

**Avrasya Menkul Kiyemetler Yatirim  
Ortakligi A.S.  
THE FINANCIAL ACCOUNTS AND  
THE INDEPENDENT AUDITORS' REPORTS  
FROM THE DATE OF 31ST DECEMBER 2007**

## **THE INDEPENDENT AUDITORS' REPORT**

To Avrasya Menkul Kıymetler Yatırım Ortaklığı A.S.'s Administrative Council

We checked the attached balance sheet of Avrasya Menkul Kıymetler Yatırım Ortaklığı A.Ş (Company) which was prepared on 31<sup>st</sup> December 2007, income statement belonging to the year that ended on the same date, the change table of capital stock and cash flow table, the summary of the important accounting policies and food notes.

Responsibility of the Founder Regarding to the Financial Accounts;

Responsible for preparing the financial accounts of the corporate management according to the Financial Reporting Standards which is issued by Capital Markets Board and presenting honestly. This responsibility covers those that preparing the financial tables in the way that doesn't cover the important mistakes which issue from the mistake and/or the fraud and the abnormality, designing, applying and carrying on the needed internal check system for purpose of gaining to reflect the truth honestly, making the accounting forecast which the conditions require and choosing the proper accounting policies.

Responsibility of Independent Auditing Firm;

Our responsibility is to give our opinion on these financial tables in the terms of the independent auditing we make. Our independent auditing is performed according to the independent auditing standards which are issued by Capital Markets Board. These standards require conforming to the ethic principles and executing the independent auditing by planning based on providing the acceptable assurance on the subject that whether the financial tables reflect the truth straightly and honestly.

Our independent auditing covers the using the independent auditing technique in the purpose of collecting the independent auditing indication regarding to the amounts and the foot notes on the financial tables. The selection of the independent auditing techniques was made according to our Professional opinion in the way that covers the risk assessment regarding to that whether it covers an important mistake with the inclusion of whether the financial tables issue from mistake and/or fraud and unlawfulness. In this risk assessment, the Company's internal check system is considered. But our purpose is not to give opinion about the efficiency of the internal check system, in the purpose of designing the independent auditing techniques strategically, it is to state the relation between the financial tables which are prepared by the corporate management and the internal check system. Our independent auditing also covers the evaluating the convenience of the presentation the important accounting forecasts and financial tables as whole which are made with the accounting polices adopted by the corporate management.

We believe that the independent auditing indications we provide form an enough and proper support, while forming our opinion during the independent auditing.

**Opinion;**

According to our opinion, attached financial tables reflects straightly and honestly the financial position of Avrasya Menkul Kıymetler Yatırım Ortaklığı A.Ş, from the date of 31<sup>st</sup>December, the financial performance which belongs to the year ended in the same date and the cash flows within the framework of the financial reporting standards which are issued by Capital Markets Board.

Can Uluslararası Bağımsız Denetim ve S.M.M.M. A.Ş.

Mustafa LAZ  
Responsible Partner Chief Auditor

İstanbul, 12th March 2008  
Dünya Ticaret Merkezi A2 Blok kat:16 no:458 34149 Yeşilköy-İstanbul

AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S.

BALANCE SHEET AS OF DECEMBER 31, 2007 ACCORDING TO INDEPENDENT AUDIT  
(Unless otherwise expressed, the amounts are stated in New Turkish Liras "YTL".)  
(Seri: XI. No. 25-Nonconsolidated)

BALANCE SHEET	<u>Note</u>	According to Independent Auditor Study <u>31 December 2007</u>	According to Independent Auditor Study <u>31 December.2006</u>
<b><u>ASSETS</u></b>			
<b>Current/Liquid Assets</b>		<b><u>6.514.988</u></b>	<b><u>6.548.156</u></b>
Liquid Assets	4	593.710	2.477.472
Securities (Net)	5	<b>5.915.494</b>	4.049.202
Trade Receivables (Net)	7	1.323	--
Financial Leasing Receivables (Net)	8	--	--
Receivables from Related Parties (Net)	9	--	--
Other Receivables (Net)	10	750	20.657
Active Assets (Net)	11	--	--
Stocks (Net)	12	--	--
Receivables from Continuing Building Contracts (Net)	13	--	--
Deferred Tax Assets	14	--	--
Other Current/Liquid Assets	15	3.711	825
<b>Non-Current/Fixed Assets</b>		<b><u>151.217</u></b>	<b><u>64.494</u></b>
Trade Receivables (Net)	7	--	--
Financial Leasing Receivables (Net)	8	--	--
Receivables from Related Parties (Net)	9	--	--
Other Receivables (Net)	10	--	--
Financial Assets (Net)	16	--	--
Positive / Negative Goodwill (Net)	17	--	--
Investment Properties (Net)	18	--	--
Tangible Assets (Net)	19	138.208	49.840
Intangible Assets (Net)	20	13.009	14.654
Deferred Tax Assets	14	--	--
Other Non-Current/Fixed Assets	15	--	--
<b>TOTAL ASSETS</b>		<b>6.666.205</b>	<b>6.612.650</b>

**AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S.**

**BALANCE SHEET AS OF DECEMBER 31, 2007 ACCORDING TO INDEPENDENT AUDIT**  
(Unless otherwise expressed, the amounts are stated in New Turkish Liras "YTL")  
(Seri: XI. No. 25-Nonconsolidated)

**LIABILITIES**

**Short Term Liabilities**

		<b>95,666</b>	<b>1.212.628</b>
Financial Debts (Net)	6	--	--
Short Term Parts of Long Term Financial Debts (Net)	6	--	--
Debts from Financial Leasing Operations (Net)	8	--	--
Other Financial Liabilities (Net)	10	--	--
Trade Payables (Net)	7	-	1.140.964
Payables to Related Parties (Net)	9	30.120	35.402
Advances Received	21	--	--
Continuing Building Contracts Progress Costs	13	--	--
Debt Reserves	23	2.654	9.144
Deferred Tax Liability	14	--	--
Other Liabilities (Net)	10	62.892	27.118

**Long Term Liabilities**

		<b>5.851</b>	<b>3.991</b>
Financial Debts (Net)	6	--	--
Debts from Financial Leasing Operations (Net)	8	--	--
Other Financial Liabilities (Net)	10	--	--
Trade Payables (Net)	7	--	--
Payables to Related Parties (Net)	9	--	--
Advances Received	21	--	--
Debt Reserves	23	5.851	3.991
Deferred Tax Liability	14	--	--
Other Liabilities (Net)	10	--	--

