



# September-2006 CMB Report

## Consolidated Balance Sheet

	Current Period	Previous Period
	September-2006	December-2005
<b>ASSETS</b>	<b>889.251.036</b>	<b>856.253.477</b>
<b>Current Assets</b>	<b>283.878.758</b>	<b>269.156.838</b>
Cash Equivalents	74.493.090	148.298.901
Marketable Securities (Net)	37.682.010	0
Trade Receivables (Net)	104.845.645	66.526.220
Receivables From Related Parts (net)	2.794.067	6.318.330
Other Receivables (net)	5.052.838	3.259.061
Inventories (net)	57.243.660	43.454.233
Other Current Assets	1.767.448	1.300.093
<b>Non Current Assets</b>	<b>605.372.278</b>	<b>587.096.639</b>
Trade Receivables (Net)	18.902	15.455
Financial Assets (net)	176.739.585	186.498.089
Tangible Asset (net)	410.804.366	380.773.104
Intangibles Assets (net)	13.015.502	13.665.767
Deferred Tax Assets	3.032.719	4.496.774
Other Non Current Assets	1.761.204	1.647.450
<b>Total Assets</b>	<b>889.251.036</b>	<b>856.253.477</b>

## Consolidated Balance Sheet

	Current Period	Previous Period
	September-2006	December-2005
<b>LIABILITIES</b>	<b>105.103.152</b>	<b>106.543.329</b>
<b>Short-Term Liabilities</b>	<b>68.447.728</b>	<b>57.430.659</b>
Financial Payables (Net)	96.940	7.262.263
Financial Leasing Payables (Net)	1.390.268	0
Trade Payables (Net)	35.811.134	22.314.151
Payables to Related Parts(Net)	4.858.689	5.964.656
Advances taken	918.187	1.407.403
Provisions	19.123.025	16.166.474
Other Liabilities (Net)	6.249.485	4.315.712
<b>Long-Term Liabilities</b>	<b>36.655.424</b>	<b>49.112.670</b>
Financial Leasing Payables (Net)	3.968.788	1.207.620
Provisions	8.775.985	8.647.568
Deferred Tax Liabilities	23.910.651	39.257.482
<b>MINORITY INTEREST</b>	<b>11.936.239</b>	<b>11.233.909</b>

## Consolidated Balance Sheet

	Current Period	Previous Period
	September-2006	December-2005
<b>EQUITY</b>	<b>772.211.645</b>	<b>738.476.239</b>
<b>Capital</b>	<b>191.447.068</b>	<b>166.475.712</b>
<b>Capital Reserves</b>	<b>233.177.582</b>	<b>235.418.128</b>
Equity Inflation Difference	233.177.582	235.418.128
<b>Profit Reserves</b>	<b>124.781.557</b>	<b>131.607.950</b>
Legal Reserves	29.370.297	16.493.413
Statutory Reserves	35	35
Extraordinary Reserves	2.591.080	10.656.637
Special Reserves	0	1.358.666
Investments Grants	0	0
Unrealized Gains on investments available for Sale	92.820.145	103.099.199
<b>Net Income/Loss</b>	<b>133.744.869</b>	<b>113.565.095</b>
<b>Profits/Losses From Previous Years</b>	<b>89.060.569</b>	<b>91.409.354</b>
<b>Total Equity and Liabilities</b>	<b>889.251.036</b>	<b>856.253.477</b>

## Consolidated P & L

	Current Period	Previous Period	
	September-2006	September-2005	%
<b>OPERATING INCOME</b>			
Income from sales (net)	424.761.022	308.609.690	37,64
Cost of sales (-)	(276.479.782)	(221.892.364)	24,60
Service revenues (net)	3.748.391	2.352.148	59,36
<b>GROSS OPERATING PROFIT/LOSS</b>	<b>152.029.631</b>	<b>89.069.474</b>	70,69
Operating Expense (-)	(15.301.937)	(14.835.177)	3,15
<b>NET OPERATING INCOME/EXPENSE</b>	<b>136.727.694</b>	<b>74.234.297</b>	84,18
Other operating income	33.806.750	46.746.682	(27,68)
Other operating expenses (-)	(19.021.966)	(8.670.814)	119,38
Financial expense (-)	(286.922)	(229.390)	25,08
<b>OPERATING INCOME/LOSS</b>	<b>151.225.556</b>	<b>112.080.775</b>	34,93
Loss/Gain on net monetary position	0	0	
<b>MINORITY INTEREST PROFIT/LOSS</b>	<b>(702.330)</b>	<b>(1.505.077)</b>	(53,34)
<b>PRE-TAX PROFIT/LOSS</b>	<b>150.523.226</b>	<b>110.575.698</b>	36,13
Income Tax	(16.778.357)	(20.904.357)	(19,74)
<b>NET PROFIT/LOSS</b>	<b>133.744.869</b>	<b>89.671.341</b>	49,15
<b>EARNINGS PER SHARE</b>			
Earnings per share - Basic (Ykr)	0,6986	0,5386	

