

TÜRK PRYSMİAN KABLO VE SİSTEMLERİ A.Ş.**BALANCE SHEETS AT 31 DECEMBER 2010 AND 31 DECEMBER 2009**

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

		<i>(Audited)</i>	<i>(Audited)</i>
	Notes	31 December 2010	31 December 2009
ASSETS			
Current Assets			
Cash and cash equivalents	6	51.977.407	26.019.602
Trade receivables	10, 37	101.807.922	102.321.477
Receivables on construction contracts	15	-	271.553
Other current receivables	11	7.429.592	4.290.464
Inventories	13	50.920.617	44.434.941
Other current assets	26	7.676.185	7.568.061
Non-current assets		51.347.902	55.165.748
Property, plant and equipment	18	49.022.017	52.191.927
Intangible assets	19	33.252	74.088
Deferred tax assets	35	1.791.185	2.426.122
Other non-current assets	26	501.448	473.611
TOTAL ASSETS		271.159.625	240.071.846
LIABILITIES			
Current liabilities			
Trade payables	10, 37	115.545.782	78.033.380
Construction contracts acquisition value	15	383.385	-
Other current payables	11	7.014.474	3.209.271
Tax liabilities	35	-	3.774.096
Provisions	22	9.569.340	10.322.909
Other current liabilities	26	2.307.973	2.584.310
Non-current liabilities		10.737.479	10.804.661
Provisions	22	3.051.550	3.129.440
Benefits to personnel	24	7.685.929	7.675.221
SHAREHOLDERS' EQUITY		125.601.192	131.343.219
Shareholders' Equity of Parent Company			
Paid-in capital	27	112.233.652	112.233.652
Restricted reserves	27	5.656.089	5.656.089
Retained earnings	27	13.127.482	18.742.540
Net income/(loss) for the period	27	(5.416.031)	(5.289.062)
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		271.159.625	240.071.846

These financial statements as at and for the period ended 31 December 2010 were approved by Board of Directors on 11 February 2011.

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

TÜRK PRYSMİAN KABLO VE SİSTEMLERİ A.Ş.**STATEMENTS OF INCOME FOR THE PERIODS ENDED 31 DECEMBER 2010 AND 31 DECEMBER 2009**

(Amounts expressed in Turkish Lira ("TL") unless otherwise indicated.)

		<i>(Audited)</i>	<i>(Audited)</i>
	Notes	1 January - 31 December 2010	1 January - 31 December 2009
<u>CONTINUING OPERATIONS</u>			
Sales Income (net)	28	494.348.027	428.768.437
Cost of Sales	28	(446.190.539)	(370.369.617)
Gross operating profit / (loss)		48.157.488	58.398.820
GROSS PROFIT / (LOSS)		48.157.488	58.398.820
Marketing, Sales and Distribution Expenses (-)	29, 30	(23.273.281)	(29.760.391)
General Administrative Expenses (-)	29, 30	(18.518.055)	(23.215.163)
Research and Development Expenses	29, 30	(1.159.233)	(1.182.030)
Other Operating Income	31	2.416.107	4.402.707
Other Operating Expenses (-)	31	(10.513.122)	(11.150.350)
OPERATING PROFIT / (LOSS)		(2.890.096)	(2.506.407)
Financial Income	32	21.451.889	28.928.460
Financial Expenses (-)	33	(23.342.887)	(29.712.722)
INCOME / (LOSS) FROM CONTINUING OPERATIONS BEFORE TAXES		(4.781.094)	(3.290.669)
Taxes on (income)/loss		(634.937)	(1.998.393)
- Taxes on income / (loss) for the period	35	-	(3.774.096)
- Deffered tax income / (loss)	35	(634.937)	1.775.703
NET INCOME / (LOSS) FOR THE PERIOD		(5.416.031)	(5.289.062)
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Other Comprehensive Income / (Loss)	24	(325.996)	-
TOTAL COMPREHENSIVE INCOME AFTER TAX		(5.742.027)	(5.289.062)
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Earnings Per Share	36	(0,005)	(0,005)
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Earnings per Share from Operations		(0,005)	(0,005)

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

TÜRK PRYSMİAN KABLO VE SİSTEMLERİ A.Ş.