**EQUITY**

		<b>6.564.688</b>	<b>5.396.031</b>
<b>Capital</b>	25	<b>6.000.001</b>	<b>6.000.001</b>
<b>Adjustment Capital Reserves</b>	26	<b>95.886</b>	<b>95.886</b>
Share Premium		95.886	95.886
Share Cancellation Profits		--	--
Revaluation Fund		--	--
Value Increase Fund of Financial Assets		--	--
Equity inflation correction differences		--	--
<b>Profit Reserves</b>	27	<b>429.910</b>	<b>429.910</b>
Legal Reserves		34.577	34.577
Statutory Reserves		--	--
Extraordinary Reserves		395.333	395.333
Special Reserves		--	--
Gains from sale of immobile and equity participations to be added in the capital		--	--
Foreign Exchange Differences		--	--
<b>Net Profit/Loss of the Period</b>		<b>1.168.657</b>	<b>(1.674.414)</b>
<b>Retained Earnings / Accumulated Losses</b>	<b>28</b>	<b>(1.129.766)</b>	<b>544.648</b>

**TOTAL EQUITY AND LIABILITIES**

**6.666.205**

**6.612.650**

The attached footnotes constitute complementary parts of financial statements.

**AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S.**  
**INCOME TABLE BELONGING TO THE PERIOD ENDING**  
**ON DECEMBER 31,, 2007 ACCORDING TO INDEPENDENT AUDIT**  
(Unless otherwise expressed, the amounts are stated in New Turkish Liras “YTL”.)  
(Seri: XI. No. 25-Nonconsolidated)

INCOME TABLE	Not	According to Independent Audit	According to Independent Audit
		01.01.- 31.12.2007	01.01.-31.12.2006
<b>OPERATING INCOME</b>			
Income from Sales (Net)	36	547.425.597	567.782.758
Cost of Sales (-)	36	(545.452.272)	(567.742.815)
Earnings on Services (Net)	36	--	--
Other Operating Incomes (Net)	36	46.105	86.618
<b>GROSS OPERATING PROFIT/LOSS</b>		<b>2.019.430</b>	<b>126.561</b>
Operating Expenses (-)	37	(1.460.629)	(1.702.760)
<b>NET OPERATING PROFIT/LOSS</b>		<b>558.801</b>	<b>(1.576.199)</b>
Incomes and Profits from Other Opr	38	641.580	132.293
Expenses and Losses from Other Opr (-)	38	(31.724)	(230.508)
Financing Expenses (-)	39	--	--
<b>OPERATING PROFIT/LOSS</b>		<b>1.168.657</b>	<b>(1.674.414)</b>
Net Financial Position Profit/Loss	40	--	--
<b>PROFIT/LOSS BEFORE TAX</b>		<b>1.168.657</b>	<b>(1.674.414)</b>
Taxes	41	--	--
<b>NET PROFIT/LOSS OF THE PERIOD</b>		<b>1.168.657</b>	<b>(1.674.414)</b>
<b>EARNINGS/LOSS PER SHARE (YKR)</b>	42	19.48	(27.91)

The attached footnotes constitute complementary parts of financial statements.

AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S

EQUITY ALTERATION TABLE BELONGING TO THE PERIOD ENDING  
ON DECEMBER 31, 2007 ACCORDING TO INDEPENDENT AUDIT  
(Unless otherwise expressed, the amounts are stated in New Turkish Liras (“YTL”))

(Seri: XI. No. 25-Nonconsolidated)

	Capital	Share Premium	Legal Reserves	Special Reserves	Extra ordinary Reserves	Financial Assets Value Increase Fund	Equity Inflation Adjustment Differences	Profits/ Losses Of Previous Periods	Net Profit/ Loss of the Period	Total
<b>December 31, 2005</b>	<b>4.720.032</b>	<b>95.886</b>	-	-	-	-	<b>1.081.462</b>	<b>421.432</b>	<b>821.101</b>	<b>7.139.913</b>
Capital Increase	1.279.969	-	-	-	-	-	(1.081.462)	(98.546)	-	99.961
- <i>Cash</i>	<i>99.961</i>							-		99.961
- <i>Internal Resources</i>	<i>1.180.008</i>						<i>(1.081.462)</i>	<i>(98.546)</i>		-
Transfers	-	-	34.577	-	395.333	-	-	221.762	(651.672)	-
Net Profit/Loss of the Period	-	-	-	-	-	-	-	-	(1.674.414)	(1.674.414)
Paid out dividends	-	-	-	-	-	-	-	-	(169.429)	(169.429)
<b>December 31, 2006</b>	<b>6.000.001</b>	<b>95.886</b>	<b>34.577</b>	-	<b>395.333</b>	-	-	<b>544.648</b>	<b>(1.674.414)</b>	<b>5.396.031</b>
Transfers	-	-	-	-	-	-	-	(1.674.414)	1.674.414	-
Net Profit of the Period	-	-	-	-	-	-	-	-	1.168.657	<b>1.168.657</b>
<b>December 31, 2007</b>	<b>6.000.001</b>	<b>95.886</b>	<b>34.577</b>	-	<b>395.333</b>	-	-	<b>(1.129.766)</b>	<b>1.168.657</b>	<b>6.564.688</b>

The attached footnotes constitute complementary parts of financial statements.

**AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S**

**CASH FLOW STATEMENT BELONGING TO THE PERIOD ENDING  
ON DECEMBER 31, 2007 ACCORDING TO INDEPENDENT AUDIT**

(Unless otherwise expressed, the amounts are stated in New Turkish Liras (“YTL”))

(Seri: XI. No. 25-Nonconsolidated)