## Consolidated Equity Movement

	Share Capital	Investment Grants	Unrealized Gain on Investments Available for Sale	Legal Reserves and Accumulated Profits	Total
<b>Balances at January 1, 2005</b>	<b>401.893.840</b>	<b>35.589</b>	<b>44.741.120</b>	<b>172.191.479</b>	<b>618.862.028</b>
Appropriations-					
Dividends declared	-	-	-	(52.273.374)	(52.273.374)
Amortization of investment grants	-	35.589	-	-	(35.589)
Net unrealized gain on investments available for sale	-	-	58.358.079	-	58.358.079
Current year profit	-	-	-	113.565.095	113.565.095
<b>Balance @ December-2005</b>	<b>401.893.840</b>	<b>0</b>	<b>103.099.199</b>	<b>233.483.200</b>	<b>738.476.239</b>
Appropriations-	<b>22.730.810</b>			<b>(22.730.810)</b>	<b>0</b>
Dividends declared	-	-	-	(89.730.409)	(89.730.409)
Amortization of investment grants	-	0	-	-	0
Net unrealized gain on investments available for sale	-	-	(10.279.054)	-	(10.279.054)
Current year profit	-	-	-	133.744.869	133.744.869
<b>Balance @ September-2006</b>	<b>424.624.650</b>	<b>0</b>	<b>92.820.145</b>	<b>254.766.850</b>	<b>772.211.644</b>

### EBITDA

	2005-09		2005-12		2006-09	
Income from sales (net)	308.609.690		415.049.192		424.761.022	
Earnings on services (net)	2.352.148		3.497.784		3.748.391	
Cost of sales (-)	(221.892.364)		(293.200.252)		(276.479.782)	
<b>Depreciation</b>	<b>22.754.353</b>		<b>30.998.035</b>		<b>25.054.104</b>	
<b>Gross Operating Profit</b>	<b>111.823.827</b>	<b>35,96</b>	<b>156.344.759</b>	<b>37,35</b>	<b>177.083.735</b>	<b>41,33</b>
Operating expense (-)	(14.835.177)		(20.909.531)		(15.301.937)	
<b>Depreciation</b>	<b>965.502</b>		<b>1.265.865</b>		<b>890.793</b>	
<b>EBITDA</b>	<b>97.954.152</b>	<b>31,50</b>	<b>136.701.093</b>	<b>32,66</b>	<b>162.672.591</b>	<b>37,96</b>

### EBIT

	2005-09		2005-12		2006-09	
Income from sales (net)	308.609.690		415.049.192		424.761.022	
Earnings on services (net)	2.352.148		3.497.784		3.748.391	
Cost of sales (-)	(221.892.364)		(293.200.252)		(276.479.782)	
<b>Depreciation</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Gross Operating Profit</b>	<b>89.069.474</b>	<b>28,64</b>	<b>125.346.724</b>	<b>29,95</b>	<b>152.029.631</b>	<b>35,48</b>
Operating expense (-)	(14.835.177)		(20.909.531)		(15.301.937)	
<b>Depreciation</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Net Operating income</b>	<b>74.234.297</b>	<b>23,87</b>	<b>104.437.193</b>	<b>24,95</b>	<b>136.727.694</b>	<b>31,91</b>

