

# December-2010 CMB Report

## Consolidated Balance Sheet

	Current Period	Previous Period
	December-2010	December-2009
<b>ASSETS</b>	<b>1.231.806.821</b>	<b>1.161.640.318</b>
<b>Current Assets</b>	<b>310.009.661</b>	<b>267.291.487</b>
Cash Equivalents	40.167.702	40.091.509
Marketable Securities (Net)	-	-
Trade Receivables (Net)	183.146.207	156.834.403
Other Receivables (net)	7.869.906	4.859.105
Inventories (net)	76.501.580	63.465.558
Other Current Assets	2.324.266	2.040.912
<b>Sub Total</b>	<b>310.009.661</b>	<b>267.291.487</b>
<b>Non-Curent Assets Held for Sale and Discontinued Operations</b>	<b>-</b>	<b>-</b>
<b>Non Current Assets</b>	<b>921.797.160</b>	<b>894.348.831</b>
Other Receivables (net)	242.295	20.690
Financial Assets (net)	147.698.124	118.246.896
Tangible Asset (net)	600.408.583	601.307.288
Intangibles Assets (net)	35.795.399	35.920.835
Goodwill	129.457.887	129.457.887
Deferred Tax Assets	1.905.201	1.962.142
Other Non Current Assets	6.289.671	7.433.093

## Consolidated Balance Sheet

	Current Period	Previous Period
	December-2010	December-2009
<b>LIABILITIES</b>	<b>390.670.782</b>	<b>342.413.744</b>
<b>Short-Term Liabilities</b>	<b>175.503.708</b>	<b>195.119.386</b>
Financial Payables (Net)	49.135.105	96.678.800
Other Financial Liabilities (Net)	-	2.632.803
Trade Payables (Net)	110.349.022	82.260.281
Other Payables (Net)	9.966.411	6.988.245
Tax Payables	1.500.241	2.439.991
Provisions	4.552.929	4.086.386
Other Liabilities (Net)	-	32.880
<b>Sub Total</b>	<b>175.503.708</b>	<b>195.119.386</b>
<b>Non-Curent Assets Held for Sale and Discontinued Operations</b>	<b>-</b>	<b>-</b>
<b>Long-Term Liabilities</b>	<b>215.167.074</b>	<b>147.294.358</b>
Financial Payables (Net)	151.581.547	91.647.962
Provisions	2.615.726	2.462.961
Provision Related to Employee Benefits	16.453.559	13.645.992
Deferrred Tax Liabilities	44.516.242	39.537.443

### Consolidated Balance Sheet

	Current Period	Previous Period
	December-2010	December-2009
<b>EQUITY</b>	<b>841.136.039</b>	<b>819.226.574</b>
<b>Parent Equity</b>	<b>830.295.205</b>	<b>808.493.888</b>
Capital	424.624.650	424.624.650
Legal Reserves	87.576.615	78.033.880
Unrealized Gains on investments available for Sale	102.965.139	74.921.074
Actuerial gain / (loss)	(320.518)	(254.656)
Profits/Losses From Previous Years	156.189.595	156.160.570
Net Income/Loss	59.259.724	75.008.370
<b>Minetary Interest</b>	<b>10.840.834</b>	<b>10.732.686</b>
<b>Total Equity and Liabilities</b>	<b>1.231.806.821</b>	<b>1.161.640.318</b>

## Consolidated P & L

	Current Period	Previous Period	
	December-2010	December-2009	%
<b>OPERATING INCOME</b>			
Income from sales (net)	817.352.286	709.593.804	15,2
Cost of sales (-)	(705.282.161)	(570.647.670)	(23,6)
<b>GROSS OPERATING PROFIT/LOSS</b>	<b>112.070.125</b>	<b>138.946.134</b>	<b>(19,3)</b>
Marketing, sales and distribution expenses	(8.187.288)	(8.641.731)	5,3
General and administrative expenses	(26.092.170)	(20.512.525)	(27,2)
Other operating income	2.874.058	4.679.476	(38,6)
Other operating expenses (-)	(8.873.841)	(14.114.038)	37,1
<b>NET OPERATING INCOME/EXPENSE</b>	<b>71.790.884</b>	<b>100.357.316</b>	<b>(28,5)</b>
Financial gains	37.904.056	30.840.005	22,9
Financial expense (-)	(37.398.845)	(41.797.376)	10,5
<b>OPERATING INCOME/LOSS</b>	<b>72.296.095</b>	<b>89.399.945</b>	<b>(19,1)</b>
<b>Income Tax</b>	<b>(12.928.223)</b>	<b>(14.860.951)</b>	<b>(13,0)</b>
Corporation Tax	(9.352.020)	(16.191.630)	42,2
Deferred Tax	(3.576.203)	1.330.679	368,8
<b>PRE-MINETORY INTEREST PROFIT/LOSS</b>	<b>59.367.872</b>	<b>74.538.994</b>	<b>(20,4)</b>
<b>Distribution of Profit /Loss</b>			
Minetory Interest	108.148	(469.376)	123,0
Parent Share	59.259.724	75.008.370	(21,0)
Earnings per share - Basic (Ykr)	0,31	0,39	

### Consolidated P & L (Comprehensive Income)

	Current Period December-2010	Previous Period December-2009	%
<b>Net Income / (Loss)</b>	<b>59.367.872</b>	<b>74.538.994</b>	<b>(20,4)</b>
Change in Unrealized Gain on Investments Available for Sale	29.520.068	54.566.137	(45,9)
Actuarial gain / (loss) from employee termination benefits	(82.328)	(318.320)	(74,1)
Tax income / (loss) from other comprehensive income items	(1.459.537)	(3.879.550)	62,4
<b>Other Comprehensive Income After Tax</b>	<b>27.978.203</b>	<b>50.368.267</b>	<b>(44,5)</b>
<b>Total Comprehensive Income</b>	<b>87.346.075</b>	<b>124.907.261</b>	<b>(30,1)</b>
<b>Distribution of Other Comprehensive Income</b>			
Minority Interest	108.148	(469.376)	123,0
Parent Share	87.237.927	125.376.637	(30,4)

