

**PUBLIC DISCLOSURE**

Title of the Company	: Türk Ekonomi Bankası A.Ş.
Address of the Company	: TEB Kampüs C ve D Blok, Saray Mahallesi, Sokullu Caddesi, No: 7A-7B Ümraniye/İSTANBUL
Telephone and Fax Number	: (0216) 635 35 35 - (0216) 636 36 36
Telephone and Fax number of the investors/shareholders and relationship unit of the Company	: (0216) 635 35 35 - (0216) 636 36 36
Is the declaration an Update?	: Yes
Is the declaration postponed?	: No
Is the declaration a Correction?	: No
Date of the previous special circumstance declaration	: 10 October 2011
Summary	: Issuance of debt instruments abroad

Date of Board Resolution	: 8 May 2012
Nominal Amount of Issuance	: 65 million USD Dollar
Type of Debt Instrument	: Bond or similar type of debt instruments
Maturity	: 14 May 2024
Interest Rate	: Six months USD Libor + 5.75% per annum
Frequency of Coupon Payment	: Semi-annually dated as May 14 <sup>th</sup> and November 14 <sup>th</sup>
Type of Sale	: Private Placement

**EXPLANATIONS:**

Further to the resolution of our Board of Directors dated 10 October 2011 as to the issuance of the debt instruments by our Bank in various tranches with the aggregate amount of EUR 800.000.000,- (Eighthundredmillion Euro) (and/or USD Dollar equivalent) to be sold abroad, our Bank has obtained the Registration Certificate dated 26 April 2012 and numbered 28/T-977 from the Capital Markets Board for the second tranche debt instrument to be issued with a nominal value of USD 65.000.000,- (Sixtyfivemillion USD Dollar) at the Luxembourg Stock Exchange and the approval dated 25 April 2012 and numbered B.02.1.BDK.0.11.00.00.41.2-8662 from the Banking Regulation and Supervision Agency (the “BRSA”) qualifying such debt instrument as “Debts Similar to Secondary Capital” as per Article 8 of the BRSA’s “Regulation on the Equity of Banks”.

Based on the foregoing, in the Board of Directors Meeting of our Bank convened on the date of 8 May 2012, it has been unanimously resolved to issue such third tranche debt instruments with the following qualifications:

- Nominal Value of the Debt Instrument: \$ 65.000.000 (Sixtyfivemillion USD Dollar)

Debt Instrument:

- Qualifications of the Debt Instrument: The Debt instrument shall qualify as “Debts Similar to Secondary Capital” in accordance with Article 8 of the BRSA’s “Regulation on the Equity of Banks”.

- Maturity: May 14, 2024

- Sale Date: May 14, 2012

- Sale Type: Private placement will be made to the European investors with an opportunity to trade in the Euro MTF (Multilateral Trading Facility) markets and the debt instrument will be listed at the Luxembourg Stock Exchange.

- Payment: Payment of debt instrument will be fully received in cash

- Interest Rate: Six months USD Libor + 5.75% per annum

-Conditions for Optional Early Redemption: It will not have options for repayment before the maturity date before the first five years. The debt instrument may only be subject to optional early redemption only at the date of 14 May 2019 with the approval of the BRSA and the decision of our Bank’s Board of Directors.

-No Assignment: Debt instrument will not be assigned to the affiliates and subsidiaries of our Bank

We hereby state that the above explanations comply with the provisions of the Communiqué of the Capital Market Board, Serial: VIII, No: 54, they fully represent the information which we received on this issue/issues, the declared information is compatible with the documents, related books and records of the Company, we used all the efforts to gather the information complete and accurate and we are responsible for the explanations stated above.