



MONTHLY REPORT

“JULY 2011”

Issue date: 02.09.2011

Abbreviations:**LTM:** Last twelve months**YTD:** Year-to-date**MoM:** Month-on-month**AKFEN HOLDING**

As of 29 July 2011, the price of Akfen Holding's bond realized at **TRY 104,383** (dirty price). Total trading volume in July was **TRY 1,002,493**. The yield as of 29 July 2011 corresponds to **%8,81 + 222 bps** spread.

TAV AIRPORTS

As of 31 July 2011

| Passenger Figures* | | | | | |
|--|-------------------|-------------------|---------------|---------------|---------------|
| | LTM 2011 | 2010 | Δ YTD | Δ MoM | Δ LTM |
| Atatürk Airport | 34,523,733 | 32,145,619 | 13.1% | 19.3% | 10.1% |
| International | 21,955,049 | 20,344,620 | 14.2% | 19.7% | 11.6% |
| Domestic | 12,568,684 | 11,800,999 | 11.2% | 18.7% | 7.6% |
| Esenboğa Airport | 8,399,819 | 7,759,479 | 14.9% | 8.6% | 20.6% |
| International | 1,413,018 | 1,325,989 | 12.3% | 0.6% | 17.3% |
| Domestic | 6,986,801 | 6,433,490 | 15.4% | 10.9% | 21.3% |
| İzmir Airport | 2,362,514 | 2,127,457 | 21.3% | 12.5% | 24.9% |
| TAV TURKEY TOTAL | 45,286,066 | 42,032,555 | 13.8% | 16.9% | 12.6% |
| International | 25,730,581 | 23,798,066 | 14.7% | 17.5% | 13.0% |
| Domestic | 19,555,485 | 18,234,489 | 12.7% | 16.0% | 12.2% |
| Monastir+Enfidha Airports | 3,003,097 | 3,916,977 | -45.4% | -42.1% | -20.3% |
| Tbilisi Airport | 947,911 | 821,605 | 30.2% | 21.8% | 26.2% |
| Batumi Airport | 106,263 | 88,624 | 38.3% | 59.2% | 26.3% |
| Macedonia (Skopje & Ohrid)*** | 781,930 | 730,095 | 12.9% | 16.6% | - |
| TAV TOTAL | 50,125,267 | 47,589,856 | 9.6% | 9.7% | 10.9% |
| International | 30,515,609 | 29,307,402 | 7.6% | 6.2% | 10.1% |
| Domestic | 19,609,658 | 18,282,454 | 12.7% | 16.1% | 12.2% |

* Both departing and arriving passengers, excluding transit

| Air Traffic Movements ** | | | | | |
|--|----------------|----------------|---------------|---------------|--------------|
| | LTM 2011 | 2010 | Δ YTD | Δ MoM | Δ LTM |
| Atatürk Airport | 289,051 | 273,704 | 9.9% | 14.8% | 6.8% |
| International | 188,637 | 178,817 | 9.7% | 13.4% | 7.4% |
| Domestic | 100,414 | 94,887 | 10.2% | 17.3% | 5.8% |
| Esenboğa Airport | 70,779 | 63,385 | 21.6% | 19.9% | 23.9% |
| International | 12,241 | 11,742 | 7.9% | 3.2% | 10.8% |
| Domestic | 58,538 | 51,643 | 24.7% | 24.7% | 27.1% |
| İzmir Airport | 17,047 | 16,149 | 10.3% | 5.1% | 13.6% |
| TAV TURKEY TOTAL | 376,877 | 353,238 | 11.9% | 15.0% | 10.0% |
| International | 217,925 | 206,708 | 9.7% | 11.8% | 8.0% |
| Domestic | 158,952 | 146,530 | 15.1% | 19.8% | 12.7% |
| Monastir+Enfidha Airports | 25,399 | 31,801 | -37.8% | -39.3% | -7.8% |
| Tbilisi Airport | 18,410 | 16,470 | 22.3% | 25.2% | 22.5% |
| Batumi Airport | 2,900 | 2,276 | 55.3% | 57.3% | 54.1% |
| Macedonia (Skopje & Ohrid)*** | 12,040 | 11,802 | 3.7% | 2.4% | - |
| TAV TOTAL | 435,626 | 415,587 | 8.7% | 8.9% | 9.8% |
| International | 273,648 | 266,919 | 4.5% | 2.8% | 7.7% |
| Domestic | 161,978 | 148,668 | 16.0% | 21.1% | 13.5% |