<b>EBITDA</b>	<b>2010-12</b>		<b>2009-12</b>	
Income from sales (net)	810.905.409		703.495.175	
Earnings on services (net)	6.446.877		6.098.629	
Cost of sales (-)	(705.282.161)		(570.647.670)	
<b>Depreciation</b>	<b>52.398.929</b>		<b>53.757.654</b>	
<b>Gross Operating Profit</b>	<b>164.469.054</b>	<b>20,1</b>	<b>192.703.788</b>	<b>27,2</b>
Operating expense (-)	(34.279.458)		(29.154.256)	
<b>Depreciation</b>	<b>2.009.460</b>		<b>1.193.818</b>	
<b>EBITDA</b>	<b>132.199.056</b>	<b>16,2</b>	<b>164.743.350</b>	<b>23,2</b>

<b>EBIT</b>	<b>2010-12</b>		<b>2009-12</b>	
Income from sales (net)	810.905.409		703.495.175	
Earnings on services (net)	6.446.877		6.098.629	
Cost of sales (-)	(705.282.161)		(570.647.670)	
<b>Depreciation</b>	<b>-</b>		<b>-</b>	
<b>Gross Operating Profit</b>	<b>112.070.125</b>	<b>13,7</b>	<b>138.946.134</b>	<b>19,6</b>
Operating expense (-)	(34.279.458)		(29.154.256)	
<b>Depreciation</b>	<b>-</b>		<b>-</b>	
<b>Net Operating income</b>	<b>77.790.667</b>	<b>9,5</b>	<b>109.791.878</b>	<b>15,5</b>

### Consolidated Equity Movement

	Share Capital	Inflation Adjustment of Paid in Share Capital	Legal Reserves	Unrealized Gain on Investments Available for Sale	Actuarial Gain / (Loss)	Net Profit for the Period	Accumulated Profits	Parent Equity	Minority Interest	Total
Balances at January 1, 2009	191.447.068	233.177.582	67.943.530	24.298.151	-	104.269.708	131.983.269	753.119.308	11.456.862	764.576.170
Transfers	-	-	10.090.350	-	-	(104.269.708)	94.179.358	-	-	-
Dividend paid	-	-	-	-	-	-	(70.002.057)	(70.002.057)	(254.800)	(70.256.857)
Current year profit	-	-	-	-	-	75.008.370	-	75.008.370	(469.376)	74.538.994
Other comprehensive income - Net Unrealized Gain on Investments Available for Sale	-	-	-	54.566.137	-	-	-	54.566.137	-	54.566.137
Tax income / (loss) from other comprehensive income items	-	-	-	(3.943.214)	63.664	-	-	(3.879.550)	-	(3.879.550)
<b>Total Comprehensive Income</b>	-	-	10.090.350	50.622.923	(254.656)	(29.261.338)	24.177.301	55.374.580	(724.176)	54.650.404
Balance @ December-2009	191.447.068	233.177.582	78.033.880	74.921.074	(254.656)	75.008.370	156.160.570	808.493.888	10.732.686	819.226.574
<b>Balances at January 1, 2010</b>	<b>191.447.068</b>	<b>233.177.582</b>	<b>78.033.880</b>	<b>74.921.074</b>	<b>(254.656)</b>	<b>75.008.370</b>	<b>156.160.570</b>	<b>808.493.888</b>	<b>10.732.686</b>	<b>819.226.574</b>
Transfers	-	-	9.542.735	-	-	(75.008.370)	65.465.635	-	-	-
Dividend paid	-	-	-	-	-	-	(65.436.610)	(65.436.610)	-	(65.436.610)
Current year profit	-	-	-	-	-	59.259.724	-	59.259.724	108.148	59.367.872
Other comprehensive income - Net Unrealized Gain on Investments Available for Sale	-	-	-	29.719.872	-	-	-	29.719.872	-	29.719.872
Other comprehensive income - Gain on Investment Sold, Transferred to Period Profit	-	-	-	(199.804)	-	-	-	(199.804)	-	(199.804)
Other comprehensive income - Actuarial Gain / (Loss)	-	-	-	-	(82.328)	-	-	(82.328)	-	(82.328)
Tax income / (loss) from other comprehensive income items	-	-	-	(1.476.003)	16.466	-	-	(1.459.537)	-	(1.459.537)
<b>Total Comprehensive Income</b>	-	-	9.542.735	28.044.065	(65.862)	(15.748.646)	29.025	21.801.317	108.148	21.909.465
Balance @ December-2010	191.447.068	233.177.582	87.576.615	102.965.139	(320.518)	59.259.724	156.189.595	830.295.205	10.840.834	841.136.039



## Consolidated Cash Flow

	December-2010	December-2009
<b>Cash flows from operating activities:</b>		
Profit before tax, minority interest and loss on net monetary position	72.296.095	89.399.945
<b>Adjustments to reconcile net profit before monetary loss, minority interest and income tax to net cash provided by operating activities:</b>		
Unrealized foreign exchange losses	(7.247.683)	13.240.622
Depreciation and amortization	54.884.168	57.702.162
Provision for employee termination benefits	4.528.846	2.510.341
Provision for Restoration	152.765	470.899
Gain/Loss on sale of property, plant and equipment	(325.292)	(159.551)
Interest expense	12.474.088	14.206.627
Provision for Litigation	303.095	252.847
Investment sales gain (Aslan Cement)	(1.364.968)	-
Provision for doubtful receivables	817.634	2.360.568
Dividend income	(8.151.119)	(6.683.009)
Inventory impairment	1.166.000	1.180.171
Prpvision for premium	500.000	560.000
<b>Net profit adjusted for non-cash items</b>	<b>130.033.629</b>	<b>175.041.622</b>

### Consolidated Cash Flow

Changes in operating assets and liabilities	December-2010	December-2009
Trade receivables (Short Term)	(27.706.874)	(40.910.060)
Other receivables	582.099	(3.267.541)
Inventories	(14.202.022)	24.462.147
Prepayments and other current assets	(283.354)	889.319
Prepayments and other non-current asset	1.143.422	(5.663.925)
Trade payables	28.088.741	28.304.850
Other payables	2.978.166	(2.603.587)
Other liabilities	-	45.270
Current provisions	339.568	321.358
Taxes paid	(10.291.770)	(13.751.639)
Employee termination benefits paid	(1.329.884)	(2.460.402)
Premium paid	(560.000)	(550.000)
Penalty Paid	(116.120)	(874.750)
Litigation incentive premium paid	(473.723)	(910.961)
Collections from doubtful receivables	355.831	597.835
<b>Net cash provided by operating activities</b>	<b>108.557.709</b>	<b>158.669.536</b>

