

**Akfen Holding Anonim Şirketi
and its Subsidiaries**

**Consolidated Interim Financial
Statements
As at and for the Period Ended
30 September 2010**

**AKFEN HOLDING ANONIM SIRKETI AND ITS SUBSIDIARIES
CONSOLIDATED SUMMARY FINANCIAL STATEMENTS FOR THE PERIOD ENDED
1 JANUARY- 30 SEPTEMBER 2010**

TABLE OF CONTENTS		PAGE
SUMMARY CONSOLIDATED BALANCE SHEET		1-2
SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME		3
SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY		4-5
SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS		6-7
SUMMARY CONSOLIDATED NOTES TO THE FINANCIAL STATEMENTS.....		
NOTE 1	REPORTING ENTITY	8
NOTE 2	BASIS OF PREPARATION OF FINANCIAL STATEMENTS	9-14
NOTE 3	JOINT VENTURES	15
NOTE 4	SEGMENT REPORTING	15-19
NOTE 5	CASH AND CASH EQUIVALENTS	20
NOTE 6	FINANCIAL INVESTMENTS	20
NOTE 7	LOANS AND BORROWINGS	21-38
NOTE 8	OTHER FINANCIAL LIABILITIES	38-39
NOTE 9	TRADE RECEIVABLES AND PAYABLES	40-42
NOTE 10	OTHER RECEIVABLES AND PAYABLES	42-44
NOTE 11	INVENTORY	44
NOTE 12	DUE FROM/DUE TO CUSTOMERS FOR CONTRACT WORK	45
NOTE 13	INVESTMENT PROPERTY	46
NOTE 14	PROPERTY AND EQUIPMENT	47
NOTE 15	INTANGIBLES	48
NOTE 16	COMMITMENT AND CONTINGENCIES	49
NOTE 17	OTHER ASSETS AND LIABILITIES	50-51
NOTE 18	EQUITY	51-53
NOTE 19	OTHER INCOME	54
NOTE 20	FINANCE INCOME	55
NOTE 21	FINANCE EXPENSE	55
NOTE 22	ASSET CLASSIFIED AS HELD FOR SALE AND DISCONTINUED OPERATIONS	56
NOTE 23	TAXATION	56-60
NOTE 24	EARNING PER SHARE	60
NOTE 25	RELATED PARTY DISCLOSURES	61
NOTE 26	FINANCIAL INSTRUMENTS	62-65
NOTE 27	SUBSEQUENT EVENTS	66-67
NOTE 28	OTHER ISSUES	67

Akfen Holding Anonim Şirketi and Its Subsidiaries
Summary Consolidated Balance Sheets as at 30 September 2010 and 31 December 2009
(Currency: Thousands of TL)

		<i>Not Audited</i>	<i>Not Audited</i>
		<i>30 September</i>	<i>31 December</i>
	<i>Notes</i>	<i>2010</i>	<i>2009</i>
Assets			
Total Current Assets		1.035.664	998.027
Cash and cash equivalents	5	356.325	285.866
Trade receivables			
-Due from related parties	9-25	14.982	23.804
-Other trade receivables	9	252.206	258.927
Other receivables			
-Due from related parties	10-25	6.540	5.295
-Other receivables	10	174.625	183.805
Investments	6	15.711	3.706
Inventories	11	10.604	45.758
Other current Assets	17	204.671	190.866
Total Non current assets		2.430.323	2.324.259
Trade receivables			
-Due from related parties	9-25	703	3.751
-Other trade receivables	9	82.518	99.407
Other receivables			
-Due from related parties	10-25	9.527	1.878
-Other non trade receivables	10	2.865	2.214
Financial Investment		4.247	2.779
Investment property	13	533.213	531.647
Property, plant and equipment	14	480.734	306.166
Intangibles	15	970.394	1.042.619
Goodwill		111.095	116.777
Deferred tax asset	23	70.036	54.976
Other non-current assets	17	164.992	162.045
TOTAL ASSETS		3.465.987	3.322.286

The accompanying notes are an integral part of these consolidated financial statements

Akfen Holding Anonim Şirketi and Its Subsidiaries
Summary Consolidated Balance Sheets as at 30 September 2010 and 31 December 2009
(Currency: Thousands of TL)

		<i>Not Audited</i>	<i>Not Audited</i>
	<u>Notes</u>	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
TOTAL LIABILITIES AND EQUITY			
Total current liabilities		855.582	725.356
Loans and borrowings	7	474.083	292.799
Other financial liabilities	8	72.877	48.188
Trade payables			
-Due to related payables	9-25	16.639	24.650
-Other trade payables	9	87.357	154.571
Other payables			
-Due to related parties	10-25	18.129	13.143
-Other payables	10	120.516	152.801
Provisions		8.598	5.384
Other short term liabilities	17	57.383	33.820
Total non-current liabilities		2.161.192	2.067.922
Loans and borrowings	7	2.017.337	1.941.972
Other financial liabilities	8	54.567	37.596
Trade payables			
-Due to related parties	9-25	5.173	5.889
-Other trade payables	9	12.681	10.422
Other payables			
-Due to related parties	10-25	9.921	10.833
-Other non trade payables	10	23.475	27.181
Employee benefits		8.547	6.449
Deferred tax liabilities	23	19.198	19.034
Other long term liabilities		10.293	8.546
TOTAL EQUITY		449.213	529.008
Total equity attributable to equity holders of the Company		309.763	349.097
Paid in capital	18	112.384	99.669
Adjustments to share capital		(7.257)	(7.257)
Treasury shares		(3.709)	(4.767)
Business combination of entities under common control		(82.788)	20.062
Revaluation fund		(94.257)	(62.687)
Translation reserves		1.288	25.004
Legal reserves		13.884	14.985
Other reserve		7.545	--
Share premium		90.505	--
Retained earnings		257.261	114.208
Total comprehensive income, net of tax		14.907	149.880
Non-controlling interest		139.450	179.911
TOTAL LIABILITIES		3.465.987	3.322.286

The accompanying notes are an integral part of these consolidated financial statements.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Summary Consolidated Income Statement for the Periods Ended;
30 September 2010
(Currency: Thousands of TL.)

		<i>Not Audited</i>	<i>Not Audited</i>	<i>Not Audited</i>	<i>Not Audited</i>
	<i>Notes</i>	<i>1 January-30 September 2010</i>	<i>1 July-30 September 2010</i>	<i>1 January-30 September 2009</i>	<i>1 July-30 September 2009</i>
CONTINUING OPERATIONS					
Revenue	4	735.104	277.025	755.918	112.063
Cost of sales (-)		(551.621)	(198.103)	(591.506)	(65.763)
GROSS PROFIT		183.483	78.922	163.413	46.300
General and administrative expenses (-)		(117.876)	(41.128)	(72.397)	(25.933)
Other income	19	59.802	18.562	25.234	12.013
Other expense (-)		(22.726)	(6.516)	(1.773)	(292)
Results from operating activities		102.683	49.840	115.476	32.088
Finance income	20	163.517	62.927	57.096	15.676
Finance expense	21	(234.926)	(82.047)	(178.159)	(35.763)
PROFIT / (LOSS) BEFORE TAX		31.274	30.720	(5.586)	13.852
CONTINUING OPERATIONS TAX EXPENSE					
Tax expense	23	(16.189)	(3.013)	(17.987)	(592)
Deferred tax income/expense	23	3.436	166	4.346	2.442
PROFIT/LOSS FROM CONTINUING OPERATIONS		(18.521)	27.872	(19.228)	13.852
DISCONTINUED OPERATIONS					
Profit/(loss) from discontinued operations, net of tax	22	17.226	--	13.888	7.755
PROFIT/(LOSS) FOR THE PERIOD		35.747	27.872	(5.340)	21.607
Other Comprehensive Income / (Expense)					
Change in Revaluation of plant and equipment		26	9	25	9
Change in Net fair value change in cash flow hedges	20	(42.473)	(29.070)	10.002	(5.544)
Change in Foreign currency translation differences	20	(25.680)	(8.065)	1.604	(1.093)
Tax expense for other comprehensive income	20	4.612	4.844	4.134	2.737
Other comprehensive income /(loss) for the period, net of tax		(63.515)	(32.282)	15.765	(3.891)
TOTAL COMPREHENSIVE INCOME/(EXPENSE) FOR THE PERIOD		(27.768)	(4.410)	(10.425)	17.716
Profit attributable to:					
Non-controlling interest		20.840	17.559	(8.936)	(4.246)
Owners of the Company		14.907	10.313	3.596	25.853
Profit/(Loss) for the period		35.747	27.872	(5.340)	21.607
Total comprehensive income/expense attributable to:					
Non-controlling interest		12.395	15.786	(9.838)	(5.121)
Owners of the Company		(40.163)	(20.195)	20.263	22.837
Total Comprehensive Income/Expense for the period		(27.768)	(4.410)	10.425	17.716
Earnings per share		0,137	0,092	0,050	0,256

The accompanying notes are an integral part of these consolidated financial statements.

Akfen Holding Anonim Şirketi and Its Subsidiaries

Summary Consolidated Statements of Changes in Equity for the Periods Ended 30 September 2010 and 2009

(Currency: Thousands of TL.)

	<i>Paid in Capital</i>	<i>Capital correction</i>	<i>Treasury shares</i>	<i>Entities under common control</i>	<i>Translation differences</i>	<i>Revaluation fund</i>	<i>Hedging reserve</i>	<i>Restricted reserves</i>	<i>Retained earnings</i>	<i>Total</i>	<i>Non- controlling interest</i>	<i>Total equity</i>
Balances as at 1 January 2009	62.723	(7.257)	(3.180)	16.658	25.931	956	(82.571)	11.584	120.898	145.742	194.566	340.308
Total comprehensive income for the period												
Profit/(loss) for the period	--	--	--	--	--	--	--	--	3.596	3.596	(8.936)	(5.340)
Other comprehensive income/(expense)												
Foreign currency translation differences	--	--	--	--	1.604	--	--	--	--	1.604	--	1.604
Revaluation of property, plant and equipment	--	--	--	--	--	(70)	--	--	95	25	--	25
Net fair value change in cash flow hedges	--	--	--	--	--	--	15.038	--	--	15.038	(902)	14.136
Total other comprehensive income/(expense)					1.604	(70)	15.038	--	95	16.667	(902)	15.765
Total comprehensive income/(expense) for the period					1.604	(70)	15.038	--	3.691	20.263	(9.838)	10.425
Transactions with owners recorded directly in equity												
Dividend distribution	--	--	--	--	--	--	--	--	--	--	(2.930)	(2.930)
Transfers to legal reserves	--	--	--	--	--	--	--	1.997	(1.997)	--	--	--
Change in ownership	--	--	--	352	--	--	(5.036)	--	(4.785)	(9.469)	--	(9.469)
Capital increase	36.946	--	(1.587)	--	--	--	--	--	--	35.359	(33.804)	1.555
Change in group structure	--	--	--	--	--	--	--	--	--	--	12.371	12.371
Total transactions with owners	36.946	--	(1.587)	352	--	--	(5.036)	1.997	(6.782)	25.890	(24.363)	1.527
Balances as at 30 September 2009	99.669	(7.257)	(4.767)	17.010	27.535	886	(72.569)	13.581	117.807	191.895	160.365	352.260

Akfen Holding Anonim Şirketi and Its Subsidiaries
Summary Consolidated Statements of Changes in Equity for the Periods Ended 30 September 2010 and 2009
(Currency: Thousands of TL)

	<i>Paid in capital</i>	<i>Capital corrections</i>	<i>Share Premium</i>	<i>Treasury shares</i>	<i>Entities under common control</i>	<i>Translation differences</i>	<i>Revaluati on fund</i>	<i>Hedging reserve</i>	<i>Other reserves</i>	<i>Restricted reserves</i>	<i>Retained earnings</i>	<i>Total</i>	<i>Non controlling interest</i>	<i>Total equity</i>
Balances as at 1 January 2010	99.669	(7.257)	--	(4.767)	20.062	25.004	(2.010)	(60.677)	--	14.985	264.088	349.097	179.911	529.008
Total comprehensive income/(expense)														
Profit for the period	--	--	--	--	--	--	--	--	--	--	14.907	14.907	20.840	35.747
Other comprehensive income/(expense)														
Foreign currency translation reserve	--	--	--	--	--	(23.603)	--	--	--	--	--	(23.603)	(2.077)	(25.680)
Revaluation of property, plant and equipment	--	--	--	--	--	--	(77)	--	--	--	103	26	--	26
Net fair value change in cash flow hedges	--	--	--	--	--	--	--	(31.493)	--	--	--	(31.493)	(6.368)	(37.861)
Total other comprehensive income/(expense)						(23.603)	(77)	(31.493)	--	--	103	(55.070)	(8.445)	(63.515)
Total comprehensive income/(expense) for the period	--	--	--	--	--	(23.603)	(77)	(31.493)	--	--	15.010	(40.163)	12.395	(27.768)
Transactions with owners recorded under equity														
Dividend distributions	--	--	--	--	--	--	--	--	--	--	--	--	(321)	(321)
Transfers to legal reserves	--	--	--	--	--	(113)	--	--	--	936	(1.031)	(208)	268	60
Change in ownership	--	--	--	--	--	--	--	--	--	--	--	--	(86.413)	(86.413)
Share Premium	--	--	90.505	--	--	--	--	--	--	--	--	90.505	--	90.505
Change in subsidiaries equity interest	--	--	--	--	(102.850)	--	--	--	--	--	--	(102.850)	5.517	(97.333)
Public offering expenses	--	--	--	--	--	--	--	--	--	--	(7.942)	(7.942)	--	(7.942)
Capital increase	12.715	--	--	--	--	--	--	--	--	--	--	12.715	109	12.824
Sale of subsidiaries, net	--	--	--	1.058	--	--	--	--	7.545	(2.037)	2.044	8.610	27.984	36.594
Total transactions with owners	12.715	--	90.505	1.058	(102.850)	(113)	--	--	7.545	(1.101)	(6.930)	829	(52.856)	(52.027)
Balances as at 30 September 2010	112.384	(7.257)	90.505	(3.709)	(82.788)	1.288	(2.087)	(92.170)	7.545	13.884	272.168	309.763	139.450	449.213

The accompanying notes are an integral part of these consolidated financial statements.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Summary Consolidated Cash Flow Tables for the Periods Ended
30 September 2010 and 2009

(Currency: Thousands of TL)

	<u>Notes</u>	<i>Not Audited</i> 30 September <u>2010</u>	<i>Not audited</i> 30 September <u>2009</u>
Cash flow from operating activities			
Profit/(loss) for the period		14.907	3.599
Depreciation of property and equipment	14	16.064	11.601
Amortization of intangible assets	15	29.714	22.045
Provision for employee termination benefits		3.126	3.646
Release of provision/(provision for doubtful debts)		219	174
Unearned interest income/(expense), net	20-21	(5.935)	(4.489)
Gain or loss on sale of property, plant and equipment	19	(1.947)	(484)
Provision for impairment of property, plant and equipment	14	3.455	--
Revaluation reserve of investment property	13-19	(23.462)	--
Gain on sale of subsidiaries	19	(8.877)	(4.258)
Gain on sale of discontinued operations	22	(15.056)	--
Provision/ (release of provision) for litigation and vacation		272	544
Unrealised foreign exchange differences on statement of financial position items		(28.571)	(52.213)
Interest expense		120.159	127.023
Interest income	20	(19.786)	(6.415)
Tax benefit/(expense)	23	8.141	9.507
		92.423	110.280
Change in other trade receivables		(39.468)	80.655
Change in other non-trade receivables		9.077	(13.501)
Change in other current assets		(20.454)	(60.934)
Change in other non-current trade receivables		16.889	25.663
Change in other non-current non-trade receivables		(653)	1.920
Change in inventory		1.247	(9.486)
Change in due from related parties		2.798	(3.764)
Change in other non-current assets		2.410	(16.399)
Change in other current trade payables		(30.041)	15.314
Change in other current non-trade payables		(10.284)	(124)
Change in other current liabilities		28.924	31.690
Change in other non-current trade payables		2.328	(2.610)
Change in other non-current non-trade payables		(3.706)	9.406
Change in due to related parties		(590)	4.251
Change in other non-current liabilities		1.746	(342.210)
Cash flows from / (used in) operating activities		52.646	(169.849)
Tax paid		(41.717)	(3.011)
Retirement benefit paid		(946)	(450)
Doubtful receivables collection		(219)	(174)
Interest paid		(104.770)	(116.119)
Net cash provided from / (used in) operating activities		(95.006)	(289.603)

