

**TEKFEN HOLDİNG ANONİM ŞİRKETİ
AND ITS SUBSIDIARIES**

CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE SIX MONTH
INTERIM PERIOD
ENDED 30 JUNE 2011
TOGETHER WITH INDEPENDENT
AUDITOR'S REVIEW REPORT

(Translated into English from the report
originally issued in Turkish)

CONVENIENCE TRANSLATION OF THE REVIEW REPORT AND THE FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

1 JANUARY – 30 JUNE 2011 INTERIM PERIOD REVIEW REPORT ON CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

To the Board of Directors of
Tefken Holding Anonim Şirketi

Introduction

We have reviewed the accompanying condensed consolidated balance sheet of Tefken Holding A.Ş. (the “Company”) and its subsidiaries (together “Group”) as of 30 June 2011 and the related condensed statements of income, condensed comprehensive consolidated statement of income, condensed consolidated changes in equity and condensed consolidated cash flows for the six-month period then ended. Management is responsible for the preparation and fair presentation of these interim financial statements in accordance with financial reporting standards published by Capital Markets Board. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with auditing standards published by Capital Markets Board. A review of interim condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards published by Capital Markets Board and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for the Qualified Conclusion

Tekfen-TML Partnership, a joint venture of which 67% is owned by the Group, had to suspend its operations and evacuate its sites in Libya for an uncertain period of time due to the civil unrest in the country during the period.

As explained in Note 4, as of 30 June 2011, the accompanying condensed consolidated financial statements include total assets of 200.035 (USD 122.706 Thousand), total debt of 48.696 (USD 29.871 Thousand), resulting in a net asset of 151.339 (USD 92.835 Thousand). Additionally, letters of guarantees given related to such projects to various companies/institutions amount to 57.731 (USD 35.414 Thousand). After the balance sheet date, letters of guarantees given for advance received amounting to 28.383 (USD 17.410 Thousand) have expired, and such letters of guarantees do no longer bear any risks. In accordance with the Council of Ministers’ decree no: 2011/2001 issued on 21 June 2011 and until a new resolution replaces resolutions no: 1970 and 1973 of the United Nations Security Council and their requirements, resolution no:1973 requires disregarding compensation claims of guarantees given to the contractor, hence the expired letter of guarantees do not bear any risk exposure for the Group.

Due to unfavorable developments and recent turmoil in Libya, our review of net assets related to these operations cannot be completed. The Group management expects to continue the operations of Tekfen-TML J.V. when unfavorable developments and turmoil cease in Libya. If the review of these operations had been completed, possible adjusting matters would have attracted our attention in the interim condensed consolidated financial statements.



Qualified Conclusion

Based on our review, except for the for the possible effects of the matters described in the above, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements is not prepared, in all material respects, in accordance with financial reporting standards published by Capital Markets Board.

Emphasis of matter:

As explained in detail on the audited consolidated financial statements of 31 December 2010, we draw your attention to the existence of the uncertainty about the administrative court's decision regarding the closure of Samsun Gübre facility of Toros Tarım Sanayi ve Ticaret A.Ş. ("Toros Tarım"), subsidiary of the Group, after the written petition dated 6 December 2007 of the Samsun Municipality. The Group's legal claims and appeals against is still in process as of this review report date. This matter does not affect our qualified conclusion.

İstanbul, 25 August 2011

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of **DELOITTE TOUCHE TOHMATSU LIMITED**

Ömer Tanrıöver
Partner

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TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2011

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

| ASSETS | Notes | Reviewed 30 June 2011 | Audited 31 December 2010 |
|---|-------|-----------------------------|--------------------------------|
| Current Assets | | 2.087.388 | 1.956.546 |
| Cash and cash equivalents | | 760.622 | 758.554 |
| Trade receivables | | 472.397 | 379.062 |
| Other receivables | | 8.953 | 8.317 |
| Inventories | 7 | 335.839 | 303.281 |
| Receivables from ongoing construction contracts | 8 | 409.525 | 440.280 |
| Other current assets | | 81.517 | 50.334 |
| | | <u>2.068.853</u> | <u>1.939.828</u> |
| Assets classified as held for sale | | 18.535 | 16.718 |
| Non Current Assets | | 1.304.850 | 1.109.335 |
| Trade receivables | | 67.727 | 52.478 |
| Other receivables | | 124.426 | 8.622 |
| Financial investments | | 116.128 | 127.900 |
| Investments valued by equity method | 4 | 203.487 | 160.325 |
| Investment property | 9 | 93.055 | 94.375 |
| Property, plant and equipment | 9 | 609.894 | 602.059 |
| Intangible assets | 9 | 2.810 | 2.735 |
| Deferred tax assets | | 19.754 | 19.689 |
| Other non current assets | | 67.569 | 41.152 |
| TOTAL ASSETS | | <u>3.392.238</u> | <u>3.065.881</u> |

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

Translated into English from the report originally issued in Turkish.

TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES**CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2011**

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

| LIABILITIES | Notes | Reviewed 30 June 2011 | Audited 31 December 2010 |
|---|--------------|--------------------------------------|---|
| Current Liabilities | | 1.491.556 | 1.286.804 |
| Financial debts | 10 | 438.583 | 447.584 |
| Trade payables | | 582.813 | 512.151 |
| Other payables | | 56.048 | 31.325 |
| Current tax liability | | 16.681 | 17.693 |
| Ongoing construction progress payments | 8 | 73.440 | 37.267 |
| Provisions | 11 | 10.304 | 19.048 |
| Employee benefits | 13 | 31.632 | 35.475 |
| Other short term liabilities | 14 | 282.055 | 186.261 |
| Non Current Liabilities | | 136.236 | 96.398 |
| Financial debts | 10 | 15.896 | 27.700 |
| Trade payables | | 11.781 | 1.287 |
| Other payables | | 34.869 | 1.617 |
| Employee benefits | 13 | 38.374 | 34.344 |
| Deferred tax liabilities | | 35.316 | 31.450 |
| EQUITY | 5 | 1.764.446 | 1.682.679 |
| Equity Attributable To Owners Of The Parents | | 1.744.857 | 1.663.725 |
| Paid in capital | | 370.000 | 370.000 |
| Capital structure adjustments | | 3.475 | 3.475 |
| Premiums in capital stock | | 300.984 | 300.984 |
| Revaluation growth funds | | 94.341 | 108.002 |
| Currency translation reserve | | 63.340 | 55.279 |
| Restricted profit reserves | | 72.222 | 53.390 |
| Retained earnings | | 697.155 | 594.015 |
| Net profit for the period | | 143.340 | 178.580 |
| Non-controlling Interests | | 19.589 | 18.954 |
| TOTAL EQUITY AND LIABILITIES | | 3.392.238 | 3.065.881 |

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

Translated into English from the report originally issued in Turkish.

TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF INCOME FOR THE SIX MONTH INTERIM PERIOD ENDED 30 JUNE 2011

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

| | | Reviewed 1 January- 30 June 2011 | Not reviewed 1 April- 30 June 2011 | Reviewed 1 January- 30 June 2010 | Not reviewed 1 April- 30 June 2010 |
|---|-------|---|---|---|---|
| | Notes | | | | |
| - Revenue | | 1.393.247 | 703.400 | 1.103.344 | 501.331 |
| - Cost of revenue (-) | | (1.135.324) | (575.496) | (876.788) | (411.232) |
| GROSS PROFIT | | 257.923 | 127.904 | 226.556 | 90.099 |
| - Marketing, selling and distribution expenses (-) | | (53.861) | (25.297) | (46.482) | (20.282) |
| - General administrative expenses (-) | | (47.911) | (23.761) | (42.398) | (18.787) |
| - Research and development expenses (-) | | (102) | (62) | (60) | (24) |
| - Other operating income | | 9.412 | 5.372 | 9.662 | 5.291 |
| - Other operating expenses | | (6.762) | (3.978) | (11.176) | (3.674) |
| OPERATING PROFIT | | 158.699 | 80.178 | 136.102 | 52.623 |
| - Share on profit / loss of investments valued using equity method | | 1.636 | 1.013 | 5.501 | 1.815 |
| - Financial income | 17 | 100.609 | 52.668 | 89.946 | 53.060 |
| - Financial expense (-) | 17 | (77.416) | (47.125) | (93.717) | (53.947) |
| PROFIT BEFORE TAXATION | | 183.528 | 86.734 | 137.832 | 53.551 |
| Tax expense | | (40.340) | (19.799) | (31.356) | (13.845) |
| - Tax expense for the period | | (37.146) | (19.201) | (11.940) | (7.367) |
| - Deferred tax expense | | (3.123) | (550) | (19.095) | (6.144) |
| - Currency translation reserve | | (71) | (48) | (321) | (334) |
| NET PROFIT FOR THE PERIOD | | 143.188 | 66.935 | 106.476 | 39.706 |
| Distribution of Profit For The Period | | | | | |
| Non-controlling interests | | (152) | (63) | (112) | (72) |
| Owners of the parent | | 143.340 | 66.998 | 106.588 | 39.778 |
| Earnings Per Share | 16 | 0,387 | 0,181 | 0,288 | 0,108 |

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

Translated into English from the report originally issued in Turkish.

TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTH INTERIM PERIOD ENDED 30 JUNE 2011

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

| | Reviewed 1 January- 30 June 2011 | Not reviewed 1 April- 30 June 2011 | Reviewed 1 January- 30 June 2010 | Not reviewed 1 April- 30 June 2010 |
|--|---|---|---|---|
| NET PROFIT FOR THE PERIOD | 143.188 | 66.935 | 106.476 | 39.706 |
| Other comprehensive (expense) / income: | | | | |
| Change in fair value reserve of financial assets | (11.769) | (7.707) | 26.233 | (24.385) |
| Change in currency translation reserve | 8.848 | 15.122 | 24.189 | 16.651 |
| Share on other comprehensive income of investments valued using equity method | (2.480) | (794) | (3.552) | (1.135) |
| Tax income / (expense) based on other comprehensive income | 588 | 385 | (1.312) | 1.219 |
| OTHER COMPREHENSIVE (LOSS) / INCOME AFTER TAX | (4.813) | 7.006 | 45.558 | (7.650) |
| TOTAL COMPREHENSIVE INCOME | 138.375 | 73.941 | 152.034 | 32.056 |
| Distribution of Total Comprehensive Income For The Period | | | | |
| Non-controlling interests | 635 | 949 | 538 | 397 |
| Owners of the parent | 137.740 | 72.992 | 151.496 | 31.659 |

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Translated into English from the report originally issued in Turkish.

TEKFEN HOLDING ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTH INTERIM PERIOD ENDED 30 JUNE 2011

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

| | Other comprehensive income | | | | | | | | | | Total |
|--|-----------------------------|-------------------------------|---------------------------|--|---|------------------------------|----------------------------|-------------------|---------------------------|---------------------------|-----------|
| | Revaluation growth funds | | | | | | | | | | |
| | Paid in capital adjustments | Capital structure adjustments | Premiums in capital stock | Property, plant and equipment revaluation fund | Fair value reserve of financial investments | Currency translation reserve | Restricted profit reserves | Retained earnings | Net profit for the period | Non controlling interests | |
| Opening balances as of 1 January 2010 | 370.000 | 3.475 | 300.984 | 2.277 | 35.782 | 45.765 | 40.834 | 556.537 | 69.344 | 18.910 | 1.443.908 |
| <i>Other comprehensive income</i> | - | - | - | (1.158) | 22.527 | 23.539 | - | - | - | 650 | 45.558 |
| <i>Net profit for the period</i> | - | - | - | (1.158) | 22.527 | 23.539 | - | - | 106.588 | (112) | 106.476 |
| Total comprehensive income | - | - | - | (1.158) | 22.527 | 23.539 | - | - | 106.588 | 538 | 152.034 |
| Transfers to retained earnings | - | - | - | - | - | - | - | 69.344 | (69.344) | - | - |
| Transfers to reserves from retained earnings | - | - | - | - | - | - | 12.768 | (12.768) | - | - | - |
| Payment of dividends | - | - | - | - | - | - | - | (19.310) | - | - | (19.310) |
| Balance as of 30 June 2010 | 370.000 | 3.475 | 300.984 | 1.119 | 58.309 | 69.304 | 53.602 | 593.803 | 106.588 | 19.448 | 1.576.632 |
| Opening balances as of 1 January 2011 | 370.000 | 3.475 | 300.984 | 975 | 107.027 | 55.279 | 53.390 | 594.015 | 178.580 | 18.954 | 1.682.679 |
| <i>Other comprehensive income</i> | - | - | - | (13.661) | 8.061 | 8.061 | - | - | - | 787 | (4.813) |
| <i>Net profit for the period</i> | - | - | - | - | - | - | - | - | 143.340 | (152) | 143.188 |
| Total comprehensive income | - | - | - | (13.661) | 8.061 | 8.061 | - | - | 143.340 | 635 | 138.375 |
| Transfers to retained earnings | - | - | - | - | - | - | - | 178.580 | (178.580) | - | - |
| Transfers to reserves from retained earnings | - | - | - | - | - | - | 18.832 | (18.832) | - | - | - |
| Payment of dividends | - | - | - | - | - | - | - | (56.608) | - | - | (56.608) |
| Balance as of 30 June 2011 | 370.000 | 3.475 | 300.984 | 975 | 93.366 | 63.340 | 72.222 | 697.155 | 143.340 | 19.589 | 1.764.446 |

The accompanying notes form an integral part of these condensed consolidated financial statements.
Translated into English from the report originally issued in Turkish.

DRT BAĞIMSIZ DENETİM
VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK
ANONİM ŞİRKETİ

Member of Deloitte Touche Tohmatsu Limited

TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTH INTERIM PERIOD ENDED 30 JUNE 2011

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

| <u>Notes</u> | <u>Reviewed 1 January - 30 June 2011</u> | <u>Reviewed 1 January - 30 June 2010</u> |
|--|--|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Net profit for the period | 143.188 | 106.476 |
| Adjustments to reconcile net profit for the period to cash provided by operating activities: | | |
| Depreciation and amortization | 9 33.096 | 37.966 |
| Loss / (gain) on sale of tangible asset (net) | 784 | (1.889) |
| Provision for retirement pay provision and premiums | 13 10.954 | 7.730 |
| Provision for litigation | 11 342 | 498 |
| Impairment provision for inventory | 7 1.200 | 3 |
| Other employee benefits | 13 2.528 | 4.310 |
| Reversal of unnecessary provisions | 11 (950) | (134) |
| Income accruals | 601 | 786 |
| Expense accruals | 22.747 | (8.813) |
| Group's share on net assets of investments in associates accounted by equity method | (1.636) | (6.649) |
| Changes in available for sale investments | 3 | (223) |
| Changes in assets classified as held for sale | - | 3.364 |
| Interest income | 17 (29.994) | (24.902) |
| Interest expense | 17 16.518 | 16.212 |
| Dividend income | (845) | (4.088) |
| Allowance for taxation | 40.340 | 31.356 |
| Translation reserve (net) | 16.253 | 31.037 |
| Cash generated by operating activities before movements in working capital | 255.129 | 193.040 |
| Movements in working capital | | |
| Changes in trade and other receivables | (212.538) | (40.118) |
| Changes in due from related parties | (13.087) | (7.398) |
| Changes in inventories | 7 (32.951) | 17.775 |
| Changes in receivables from ongoing construction contracts | 8 30.755 | (6.669) |
| Changes in other current / non-current assets | (57.600) | 5.746 |
| Changes in trade and other payables | 97.865 | (25.727) |
| Changes in due to related parties | 18.519 | (5.892) |
| Changes in ongoing construction progress payments | 8 36.173 | 865 |
| Changes in provisions and other short term liabilities | 94.803 | (12.866) |
| Interest received | 29.342 | 24.044 |
| Interest paid | (17.152) | (8.263) |
| Tax paid | (38.161) | (9.086) |
| Penalty of litigation paid | 11 (7.147) | (103) |
| Retirement pay provision and premiums paid | 13 (14.597) | (11.878) |
| Cash generated by operating activities | 169.353 | 113.470 |

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

Translated into English from the report originally issued in Turkish by AĞIMSIZ DENETİM VE SERBEST MUHASEBİLERİ MALİ MÜŞAVİRLİK ANONİM ŞİRKETİ

TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTH INTERIM PERIOD ENDED 30 JUNE 2011

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

| | Notes | Reviewed 1 January - 30 June 2011 | Reviewed 1 January - 30 June 2010 |
|---|-------|--|--|
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Effect of investments in associates valued by equity method | | (43.946) | (1.452) |
| Acquisition of tangible and intangible assets and investmet property | 9 | (17.452) | (33.573) |
| Proceeds from sale of tangible and intangible assets | 9 | 1.184 | 5.823 |
| Dividend income | | 845 | 4.088 |
| Cash used in investing activities | | (59.369) | (25.114) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Proceeds from borrowings | | 209.422 | 299.953 |
| Repayments of borrowings | | (254.561) | (289.974) |
| Finance lease paid | | (6.821) | (18.967) |
| Dividend paid | | (56.608) | (19.310) |
| Cash used in financing activities | | (108.568) | (28.298) |
| CHANGE IN CASH AND CASH EQUIVALENTS | | 1.416 | 60.058 |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD | | 758.554 | 561.360 |
| Interest accrual on cash and cash equivalents | | 652 | 858 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD | | 760.622 | 622.276 |

DRT BAĞIMSIZ DENETİM
VE SERBEST MUHASERECİ MALİ MÜŞAVİRLİK
ANONİM ŞİRKETİ

Member of Deloitte Touche Tohmatsu Limited

The accompanying notes form an integral part of these condensed consolidated financial statements.
Translated into English from the report originally issued in Turkish.

TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTH INTERIM PERIOD ENDED 30 JUNE 2011

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

1. ORGANIZATION AND OPERATIONS OF THE GROUP

Majority shares of Tekfen Holding A.Ş. ("the Company") are controlled by Akçağlılar, Berker and Gökyiğit families. The Company and its subsidiaries are referred as "the Group" in the accompanying condensed consolidated financial statements.