<b>A. OPERATING CASH FLOW</b>	<b>01.01-30.12.2007</b>	<b>01.01-30.12.2006</b>
Net Profit/Loss of the Period before Tax	1.168.657	(1.674.414)
Adjustments		
Depreciation (+)	28.735	26.728
Severance Pay Correction (+)	1.860	3.991
Profit/Loss of Capital Assets Sales	2.536	
Interest Expenditure (+)	--	--
Interest Earning (-)	(9.817)	(6.457)
Dividend income	(36.288)	(80.161)
<b>Operating Profit before Changes in Business Capital (+)</b>	<b>1.155.683</b>	<b>(1.730.313)</b>
Change in Securities	(1.866.292)	554.741
Increases in Trade Operations and Other Receivables (+)	18.584	783.963
Increase in Receivables from Related Parties (-)	--	(4.892)
Decrease in Stocks (+)	--	--
Decrease in Other Current Assets	(2.886)	(18.937)
Increase in Other Fixed Assets	-	55
Decrease in Trade Payables (-)	(1.140.964)	1.140.964
Increase in Payables to Related Parties (+)	(5.282)	(1.733)
Decrease in Other Liabilities and Debts (-)	35.774	10.242
Change in Short Term Debt Provisions	(6.490)	1.236
<b>Operating Cash (+)</b>	<b>(1.811.873)</b>	<b>753.326</b>
Interest Payables (-)	--	--
Tax Payables (-)	--	--
<b>Net Operating Cash</b>	<b>(1.811.873)</b>	<b>(735.326)</b>
<b>B. CASH FLOW DUE TO INVESTMENT ACTIVITIES</b>		
Change in Financial Assets for Trade	--	--
Tangible Asset Purchases (-)	(134.903)	(7.243)
Intangible Asset Purchases (-)	(7.100)	(11.418)
Cash Inflow Due To Tangible Asset Sales (+)	24.009	11.029
Collected Interests (+)	--	--
Collected Dividends (+)	36.288	80.161
Change of Capital	--	99.961
<b>Cash (Used in) from Investment Activities</b>	<b>(81.706)</b>	<b>172.490</b>
<b>C. CASH FLOW DUE TO FINANCING ACTIVITIES</b>		
Cash Inflow Due To Share Issues (+)	--	--
Interest Payment	--	--
Interest Receivables (+)	9.631	1.767
Cash Inflow Relating to Long Term Debts (+)	--	--
Payments Relating to Financial Leasing Debts (+)	--	--
Dividends Paid (+)	--	(169.429)
<b>Net Cash from Financing Activities</b>	<b>9.631</b>	<b>(167.662)</b>
<b>Net Increase in Cash and Cash Substitutes</b>	<b>(1.883.948)</b>	<b>740.154</b>
<b>Cash and Cash Substitutes at the Beginning of the period</b>	<b>2.477.472</b>	<b>1.732.628</b>
<b>Cash and Cash Substitutes at the End of the period</b>	<b>593.524</b>	<b>2.472.782</b>

The attached footnotes constitute complementary parts of financial statements.



**AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIĞI A.Ş**  
**AS FROM DECEMBER 31, 2007,**  
**ANNOTATIONS REGARDING THE FINANCIAL STATEMENTS PASSED THROUGH**  
**THE INDEPENDENT LIMITED AUDIT**

*(Unless otherwise is stated, the amounts are expressed in New Turkish Lira (“YTL”))*

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## **1. ORGANIZATION AND THE FIELD OF ACTIVITY**

The Avrasya Menkul Kıymetler Yatırım Ortaklığı A.Ş. (“company”) has been established by being registered to the İstanbul Commerce Registry on 1 March 1996 and published on the 4714 numbered and 6 March 1996 dated Trade Registry Paper. With the 31.12.2004 dated board of directors agreement 2000 pieces I/A group funds which were belonging to Mehmet Kuman who was one of the privileged fund owners of the company have been assigned and transferred to Galip Öztürk. These transferred funds have a vote privilege in the election of the board of directors, and re constituting the whole of the I/A group lots within the company capital. Information in relation with the mentioned transfer have been published in the IMKB paper. The total amount of the (A) group funds are 2.000 YTL, the total amount of the (B) group funds are 5.998.001 YTL. Each A group lot has a right for vote of 10.000 in the election of the board of directors members, each B group lot has a right for vote of 1. Apart from that there are no other privileges given to the (A) group lots. The company’s object is to operate capital market tools portfolios without having a control of the capital and management of the associations of which it is buying securities in accordance with the principles and regulations determined with the related legislations.

The number of employees is 5 as of December 31, 2007 (December 31, 2006: 4)

Address of the Company registered at trade registry is:

Buyukdere Caddesi Metrocity A Blok No: 171 Kat: 17 34330 1. Levent Istanbul.

## **2. PRINCIPLES RELATING TO THE PRESENTATION OF FINANCIAL STATEMENTS**

### **2.1. Applied Accounting Standards:**

The company keeps its legal accounting records as compliant to the Capital Market Board, Turkish Commercial Code and Turkish Tax Laws and it prepares its legal financial statements also as in accordance with this in the basis of New Turkish lira (“YTL”).

CMB’s November 15, 2003 dated serial XI, No: 25 “Notification about the Accounting Standards at Capital Market Board” (“Notification”) has been come into effect as to be valid from the first interim period financial statements terminated after January 1, 2005. According to the Notification, the willing enterprises, as starting from the annual or interim accounting year terminated on December 31, 2003 or later, may start to apply the provisions of this Notification. On the other hand, Notification Thirty Fourth Section - Other Provisions Provisional Clause 1, states that during the period passed until the beginning of the first accounting period which the financial statement and reports will be arranged according to this Notification provisions necessarily, arrangement and disclosure of the financial statement and reports as compliant to the International Financial Reporting Standards (“IFRS”) are in the sentence of fulfilling the arrangement and announcement liabilities prescribed in the Notification. The Company which uses the right of choice that the Notification prescribes is selected arranging its financial statements in accordance with the CMK Notification mentioned as from the accounting year terminated in January 1, 2005.

As from December 31, 2007, in preparation of the financial statements and reports, the basics specified in “Instructions for Use with the Financial Statement and Annotation Formats” explained by CMB Decision Making Body’s December 10, 2004 dated and 1604 numbered decision.

**AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S**  
**AS FROM DECEMBER 31, 2007,**  
**ANNOTATIONS REGARDING THE FINANCIAL STATEMENTS PASSED THROUGH**  
**THE INDEPENDENT LIMITED AUDIT**

*(Unless otherwise is stated, the amounts are expressed in New Turkish Lira (“YTL”))*

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**2. PRINCIPLES RELATING TO THE PRESENTATION OF FINANCIAL STATEMENTS (Continued)**

**2.2. Correction of Financial Statements in High Inflation Periods**

By stating that the high inflation period is terminated and also the indicators concerning the continual of the high inflation period are removed substantially with its March 17, 2005 dated and 11/367 numbered decision, it concluded its inflation accounting application in order to be valid as from January 1, 2005 for the companies that make reporting according to the accounting standards published by CMB and continue their activities in Turkey.

Capital, share premiums, legal reserves and extraordinary reserves among equity capital components are shown by the cost values in the balance sheet and the inflation correction differences coming from the previous terms regarding these items are shown as an individual item within the shareholders’ equity.