The accompanying notes are an integral part of these consolidated financial statements

Akfen Holding Anonim Şirketi and Its Subsidiaries
Summary Consolidated Cash Flow Tables for the Periods Ended
30 September 2010 and 2009

(Currency: Thousands of TL)

		<i>Not Audited</i>	<i>Not audited</i>
		<i>30 September</i>	<i>30 September</i>
	<u>Notes</u>	<u>2010</u>	<u>2009</u>
Cash flow from investing activities			
Interest received		10.332	4.944
Acquisition of property, plant and equipment	14	(215.285)	(120.988)
Effect of group structure change		(2.592)	(2.094)
Proceeds from sale of property, plant and equipment		17.733	94.351
Acquisition of intangible assets	15	(13.535)	(115.161)
Proceeds from sale of intangible assets		--	398.311
Outlay from share purchase of joint ventures		(195.949)	--
Proceeds from sale of shares of joint ventures		70.992	--
Proceeds from sale of shares of discontinued operations		29.564	--
Purchases of investment property	13	(33.199)	(14.316)
Proceeds from sale of investment property		55.095	--
Net cash provided from/(used in) investing activities		(276.844)	249.326
Cash flows from financing activities			
Proceeds from the borrowings		667.884	693.128
Capital increase	18	12.715	--
Repayment of borrowings		(266.656)	(549.173)
Share premium		90.505	--
Public offering commissions	18	(7.942)	--
Changes in non-controlling interest		(54.197)	(196)
Net cash from financing activities		442.309	143.759
Net increase in cash and cash equivalents		70.459	103.391
Cash and cash equivalents at 1 January		285.866	106.933
Cash and cash equivalents at period end		356.325	210.324

The accompanying notes are an integral part of these consolidated financial statements.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

1 REPORTING ENTITY

Akfen Holding Anonim Şirketi, its subsidiaries, joint ventures and associates are referred to as (“Group” or “Akfen Group” or “Akfen Holding” or “the Company”).

Akfen which founded its first corporation in accordance with The Turkish Commercial Code in 1976, extended the contracting activities in infrastructure which displayed since its inception outside the contracting, after it obtained the Atatürk Airport Build-Operate-Transfer Model in 1997. Thus it applied capital budgeting models applied at airports in privileges of some infrastructure project as an investor and had turned into one of the infrastructure investment holding of Turkey.

In 1998, the Company has started restructuring aiming to form a more efficient management structure that is in line with its growth strategies. In 1999, the Company has become a holding company and has restructured its companies under a holding framework. Today, Akfen Holding and its subsidiaries’ operations include airport management and construction, residence construction, energy generation, industrial facilities, natural gas networks and city distribution systems, environmental protection and infrastructure facilities, steel construction and conveyors, tourism investments and management, port management, duty free shop management, catering services, real estate projects, vehicle inspection stations management, water sewage and water investments and management, energy generation via hydroelectric power stations.

Akfen Holding, owned by Hamdi Akın 88,27% and controlled by him. At 14 May 2010 public offering was performed with TL 8000 nominal shares which are composed of TL 7.870 nominal shares issued due to the Company's issued capital increase from TL 104.514 to TL 112.384 and and TL 130 nominal value shares owned by Akfen İnşaat Turizm ve Ticaret A.Ş.

The address of the registered office of Akfen Holding is as follows:

Koza Sokak No:22
Gaziosmanpaşa
06700/ Ankara-Türkiye

The number of employees of Akfen Holding and subsidiaries and joint ventures of the Group at 30 September 2010 is approximately 172 (31 December 2009: 196) and 22,973 (31 December 2009: 15.088).

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

2 BASIS OF PREPARATION

2.1 Basis of Preparation

(a) Statement of compliance

Akfen Group entities operating in Turkey maintain their books of account and prepare their statutory financial statements in Turkish Lira (“TL”) in accordance with the accounting principles per Turkish Uniform Chart of Accounts and per Capital Market Board of Turkey applicable to entities operating in other businesses.

Akfen Group’s foreign entities maintain their records and prepare their statutory financial statements in accordance with the generally accepted accounting principles and the related legislation applicable in the countries they operate.

The accompanying consolidated financial statements are based on these statutory records with adjustments and reclassifications for the purpose of fair presentation in accordance with Capital Markets Board’s (“CMB”) regulations.

According to fifth article of the communique the Companies should apply International Accounting / Reporting Standarts (“UMS/UFRS”) as accepted by European Union. But considering the temporary second article until the differences of UMS/ UFRS is accepted by International Accounting Standarts Board (“UMSK”), the standards which are accepted by UMSK will be used. Thus the Company has prepared its financials in accordance with the accepted UMS/UFRS as at 30 September 2010.

The decree of CMB, as at 17 March 2005 states that inflation accounting is not applicable for the Companies applying the accounting and reporting principles of CMB (“CMB Financial Reporting Standards”) beginning from 1 January 2005. Thus inflation accounting is not applied in summary consolidated financial statements beginning from 1 January 2005.

Based on the communique the Companies are free to choose preparing a full set report or summary report considering “IAS 34 Interim Financial Reporting”. The Group has selected to prepare summary financial statements in accordance with CMB Financial Reporting Standards.

(b) Preparation of the Financial Statements

The Group’s summary consolidated financial statements prepared in accordance with IAS and IFRS was approved by the Board of Directors as at 12 December 2010. The consolidated financial statements and notes as at 30 September 2010 are prepared according to the Communiqué XI No 29 of CMB which was announced by the decision numbered 11/467 at 17 April 2008 related to the Principles Regarding Financial Reporting on capital market.

(c) Accounting in Hyperinflationary Periods

In accordance with the decree of CMB as at 17 March 2005 The Group, do not applied inflation accounting beginning from 1 January 2005.

(d) Basis of measurement

The consolidated financial statements have been prepared on the historical cost basis except for the following:

- derivative financial instruments are measured at fair value,
- investment properties are measured at fair value

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

2 BASIS OF PREPARATION (continued)

2.1 Basis of preparation (continued)

(e) Functional and presentation currency

The accompanying consolidated financial statements are presented in TL which is Akfen Holding's functional currency. All financial information presented in TL has been rounded to the nearest thousand.

Akfen Holding and its subsidiaries operating in Turkey prepare their accounting records and legal financial statements in accordance with the accounting principles per Turkish Uniform Chart of Accounts and per Capital Market Board of Turkey. Subsidiaries and jointly controlled entities established abroad accounting records are subject to regulations and accounting principles that are applied in the countries in which they operate. Consolidated financial statements enclosed are presented in Turkish currency and converted from legal basis to IFRS basis by series of adjustments and reclassifications.

The functional currency of the subsidiaries and jointly controlled entities are as follows:

<u>The Company</u>	<u>Functional Currency</u>
Akfen İnşaat Turizm ve Ticaret AŞ ("Akfen İnşaat")	TL
Akfen Gayrimenkul Yatırım Ortaklığı AŞ ("Akfen GYO")	TL
Akfen Altyapı Yatırımları Holding AŞ ("Akfen Altyapı Holding")	TL
Akfen Enerji Yatırımları Holding AŞ ("Akfen Enerji")	TL
Akfen Hes Yatırımları ve Enerji Üretim AŞ ("Akfen HES I")	TL
Akfen Hidroelektrik Santral Yatırımları AŞ ("Akfen HES II")	TL
Akfen Enerji Kaynakları ve Yatırımları AŞ ("Akfen HES III")	TL
Akfen Gayrimenkul Ticareti ve İnşaat AŞ ("Akfen Ticaret")	TL
TAV Havalimanları Holding AŞ ("Tav Havalimanları")	Euro
TAV Yatırım Holding AŞ ("TAV Yatırım")	USD
Mersin Uluslararası Liman İşletmeciliği AŞ ("MIP")	USD
PSA Akfen Liman İşletmeciliği ve Yönetim Danışmanlığı AŞ ("PSA Liman")	TL
Task Tepe Akfen Su Kanalizasyon Yatırım Yapım ve İşletme AŞ ("Task Su")	TL
ATI Services SA ("ATI")	CHF
Hyper Foreign Trade Holland N.V. ("Hyper Foreign")	Euro
Russian Property Investments B.V. ("RPI")	Euro
Russian Hotel Investments B.V. ("RHI")	Euro

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

2 BASIS OF PREPARATION (continued)

2.1 Basis of preparation(continued)

(f) Basis of consolidation

The accompanying consolidated financial statements include the accounts of the parent company, Akfen Holding, its subsidiaries, joint ventures and associates on the basis set out in sections below. The financial statements of the entities included in the consolidation have been prepared as at the date of the consolidated financial statements in the prior periods.

The ownership and voting power rates are not changed from 31 December 2009 to 30 September 2010 except for the following companies.

(i) Subsidiaries

	30 September 2010		31 December 2009		Principal Activity
	Ownership(%)	Voting power held	Ownership(%)	Voting power held	
Akımısı	--	--	100,00	100,00	Heavy machines
Akfen GYO	74,84	99,75	29,87	54,75	Real Estate Investment
Akfen Gayrimenkul Geliştirme	--	--	86,74	100,00	Real Estate Investment
TBK Enerji	--	--	100,00	100,00	Energy
Akfen Gayrimenkul Yatırımları	--	--	86,44	100,00	Real Estate Investment
Akfen Enerji	69,75	100,00	50,25	100,00	Energy
					Consultancy for Infrastructure and Concessions
Akfen Altyapı Danışmanlık	--	--	99,87	100,00	
Akfen Turizm	--	--	99,86	100,00	Tourism
IBS	--	--	37,00	58,00	Insurance Broking

(ii) Joint Ventures

	30 September 2010		31 December 2009		Principal Activity
	Ownership(%)	Voting power held	Ownership(%)	Voting power held	
Artı Döviz	--	--	42,50	42,50	Currency Exchange
Tepe Akfen Reformer S.P. Zoo ("TAR")	--	--	26,00	25,96	Real Estate

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

2 BASIS of PREPARATION *(continued)*

2.1 Basis of preparation *(continued)*

(f) Basis of consolidation *(continued)*

(iii) Acquisition from entities under common control

A business combination involving entities or businesses under common control is a business combination in which all of the combining entities or businesses ultimately are controlled by the same party or parties both before and after the combination. The acquisition of the entity being under common control is accounted for using book values, where in its consolidated financial statements the acquirer is permitted, but not required. The Group has preferred the acquisition of the entity being under common control to be accounted from the acquisition date.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with associates and joint ventures are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

(iv) Business combinations for acquisitions from third parties

Acquisitions from third parties are accounted for using the purchase method. The cost of the acquisition is measured at the aggregate of the fair values, at the date of exchange, of assets given, liabilities incurred or assumed, and equity instruments issued by the Group in exchange for control of the acquiree, plus any costs directly attributable to the business combination. The acquiree's identifiable assets, liabilities and contingent liabilities that meet the conditions for recognition under IFRS 3 are recognised at their fair values at the acquisition date.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

2 BASIS OF PREPARATION *(continued)*

2.1 Basis of preparation*(continued)*

(g) Foreign currency

(i) Foreign currency transactions

Transactions in foreign currencies are translated to the functional currencies of the Group entities at the exchange rates ruling at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies at reporting date are translated to the functional currency at the exchange rate ruling at that date. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction. Foreign exchange differences arising on translation are recognized in the consolidated statement of comprehensive income.

The Group entities use USD, Euro or TL, as functional currency since these currencies are used to a significant extent in, or have a significant impact on, the operations of the related Group entities and reflect the economic substances of the underlying events and circumstances relevant to these entities. All currencies other than the currency selected for measuring items in the financial statements are treated as foreign currencies. Accordingly, transactions and balances not already measured in the functional currency have been re-measured to the related functional currencies in accordance with the relevant provisions of IAS 21, *The effect of changes in foreign exchange rates*. The Group uses TL as the reporting currency.

Assets and liabilities of the Group entities with a different functional currency than the reporting currency of the Group are translated into the reporting currency of the Group at the rate of exchange ruling at the reporting date. The income and expenses of the Group entities are translated into the reporting currency at the average exchange rates for the period. Equity items are presented at their historical costs. The foreign currency differences are recognized directly in equity, under "Foreign Currency Translation Reserve" (FCTR). When the related Group entity is disposed of, in part or in full, the relevant amount in the FCTR is transferred to profit or loss.

The Euro/ TL and USD/ TL exchange rate as at the end of each periods are as follows:

	<u>30 September 2010</u>	<u>31 December 2009</u>
Euro/ TL	1,9754	2,1603
USD / TL	1,4512	1,5057

The Euro / TL, USD / TL average rate as at the end of each periods are as follows:

	<u>2010</u>	<u>2009</u>
Euro/ TL	1,9925	2,1400
USD / TL	1,5142	1,5690

(ii) Foreign operations

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated to TL at exchange rates at the reporting date. The income and expenses of foreign operations are translated to TL at average exchange rates for the period.

Foreign currency differences are recognised directly in equity. Such differences are recognised in the translation reserve. When a foreign operation is disposed of, in part or in full, the relevant amount in the translation reserve is transferred to profit or loss.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

2 BASIS OF PREPARATION *(continued)*

2.2 Changes in Accounting Policies

(a) Changes in Accounting Policies

The significant changes in accounting policies and the identified errors corrected retrospectively. For the period ended 1 January- 30 September 2010 no changes has been made except the followings:

Accounting of increases in rights without control authorization.

As at 1 January 2010 Tav Havalimanları has applied IFRS 3 “Business Combination” and IAS 27 “Consolidated and Separate Financial Statements” standards for changes in rights which does not have control authorization. Tav Havalimanları, IAS 27 “Consolidated and Separate Financial Statements” has applied for changes in rights which does not have control authorization. According to new accounting policies, parent company presents decreases in ownership in equity as long as the parent company has the control of subsidiaries (For example: transaction with shareholders as long as they are shareholder). At the end of the transaction the profit or loss is not changed. The changes in accounting policy is prospectively applied and does not result in material changes in earning per share.

(b) New standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are not yet effective for the period ended 30 September 2010, and have not been applied in preparing these consolidated financial statements. The Company management thinks that none of these will have an effect on the consolidated financial statements.

2.3 Summary of Significant Accounting Policies

The summary consolidated financials statements for the period ended 30 September 2010 are prepared in compliance with TAS 34. Beyond this, the financial statements for the period ended, 30 September 2010 are in compliance with the accounting policies applied in, 31 December 2009. Thus, these summary consolidated financial statements should be evaluated with the financial statements for the year ended 31 December 2009.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

3 JOINT VENTURES

Total current assets, non-current assets, short term liabilities, long term liabilities and income and expense of joint ventures is listed below:

Statement of financial position	30 September 2010	31 December 2009
Current assets	2.285.420	2.147.942
Non-current assets	3.987.184	4.293.184
Current liabilities	(1.505.412)	(1.464.396)
Non-current liabilities	(3.511.766)	(3.771.662)

Statement of Income	1 January- 30 September 2010	1 July-30 September 2010	1 January- 30 September 2009	1 July-30 September 2009
Total revenues	2.226.240	816.266	2.503.076	226.035
Total expenses	(2.109.776)	(731.917)	(2.397.168)	(165.269)
Profit / (loss) for the period	116.464	84.349	105.908	60.766

4 SEGMENT REPORTING

For management purposes, the Group is currently organised into eight operating segment of which results and the performance are reviewed regularly by the Group's board of directors. Performance is measured based on segment operating profit, as included in the internal management reports that are reviewed by the Group's Management.