## Consolidated Cash Flow

	December-2010	December-2009
<b>Cash flows from investing activities</b>		
Change in investments available for sale	1.433.808	-
Purchase of property, plant and equipment	(50.897.996)	(11.774.645)
Purchase of intangible assets	(991.398)	(2.852.703)
Proceeds from sale of property, plant and equipment	772.626	1.111.729
Dividend from Investments	8.151.119	6.683.009
Purchase of business combination (Ladik)	-	-
<b>Net cash used in investing activities</b>	<b>(41.531.841)</b>	<b>(6.832.610)</b>
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	197.615.863	176.454.768
Proceeds from long term borrowings	120.000.000	-
Repayment of short-term borrowings	(299.222.907)	(231.889.512)
Dividend paid	(65.436.610)	(70.002.057)
Dividend paid to minority shareholders	-	(254.800)
Repayment of short- term lease obligations	(3.034.723)	(5.984.286)
Interest paid	(13.278.398)	(16.389.685)
Proceeds from forward transactions	(3.592.900)	7.007.256
<b>Net cash used in financing activities</b>	<b>(66.949.675)</b>	<b>(141.058.316)</b>
<b>Net increase in cash and cash equivalents</b>	<b>76.193</b>	<b>10.778.610</b>
Cash and cash equivalents at the beginning of the year	40.091.509	29.312.899
<b>Cash and cash equivalents at the end of period</b>	<b>40.167.702</b>	<b>40.091.509</b>
<b>Cash received by the Company for interest</b>	<b>961.265</b>	<b>1.249.921</b>

SEGMENT REPORTING (PERIOD END)

1 January - 31 December 2010					
	Cement	RMC	Unallocatable	Elimination	Total
Sales, net	567.667.141	350.536.261	-	(100.851.116)	817.352.286
Cost of sales (-)	(472.323.422)	(333.809.855)	-	100.851.116	(705.282.161)
<b>Gross profit</b>	<b>95.343.719</b>	<b>16.726.406</b>	-	-	<b>112.070.125</b>
Operating expenses (-)	(27.287.354)	(6.992.104)	-	-	(34.279.458)
Other operating income / expenses (-), net	(5.025.188)	(974.595)	-	-	(5.999.783)
<b>Operating income</b>	<b>63.031.177</b>	<b>8.759.707</b>	-	-	<b>71.790.884</b>
Financial income / expenses (-), net	(5.847.323)	(99.205)	6.451.739	-	505.211
<b>Operating income / (loss) before tax</b>	<b>57.183.854</b>	<b>8.660.502</b>	<b>6.451.739</b>	-	<b>72.296.095</b>
<b>Income tax, net</b>	-	-	<b>(12.928.223)</b>	-	<b>(12.928.223)</b>
Corporation Tax	-	-	(9.352.020)	-	(9.352.020)
Deferred Tax	-	-	(3.576.203)	-	(3.576.203)
<b>Period Profit / (Loss) From Continuing Operations</b>	<b>57.183.854</b>	<b>8.660.502</b>	<b>(6.476.484)</b>	-	<b>59.367.872</b>

SEGMENT REPORTING (PERIOD END)

1 January - 31 December 2009					
	Çimento	Beton	Dağıtılmamış	Eliminasyon	Toplam
Sales, net	500.198.276	292.615.934	-	(83.220.407)	709.593.804
Cost of sales (-)	(388.709.886)	(265.158.191)	-	83.220.407	(570.647.670)
<b>Gross profit</b>	<b>111.488.391</b>	<b>27.457.743</b>	<b>-</b>	<b>-</b>	<b>138.946.134</b>
Operating expenses (-)	(22.836.018)	(6.318.238)	-	-	(29.154.256)
Other operating income / expenses (-), net	(6.274.350)	(3.160.212)	-	-	(9.434.562)
<b>Operating income</b>	<b>82.378.022</b>	<b>17.979.293</b>	<b>-</b>	<b>-</b>	<b>100.357.316</b>
Financial income / expenses (-), net	(190.489)	588.993	(11.355.875)	-	(10.957.371)
<b>Operating income / (loss) before tax</b>	<b>82.187.533</b>	<b>18.568.286</b>	<b>(11.355.875)</b>	<b>-</b>	<b>89.399.945</b>
<b>Income tax, net</b>	<b>-</b>	<b>-</b>	<b>(14.860.951)</b>	<b>-</b>	<b>(14.860.951)</b>
Corporation Tax	-	-	(16.191.630)	-	(16.191.630)
Deferred Tax	-	-	1.330.679	-	1.330.679
<b>Period Profit / (Loss) From Continuing Operations</b>	<b>82.187.533</b>	<b>18.568.286</b>	<b>(26.216.826)</b>	<b>-</b>	<b>74.538.994</b>

SEGMENT REPORTING (PERIOD END)

31 September 2010

	Cement	RMC	Unallocatable	Elimination	Total
<b>Assets and liabilities</b>					
Segment assets	698.155.478	72.538.787	-	-	770.694.265
Financial investments	-	-	147.698.124	-	147.698.124
Unallocatable assets	-	-	313.414.432	-	313.414.432
<b>Total assets</b>	<b>698.155.478</b>	<b>72.538.787</b>	<b>461.112.556</b>	<b>-</b>	<b>1.231.806.821</b>
Segment liabilities	-	-	-	-	-
Unallocatable liabilities	-	-	1.231.806.821	-	1.231.806.821
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>1.231.806.821</b>	<b>-</b>	<b>1.231.806.821</b>

1 January - 31 December 2010

Other segment informations

Investment expenditures

Fixed assets	42.571.526	11.766.031	-	-	54.337.557
<b>Total investment expenditures</b>	<b>42.571.526</b>	<b>11.766.031</b>	<b>-</b>	<b>-</b>	<b>54.337.557</b>