** Commercial flights only

*** As the operations started on 1 March 2010, LTM change data cannot be given

Source: State Airports Authority (DHM), Georgian Authority for Tbilisi and Batumi, TAV Tunisia for Monastir and Enfidha, TAV Macedonia for Skopje and Ohrid Airports

TAV CONSTRUCTION

As of 30 June 2011

| ONGOING PROJECTS | | | | | | |
|---------------------|--|--------------------------|---------------------------|---------------------------------------|--|--------|
| Project | Employer | TAV Construction's Share | Contract Value (US\$ mio) | Physical Completion as of 31 May 2011 | Physical Completion as of 30 June 2011 | Change |
| DUBAI - SULAFATOWER | MR MOHAMMED ABDULLA MOHAMMED AL SAYYAH | 100% | 104 | 100.00% | 100.00% | - |
| DUBAI - EFT | EMIRATES FINANCIAL TOWERS LLC | 100% | 115 | 99.50% | 99.50% | - |
| DUBAI - MARINA 101 | M/S SHEFFIELD HOLDINGS LIMITED | 100% | 198 | 45.10% | 45.10% | - |
| MACEDONIA | TAV MACEDONIA DOOEL SKOPJE | 100% | 111 | 72.35% | 81.85% | 9.50% |
| 2010 INVESTMENTS | TAV İSTANBUL TERMİNAL İŞLETMECİLİĞİ A.Ş. | 100% | 36 | 100.00% | 100.00% | - |
| 2011 YATIRIMLARI | TAV İSTANBUL TERMİNAL İŞLETMECİLİĞİ A.Ş. | 100% | 18 | | 3.06% | 3.06% |
| LIBYA - TRIPOLI | THE LIBYAN CIVIL AVIATION AUTHORITY | 25% | 2,103 | 36.90% | 36.90% | - |
| LIBYA - SEBHA | THE LIBYAN CIVIL AVIATION AUTHORITY | 50% | 229 | 6.99% | 6.99% | - |
| DOHA | GOVERNMENT OF THE STATE OF QATAR | 35% | 3,750 | 75.10% | 77.10% | 2.00% |
| OMAN MC1 | SULTANATE OF OMAN MINISTRY OF TRANSPORT AND COMM. | 50% | 1,178 | 35.50% | 36.60% | 1.10% |
| ABU DABI - PILECAPS | SUPERVISION COMMITTEE FOR THE EXPANSION OF ABU DHABI INTERNATIONAL | 50% | 57 | 21.63% | 34.00% | 12.37% |
| TOTAL | | | 7,898 | | | |

MERSIN INTERNATIONAL PORT (MIP)

As of 31 July 2011

| Container & Conventional Cargo Statistics | | | | | |
|---|-----------|-----------|-------|-------|-------|
| | LTM 2011 | 2010 | Δ YTD | Δ MoM | Δ LTM |
| Container Volumes (TEU) | 1,073,459 | 1,030,391 | 7.0% | -5.0% | 7.5% |
| Conventional Throughput (Ton)* | 6,556,046 | 6,652,028 | -2.4% | -5.3% | -0.4% |
| * General Cargo - Dry Bulk - Liquid Bulk | | | | | |

| Container Regime Breakdown | | |
|----------------------------|----------|-------|
| | LTM 2011 | 2010 |
| Import | 42.2% | 42.9% |
| Export | 43.3% | 43.4% |
| Transit | 10.3% | 10.5% |
| Transshipment | 2.9% | 2.7% |
| Cabotage | 1.3% | 0.5% |