Information regarding the results of each reportable segment is included Tav Yatırım, Akfen İnşaat, Akfen GYO, HES I-II-III, MIP, Task Su and Tav Havalimanları.

Others

Subsidiaries and jointly controlled entities in other operations segment are Akfen Enerji, Simer, PSA Liman, Hyper Foreign, RHI, RPI, and Alsim Alarko. Akfen Holding is included in the other industrial segment as well.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

4 SEGMENT REPORTING (continued)

1 January – 30 September 2010	Tav Yatırım	Akfen İnşaat	Akfen GYO	HES I- II-III	MIP	Task Su	Tav Havalimanları	Other	Other discontinued	Total
External revenues	309.946	8.752	13.579	964	109.234	7.476	285.034	118	14.292	749.396
Inter segment revenue	11.924	115.384	--	--	--	--	2.216	14.350	--	143.874
Other operation income	1.443	9.714	26.776	40	--	16	16.407	14.521	83	69.000
Other operation expense	(2.786)	(21.962)	(1.120)	(545)	--	--	--	(3.614)	(23)	(30.051)
Financial income	4.858	10.162	24.067	25.334	1.562	1.082	8.670	89.561	828	166.124
Financial expense	(3.411)	(8.912)	(19.992)	(21.700)	(24.504)	(761)	(34.844)	(121.064)	(651)	(235.839)
Depreciation and amortization	4.354	2.232	42	2.030	14.105	199	22.619	197	86	45.864
Reportable Segment profit/(loss) before income tax	1.908	(21.518)	39.858	(1.561)	24.513	832	27.961	(27.473)	17.226	61.747
Capital expenditure	4.702	284	4	173.130	10.190	340	39.951	219	--	228.820
30 September 2010										
Reportable Segment assets	322.698	193.763	530.317	557.595	620.624	11.853	855.266	373.871	--	3.465.987
Reportable Segment liabilities	314.006	80.065	186.515	352.977	592.845	11.729	787.455	691.182	--	3.016.774

1 July – 30 September 2010	Tav Yatırım	Akfen İnşaat	Akfen GYO	HES I- II-III	MIP	Task Su	Tav Havalimanları	Other	Other discontinued	Total
External revenues	115.739	1.591	4.837	619	39.215	1.800	113.149	74	--	277.025
Inter segment revenue	2.122	40.346	--	--	--	--	632	1.436	--	44.536
Other operation income	857	(31)	10.613	33	--	6	4.503	1.870	--	17.851
Other operation expense	(2.675)	(1.694)	(1.013)	3	--	--	--	(1.136)	--	(6.516)
Financial income	3.104	5.103	3.313	3.366	708	428	1.287	46.519	--	63.828
Financial expense	(922)	(3.003)	(11.156)	(11.361)	(6.295)	(686)	(11.693)	(37.872)	--	(82.988)
Reportable Segment profit/(loss) before income tax	566	241	4.775	(9.965)	12.873	182	19.867	5.121	--	33.661
Depreciation and amortization	1.487	843	11	492	4.655	51	8.024	(52)	--	15.511

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

Capital expenditure 1.289 13 -- 56.352 4.134 235 10.019 (39) -- 72.003

4 SEGMENT REPORTING (continued)

<u>1 January – 30 September 2009</u>	Tav Yatırım	Akfen İnşaat	Akfen GYO	HES I- II-III	MIP	Task Su	Tav Havalimanları	Other	Other discontinued	Total
External revenues	320.158	7.425	13.320	940	86.367	3.676	324.032	--	231.389	987.307
Inter segment revenue	85.380	94.802	--	--	--	--	--	6.361	3.500	190.043
Other operation income	1.152	3.933	60	16	--	--	15.150	4.481	639	25.431
Other operation expense	(1)	(1.921)	(312)	(148)	--	--	--	(426)	(34)	(2.842)
Financial income	1.662	23.807	18.328	(725)	1.437	102	6.150	12.395	12.695	75.851
Financial expense	(8.663)	(34.096)	(32.718)	(2.691)	(27.953)	(141)	(28.425)	(52.638)	(15.552)	(202.877)
Depreciation and amortization	4.450	602	57	1.112	13.796	24	13.007	598	1.739	35.385
Reportable Segment profit/(loss) before income tax	30.220	(13.583)	(6.935)	(5.771)	5.867	(136)	26.538	(40.073)	17.891	14.018
Capital expenditure	3.520	1.026	18.105	85.831	1.097	3.577	122.388	5.954	61	241.559
31 December 2009										
Reportable Segment assets	362.812	109.818	479.931	316.922	624.302	19.691	1.078.964	329.846	--	3.322.286
Reportable Segment liabilities	318.992	123.441	192.031	131.082	571.338	6.217	851.191	598.986	--	2.793.278
<u>1 July – 30 September 2009</u>	Tav Yatırım	Akfen İnşaat	Akfen GYO	HES I- II-III	MIP	Task Su	Tav Havalimanları	Other	Other discontinued	Total
External revenues	70.688	3.694	4.899	940	30.097	2.099	112.809	(113.162)	190.119	302.183
Inter segment revenue	24.770	52.009	--	--	--	--	--	2.861	3.500	83.140
Other operation income	414	383	17	(57)	--	--	9.647	1.218	445	12.067
Other operation expense	61	(652)	(310)	(148)	--	--	--	(426)	131	(1.344)
Financial income	767	7.530	5.492	(57)	486	102	2.464	8.044	8.268	33.096
Financial expense	(4.031)	(9.727)	(11.243)	(2.270)	(7.625)	(136)	(10.521)	(7.056)	(9.301)	(61.910)
Reportable Segment profit/(loss) before income tax	1.463	201	19	641	1.380	9	4.488	439	1.647	10.287

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

Depreciation and amortization	2.631	(3.516)	(3.889)	(2.808)	3.843	201	23.580	(1.487)	11.758	30.313
Capital expenditure	834	133	18.105	2.773	531	1.401	29.204	669	61	53.711

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

4 SEGMENT REPORTING (continued)

Income	1 January- 30 September 2010	1 July-30 September 2010	1 January- 30 September 2009	1 July-30 September 2009
Segment income	864.510	320.051	936.100	302.005
Other income	28.760	1.510	241.250	83.818
Elimination between segments	(143.874)	(44.536)	(186.543)	(79.640)
Discontinued operations eliminations	(14.292)	-	(234.889)	(193.619)
Consolidated income	735.104	277.025	755.918	112.063

Profit / (loss) before tax	1 January- 30 September 2010	1 July-30 September 2010	1 January- 30 September 2009	1 July-30 September 2009
Segment profit / (loss) before tax	71.994	28.540	36.200	11.796
Other profit / (loss) before tax	(10.247)	7.067	(22.182)	10.896
	61.747	35.607	14.018	22.692
Elimination between segments	(13.247)	(4.887)	(1.713)	1.068
Discontinued operations eliminations	(17.226)	--	(17.891)	(11.758)
Consolidated profit / (loss) before tax	31.274	30.720	(5.586)	12.002

Financial income	1 January- 30 September 2010	1 July-30 September 2010	1 January- 30 September 2009	1 July-30 September 2009
Segment financial income	75.735	17.309	50.761	16.784
Other financial income	90.389	46.519	25.090	7.474
Elimination between segments	(1.779)	(901)	(6.060)	(314)
Discontinued operations eliminations	(828)	--	(12.695)	(8.268)
Consolidated financial income	163.517	62.927	57.096	15.676

Financial expenses	1 January- 30 September 2010	1 July-30 September 2010	1 January- 30 September 2009	1 July-30 September 2009
Segment financial expenses	(114.124)	(45.116)	(134.687)	(45.553)
Other financial expenses	(121.715)	(37.832)	(68.190)	(329)
Elimination between segments	262	901	9.166	818
Discontinued operations eliminations	651	--	15.552	9.301
Consolidated financial expenses	(234.926)	(82.047)	(178.159)	(35.763)

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

4 SEGMENT REPORTING (continued)

	1 January- 30 September 2010	1 July-30 September 2010	1 January- 30 September 2009	1 July-30 September 2009
Other operating income				
Segment other operating income	54.396	16.500	20.311	10.404
Other operating income	14.604	4.754	5.120	1.224
Elimination between segments	(9.115)	(2.692)	(442)	830
Discontinued operations eliminations	(83)	--	(639)	(445)
Consolidated other income	59.802	18.562	25.234	12.013

	1 January- 30 September 2010	1 July-30 September 2010	1 January- 30 September 2009	1 July-30 September 2009
Other operating expenses				
Segment other operating expenses	(26.414)	(10.842)	(2.382)	(1.049)
Other operating expenses	(3.637)	(1.136)	(460)	(93)
Elimination between segments	7.302	5.462	1.035	981
Discontinued operations eliminations	23	--	34	(131)
Consolidated other expenses	(22.726)	(6.516)	(1.773)	(292)

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Assets		
Segment Assets	3.092.116	2.992.440
Other Assets	373.871	329.846
Total Assets	3.465.987	3.322.286

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Liabilities		
Segment liabilities	2.325.592	2.194.292
Other liabilities	691.183	598.986
Total liabilities	3.016.775	2.793.278

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

5 CASH and CASH EQUIVALENTS

As at 30 September 2010 and 31 December 2009 cash and cash equivalents comprised the following.

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Cash at banks		
-Demand deposits	267.804	216.754
-Time deposits	77.423	64.227
-Repurchasing agreements	7.987	--
Cash on hand	1.524	1.148
Other liquid assets	1.587	3.737
Cash and cash equivalents	356.325	285.866
Bank overdrafts used for cash management purposes	(1.845)	(2.232)
Cash and cash equivalents	354.480	283.634

As at 30 September 2010 time deposits in foreign currency and Turkish lira of group were TL 77.423 and maturity of the time deposits are up to a month. Average interest rate of the foreign currency time deposits and Turkish Lira time deposits range between %0,50-%3,60 and, %6,00-%9,00.

The Group's exposure to foreign exchange risk and sensitivity analysis for financial assets and liabilities are disclosed in Note 26.

As at 30 September 2010 and 31 December 2009 there is no pledge on bank accounts.

6 INVESTMENTS

Current investments

As at 30 September 2010 and 31 December 2009 investments comprised of the following

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Derivatives	13.784	3.606
Time deposits longer than three months	1.927	100
	<u>15.711</u>	<u>3.706</u>

TAV Istanbul, buys certain derivatives such as currency swap contracts in order to manage its exposure to currency risk from DHMI concession payments. TAV Istanbul has entered into a forward exchange contract that fixes the parity between USD and Euro for the period of its project financing works. The contracts cover a period up to 2018 for payments in each December. As at 30 September 2010, the nominal value of the contract USD 440.792 thousand. (the Group's share: USD 115.135 thousand) (31 December 2009: USD 470.815 thousand (the Group's share: USD 122.977 thousand)).

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS AND BORROWINGS

This note provides information about the contractual terms of the Group's interest bearing loans and borrowings, which are measured at amortized cost. For more information about the Group's exposure to, foreign currency risk, see note 25.

As at 30 September 2010 and 31 December 2009 breakdown of loans and leased borrowings of the Group is as follows:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Non-current liabilities		
Non-current secured bank loans	1.613.530	1.808.579
Non-current unsecured bank loans	293.170	121.717
Non-current bond	100.000	--
Long term finance lease obligations	10.637	11.676
	2.017.337	1.941.972
Current liabilities		
Secured bank loan	177.842	128.211
Unsecured bank loan	5.655	35.238
Current portion of long –term secured bank loans	228.141	120.677
Current portion of long –term unsecured bank loans	56.592	5.023
Coupon payment of long term bond	2.258	--
Spot loan	2.029	2.232
Short term finance lease obligations	1.566	1.418
	474.083	292.799

The Group's bank loans and lease borrowings as at 30 September 2010 and 31 December 2009 are as follows:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Bank loans	2.376.959	2.221.677
Bond	102.258	--
Finance lease obligations	12.203	13.094
	2.491.420	2.234.771

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

The Group's bank loans as at 30 September 2010 are as follows:

	<u>Current</u> <u>liabilities</u>	<u>Non-current</u> <u>liabilities</u>	<u>Total</u>
Akfen Holding	232.476	455.726	688.202
Akfen İnşaat	5.769	26.123	31.892
Akfen GYO	29.152	151.353	180.505
Akfen HES I-II-III	44.284	283.652	327.936
TASK Su	9.896	11	9.907
MIP	5.706	505.867	511.573
TAV Yatırım	48.144	22.835	70.979
TAV Havalimanları	90.489	547.468	637.957
RHI	1.516	13.665	15.181
RPI	5.085	--	5.085
	472.517	2.006.700	2.479.217

The Group's bank loans as at 31 December 2009 are as follows:

	<u>Current</u> <u>liabilities</u>	<u>Non-current</u> <u>liabilities</u>	<u>Total</u>
Akfen Holding	61.676	421.801	483.477
Akfen İnşaat	28.153	31.407	59.560
Akfen GYO	27.103	161.137	188.240
Akfen HES I-II-III	4.165	111.422	115.587
Akfen GYT	8.444	39.304	47.748
TASK Su	273	3.720	3.993
MIP	7.452	514.187	521.639
TAV Yatırım	34.852	32.680	67.532
TAV Havalimanları	112.226	614.638	726.864
RHI	4.107	--	4.107
RPI	2.930	--	2.930
	291.381	1.930.296	2.221.677

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

Terms and debt repayment schedule

Repayment Schedule of the Group bank loans according to original maturities as at 30 September 2010 and 31 December 2009 are as follows:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Within one year	472.517	291.381
In the second year	541.634	477.957
In the third year	164.771	151.466
In the fourth year	156.410	133.517
In the fifth and more than five years	1.143.885	1.167.356
	2.479.217	2.221.677

Details of the loans summarized for each subsidiary are as follows:

Akfen Holding:

The breakdown of bank loans as at 30 September 2010 is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face Value</u>	<u>Carrying amount</u>
Secured bank loans ⁽²⁾	USD	Libor +6,75	2011	19.271	19.271
Secured bank loans ⁽³⁾	USD	9	2011	127.706	130.285
Secured bank loans ⁽⁴⁾	USD	7	2011	3.628	3.711
Secured bank loans ⁽⁴⁾	USD	Libor+6	2011	33.144	33.510
Secured bank loans ⁽¹⁾	USD	6,8	2011	5.079	5.111
Secured bank loans ⁽¹⁾	USD	5,75	2011	5.515	5.594
Secured bank loans ⁽¹⁾	USD	8,25	2011	9.508	9.762
Secured bank loans ⁽⁴⁾	USD	8	2011	14.156	14.500
Secured bank loans ⁽¹⁾	USD	6,5	2011	4.716	4.912
Secured bank loans ⁽¹⁾	USD	Libor+3,5	2014	51.598	52.678
Secured bank loans ⁽⁴⁾	USD	7,8	2012	813	861
Secured bank loans ⁽⁵⁾	USD	9,95	2015	108.840	119.813
Secured bank loans ⁽⁴⁾	Euro	8	2011	435	464
Secured bank loans ⁽⁸⁾	Euro	Libor+3,0	2012	155.484	156.065
Secured bank loans ⁽⁶⁾	TL	9,72	2011	29.156	29.351
Bond ⁽⁷⁾	TL	5,21*	2012	100.000	102.258
Spot loan	TL	--	2010	56	56
				669.105	688.202

(*) Showing the interest to be given for the first coupon payment period (182 days).