Depretiation expense	48.867.246	4.900.088	-	-	53.767.334
Amortization expense	1.032.752	84.082	-	-	1.116.834

SEGMENT REPORTING (PERIOD END)

31 December 2009

	Çimento	Beton	Dağıtılmamış	Eliminasyon	Toplam
<b>Assets and liabilities</b>					
Segment assets	706.847.119	65.976.029	-	-	772.823.148
Financial investments	-	-	118.246.896	-	118.246.896
Unallocatable assets	-	-	270.570.274	-	270.570.274
<b>Total assets</b>	<b>706.847.119</b>	<b>65.976.029</b>	<b>388.817.170</b>	<b>-</b>	<b>1.161.640.318</b>
Segment liabilities	-	-	-	-	-
Unallocatable liabilities	-	-	1.161.640.318	-	1.161.640.318
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>1.161.640.318</b>	<b>-</b>	<b>1.161.640.318</b>

1 January - 31 December 2009

Other segment informations

Investment expenditures

Fixed assets	6.201.798	8.425.552	-	-	14.627.349
<b>Total investment expenditures</b>	<b>6.201.798</b>	<b>8.425.552</b>	<b>-</b>	<b>-</b>	<b>14.627.349</b>
Depretiation expense	52.081.529	4.426.208	-	-	56.507.737
Amortization expense	1.061.660	132.765	-	-	1.194.425

#### CASH & CASH EQUIVALENT

	December-2010	December-2009
Bank accounts (including short-term time deposits)	35.918.427	38.473.314
Checks with maturities until report end	4.248.669	1.617.553
Cash in hand	606	642
	<b>40.167.702</b>	<b>40.091.509</b>



### INVESTMENTS AVAILABLE FOR SALE (Non-current)

	December-2010		December-2009	
	%	Amount	%	Amount
Çimsa Çimento Sanayi ve Ticaret A.Ş. ( <i>Çimsa</i> )	8,98	121.305.600	8,98	91.585.728
Liman İşletmeleri ve Nakliyecilik A.Ş. ( <i>Liman İşletmeleri</i> )	15,00	22.662.688	15,00	22.662.688
Eterpark Endüstri Ürünleri İmalat Ticaret İthalat İhracat Pazarlama A.Ş. ( <i>Eterpark</i> )	8,73	2.686.527	8,73	2.686.527
Arpaş Ambarlı Römorkaj Pilataj Ticaret A.Ş. ( <i>Arpaş</i> )	16,00	841.399	16,00	841.399
Altaş Ambarlı Liman Tesisleri Ticaret A.Ş. ( <i>Altaş</i> )	12,25	201.910	12,25	201.910
Lafarge Aslan Çimento A.Ş. ( <i>Lafarge</i> )	-	-	0,05	268.644
		<b>147.698.124</b>		118.246.896

**SHORT-TERM FINANCIAL DEBTS (NET)**

<b>December-2010</b>			
	<b>Currency</b>	<b>Maturity</b>	<b>Balance</b>
<b>Unsecured credits</b>			
TL (**)	30.000.000	02.05.11	30.477.001
TL (**)	10.000.000	18.04.11	10.627.944
TL (*) (**)	5.149.330	-	5.149.330
			<b>46.254.275</b>

**LONG-TERM FINANCIAL DEBTS (NET)**

<b>December-2010</b>			
	<b>Currency</b>	<b>Maturity</b>	<b>Balance</b>
<b>Unsecured credits</b>			
	USD 10.030.271	02.05.13	15.506.799
	USD 10.030.271	02.05.13	15.506.798
	TL 20.000.000	30.06.15	20.006.389
	TL 15.000.000	30.06.15	15.004.792
	TL 5.000.000	30.06.15	5.292.292
	TL 8.500.000	13.09.12	8.738.574
	TL 16.500.000	13.09.12	16.963.114
	TL 25.000.000	13.09.12	25.701.688
	TL 30.000.000	02.05.12	30.506.998
<b>Short Term Portion of Long Term Credit</b>	TL	30.06.11	(6.389)
	TL	30.06.11	(4.792)
	TL	03.01.11	(292.292)
	TL	13.09.11	(701.688)
	TL	13.09.11	(463.114)
	TL	13.09.11	(238.574)
	TL	20.10.11	(507.000)
<b>Short Term Portion of Long Term Credit</b>	ABD\$ (45.428)	02.02.11	(70.230)
			<b>150.943.365</b>

### SHORT-TERM TRADE RECEIVABLES (NET)

	December-2010	December-2009
Accounts receivable (Net)	86.955.086	79.694.990
Notes receivable and post-dated checks	70.699.135	55.447.896
Due from Investments	347.589	590.239
Due from holding companies	25.144.397	21.101.278
Doubtfull debt	4.705.672	4.243.869
Less: Provision for impairment	(4.705.672)	(4.243.869)
	<b>183.146.207</b>	<b>156.834.403</b>

### SHORT-TERM TRADE PAYABLES (NET)

	December-2010	December-2009
Accounts payables (Net)	106.370.586	80.705.019
Due to Affiliates	227.384	174.520
Due to holding companies	3.748.055	1.380.742
Due to Shareholders	2.997	-
	<b>110.349.022</b>	<b>82.260.281</b>

### AGEING FOR RECEIVABLES

	RECEIVABLES	OVERDUE RECEIVABLES					Total
		0-1 Month	1-2 m	2-3 m	3-4 m	4 m>	
December-2010	83.867.449	1.464.583	485.845	514.193	321.424	301.592	86.955.086
December-2009	70.111.690	5.503.958	2.739.605	554.062	467.011	318.664	79.694.990

### SHORT-TERM OTHER RECEIVABLES (NET)

	December-2010	December-2009
Deposits and guarantees given	3.097.271	2.699.798
Deferred Vat	1.947.594	252.413
Vat receivables	1.485.714	803.253
Due from Personal	769.446	694.446
Work Advances	9.550	9.550
Prepaid taxes and funds	-	7.322
Other	560.331	392.323
	<b>7.869.906</b>	<b>4.859.105</b>