**2.3. Comparative Information and Correction of Financial Statements Dated Previous Period**

December 31, 2007 dated financial statements are prepared coherently with previous period in accordance with the aforementioned notification.

**2.4. Clarification**

When there is legal right for clarifying the amounts taken to the financial statements and when there is an intention of doing the discharge of debt and taking the asset to the financial statement at the same time is discussed, financial asset and debts are shown with their net amounts in the balance by being clarified.

**3. APPLIED EVALUATION PRINCIPLES/ACCOUNTING POLICIES**

**3.1. Returns**

Purchase-sale intentional securities

Purchase-sale intentional securities are reflected to the balance sheet with cost values firstly including transaction costs. Purchase-sale intentional securities are evaluated over their current values in the periods following being kept under record.

Profit or loss obtained in the purchase-sale of the purchase-sale intentional securities and arising as a result of unrealized value increases decreases in the current value are included in the “Security value increase profit/loss” in the income statement. Interests and coupon incomes obtained from purchase-sale intentional securities have been included in “Interests from purchase-sale intentional securities” in income statement.

Shares classified as purchase-sale intentional securities have been evaluated over the best purchase price constituted as from the balance sheet date in Istanbul Stock Exchange (“ISE”).

Purchase-sale intentional securities are recorded and deducted from the records according to the basis of purchase-sale intentional securities transaction date.

**AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S**  
**AS FROM DECEMBER 31, 2007,**  
**ANNOTATIONS REGARDING THE FINANCIAL STATEMENTS PASSED THROUGH**  
**THE INDEPENDENT LIMITED AUDIT**

*(Unless otherwise is stated, the amounts are expressed in New Turkish Lira (“YTL”))*

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**3. APPLIED EVALUATION PRINCIPLES/ACCOUNTING POLICIES (Continued)**

**3.1. Returns (Continued)**

Securities to Be Held until Maturity:

It means the securities which has the fixed maturity such as the Treasury bill, the government bond, Eurobond that the company intends to hold until maturity. The said securities gain value by discounting according to the effective interest method and the profit or loss regarding to these securities are shown within the profit-loss of the related period.

Available for Sale Securities:

The securities which the company doesn't intend to hold until maturity and the securities which are not held for the purpose of commercial take parts in this class. The said financial assets gain value with the market value and the valuation differences related to these securities are shown within the equity capitals.

Receivables from reverse repo

The securities purchased to be sold back again (“reverse repo”) are found by means of adding the part of the difference between the sales and re-purchase prices falls to the period according to the internal discount proportion to the cost of the reverse repos.

Interest income and expense

Interest incomes and expenses are accounted in income statement according to accrual basis. Interest income includes the revenues from coupons of fixed-income investment instruments and evaluations of discounted government bonds according to internal discount basis.

Charge and Commissions

Charges and commission given are predominantly consisted of commissions that are given to the intermediary firm. All charges and commissions are reflected to the income statements when they are accrued.

**3.2. Tangible Assets**

Tangible assets are shown with their net values remained after the amortizations accumulated from the obtaining costs are deducted. Amortization is reserved using the method of linear amortization on the basis of estimated beneficial life times of tangible assets.

	Beneficial Lifetime
- Plant machinery and devices	4 years
- Furnishing and fixtures	5 years
- Vehicles	5 years

**AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S**  
**AS FROM DECEMBER 31, 2007,**  
**ANNOTATIONS REGARDING THE FINANCIAL STATEMENTS PASSED THROUGH**  
**THE INDEPENDENT LIMITED AUDIT**

*(Unless otherwise is stated, the amounts are expressed in New Turkish Lira (“YTL”))*

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**3. APPLIED EVALUATION PRINCIPLES/ACCOUNTING POLICIES (Continued)**

**3.3. Intangible assets**

Intangible assets are composed of computer programs and software. Amortization is calculated with normal amortization method on the basis of the following economical life times provided that cost of each asset is brought to its trace cost value.

	Beneficial Lifetime
- Rights	3 years
- Development and Organization expenses	5 years
- Special costs	5 years

**3.4. Value Lowness at Assets**

The company’s assets’ balance values are controlled by reviewing in every balance period if there is any indicator of permanent value loss or not. If such value is encountered, the realizable value of the asset is calculated.

If the balance value of an asset or its cash creation power exceeds its own realizable value, it means that there is a loss of permanent value.

If there is any change in the expectations used for the determination of the realizable value, the value loss is withdrawn.

**3.5 Costs of Borrowing**

According to the standards explained under the title of “Costs of Borrowing” in the tenth section of Notification Serial XI No: 25, the costs of borrowing define the interest and other expenditures cost by the reason of borrowed funds. Costs of borrowing are recorded as outcome within the cost period according to the alternative method specified in the tenth section of Notification Serial XI No: 25 excluding the ones to be activated.

**3.6 Financial Instruments**

Financial instruments are defined as the agreements which are the financial debt or share certificate of the other enterprise while they are the financial asset of one enterprise. Financial instruments which are acquired or cost by the purpose of selling or buying back and of which basically the transaction pattern in recent times is short-term profit objective are classified as the purchase-sale intended financial assets and included into the current/floating assets group.

When a financial instrument or financial debt is taken to the financial statements for the first time, it is evaluated over its cost value; this cost, in case of being an asset, is the fair value of the price received and in case of being a liability is the fair value of the price taken. Transaction costs which can be associated directly with acquiring or issuing are included to the first evaluation of the financial asset or financial debt.

**AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S**  
**AS FROM DECEMBER 31, 2007,**  
**ANNOTATIONS REGARDING THE FINANCIAL STAMENTS PASSED THROUGH**  
**THE INDEPENDENT LIMITED AUDIT**  
*(Unless otherwise is stated, the amounts are expressed in New Turkish Lira (“YTL”))*

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**3. APPLIED EVALUATION PRINCIPLES/ACCOUNTING POLICIES (Continued)**

**3.6. Financial Instruments (Continued)**

After taken to the financial statement for the first time, all financial debts except the liabilities stated as derivative instrument debts and purchase and sale intended, are evaluated over the discounted cost by using the active interest method.

Fair value is the amount which shall constitute the basis for fulfilling the liabilities or the price that may be changed hands of an asset under the conditions which shall not be affected by any relation between the informed and the willing parties.

**3.7. Business Combination**

There is no business combination.