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

7 LOANS and BORROWINGS (continued)

- (¹) Sureties given by Hamdi Akın and Akfen İnşaat
(²) Sureties given by Hamdi Akın, Akınısı and Akfen İnşaat
(³) Sureties given by Hamdi Akın
(⁴) Sureties given by Hamdi Akın, Akfen İnşaat, Akfen Turizm and Akınısı
(⁵) 1/1 cash collateral
(⁶) Shares given as collateral on Tav Havalimanları with 14,166,267 shares for Share Purchase Credit
(⁷) As at 30 September 2010 bonds are showing the, payables arising from the bonds which have maturity of two years and coupon payment of 182 days, with a floating interest rate amounting to TL 100.000
(⁸) Shares pledged on Akfen GYO with 74.836.148,42

As at 31 December 2009 breakdown of bank loans is as follows:

	<u>Currenct</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽¹⁾	USD	9	2010	9.938	10.087
Secured bank loans ⁽¹⁾	USD	Libor+1,75	2010	12.546	12.585
Secured bank loans ⁽¹⁾	USD	Libor+6,75	2011	3.764	3.764
Secured bank loans ⁽¹⁾	USD	6,75	2011	5.722	5.785
Secured bank loans ⁽²⁾	USD	Libor+6,75	2011	18.822	18.822
Secured bank loans ⁽³⁾	USD	9	2011	132.502	134.051
Secured bank loans ⁽⁴⁾	USD	7	2011	3.764	3.812
Secured bank loans ⁽⁴⁾	USD	Libor +6	2011	34.388	34.388
Secured bank loans ⁽¹⁾	USD	6,8	2011	5.270	5.327
Secured bank loans ⁽⁵⁾	USD	8,25	2011	9.865	10.017
Secured bank loans ⁽⁶⁾	USD	8	2011	14.688	14.874
Secured bank loans ⁽¹⁾	USD	10	2011	4.894	4.897
Secured bank loans ⁽³⁾	USD	0,65 monthly	2012	1.172	1.178
Secured bank loans ⁽⁴⁾	USD	Libor+3,5	2014	60.228	60.542
Secured bank loans ⁽⁷⁾	USD	9,2	2015	112.928	115.025
Secured bank loans ⁽⁸⁾	Euro	8	2011	475	481
Secured bank loans ⁽²⁾	TL	17	2010	1.550	1.550
Secured bank loans ⁽¹⁾	TL	16,25	2010	9.690	9.690
Secured bank loans ⁽¹⁾	TL	14	2010	2.610	2.610
Secured bank loans ⁽²⁾	TL	16,5	2010	700	700
Secured bank loans ⁽²⁾	TL	15,5	2010	4.000	4.000
Secured bank loans ⁽⁹⁾	TL	8,78	2011	29.156	29.246
Spot loan	TL	--	2010	46	46
				478.718	483.477

- (¹) Sureties given by Hamdi Akın and Akfen İnşaat
(²) Sureties given by Hamdi Akın, Akınısı and Akfen İnşaat
(³) Sureties given by Hamdi Akın
(⁴) Sureties given by Hamdi Akın, Akfen İnşaat, Akfen Turizm and Akınısı
(⁵) Sureties given by Hamdi Akın and Akfen Turizm
(⁶) Sureties given by Hamdi Akın, Akfen İnşaat, Akfen Turizm and Akınısı
(⁷) 1/1 cash collateral
(⁸) Sureties given by Hamdi Akın, Akfen İnşaat, Akfen Turizm and Akınısı
(⁹) Shares pledged on Tav Havalimanları with 14,166,267 shares

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

7 LOANS and BORROWINGS (continued)
Collateral Shares

According to the loan agreement amounting EUR 78.710 which signed between Goldman Sachs and the Company on July 2010, the Company has bought Akfen GYO shares by EUR 63.710 part of that loan, and 74,836,148.42 GYO shares had pledged to Goldman Sachs as an assurance.

54,492,187.50 TAV Havalimanı shares have been pledged to Garanti Bankası within a context of Garanti Bankası loan amounted 88.000 USD on august 2009, which is used for buy 23,786,670 TAV Havalimanı shares from Goldman Sachs.

Due to share purchase loan from İş Yatırım amounted 20.156 TL on November 2009, 14,166,267 units Tav Havalimanı shares detained.

The Company pledged 279,000 of Type A shares of Akfen Ticaret amounting 7,000 TL as a surety for Bank borrowings obtained from ING European Financial Services Plc for refinancing the bank borrowings obtained from various banks for financing the construction of Mercure in Northern Cyprus

%50 shares of Akfen Gayrimenkul Ticaret put in pledge to Türkiye Kalkınma Bankası A.Ş within the context of construction finance.

All shares owned by Akfen Group in HES 1 and HES 1 subsidiaries put in pledge to İş Bankası guarantee attorney of Consortium composed of TSKB, İş Bankası, YKB, Denizbank and Finansbank reward credit of companies in group HES 1 as guarantee within the context of project finance amount of 166.450EUR.

All shares owned by Akfen Group in HES 2 and HES 2 subsidiaries put in pledge to İş Bankası guarantee attorney of Consortium composed of TSKB, İş Bankası, YKB and Denizbank reward credit of companies in group HES 2 as guarantee within the context of project finance amount of 137.800 EUR.

Akfen İnşaat:

As at 30 September 2010 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽¹⁾	USD	7,2	2014	531	864
Secured bank loans ⁽²⁾	USD	6,5	2011	7.140	7.527
Secured bank loans ⁽²⁾	USD	7	2011	1.741	1.831
Secured bank loans ⁽³⁾	USD	8	2011	16.682	17.877
Secured bank loans ⁽³⁾	USD	7	2011	2.082	2.194
Secured bank loans ⁽⁴⁾	TL	14,32	2011	358	371
Secured bank loans ⁽⁴⁾	TL	14,32	2011	534	547
Secured bank loans ⁽⁴⁾	TL	16,2	2010	543	553
Spot loan	TL	--	2014	128	128
				29.739	31.892

⁽¹⁾ Sureties given by Hamdi Akın

⁽²⁾ Sureties given by Hamdi Akın and Akfen Holding

⁽³⁾ Sureties given by Akfen Holding, Hamdi Akın, Akınısı and Akfen Turizm

⁽⁴⁾ Sureties given by Akfen Holding, Akfen Turizm, Akınısı and Akfen Enerji Yatırımları

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

7 LOANS and BORROWING (continued)

As at 31 December 2009 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽⁴⁾	USD	8	2011	2.161	2.188
Secured bank loans ⁽³⁾	USD	10	2011	7.408	7.408
Secured bank loans ⁽⁴⁾	USD	9	2011	3.614	3.637
Secured bank loans ⁽⁵⁾	USD	8,1	2011	17.308	17.492
Secured bank loans ⁽⁸⁾	USD	0,65 montly	2014	683	684
Secured bank loans ⁽⁵⁾	Euro	8	2010	3.132	3.187
Secured bank loans ⁽⁶⁾	Euro	0,6 monthly	2010	332	340
Secured bank loans ⁽¹⁾	TL	1,3 monthly	2010	3.690	3.810
Secured bank loans ⁽²⁾	TL	25	2010	5.699	5.699
Secured bank loans ⁽²⁾	TL	17	2010	175	175
Secured bank loans ⁽²⁾	TL	16	2010	975	975
Secured bank loans ⁽⁶⁾	TL	17,61	2010	2.887	2.987
Secured bank loans ⁽⁶⁾	TL	18,16	2010	202	224
Secured bank loans ⁽⁷⁾	TL	14	2010	1.065	1.065
Secured bank loans ⁽²⁾	TL	16,25	2010	8.947	8.947
Secured bank loans ⁽⁶⁾	TL	22,4	2010	321	342
Secured bank loans ⁽⁶⁾	TL	2,5 monthly	2010	267	290
Spot loan	TL	--	--	110	110
				58.976	59.560

⁽¹⁾ Sureties given by Akfen Holding

⁽²⁾ Sureties given by Hamdi Akın and Akfen Holding

⁽³⁾ Sureties given by Hamdi Akın and Akfen Holding

⁽⁴⁾ Sureties given by Akfen Holding, Hamdi Akın and Akınısı

⁽⁵⁾ Sureties given by Hamdi Akın, Akfen Holding, Akfen Turizm, Akınısı

⁽⁶⁾ Sureties given by Akfen Holding, Hamdi Akın, Akınısı, Akfen Turizm, Akfen GYO and Akfen Enerji

⁽⁷⁾ Sureties given by Akfen Holding, Hamdi Akın and Aksel Turizm

⁽⁸⁾ Sureties given by Hamdi Akın

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

Akfen GYO:

As at 30 September 2010 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽¹⁾	Euro	Euribor + 4,75	2019	131.931	131.931
Secured bank loans ⁽²⁾	Euro	Euribor + 3,70	2015	29.715	29.715
Secured bank loans ⁽³⁾	TL	10,0	2016	15.855	15.855
Secured bank loans ⁽⁴⁾	TL	11,0	2010	2.004	2.004
Secured bank loans ⁽⁵⁾	TL	10,0	2010	1.000	1.000
				180.505	180.505

As at 31 December 2009 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽⁵⁾	USD	14	2010	1.054	1.060
Secured bank loans ⁽⁵⁾	Euro	14	2010	648	652
Secured bank loans ⁽²⁾	Euro	Euribor+3,70	2015	38.885	39.388
Secured bank loans ⁽¹⁾	Euro	Euribor+4,75	2019	124.217	125.026
Secured bank loans ⁽⁵⁾	TL	23,5	2010	1.641	1.641
Secured bank loans ⁽⁴⁾	TL	23	2010	2.207	2.411
Secured bank loans ⁽⁴⁾	TL	22,8	2010	1.460	1.543
Secured bank loans ⁽³⁾	TL	10	2016	15.995	16.248
Spot loan	TL	--	--	271	271
				186.378	188.240

⁽¹⁾. A loan agreement of Euro 100 million is signed with the cooperation of Türkiye İş Bankası AŞ and Türkiye Sınai Kalkınma Bankası AŞ ("TSKB") on 30 July 2008 for financing the hotel projects constructed based on the Memorandum of Understanding which is signed between the Company and Accor S.A. to develop hotel projects in Turkey. Based on the loan agreement, commitment commission which is calculated as annual rate of 1.25 percent on the unused portion of the loan at each quarter from the agreement date till the maturity date is paid. 0.50 percent of the related amount used in each grant from TSKB and 1.00 percent of the related amount is paid as commission. As at 30 September 2010 Company used credit Euro 66.356 thousand. Commitment to credit commission accrual cost TL 187.483 is shown on the note of Short-Term Liabilities (Note 17) for unused credit cost Euro 33.644 thousand

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

Bank borrowings obtained with this agreement is secured by the followings:

-Right of tenancy of the hotels in Gaziantep, Kayseri, Trabzon,Bursa, Zeytinburnu and land of Beylikdüzü and Adana Hotel Project are pledged in favor of the creditors,

- Directorate General of Foundations has been condemned a plot for 49 years in Konak, İzmir.

-Rental revenue of these hotels is pledged in favor of the creditors,

-Demand deposits in banks and financial institutions related with the these projects are pledged in favor of the creditors and shareholders are guaranteed completion of related projects,

-1st, 2nd and 3rd independent divisions of the real estate owned by Akfen GYO with 0.50 percentage are pledged in favor of the creditor. Independent divisions of the real estate owned by Akfen GYO with 0.50 percentage are transfered to Akfen GYT but pledg continues.

⁽²⁾Bank borrowings obtained from ING European Financial Services Plc for refinancing the bank borrowings obtained from various banks for financing the construction of Mercure in Northern Cyprus is secured by the followings:

-According to the Board of Directors resolution numbered 2008/16 and dated 3 July 2008, the Company pledged 279,000 of Type A shares of Akfen Ticaret amounting TL 7,000 as a surety,

-Right of tenancy of Mercure Hotel in Northern Cyprus is pledged in favor of the creditors,

-Rental revenue of the casino in Mercure Hotel in Northern Cyprus is pledged in favor of the creditors,

-Rental revenue of Mercure Hotel in Northern Cyprus is pledged in favor of the creditors,

-Sureties of the shareholders' of Akfen GYO for the total outstanding loan amount,

-Guarantees of letter from various banks for the total outstanding loan amount.

⁽³⁾ Bank borrowings obtained from Türkiye Kalkınma Bankası AŞ for financing construction of Mercure Hotel in Northern Cyprus is secured by the followings:

-Letter of guarantees from various banks for the total outstanding loan amount,

-Sureties of the Akfen İnşaat shareholder of Akfen GYO for the total outstanding loan amount.

⁽⁴⁾ Bank borrowings obtained from Türkiye Vakıflar Bankası T.A.O for financing the construction of Mercure Hotel in Northern Cyprus are secured by sureties of the shareholders' for the total outstanding loan amount.

-Sureties of the Akfen İnşaat and Akfen Holding shareholder of Akfen GYO for the total outstanding loan amount.

- Akfen GYO pledged 0.50 percentage of shares in a favor of creditors.

⁽⁵⁾ Bank borrowings obtained from Türkiye İş Bankası AŞ to finance the operations.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

Akfen HES I:

As at 30 September 2010 the breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal</u>	<u>Year of</u>	<u>Face</u>	<u>Carryig</u>
Secured bank loans	Euro	Euribor+6,5	2020	294.989	292.676
				294.989	292.676

As at 31 December 2010 the breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal</u>	<u>Year of</u>	<u>Face</u>	<u>Carryig</u>
Secured bank loans	Euro	Euribor+6,5	2020	112.085	115.587
				112.085	115.587

All shares owned by Akfen Group in HES 1 and HES 1 subsidiaries put in pledge to İş Bankası guarantee attorney of Consortium composed of TSKB, İş Bankası, YKB, Denizbank and Finansbank reward credit of companies in group HES 1 as guarantee within the context of project finance and in addition to share pledge the guarantees below have been given:

- Deposit pledge on accounts of Project
- Assignment of insurance receivables,
- Assignment of receivables arising from the letter of guarantee,
- Assignment of VAT receivables,
- Assignment of receivables arising from the EPC contract,
- Assignment of Go-risk receivables
- Assignment of Project incomes,
- Completion guarantee of Akfen İnşaat and Akfen Holding during the construction period,
- Completion guarantee of Hydroelectric Plant 1 during the credit period

Akfen HES II:

As at 30 September 2010 the breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal</u>	<u>Year of</u>	<u>Face</u>	<u>Carryig</u>
		<u>interest rate</u>	<u>Maturity</u>	<u>value</u>	<u>value</u>
Secured bank loans	Euro	Euribor+6,5	2020	40.002	35.260
				40.002	35.260

All shares owned by Akfen Group in HES 2 and HES 2 subsidiaries put in pledge to İş Bankası guarantee attorney of Consortium composed of TSKB, İş Bankası, YKB, Denizbank and Fiananbank reward credit of companies in group HES 2 as guarantee within the context of project finance and in addition to share pledge the guarantees below have been given:

- Deposit pledge on accounts of Project
- Assignment of insurance receivables,
- Assignment of receivables arising from the letter of guarantee,
- Assignment of VAT receivables,
- Assignment of receivables arising from the EPC contract,
- Assignment of Go-risk receivables
- Assignment of Project incomes,
- Completion guarantee of Akfen İnşaat and Akfen Holding during the construction period,
- Completion guarantee of Hydroelectric Plant 2 during the credit period

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

Task Su:

As at 30 September 2010 break down of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽¹⁾	Euro	Euribor+8	2011	9.894	9.894
Unsecured bank loans	TL	14,2	2010	13	13
				9.907	9.907

As at 31 December 2009 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽¹⁾	Euro	Euribor+8	2011	3.889	3.993
				3.889	3.993

¹⁾ Task Dilovası has executed a loan agreement with Bank Hapoalim amounted Euro 5,000 thousand with Euribor+8 percent in order to finance its ongoing project. Euro 500 thousand utilized in July 2009, a part of Euro 500 thousand utilized in August 2009, a portion amounting Euro 800 thousand utilized in November 2009, a portion amounting Euro 1000 thousand in January 2010, a portion amounting Euro 1200 thousand in March 2010 and a portion amounting Euro 1000 thousand in May 2010

Task Dilovası shares owned by Task Water, Task Su, Akfen Holding, Task Güllük and Arbiogaz amounting to TL 6,050 have been pledged in order to obtain Hapoalim Bank borrowings.