## Consolidated Cash Flow

	September-2006	September-2005
<b>Cash flows from operating activities:</b>		
Profit before tax, minority interest and loss on net monetary position	151.225.556	112.080.775
Adjustments to reconcile net profit before monetary loss, minority interest and income tax to net cash provided by operating activities:		
Unrealized foreign exchange losses	168.477	8.745
Depreciation and amortization	27.237.999	25.990.311
Provision for employee termination benefits	1.568.424	1.460.663
Gain on sale of property, plant and equipment	(1.025.482)	(996.466)
Interest expense	286.922	229.390
Rediscount of competition Board Penalty	(329.547)	195.941
Amortization of investment grants	0	(26.703)
Provision for doubtful receivables	(142.823)	136.550
Dividend income	(4.656.536)	(30.248.914)
<b>Net profit adjusted for non-cash items</b>	<b>174.332.990</b>	<b>108.830.292</b>



## Consolidated Cash Flow

<b>Changes in operating assets and liabilities</b>	<b>September-2006</b>	<b>September-2005</b>
Trade receivables (Short Term)	<b>(38.176.602)</b>	<b>(28.206.978)</b>
Trade receivables (Long Term)	<b>(3.447)</b>	1.866
Receivables from related parts	<b>3.524.263</b>	571.361
Other receivables	<b>(1.793.777)</b>	<b>(1.078.617)</b>
Inventories	<b>(13.789.427)</b>	<b>(2.929.105)</b>
Prepayments and other current assets	<b>(467.355)</b>	55.897
Prepayments and other non-current asset	<b>(113.754)</b>	<b>(35.336)</b>
Trade payables	<b>13.496.983</b>	3.361.082
Payables to related parts	<b>(1.105.967)</b>	<b>(563.884)</b>
Advances received	<b>(489.216)</b>	<b>(732.613)</b>
Other liabilities	<b>1.933.773</b>	1.143.408
Current provisions	<b>302.022</b>	<b>(92.052)</b>
Interest paid	<b>(438.086)</b>	<b>(320.879)</b>
Taxes paid	<b>(27.677.057)</b>	<b>(14.844.169)</b>
Employee termination benefits paid	<b>(1.440.007)</b>	<b>(902.299)</b>
<b>Net cash provided by operating activities</b>	<b>108.095.336</b>	<b>64.257.974</b>

## Consolidated Cash Flow

	September-2006	September-2005
<b>Cash flows from investing activities</b>		
Change in investments available for sale	(38.202.560)	23.007.823
Purchase of property, plant and equipment	(56.845.864)	(24.826.864)
Purchase of intangible assets	(240.760)	(799.893)
Proceeds from sale of property, plant and equipment	1.493.110	1.033.064
Dividend from Investments	4.656.536	30.248.914
<b>Net cash used in investing activities</b>	<b>(89.139.538)</b>	<b>28.663.044</b>
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	2.317.753	11.859.445
Repayment of short-term borrowings	(9.500.389)	(13.558.052)
Dividend paid	(89.730.409)	(52.273.374)
Repayment of short- term lease obligations	4.151.436	(80.950)
<b>Net cash used in financing activities</b>	<b>(92.761.609)</b>	<b>(54.052.931)</b>
Net monetary loss on restatement of cash transactions	0	0
<b>Net increase in cash and cash equivalents</b>	<b>(73.805.811)</b>	<b>38.868.085</b>
Cash and cash equivalents at the beginning of the year	148.298.901	48.865.902
<b>Cash and cash equivalents at the end of period</b>	<b>74.493.090</b>	<b>87.733.987</b>
<b>Cash received by the Company for interest</b>	<b>8.451.482</b>	<b>16.543.682</b>

## CASH & CASH EQUIVALENT

	<b>September-2006</b>	<b>December-2005</b>
<b>Bank accounts (including short-term time deposits)</b>	<b>71.380.651</b>	<b>145.769.645</b>
* Time deposit	67.104.511	143.092.680
* Demand deposit	4.276.141	2.676.965
<b>Checks with maturities until report end</b>	<b>3.103.675</b>	<b>2.525.003</b>
<b>Funds lent under reverse repurchase agreements</b>	<b>0</b>	<b>0</b>
<b>Cash in hand</b>	<b>8.764</b>	<b>4.253</b>
	<b>74.493.090</b>	<b>148.298.901</b>

## MARKETABLE SECURITIES (NET)

	September-2006			December-2005				
	Amount	Interest Rate		Maturity	Amount	Interest Rate		Maturity
		Min	Max			Min	Max	
YTL Treasury bills	37.682.010	13,23	18,22	07.Mar.07				
USD Treasury bills								
	37.682.010				0			