**3.8. Effects of Exchange Rates**

According to fourteenth part of notification serial XI No:25 that have title of “Effects of Exchange Rates”, foreign money processes are taken into reports in order with functional current that found by application of spot rate.

**3.9. Loss / Profit per Share**

Profit per share specified in the income statement, according to sixteenth part of notification serial XI No:25 that has title of “Profit per Share”, is calculated by dividing the part falls to the ordinary share owners from the net period profit or loss is by the weighted average ordinary share quantity within the period.

**3.10. Events after balance date.**

Events after the balance date, even if they occur after the declaration of the selected financial information or an announcement regarding to the profit to the public, involves all of the events between the balance date and the date for the publishing of the balance. In case of occurring the events which require correction after the balance date, amounts taken to the financial statements are arranged according to this new status.

**3.11. Reserves, Conditional Liabilities and Conditional Assets**

Reserves are taken to the records if the Company has a liability coming from the past and still continuing and if there is a possibility of disposal of the resources which provides economical benefit to the Company by the reason of this liability and if the amount of the loss to be realized is able to be determined in a reliable way. If the effect of the time over the money is important, the amount of the reserve to be separated is considered as the present value of the expenditures that will be done. The discount proportion which will be used in finding this value is determined as the pretax proportion reflecting the current market expectations of the value depending on the money and the risks regarding the aforementioned liability.

In case that the reserves are discounted, the difference arisen from the increase of the reserves over time is recorded as the interest outcome.

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**3.12. Accounting Policies, Changes and Faults in Accounting Assumptions**

Accounting policies involve certain principles, basics, assumptions, rules and applications which are used by the enterprises in the preparation and presentation of the financial statements. Transactions in similar characteristics are taken to the financial statements consistently.

If the changes in the accounting policies are only is a change in the respective accounting standard or in the characteristics that may produce the result of a more appropriate and reliable presentation of the transactions and the effects of the events over the financial status, performance or the cash flow of the enterprise in the financial statements, change can be done in the accounting policies.

**3.13. Leasing Processes**

Leasing which the leaser party possesses the all risk and benefits of the leased asset are classified as the operational leasing. Operational leasing payments are recorded as outcome linearly during the term of leasing in the income statement.

**3.14. Related Parties**

If an institution can control another institution or can create an important effect in its financial and operational decisions, the aforementioned parties are qualified as the related institution. In terms of these financial statements, the Company’s partners and the institutions, group companies that are in an indirect capital relationship with the company, members of the board of directors and the senior managers are defined as the related parties.

**3.15. Reporting of Financial Information According to Departments**

The Company continues its activities only within the framework of portfolio management. The Company didn’t report its financial information according to departments since it acquires its incomes in Turkey.

**3.16. Stopped Activities**

There are no stopped activities of the Company.

**3.17. Government Incentive and Assistances**

There are no government incentives and assistances of the Company.

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**3.18. Taxes Evaluated over the Profit of Company**

According to the last arrangements done in the Provisional Article 67 of Corporate Tax Law and Income Tax Law, taxing principles of company are as follows.

December 31, 2007

As pursuant to the (1) d-1 clause of Article 5 of Corporate Tax Law No: 5520, the incomes of the e security investment associations founded in Turkey that are arisen from the portfolio management are exceptional from corporate tax.

According to the no (2) paragraph of the provisional article 1 of Corporate Tax Law, a separate deduction over the income and revenues which have been subject to the tax deduction in accordance with the provisional article 67 of Income Tax Law is not done according to this law.

According to the paragraph 8 of the provisional article 67 of Income Tax Law, the portfolio incomes which are excluded from the corporate tax of the security investment associations founded according to the Capital Market Board are subject to tax stoppage at a value of % 0 as from October 1, 2006. Separate stoppage is not done over these incomes in accordance with the Article 94.

Between January 01 - July 22, 2006

According to the paragraph 8 of the provisional article 67 of Income Tax Law, the portfolio incomes which are excluded from the corporate tax of the security investment associations founded according to the Capital Market Board are subject to tax stoppage at a value of % 15.

Between July 23 - October 1, 2006

According to the council of Ministers decision NO: 2006/10731 published in the Official Gazette on July 23, 2006, % 15 tax ratios in provisional Article 67 of Income Tax Law has been decreased to % 10 and it is determined to be % 0 as from October 1, 2006.

According to the paragraph 8 of the provisional article 67 of Income Tax Law, the portfolio incomes which are excluded from the corporate tax of the security investment associations founded according to the Capital Market Board are subject to tax stoppage at a value of % 15.

After October 1, 2006

According to council of Ministers decision mentioned above, the portfolio incomes which are excluded from the corporate tax of the security investment associations are subject to tax stoppage at a value of % 0.

Relief of the paid taxes

As for the article 34-8 of the Corporation Tax Law, the fund and partnerships noted in the (d) clause of the first paragraph of the article 5 of this Law can relief tax deduction to be made within the corporate as for the third paragraph of the article 15 of the Law, while obtaining the profits in the same clause, provided that the taxes deducted from them as per the article 15 of the Law are paid to the related tax authority by those who realized the deduction.

Taxation of Revolving Securities from the date 31.12.2005

For some part of the portfolio profits in the process of disposal or retention of the bond and treasury bill exported before this date and shares that are acquired before 01.01.2006; if at least 25% of this part of portfolio are shares, as continues for a long time, as per the article 94 of the Income Tax Law exempted 0(zero) %, on the otherwise, it is exempted 10%.

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Provision of Termination Indemnities is the amount that is calculated with the discounted values of the estimated liability of the Company that will occur within the framework of Turkish Labor Law on the condition of retirement of the Company workers. Provision of Termination Ceiling by 31 December 2007, 2.030.19 YTL.

**3.20 Cash Flow Sheet**

In order to prepare the Cash Flow Sheets, the company took trading aimed securities with the original term and receivables from bank and cash boxes as values of cash or cash-like shorter than 3 months and the shares.

