deposits in banks</i>	73,732	45,999	33,036	25,261
Total interest income	912,812	569,475	714,754	546,543
INTEREST EXPENSE				
<i>Interest on deposits</i>	(327,553)	(204,350)	(251,579)	(192,373)
<i>Interest on funds borrowed from banks</i>	(140,722)	(87,792)	(64,101)	(49,015)
Total interest expense	(468,275)	(292,142)	(315,680)	(241,388)
Net interest income	444,537	277,333	399,074	305,155
PROVISION FOR POSSIBLE LOSSES				
Net Interest Income after provision	(81,971)	(51,139)	(93,973)	(71,857)
Net Interest Income after provision	362,566	226,194	305,101	233,298
NON-INTEREST INCOME				
<i>Income from banking services, net</i>	182,529	113,874	137,796	105,367
<i>Capital market gain/(loss), net</i>	64,907	40,493	(9,668)	(7,393)
<i>Income from equity participations</i>	8,333	5,199	18,345	14,028
<i>Foreign exchange gain/(loss), net (*)</i>	(175,231)	(109,321)	(5,063)	(3,871)
<i>Other income, net (*)</i>	188,240	117,437	39,048	29,858
Total non-interest income	268,778	167,682	180,458	137,989
NON-INTEREST EXPENSE				
<i>Salaries and employee benefits</i>	(142,550)	(88,936)	(107,750)	(82,392)
<i>General and administrative expenses</i>	(138,491)	(86,400)	(93,763)	(71,697)
<i>Depreciation and amortization</i>	(20,349)	(12,695)	(19,865)	(15,190)
<i>Taxes other than on income</i>	(13,043)	(8,137)	(8,780)	(6,714)
Total non-interest expense	(314,433)	(196,168)	(230,158)	(175,993)
Income before taxation	316,911	197,708	255,401	195,294
TAXATION CHARGE				
<i>Current</i>	(41,594)	(25,949)	(78,980)	(60,393)
<i>Deferred tax</i>	(29,511)	(18,411)	(71,351)	(54,559)
	(12,083)	(7,538)	(7,629)	(5,834)
NET INCOME	275,317	171,759	176,421	134,901

(*) As of June 30, 2006, foreign currency evaluation gain on foreign currency indexed securities and loans amounting to TRY 124,964 are booked under other income.