As of 30 June 2011, the Group has 13.659 employees (31 December 2010: 13.079) including the personnel of subcontractors. Registered address of the Company is Kültür Mahallesi, Aydınlık Sokak, Tekfen Sitesi A Blok, No: 7, Beşiktaş, İstanbul, Türkiye.

The Company shares are being publicly traded in Istanbul Stock Exchange Market since 23 November 2007.

Changes in the subsidiaries of the Company as of 30 June 2011:

Due to liquidation of Kablotek Kablo Şebekeleri Tesis İşletme Müh. İnş. Tic. ve San. A.Ş. and due to the completion of operations of Kuwait and Georgia branches, which were consolidated in the consolidated financial statements as of 31 December 2010, are not included in consolidation process as of 30 June 2011.

Tekfen Participations S.A., whose capital is indirectly participated by 100% by the Company, was merged on 27 April 2011 under Tekfen International Finance and Investment S.A., whose capital is indirectly participated by 100% by the Company.

Approval of condensed consolidated financial statements:

After the approval of Board of Directors, the condensed consolidated financial statements are published on 25 August 2011.

2. BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The Company and its subsidiaries registered in Turkey maintain their books of account and prepare their statutory financial statements in accordance with the accounting principles in line with the Turkish Commercial Code ("TCC") and Tax Legislation. Subsidiaries those are registered in foreign countries maintain their books of account and prepare their statutory financial statements in accordance with the prevailing accounting principles in their registered countries.

The Capital Markets Board ("CMB") has established principles, procedures and basis on the preparation of financial reports by enterprises and the representation of the reports with Communiqué Series XI, No: 29 "Communiqué on Capital Market Financial Reporting Standards". This Communiqué is applicable for the first interim financial statements to be prepared after 1 January 2008 and with this Communiqué, the Communiqué Series XI, No:25 "Communiqué on Capital Market Accounting Standards" has been repealed. In accordance with this Communiqué, the companies are supposed to prepare their financial statements in accordance with the International Financial Reporting Standards ("IAS/IFRS") accepted by the European Union. Nevertheless, until the discrepancies between the IAS/IFRS accepted by the European Union, and the IAS/IFRS declared by IASB are announced by the Turkish Accounting Standards Board ("TASB"), IAS/IFRS will be in use. Under such circumstances Turkish Accounting Standards/Turkish Financial Reporting Standards ("TAS/TFRS"), which are the standards published by TASB, not contradicting with IAS/IFRS, will be predicated on.

As the differences between the International Financial Reporting Standards ("IAS/IFRS") as endorsed by the European Union and the Turkish Accounting/Financial Reporting Standards ("TAS/TFRS") have not been declared as of the date of this report, the accompanying condensed consolidated financial statements and condensed notes are prepared in accordance with IAS/IFRS as declared in the Communiqué Serial: XI, No: 29 with the required formats announced by the CMB on 17 April 2008 and 9 January 2009.

CMB allows the publicly-traded companies to present the financial statements in full set or condensed presentation in accordance with IAS 34 "Interim Financial Reporting" standard. The Group has preferred to disclose its interim consolidated financial statements as of 30 June 2011 in condensed format.

TEKFEN HOLDİNG ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SIX MONTH INTERIM PERIOD ENDED 30 JUNE 2011

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

2. BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (cont'd)

Based on the notification, the descriptions and disclosures which are needed in the financial statements annually are summarized appropriately in accordance with IAS 34 or not mentioned. The accompanying condensed consolidated financial statements have to be considered with the consolidated financial statements which are independently audited as of 31 December 2010 and the related disclosures. Interim periods' financial statements cannot be the sole indicator of the year-end results by themselves.

The Group continues to apply the same accounting policies and accounting estimates which are mentioned in the consolidated financial statements as of 31 December 2010.

The exchange rate announced by the Central Bank of the Republic of Turkey as of 30 June 2011 is; 1 USD= 1,6302 TL, 1 EUR= 2,3492 TL, 1 MAD= 0,20816 TL, 1 SAR= 0,43599 TL, 1 QAR= 0,44663 TL (The exchange rate announced by the Central Bank of the Republic of Turkey as of 31 December 2010 is; 1 USD= 1,5460 TL, 1 EUR= 2,0491 TL, 1 MAD= 0,18464 TL, 1 SAR= 0,41349 TL, 1 QAR= 0,42356 TL).

3. ADOPTION OF NEW AND REVISED STANDARDS

(a) New and revised standards affecting the Group's presentation and disclosure

None noted.

(b) New and revised standards affecting the financial performance and / or financial position of the Group

None noted.

(c) Standards that are effective in 2011 with no impact on the Group's consolidated financial statements, revisions and interpretations to existing standards

IAS 24 (2009) '*Related Party Disclosures*': In November 2009, IAS 24 Related Party Disclosures was revised. The revision to the standard provides government-related entities with a partial exemption from the disclosure requirements of IAS 24. The revised standard is mandatory for annual periods beginning on or after 1 January 2011.

IAS 32 (Amendments) '*Financial Instruments*': Presentation and IAS 1 Presentation of Financial Statements; The amendments to IAS 32 and IAS 1 are effective for annual periods beginning on or after 1 February 2010. The amendments address the accounting for rights issues (rights, options or warrants) that are denominated in a currency other than the functional currency of the issuer. Previously, such rights issues were accounted for as derivative liabilities. However, the amendment requires that, provided certain conditions are met, such rights issues are classified as equity regardless of the currency in which the exercise price is denominated.

IFRS 1 (Amendments) '*First-time Adoption of IFRS – Additional Exemptions*': Amendments to IFRS 1 which are effective for annual periods on or after 1 July 2010 provide limited exemption for first time adopters to present comparative IFRS 7 fair value disclosures.

IFRIC 14 (Amendments) '*Pre-payment of a Minimum Funding Requirement*': Amendments to IFRIC 14 are effective for annual periods beginning on or after 1 January 2011. The amendments affect entities that are required to make minimum funding contributions to a defined benefit pension plan and choose to pre-pay those contributions. The amendment requires an asset to be recognized for any surplus arising from voluntary pre-payments made.

IFRIC 19 '*Extinguishing Financial Liabilities with Equity Instruments*': IFRIC 19 is effective for annual periods beginning on or after 1 July 2010. IFRIC 19 addresses only the accounting by the entity that issues equity instruments in order to settle, in full or part, a financial liability.

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(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

3. ADOPTION OF NEW AND REVISED STANDARDS (cont'd)

(c) Standards that are effective in 2011 with no impact on the Group's consolidated financial statements, revisions and interpretations to existing standards (cont'd)

Annual Improvements, May 2010

Further to the above amendments and revised standards, the IASB has issued Annual Improvements to IFRSs in May 2010 that cover 7 main standards/interpretations as follow: IAS 1 Presentation of Financial Statements, IFRS 1 First-time Adoption of International Financial Reporting Standards; IFRS 3 Business Combinations; IFRS 7 Financial Instruments: Disclosures; IAS 27 Consolidated and Separate Financial Statements; IAS 34 Interim Financial Reporting and IFRIC 13 Customer Loyalty Programmes. With the exception of amendments to IFRS 3 and IAS 27 which are effective on or after 1 July 2010, all other amendments are effective on or after 1 January 2011.

The standards, interpretations and amendments disclosed here, have no material effect on financial performance and financial position of the Group.

(d) New standards, new interpretations and amendments to standards that have been issued but are not effective and have not been early adopted by the Group

IFRS 1 (Amendments) '*First-time Adoption of IFRS – Additional Exemptions*'; On 20 December 2010, IFRS 1 is amended to provide relief for first-time adopters of IFRSs from having to reconstruct transactions that occurred before their date of transition to IFRSs; provide guidance for entities emerging from severe hyperinflation either to resume presenting IFRS financial statements or to present IFRS financial statements for the first time. The amendment above will be effective for annual periods beginning on or after 1 July 2011. These amendments are not relevant to the Group, as it is an existing IFRS preparer.

IFRS 7 '*Financial Instruments*': Disclosures; In October 2010, disclosures is amended by IASB as part of its comprehensive review of off balance sheet activities. The amendments will allow users of financial statements to improve their understanding of transfer transactions of financial assets including understanding the possible effects of any risks that may remain with the entity that transferred the assets. The amendments also require additional disclosures if a disproportionate amount of transfer transactions are undertaken around the end of a reporting period. The amendments will be effective for annual periods beginning on or after 1 July 2011. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IFRS 9 '*Financial Instruments*': Classification and Measurement; In November 2009, the first part of IFRS 9 relating to the classification and measurement of financial assets was issued. IFRS 9 will ultimately replace IAS 39 Financial Instruments: Recognition and Measurement. The standard requires an entity to classify its financial assets on the basis of the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset, and subsequently measure the financial assets as either at amortized cost or at fair value. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not had an opportunity to consider the potential impact of the adoption of this standard.