### SHORT-TERM OTHER PAYABLES (NET)

	December-2010	December-2009
Deposits and guarantees taken	2.560.001	1.401.497
Taxes and Funds Payable	2.169.128	1.632.982
Advances taken for Purchases	1.629.210	714.764
Social Security Withholdings Payable	1.319.365	1.182.680
Other liabilities	826.579	602.519
Dividend payables	811.878	821.733
Due to Personnel	633.653	614.322
Other Payables	16.597	17.748
	<b>9.966.411</b>	<b>6.988.245</b>

### LONG-TERM OTHER RECEIVABLES (NET)

	December-2010	December-2009
Deposits and guarantees given	242.295	20.690
	<b>242.295</b>	<b>20.690</b>

### INVENTORIES

	December-2010	December-2009
Raw materials and supplies	59.756.505	50.402.537
Semi-finished goods	10.343.809	6.737.478
Finished goods	4.470.415	4.293.823
Goods in transit	1.930.851	2.031.720
	<b>76.501.580</b>	<b>63.465.558</b>

## PROPERTY, PLANT AND EQUIPMENT

	January 1, 2010	Additions	Transfers from construction-in- progress	Disposals	December-2010
<b>Cost</b>					
Land and land improvements	131.808.066	-	830.978	-	132.639.044
Buildings	250.314.799	-	1.010.082	-	251.324.881
Machinery and equipment	1.076.389.871	85.853	6.908.221	(460.046)	1.082.923.899
Furniture, fixtures and motor vehicles	63.237.228	221.238	7.369.309	(1.586.411)	69.241.364
Leasehold improvements	44.731.513	3.801	1.410.919	-	46.146.233
Construction-in-progress	8.218.681	54.025.175	(18.519.417)	-	43.724.439
<b>Total</b>	<b>1.574.700.158</b>	<b>54.336.067</b>	<b>(989.908)</b>	<b>(2.046.457)</b>	<b>1.625.999.860</b>
<b>Less: Accumulated Depreciation</b>					
Land and land improvements	64.038.128	2.989.508	-	-	67.027.636
Buildings	94.610.673	15.191.023	-	-	109.801.696
Machinery and equipment	741.135.920	30.684.305	-	(409.396)	771.410.829
Furniture, fixtures and motor vehicles	45.700.436	3.152.027	-	(1.159.531)	47.692.932
Leasehold improvements	27.907.713	1.750.471	-	-	29.658.184
<b>Total</b>	<b>973.392.870</b>	<b>53.767.334</b>	<b>-</b>	<b>(1.568.927)</b>	<b>1.025.591.277</b>
<b>Property, plant and equipment, net</b>	<b>601.307.288</b>				<b>600.408.583</b>

### INTANGIBLE ASSETS

	January 1, 2010	Additions	Transfers from construction-in- progress	December-2010
<b>Cost</b>				
Rights and Other Intangibles	50.125.329	1.490	989.908	51.116.727
<b>Less: Accumulated Amortization</b>				
Rights and Other Intangibles	14.204.494	1.116.834	-	15.321.328
<b>Intangible assets, net</b>	<b>35.920.835</b>	<b>(1.115.344)</b>	<b>989.908</b>	<b>35.795.399</b>

## GOODWILL

	<b>December-2010</b>
1 January 2009 Opening	129.457.887
Impairment	-
	<b>129.457.887</b>



## SHORT-TERM PROVISIONS

	December-2010	December-2009
Provision on Vacations	2.537.156	2.313.708
Litigations	1.515.773	1.212.678
Premium payable to executive board	500.000	560.000
	<b>4.552.929</b>	<b>4.086.386</b>

	Litigations	Vacations	Jestion
<b>January-2010</b>	<b>1.212.678</b>	<b>2.313.708</b>	<b>560.000</b>
Charge for the year	-	223.448	500.000
Payment (-)	(116.120)	-	(560.000)
Gain on previous year provision	419.215	-	-
<b>December-2010</b>	<b>1.515.773</b>	<b>2.537.156</b>	<b>500.000</b>

## LONG-TERM PROVISIONS

	December-2010	December-2009
Provision for Restoration	2.615.726	2.462.961
	<b>2.615.726</b>	<b>2.462.961</b>

## COMMITMENTS

<b>Operating Lease Commitments</b>	<b>December-2010</b>	<b>December-2009</b>
0-1 year	253.871	423.770
1-5 year	4.208.254	2.730.314
5> year	2.340.000	2.418.000
	<b>6.802.125</b>	<b>5.572.084</b>

<b>Financial Lease Commitments</b>	<b>December-2010</b>	<b>December-2009</b>
0-1 year	638.999	2.942.097
1-5 year	650.075	979.731
	<b>1.289.074</b>	<b>3.921.828</b>

## EMPLOYEE BENEFITS

	December-2010	December-2009
ETB	14.223.282	11.866.887
Provision on Seniority	2.230.277	1.779.105
	<b>16.453.559</b>	13.645.992

ETB	December-2010	December-2009
<b>01.Jan. 09-08</b>	<b>11.866.887</b>	11.530.660
ETB liability paid	<b>(1.329.884)</b>	(2.460.402)
Actuarial gain/loss	<b>82.328</b>	318.320
Interest Cost	<b>692.384</b>	712.511
Charge of the year	<b>2.911.567</b>	1.765.798
	<b>14.223.282</b>	11.866.887

## THE OTHER ASSETS AND LIABILITIES

	December-2010	December-2009
<b>The Other Current Assets</b>		
Prepaid Expenses	2.308.889	1.970.066
Given Advances	1.038	69.985
Other*	14.339	861
	<b>2.324.266</b>	<b>2.040.912</b>
	December-2010	December-2009
<b>The Other Non-Current Assets</b>		
Prepaid rent	1.257.275	1.295.955
Fixed asset advances given	5.032.396	6.137.138
	<b>6.289.671</b>	<b>7.433.093</b>
	December-2010	December-2009
<b>The Other Liabilities</b>		
Expense accruals	-	21.057
Other	-	11.823
	<b>-</b>	<b>32.880</b>