**4. LIQUID VALUES**

	<u>31 December 2007</u>	<u>31 December 2006</u>
Banks	113.904	3
- Demand deposit	478.000	2.472.000
- Takasbank (Derivatives Exchange)	186	4.690
Other	1.620	779
<b>Total</b>	<b>593.710</b>	<b>2.477.472</b>

**5. SECURITIES (NET)**

	<u>31 December 2007</u>	<u>31 December 2006</u>
Shares	4.466.401	4.055.953
Value increase/decrease of shares	598.418	(6.751)
Government bond	848.725	-
Value increase of Government bond	1.950	-
<b>Total</b>	<b>5.915.494</b>	<b>4.049.202</b>

Securities with the aim of trading

	<u>31 December 2007</u>			<u>31 December 2006</u>		
	<u>Cost Value</u>	<u>Reasonable Value</u>	<u>Registered Value</u>	<u>Cost Value</u>	<u>Reasonable Value</u>	<u>Registered Value</u>
Shares	4.466.401	5.064.819	5.064.819	4.055.953	4.049.202	4.049.202
Government bond	848.725	850.675	850.675	-	-	-
	<b>5.315.126</b>	<b>5.915.494</b>	<b>5.915.494</b>	<b>4.055.953</b>	<b>4.049.202</b>	<b>4.049.202</b>

**6. FINANCIAL DEBTS (NET)**

The company does not have any long term or short term debts by December 31, 2007. (31.12.2006-none)



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**7. TRADE RECEIVABLES AND PAYABLES (NET)**

**Short term trade receivables**

	<b>30 December 2007</b>	<b>31 December 2006</b>
İMKB clearing receivables	<u>1.323</u>	-
<b>Total</b>	<b><u>1.323</u></b>	-

**Short term trade payables**

	<b>31 December 2007</b>	<b>31 December 2006</b>
İMKB clearing debts	-	1.140.964
<b>Total</b>	-	<b>1.140.964</b>

**Long term trade receivables**

The company does not have any long term trade receivables by December 31, 2007.( 31.12.2006-None)

**Long term trade payables**

The company does not have any long term trade debts by December 31, 2007.( 31.12.2006-none)

**8. FINANCIAL LEASING RECEIVABLES AND DEBTS (NET)**

The company does not have any financial leasing receivables and debts by December 31, 2007.( 31.12.2006-none)

**9. RECEIVABLES AND DEBTS FROM AND TO THE RELATED PARTIES (NET)**

**Receivables from the related parties (net)**

The company does not have any Receivables from the related parties by December 31, 2007.( 31.12.2006-none)

**Payables to the related parties (net)**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Metro Yatırım Menkul Değerler A.Ş.	18.564	23.845
Global Portföy Yönetim A.Ş.	11.526	11.527
Dividends to be paid to the partners	30	30
<b>Total</b>	<b>30.120</b>	<b>35.402</b>

**10. OTHER RECEIVABLES AND DEBTS (NET)**

**Short term other receivables**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Tax and funds paid in cash	-	20.057
Receivables from personnel	750	600
<b>Total</b>	<b>750</b>	<b>20.657</b>

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**10. OTHER RECEIVABLES AND DEBTS (NET) Continued)**

**Long term other receivables**

The company does not have any long term other receivables by December 31, 2007 (31.12.2006-none)

**Other financial liabilities**

The company does not have any other financial liabilities by December 31, 2007.( 31.12.2006-none).

**Short term other liabilities**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Duties, taxes and levies to be paid	62.892	27.118
<b>Total</b>	<b>62.892</b>	<b>27.118</b>

**Long Term other liabilities**

The company does not have any long term other liabilities by December 31, 2007 (31.12.2006-none)

As per the paragraphs (1), (2),(3),(4) of the temporary article 67 of Income Tax Law , banks and mediators, when there are differences and payouts between purchasing and selling costs of the securities and other share market means withhold taxes over the difference between purchase and payout and loaned transaction profits.

As per the paragraph 2.3 of the income tax general notification numbered as 258 and as per the law no 5527, the related withhold is determined to be 15% until 23.07.2006, the date on which the Cabinet decision no 2006/10731 dated 01.10.2006 was published on the Official Gazette, 10% until 01.10.2006 and 0% after 01.10.2006.These withholding costs are supervised on the account of advance-paid taxes.

**11. ACTIVE ASSETS (NET)**

The company does not have any active assets by December 31,2007.( 31.12.2006-none).

**12. STOCKS (NET)**

The company does not have any stocks by December 31, 2007.( 31.12.2006-none).

**13. CONTINUING BUILDING CONTRACTS RECEIVABLES AND PROGRESS COSTS (NET)**

The company does not have any receivables and progress costs from continuing construction contracts by December 31, 2007.( 31.12.2006-none).

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**14. DEFERRED TAX ASSETS AND LIABILITIES**

As the company is exempt from Corporate Tax, it does not have any postponed tax calculations by the dates December 31, 2007 and December 31, 2006.

**15 . OTHER CURRENT/NON CURRENT ASSETS AND SHORT/LONG TERM LIABILITIES**

**Other current/revolving asset**

	<b>December 31 2007</b>	<b>31 December 2006</b>
Prepaid expenses for future months	3.711	825
<b>Total</b>	<b>3.711</b>	<b>825</b>

**Other incurrent/ fixed assets**

The company does not have any other incurrent/ fixed assets by December 31, 2007.( 31.12.2006-none).

**16. FINANCIAL ASSETS (NET)**

The company doesn't have any financial assets by December 31, 2007.( 31.12.2006-none).

**17. POSITIVE/NEGATIVE GOODWILLTAX (NET)**

The company doesn't have any positive/negative goodwill taxes by December 31, 2007.( 31.12.2006-none).

**18. INVESTMENT PROPERTIES (NET)**

The company doesn't have any investment properties by December 31, 2007.( 31.12.2006-none).

**19. TANGIBLE ASSETS (NET)**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Facility machine and devices	5.938	5.291
Vehicles	134.257	56.882
Furniture and Fixtures	14.161	14.162
Other Tangible Fixed Assets	-	-
<b>Total</b>	<b>154.356</b>	<b>76.335</b>

**Accumulated depreciations (-)**

Facility machine and devices	(3.777)	(2.470)
Vehicles	(4.475)	(18.961)
Furniture and Fixtures	(7.896)	(5.064)
<b>Total</b>	<b>(16.148)</b>	<b>(26.495)</b>
<b>Net book value</b>	<b>138.208</b>	<b>49.840</b>

The insurance cost of the company is 166.530 YTL together with the actives by December 31, 2007.

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**20. INTANGIBLE ASSETS (NET)**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Rights	2.099	2.099
Other Intangible Assets	27.092	27.092
Special costs	19.714	12.614
<b>Total</b>	<b>48.905</b>	<b>41.805</b>
<b>Accumulated withholding shares (-)</b>		
Rights	(2.099)	(1.399)
Development and Organization expenses	(27.092)	(22.990)
Special costs	(6.705)	(2.762)
<b>Total</b>	<b>(35.896)</b>	<b>(27.151)</b>
<b>Net book value</b>	<b>13.009</b>	<b>14.654</b>

**21. ADVANCES RECEIVED**

The company doesn't have any advances received by December 31, 2007.( 31.12.2006-none).

