



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

Volume (m3)					
TASK Güllük	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.