

TÜRK PRYSMİAN KABLO VE SİSTEMLERİ A.Ş.

BALANCE SHEETS AT 30 JUNE 2007 AND 31 DECEMBER 2006

(Amounts expressed in New Turkish Lira (YTL) unless otherwise indicated)

	Notes	30-Jun-07	31-Dec-06
ASSETS			
Current assets		201.705.536	204.389.200
Cash and cash equivalents	4	14.739.821	14.168.861
Marketable securities (net)	5	-	-
Trade receivables (net)	7	85.765.220	83.067.612
Leasing receivables (net)	8	-	-
Due from related parties (net)	9	12.925.871	14.621.132
Other receivables (net)	10	16.344.121	16.638.409
Biological assets (net)	11	-	-
Inventories (net)	12	69.472.887	74.593.329
Construction contract receivables (net)	13	-	-
Deferred tax assets	14	-	-
Other current assets	15	2.457.616	1.299.857
Non-current assets		52.833.904	53.363.458
Trade receivables (net)	7	47	47
Leasing receivables (net)	8	-	-
Due from related parties (net)	9	-	-
Other receivables (net)	10	115.401	1.041.402
Financial assets (net)	16	2.920.351	2.920.351
Goodwill / negative goodwill (net)	17	-	-
Investment properties (net)	18	-	-
Property, plant and equipment (net)	19	47.569.482	48.559.850
Intangible assets (net)	20	53.738	61.693
Deferred tax assets	14	2.174.885	780.115
Other non-current assets	15	-	-
TOTAL ASSETS		254.539.440	257.752.658
LIABILITIES			
Current liabilities		136.709.450	135.221.835
Short-term borrowings (net)	6	-	-
Current portion of long-term borrowings (net)	6	-	-
Leasing payables (net)	8	-	-
Other financial liabilities (net)	10	-	-
Trade payables (net)	7	76.049.483	82.958.734
Due to related parties (net)	9	3.367.634	8.082.557
Advances received	21	7.382.673	9.599.377
Construction progress billings (net)	13	7.264.372	2.306.417
Provisions	23	15.014.280	7.462.993
Deferred tax liabilities	14	-	-
Other liabilities (net)	10	27.631.008	24.811.757
Non-current liabilities		7.916.928	7.362.445
Long-term borrowings (net)	6	-	-
Leasing payables (net)	8	-	-
Other financial liabilities (net)	10	-	-
Trade payables (net)	7	-	-
Due to related parties (net)	9	-	-
Advances received	21	-	-
Provisions	23	7.916.928	7.362.445
Deferred tax liabilities	14	-	-
Other liabilities (net)	10	-	-
MINORITY INTEREST		-	-
SHAREHOLDER'S EQUITY		109.913.062	115.168.378
Share capital	25	39.312.000	39.312.000
Treasury shares		-	-
Capital reserves	26	72.937.515	72.937.515
Share premium		-	-
Share cancellation gains		-	-
Revaluation fund		-	-
Financial assets fair value reserve		-	-
Inflation adjustment to shareholders' equity		72.937.515	72.937.515
Profit reserves	27	575.783	10.813
Legal reserves		438.585	-
Statutory reserves		-	-
Extraordinary reserves		110.745	-
Special reserves		-	-
Investment and property sales income to be added to the capital		26.453	10.813
Cash flow hedge reserve		-	-
Current year profit		(2.912.236)	5.281.456
Retained earnings	28	-	(2.373.406)
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		254.539.440	257.752.658

TÜRK PRYSMİAN KABLO VE SİSTEMLERİ A.Ş.

STATEMENT OF INCOME FOR THE SIX MONTH PERIODS ENDED 30 JUNE 2007 AND 31 DECEMBER 2006

(Amounts expressed in New Turkish Lira (YTL) unless otherwise indicated)

	Notes	1 January 2007 - 30 June 2007	1 January 2006 - 30 June 2006	1 April 2007 - 30 June 2007	1 April 2006 - 30 June 2006
Operating revenue					
Sales (net)	36	297.343.482	207.674.822	145.433.576	122.261.685
Cost of sales	36	(260.345.328)	(176.565.278)	(124.690.730)	(104.694.073)
Service Income (net)	36	-	-	-	-
Other Operating Income/interest+dividend+rent (net)	36	-	-	-	-
Gross operating profit/loss		36.998.154	31.109.544	20.742.846	17.567.612
Operating expenses (-)	37	(24.854.146)	(19.198.874)	(12.658.791)	(10.749.188)
Net operating profit/loss		12.144.008	11.910.670	8.084.055	6.818.424
Other income and profits	38	9.289.056	2.546.318	5.171.781	1.848.402
Other expenses and losses (-)	38	(21.399.618)	(17.063.659)	(17.860.919)	(15.981.982)
Financial income/(expenses)	39	(1.492.204)	3.232.334	(2.151.295)	1.324.748
Income before monetary loss, taxes and minority interests		(1.458.758)	625.663	(6.756.378)	(5.990.408)
Monetary gain/loss	40	-	-	-	-
Minority interests	24	-	-	-	-
Income/loss before taxes		(1.458.758)	625.663	(6.756.378)	(5.990.408)
Taxes on income	41	(1.453.478)	(896.403)	(515.574)	1.685.169
Net income/loss		(2.912.236)	(270.740)	(7.271.952)	(4.305.239)
Earnings per share with a nominal value of Ykr 1	42	(0,07)	(0,01)	(0,18)	(0,11)

TÜRK PRYSMİAN KABLO VE SİSTEMLERİ A.Ş.