## SHORT-TERM TRADE RECEIVABLES (NET)

	September-2006	December-2005
Accounts receivable (Net)	62.433.458	38.617.760
Notes receivable and post-dated checks	43.434.189	28.374.102
Discount on checks	(1.022.002)	(465.643)
Doubtfull debt	1.869.989	2.012.813
Less: Provision for impairment	(1.869.989)	(2.012.813)
	<b>104.845.645</b>	<b>66.526.220</b>

## RECEIVABLES FROM RELATED PARTS (NET)

	September-2006	December-2005
Due from Shareholders	0	623.231
Due from Arpaş dividend	0	0
Due from A ffiliates	16.183	353.584
Due from holding companies	2.356.700	5.095.265
Due from Personnel	421.184	246.251
	<b>2.794.068</b>	<b>6.318.330</b>

**PAYABLES TO RELATED PARTS (NET)**

	September-2006	December-2005
Due to Shareholders	621.045	296.034
Due to Arpaş dividend	0	0
Due to Affiliates	2.469.831	4.788.525
Due to holding companies	1.268.780	277.037
Due to Personnel	499.033	603.060
	<b>4.858.689</b>	<b>5.964.656</b>

**OTHER RECEIVABLES (NET)**

	September-2006	December-2005
Work Advances	3.466.670	864.005
Prepaid Taxes and Funds	0	0
Vat receivables	447.898	850.774
Others	1.138.270	1.544.282
	<b>5.052.838</b>	<b>3.259.061</b>

**INVENTORIES**

	<b>September-2006</b>	<b>December-2005</b>
Raw materials and supplies	<b>41.917.373</b>	31.031.833
Semi-finished goods	<b>3.996.355</b>	4.215.555
Finished goods	<b>4.389.934</b>	2.921.446
Goods in transit	<b>2.826.917</b>	207.428
Advances given	<b>4.113.081</b>	5.077.971
	<b>57.243.660</b>	43.454.233

## OTHER CURRENT ASSETS

	September-2006	December-2005
Prepaid Expenses	1.757.246	1.292.226
Other	10.202	7.867
	<b>1.767.448</b>	<b>1.300.093</b>

## LONG-TERM FINANCIAL

	September-2006	December-2005
Deposits and Guarantees Given	18.902	15.455
	<b>18.902</b>	<b>15.455</b>



## INVESTMENTS AVAILABLE FOR SALE (Non-current)

	September-2006		December-2005	
	%	Amount	%	Amount
Çimsa Çimento Sanayi ve Ticaret A.Ş. ( <i>Çimsa</i> )	10,00	106.142.400	10,00	115.846.848
Enerjisa Enerji Üretim A.Ş. ( <i>Enerjisa</i> )	5,30	44.016.283	9,19	44.016.283
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	188.378	0,05	242.434
		<b>176.739.585</b>		<b>186.498.089</b>

## PROPERTY, PLANT AND EQUIPMENT

Cost	January 1, 2006	Additions	Transfers (*)	Disposals	(***)	September-2006
Land and land improvements	102.689.394	0	3.309.583	(216.119)	0	105.782.858
Buildings	168.959.979	0	70.036	0	0	169.030.015
Machinery and equipment	835.446.810	13.237	2.804.593	(7.474.323)	0	830.790.317
Furniture, fixtures and motor vehicles	59.204.091	24.391	5.577.520	(3.282.019)	(4.378.976)	57.145.007
Leased assets (**)	6.402.848	0	94	0	4.378.976	10.781.918
Leasehold improvements	40.765.484	0	179.547	(380.022)	0	40.565.009
Construction-in-progress and advances given	4.098.559	57.048.996	(12.182.133)	0	0	48.965.422
<b>Total</b>	<b>1.217.567.165</b>	<b>57.086.624</b>	<b>(240.760)</b>	<b>(11.352.483)</b>	<b>0</b>	<b>1.263.060.546</b>
<b>Less: Accumulated Depreciation</b>						
Land and land improvements	51.216.079	2.273.957	0	0	0	53.490.036
Buildings	65.358.633	2.318.425	0	0	0	67.677.058
Machinery and equipment	651.476.998	16.565.629	0	(7.299.122)	0	660.743.505
Furniture, fixtures and motor vehicles	43.966.957	3.596.813	0	(3.205.711)	(146.520)	44.211.539
Leased assets	1.184.805	31.048	0	0	146.520	1.362.373
Leasehold improvements	23.590.589	1.561.102	0	(380.022)	0	24.771.669
<b>Total</b>	<b>836.794.061</b>	<b>26.346.974</b>	<b>0</b>	<b>(10.884.855)</b>	<b>0</b>	<b>852.256.180</b>
<b>Property, plant and equipment, net</b>	<b>380.773.104</b>	<b>30.739.650</b>	<b>(240.760)</b>	<b>(467.628)</b>	<b>0</b>	<b>410.804.366</b>