COMPOSITION OF SHAREHOLDERS :	December-2010		December-2009	
	Amount	%	Amount	%
Hacı Ömer Sabancı Holding A.Ş.	76.035.136	39,72	76.035.136	39,72
HeidelbergCement Mediterranean Basin Holdings S.L	76.035.135	39,72	76.035.135	39,72
Publicly-held part	39.376.797	20,56	39.376.797	20,56
Total in historical YTL	191.447.068	100	191.447.068	100
Restatement effect	233.177.582		233.177.582	
<b>Total per financial statements</b>	<b>424.624.650</b>		<b>424.624.650</b>	

#### FAIR VALUE GAIN/LOSS ON THE INVESTMENTS AVAILABLE FOR SALE

	December-2010	December-2009
Çimsa Çimento San. A.Ş	108.384.356	78.664.484
Aslan Çimento A.Ş.	-	199.804
	<b>108.384.356</b>	<b>78.864.288</b>

### CAPITAL RESERVES- PROFIT RESERVES

	December-2010	December-2009
Legal reserves	87.576.580	78.033.845
Statutory reserves	35	35
Extraordinary reserves	4.533.673	2.658.449
Accumulated profits	7.758.970	7.758.970
Renewal fund	935.812	1.944.508
Other reserves	2.812.924	855.370
	<b>103.617.994</b>	91.251.177

### MINORITY INTERESTS

	December-2010	December-2009
Beginning	10.732.686	11.456.862
Dividends declared	108.148	(469.376)
Share of net profit (loss) of subsidiary	-	(254.800)
	<b>10.840.834</b>	10.732.686

<b>Sales Income</b>	<b>December-2010</b>	December-2009	<b>%</b>
Domestic sales	<b>645.331.459</b>	538.788.591	19,8
Overseas sales	<b>187.584.870</b>	182.032.458	3,1
Sales discount (-)	<b>(4.225.955)</b>	(3.153.863)	(34,0)
Other discount (-)	<b>(17.784.965)</b>	(14.172.011)	(25,5)
	<b>810.905.409</b>	703.495.175	15,3

<b>Earnings on services</b>	<b>December-2010</b>	December-2009	<b>%</b>
Sale of services	<b>6.446.877</b>	6.098.629	5,7
	<b>6.446.877</b>	6.098.629	

<b>COST OF SALES</b>	<b>December-2010</b>	<b>December-2009</b>
Direct material cost	<b>560.576.739</b>	420.683.050
Direct labour cost	<b>41.755.608</b>	37.418.500
Amortization & Depreciation	<b>52.398.929</b>	53.757.654
Other production cost	<b>51.856.812</b>	44.499.562
<b>Total Production Cost</b>	<b>706.588.088</b>	556.358.766
<b>Change in semi-final products</b>	<b>(3.606.331)</b>	6.375.504
Opening	<b>6.737.478</b>	13.112.982
End-of-period	<b>10.343.809</b>	6.737.478
<b>Change in final products</b>	<b>(176.592)</b>	6.371.081
Opening	<b>4.293.823</b>	10.664.904
End-of-period	<b>4.470.415</b>	4.293.823
<b>Cost of trade goods</b>	<b>1.542.574</b>	741.936
<b>Cost of service sold</b>	<b>934.422</b>	800.383
<b>Total Cost of Sales</b>	<b>705.282.161</b>	570.647.670



<b>OPERATING EXPENSES</b>	<b>December-2010</b>	<b>December-2009</b>
General and administrative expenses	(26.092.170)	(20.512.525)
Marketing, sales and distribution expenses	(8.187.288)	(8.641.731)
	<b>(34.279.458)</b>	<b>(29.154.256)</b>
<b>General and administrative expenses</b>		
Salaries and expenses of personnel	14.345.782	12.473.984
Consultancy expenses	3.158.275	2.265.922
Depreciation and amortisation	1.909.717	1.095.667
Rent expenses	1.047.773	830.679
Taxes, duties and fees	862.150	463.657
External utilities and services obtained	781.588	734.858
Traveling expenses	725.810	508.174
ETB	436.682	259.454
Insurance expenses	99.498	93.353
Miscellaneous expenses	2.724.895	1.786.777
	<b>26.092.170</b>	<b>20.512.525</b>
<b>Marketing, sales and distribution expenses</b>		
Salaries and expenses of personnel	5.084.765	4.522.491
Rent expenses	550.838	459.020
Sales guarantee expenses	529.364	594.779
Traveling expenses	482.478	358.288
External utilities and services obtained	358.335	290.095
ETB	142.463	136.939
Depreciation and amortisation	99.743	98.151
Taxes, duties and fees	49.174	83.124
Doubtful receivables expenses	461.803	1.762.733
Miscellaneous expenses	428.325	336.111
	<b>8.187.288</b>	<b>8.641.731</b>

<b>OTHER OPERATING INCOME</b>	<b>December-2010</b>	<b>December-2009</b>
Gain on sale of property, plant and equipment, net	<b>325.292</b>	159.551
Rent income	<b>541.930</b>	363.842
Income from insurance contracts	<b>642.563</b>	2.583.230
Gain on sale of spare part material, net	-	270.638
Other	<b>1.364.273</b>	1.302.215
	<b>2.874.058</b>	<b>4.679.476</b>

<b>OTHER OPERATING EXPENSES</b>	<b>December-2010</b>	<b>December-2009</b>
Idle time expense	<b>2.065.306</b>	3.333.097
Donations	<b>2.033.524</b>	2.389.386
Property and estate taxes	<b>1.879.338</b>	1.566.757
Depreciation expense of rented terminals	<b>475.779</b>	638.097
Penalty and Indenty	<b>415.679</b>	3.614.399
Provision expense for legal actions	<b>303.095</b>	252.847
Provision expense for Recultivation	<b>152.765</b>	470.899
Other	<b>1.548.355</b>	1.848.556
	<b>8.873.841</b>	14.114.038