STATEMENTS OF CASH FLOWS FOR THE PERIODS ENDED 30 JUNE 2007 AND 31 DECEMBER 2006

(Amounts expressed in New Turkish lira (YTL) unless otherwise indicated)

	1 January 2006 - 30 June 2007		1 January 2006 - 30 June 2006	
A. CASH FLOW FROM OPERATING ACTIVITIES	3,940,075		(31,607,594)	
Net profit before taxation (+)	(1,458,758)		625,663	
Adjustments:				
Amortisation (+)	2,428,255		2,463,624	
Employment termination benefit	844,500		388,915	
Interest income (-)	(440,266)		(1,002,446)	
Interest expense (+)	36,369		8,978	
Income from marketable securities or long term investments (-)	-		-	
Loss from the fixed asset sales (net)	-		-	
Change in the provision for doubtful receivables	(721,524)		2,297,880	
Change in the deferred financial income	354,717		276,950	
Change in the deferred financial expense	429,484		66,610	
Change in asset and liabilities:				
Change in trade receivables	(2,330,801)		(34,745,724)	
Change in from related companies	1,695,261		(14,182,858)	
Change in inventories	5,120,442		(17,493,177)	
Change in other receivables	(170,937)		4,168,629	
Change in other long term receivables	926,001		(122,058)	
Change in trade payables	(7,338,735)		21,802,112	
Change in due to related parties	(4,714,923)		7,230,913	
Change in short term provisions	12,166,032		-	
Change in other short term liabilities	5,560,502		6,484,260	
Change in liabilities for long term financial leasing	128,422		(4,409,550)	
Taxes payable	(8,155,527)		(5,885,553)	
Employment termination benefits paid	(418,439)		419,238	
Net cash generated from the operating activities	3,940,075		(31,607,594)	
B. CASH FLOW FROM INVESTMENT ACTIVITIES	(1,429,932)		(424,311)	
Fixed asset additions (-)	(1,500,000)		(444,594)	
Cash provided from the fixed asset sales (+)	70,068		20,283	
Dividend income (+)	-		-	
Cash generated from investment activities	(1,429,932)		(424,311)	
C. CASH FLOW FROM FINANCIAL ACTIVITIES	(1,939,183)		993,468	
Interest paid (-)	(36,369)		(8,978)	
Interest received (+)	440,266		1,002,446	
Change in borrowings	-		-	
Increase in special reserves	15,640		-	
Dividends paid (-)	(2,358,720)		-	
Net cash generated from financial activities	(1,939,183)		993,468	
Net increase in cash and cash equivalents	570,960	570,960	(31,038,437)	(31,038,437)
Cash and cash equivalents at the beginning of period	14,168,861		35,214,687	
Cash and cash equivalents at the end of period	14,739,821		4,176,250	

TÜRK PRYSMIAN KABLO VE SISTEMLERİ A.Ş.

STATEMENT OF SHAREHOLDERS' EQUITY FOR THE PERIODS ENDED 30 JUNE 2007 AND 31 DECEMBER 2006

(Amounts expressed in New Turkish liras (YTL) unless otherwise indicated)

	Share Capital	Adjustment to shareholders' equity (-)	Share Premium	Share Revaluation Fund	Inflation adjustment of shareholders' equity	Translation reserves	Legal Reserves	State Reserves	Reserves and Retained Earnings	Net profit for the period	Accumulated Losses	Total
01-Jan-06	39,312,000	-	-	-	72,937,515	-	204,679	-	138,747	12,040,301	(14,757,133)	109,876,109
Net income for the period										5,281,456	-	5,281,456
Offsetting of accumulated losses							(204,679)		(138,747)	(12,040,301)	12,383,727	-
Investment and property sales gains to be transferred to share capital												
31-Dec-06	39,312,000	-	-	-	72,937,515	-	-	-	-	5,281,456	(2,373,406)	115,157,565
01-Jan-07	39,312,000	-	-	-	72,937,515	-	-	-	10,813	5,281,456	(2,373,406)	115,168,378
Net income for the period										(2,912,236)	-	(2,912,236)
Dividends Paid							110,745	438,585	-	(2,908,050)	-	(2,358,720)
Transfer							-	-	-	(2,373,406)	2,373,406	-
Investment and property sales gains to be transferred to share capital									15,640	-	-	15,640
30-Jun-07	39,312,000	-	-	-	72,937,515	-	110,745	438,585	26,453	(2,912,236)	-	109,913,062