

Company Announcement

For immediate release

Türkiye Vakıflar Bankası T.A.O.

Sultan Selim Mahallesi
Eski Büyükdere Caddesi, No: 59
Kağıthane, İstanbul, 34415
Turkey
(the “**Bank**”)

3 November 2016

Re: Change Notice in respect of the €500,000,000 Series 2016-1 Covered Bonds (XS1403416222) (the “Series 2016-1 Covered Bonds”) issued by TÜRKiYE VAKIFLAR BANKASI T.A.O. (the “Issuer”) under the €3,000,000,000 Global Covered Bond Programme

The Issuer refers to the Security Agency Agreement dated 29 July 2015 as amended and restated on 6 April 2016 and as further amended and restated on 3 May 2016 and made between the Issuer and The Bank of New York Mellon, London Branch as Security Agent (the “**Security Agency Agreement**”).

Pursuant to Schedule 1, Part 2, Clause 2(d) of the Security Agency Agreement, the Issuer is entitled to increase the Required Overcollateralisation Percentage (as defined in the Security Agency Agreement) in respect of the Series 2016-1 Covered Bonds by issuing a Change Notice (as defined in the Security Agency Agreement) to Moody’s Investors Service Ltd (“**Moody’s**”) and The Bank of New York Mellon, London Branch (as **Fiscal Agent**).

Please be advised that on 2 November 2016 the Issuer issued such a Change Notice to Moody’s and the Fiscal Agent. Pursuant to such Change Notice, the Issuer has specified 22.5 per cent. as the Required Overcollateralisation Percentage in respect of the Series 2016-1 Covered Bonds as from 2 November 2016.

For further information please contact:

Contact Name: Mustafa Turan

Title: Senior Vice President

Telephone: +90 212 316 7500

E-mail: structuredfinance@vakifbank.com.tr