MIP:

As at 30 September 2010 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽¹⁾	USD	Libor+2,5	2020	427.491	427.491
Secured bank loans ⁽¹⁾	USD	Libor+1	2020	84.082	84.082
				511.573	511.573

As at 31 December 2009 breakdown of bank loans is as follows

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽¹⁾	USD	Libor+2,5	2020	437.404	437.404
Secured bank loans ⁽¹⁾	USD	Libor+1	2020	84.235	84.235
				521.639	521.639

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

7 LOANS and BORROWINGS (continued)

⁽¹⁾ The Company has obtained two bank borrowings namely Senior Debt Loan and Mezzanine Loan amounting to USD 300,000 thousand and USD 50,000 thousand respectively, in order to finance the payment regarding the transfer of operation rights of Mersin International Port. Mezanine loan is a rotative loan and the principal payment can be paid at the maturity date of 2020 where till that date unpaid interest expenses are added to the principle.

According to the share pledge agreement signed on 11 May 2007 with Syndication Banks, the shares of MIP have been given as collateral for Senior Debt Loan to these banks. Beyond this all bank accounts, collections, receivables of MIP given as collateral for Senior Debt. Mezanine loan is secured by the surety of PSA International Group and the Company.

TAV Yatırım:

As at 30 September 2010 and 31 December 2009 breakdown of bank loans are as follows:

	<u>30 September 2010</u>	<u>31 December 2009</u>
TAV Yatırım	3.670	16.550
TAV İnşaat	57.265	45.167
TAV Gulf	10.044	5.815
	<u>70.979</u>	<u>67.532</u>

TAV Yatırım

As at 30 September 2010 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽¹⁾	Euro	7,50	2011	3.670	3.670
				<u>3.670</u>	<u>3.670</u>

As at 31 December 2009 breakdown of bank loans is as follows

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽¹⁾	Euro	8,0	2011	3.794	3.794
Secured bank loans ⁽¹⁾	TL	8,8	2010	12.756	12.756
				<u>16.550</u>	<u>16.550</u>

⁽¹⁾Sureties given by Akfen İnşaat and Tepe İnşaat.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

TAV İnşaat

As at 30 September 2010 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽³⁾	USD	7,50%	2011	3.497	3.497
Secured bank loans ⁽³⁾	USD	7,50%	2011	3.363	3.363
Secured bank loans ⁽²⁾	USD	6,00%	2011	6.227	6.227
Secured bank loans ⁽²⁾	USD	5,00%	2012	3.152	3.152
Secured bank loans ⁽²⁾	USD	4,95%	2012	4.406	4.406
Secured bank loans ⁽²⁾	USD	4,95%	2012	3.137	3.137
Secured bank loans ⁽³⁾	USD	3,75%	2012	3.098	3.098
Secured bank loans ⁽³⁾	USD	3,60%	2012	3.089	3.089
Secured bank loans ⁽³⁾	USD	3,60%	2012	6.190	6.190
Secured bank loans ⁽³⁾	Euro	6,44%	2010	4.296	4.296
Secured bank loans ⁽³⁾	Euro	7,50%	2011	6.437	6.437
Secured bank loans ⁽³⁾	Euro	7,50%	2011	3.670	3.670
Secured bank loans ⁽²⁾	Euro	6,50%	2011	5.853	5.853
Secured bank loans ⁽³⁾	TL	7,50%	--	850	850
				57.265	57.265

As at 31 December 2009 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans ⁽²⁾	USD	6,0	2010	10.693	10.693
Secured bank loans ⁽²⁾	USD	7,0	2010	176	176
Secured bank loans ⁽²⁾	USD	6,9	2010	2	2
Secured bank loans ⁽²⁾	USD	6,0	2011	6.334	6.334
Secured bank loans ⁽¹⁾	USD	9,5	2011	3.388	3.388
Secured bank loans ⁽¹⁾	USD	7,8	2011	3.264	3.264
Secured bank loans ⁽³⁾	Euro	6,5	2010	4.650	4.650
Secured bank loans ⁽²⁾	Euro	6,0	2010	51	51
Secured bank loans ⁽¹⁾	Euro	8,1	2011	6.639	6.639
Secured bank loans ⁽¹⁾	Euro	8,0	2011	3.725	3.725
Secured bank loans ⁽²⁾	Euro	6,5	2011	6.245	6.245
				45.167	45.167

⁽¹⁾ Sureties given by Akfen İnşaat and Tepe İnşaat.

⁽²⁾ Sureties given by Akfen İnşaat, Tav Yatırım Holding and Tepe İnşaat.

⁽³⁾ Sureties given by Tav Yatırım Holding.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

TAV Gulf

As at 30 September 2010 breakdown of bank loans is as follows

	<u>Currency</u>	<u>Nominal</u>	<u>Year of</u>	<u>Face</u>	<u>Carrying</u>
Secured bank loans ⁽¹⁾	UAE Dirham	7,0	2010	941	941
Unsecured bank loans	UAE Dirham	6,5	2010	506	506
Secured bank loans ⁽²⁾	UAE Dirham	8,0	2010	2.595	2.595
Secured bank loans ⁽²⁾	UAE Dirham	8,0	2010	2.579	2.579
Secured bank loans ⁽²⁾	UAE Dirham	8,0	2010	2.649	2.649
Secured bank loans ⁽²⁾	UAE Dirham	7,0	2010	169	169
Unsecured bank loans	UAE Dirham	8,0	2010	425	425
Unsecured bank loans	UAE Dirham	7,0	2010	89	89
Secured bank loans ⁽²⁾	UAE Dirham	4,25	2011	57	57
Secured bank loans ⁽²⁾	UAE Dirham	5,75	2011	14	14
Secured bank loans ⁽⁵⁾	UAE Dirham	5,25	2014	20	20
				10.044	10.044

As at 31 December 2009 breakdown of bank loans is as follows:

	<u>Currency</u>	<u>Nominal</u>	<u>Year of</u>	<u>Face</u>	<u>Carrying</u>
Secured bank loans ⁽³⁾	UAE Dirham	7,5	2010	3.137	3.137
Secured bank loans ⁽⁴⁾	UAE Dirham	7,5	2010	2.035	2.035
Secured bank loans ⁽⁵⁾	UAE Dirham	4,6	2010	180	180
Spot loan	UAE Dirham	--	--	463	463
				5.815	5.815

⁽¹⁾ Sureties given by TAV Tepe Akfen Yatırım İnşaat.

⁽²⁾ Sureties given by TAV Tepe Akfen Yatırım İnşaat and Tav Yatırım Holding.

⁽³⁾ Sureties given by TAV Yatırım İnşaat and Tav Yatırım Holding.

⁽⁴⁾ Sureties given by TAV Yatırım İnşaat.

⁽⁵⁾ Vehicle. Cars were pledged.

TAV Havalimanları:

As at 31 September 2010 and 31 December 2009 breakdown of loans is as follows:

	<u>30 September 2010</u>	<u>31 December 2009</u>
TAV İstanbul	219.668	251.885
TAV Tunus	195.071	210.854
TAV Holding	24.275	90.324
TAV Esenboğa	74.522	81.372
TAV İzmir	30.446	42.817
TAV Tiflis	16.239	17.784
ATÜ	12.681	13.583
HAVAŞ	15.312	11.602
HAVAŞ Holding	30.539	--
Other	19.204	6.643
	637.957	726.864

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

TAV İstanbul

As at 30 September 2010 breakdown of loans of TAV İstanbul is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 2,50	2018	203.298	200.411
Secured bank loan	Euro	Euribor + 2,50	2019	19.194	18.914
Spot loan	TL	--	--	343	343
				222.835	219.668

As at 31 December 2009 breakdown of loans of TAV İstanbul is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 2,50	2018	234.616	229.514
Secured bank loan	Euro	Euribor + 2,50	2019	22.570	22.064
Spot Loan	TL	--	--	307	307
				257.493	251.885

TAV Tunus

As at 30 September 2010 breakdown of loans of TAV Tunus is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 2,28	2028	86.851	86.674
Secured bank loan	Euro	Euribor + 2,00	2022	56.877	56.434
Secured bank loan	Euro	Euribor + 1,54	2028	36.117	36.457
Secured bank loan	Euro	Euribor + 4,75	2028	15.453	15.506
				195.298	195.071

As at 31 December 2009 breakdown of loans of TAV Tunus is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 2,00	2022	94.980	93.638
Secured bank loan	Euro	Euribor + 1,54	2028	62.200	61.126
Secured bank loan	Euro	Euribor + 2,28	2028	16.900	16.643
Secured bank loan	Euro	Euribor + 4,75	2028	39.498	39.447
				213.578	210.854

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

TAV Holding

As at 30 September 2010 breakdown of loans of TAV Holding is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Unsecured bank loan	USD	Libor+4,50	2010	1.579	1.616
Unsecured bank loan	USD	5,50	2011	9.476	9.502
Unsecured bank loan	Euro	4,10-8,0	2011	8.771	8.880
Secured bank loan	Euro	8,0	2011	4.128	4.230
Spot loan	TL	--	--	47	47
				24.001	24.275

As at 31 December 2009 breakdown of loans of TAV Holding is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Unsecured bank loan	USD	4,50	2010	3.933	3.935
Unsecured bank loan	USD	Libor + 1,20	2010	3.277	3.293
Secured bank loan	USD	Libor + 1,85	2012	35.176	35.330
Secured bank loan	Euro	Euribor + 4,00	2010	5.643	5.666
Unsecured bank loan	Euro	Euribor + 5,00	2010	7.053	7.083
Unsecured bank loan	Euro	Euribor + 4,00	2010	11.285	11.316
Unsecured bank loan	Euro	6,25	2010	1.975	2.041
Secured bank loan	Euro	8,00	2011	5.642	5.670
Unsecured bank loan	Euro	4,1	2011	8.464	8.470
Unsecured bank loan	TL	16,25	2010	2.612	2.860
Unsecured bank loan	TL	16,50	2010	2.651	2.902
Unsecured bank loan	TL	8,75	2010	1.698	1.718
Spot Loan	TL	--	--	40	40
				89.449	90.324

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

TAV Esenboğa

As at 30 September 2010 breakdown of loans of TAV Esenboğa is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 2,35	2021	75.072	74.425
Spot loan	TL	--	--	97	97
				75.169	74.522

As at 31 December 2009 breakdown of loans of TAV Esenboğa is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 2,35	2021	82.945	81.279
Spot loan	TL	--	--	93	93
				83.038	81.372

TAV İzmir

As at 30 September 2010 breakdown of loans of TAV İzmir is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 3,00	2013	30.195	30.446
				30.195	30.446

As at 31 December 2009 breakdown of loans of TAV İzmir is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Libor + 3,00	2013	41.931	42.817
				41.931	42.817

TAV Tiflis

As at 30 September 2010 breakdown of loans of TAV Tiflis is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	USD	Libor + 4,50	2015	15.843	16.239
				15.843	16.239

As at 31 December 2009 breakdown of loans of TAV Tiflis is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	USD	Libor + 4,50	2015	17.749	17.784
				17.749	17.784

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

ATÜ

As at 30 September 2010 breakdown of loans and borrowing of TAV ATÜ is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 2,70	2015	5.972	6.008
Secured bank loan	Euro	5,00 - 7,00	2012-2018	5.158	5.181
Secured bank loan	Euro	5,20	2012	554	558
Secured bank loan	Euro	5,00	2012	445	476
Secured bank loan	Tunisia Dinar	5,93	2013	333	349
Spot loan	TL	--	--	109	109
				12.571	12.681

As at 31 December 2009 breakdown of loans and borrowings of TAV ATÜ is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	5,00	2012	689	689
Secured bank loan	Euro	Euribor + 2,70	2015	7.132	7.097
Secured bank loan	Euro	Euribor + 2,70	2018	5.640	5.797
				13.461	13.583

HAVAŞ

As at 30 September 2010 breakdown of loans of HAVAŞ is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 5,75	2017	10.319	10.421
Secured bank loan	TL	8 – 8,25	2010	3.967	3.967
Spot loan	TL	--	--	924	924
				15.210	15.312

As at 31 December 2009 breakdown of loans of HAVAŞ is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 5,75	2017	11.285	11.157
Spot loan	TL	--	--	445	445
				11.730	11.602

HAVAŞ Holding

As at 30 September 2010 breakdown of loans of HAVAŞ Holding is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loan	Euro	Euribor + 4,75	2018	30.957	30.539
				30.957	30.539

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

7 LOANS and BORROWINGS (continued)

RHI:

As at 30 September 2010 breakdown of loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans	Euro	Euribor +7,5	2010-2012	15.181	15.181
				15.181	15.181

Bank borrowings for financing the construction of Samara City Hotel .According to agreement land of hotel , rights of rent and shares of LLC Samstorykom and LLC Yaroslav have been collateralized for borrowing by company.

As at 31 December 2009 breakdown of loans is as follows

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans	Euro	Euribor +7,5	2010	4.107	4.107
				4.107	4.107

RPI:

As at 30 September 2010 breakdown of loans is as follows

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans	Euro	Euribor +7,5	2010	4.229	5.085
				4.229	5.085

Bank borrowings for financing the construction of Samara City Hotel .According to agreement land of hotel and shares of LLC Volgostroykom have been collateralized for borrowing by company.

As at 31 December 2009 breakdown of loans is as follows:

	<u>Currency</u>	<u>Nominal interest rate</u>	<u>Year of Maturity</u>	<u>Face value</u>	<u>Carrying amount</u>
Secured bank loans	Euro	Euribor +7,5	2010	2.930	2.930
				2.930	2.930

8 OTHER FINANCIAL LIABILITIES

Other short term financial liabilities

As at 30 September 2010 and 31 December 2009 other short term financial liabilities of the Group is as follows:

	<u>30 September 2010</u>	<u>31 December 2009</u>
Derivatives	72.787	48.188
	72.787	48.188

As at 30 September 2010 and 31 December 2009 other short term liabilities are comprised of derivative instruments of TAV Havalimanları.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

8 OTHER FINANCIAL LIABILITIES (continued)

Interest rate swap and derivative agreements

TAV Esenboğa uses interest rate derivatives to manage its exposure to interest rate fluctuations on its bank borrowings. 100% of project finance loan is hedged through Interest Rate Swap (“IRS”) contract during the life of the loan with an amortising schedule depending on repayment of the loan.

TAV İstanbul uses interest rate derivatives to manage its exposure to interest rate fluctuations on its bank borrowings. Approximately 100% of project finance loan is hedged through IRS contract during the life of the loan with an amortising schedule depending on repayment of the loan.

TAV Tunisia uses interest rate derivatives to manage its exposure to interest rate fluctuations on its bank borrowings. 85% of project finance loan is hedged through IRS instrument contract during the life of the hedging contract loan with an amortising schedule depending on repayment of the loan.

TAV İzmir uses interest rate derivatives to manage its exposure to interest rate fluctuations on its bank borrowings. 68% of project finance loan is hedged through IRS instrument contract during the life of the hedging contract loan with an amortising schedule depending on repayment of the loan.

Other long term financial liabilities

As at 30 September 2010 and 31 December 2009 other long term financial liabilities are as follows:

	<u>30 September 2010</u>	<u>31 December 2009</u>
Derivatives	54.567	37.596
	<u>54.567</u>	<u>37.596</u>

As at 30 September 2010 and 31 December 2009 the Group’s other financial liabilities are comprised of derivative instruments of MIP.

Derivative agreements

MIP uses interest rate swap to manage its exposure to interest rate movements on 75% of its senior debt loan for loan maturity from Bayerische Hypo-und Vereinsbank AG and ABN Amro Bank.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

9 TRADE RECEIVABLES and PAYABLES

Short-term trade receivables

As at 30 September 2010 and 31 December 2009 current trade receivables comprised of the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Due from related parties (Note 25)	14.982	23.804
Other trade receivables	252.206	258.927
	<u>267.188</u>	<u>282.731</u>

As at 30 September 2010 and 31 December 2009 other trade receivables are comprised of the following:

	<u>30 September 2010</u>	<u>31 December 2009</u>
Due from customers for contract work (Note 12)	89.977	96.856
Contract receivables	64.494	54.116
Trade receivables	53.418	76.233
Retentions held by employer	33.910	21.277
Guaranteed passenger fee receivable from DHMİ	10.359	12.329
Notes receivable	1.855	182
Allowances for doubtful receivables (-)	(1.807)	(2.066)
	<u>252.206</u>	<u>258.927</u>

Guaranteed passenger fee receivable represents the remaining discounted guaranteed passenger fee to be received from DHMİ according to the agreements made for the operations of Ankara Esenboğa Airport and İzmir Adnan Menderes Airport as a result of IFRIC 12 application.