## INTANGIBLE ASSETS

Cost	January 1, 2006	Additions / Charge	Transfers from construction-in-progress	Disposals	September-2006
Rights and Other Intangibles	21.906.891	0	240.760	0	<b>22.147.651</b>
Less: Accumulated Amortization					
Rights and Other Intangibles	8.241.124	891.025	0	0	9.132.149
<b>Intangible assets, net</b>	<b>13.665.767</b>	<b>(891.025)</b>	<b>240.760</b>	<b>0</b>	<b>13.015.502</b>

## DEFERRED TAX ASSETS/LIABILITIES (COMPANY)

Temporary Differences On	<u>Deferred Tax Assets</u>		<u>Deferred Tax Liabilities</u>		<u>Deffered tax income</u>
	September-2006	December-2005	September-2006	December-2005	September-2006
Property, plant and equipment			(25.562.273)	(41.480.098)	15.917.825
Inventories	1.982.672	3.120.572			(1.137.900)
Provision for employee termination benefits	1.755.197	2.594.270			(839.073)
Allowance for unearned/unaccrued interest ( included in receivables and payables, net )	276.608	193.656			82.952
Other timing differences, net	669.864	810.892			(141.028)
	<b>4.684.340</b>	<b>6.719.390</b>	<b>(25.562.273)</b>	<b>(41.480.098)</b>	<b>13.882.775</b>

## AKÇANSA DEFERRED TAX LIABILITY

Temporary Differences On	Per Statutory	Per Ias	Deferred Tax Base	Asset/Liability
Inventories	65.432.179	55.456.411	9.975.768	1.995.154
Fixed Assets (including lands)	263.711.617	407.985.358	(144.273.741)	(28.039.893)
Etb		(8.682.698)	8.682.698	1.736.540
Rediscount On Checks		(699.307)	699.307	139.861
Litigation		(642.236)	642.236	128.447
Rediscount On Comp. Board Penalty		0	0	0
Ias39 On Receivables		(990.389)	990.389	198.078
Ias39 On Payables		344.188	(344.188)	(68.838)
	<b>329.143.796</b>	<b>452.771.327</b>	<b>(123.627.531)</b>	<b>(23.910.651)</b>
	<b>December-2005</b>	<b>September-2006</b>	<b>Deferred tax benefit</b>	
	<b>39.257.482</b>	<b>23.910.651</b>	<b>15.346.831</b>	

## KARÇİMSA DEFERRED TAX ASSETS

<b>Temporary Differences On</b>	<b>Per Statutory</b>	<b>Per Ias</b>	<b>Deferred Tax Base</b>	<b>Asset/Liability</b>
Fixed Assets	27.335.111	16.070.685	11.264.426	2.477.620
Inventories	1.724.837	1.787.249	(62.412)	(12.482)
Doubtful Receivables	(60.442)	(76.905)	16.462	4.939
Etb	0	(93.287)	93.287	18.657
Litigation Provision	(106.657)	(829.755)	723.098	216.929
Provision For Premium (Buyers)	0	(95.562)	95.562	28.668
Rediscount On Checks	0	(4.516)	4.516	1.355
Investment incentives	2.851.770	0	2.851.770	290.881
Ias39 On Receivables	0	(31.614)	31.614	9.484
Ias39 On Payables	0	11.108	(11.108)	(3.332)
Prepaid expenses	0	0	0	0
Fiscal Loss	0	0	0	0
	<b>31.744.618</b>	<b>16.737.404</b>	<b>15.007.214</b>	<b>3.032.719</b>
	<b>December-2005</b>	<b>September-2006</b>	<b>Deferred tax Loss</b>	
	<b>4.496.774</b>	<b>3.032.719</b>	<b>(1.464.055)</b>	