STATEMENTS OF CASH FLOWS FOR THE PERIODS ENDED 31 DECEMBER 2010 AND 31 DECEMBER 2009

(Amounts expressed in Turkish lira (TL) unless otherwise indicated)

	Notes	(Audited) 1 January 2010 - 31 December 2010	(Audited) 1 January 2009 - 31 December 2009
A. CASH FLOW FROM OPERATING ACTIVITIES		28.184.182	8.894.011
Net profit before taxation (+)		(4.781.094)	-3.290.669
Adjustments:			
Amortisation (+)	18, 19	5.990.378	6.810.163
Employment termination benefit	24	1.005.136	893.425
Interest income (-)	32	(964.691)	(1.138.846)
Interest expense (+)	33	689.569	84.048
Loss from the fixed asset sales (net)	31	(278.233)	102.367
Change in the provision for doubtful receivables	10	(1.488.224)	1.182.848
Change in the deferred financial income	10	132.258	(986.038)
Change in the deferred financial expense	10	(93.560)	262.484
Change in asset and liabilities:			
Change in trade receivables	10, 37	1.869.521	27.446.040
Change in other receivables	11	(3.139.128)	(942.850)
Change in inventories	13	(6.485.676)	20.071.070
Change in other current assets	26	(1.414.196)	7.423.045
Change in other long term receivables	26	(27.837)	546.775
Change in trade payables	10, 37	38.260.900	(38.063.070)
Change in short term provisions	22	(2.126.372)	1.379.932
Change in other short term liabilities	26, 22	3.260.719	(5.302.304)
Change in liabilities for long term financial leasing	26, 22	1.294.913	(906.665)
Taxes paid	35	(2.468.024)	(5.285.171)
Employment termination benefits paid	24	(1.052.177)	(1.392.573)
Net cash generated from the operating activities		28.184.182	8.894.011
B. CASH FLOW FROM INVESTMENT ACTIVITIES		(2.501.399)	(2.677.964)
Fixed asset additions (-)	18	(2.846.270)	(3.277.371)
Cash provided from the fixed asset sales (+)	18	344.871	599.407
Cash generated from investment activities		(2.501.399)	(2.677.964)
C. CASH FLOW FROM FINANCIAL ACTIVITIES		275.022	(2.362.354)
Interest paid (-)	33	(689.569)	(84.048)
Interest received (+)	32	964.691	1.138.846
Dividends paid (-)	27	(100)	(3.417.152)
Net cash generated from financial activities		275.022	(2.362.354)
Net increase / (decrease) in cash and cash equivalents		25.957.805	3.853.693
Cash and cash equivalents at the beginning of period	6	26.019.602	22.165.909
Cash and cash equivalents at the end of period	6	51.977.407	26.019.602

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

TÜRK PRYSMİAN KABLO VE SİSTEMLERİ A.Ş.

STATEMENT OF SHAREHOLDERS' EQUITY FOR THE PERIODS ENDED 31 DECEMBER 2010 AND 31 DECEMBER 2009

(Amounts expressed in Turkish lira (TL) unless otherwise indicated)

	Notes	Share Capital	Adjustment to shareholders' equity (-)	Company's Own Shares (-)	Share Premium	Revaluation Fund	Translation reserves	Reserves and Retained Earnings		Accumulated Losses		Net profit for the period	Total
								Legal Reserves	Other Reserves	Statue Reserves	Shareholders' Equity Resta. Differences		
01-Jan-09		39.312.000	8.462.823	-	-	-	-	1.590.231	26.453	8.196.067	64.458.829	18.004.730	140.051.133
Dividends Paid	27	-	-	-	-	-	-	-	-	-	-	(3.418.852)	(3.418.852)
Transfers	27	-	-	-	-	-	-	1.087.266	2.952.139	10.546.473	-	(14.585.878)	-
Share Capital Increase	27	72.921.652	(8.462.823)	-	-	-	-	-	-	-	(64.458.829)	-	-
Net income for the period	27	-	-	-	-	-	-	-	-	-	-	(5.289.062)	(5.289.062)
31-Dec-09		112.233.652	-	-	-	-	-	2.677.497	2.978.592	18.742.540	-	(5.289.062)	131.343.219
01-Jan-10		112.233.652	-	-	-	-	-	2.677.497	2.978.592	18.742.540	-	(5.289.062)	131.343.219
Transfer	27	-	-	-	-	-	-	-	-	(5.289.062)	-	5.289.062	-
Aktueryal Adjustments	27	-	-	-	-	-	-	-	-	(325.996)	-	-	(325.996)
Net income for the period	27	-	-	-	-	-	-	-	-	-	-	(5.416.031)	(5.416.031)
31-Dec-10		112.233.652	-	-	-	-	-	2.677.497	2.978.592	13.127.482	-	(5.416.031)	125.601.192

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