IAS 12 '*Income Taxes*'; In December 2010, IAS 12 is amended. IAS 12 requires an entity to measure the deferred tax relating to an asset depending on whether the entity expects to recover the carrying amount of the asset through use or sale. It can be difficult and subjective to assess whether recovery will be through use or through sale when the asset is measured using the fair value model in IAS 40 Investment Property. The amendment provides a practical solution to the problem by introducing a presumption that recovery of the carrying amount will, normally be, be through sale. The amendment will be effective for annual periods beginning on or after 1 January 2012. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

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3. ADOPTION OF NEW AND REVISED STANDARDS (cont'd)

(d) New standards, new interpretations and amendments to standards that have been issued but are not effective and have not been early adopted by the Group (cont'd)

IFRS 10 'Consolidated Financial Statements'; IFRS 10 replaces the consolidation guidance in IAS 27 Consolidated and Separate Financial Statements and SIC-12 Consolidation — Special Purpose Entities by introducing a single consolidation model for all entities based on control, irrespective of the nature of the investee (i.e., whether an entity is controlled through voting rights of investors or through other contractual arrangements as is common in special purpose entities).

IFRS 10, control is based on whether an investor has 1) power over the investee; 2) exposure, or rights, to variable returns from its involvement with the investee; and 3) the ability to use its power over the investee to affect the amount of the returns. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IFRS 11 'Joint Arrangements'; IFRS 11 introduces new accounting requirements for joint arrangements, replacing IAS 31 Interests in Joint Ventures. The option to apply the proportional consolidation method when accounting for jointly controlled entities is removed. Additionally, IFRS 11 eliminates jointly controlled assets to now only differentiate between joint operations and joint ventures. A joint operation is a joint arrangement whereby the parties that have joint control have rights to the assets and obligations for the liabilities. A joint venture is a joint arrangement whereby the parties that have joint control have rights to the net assets. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IFRS 12 'Disclosure of Interest In Other Entities'; IFRS 12 requires extensive disclosures relating to an entity's interests in subsidiaries, joint arrangements, associates and unconsolidated structured entities. An entity is required to disclose information that helps users of its financial statements evaluate the nature of and risks associated with its interests in other entities and the effects of those interests on its financial statements. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IAS 27 'Separate Financial Statements (2011)'; The requirements relating to separate financial statements are unchanged and are included in the amended IAS 27. The other portions of IAS 27 are replaced by IFRS 10.

IAS 28 'Investments in Associates and Joint Ventures (2011)'; IAS 28 is amended for conforming changes based on the issuance of IFRS 10, IFRS 11 and IFRS 12.

IFRS 13 'Fair Value Measurements'; On 12 May 2011, IASB issued IFRS 13 Fair Value Measurement, which establishes a single source of guidance for fair value measurement under IFRSs. IFRS 13 defines fair value, provides guidance on its determination and introduces consistent requirements for disclosures on fair value measurements. The Standard does not include requirements on when fair value measurements is required; it prescribes how fair value is to be measured if another Standard requires it. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

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3. ADOPTION OF NEW AND REVISED STANDARDS (cont'd)

(d) New standards, new interpretations and amendments to standards that have been issued but are not effective and have not been early adopted by the Group (cont'd)

IAS 1 'Presentation of Financial Statements (2011) – Presentation of Items of Other Comprehensive Income'; The amendments to IAS 1 provides guidance on the presentation of items contained in other comprehensive income (OCI) and their classification within OCI. The new standard is mandatory for annual periods beginning on or after 1 July 2012. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IAS 19 'Employee Benefits (2011) (the "amendments")'; The amendments to IAS 19 change the accounting for defined benefit plans and termination benefits. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

4. EVENTS AND TRANSACTIONS AFFECTING CONDENSED CONSOLIDATED FINANCIAL STATEMENTS BY LEVEL OF SIGNIFICANCE

Tekfen-TML Partnership, a joint venture of which 67% is owned by the Group, had to suspend its operations and evacuate its sites in Libya for an uncertain period of time due to the civil unrest in the contry during the period. As of 30 June 2011, the accompanying condensed consolidated financial statements include total assets of 200.035 (USD 122.706 thousand), total debt of 48.696 (USD 29.871 thousand), resulting a net asset of 151.339 (USD 92.835 thousand). As at balance sheet date, the Group can't predict the occurrence date of current assets and liabilities of operations in Libya due to ongoing limbo, which have been begun to follow under non-current assets and liabilities. The net assets are as follow:

| | 30 June 2011 |
|---|-------------------------|
| ASSETS | |
| Current Assets | 1.081 |
| Cash and cash equivalents | 51 |
| Trade receivables | 1.030 |
| Non Current Assets | 198.954 |
| Trade receivables | 10.285 |
| Other receivables | 2.228 |
| Property, plant and equipment | 46.660 |
| Other non current assets | 139.781 |
| - Receivables from ongoing construction contracts | 118.070 |
| - Inventories at construction site | 20.201 |
| - Other | 1.510 |
| TOTAL ASSETS | 200.035 |
| | 30 June 2011 |
| LIABILITIES | |
| Current Liabilities | 546 |
| Trade payables | 546 |
| Non Current Liabilities | 48.150 |
| Trade payables | 9.419 |
| Employee benefits | 4.829 |
| Other non current liabilities | 33.902 |
| - Advances received for construction projects | 32.503 |
| - Taxes and funds payable | 1.399 |
| TOTAL LIABILITIES | 48.696 |
| NET ASSETS | 151.339 |

Translated into English from the report originally issued in Turkish.

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(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

4. EVENTS AND TRANSACTIONS AFFECTING CONDENSED CONSOLIDATED FINANCIAL STATEMENTS BY LEVEL OF SIGNIFICANCE (cont'd)

Additionally, letters of guarantees given related to such projects to various companies/institutions amount to 57.731 (USD 35.414 Thousand). After the balance sheet date, letters of guarantees given for advance received amounting to 28.383 (USD 17.410 Thousand) have expired, and such letters of guarantees do no longer bear any risks. In accordance with the Council of Ministers' decree no: 2011/2001 issued on 21 June 2011 and until a new resolution replaces resolutions no: 1970 and 1973 of the United Nations Security Council and their requirements, resolution no:1973 requires disregarding compensation claims of guarantees given to the contractor, hence the expired letter of guarantees do not bear any risk exposure for the Group.

Tekfen İnşaat ve Tesisat A.Ş. signed two contracts worth a total of 1.027.026 (USD 630 million) in Morocco. The statement details that Tekfen İnşaat will establish a pipe line for the state-owned company Office Cherifien des Phosphates in a 749.892 (USD 460 million) deal. Tekfen İnşaat also signed a 277.134 (USD 170 million) contract to construct two DAP facilities projects for Maroc Phosphore S.A. which is another company of Office Cherifien des Phosphates. Construction of DAP facility projects are planning to be completed in 2012.

Tekfen İnşaat ve Tesisat A.Ş. agrees with Qatar authorities to construct a 9 km long highway called "Ceremonial National Day Road". The deal is 243.006 (USD 149.065 thousand).

Tekfen İnşaat ve Tesisat A.Ş. signed a contract with Turkmenistan authorities regarding the development of southern Yoloten gas field in this country as a subcontractor. The size of the entire project is 426.134 (USD 261,4 million).

At the Ordinary General Assembly of Toros Tarım Sanayi ve Ticaret A.Ş., whose capital is directly participated by 99,98% by the Company, held on 31 March 2011, it is decided that cash dividend amounting to 135.000 is distributed to shareholders. The Company's share in cash dividend is 134.972 and it is eliminated within the condensed consolidated financial statements.

Due to the Board of Directors resolution dated 7 April 2011, the Company decided to make cash payment of 43.866 for capital increase of Eurobank Tekfen A.Ş., which is the Company's investment consolidated by equity method. In addition, during the capital increase process, the Company made payments of 80 for pre-emptive rights, those were not used by small shareholders; as a result of that, the capital ratio is increased to 29, 3120% (31 December 2010: 29,2437%).

5. SIGNIFICANT CHANGES IN SHAREHOLDERS' EQUITY

Fair Value Reserve of Financial Investments:

The positive change of 50 and the negative change of 13.711 in the fair values of the financial investments which have been traded in the stock exchange market have been directly recognized in equity (30 June 2010 – positive change of 24.921 and negative change of 2.394).

Restricted Profit Reserves:

In accordance with the resolutions taken during the General Meetings of Group companies as of 30 June 2011, 18.832 of restricted reserves were transferred from retained earnings in the condensed consolidated financial statements (30 June 2010: 12.768).

Dividends Paid:

Upon the decision taken in the Ordinary General Assembly held on 6 May 2011, earning per share of 0,14 TL has been decided to distribute to shareholders. Total profit shares of 52.914 and 3.694 were distributed to owners of the parent and Tekfen Eğitim Sağlık Kültür Sanat ve Doğal Varlıkları Koruma Vakfı which holds redeemed share, respectively on 27 May 2011.