**OTHER NON-CURRENT ASSETS**

	September-2006	December-2005
Prepaid rent	1.525.036	1.411.275
Properties obtained from customers against uncollectible receivables	236.167	236.175
Other	0	0
	<b>1.761.204</b>	<b>1.647.450</b>

**SHORT-TERM FINANCIAL DEBTS (NET)**
**September-2006**

	Currency	Min	Max	Maturity	Balance
Unsecured credits	USD				0
	YTL	(*)	(*)	05.11.2006	96.940
					<b>96.940</b>

**December-2005**

	Currency	Min	Max	Maturity	Balance	
Unsecured credits	USD	5.012.658	4,5	4,916	29.03.2006	6.725.985
	YTL	(*)	(*)	03.01.2006	536.278	
					<b>7.262.263</b>	

(\* ) Short-term credits taken without interest cost.



**SHORT-TERM TRADE PAYABLES (NET)**

	September-2006	December-2005
Trade payables (Net)	33.174.790	22.015.633
Notes payable	0	0
Rediscount on Payable (-)	(355.296)	(192.585)
Deposits and Guarantees Received	532.498	415.667
Other Trade Payables	2.459.142	75.436
	<b>35.811.134</b>	<b>22.314.151</b>

## ADVANCES RECEIVED

	September-2006	December-2005
Advances taken for Purchases	918.187	1.407.403
Other advances taken	0	0
	<b>918.187</b>	<b>1.407.403</b>

## SHORT-TERM PROVISIONS

	September-2006	December-2005
Taxation reserve (including prepaid tax) (Net)	11.865.085	8.881.009
Competition Board Penalty	5.785.949	6.115.497
Litigations	1.471.991	1.169.969
	<b>19.123.025</b>	<b>16.166.474</b>

**SHORT TERM PROVISIONS**

	Competition Board Penalty	Litigations	Total
<b>At January 1, 2006</b>	<b>6.115.496</b>	<b>1.169.969</b>	<b>7.285.465</b>
Charge for the year		302.022	302.022
Interest due to discounting of the provision	(329.547)		(329.547)
Payment (-)	0		0
Fx difference (Net)		0	0
Monetary gain			<b>0</b>
<b>@ SEPTEMBER-2006</b>	<b>5.785.949</b>	<b>1.471.991</b>	<b>7.257.940</b>

	Competition Board Penalty	Litigations	Total
<b>At January 1, 2005</b>	<b>5.771.667</b>	<b>656.423</b>	<b>6.428.090</b>
Charge for the year		527.004	527.004
Interest due to discounting of the provision	345.284		345.284
Payment (-)	(1.454)		(1.454)
Fx difference (Net)		(13.459)	(13.459)
Monetary gain			<b>0</b>
<b>@ DECEMBER-2005</b>	<b>6.115.496</b>	<b>1.169.969</b>	<b>7.285.465</b>

**OTHER LIABILITIES (NET)**

	September-2006	December-2005
Taxes and Funds Payable	4.040.680	2.349.055
Social Security Withholdings Payable	1.410.760	803.799
Other Payables	224.167	296.016
Other liabilities	125.981	16.068
Suspensible VAT	447.897	850.774
	<b>6.249.485</b>	4.315.712

**LONG-TERM PROVISIONS**

Provision for employee termination benefits	September-2006	December-2005
At January 1	8.647.568	7.101.896
ETB liability paid	(1.440.007)	(1.158.860)
Actuarial gain/loss	1.364.409	(546.824)
Interest cost	75.597	426.122
Increase for the year	128.417	2.825.234
Monetary gain	0	0
	<b>8.775.985</b>	8.647.568

	September-2006	December-2005
Discount rate	12%	16%
Expected rates of salary/limit increases	6,12%	10%

## MINORITY INTERESTS

	September-2006	December-2005
Beginning	11.233.909	8.867.638
Share of net profit (loss) of subsidiary	702.330	2.366.271
	<b>11.936.239</b>	11.233.909