### Amortization & Depreciation

	December-2010	December-2009
<b>Tangible Fixed Assets</b>		
Production cost	51.772.936	52.859.441
General and administrative expenses	1.513.377	799.456
Other operating cost	382.808	2.750.689
Marketing, sales and distribution expenses	98.213	98.151
<b>Total Depreciation Expenses</b>	<b>53.767.334</b>	<b>56.507.737</b>
<b>Intangible Fixed Assets</b>		
Production cost	625.993	898.214
General and administrative expenses	396.340	296.211
Other operating expenses	92.971	-
Marketing, sales and distribution expenses	1.530	-
<b>Total Amortization Expenses</b>	<b>1.116.834</b>	<b>1.194.425</b>

<b>Financial Gain</b>	<b>December-2010</b>	December-2009
Fx gain	<b>26.630.826</b>	20.327.918
Dividend from subsidiary	<b>8.151.119</b>	6.683.009
Gain from subsidiary sales	<b>1.364.968</b>	-
Interest income	<b>960.629</b>	1.460.746
Gain on Interest cost from Customers, (net)	<b>796.514</b>	1.866.344
Discount expenses	-	501.988
<b>Total financial gains</b>	<b>37.904.056</b>	30.840.005

<b>Financial Loss</b>	<b>December-2010</b>	December-2009
Fx loss	<b>23.764.195</b>	24.798.081
Interest expenses	<b>12.474.088</b>	13.494.116
Loss from forward transaction	<b>960.096</b>	2.792.668
Rediscount loss, (net)	<b>200.466</b>	712.511
<b>Total financial loss</b>	<b>37.398.845</b>	41.797.376

**DEFERRED TAX ASSETS/LIABILITIES (COMPANY)**

	Deferred Tax Assets		Deferred Tax Liabilities		Deffered tax income	
	December-2010	December-2009	December-2010	December-2009	December-2010	December-2009
Property, plant and equipment	-	-	(25.789.375)	(27.182.302)	1.392.927	1.286.280
Goodwill	-	-	(20.702.811)	(15.514.044)	(5.188.767)	(3.629.552)
Inventories	3.806.137	3.759.521	-	-	46.616	1.110.331
Provision for employee termination benefits	2.844.657	2.373.378	-	-	471.279	67.246
Allowance for unearned/unaccrued interest ( included in receivables and payables, net )	242.651	729.161	-	-	(486.510)	425.124
Recultivation provision	523.145	492.592	-	-	30.553	94.180
Other timing differences, net	1.320.672	1.095.328	-	-	225.344	1.426.455
Period loss	482.970	550.615	-	-	(67.645)	550.615
Tax income/expense related to other comprehensive income items	-	-	(5.339.087)	(3.879.550)	(1.459.537)	(3.879.550)
	<b>9.220.232</b>	<b>9.000.595</b>	<b>(51.831.273)</b>	<b>(46.575.896)</b>	<b>(5.035.740)</b>	<b>(2.548.871)</b>

	December-2010	December-2009
Current year corporation tax	9.352.020	16.191.630
Prepaid taxes	(7.851.779)	(13.751.639)
Taxes to be demanded	-	-
<b>Income tax to be paid</b>	<b>1.500.241</b>	<b>2.439.991</b>

	December-2010	December-2009
<b><i>Consolidated income statement</i></b>		
Current year corporation tax	(9.352.020)	(16.191.630)
Deferred tax	(3.576.203)	1.330.679
<b>Tax in consolidated financials</b>	<b>(12.928.223)</b>	<b>(14.860.951)</b>

### NET FOREIGN CURRENCY POSITION

	December-2010			December-2009		
	Currency	Amount	YTL Amount	Currency	Amount	YTL Amount
<b>ASSETS</b>						
	USD	17.785.669	27.496.644	USD	26.160.961	39.390.559
	EURO	1.058.586	2.169.149	EURO	1.772.937	3.830.076
	GBP	885	2.114	GBP	1.072	2.561
	SEK	5	1	-	-	-
<b>TOTAL</b>			<b>29.667.908</b>			<b>43.223.196</b>
<b>LIABILITIES</b>						
	USD	(21.676.477)	(33.511.833)	USD	(81.482.164)	(122.687.694)
	EURO	(418.916)	(858.402)	EURO	(1.358.726)	(2.935.256)
	GBP	-	-	GBP	-	-
<b>TOTAL</b>			<b>(34.370.235)</b>			<b>(125.622.950)</b>

December-2010	
Total Export	187.584.870
Total Import	103.234.915
Hedge Rate of Currency Liabilities	0%



### **Foreign Currency Risk Table**

<b>Currency</b>	<b>Devaluation of YTL against Foreign Currency</b>	<b>Effect on profit before tax (YTL)</b>
USD/YTL	10%	(601.519)
EURO/YTL	10%	131.075

### **Interest Rate Risk Table**

<b>Increase in basis point</b>	<b>Effect on profit before tax</b>
0,5%	(154.600)

**FX Sensitivity Analysis**

Valuation rate (%)	10
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Current period				
	Profit/loss		Equity	
	Revaluation of foreign currency	Devaluation of foreign currency	Revaluation of foreign currency	Devaluation of foreign currency
<b>Revaluation of US Dollar against TRL at the rate of 10% :</b>				
1- US Dollar net asset/liability	(601.519)	601.519	-	-
2- Hedged amount in US Dollar (-)	-	-	-	-
<b>3- US Dollar Net Effect (1+2)</b>	<b>(601.519)</b>	<b>601.519</b>	<b>-</b>	<b>-</b>
<b>Revaluation of EURO against TRL at the rate of 10% :</b>				
4- EURO net asset/liability	131.075	(131.075)	-	-
5- Hedged amount in EURO (-)	-	-	-	-
<b>6- EURO Net Effect (4+5)</b>	<b>131.075</b>	<b>(131.075)</b>	<b>-</b>	<b>-</b>
<b>Revaluation of other FX against TRL at the rate of 10% :</b>				
7- Other FX net asset/liability	211	(211)	-	-
8- Hedged amount in other FX (-)	-	-	-	-
<b>9- Other assets in FX Net Effect (7+8)</b>	<b>211</b>	<b>(211)</b>	<b>-</b>	<b>-</b>
<b>TOTAL (3+6+9)</b>	<b>(470.233)</b>	<b>470.233</b>	<b>-</b>	<b>-</b>