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(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

6. SEGMENTAL REPORTING

a) Segmental results

| | 1 January-30 June 2011 | | | | | Total |
|--|------------------------|----------------|---------------|----------------|-----------------|------------------|
| | Contracting | Agriculture | Real Estate | Other | Eliminations | |
| Revenue | 701.853 | 627.999 | 24.088 | 39.307 | - | 1.393.247 |
| Intra-segment sales | 67.996 | 7.860 | 2 | 76 | (75.934) | - |
| Inter-segment sales | 16 | 416 | 139 | 2.620 | (3.191) | - |
| TOTAL REVENUE | 769.865 | 636.275 | 24.229 | 42.003 | (79.125) | 1.393.247 |
| Cost of revenue | (641.627) | (443.228) | (22.061) | (28.408) | - | (1.135.324) |
| GROSS PROFIT | 60.226 | 184.771 | 2.027 | 10.899 | - | 257.923 |
| Marketing, selling and distribution expenses (-) | (278) | (49.034) | (283) | (4.266) | - | (53.861) |
| General administrative expenses (-) | (25.241) | (9.379) | (1.625) | (11.666) | - | (47.911) |
| Research and development expenses (-) | - | (102) | - | - | - | (102) |
| Other operating income | 1.497 | 5.331 | 2.127 | 457 | - | 9.412 |
| Other operating expenses (-) | (2.086) | (2.752) | (681) | (1.243) | - | (6.762) |
| OPERATING PROFIT / (LOSS) | 34.118 | 128.835 | 1.565 | (5.819) | - | 158.699 |
| Share on profit / (loss) of investments valued using equity method | - | - | - | 1.636 | - | 1.636 |
| Financial income | 35.388 | 37.585 | 1.829 | 25.807 | - | 100.609 |
| Financial expenses (-) | (38.122) | (30.829) | (506) | (7.959) | - | (77.416) |
| PROFIT BEFORE TAXATION | 31.384 | 135.591 | 2.888 | 13.665 | - | 183.528 |
| Tax expense | (7.607) | (27.012) | (568) | (5.153) | - | (40.340) |
| NET PROFIT FOR THE PERIOD | 23.777 | 108.579 | 2.320 | 8.512 | - | 143.188 |

The Group has 28.058 of revenue and 11.486 of operating income from terminal operations classified as agricultural operation in the period of 1 January - 30 June 2011.

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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTH INTERIM PERIOD ENDED 30 JUNE 2011

(Amounts are expressed in thousands of Turkish Lira ("TL") unless otherwise stated.)

6. SEGMENTAL REPORTING (cont'd)

a) Segmental results (cont'd)

| | 1 April -30 June 2011 | | | | | |
|--|-----------------------|----------------|---------------|----------------|-----------------|----------------|
| | Contracting | Agriculture | Real Estate | Other | Eliminations | Total |
| Revenue | 413.264 | 256.778 | 14.579 | 18.779 | - | 703.400 |
| Intra-segment sales | 42.254 | 4.254 | 1 | 37 | (46.546) | - |
| Inter-segment sales | 8 | 195 | 67 | 1.286 | (1.556) | - |
| TOTAL REVENUE | 455.526 | 261.227 | 14.647 | 20.102 | (48.102) | 703.400 |
| Cost of revenue | (365.824) | (181.908) | (13.913) | (13.851) | - | (575.496) |
| GROSS PROFIT | 47.440 | 74.870 | 666 | 4.928 | - | 127.904 |
| Marketing, selling and distribution expenses (-) | (150) | (22.758) | (185) | (2.204) | - | (25.297) |
| General administrative expenses (-) | (12.798) | (4.201) | (867) | (5.895) | - | (23.761) |
| Research and development expenses (-) | - | (62) | - | - | - | (62) |
| Other operating income | 537 | 3.680 | 1.040 | 115 | - | 5.372 |
| Other operating expenses (-) | (1.710) | (1.354) | (78) | (836) | - | (3.978) |
| OPERATING PROFIT / (LOSS) | 33.319 | 50.175 | 576 | (3.892) | - | 80.178 |
| Share on profit / (loss) of investments valued using equity method | - | - | - | 1.013 | - | 1.013 |
| Financial income | 17.690 | 18.844 | 1.170 | 14.964 | - | 52.668 |
| Financial expenses (-) | (22.372) | (20.188) | (231) | (4.334) | - | (47.125) |
| PROFIT BEFORE TAXATION | 28.637 | 48.831 | 1.515 | 7.751 | - | 86.734 |
| Tax expense | (6.474) | (10.032) | (414) | (2.879) | - | (19.799) |
| NET PROFIT FOR THE PERIOD | 22.163 | 38.799 | 1.101 | 4.872 | - | 66.935 |

The Group has 14.573 of revenue and 5.786 of operating income from terminal operations classified as agricultural operation in the period of 1 April - 30 June 2011.

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6. SEGMENTAL REPORTING (cont'd)

a) Segmental results (cont'd)

| | 1 January-30 June 2010 | | | | | |
|--|------------------------|----------------|---------------|----------------|------------------|------------------|
| | Contracting | Agriculture | Real Estate | Other | Eliminations | Total |
| Revenue | 515.168 | 526.500 | 25.755 | 35.921 | - | 1.103.344 |
| Intra-segment sales | 109.138 | 7.951 | 20 | 883 | (117.992) | - |
| Inter-segment sales | - | 244 | 121 | 446 | (811) | - |
| TOTAL REVENUE | 624.306 | 534.695 | 25.896 | 37.250 | (118.803) | 1.103.344 |
| Cost of revenue | (443.246) | (388.048) | (23.933) | (21.561) | - | (876.788) |
| GROSS PROFIT | 71.922 | 138.452 | 1.822 | 14.360 | - | 226.556 |
| Marketing, selling and distribution expenses (-) | (146) | (42.274) | - | (4.062) | - | (46.482) |
| General administrative expenses (-) | (23.616) | (8.276) | (419) | (10.087) | - | (42.398) |
| Research and development expenses (-) | - | (60) | - | - | - | (60) |
| Other operating income | 4.147 | 3.700 | 283 | 1.532 | - | 9.662 |
| Other operating expenses (-) | (1.479) | (3.365) | (776) | (5.556) | - | (11.176) |
| OPERATING PROFIT / (LOSS) | 50.828 | 88.177 | 910 | (3.813) | - | 136.102 |
| Share on profit / (loss) of investments valued using equity method | - | - | - | 5.501 | - | 5.501 |
| Financial income | 23.842 | 40.257 | 2.864 | 22.983 | - | 89.946 |
| Financial expenses (-) | (52.400) | (33.739) | (2.020) | (5.558) | - | (93.717) |
| PROFIT BEFORE TAXATION | 22.270 | 94.695 | 1.754 | 19.113 | - | 137.832 |
| Tax expense | (6.486) | (19.535) | (440) | (4.895) | - | (31.356) |
| NET PROFIT FOR THE PERIOD | 15.784 | 75.160 | 1.314 | 14.218 | - | 106.476 |

The Group has 28.552 of revenue and 14.014 of operating income from terminal operations classified as agricultural operation in the period of 1 January-30 June 2010.

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6. SEGMENTAL REPORTING (cont'd)

a) Segmental results (cont'd)

| | 1 April -30 June 2010 | | | | | |
|--|-----------------------|----------------|---------------|---------------|-----------------|----------------|
| | Contracting | Agriculture | Real Estate | Other | Eliminations | Total |
| Revenue | 281.413 | 184.576 | 15.351 | 19.991 | - | 501.331 |
| Intra-segment sales | 47.823 | 3.849 | 11 | 851 | (52.534) | - |
| Inter-segment sales | - | 120 | 60 | (150) | (30) | - |
| TOTAL REVENUE | 329.236 | 188.545 | 15.422 | 20.692 | (52.564) | 501.331 |
| Cost of revenue | (247.287) | (137.751) | (14.193) | (12.001) | - | (411.232) |
| GROSS PROFIT | 34.126 | 46.825 | 1.158 | 7.990 | - | 90.099 |
| Marketing, selling and distribution expenses (-) | (40) | (17.945) | - | (2.297) | - | (20.282) |
| General administrative expenses (-) | (10.064) | (3.647) | (203) | (4.873) | - | (18.787) |
| Research and development expenses (-) | - | (24) | - | - | - | (24) |
| Other operating income | 2.613 | 1.771 | 193 | 714 | - | 5.291 |
| Other operating expenses (-) | (804) | (2.263) | (390) | (217) | - | (3.674) |
| OPERATING PROFIT | 25.831 | 24.717 | 758 | 1.317 | - | 52.623 |
| Share on profit / (loss) of investments valued using equity method | - | - | - | 1.815 | - | 1.815 |
| Financial income | 14.795 | 23.908 | 1.888 | 12.469 | - | 53.060 |
| Financial expenses (-) | (31.283) | (20.918) | (1.433) | (313) | - | (53.947) |
| PROFIT BEFORE TAXATION | 9.343 | 27.707 | 1.213 | 15.288 | - | 53.551 |
| Tax expense | (4.037) | (6.416) | (262) | (3.130) | - | (13.845) |
| NET PROFIT FOR THE PERIOD | 5.306 | 21.291 | 951 | 12.158 | - | 39.706 |

The Group has 15.583 of revenue and 8.342 of operating income from terminal operations classified as agricultural operation in the period of 1 April - 30 June 2010.