Retentions held by the employer as guarantee are retentions held from progress payments to specified contractual rates. Such guarantees are collected following the completion of the project.

Long-term trade receivables

As at 30 September 2010 and 31 December 2009 non-current trade receivables are comprised of the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Due from related parties (Note 25)	703	3.751
Other trade receivables	82.518	99.407
	<u>83.221</u>	<u>103.158</u>

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

9 TRADE RECEIVABLES and PAYABLES (continued)

As at 30 September 2010 and 31 December 2009 long term trade receivables are comprised of the following.

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Guarenteed passanger fee receivable from DHMI	61.385	75.868
Retentions held by employer	3.241	13.968
Guarenteed receivables from OSB	15.045	9.571
Trade receivables	2.847	--
	82.518	99.407

Short-term trade payables

As at 30 September 2010 and 31 December 2009 current trade payables of the Group are comprised of the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Due to related parties (Note 25)	16.639	24.650
Other trade payables	87.357	154.571
	103.996	179.221

As at 30 September 2010 and 31 December 2009 other current trade payables are comprised of the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Trade payables	77.191	145.863
Retentions held by the Group	10.166	8.708
	87.357	154.571

Trade payables consist of payables to the suppliers for construction in progress activities, payables to subcontractors and payables to insurance companies.

Long-term trade payables

As at 30 September 2010 and 31 December 2009 non-current trade payables are comprised of the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Due to related parties (Note 25)	5.173	5.889
Other trade payables	12.681	10.422
	17.854	16.311

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

9 TRADE RECEIVABLES and PAYABLES (continued)

As at 30 September 2010 and 31 December 2009 other non-current payables are comprised of the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Retentions held by the Group	12.681	10.315
Other trade payables	--	107
	12.681	10.422

10 OTHER RECEIVABLES and PAYABLES

Other short-term receivables

As at 30 September 2010 and 31 December 2009 other current receivables are comprised of the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Due from related parties (Note 25)	6.540	5.295
Other non-trade receivables	174.625	183.805
	181.165	189.100

As at 30 September 2010 and 31 December 2009 other non-current other receivables are comprised of the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Project reserve and funding accounts (*)	154.018	171.075
Cash collaterals (**)	9.635	6.021
Other	10.972	6.709
	174.625	183.805

(*) Certain subsidiaries, such as TAV İstanbul, TAV Esenboğa, TAV İzmir, TAV Tunisia, TAV Tiflis and ATÜ ("the Borrowers") opened Project Accounts designated mainly in order to reserve required amount of debt services, lease payment to DHMİ based on agreements with their lenders. As a result of pledges regarding the project bank loans as explained in Note 30, all cash hold by above mentioned joint ventures except for cash on hand are classified in these accounts. Based on these agreements, the Group can access and use such restricted cash but all withdrawals from the project accounts are upon the lenders' consent.

(**) Comprised of the time deposits of HAVAŞ given as a collateral for its bank loan.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

10 OTHER RECEIVABLES and PAYABLES (continued)

Other long-term receivables

As at 30 September 2010 and 31 December 2009 other non-current receivables of the Group are as follows:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Due from related parties (Note 25)	9.527	1.878
Other non-current receivables	2.865	2.214
	<u>12.392</u>	<u>4.092</u>

As at 30 September 2010 non-current portion of other receivables 1.471 TL (31 December 2009: 2.214 TL) includes deposits and guarantees given.

Other short-term payables

As at 30 September 2010 and 31 December 2009 other current payables of the Group are as follows:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Due to related Parties (Note 25)	18.129	13.143
Other Payables	120.516	152.801
	<u>138.645</u>	<u>165.944</u>

As at 30 September 2010 and 31 December 2009 other current payables comprised of the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Advances received	78.618	106.903
Deposits and guarantees received	12.154	7.390
TAV Tunus concession payable	10.008	6.461
Due to personnel	7.464	6.887
Corporate tax payable	6.380	5.237
Taxes and duties payable	3.859	16.875
Other payables	2.033	3.048
	<u>120.516</u>	<u>152.801</u>

Advances received are mainly comprised of advances received from employers for construction projects.

Deposits and guarantees received are mainly comprised of guarantee deductions from subcontractors' progress payments.

According to concession agreement TAV Tunus is obliged to pay between 11 % and 26 % of the total revenues of Monastir and Enfidha Airports for 40 years.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

10 OTHER RECEIVABLES and PAYABLES (continued)

Other long-term payables

As at 30 September 2010 and 31 December 2009 non-current payables of the Group are as follows:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Due to related parties (Note 25)	9.921	10.833
Other payables	23.475	27.181
	33.396	38.014

As at 30 September 2010 and 31 December 2009 advances received are mainly comprised of advances received from employers for construction projects.

11 INVENTORIES

As at 30 September 2010 and 31 December 2009, inventories comprised the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Raw materials	3.218	231
Tax-free shop inventory	3.578	3.319
Spare parts	2.626	2.639
Trading property	--	7.030
Trading properties under development	--	30.967
Other inventory	1.182	1.572
	10.604	45.758

As of 31 December 2009, trading properties under development is composed of a land; where Loft 2 Building is being constructed on, amounted to TL 28,486 and other land located in İncek, amounted to TL 2,481. As at 30 September 2010 shares of Akfen Gayrimenkul Yatırımları are sold thus there is no trading properties under development. Tax-free shop inventory and spare parts belongs to TAV Havalimanları. As at 30 September 2010, 2.574 TL of raw materials are comprised of Tav Yatırım inventories, and 125 TL of raw materials are comprised of Akfen İnşaat inventories.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

12 DUE FROM/DUE TO CUSTOMERS FOR CONTRACT WORK

As at 30 September 2010 and 31 December 2009 details of uncompleted contracts are as follows:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Total costs incurred on uncompleted contracts	902.519	1.171.596
Estimated earnings/(costs)	52.117	110.573
Total estimated revenue on uncompleted contracts	955.636	1.282.169
Less: Billings to date	(865.659)	(1.185.313)
Net amounts due from (due to) customers for contract work	89.977	96.856

The portion of due from/due to contractual works included in consolidated balance sheet is as follows:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Due from customers for contract work (Note 9)	89.977	96.856
	89.977	96.856

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

13 INVESTMENT PROPERTY

Movements of investment property during the periods ended 30 September 2010 and 30 September 2009 are as follows:

	<u>2010</u>	<u>2009</u>
Net book value, opening	531.647	469,343
Additions	33.199	14,316
Disposals	(55.095)	--
Increase in value	23.462	--
Net book value, closing	<u>533.213</u>	<u>483,659</u>

Increase in fair value

As at 30 September 2010 increase in fair value of investment properties owned by Akfen GYO comprised of NOVOTEL/İBİS Kayseri Hotel's valuation amount TL 4.329, NOVOTEL Trabzon Hotel valuation amount TL 1.143, NOVOTEL/İBİS Gaziantep Hotel valuation amount TL 946, NOVOTEL/İBİS Zeytinburnu Hotel valuation amount TL 500 and NOVOTEL/İBİS Eskişehir valuation amount TL 35. As at 30 September 2010 increase in value of investment properties in progress comprised of İBİS Bursa Hotel valuation amount TL 2.861 and İBİS Esenyurt Hotel valuation amount TL 12.585 and shown in other operating income in summary consolidated income statement at 30 September 2010

Additions

Major additions occurred in nine month interim period ended with 30 September 2010 comprised of Akfen GYO, RHI and RPI additions. Major additions occurred in nine month interim period ended with 30 September 2009 comprised of Akfen GYO and Akfen İnşaat.

Disposals

Akfen İnşaat has disposed various land and buildings through sale in nine month interim period ended with 30 September 2010.

Mortgage and pledge

As at 30 September 2010 investment properties owned by Akfen GYO and Akfen İnşaat encumbered with a mortgage amount of TL 460.762. (31 December 2009: TL 505.033)

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

14 PROPERTY and EQUIPMENT

Movements of property, plant and equipment and related accumulated depreciation during the periods ended 30 September 2010 and 30 September 2009 are as follows:

	<u>2010</u>	<u>2009</u>
Balance at 1 January		
Cost	384.088	300.778
Accumulated depreciation	(77.922)	(61.389)
Net book value	306.166	239.389
Net book value, opening	306.166	239.389
Effect of change in group structure	748	(2.094)
Additions	215.285	120.988
Provision for impairment	(3.455)	--
Translation difference	(5.971)	308
Disposals	(15.786)	(93.867)
Depreciation for the period	(16.064)	(11.601)
Transfers to intangible assets	(189)	(67)
Net book value, closing	480.734	253.057
Balance at 30 September		
Cost	561.112	327.012
Accumulated depreciation	(80.378)	(73.955)
Net book value	480.734	253.057

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

15 INTANGIBLE ASSETS

Movements of property, plant and equipment and related accumulated depreciation during the periods ended 30 September 2010 and 30 September 2009 are as follows:

	<u>2010</u>	<u>2009</u>
Balance at 1 January		
Cost	1.137.353	1.323.788
Accumulated amortization	(94.734)	(63.184)
Net book value	1.042.619	1.260.604
Net book value, opening	1.042.619	1.260.604
Effect of change in group structure	(58)	--
Additions	13.535	115.161
Transfers from property and equipment	189	67
Translation differences	(56.177)	(10.330)
Disposals	--	(398.311)
Amortization for current period	(29.714)	(22.045)
Net book value, closing	970.394	945.146
Balance at 30 September		
Cost	1.091.699	1.033.866
Accumulated amortization	(121.305)	(88.720)
Net book value	970.394	945.146

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

16 COMMITMENTS and CONTINGENCIES

(a) Letter of guarantees and suretyship

Commitments and contingent liabilities arising in the ordinary course of business for the Group comprised the following items as at 30 September 2010, and 31 December 2009:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Given by the Company		
A.Given by Company itself	1.079.498	925.573
B.Given by subsidiaries	1.350.454	1.438.454
C.Given by third parties to continue regular operations.	--	--
D.Others	319.861	205.751
i. Given in favor of main shareholder	236.784	204.319
ii. Given for other Group companies not included in B and C	83.077	--
iii. Given in favor of third parties not included in C	--	1.432
	<u>2.749.813</u>	<u>2.569.778</u>

Total commitment and contingencies over the Group's equity as at 30 September 2010 is 612%(31 December 2009: 486 %)

(b) Collaterals taken

As at 30 September 2010 Akfen Holding and subsidiaries has taken letter of guarantees, notes as guarantee from the subcontractors amounting to TL 175.805 (31 December 2009; TL 152.585)
As at 30 September 2010 notes taken for the construction companies of Akfen Holding and its subsidiaries are amounting to TL 31.744 (31 December 2009: TL 32.504), and for the hydroelectric companies amounting to TL 26.987 (31 December 2009: TL 30.519) .

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

17 OTHER ASSETS and LIABILITIES

Other current assets

As at 30 September 2010 and 31 December 2009 other current assets comprised the following:

	<u>30 September</u> <u>2010</u>	<u>31 December</u> <u>2009</u>
Prepaid concession expense	64.704	66.173
VAT carried forward	30.209	42.952
Advance given to subcontractors	29.825	29.294
Income accrual	35.342	15.153
Order advances given	20.620	15.570
Prepaid expenses	6.877	12.078
Withholding taxes over progress billings	2.383	863
Prepaid taxes and funds	4.460	2.884
Other	10.251	863
	<u>204.671</u>	<u>190.866</u>

Other non-current assets

As at 30 September 2010 and 31 December 2009 other non-current assets comprised the following:

	<u>30 September 2010</u>	<u>31 December 2009</u>
Carried forward VAT	78.868	59.738
Prepaid concession expense	57.209	60.609
Advances given	11.892	24.450
Withholding taxes over progress billings	9.613	5.210
Prepaid expenses	2.461	2.049
Advances given to subcontractors	1.169	4.968
Other	3.779	5.021
	<u>164.991</u>	<u>162.045</u>

As at 30 September 2010 prepaid concession expense of Tav Havalimanı is TL 57.209(31 December 2009: TL 60.609).

As at 30 September 2010, VAT carried forward is mainly related to the VAT incurred from capital expenditures amounted to TL 46.993 (31 December 2009: TL 27.289). Since these plants are under construction for hydroelectric plant projects, the Group does not have adequate VAT payable in order to net-off these VAT receivables. As at 30 September 2010 Akfen GYO has VAT amounting to TL 27.958 (31 December 2009: TL 25.953) . The income of real estate investment trusts is exempt from Corporate Income Tax according to New Corporate Tax Law. However, Akfen GYO is subject to pay 18% VAT for the purchase of construction materials

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

17 OTHER ASSETS and LIABILITIES (continued)

Other current liabilities

As at 30 September 2010 TL 34.329 of other current liabilities is composed of expense accruals. TL 20.872 of these accruals belongs to Tav Yatırım, 3.281 TL belongs to Tav Holding, and TL 10.176 belongs to Akfen İnşaat's payables to subcontractors of HEPP Projects and Bursa Hotel Project.

As at 31 December 2009 significant portion of other current liabilities is comprised of expense accruals. TL 14.152 belongs to Tav Yatırım and TL 5.734 belongs to Akfen İnşaat's payables to subcontractors for HES, LOFT 2 and Bursa Hotel projects and TL 3.290 is composed of MIP's provision for bonus and invoices not charged yet.

18 EQUITY

As at 30 September 2010 and 31 December 2009, the shareholding structure of the Company based on the number of shares is presented below:

	<u>30 September 2010</u>		<u>31 December 2009</u>	
	<u>Shares</u>	<u>% of ownership</u>	<u>Shares</u>	<u>% of ownership</u>
Hamdi Akın	99.208	88,27	94.363	94,68
Akfen İnşaat	3.995	3,55	4.125	4,14
Akınısı Makine	529	0,47	529	0,53
Akfen Turizm	529	0,47	529	0,53
Şafak Akın	41	0,04	41	0,04
Meral Köken	41	0,04	41	0,04
Nihal Karadayı	41	0,04	41	0,04
Publicly traded shares	8.000	7,12	--	--
Paid in capital (nominal)	112.384	100	99.669	100

As at 31 December 2009, 2008 and 2007 there is no pledge on Akfen Holding's share.

As at 30 September 2010 the number of shares is 112.383.890 with a par value of TL 1 each (31 December 2009: 104.513.890). As at 31 December 2009 TL 4.845 of unpaid portion of capital amounting to TL 104.514 has been paid on 10 March 2010 by shareholders.

In 14 May 2010 public offering was performed with TL 8000 nominal shares which are composed of TL 7.870 nominal shares issued due to the Company's capital increase from TL 104.514 to TL 112.384 and TL 130 nominal values shares owned by Akfen İnşaat Turizm ve Ticaret A.Ş.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

18 EQUITY (continued)

Translation reserve

As at 30 September 2010 the translation reserve amounting TL 1.288 (31 December 2009: 25.004 TL) comprise of foreign exchange difference arising from the translation of the financial statements of MIP, TAV Yatırım, RHI, RPI, Hyper Foreign and TAV Havalimanları from their functional currency of USD and Euro to the presentation currency TL which is recognized in other comprehensive income under equity

Hedging reserve

The hedging reserve comprise the effective portion of the cumulative net change in the fair value of cash flow hedging instrument related to hedged transaction that have not yet occurred. As at 30 September 2010 the hedging reserve amounting, 94.258 TL is recognized in equity which is related to the interest rate swap contracts made in 2010 by MIP and TAV Havalimanları (31 December 2009: 60.677 TL MIP and TAV Havalimanları “swap” agreements)

Revaluation surplus

The customer relationship and DHMİ licence were remeasured to their fair values by TAV Havalimanları in 2007. The change in fair value is reflected as revaluation surplus in the consolidated financial statements of TAV Havalimanları.