<b>COMPOSITION OF SHAREHOLDERS :</b>	<b>September-2006</b>		December-2005	
	Amount	%	Amount	%
Hacı Ömer Sabancı Holding A.Ş.	61.722.378	32,24	53.671.632	32,24
Ak Sigorta A.Ş.	14.312.758	7,48	12.445.877	7,48
CBR International Holding B.V.	76.035.135	39,72	66.117.509	39,72
Publicly-held part	39.376.797	20,56	34.240.694	20,56
Total in historical YTL	191.447.068	100	166.475.712	100
Restatement effect	233.177.582		235.418.128	
<b>Total per financial statements</b>	<b>424.624.650</b>		<b>401.893.840</b>	

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

	September-2006	December-2005
Çimsa Çimento San. A.Ş.	93.221.156	102.925.604
Aslan Çimento A.Ş.	119.538	173.595
Treasury Bills	(520.549)	0
	<b>92.820.145</b>	<b>103.099.199</b>

## CAPITAL RESERVES- PROFIT RESERVES

<b>September-2006</b>	<b>Before Restatement</b>	<b>Restatement Effect</b>	<b>Total</b>
Legal reserves	29.361.748	8.549	29.370.297
Statutory reserves	35	0	35
Extraordinary reserves	2.445.116	145.964	2.591.080
Accumulated profits	0	7.758.970	7.758.970
Renewal fund	509.079	0	509.079
Other reserves	44.168	0	44.168

<b>December-2005</b>	<b>Before Restatement</b>	<b>Restatement Effect</b>	<b>Total</b>
Legal reserves	16.484.864	8.549	16.493.413
Statutory reserves	35	0	35
Extraordinary reserves	10.327.990	145.964	10.473.954
Profit on sale of marketable securities (Akbank)	21.372.144	0	21.372.144
Accumulated profits	485.606	6.876.250	7.361.856
Renewal fund	0	0	509.079
Other reserves	1.358.666	0	1.358.666

# Foreign Currency Risk

<b>September-2006</b>	<b>USD</b>	<b>EURO</b>	<b>SEK</b>	<b>GBP</b>	<b>CHF</b>	<b>TOTAL (YTL)</b>
<b>ASSETS</b>	<b>11.176.290</b>	<b>13.093.914</b>	<b>4</b>	<b>1</b>	<b>0</b>	<b>41.563.320</b>
Current Assets	9.605.198	12.221.019	4	1	0	37.555.882
Marketable Securities (Net)	0	0	0	0	0	0
Trade Receivables (Net)	1.569.751	0	0	0	0	2.350.075
Other Receivables (net)	1.340	872.895	0	0	0	1.657.364
<b>LIABILITIES</b>	<b>(1.179.033)</b>	<b>(3.912.700)</b>	<b>0</b>	<b>(33.810)</b>	<b>0</b>	<b>(9.279.724)</b>
Trade Payables (net)	(279.033)	(622.453)	0	(3.810)	0	(1.608.816)
Financial Payables (Net)	0	0	0	0	0	0
Financial Leasing Payables (Net)	(900.000)	(2.808.989)	0	0	0	(6.674.356)
Provisions	0	(481.258)	0	(30.000)	0	(996.552)
<b>Net Currency Risk</b>	<b>9.997.257</b>	<b>9.181.214</b>	<b>4</b>	<b>(33.809)</b>	<b>0</b>	<b>32.283.596</b>



## Foreign Currency Risk

December-2005	USD	EURO	SEK	GBP	TOTAL (YTL)
<b>ASSETS</b>	46.092.638	1.839.663	4	3	64.767.575
Current Assets	42.939.813	558.577	4	3	58.503.390
Marketable Securities (Net)	-	-	-	-	-
Trade Receivables (Net)	3.152.825	552.501	-	-	5.107.556
Other Receivables (net)	-	728.585	-	-	1.156.629
<b>LIABILITIES</b>	(5.912.658)	(1.060.430)	-	(59.307)	(9.754.161)
Trade Payables (net)	0	(594.910)	-	(33.817)	(1.022.609)
Financial Payables (Net)	(5.012.658)	-	-	-	(6.725.984)
Financial Leasing Payables (Net)	0	0	0	0	0
Provisions	(900.000)	0	0	0	0
	-	0	0	0	0
<b>Net Currency Risk</b>	40.179.980	779.233	4	(59.304)	55.013.414