**22. PENSION PLANS**

The company doesn't have any pension plans by December 31, 2007.( 31.12.2006-none).

**23. DEBT RESERVES**

**Short Term Debt Provisions**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Auditing Fee	1.475	7.080
Consultancy expense	354	885
Lawyer expense	613	615
Other	212	564
<b>Total</b>	<b>2.654</b>	<b>9.144</b>

**Long Term Debt Provisions**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Provision for Termination Indemnities	5.851	3.991
<b>Total</b>	<b>5.851</b>	<b>3.991</b>

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**24. MINORITY INTEREST/MINORITY PROFIT/LOSS**

The company doesn't have any Minority interest/Minority profit/loss by December 31, 2007.( 31.12.2006-none).

**25. CAPITAL/**

The partnership structure of the Company is as follows according to the capital structure in list of attendants of Regular Meeting of General Board dated 22 June 2007;

	<b>31 December 2007</b>	<b>%</b>	<b>31 December 2006</b>	<b>%</b>
Metro Yatırım Menkul Değerler A.Ş.	72,000	1,20	72.867	1.22
Galip Öztürk	2,000	0,03	2,000	0,03
Murat Araz	6	0,00	6	0,00
Sedat Acar	-	-	2	0,00
Other (*)	5.925.995	98,77	5.925.126	98,75
<b>Total</b>	<b>6.000.001</b>	<b>100,00</b>	<b>3.432.000</b>	<b>100,00</b>

(\*) open to public

**25. CAPITAL (continues)**

The registered capital of the company is 10.000.000 YTL. This capital has been divided into 1.000.000,000,000 (one billion) shares each representing a nominal value of 1 Ykr (one new kurus). The issued capital of the company is 6,000,001 YTL. consisting of 600,000,100 shares each representing a nominal value of 1 Ykr (one new kurus). In the selection of the executive board members, the (A) group shares had 600.000.100 vote-right each t, (B) group shares had 1 vote-right each. Apart from this, there are no other privileges for (A) group.

The distribution of (A) group shares is as follows;

	<b>31 December 2007</b>	<b>31 December 2006</b>
Galip Öztürk	200,000	200,000
Total	200,000	200,000

**26. CAPITAL RESERVES**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Shares premiums	95.886	95.886
Equity inflation correction differences	-	-
<b>Total</b>	<b>95.886</b>	<b>95.886</b>

**Shares premiums**

Shares premiums represent the cash flow obtained upon selling the shares with market prices. These premiums are shown under the owner's sources and cannot be distributed. However, they can be used in the capital increase to be made later.

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**26. CAPITAL RESERVES (continues)**

**Equity inflation correction differences**

Equity inflation correction differences represent the corrections made in order for the cash and cash-equivalent additions made to the owner's capital to be represented with the purchasing parity on 31 December 2004.

The financial sheets prepared as per the notification number: 25 serial: XI and the profits obtained from the operations I 2005 are taken into account, consequently the obligation of profit distribution of 30% of the distributable profit is affected. This distribution can be realized, according to the decision of the executive boards of these distribution companies, in cash or as bonus share provided that it will not be less than 30% of the distributable profit or as in cash for some amount and as bonus share for the remaining amount.

As in the CMB's notification no :27 serial: IV and dated 13 November 2001 it is envisaged that unrealized capital earnings (value increases) are taken into consideration in the calculation of the distributable profit of the investment partnerships, the value increases accrued to the accounts by the end of the period will not be handled in the profit distribution.

As per the notification no: 25 Serial XI, after the first financial sheet corrected according to the inflation, the items of owner's capital named "Capital, Emission premium, legal reserves, status reserves, special reserves and extraordinary reserves" are given place in the balance with their recorded values. The amended types of these accounting items are put in the part named "owner's capital correction differences" all-together.

"owner's capital correction differences" about all owner's capital items will only be able to be used in bonus share reserve or loss deduction, however, the record values of extraordinary reserves will be able to be used in bonus share reserving, cash profit distribution or loss deduction.

In the capital increase that will be made from inner sources, if the amounts found out after the CMB accountings operations and those in legal record must be taken as a basis. Also, for the distribution of the profit, firstly if as per the Turkish Trade Law creation of reserves from legal, the whole amount that will be distributed over the CMB net distributable profit can be met from the legal net distributable profit, the whole profit, but if this amount cannot be met the whole amount of the net distributable profit on legal records must be distributed.

The companies open to the public realize their distribution as follows, like envisaged by CMB;

It is really important that the amount that occurred in the first corrected financial sheet equalization process as per the article 399 of chapter fifteen of the Notification no :25 Serial:XI and that is seen on "the loss in previous years" is taken into consideration as a deduction item while finding the distributable figure according to the financial sheets corrected taking the inflation onto account. Consequently, this amount which is seen on "the loss in previous years" is possible to be deducted from the correction of the period profit(if any) and undistributed profits of the previous year, and the remaining amount of loss can be deducted from the capital reserves stemming from reservations, legal reservations, own-resource items inflation accounting.

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**27. PROFIT RESERVES**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Legal reserves	34.577	34.577
Statutory reserves	-	-
Extraordinary reserves	395.333	395.333
<b>Total</b>	<b>429.910</b>	<b>429.910</b>

Profit reserves are calculated according to the following stated elements.

The accumulated profits in the Turkish Trade Law can be distributed except from the legal reserved mentioned below. According to the Turkish trade Law, legal reserved are divided into two as first and secondary legal reserves. Until reaching the 20% of the paid capital of the company, 5% of the legal net profit is reserved. The secondary ones are however 10% of the distributed profit that exceeds 5% of the paid capital. As per the Turkish Trade Law, as long as legal reserves do not exceed 50% of the paid capital, they can be used to make the losses net; it is impossible to use it with other purposes.

The decision was made that the unrealized capital profits (value increases) are not considered on the calculation of distributable profit amount of the investment partners according to the 5th article of the declaration SPK series: IV No: 27. according to that the unrealized capital profits is watched on special reserves account on the balance sheet until they realize, and when it realizes, it is transferred to the past years account.