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6. SEGMENTAL REPORTING (cont'd)

b) As of 30 June 2011 and 31 December 2010 segmental assets and liabilities are as follow:

| | 30 June 2011 | | | | Total |
|---|------------------|-------------|--------|-----------|-----------|
| | Contracting | Agriculture | Real | | |
| Balance sheet | | | Estate | Other | |
| Total assets | 1.546.534 | 926.833 | 46.402 | 872.469 | 3.392.238 |
| Current and non-current liabilities | 1.164.760 | 350.066 | 28.016 | 84.950 | 1.627.792 |
| Equity attributable to owners of the parent | 275.604 | 256.880 | 4.113 | 1.208.260 | 1.744.857 |
| Non-controlling interests | 15.892 | 3.610 | 133 | (46) | 19.589 |
| | | | | | |
| | 31 December 2010 | | | | Total |
| | Contracting | Agriculture | Real | | |
| Balance sheet | | | Estate | Other | |
| Total assets | 1.307.118 | 939.089 | 34.769 | 784.905 | 3.065.881 |
| Current and non-current liabilities | 950.569 | 330.960 | 19.267 | 82.406 | 1.383.202 |
| Equity attributable to owners of the parent | 269.853 | 150.731 | 1.551 | 1.241.590 | 1.663.725 |
| Non-controlling interests | 15.293 | 3.609 | 134 | (82) | 18.954 |

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6. SEGMENTAL REPORTING (cont'd)

c) Segmental information related to property, plant and equipment, intangible assets and investment property for the six month interim periods ended 30 June 2011 and 2010 are as follows:

| | 1 January-30 June 2011 | | | | |
|---|------------------------|-------------|-------------|-------|--------|
| | Contracting | Agriculture | Real Estate | Other | Total |
| Capital expenditures (*) | 20.531 | 2.983 | 58 | 1.026 | 24.598 |
| Depreciation and amortization expense for the period (**) | 23.791 | 6.756 | 226 | 2.323 | 33.096 |

1 April - 30 June 2011

| | Contracting | Agriculture | Real Estate | Other | Total |
|--|-------------|-------------|-------------|-------|--------|
| Capital expenditures (*) | 10.011 | 2.451 | 48 | 800 | 13.310 |
| Depreciation and amortization expense for the period | 11.592 | 3.430 | 115 | 1.081 | 16.218 |

1 January-30 June 2010

| | Contracting | Agriculture | Real Estate | Other | Total |
|---|-------------|-------------|-------------|--------|--------|
| Capital expenditures (*) | 17.571 | 5.242 | 166 | 13.111 | 36.090 |
| Depreciation and amortization expense for the period (**) | 27.926 | 7.384 | 216 | 2.440 | 37.966 |

1 April - 30 June 2010

| | Contracting | Agriculture | Real Estate | Other | Total |
|--|-------------|-------------|-------------|-------|--------|
| Capital expenditures (*) | 13.325 | 1.311 | 145 | 92 | 14.873 |
| Depreciation and amortization expense for the period | 12.918 | 3.772 | 109 | 1.192 | 17.991 |

(*) Fixed assets purchases through financial lease are also included.

(**) Depreciation expense of 903 is capitalized within the cost of inventory (30 June 2010: 42).

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6. SEGMENTAL REPORTING (cont'd)

d) Geographical segmental information is as follows:

| | Turkey | CIS | Northern Africa | Middle Eastern Countries | Other | Eliminations | Total |
|--|-----------|---------|--------------------|--------------------------------|---------|--------------|-----------|
| Revenue (1 January-30 June 2011) | 797.929 | 180.949 | 65.153 | 404.945 | 23.396 | (79.125) | 1.393.247 |
| Total assets (30 June 2011) | 3.744.494 | 820.945 | 329.647 | 685.006 | 136.731 | (2.324.585) | 3.392.238 |
| Capital expenditures (1 January - 30 June 2011)(*) | 14.428 | 2.739 | 771 | 6.660 | - | - | 24.598 |

| | Turkey | CIS | Northern Africa | Middle Eastern Countries | Other | Eliminations | Total |
|--|---------|---------|--------------------|--------------------------------|--------|--------------|---------|
| Revenue (1 April-30 June 2011) | 354.024 | 109.156 | 29.900 | 237.215 | 21.207 | (48.102) | 703.400 |
| Capital expenditures (1 April - 30 June 2011)(*) | 8.872 | 1.734 | 699 | 2.005 | - | - | 13.310 |

| | Turkey | CIS | Northern Africa | Middle Eastern Countries | Other | Eliminations | Total |
|--|-----------|---------|--------------------|--------------------------------|---------|--------------|-----------|
| Revenue (1 January-30 June 2010) | 668.912 | 136.367 | 54.445 | 319.307 | 43.116 | (118.803) | 1.103.344 |
| Total assets (31 December 2010) | 3.583.874 | 626.455 | 216.646 | 601.675 | 156.764 | (2.119.533) | 3.065.881 |
| Capital expenditures (1 January - 30 June 2010)(*) | 28.431 | 285 | 80 | 7.165 | 129 | - | 36.090 |

| | Turkey | CIS | Northern Africa | Middle Eastern Countries | Other | Eliminations | Total |
|--|---------|--------|--------------------|--------------------------------|--------|--------------|---------|
| Revenue (1 April-30 June 2010) | 255.430 | 67.540 | 29.386 | 184.615 | 16.924 | (52.564) | 501.331 |
| Capital expenditures (1 April - 30 June 2010)(*) | 9.669 | 235 | 36 | 4.859 | 74 | - | 14.873 |

(*) Fixed assets purchases through financial lease are also included.

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7. INVENTORIES

| | 30 June 2011 | 31 December 2010 |
|---|-----------------|---------------------|
| Raw materials | 44.355 | 32.737 |
| Work in progress | 74.372 | 39.092 |
| Finished goods | 38.282 | 31.216 |
| Trading goods | 25.724 | 37.599 |
| Goods in transit | 37.940 | 45.822 |
| Inventory at construction sites | 89.591 | 92.581 |
| Other inventories | 27.716 | 25.079 |
| Allowance for impairment on inventory (-) | (2.141) | (845) |
| | <u>335.839</u> | <u>303.281</u> |

| <u>Movement of allowance for impairment on inventory</u> | <u>2011</u> | <u>2010</u> |
|--|----------------|--------------|
| Provision as of 1 January | (845) | (862) |
| Charge for the period | (1.200) | (3) |
| Currency translation effect | (96) | (37) |
| Provision as of 30 June | <u>(2.141)</u> | <u>(902)</u> |

Impairment on inventory is accounted in the cost of revenue.

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8. CONSTRUCTION CONTRACTS

| | 30 June 2011 | 31 December 2010 |
|--|------------------|---------------------|
| Cost incurred on uncompleted contracts | 3.635.975 | 3.783.441 |
| Recognised gain less losses (net) | 410.777 | 453.895 |
| | <u>4.046.752</u> | <u>4.237.336</u> |
| Less: Billings to date (-) | (3.710.667) | (3.834.323) |
| | <u>336.085</u> | <u>403.013</u> |

Costs and billings incurred on uncompleted contracts in condensed consolidated financial statements are as follow:

| | 30 June 2011 | 31 December 2010 |
|---|-----------------|---------------------|
| From customers under construction contracts | 409.525 | 440.280 |
| To customers under construction contracts | (73.440) | (37.267) |
| | <u>336.085</u> | <u>403.013</u> |

As of 30 June 2011, total retention receivables amount to 70.851 (31 December 2010: 52.009).

| | 30 June 2011 | 31 December 2010 |
|---|-----------------|---------------------|
| <u>Receivables from uncompleted contracts</u> | | |
| Contracts undersigned abroad | 399.927 | 434.212 |
| Contracts undersigned in Turkey | 9.598 | 6.068 |
| | <u>409.525</u> | <u>440.280</u> |
| <u>Payables to uncompleted contracts</u> | | |
| Contracts undersigned abroad | (70.736) | (30.117) |
| Contracts undersigned in Turkey | (2.704) | (7.150) |
| | <u>(73.440)</u> | <u>(37.267)</u> |
| | <u>336.085</u> | <u>403.013</u> |

The Group has 252.779 of advances received for contracting projects (31 December 2010: 121.853).

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9. PROPERTY, PLANT AND EQUIPMENT, INTANGIBLE ASSETS AND INVESTMENT PROPERTY

| | Property, plant and equipment | Intangible assets | Investment property |
|--|----------------------------------|-------------------|------------------------|
| Cost Value | | | |
| Opening balance as of 1 January 2011 | 1.731.013 | 13.104 | 114.939 |
| Currency translation effect | 44.911 | 460 | 110 |
| Additions | 24.076 | 445 | 77 |
| Disposals | (7.073) | (30) | - |
| Closing balance as of 30 June 2011 | 1.792.927 | 13.979 | 115.126 |
| Accumulated Depreciation and Amortization | | | |
| Opening balance as of 1 January 2011 | (1.128.954) | (10.369) | (20.564) |
| Currency translation effect | (27.135) | (387) | - |
| Charge for the period | (32.049) | (443) | (1.507) |
| Disposals | 5.105 | 30 | - |
| Closing balance as of 30 June 2011 | (1.183.033) | (11.169) | (22.071) |
| Carrying value as of 30 June 2011 | 609.894 | 2.810 | 93.055 |

| | Property, plant and equipment | Intangible assets | Investment property |
|--|----------------------------------|-------------------|------------------------|
| Cost Value | | | |
| Opening balance as of 1 January 2010 | 1.696.418 | 11.716 | 114.843 |
| Currency translation effect | 22.997 | 336 | (151) |
| Additions | 22.507 | 683 | 12.900 |
| Disposals | (12.458) | (274) | - |
| Transfers | (6.078) | 543 | - |
| Closing balance as of 30 June 2010 | 1.723.386 | 13.004 | 127.592 |
| Accumulated Depreciation and Amortization | | | |
| Opening balance as of 1 January 2010 | (1.060.068) | (8.938) | (19.715) |
| Currency translation effect | (7.905) | (261) | - |
| Charge for the period | (35.517) | (874) | (1.617) |
| Disposals | 8.543 | 255 | - |
| Transfers | 412 | - | - |
| Closing balance as of 30 June 2010 | (1.094.535) | (9.818) | (21.332) |
| Carrying value as of 30 June 2010 | 628.851 | 3.186 | 106.260 |

Property, plant and equipment includes fixed assets with carrying value of 76.485 purchased through financial lease (30 June 2010: 115.386).