Previous period				
	Profit/loss		Equity	
	Revaluation of foreign currency	Devaluation of foreign currency	Revaluation of foreign currency	Devaluation of foreign currency
<b>Revaluation of US Dollar against TRL at the rate of 10% :</b>				
1- US Dollar net asset/liability	(8.329.714)	8.329.714	-	-
2- Hedged amount in US Dollar (-)	2.526.181	(2.526.181)	-	-
<b>3- US Dollar Net Effect (1+2)</b>	<b>(5.803.533)</b>	<b>5.803.533</b>	<b>-</b>	<b>-</b>
<b>Revaluation of EURO against TRL at the rate of 10% :</b>				
4- EURO net asset/liability	89.482	(89.482)	-	-
5- Hedged amount in EURO (-)	-	-	-	-
<b>6- EURO Net Effect (4+5)</b>	<b>89.482</b>	<b>(89.482)</b>	<b>-</b>	<b>-</b>
<b>Revaluation of other FX against TRL at the rate of 10% :</b>				
7- Other FX net asset/liability	256	(256)	-	-
8- Hedged amount in other FX (-)	-	-	-	-
<b>9- Other assets in FX Net Effect (7+8)</b>	<b>256</b>	<b>(256)</b>	<b>-</b>	<b>-</b>
<b>TOTAL (3+6+9)</b>	<b>(5.713.795)</b>	<b>5.713.795</b>	<b>-</b>	<b>-</b>

<b>Interest rate position table</b>		
	<b>Cari Dönem</b>	<b>Önceki Dönem</b>
<b>Variable rated financial instruments</b>		
Financial assets	-	-
Financial liabilities	31.013.597	121.051.432

Credit Risk Table	Receivables				Deposit at banks	Derivatives	Other
	Trade receivables		Other receivables				
	Related parties	Third parties	Related parties	Third parties			
Current period							
<b>Maximum amount of credit risk as of report date (A+B+C+D+E) (1)</b>	<b>25.491.986</b>	<b>157.654.221</b>	<b>769.446</b>	<b>7.100.460</b>	<b>40.167.096</b>	-	-
- Secured amount of maximum risk by guarantees etc.*	-	84.696.206	769.446	2.507.925	-	-	-
	-	-	-	-	-	-	-
A. Net book value of unexpired or not impaired financial assets (2)	25.491.986	153.539.182	769.446	7.100.460	40.167.096	-	-
B. Net book value of financial assets, conditions about them discussed otherwise they are stated as overdue (3)	-	1.027.402	-	-	-	-	-
C. Net book value of not impaired but became overdue financial assets(6)	-	3.087.637	-	-	-	-	-
- The part under guarantee etc.*	-	1.178.365	-	-	-	-	-
D. Net book value of impaired assets (4)	-	-	-	-	-	-	-
- Overdue (gross book value)	-	4.705.672	-	-	-	-	-
- Impairment (-)	-	(4.705.672)	-	-	-	-	-
- Under guarantee part of net value*	-	-	-	-	-	-	-
- Unexpired (gross book value)	-	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-	-
- Under guarantee part of net value*	-	-	-	-	-	-	-
E. Issues including off balance sheet credit risk (5)	-	-	-	-	-	-	-

Credit Risk Table	Receivables				Deposit at banks	Derivatives	Other
	Trade receivables		Other receivables				
	Related parties	Third parties	Related parties	Third parties			
Previous period							
<b>Maximum amount of credit risk as of report date (A+B+C+D+E) (1)</b>	<b>21.691.517</b>	<b>135.142.885</b>	<b>694.446</b>	<b>4.164.659</b>	<b>40.090.867</b>	-	-
- Secured amount of maximum risk by guarantees etc.*	-	61.648.919	694.446	1.062.988	-	-	-
A. Net book value of unexpired or not impaired financial assets (2)	21.691.517	125.265.284	694.446	4.164.659	40.090.867	-	-
B. Net book value of financial assets, conditions about them discussed otherwise they are stated as overdue (3)	-	294.301	-	-	-	-	-
C. Net book value of not impaired but became overdue financial assets(6)	-	9.583.300	-	-	-	-	-
- The part under guarantee etc.*	-	3.263.984	-	-	-	-	-
D. Net book value of impaired assets (4)	-	-	-	-	-	-	-
- Overdue (gross book value)	-	4.243.869	-	-	-	-	-
- Impairment (-)	-	(4.243.869)	-	-	-	-	-
- Under guarantee part of net value*	-	-	-	-	-	-	-
- Unexpired (gross book value)	-	-	-	-	-	-	-
- Impairment (-)	-	-	-	-	-	-	-
- Under guarantee part of net value*	-	-	-	-	-	-	-
E. Issues including off balance sheet credit risk (5)	-	-	-	-	-	-	-

**Liquidity risk table**

**Current period**

<b>Due dates according to agreements</b>	Book value	<u>Total cash outflows according to agreement</u> (=I+II+III+IV)	< 3 months (I)	3-12 months (II)	1-5 years (III)	> 5 years (IV)
<b>Non-derivative Financial Liabilities</b>	<b>311.065.674</b>	<b>339.496.107</b>	<b>116.339.567</b>	<b>55.107.149</b>	<b>168.049.391</b>	-
Bank loans	199.481.719	227.176.546	5.149.330	54.627.899	167.399.317	-
Bonds issued	-	-	-	-	-	-
Financial leasing payables	1.234.933	1.289.074	159.750	479.250	650.074	-
Trade payables	110.349.022	111.030.487	111.030.487	-	-	-

**Previous period**

<b>Due dates according to agreements</b>	Book value	<u>Total cash outflows according to agreement</u> (=I+II+III+IV)	< 3 months (I)	3-12 months (II)	1-5 years (III)	> 5 years (IV)
<b>Non-derivative Financial Liabilities</b>	<b>270.587.043</b>	<b>276.222.768</b>	<b>99.260.658</b>	<b>82.241.621</b>	<b>94.720.489</b>	-
Bank loans	184.533.944	191.040.681	17.264.874	80.035.047	93.740.760	-
Bonds issued	-	-	-	-	-	-
Financial leasing payables	3.792.818	3.921.828	735.525	2.206.574	979.729	-
Trade payables	82.260.281	81.260.259	81.260.259	-	-	-