<b>Sales Income</b>	<b>September-2006</b>	<b>September-2005</b>	<b>%</b>
Domestic sales	423.022.263	300.015.620	41,00
Overseas sales	28.955.007	27.806.672	4,13
Sales discount (-)	(17.573.159)	(12.505.441)	40,52
Other discount (-)	(9.643.089)	(6.707.161)	43,77
	<b>424.761.022</b>	<b>308.609.690</b>	

<b>Earnings on services</b>	<b>September-2006</b>	<b>September-2005</b>	<b>%</b>
Sale of services	3.748.391	2.352.148	59,36
	<b>3.748.391</b>	<b>2.352.148</b>	

<b>COST OF SALES</b>	<b>September-2006</b>	<b>September-2005</b>
Direct material cost	205.581.791	151.301.617
Direct labour cost	17.978.238	18.842.418
Amortization	25.054.104	22.754.353
Other production cost	22.869.721	21.140.355
<b>Total Production Cost</b>	<b>271.483.855</b>	<b>214.038.743</b>
<b>Change in semi-final products</b>	<b>219.200</b>	<b>1.312.482</b>
Opening	4.215.555	3.491.581
End-of-period	3.996.355	2.179.099
<b>Change in final products</b>	<b>(1.468.488)</b>	<b>1.969.604</b>
Opening	2.921.446	3.625.296
End-of-period	4.389.934	1.655.692
<b>Cost of trade goods</b>	<b>5.865.770</b>	<b>4.103.974</b>
<b>Cost of service sold</b>	<b>379.446</b>	<b>467.561</b>
<b>Total Cost of Sales</b>	<b>276.479.782</b>	<b>221.892.364</b>

## **OTHER OPERATING INCOME**

	<b>September-2006</b>	<b>September-2005</b>
Dividend gain	<b>4.656.536</b>	30.248.914
Interest income	<b>10.216.290</b>	10.837.587
Fx gain	<b>16.141.997</b>	3.055.205
Gain on sale of property, plant and equipment, net	<b>1.025.482</b>	996.466
Rent income	<b>569.878</b>	458.715
Gain on Interest cost from Customers, net	<b>261.399</b>	347.836
Rediscount gain	<b>0</b>	0
Collections from doubtful receivables	<b>190.905</b>	2.615
Forward transactions gain, net	<b>0</b>	8.168
Gain on sale of auxiliary materials	<b>159.317</b>	75.577
Gains on Litigation	<b>0</b>	66.898
Other	<b>584.946</b>	648.701
	<b>33.806.750</b>	46.746.682

## OTHER OPERATING EXPENSES

	September-2006	September-2005
Fx difference loss	12.959.882	3.761.826
Donations	2.531.154	647.127
Depreciation expense of rented terminals	1.212.768	1.204.383
Idle time expense (comprise mainly of depreciation expense)	184.511	1.232.239
Property and estate taxes	668.077	442.907
Provision for litigations	302.022	0
Rediscount loss,net	386.357	317.969
Provision for doubtful receivables	48.082	136.550
Other	729.113	927.813
	<b>19.021.966</b>	<b>8.670.814</b>

**DIVIDEND INCOME**

	<b>September-2006</b>	<b>September-2005</b>
Akbank	0	23.240.129
Çimsa	4.488.307	4.730.918
Arpaş	160.000	1.050.170
Other	8.228	1.227.697
	<b>4.656.536</b>	<b>30.248.914</b>

**FINANCIALS EXPENSES**

Short-term financial expenses	286.922	229.390
<b>Total financial expenses</b>	<b>286.922</b>	<b>229.390</b>

**TAX**

	<b>September-2006</b>	<b>December-2005</b>
Current year corporation tax	30.661.133	31.094.415
Prepaid tax paid in current year	(18.796.048)	(22.213.406)
Previous year tax payable	0	
<b>Income tax to be paid</b>	<b>11.865.085</b>	<b>8.881.009</b>

**Consolidated income statement**

	<b>September-2006</b>	<b>September-2005</b>
Current year corporation tax	(30.661.133)	(22.138.137)
Deferred tax	13.882.776	1.233.780
<b>Tax benefits in consolidated financials</b>	<b>(16.778.357)</b>	<b>(20.904.357)</b>

\* 20% rate is used in tax calculations of the financial statements.