As of 31 July 2011

| Occupancy Rate | | | | | |
|-------------------|--------------|-----------|----------|----------|------|
| Hotels | Room Number* | July 2011 | YTD 2011 | LTM 2011 | 2010 |
| Zeytinburnu Ibis | 228 | 96% | 90% | 88% | 84% |
| Zeytinburnu Nov | 208 | 96% | 86% | 85% | 84% |
| Eskişehir Ibis | 108 | 71% | 76% | 74% | 74% |
| Trabzon Novotel | 200 | 92% | 74% | 71% | 61% |
| Gaziantep Ibis | 177 | 49% | 45% | 36% | 19% |
| Gaziantep Novotel | 92 | 41% | 50% | 45% | 29% |
| Kayseri Ibis | 160 | 43% | 43% | 41% | 31% |
| Kayseri Novotel | 96 | 46% | 46% | 45% | 36% |
| Bursa Ibis | 200 | 78% | 51% | - | 24% |

| Rev Par (€)** | | | | | |
|-------------------|--------------|-----------|----------|----------|------|
| Hotels | Room Number* | July 2011 | YTD 2011 | LTM 2011 | 2010 |
| Zeytinburnu Ibis | 228 | 66 | 64 | 62 | 58 |
| Zeytinburnu Nov | 208 | 83 | 72 | 70 | 65 |
| Eskişehir Ibis | 108 | 32 | 35 | 36 | 37 |
| Trabzon Novotel | 200 | 69 | 41 | 38 | 32 |
| Gaziantep Ibis | 177 | 15 | 15 | 13 | 7 |
| Gaziantep Novotel | 92 | 18 | 23 | 21 | 14 |
| Kayseri Ibis | 160 | 14 | 14 | 15 | 12 |
| Kayseri Novotel | 96 | 22 | 22 | 23 | 19 |
| Bursa Ibis | 200 | 31 | 21 | - | 11 |

| Total Rev Par (€)*** | | | | | |
|----------------------|--------------|-----------|----------|----------|------|
| Hotels | Room Number* | July 2011 | YTD 2011 | LTM 2011 | 2010 |
| Zeytinburnu Ibis | 228 | 78 | 74 | 72 | 68 |
| Zeytinburnu Nov | 208 | 111 | 98 | 96 | 89 |
| Eskişehir Ibis | 108 | 36 | 40 | 40 | 43 |
| Trabzon Novotel | 200 | 98 | 67 | 63 | 54 |
| Gaziantep Ibis | 177 | 18 | 18 | 15 | 9 |
| Gaziantep Novotel | 92 | 34 | 38 | 36 | 27 |
| Kayseri Ibis | 160 | 17 | 19 | 14 | 16 |
| Kayseri Novotel | 96 | 32 | 35 | 36 | 31 |
| Bursa Ibis | 200 | 38 | 25 | - | 13 |

* Mercure Hotel in Northern Cyprus with 299 rooms is not included

** Rev Par = Average Room Rate x Occupancy Rate

*** Total Rev Par = Rev Par + Other Revenues (food & beverage, seminar-congress, banquet revenues etc.)

Russia & Turkey Projects' Physical Completion Status as of 31 July 2011:

| Russia Projects | | | |
|-----------------|---------------------|-------------------------------------|----------------|
| City | Type | Status | Completion(%) |
| Samara | Ibis Hotel | Under construction | 99% |
| Yaroslavl | Ibis Hotel | Under construction | 98% |
| Kaliningrad | Ibis Hotel | Licence obtained | n.a |
| Moskova | Ibis Hotel | Preliminary project studies started | n.a |
| Samara | Office | Under construction | 99% |
| Turkey Projects | | | |
| City | Type | Status | Completion(%) |
| Istanbul | Esenyurt Ibis Hotel | Under construction | 22% |
| Adana | Ibis Hotel | Under construction | 45% |
| Izmir | Ibis Hotel | Under construction | 4% |

- ◆ Excavation works for İzmir Ibis Hotel project has started on 20 June 2011 and the physical completion ratio as of 31 July 2011 is 4%.

