

## **Asset Sale and Capital Increase, December 10, 2003**

Name of the Company : Türk Ekonomi Bankasi A.S. (TEB)

Address : Meclisi Mebusan Caddesi, 35 80040 Findikli/Istanbul

Telephone : +90-212-251 21 21

Fax : +90-212-249 65 68

Istanbul, December 10, 2003

The Board of Directors of Turk Ekonomi Bankasi (TEB) has reached, unanimously, the following resolutions at its meeting at December 10, 2003.

a) The 50% share of the property at the address of Meclis-i Mebusan Cad. No:35 Findikli, that is fully owned and used as Head Office building by TEB, will be sold to TEB Sigorta A.S. at a price of TL3,192,500,000,000.-. The sale price is based on the expertise report of Turyap Gayrimenkul Degerlendirme A.S., which is one of the expertise companies listed in the Regulation Related to Real Estate Investment Companies Series VI, No. 7 of the CMB, under their evaluation of TL6,385,000,000,000.- for the mentioned property. The building is registered at Istanbul, Beyoglu ilcesi, Pürtelashasan Mahallesi, Mebusan Caddesi, İsmail Dumbullu Sokagi, Narli Çıkmazi Mevkii, Section 135, Piece 32, Plot 42 as commercial property and has an area of 430.26 m2. The proceeds from the sale will be collected in cash at the time of the sale and the notification of the resolution will be sent to ISE, CMB and BRSA. Any two of Ayşe Pınar ERTEM, Ahmet ERGİN and Hayrettin YURDAKUL have been authorized, with joint signatures, to conclude the sale at the Registerate of Property on behalf of our Bank.

b) Out of total sales profit of TL2,675,219,043,939.-, TL2,675,000,000,000.-, will be used in the increase of the paid-in capital of Turk Ekonomi Bankasi to TL57,800,000,000,000.- from 55,125,000,000,000.- within the limits of TL100,000,000,000,000.- registered capital and the management of the Bank has been authorized to conclude the transaction.

We hereby declare that the foregoing explanation is in accordance with the principles set forth in the Regulation Series VIII, No. 39 of the CMB; that it reflects all information we have received in connection with this matter, that the information is in accordance with our books and records, that we have spent all required efforts to obtain accurate and complete information regarding this matter and that we are responsible for this explanation.