

13 March 2006

DIVIDEND POLICY OF TSKB

The Dividend Policy dictates that as long as there are no unfavorable developments in global and local economic circumstances, and TSKB's (Türkiye Sınai Kalkınma Bankası A.Ş.) financial position and capital adequacy ratio are at the foreseen levels, 30% of the distributable profit will be paid out as dividends.

The principles regarding the profit allocation of the Bank have been specified in Article 55 of the Articles of Association. Within this scope;

After all overhead costs as well as all bonuses, compensations and similar amounts, possible depreciation and necessary provisions within this scope are deducted from the revenues earned from the Bank's activities in the course of the year, the remaining net income is partially allocated as reserves and partially distributed in line with the below rules and percentages:

- a) 1- 5% as legal reserves
2- 5% as reserves to cover possible future losses
- b) After the allocation of the above reserves in paragraph (a), an amount equal to 6% of the paid-in capital is deducted from the remaining net profit and distributed to shareholders under the name of the "first profit share"
- c) The portion of the net profit, remaining after the allocation of the reserves specified in paragraphs (a) and (b) and the first profit share, is distributed as follows:

5% to founder (original issue) shares (limited to 200 thousand TRY of the paid-in capital), up to 0.5% to Board Members, up to 3% to employees (not exceeding 3 times the salary), upon the proposal of the Board and approval of the General Assembly.
- d) A "second profit share" can be allocated in the amount to be specified upon the proposal of the Board and by the decision of the General Assembly, from the portion remaining after the allocations and payments stated in paragraphs (a), (b) and (c) have been made.

After the allocation and payment of the net profit in line with the above rules, the remainder is transferred to extraordinary reserves.

The terms of Article 466/3 fo the Turkish Commercial Code and the relevant terms of the Capital Market Law are reserved.