- ◆ Akfen REIT has bought a 14.443 m² land which is 2 km away from Esenboga Airport in Ankara for TL 4.500.000 and the deed transfer has been completed on 21.07.2011. A 125-180 room hotel project is being planned on the land.
- ◆ Akfen Gayrimenkul Ticareti ve İnşaat A.Ş., 100 % owned subsidiary of Akfen Gayrimenkul Yatırım Ortaklığı A.Ş., acquired Kasa Investment BV's 45% shares in its 50% owned affiliates located in Holland - Russian Hotel Investment BV and Russian Property Investment BV – for 4.352.000 EUR. Russian Hotel Investment BV owns 100 % shares of SPVs incorporated for Samara Ibis Hotel, Yaroslavl Ibis Hotel and Kaliningrad Ibis Hotel projects and Russian Property Investment BV owns 100% shares of SPV incorporated for Samara Office project. Transactions were closed on 29 July 2011 and as a result Akfen Gayrimenkul Ticareti ve İnşaat A.Ş.'s shareholding in Russian Hotel Investment BV and Russian Property Investment BV has increased to %95.

TASK

TASK Güllük - As of 30 June 2011

| TASK Güllük | Volume (m3) | | | | |
|----------------------------|--------------------|-------------|--------------|--------------|--------------|
| | 2011 LTM | 2010 | Δ YTD | Δ MoM | Δ LTM |
| Invoiced Water Volume (m3) | 512,134 | 467,246 | 24% | 26% | 13.0% |

TASK Dilovası - As of 31 July 2011

| TASK Dilovası | 2011 LTM | 2010* | Δ YTD | Δ MoM | Δ LTM |
|--------------------------------|-----------------|--------------|--------------|--------------|--------------|
| Treated Waste Water Volume(m3) | 2,574,255 | 1,220,723 | - | 59% | - |

*TASK Dilovası is operational since July 2010.

- ◆ As of June Task Güllük serves 5,151 subscribers.
- ◆ As of July 2011, the number of operating factories in Dilovası Organised Industrial Zone was 211.
- ◆ On 12 July 2011, the General Assembly of Task Su Kanalizasyon Yatırım Yapım ve İşletme A.S has been held and with the General Assembly resolution, the name of Task Su Kanalizasyon Yatırım Yapım ve İşletme A.Ş. has been changed to Akfen Çevre ve Su Yatırım, Yapım İşletme A.Ş. ("**Akfen Su**").
- ◆ On 11 July 2011, the General Assembly of Task Güllük Su Kanalizasyon Yatırım Yapım ve İşletme A.Ş. has been held and with the General Assembly resolution, the name of Task Güllük Su Kanalizasyon Yatırım Yapım ve İşletme A.Ş has been changed to Akfen Güllük Çevre ve Su Yatırım Yapım İşletme A.Ş. ("**Akfen Su Güllük**").

AKFEN HEPP

As of July 2011

| Company | HEPP | Installed Capacity (MW) | Generation Capacity (GWh/yr) | Operational (Y/N) | Civil Work Progress (%) |
|---------------|--------------------------|-------------------------|------------------------------|-------------------|-------------------------|
| Beyobası | Otluca | 44,7 | 207,6 | Y | 100,0% |
| | Sırma | 5,9 | 26,7 | Y | 100,0% |
| | Yuvarlakçay ¹ | 3,2 | 22,8 | N | - |
| | Sekiyaka | 3,5 | 16,8 | N | - |
| İdeal | Karasu – 1 | 3,7 | 23,1 | Y | 100,0% |
| | Karasu – 2 | 3,1 | 19,6 | Y | 100,0% |
| | Karasu – 4.2 | 9,9 | 56,4 | N | 100,0% |
| | Karasu – 4.3 | 3,7 | 16,9 | N | 100,0% |
| | Karasu – 5 | 4,0 | 23,2 | N | 100,0% |
| Çamlıca | Çamlıca III | 25,8 | 94,5 | Y | 100,0% |
| | Saraçbendi | 24,0 | 86,1 | Y | 100,0% |
| HEPP 1 | | 131,7 | 593,7 | | |
| Elen | Doğançay | 30,6 | 171,6 | N | 34,0% |
| Pak | Kavakcalı | 10,9 | 48,2 | N | 9,4% |
| | Demirciler | 9,4 | 32,3 | N | 61,3% |
| | Gelinkaya | 7,1 | 30,9 | N | 54,8% |
| BT Bordo | Yağmur | 8,5 | 36,2 | N | 48,9% |
| Yenidoruk | Doruk | 28,8 | 82,1 | N | 20,7% |
| Zeki | Çatak ² | 10,0 | 42,9 | N | - |
| Rize İpek | Tepe ³ | 13,6 | 32,6 | N | - |
| HEPP 2 | | 118,8 | 476,8 | | |
| Laleli | Laleli | 99,0 | 240,5 | N | - |
| Değirmenyanı | Adadağı ⁴ | 4,7 | 18,2 | N | - |
| HEPP 3 | | 103,7 | 258,7 | | |
| Total | | 354,2 | 1.329,2 | | |