The amount of mortgage on tangible assets is 750 (30 June 2010: 3.955).

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10. FINANCIAL DEBTS

The Company's short term financial debts, utilized to finance its working capital flow are reclassified as long term whose maturities passed 30 June 2012 according to their opening dates. Annual weighted average interest rate of the existing short term loans in term of US Dollars is 3,02% (31 December 2010: 2,90%).

11. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

| <u>Provisions</u> | <u>30 June 2011</u> | <u>31 December 2010</u> |
|--------------------------|-------------------------|-----------------------------|
| Provision for litigation | 8.122 | 15.875 |
| Other provisions | 2.182 | 3.173 |
| | <u>10.304</u> | <u>19.048</u> |

Movement of provision for litigation is as follows:

| | <u>2011</u> | <u>2010</u> |
|-----------------------------|--------------|---------------|
| Provision as of 1 January | 15.875 | 15.260 |
| Provision paid (-) | (7.147) | (103) |
| Charge for the period | 342 | 498 |
| Provision released | (950) | (134) |
| Currency translation effect | 2 | (10) |
| Provision as of 30 June | <u>8.122</u> | <u>15.511</u> |

Litigations:

Upon the consultation of legal advisors, as of 30 June 2011, lawsuit filed against the Group is totally 41.942 (31 December 2010: 41.024) and the management has decided to accrue 8.122 (31 December 2010: 15.875) of provision for lawsuits that might have high probability of potential outflow from the Group. Based on the legal advice of lawyers, the Group foresees no significant risks regarding of lawsuit filed against the Group.

As explained in detail in the notes of the audited consolidated financial statements as of 31 December 2010, the uncertainty about the outcome of the legal process of the closure of Samsun Gübre facility with the written petition dated 6 November 2007 of Samsun Municipality is still ongoing.

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12. COMMITMENTS AND OBLIGATIONS

The guarantee, pledge and mortgage ("GPM") position tables of the Group as of 30 June 2011 and 31 December 2010 are as follow:

| 30 June 2011 | Equivalent of Thousands TL | <i>Thousands of US Dollars</i> | <i>Thousands of EUR</i> | <i>Other (Equivalent of Thousands TL)</i> |
|--|----------------------------------|--|-----------------------------|---|
| A. GPM given on behalf of its own legal entity | 192.695 | - | - | 192.695 |
| -Guarantee | - | - | - | - |
| -Pledge | 192.695 | - | - | 192.695 |
| -Mortgage | - | - | - | - |
| B. GPM given on behalf of subsidiaries that are included in full consolidation | 1.413.018 | 644.650 | 65.087 | 209.208 |
| -Guarantee | 1.412.268 | 644.650 | 65.087 | 208.458 |
| -Pledge | - | - | - | - |
| -Mortgage | 750 | - | - | 750 |
| C. GPM given in order to guarantee third parties' debts for the routine trade operations | 2.844 | - | - | 2.844 |
| -Guarantee | 2.844 | - | - | 2.844 |
| -Pledge | - | - | - | - |
| -Mortgage | - | - | - | - |
| D. Total amounts of other GPM given | | | | |
| i. Total amount of GPM given on behalf of parent company | - | - | - | - |
| ii. Total amount of GPM given on behalf of other group companies that are not included group B and C | - | - | - | - |
| iii. Total amount of GPM given on behalf of third parties that are not included group C | - | - | - | - |
| Total as of 30 June 2011 | 1.608.557 | 644.650 | 65.087 | 404.747 |
| 31 December 2010 | Equivalent of Thousands TL | <i>Thousands of US Dollars</i> | <i>Thousands of EUR</i> | <i>Other (Equivalent of Thousands TL)</i> |
| A. GPM given on behalf of its own legal entity | 149.348 | - | - | 149.348 |
| -Guarantee | - | - | - | - |
| -Pledge | 149.348 | - | - | 149.348 |
| -Mortgage | - | - | - | - |
| B. GPM given on behalf of subsidiaries that are included in full consolidation | 1.185.610 | 604.597 | 38.927 | 171.138 |
| -Guarantee | 1.184.860 | 604.597 | 38.927 | 170.388 |
| -Pledge | - | - | - | - |
| -Mortgage | 750 | - | - | 750 |
| C. GPM given in order to guarantee third parties' debts for the routine trade operations | 1.731 | - | - | 1.731 |
| -Guarantee | 1.731 | - | - | 1.731 |
| -Pledge | - | - | - | - |
| -Mortgage | - | - | - | - |
| D. Total amounts of other GPM given | | | | |
| i. Total amount of GPM given on behalf of parent company | - | - | - | - |
| ii. Total amount of GPM given on behalf of other group companies that are not included group B and C | - | - | - | - |
| iii. Total amount of GPM given on behalf of third parties that are not included group C | - | - | - | - |
| Total as of 31 December 2010 | 1.336.689 | 604.597 | 38.927 | 322.217 |

Since there are not any GPMs mentioned in D item, the ratio to the total equity is not presented.

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13. EMPLOYEE BENEFITS

| | 30 June 2011 | 31 December 2010 |
|---|-------------------------------------|------------------------------|
| Short term employee benefits: | | |
| Retirement pay provision | 838 | 1.667 |
| Unused vacation pay liability provision | 9.106 | 9.018 |
| Premium provision | 4.293 | 9.294 |
| Wages and other employee benefits | 17.395 | 15.496 |
| | <u>31.632</u> | <u>35.475</u> |
| Long term employee benefits: | | |
| Retirement pay provision | 37.833 | 34.344 |
| Unused vacation pay liability provision | 441 | - |
| Wages and other employee benefits | 100 | - |
| | <u>38.374</u> | <u>34.344</u> |
| | <u>Retirement Pay Provision</u> | <u>Premium Provision</u> |
| Opening balance as of 1 January 2011 | 36.011 | 9.294 |
| Currency translation effect | 1.289 | 13 |
| Service expense | 6.140 | 4.238 |
| Interest expense | 576 | - |
| Provision paid (-) | (5.345) | (9.252) |
| Closing balance as of 30 June 2011 | <u>38.671</u> | <u>4.293</u> |
| Opening balance as of 1 January 2010 | 32.000 | 7.468 |
| Currency translation effect | 90 | (2) |
| Service expense | 2.937 | 4.057 |
| Interest expense | 736 | - |
| Provision paid (-) | (4.368) | (7.510) |
| Closing balance as of 30 June 2010 | <u>31.395</u> | <u>4.013</u> |

The amount payable to employee calculated by one month salary is limited to a maximum TL 2.732 (31 December 2010: TL 2.623) as of 30 June 2011.

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14. OTHER SHORT TERM LIABILITIES

| | 30 June 2011 | 31 December 2010 |
|---|-----------------|---------------------|
| Other Short Term Liabilities | | |
| Advances received for construction projects | 220.276 | 121.853 |
| Order advances received | 55.631 | 55.652 |
| Income relating to future months | 5.029 | 5.358 |
| VAT calculated | 1.010 | 3.170 |
| Other | 109 | 228 |
| | <u>282.055</u> | <u>186.261</u> |

15. SIGNIFICANT RELATED PARTY TRANSACTIONS

According to IAS 24, the shareholders, Group companies and their subsidiaries, management and other related parties are classified as related parties.

Group has a total deposit of 264.797 in Eurobank Tekfen A.Ş. as of 30 June 2011 (31 December 2010: 354.780) classified in cash and cash equivalents. Average interest rate of bank deposits in term of TL is 9,10% and in terms of US Dollars is 3,90%, and 10.138 of interest income is earned within the six month interim period ended 30 June 2011 (30 June 2010: interest rates: 9,60% for TL, 3,40% for US Dollar, and interest income: 16.151).

For the interim period, there isn't any extraordinary transaction occurred besides the transactions with related parties and trade relations. Transactions with related parties are distinct and measurable.