**28. RETAINED EARNINGS (LOSSES)**

	<b>31 December 2007</b>	<b>31 December 2006</b>
Retained Earnings	544.648	544.648
Accumulated Losses (-)	(1.674.414)	-
<b>Total</b>	<b>(1.129.766)</b>	<b>544.648</b>

**29. FOREIGN EXCHANGE POSITION**

The company doesn't have any foreign exchange position by December 31, 2007.( 31.12.2006-none).

**30. GOVERNMENT PROMOTIONS AND AIDS**

The company doesn't have any government promotions and aids by December 31, 2007.( 31.12.2006-none).

**31. RESERVES FOR LOAN LOSSES, CONDITIONAL ASSETS AND LIABILITIES**

The company doesn't have any reserves for loan losses, conditional assets and liabilities by December 31, 2007.( 31.12.2006-none).

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**32. BUSINESS COMBINATION**

The company doesn't have any business combinations by December 31, 2007.( 31.12.2006-none).

**33. REPORTING ACCORDING TO DEPARTMENTS**

The company doesn't have any reporting according to departments by December 31, 2007.( 31.12.2006-none).

**34. POST BALANCE SHEET EVENTS**

- a) As of 14.01.2008, tax audit started for the company in terms of bank and insurance procedures taxes (BSMV) by T.R. Finance Ministry Revenue Auditors İstanbul Group Presidency. This investigation is made for the purpose of searching, identifying and providing the accuracy of BSMV amount to be paid.

**35. DISCONTINUED OPERATIONS**

The company doesn't have any discontinued operations by December 31, 2007.( 31.12.2006-none).

**36. OPERATING INCOMES**

**Incomes obtained from activities:**

**Sales incomes (net)**

	<b>01.01.-31.12.2007</b>	<b>01.01.-31.12.2006</b>
Share sales revenue	128.269.403	219.590.765
Government bond sales revenue	2.396.692	8.164.041
Treasury bill sales revenue	-	572.258
Repo government bond sales revenue	413.093.227	314.305.021
Repo Treasury bill sales revenue	-	25.150.673
Derivatives Exchange	3.666.275	-
<b>Total</b>	<b>547.425.597</b>	<b>567.782.758</b>

**Cost of Sales (-)**

	<b>01.01.-31.12.2007</b>	<b>01.01.-31.12.2006</b>
Share cost of sales	126.538.775	219.909.303
Government bond cost of sales	2.365.220	8.051.478
Treasury bill cost of sales	-	536.034
Repo government bond cost of sales	412.804.000	314.111.000
Repo Treasury bill cost of sales	-	25.135.000
Derivatives Exchange cost of sales	3.744.277	-
<b>Total</b>	<b>545.452.272</b>	<b>567.742.815</b>



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**36. OPERATING INCOMES (Continued)**

**Operating other incomes (net)**

	<b>01.01.-31.12.2007</b>	<b>01.01.-31.12.2006</b>
Interest and Dividend Incomes	46.105	86.618
<b>Total</b>	<b>46.105</b>	<b>86.618</b>

**37. OPERATING EXPENSES (-)**

	<b>01.01.-31.12.2007</b>	<b>01.01-31.12.2006</b>
Personnel expenses	506.236	319.720
Rental expenses	21.240	17.017
Depreciation expense	27.175	35.771
Cleaning expenses	28.954	19.968
Data Processing expenses	18.443	15.315
Counseling and auditing expenses	17.818	24.871
Commercial cost	11.859	28.800
Maintenance expenses	13.304	18.809
Commission expenses	506.356	848.242
Portfolio management expenses	-	133.024
Portfolio consultancy expenses	252.000	147.000
Other	57.204	94.223
<b>Total</b>	<b>1.460.629</b>	<b>1.702.760</b>

**38. REVENUE/EXPENSE AND PROFITS/LOSSES FROM OTHER OPERATIONS**

**Income and Profits from other operations**

	<b>01.01.-31.12.2007</b>	<b>01.01-31.12.2006</b>
Cancellation of rediscount income of previous years	2.061	-
Rediscount expenses	634.919	130.613
Other	4.600	1.680
<b>Total</b>	<b>641.580</b>	<b>132.293</b>

**Expense and losses from other operations (-)**

	<b>01.01.-31.12.2007</b>	<b>01.01-31.12.2006</b>
Cancellation of rediscount income of previous year	-	92.953
Rediscount expenses	29.189	137.364
Other	2.535	191
<b>Total</b>	<b>31.724</b>	<b>230.508</b>

**AVRASYA MENKUL KIYMETLER YATIRIM ORTAKLIGI A.S**  
**AS FROM DECEMBER 31, 2007,**  
**ANNOTATIONS REGARDING THE FINANCIAL STAMENTS PASSED THROUGH**  
**THE INDEPENDENT LIMITED AUDIT**

*(Unless otherwise is stated, the amounts are expressed in New Turkish Lira (“YTL”))*

**39. FINANCING EXPENSES**

The company doesn't have any financing expenses by December 31, 2007.( 31.12.2006-none).

**40. NET FINANCIAL POSITION PROFIT/LOSS**

The company doesn't have any net monetary position profit/loss by December 31, 2007. (31.12.2006-none).

**41. TAXES**

Explanations about the tax applications of the company are in the part, Applied Valuation Principles/ Taxes Calculated over Accounting Policies Corporation Profit, footnote 3.18.

**42. EARNINGS PER SHARE**

The profit per share showed in the income sheet is founded by dividing the current annual profit into the weighted average of the shares in the market during the period.

In Turkey, the companies can reserve their capitals to the existing shareholders through “bonus share” that they distributed from their gains from previous year and re-evaluating funds. This kind of “bonus share” distributions are evaluated as exported share in the profit calculations per share. Accordingly, the weighted average share number used in these calculations is found also by calculating the back-forwarded effects of the share distributions.

	<b>01.01-31.12.2007</b>	<b>01.01-31.12.2006</b>
Net period profit / (loss)	1.168.657	(1.674.414)
Weighted average num. of issued shares	6.000.001	6.000.001
<b>Gain per share / (loss) (Ykr)</b>	<b>19.48</b>	<b>(27.91)</b>

**43. CASH FLOW TABLE**

By taking consideration the balances which are in the cases and banks as cash or quasi cash values and the amounts of the buying-selling purposed securities shorter than three months except rediscount was presented with the financial tables on 4th sheet by the Company.

**44. OTHER ISSUES AFFECTING FINANCIAL STATEMENTS SIGNIFICANTLY OR REQUIRED TO BE EXPLAINED IN TERMS OF BEING EXPRESS, INTERPRETABLE AND APPREHENSIBLE OF FINANCIAL STATEMENTS**

None