(1) Stay of execution decision has been taken by the local court and the file is taken to supreme court by the Administration. Application was made to EMRA (Energy Market Regulatory Authority) for the return of letter of guarantee.

(2) Plant area has been announced as the first degree protected area in 2010 and court case is ongoing. Application has been made in the scope of Renewable Energy Law for constructing HEPP in the protected area and the process is ongoing.

(3) Stay of execution decision has been taken by the local court. Legal process is ongoing.

(4) Licencing process has been continuing.

- ◆ OTLUCA HEPP I Project which is the first part of OTLUCA HEPP Project is operational since 08.04.2011, OTLUCA II HEPP Project which is the second part of OTLUCA HEPP Project is operational since 13.07.2011. OTLUCA HEPP Project is expected to become fully operational upon the completion of the temporary acceptance process for BOGUNTU HEPP Project (third part of OTLUCA HEPP Project) in a short time.
- ◆ As of the date of this report, Karasu 4.3 and Karasu 5 HEPP Projects of İdeal Enerji Üretimi Sanayi ve Ticaret A.Ş whereas the power plants are located in Erzincan started to generate electricity on 5 August 2011.
- ◆ Karasu 4.3. HEPP Project will generate electricity with the licence number (EÜ/1813-15/1459 and EÜ/1062-3/783) given by EMRA. The plant has a total installed capacity of 3,71 MW and the generation capacity of the plant is 16,89 GWh.
- ◆ Karasu 5 HEPP Project will generate electricity with the licence number (EÜ/1062-3/783) given by EMRA. The plant has a total installed capacity of 4.03 MW and the generation capacity of the plant is 23.16 GWh.
- ◆ Karasu Project which is consisting of 5 different hydroelectric plants as Karasu 1, Karasu 2, Karasu 4.2., Karasu 4.3 and Karasu 5 HEPP, will generate 139.1 GWh electricity per year with a total installed capacity of 24.5 MW upon the completion of the temporary acceptance processes in August as planned.
- ◆ As of the date of this report, Akfen HEPP's operational hydroelectric power plants reached to a total installed capacity of 111,66 MW and an annual generation capacity of 488,46 million GWh.

AKFEN CONSTRUCTION

- ◆ As of 31 July 2011, the total contract value of Akfen Construction assignments in ongoing HEPP projects is **€91 million** and the total amount of cumulated progress payments of ongoing HEPP projects reached to **€40 million**. This amount corresponds the **44%** of the total contract value.
- ◆ As of July 2011, with Adana Ibis, Izmir Ibis and Esenyurt Ibis construction contracts, Akfen Construction's total contract value in hotel projects reached to **€17,4 million** (including Akfen Construction's mark up).
- ◆ As of 31 July 2011, Akfen Construction's current backlog (HEPP and REIT projects) is **65 million Euro**.

IDO

- ◆ IDO has implemented the dynamic pricing system in Yenikapı-Bandırma line (on 1 July 2011), in all fast ferries and in sea bus inter-city lines (on 8 August 2011).
- ◆ With the approval of Istanbul Metropolitan Municipality Coordination of Transportation Department, starting from 15 August, 8% tariff increases will be effective on sea bus inner-city lines and 17%, 8%, 6%, 10% tariff increase will be effective on Sirkeci-Harem conventional ferry line motorcycles tariff, automobile-jeep tariff, 0-2.5 ton truck tariff, trucks bigger than 2.5 ton tariff respectively. The last tariff increase on the said lines was on 30 October 2010.