The accompanying consolidated financial statements include the Group’s share of the revaluation surplus as at 30 September 2010 and 2009.

Treasury shares

When share capital recognised as equity is repurchased, the amount of the consideration paid, which includes directly attributable costs, is net off any tax effects, and is recognised as a deduction from equity. Repurchased shares are classified as treasury shares and are presented as a deduction from total equity. When treasury shares are sold or reissued subsequently, the amount received is recognised as an increase in equity, and resulting surplus or deficit on the transaction is transferred to/from retained earnings.

Business combination of entities under common control

Shares purchased from the entities under common control are accounted on carrying amount. Shares of Hamdi Akın in Akfen Enerji composing 20 % of total shares of Akfen Enerji were purchased by the Company as at 6 April 2010 for Euro 36.000.000 and shares of THO BV in Akfen GYO composing 32,47% purchased by the Company at 31 August for Euro 63.710.194 transfer has been processed. The surplus of net asset value over the purchase price has been recorded under equity in the “transactions with entities under common control line”.

Share premiums

The surplus of the sales price over the nominal value of the shares during the initial public offering of the shares composing 7,118 % of total shares at 14 May 2010 were accounted as share premium. Commission expenses, advertising expenses and consultancy expenses which are related with initial public offering amounting to TL 7.942 were associated with retained earnings in accordance with the communique and related CMB announcements.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

18 EQUITY (continued)

Restricted reserves

Retained earnings as per statutory financial statements, other than legal reserve requirements, are available for distribution subject to legal reserve requirement referred to below:

The legal reserve consist of first and second reserves, appropriated in accordance with the Turkish Commercial Code (TCC). The TCC stipulates that the first legal reserve is appropriated out of statutory profits at the rate 5% per annum, until the total reserve reaches 20% of the Company's paid-in share capital. The second legal reserve is appropriated at the rate of 10% per annum of all cash distributions in excess of 5% of the paid-in share capital. Under the TCC, the legal reserves can only be used to offset losses and are not available for any other usage unless they exceed 50% of paid-in share capital.

Other reserves

Other reserve comprises all gain or loss realized on sale of non-controlling interest in a subsidiary.

On 5 March 2010, an agreement regarding the sale of 18% of shares of TAV Tunisia to Pan African Infrastructure Development Fund ("PAIDF") was signed by the parties. Fore-mentioned shares have been transferred to PAIDF in September 2010 and PAIDF has gained the control of these shares afterwards. As a result, as at 30 September 2010, TAV Havalimanları Holding's share in TAV Tunisia has decreased to 67% and the effect of this transaction amounting to TL 39.208 (Group's share: TL 10.241) is recognised as an equity transaction as other reserves in the consolidated interim financial statements.

As at 18 March 2010 with the shares of 65 % TAV Havalimanları, 28,3333 % HSBC Investment Bank Holdings Plc and 6,6667 % İş Girişim Sermayesi Yatırım Ortaklığı A.Ş. Havaş Yatırım Holding has been incorporated. With the capital payments of Tav Havalimanları Euro 78 million, HSBC Investment Bank Holdings Plc Euro 34 million and İş Girişim Sermayesi Yatırım Ortaklığı AS Euro 8 million capital of Havas Yatırım Holding has reached to Euro 120 million. Havaş Yatırım Holding, has purchased all shares of Havaş for EURO 180 million. As at 30 September 2010, as a result of these operations shares of Tav Havalimanları in Havaş Yatırım Holding has decreased to 65% and Havaş Yatırım Holding has been fully consolidated and non-controlling interest has been computed the effects of these transactions has been presented in the statements of changes in equity as other reserves.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

19 OTHER OPERATING INCOME

For the periods ended 30 September 2010 and 2009 other operating income comprised the following:

	1 January- 30 September 2010	1 July- 30 September 2010	1 January- 30 September 2009	1 July- 30 September 2009
Increase in value of investment property	23.462	9.224	--	--
Profit on sale of investment(*)	8.877	--	4.258	4.258
Insurance income(**)	4.644	483	--	--
Advertisement income	4.904	1.757	3.696	1.484
Rent income	3.648	1.455	4.391	2.082
Profit on sale of tangible asset	1.947	1.086	484	--
Profit on sale of trading properties	1.868	1.349	3.387	453
Compensation income	--	--	1.611	--
Other	10.452	3.208	7.407	3.736
	59.802	18.562	25.234	12.013

(*)As at 30 September 2010, gain on sale of investment is comprised of sale of Akfen Gayrimenkul Yatırımları shares.

(**)As at and for the nine-month period ended 30 September 2010, for the damage occurred on the generators of the Trigenation Project of TAV İstanbul. Insurance income is accrued for the receivables from insurance companies.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

20 FINANCE INCOME

For the periods ended 30 September 2010 and 2009 financial income comprised the following.

	1 January- 30 September 2010	1 July- 30 September 2010	1 January- 30 September 2009	1 July- 30 September 2009
Finance income				
Foreign exchange gain	137.683	46.187	46.157	15.248
Interest income	19.786	13.468	6.415	(2.757)
Interest income related to IFRIC 12(*)	4.150	2.041	2.261	1.148
Unearned interest income, net	1.848	1.220	2.228	2.061
Other	50	11	35	(24)
	163.517	62.927	57.096	15.676

(*)Discount income includes unwinding of discount on guaranteed passenger fee receivables from DHMI (concession receivables)..

For the periods ended 30 September 2010 and 2009 financial income/(expenses) accounted in other comprehensive income are as follows:

	1 January- 30 September 2010	1 July- 30 September 2010	1 January- 30 September 2009	1 July- 30 September 2009
Foreign currency translation differences	(25.680)	(8.065)	1.604	(1.093)
Hedging reserve	(37.861)	(24.226)	14.136	(2.807)
	(63.541)	(32.291)	15.740	(3.900)

21 FINANCE EXPENSE

For the periods ended 30 September 2010 and 2009 finance expense is comprised of the following:

	1 January- 30 September 2010	1 July- 30 September 2010	1 January- 30 September 2009	1 July- 30 September 2009
Finance expense				
Financial expenses	120.159	39.544	127.305	31.624
Foreign exchange loss	110.047	40.883	46.256	6.764
Unearned interest expense, net	63	(187)	--	(1.786)
Other	4.657	1.807	4.598	(839)
	234.926	82.047	178.159	35.763

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

22 ASSET CLASSIFIED AS HELD FOR SALE and DISCONTINUED OPERATIONS

Profit from discontinued operations, net of tax

The Group, has sold its shares in %99,87 owned Akfen Danışmanlık to Hamdi Akın, Selim Akın and Pelin Akın; on March 10 , %100 owned Akfen Turizm and Akınısı on March 18, %42.50 owned Artı Döviz on April 5 and %37 owned IBS shares to Akfen Altyapı Danışmanlık. Assets and liabilities of Artı Döviz and IBS are classified as asset held for sale as at 30 September 2010.

For the periods ended 30 September 2010 and 2009 profit for the period of Akfen Altyapı Danışmanlık, Akınısı, Akfen Turizm, Artı Döviz IBS is classified as “profit from discontinued operations, net of tax” for the consolidated financial statements. Beyond this; profit for the period of Tüvtürk Kuzey, Tüvtürk Güney, Tüvtürk İstanbul and Adana İçel Hatay which are sold in the year 2009, are classified as “profit from discontinued operations, net of tax” for the consolidated financial statements.

	1 January- 30 September	1 July- 30 September	1 January- 30 September	1 July- 30 September
Revenue	14.292	--	234.889	193.619
Cost of sales	(9.387)	--	(200.458)	(174.074)
Other income	83	--	639	445
Other expenses	(23)	--	(34)	131
General administrative expenses	(2.481)	--	(15.051)	(10.758)
Finance income	828	--	12.695	8.268
Finance expense	(651)	--	(15.551)	(9.301)
Tax income/expense	(491)	--	(2.753)	(2.091)
Non controlling share	--	--	(489)	1.514
Profit/(Loss) for the period	2.170	--	13.888	7.755
Gain of sale of investments (Turizm, Akınısı ve Altyapı Danışmanlık)	15.056	--	--	--
	17.226	--	13.888	7.755

23 TAXATION

Corporate tax:

In Turkey, corporate income tax is levied at the rate of 20% on the statutory corporate income tax base, which is determined by modifying accounting income for certain exclusions and allowances for tax purposes.

There is also a withholding tax on the dividends paid and is accrued only at the time of such payments. The withholding tax rate on the dividend payments other than the ones paid to the non-resident institutions generating income in Turkey through their operations or permanent representatives and the resident institutions is 15 percent. In applying the withholding tax rates on dividend payments to the non-resident institutions and the individuals, the withholding tax rates covered in the related Double Tax Treaty Agreements are taken into account. Appropriation of retained earnings to capital is not considered as profit distribution and therefore is not subject to withholding tax.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

23 TAXATION*(continued)*

The transfer pricing provisions have been stated under the Article 13 of Corporate Tax Law with the heading of “disguised profit distribution via transfer pricing”. The General Communiqué on disguised profit distribution via transfer pricing dated 18 November 2007 sets details about implementation. If a tax payer enters into transactions regarding sale or purchase of goods and services with related parties, where the prices are not set in accordance with arm’s length basis, then related profits are considered to be distributed in a disguised manner through transfer pricing. Such disguised profit distributions through transfer pricing are not accepted as a tax deductible for corporate income tax purposes.

In Turkey, the tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, provision for taxes shown in the consolidated financial statements reflects the total amount of taxes calculated on each entity that are included in the consolidation.

Under the Turkish taxation system, tax losses can be carried forward to be offset against future taxable income for up to five years. Tax losses cannot be carried back.

In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns within four months following the close of the accounting year to which they relate. Tax returns are open for five years from the beginning of the year that follows the date of filing during which time the tax authorities have the right to audit tax returns, and the related accounting records on which they are based, and may issue re-assessments based on their findings.

According to Article 5/1(d) (4) of the New Corporate Tax Law 5220, the income of Real Estate Investment Trusts (“REIT”) is exempt from Corporate Income Tax in Turkey. This exemption is also applicable to Quarterly Advance Corporate Tax. However, the Tax Inspectors' Board challenges this exemption for the Real Estate Investment Trusts (“REIT”) which are not publicly traded and imposes tax penalties to these REITs. On the other hand, the Capital Markets Board is of the opinion that REIT status is obtained by companies instantaneously founded or transformed to the REIT after the Board's approval of the amendments in the Articles of Association in case of transformation, and approval of establishment in case of immediate establishment. Therefore, the management and the legal advisors of the Group do not expect to be exposed to any tax exposure related with this penalty and expects the Tax Authorities to settle the tax assessments in due course.

In Northern Cyprus, corporate income tax is levied at the rate of 23.5%, which is determined by modifying accounting income for certain exclusions and allowances for tax purposes for the related year. Thus, the operations of the branch of Akfen Ticaret and Akfen İnşaat are subject to this tax rate.

Georgian corporate income tax is levied at a rate of 15% on income less deductible expenses.

Tunisian corporate income tax is levied at a rate of 30% on income less deductible expenses. According to concession agreement, TAV Tunisia is exempt from corporate tax for a period of 5 years starting from the concession agreement date.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

23 TAXATION*(continued)*

Investment allowance:

The Temporary Article 69 added to the Income Tax Law no.193 with the Law no.5479, which became effective starting from 1 January 2006, upon being promulgated in the Official Gazette no.26133 dated 8 April 2006, stating that taxpayers can deduct the amount of the investment allowance exemption which they are entitled to according to legislative provisions effective at 31 December 2005 (including rulings on the tax rate) only from the taxable income of 2006, 2007 and 2008. Accordingly, the investment incentive allowance practice was ended as of 1 January 2006. At this perspective, an investment allowance which cannot be deducted partially or fully in three years time was not allowed to be carried forward to the following years and became unavailable as of 31 December 2008. On the other side, the Article 19 of the Income Tax Law was annulled and the investment allowance practice was ended as of 1 January 2006 with effectiveness of the Article 2 and the Article 15 of the Law no.5479 and the investment allowance rights on the investment expenditures incurred during the period of 1 January 2006 and 8 April 2006 became unavailable

However, at 15 October 2009, the Turkish Constitutional Court decided to cancel the clause no.2 of the Article 15 of the Law no.5479 and the expressions of “2006, 2007, 2008” in the Temporary Article 69 related to investment allowance mentioned above that enables effectiveness of the Law as of 1 January 2006 rather than 8 April 2006, since it is against the Constitution. Accordingly, the time limitations for the carried forward investment allowances that were entitled to in the previous period of mentioned date and the limitations related with the investments expenditures incurred between the issuance date of the Law promulgated and 1 January 2006 were eliminated. According to the decision of Turkish Constitutional Court, cancellation related with the investment allowance became effective with promulgation of the decision on the Official Gazette and the decision of the Turkish Constitutional Court was promulgated in the Official Gazette no.27456 dated 8 January 2010.

According to the decision mentioned above, the investment allowances carried forward to the year 2006 due to the lack of taxable income and the investment allowances earned through the investments started before 1 January 2006 and continued after that date constituting economic and technical integrity will be used not only in 2006, 2007 and 2008, but also in the following years. In addition, 40% of investment expenditures that are realized between 1 January 2006 and 8 April 2006, within the context of the Article 19 of the Income Tax Law will have the right for investment allowance exemption

The taxation charge for the years ended 30 September comprised the following items:

	1 January- 30 September 2010	1 July- 30 September 2010	1 January- 30 September 2009	1 July- 30 September 2009
Current corporation and income tax expense	(16.189)	(3.013)	(17.987)	(592)
Deferred tax benefits	8.048	5.269	8.480	8.114
Total tax expense	(8.141)	2.256	(9.507)	7.522

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

23 TAXATION*(continued)*

	1 January- 30 September 2010	1 July- 30 September 2010	1 January- 30 September 2009	1 July- 30 September 2009
Continued operations-income tax benefit /(expense)	(7.650)	2.256	(6.754)	9.613
Discontinued operations-income tax benefit/(expense) (Note 22)	(491)	--	(2.753)	(2.091)
Total tax expense	(8.141)	2.256	(9.507)	7.522

23.1 Deferred tax assets and liabilities

Deferred tax is provided, using the balance sheet method, on all taxable temporary differences arising between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes, except for the differences relating to goodwill not deductible for tax purposes and the initial recognition of assets and liabilities which affect neither accounting nor taxable profit.