16. EARNINGS PER SHARE

| | 1 January- 30 June 2011 | 1 April- 30 June 2011 | 1 January- 30 June 2010 | 1 April- 30 June 2010 |
|---|-------------------------------|-----------------------------|-------------------------------|-----------------------------|
| Average number of ordinary shares outstanding during the period (in full) | 370.000.000 | 370.000.000 | 370.000.000 | 370.000.000 |
| Net profit for the period attributable to owners of the parent (thousands TL) | 143.340 | 66.998 | 106.588 | 39.778 |
| Earnings per share from operations (TL) | 0,387 | 0,181 | 0,288 | 0,108 |

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17. FINANCIAL INCOME AND FINANCIAL EXPENSES

Financial Income:

| | 1 January- 30 June 2011 | 1 April- 30 June 2011 | 1 January- 30 June 2010 | 1 April- 30 June 2010 |
|------------------------|-------------------------------|-----------------------------|-------------------------------|-----------------------------|
| Interest income | 29.994 | 13.873 | 24.902 | 13.668 |
| Foreign exchange gains | 63.442 | 33.251 | 59.511 | 35.835 |
| Other | 7.173 | 5.544 | 5.533 | 3.557 |
| | <u>100.609</u> | <u>52.668</u> | <u>89.946</u> | <u>53.060</u> |

Financial Expenses:

| | 1 January- 30 June 2011 | 1 April- 30 June 2011 | 1 January- 30 June 2010 | 1 April- 30 June 2010 |
|-------------------------|-------------------------------|-----------------------------|-------------------------------|-----------------------------|
| Finance expenses | (16.518) | (9.040) | (16.212) | (7.144) |
| Foreign exchange losses | (60.898) | (38.085) | (77.505) | (46.803) |
| | <u>(77.416)</u> | <u>(47.125)</u> | <u>(93.717)</u> | <u>(53.947)</u> |

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18. FOREIGN CURRENCY POSITION

| 30 June 2011 | Equivalent of Thousands of TL | Thousands of US Dollars | Thousands of EUR | Thousands of GBP | Other (Equivalent of Thousands of TL) |
|---|----------------------------------|----------------------------|------------------|---------------------|--|
| 1. Trade Receivables | 92.805 | 33.532 | 12.057 | 17 | 9.772 |
| 2. Monetary Financial Assets | 128.808 | 37.526 | 6.225 | 16 | 52.968 |
| 3. Other | 48.413 | 19.798 | 1.712 | 43 | 12.004 |
| 4. CURRENT ASSETS | 270.026 | 90.856 | 19.994 | 76 | 74.744 |
| 5. Trade Receivables | 5.157 | - | 579 | - | 3.797 |
| 6. Monetary Financial Assets | 7.610 | - | 16 | - | 7.572 |
| 7. Other | 659 | 61 | 151 | 10 | 179 |
| 8. NON CURRENT ASSETS | 13.426 | 61 | 746 | 10 | 11.548 |
| 9. TOTAL ASSETS | 283.452 | 90.917 | 20.740 | 86 | 86.292 |
| 10. Trade Payables | 343.475 | 157.206 | 7.579 | 1.160 | 66.364 |
| 11. Financial Liabilities | 77.903 | 38.404 | 6.077 | - | 1.021 |
| 12. Monetary Other Liabilities | 133.741 | 11.489 | 26.884 | - | 51.856 |
| 12b. Non Monetary Other Liabilities | 219 | 120 | 10 | - | - |
| 13. CURRENT LIABILITIES | 555.338 | 207.219 | 40.550 | 1.160 | 119.241 |
| 14. Trade Payables | 4.126 | 47 | 632 | - | 2.565 |
| 15. Financial Liabilities | 3.351 | 116 | 1.346 | - | - |
| 16. Monetary Other Liabilities | 38.413 | 494 | 2.149 | - | 32.559 |
| 17. NON CURRENT LIABILITIES | 45.890 | 657 | 4.127 | - | 35.124 |
| 18. TOTAL LIABILITIES | 601.228 | 207.876 | 44.677 | 1.160 | 154.365 |
| 19. Net foreign currency assets/(liabilities) position | (317.776) | (116.959) | (23.937) | (1.074) | (68.073) |
| 20. Monetary items net foreign currency assets/(liabilities) position (1+2+5+6-10-11-12-14-15-16) | (366.629) | (136.698) | (25.790) | (1.127) | (80.256) |
| 21. Export | 34.189 | 21.554 | - | - | - |
| 22. Import | 469.099 | 261.960 | 12.184 | 1.298 | 27.573 |

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18. FOREIGN CURRENCY POSITION (cont'd)

| 31 December 2010 | Equivalent of Thousands of TL | Thousands of US Dollars | Thousands of EUR | Thousands of GBP | Other (Equivalent of Thousands of TL) |
|---|----------------------------------|----------------------------|------------------|---------------------|--|
| 1. Trade Receivables | 134.701 | 25.215 | 20.197 | - | 54.334 |
| 2. Monetary Financial Assets | 212.036 | 101.692 | 5.473 | 143 | 43.264 |
| 3. Other | 54.236 | 29.679 | 1.821 | 27 | 4.556 |
| 4. CURRENT ASSETS | 400.973 | 156.586 | 27.491 | 170 | 102.154 |
| 5. Trade Receivables | 1.537 | - | 459 | - | 596 |
| 6. Monetary Financial Assets | 4.888 | - | 17 | - | 4.853 |
| 7. Other | 94 | 61 | - | - | - |
| 8. NON CURRENT ASSETS | 6.519 | 61 | 476 | - | 5.449 |
| 9. TOTAL ASSETS | 407.492 | 156.647 | 27.967 | 170 | 107.603 |
| 10. Trade Payables | 352.894 | 151.879 | 18.684 | 1.252 | 76.814 |
| 11. Financial Liabilities | 69.547 | 37.174 | 5.581 | - | 640 |
| 12. Monetary Other Liabilities | 73.271 | 2.480 | 3.658 | - | 61.941 |
| 12b. Non Monetary Other Liabilities | 4.384 | 2.783 | 40 | - | - |
| 13. CURRENT LIABILITIES | 500.096 | 194.316 | 27.963 | 1.252 | 139.395 |
| 14. Trade Payables | 405 | 47 | - | - | 332 |
| 15. Financial Liabilities | 1.383 | 787 | 81 | - | - |
| 16. Monetary Other Liabilities | 8.312 | 247 | - | - | 7.930 |
| 17. NON CURRENT LIABILITIES | 10.100 | 1.081 | 81 | - | 8.262 |
| 18. TOTAL LIABILITIES | 510.196 | 195.397 | 28.044 | 1.252 | 147.657 |
| 19. Net foreign currency assets/(liabilities) position | (102.704) | (38.750) | (77) | (1.082) | (40.054) |
| 20. Monetary items net foreign currency assets/(liabilities) position (1+2+5+6-10-11-12-14-15-16) | (152.650) | (65.707) | (1.858) | (1.109) | (44.610) |
| 21. Export | 93.577 | 61.513 | 273 | - | - |
| 22. Import | 779.961 | 404.254 | 27.719 | 2.538 | 112.320 |

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18. FOREIGN CURRENCY POSITION (cont'd)

Foreign currency sensitivity

The Group is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to US Dollars and Euro.

The following table details the Group's sensitivity to a 15% increase and decrease in the US Dollars and Euro. 15% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated items and adjusts their translation at the six month interim period end for a 15% change in foreign currency rates. This sensitivity analysis excludes the foreign currency denominated items presented on the balance sheet of the Group companies whose functional currency is other than TL. A positive number indicates an increase in profit or loss.

| | 30 June 2011 | |
|---|---|------------------------------------|
| | Profit / Loss | |
| | Appreciation of foreign currencies | Depreciation of foreign currencies |
| | If US Dollars 15% appreciated vs TL | |
| US Dollars net assets / liabilities | (28.600) | 28.600 |
| | If Euro 15% appreciated vs TL | |
| Euro net assets / liabilities | (8.435) | 8.435 |
| | If Other foreign currencies 15% appreciated vs TL | |
| Other foreign currency net assets / liabilities | (10.631) | 10.631 |
| TOTAL | (47.666) | 47.666 |
| | 31 December 2010 | |
| | Profit / Loss | |
| | Appreciation of foreign currencies | Depreciation of foreign currencies |
| | If US Dollars 15% appreciated vs TL | |
| US Dollars net assets / liabilities | (8.986) | 8.986 |
| | If Euro 15% appreciated vs TL | |
| Euro net assets / liabilities | (24) | 24 |
| | If Other foreign currencies 15% appreciated vs TL | |
| Other foreign currency net assets / liabilities | (6.396) | 6.396 |
| TOTAL | (15.406) | 15.406 |

19. EVENTS AFTER BALANCE SHEET DATE

In accordance with notes to consolidated financial statements for the year ended 31 December 2010, without prejudice to rights arising from the Share Purchase-Sale Agreement that was signed between Eurobank EFG Holding (Luxembourg) SA and the Company on 16 March 2007, Eurobank EFG Holding (Luxembourg) SA, which is main shareholder of Eurobank Tekfen A.Ş. that is consolidated by equity method, has announced that it is reviewing strategic options for %70 of dominant shares in Eurobank Tekfen A.Ş. on 14 July 2011.

As of 25 August 2011, there is a negative change of 48.708 in the fair value of Akmerkez Gayrimenkul Yatırım Ortaklığı, whose shares are publicly traded.