Recognized deferred tax asset and liabilities

Deferred tax assets and deferred tax liabilities as at 30 September 2010 and 31 December 2009 are attributable to the items detailed in the table below:

	<u>Assets</u>		<u>Liabilities</u>		<u>Net</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Trade and other receivables	1.213	1.452	(201)	(379)	1.012	1.073
Airport operation rights	--	1.580	--	(6.044)	--	(4.464)
Tangible and intangible assets	11.510	6.571	(19.217)	(23.888)	(7.707)	(17.317)
Effect of IAS 11	9.302	9.322	(1.758)	--	7.544	9.322
Effect of IFRIC 12	--	--	(497)	(452)	(497)	(452)
Derivatives	21.949	14.521	(570)	--	21.379	14.521
Prepaid concession fee	(2.891)	--	--	(4.384)	(2.891)	(4.384)
Other investments	--	--	--	(1.727)	--	(1.727)
Investment incentive	29.134	29.117	--	--	29.134	29.117
Investment property	5.537	4.719	(18.502)	(17.349)	(12.965)	(12.630)
Tax loss carry-forward	16.683	21.318	--	--	16.683	21.318
Trade and other liabilities		1.063	(29)	(1.272)	(29)	(209)
Financial liabilities	3.215	1.994	(5.646)	(377)	(2.431)	1.617
Other temporary differences	2.662	982	(1.626)	(825)	1.036	157
Sub-total	98.314	92.639	(47.476)	(56.697)	50.838	35.942
Net-off tax	(28.278)	(37.663)	28.278	37.663	--	--
Total deferred tax assets/(liabilities)	70.036	54.976	(19.198)	(19.034)	50.838	35.942

According to the Tax Procedural Law, statutory losses can be carried forward maximum for five years. Consequently, 2015 is the latest year for recovering the deferred tax assets arising from carried forward tax losses. The Group management forecasted to generate taxable income during 2010 and the years thereafter and based on this forecast, it has been assessed as probable that the deferred tax assets resulting from carried forward tax losses in the amount of TL 16.683 (31 December 2009: 21.318 TL) will be realisable; hence, such realisable deferred tax assets are recognised in the consolidated financial statements.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

23 TAXATION *(continued)*

23.2 Deferred tax assets and liabilities *(continued)*

Unrecognized deferred tax assets and liabilities

At the balance sheet date, the Group has statutory tax losses of TL 210.567 (31 December 2009: TL 125.600) available for offset against future profits. Deferred tax asset amounting TL 27.545 (31 December 2009: TL 25.120) has not been recognized in respect of the statutory tax losses carried forward. Such losses carried forward expire until 2015. Deferred tax assets have not been recognized in respect of these items because it is not probable that future taxable profit will be available against which the Group can utilize the benefits there from. Tax losses will expire as follows:

	<u>30 September 2010</u>	<u>31 December 2009</u>
Expire in 2010	13.292	13.292
Expire in 2011	16.997	16.997
Expire in 2012	11.443	11.443
Expire in 2013	168.878	168.878
Expire in 2014	21.580	21.580
Expire in 2015	61.792	--
	<hr/> 293.892	<hr/> 232.190
Used amounts	(83.415)	(106.590)
Unused tax losses	<hr/> <u>210.567</u>	<hr/> <u>125.600</u>

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when the deferred income taxes relate to the same fiscal authority.

24 EARNING PER SHARE

For the periods ended 30 September 2010 and 2009 amounts of earning per share as TL 14.907 (2009: TL (3.596)), respectively is calculated by dividing the consolidated statement of comprehensive income/(loss) on attributable to main shareholders of the Company by the weighted average number of ordinary shares outstanding during the period.

	1 January- 30 September 2010	1 July- 30 September 2010	1 January- 30 September 2009	1 July- 30 September 2009
Income/(loss) on attributable to main shareholders of the Company	14.907	10.313	3.596	26.728
the weighted average number of shares outstanding during the period	108.535.691	112.383.890	72.400.118	104.513.890
Profit/(loss) per share from operations (full TL)	0,137	0,092	0,050	0,256

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

25 RELATED PARTY DISCLOSURES

For the purpose of the consolidated financial statements, the shareholders, key management personnel and the Board members, and in each case, together with their families and companies controlled by/affiliated with them; and associates, investments and joint ventures are considered and referred to as the related parties. A number of transactions are entered into with the related parties in the normal course of business. Most of the related party activity is eliminated at consolidation and the remaining activity is not material to the Group. These transactions were carried out on an arm's-length basis during the normal course of business.

25.1 Related party balances

As at 30 September 2010 and 31 December 2009 due from and due to related party balances are as follows:

	30 September 2010			31 December 2009		
	Joint ventures	Other	Total	Joint ventures	Other	Total
Current						
Trade receivables	1.564	13.418	14.982	6.646	17.158	23.804
Non-trade receivables	2.572	3.968	6.540	585	4.710	5.295
Trade payables	693	15.946	16.639	1.621	23.029	24.650
Non-trade payables	3.534	14.595	18.129	3.430	9.713	13.143
Non-current						
Trade receivables	46	657	703	1.158	2.593	3.751
Non-trade receivables	1.000	8.527	9.527	1.878	--	1.878
Trade payables	4.973	200	5.173	3.908	1.981	5.889
Non-trade payables	--	9.921	9.921	5.413	5.420	10.833

The subsidiaries and joint ventures that is not included in this note are eliminated for consolidation purposes.

25.2 Related party transactions

Related party transactions	30 September 2010			30 September 2009		
	Joint ventures	Other	Total	Joint ventures	Other	Total
Sales to related parties	28.920	2.381	31.302	27.164	2.449	29.613
Purchases from related parties	722	6.444	7.166	748	11.155	11.903
Net finance income/(expense)	290	(574)	(283)	160	(250)	(89)
Construction services rendered	11.924	8,859	20.783	138.079	17.054	155.133
Construction services charged	--	--	--	117.451	--	117.451

25.3 Key management personnel compensation

As at 30 September 2010 total salaries provided to key management personnel for the Group and subsidiaries amounted to TL 6.106 (30 September 2009: TL 5.686). Total salaries provided to key management personnel for the joint ventures amounted to TL 15.452 (Group's share: TL 4.767), (30 September 2009: TL 13.115 (Group's share: TL 3.989)).

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

26 FINANCIAL INSTRUMENTS

Foreign currency risk

Exposure to currency risk

As at 30 September 2010, the Group's exposure to foreign currency risk was as follows in TL equivalent of their original currencies:

	30 September 2010			
	TL Equivalent	USD	Euro	Diğer (*)
1. Trade receivables	27.699	6.158	4.201	10.463
2a. Monetary financial assets(including cash and cash equivalents)	238.951	119.959	29.407	6.777
2b. Non-monetary financial assets	2.344	73	0	2.238
3. Other	83	57	--	--
4. Current assets (1+2+3)	269.077	126.247	33.608	19.478
5. Trade receivables	4.443	3.062	--	--
6a. Monetary financial assets	--	--	--	--
6b. Non-monetary financial assets	39	7	--	29
7. Other	25.891	0	13.106	--
8. Non-current assets (5+6+7)	30.373	3.069	13.106	29
9. Total assets (4+8)	299.450	129.316	46.714	19.507
10. Trade payables	44.309	5.155	16.085	5.055
11. Financial liabilities	149.209	34.336	49.851	904
12a. Other monetary liabilities	12.744	1.085	42	11.087
12b. Other non-monetary liabilities	46	32	--	--
13. Current liabilities (10+11+12)	206.308	40.608	65.978	17.046
14. Trade payables	28.668	--	6.098	16.622
15. Financial liabilities	1.149.582	268.992	384.338	--
16a. Other monetary liabilities	1.185	--	600	--
16b. Other non-monetary liabilities	--	--	--	--
17. Non-current liabilities (14+15+16)	1.179.435	268.992	391.036	16.622
18. Total liabilities (13+17)	1.385.743	309.600	457.015	33.668
19. Off balance sheet derivative instruments net asset /(liability) position (19a-19b)				
19a. Hedged assets	--	--	--	--
19b. Hedged liabilities	--	--	--	--
20. Net foreign currency asset/ (liability) position (9-18+19)	(1.086.292)	(180.283)	(410.301)	(14.161)
21. Monetary items net foreign Exchange asset/ (liability) position (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(1.114.604)	(180.389)	(423.407)	(16.428)
22. Fair value of financial instruments used for foreign currency hedges	--	--	--	--
23. Export	--	--	--	--
24. Import	--	--	--	--

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

26 FINANCIAL INSTRUMENTS *(continued)*

Foreign currency risk *(continued)*

Exposure to currency risk

As at 31 December 2009, the Group's exposure to foreign currency risk was as follows in TL equivalent of their original currencies:

	31 December 2009			
	TL Equivalent	USD	Euro	Other (*)
1. Trade receivables	84.325	3.555	10.249	56.832
2a. Monetary financial assets(including cash and cash equivalents)	245.445	121.434	19.148	21.236
2b. Non-monetary financial assets	10.322	21	3.571	2.574
3. Other	22.768	226	2.431	17.176
4. Current assets (1+2+3)	362.860	125.236	35.399	97.818
5. Trade receivables	2.856	1.897	--	--
6a. Monetary financial assets	--	--	--	--
6b. Non-monetary financial assets	9.509	7	4.225	370
7. Other	82	--	--	82
8. Non-current assets (5+6+7)	12.447	1.904	4.225	452
9. Total assets (4+8)	375.307	127.140	39.624	98.270
10. Trade payables	94.908	3.773	17.987	50.370
11. Financial liabilities	161.418	73.798	23.284	--
12a. Other monetary liabilities	13.354	1.805	2.471	5.298
12b. Other non-monetary liabilities	1.354	88	94	1.017
13. Current liabilities (10+11+12)	271.034	79.464	43.836	56.685
14. Trade payables	4.510	44	2.057	--
15. Financial liabilities	749.995	309.151	131.697	--
16a. Other monetary liabilities	1.099	409	83	305
16b. Other non-monetary liabilities	6.076	--	2.781	69
17. Non-current liabilities (14+15+16)	761.680	309.604	136.618	374
18. Total liabilities (13+17)	1.032.714	389.068	180.454	57.059
19. Off balance sheet derivative instruments net asset /(liability) position (19a-19b)	--	--	--	--
19a. Hedged assets	--	--	--	--
19b. Hedged liabilities	--	--	--	--
20. Net foreign currency asset/(liability) position (9-18+19)	(657.407)	(261.928)	(140.830)	41.211
21. Monetary items net foreign Exchange asset/ (liability) position (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	(692.658)	(262.094)	(148.182)	22.095
22. Fair value of financial instruments used for foreign currency hedges	--	--	--	--
23. Export	--	--	--	--
24. Import	--	--	--	--

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL .)

26 FINANCIAL INSTRUMENTS (continued)

Foreign currency risk (continued)

Sensitivity analysis

The Group's principal currency rate risk relates to changes in the value of the TL relative to the Euro and the USD.

The basis for the sensitivity analysis to measure foreign exchange risk is an aggregate corporate-level currency exposure. The aggregate foreign exchange exposure is composed of all assets and liabilities denominated in foreign currencies, both short-term and long-term purchase contracts. The analysis excludes net foreign currency investments.

Sensitivity analysis of the Group is as follows:

Foreign currency sensitivity analysis table				
30 September 2010				
	Profit / Loss		Equity	
	Revaluation of foreign currency	Devaluation of foreign currency	Revaluation of foreign currency	Devaluation of foreign currency
10 % revaluation / devaluation of TL against USD				
1- USD net asset/liability	(27.872)	27.872	(15.285)	16.189
2- USD hedged portion (-)	--	--	--	--
3- USD Net Effect (1+2)	(27.872)	27.872	(15.285)	16.189
10 % revaluation / devaluation of TL against EURO				
4- Euro net asset/liability	(83.640)	83.640	--	--
5- Euro hedged portion (-)	--	--	--	--
6- Euro Net Effect (4+5)	(83.640)	83.640	--	--
10 % revaluation / devaluation of TL against other currencies				
7- Other foreign currencies net asset/liability	(1.643)	1.643	--	--
8- Other currencies hedged portion(-)	--	--	--	--
9- Other Currencies Net Effect (7+8)	849	1.643	--	--
TOTAL (3+6+9)	(113.154)	113.154	(15.285)	16.189

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

26 FINANCIAL INSTRUMENTS *(continued)*

Foreign currency risk *(continued)*

Sensitivity analysis

Foreign currency sensitivity analysis table				
30 September 2009				
	Profit / Loss		Equity	
	Revaluation of foreign currency	Devaluation of foreign currency	Revaluation of foreign currency	Devaluation of foreign currency
10 % revaluation / devaluation of TL against USD				
1- USD net asset/liability	(39.463)	39.463	14.684	(17.935)
2- USD hedged portion (-)	--	--	--	--
3- USD Net Effect (1+2)	(39.463)	39.463	14.684	(17.935)
10 % revaluation / devaluation of TL against EURO				
4- Euro net asset / liability	(32.012)	32.012	--	--
5- Euro hedged portion (-)	--	--	--	--
6- Euro Net Effect (4+5)	(32.012)	32.012	--	--
10 % revaluation / devaluation of TL against other currencies				
7- Other currencies net asset/liability	2.210	(2.210)	--	--
8- Other currencies hedged portion (-)	--	--	--	--
9- Other Currencies Net Effect (7+8)	2.210	(2.210)	--	--
TOTAL (3+6+9)	(69.265)	69.265	14.684	(17.935)

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

27 SUBSEQUENT EVENTS

Akfen Holding and its subsidiaries:

In relation to the project of “Laleli Dam - Hydroelectric Plant (104,76 MWm/101,64 MWe)” in portfolio of Laleli Enerji Elektrik Üretim A.Ş. which is subsidiary of AKFEN Enerji Kaynakları Üretim Ve Ticaret A.Ş., subsidiary of Company, T.C. Ministry of Environment and Forestry Directorate General for Environmental Impact Assessment and Planning decided to be given Certificate of Environmental Impact Assessment-EIA-Positives on 09.11.2010.

The Company has taken a board resolution dated 21.10.2010 and numbered 2010/46 to apply Capital Market Board to increase issued capital from TL 112.383.890 to TL 145.500.000 within the TL 1.000.000.000 authorized capital limit and to sale new shares at the Istanbul Stock Exchange Wholesale Market to institutional investors by restricting pre-emptive rights of the existing shareholders to strengthen the Company’s financial structure. As per the board resolution, the transaction will be executed after 10 November 2010 (after 180 days from the date of initial public offering). The Company applied to CMB on 22.10.2010 for the registration of new 33.116.110 shares with a nominal value of TL 33.116.110. Standard Ünlü Menkul Kıymetler A.Ş. has been mandated exclusively for this transaction

The Company’s application to the Capital Market Board on 22.10.2010 for “the registration of Capital Board for private offering (tahsisli satış) of TL 33.116.110 group B shares with restricting subscription of new shares by existing shareholders, and by means of increasing the issued capital from TL 112.383.890 to TL 145.500.000 within the TL 1.000.000.000 authorized capital limit” is reviewed by Capital Market Board meeting numbered 34/1013 and dated 11.11.2010 and founded suitable subject to:

-Sale price of the issued shares shall not be below the nominal value and shall be calculated within the price range stipulated by ISE Wholesale Market Circular.

-The number of investors that the Company will engage for selling shall not exceed 100 (hundred) investors as per the article 13/2 of the CBM communique Serial: I No: 40 on Principles Regarding Registration With The Capital Markets Board And Sale Of Shares.

-Registration fee shall be collected over the share price of the Company in the second session of ISE one day before the Board Decision; and if a difference occurs between the said price and the sale price executed in ISE Wholesale Market, the difference of the registration fee shall be collected during our company applies to CMB for certificate of registration.

In order to ensure of fulfillment of the recording of the increased shares the Company has applied to “Central Registry Agency” as at 11.11.2010.

Akfen Holding Anonim Şirketi and Its Subsidiaries
Notes to the Consolidated Interim Financial Statements
As at and for the nine-month period ended 30 September 2010
(Currency: Thousands of TL.)

27 SUBSEQUENT EVENTS (*continued*)

Joint ventures:

As of 27 September 2010, Tav Havalimanları became the preferred bidder in the tender held by SJSC Riga International Airport Management regarding the operations of the commercial areas (Duty-Free, Food and Beverage, Lounges, Exchange Offices, etc.) within Riga Airport. As per the tender specifications, the Company will undertake the operations of the commercial area of 4,650 meter square gradually as of January 1, 2011 for a period of 10 years. On 6 October 2010, the management agreed to establish and register a company under the name of “SIA TAV Latvia” in Latvia for managing the operations of the commercial areas within SJSC Riga International Airport in Latvia. The capital stock of SIA TAV Latvia is 2,000 LVL (two thousand Lats) splitted in 2,000 (two thousand) shares; each share having a nominal value of 1 LVL (one Lat).

TAV Bilişim has increased its paid-in capital from TL 2,500,000 to TL 5,500,000 on 18 October 2010. Accordingly, the share of TAV Holding in the capital of TAV Bilişim has been marked up from TL 2,425,000 to TL 5,425,000. As a result, the share of TAV Holding in TAV Bilişim has been raised to 99% from 97%.

28 OTHER ISSUES

None.