



MONTHLY REPORT

“JUNE 2011”

Issue date: 25.07.2011

Abbreviations:

LTM: Last twelve months

YTD: Year-to-date

MoM: Month-on-month

AKFEN HOLDING

As of 30 June 2011, the price of Akfen Holding's bond realized at **TRY 103,699** (dirty price). Total trading volume in June was **TRY 2,601,550**. The yield as of 30 June 2011 corresponds to **%9,18 + 173 bps** spread.

TAV AIRPORTS

As of 30 June 2011

Passenger Figures*					
	LTM 2011	2010	Δ YTD	Δ MoM	Δ LTM
Atatürk Airport	33,906,899	32,145,619	11.8%	17.5%	8.8%
International	21,556,855	20,344,620	13.0%	15.8%	10.5%
Domestic	12,350,044	11,800,999	9.7%	20.3%	5.9%
Esenboğa Airport	8,332,913	7,759,479	16.3%	10.2%	23.1%
International	1,411,923	1,325,989	16.0%	2.9%	19.7%
Domestic	6,920,990	6,433,490	16.4%	11.7%	23.8%
İzmir Airport	2,321,766	2,127,457	25.0%	16.7%	28.1%
TAV TURKEY TOTAL	44,561,578	42,032,555	13.1%	16.1%	12.1%
International	25,290,544	23,798,066	14.1%	15.2%	12.4%
Domestic	19,271,034	18,234,489	12.0%	17.2%	11.7%
Monastir+Enfidha Airports	3,276,122	3,916,977	-47.0%	-46.0%	-12.3%
Tbilisi Airport	925,597	821,605	32.3%	26.6%	26.6%
Batumi Airport	97,834	88,624	28.9%	22.3%	22.0%
Macedonia (Skopje & Ohrid)***	765,721	730,095	11.7%	13.8%	-
TAV TOTAL	49,626,852	47,589,856	9.6%	9.3%	11.3%
International	30,304,183	29,307,402	7.9%	4.8%	11.0%
Domestic	19,322,669	18,282,454	12.0%	17.0%	11.7%

* Both departing and arriving passengers, excluding transit

Air Traffic Movements **					
	LTM 2011	2010	Δ YTD	Δ MoM	Δ LTM
Atatürk Airport	285,392	273,704	9.0%	11.8%	5.2%
International	186,487	178,817	9.0%	9.1%	6.3%
Domestic	98,905	94,887	8.9%	17.0%	3.4%
Esenboğa Airport	69,621	63,385	21.9%	20.1%	24.2%
International	12,199	11,742	9.1%	6.2%	11.6%
Domestic	57,422	51,643	24.6%	23.4%	27.2%
İzmir Airport	16,931	16,149	12.2%	11.4%	16.6%
TAV TURKEY TOTAL	371,944	353,238	11.3%	13.3%	8.8%
International	215,617	206,708	9.2%	9.2%	7.3%
Domestic	156,327	146,530	14.3%	19.2%	11.0%
Monastir+Enfidha Airports	27,311	31,801	-37.2%	-39.6%	0.0%
Tbilisi Airport	17,980	16,470	21.2%	17.0%	20.9%
Batumi Airport	2,720	2,276	54.5%	69.3%	49.8%
Macedonia (Skopje & Ohrid)***	12,007	11,802	4.1%	-13.1%	-
TAV TOTAL	431,962	415,587	8.6%	7.3%	9.7%
International	272,853	266,919	4.9%	0.6%	8.5%
Domestic	159,109	148,668	15.0%	20.1%	11.7%

** 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 31 May 2011

ONGOING PROJECTS				
Project	Employer	TAV Construction's Share	Contract Value (US\$ mio)	Physical Completion as of 31 May 2011
DUBAI - SULafa TOWER	MR MOHAMMED ABDULLA MOHAMMED AL SAYYAH	100%	104	100.00%
DUBAI - EFT	EMIRATES FINANCIAL TOWERS LLC	100%	115	99.50%
DUBAI - MARINA 101	M/S SHEFFIELD HOLDINGS LIMITED	100%	198	45.10%
MACEDONIA	TAV MACEDONIA DOEL SKOPJE	100%	111	72.35%
2010 INVESTMENTS	TAV İSTANBUL TERMİNAL İŞLETMECİLİĞİ AŞ	100%	36	100.00%
LIBYA - TRIPOLI	THE LIBYAN CIVIL AVIATION AUTHORITY	25%	2,103	36.90%
LIBYA - SEBHA	THE LIBYAN CIVIL AVIATION AUTHORITY	50%	229	6.99%
DOHA	GOVERNMENT OF THE STATE OF QATAR	35%	3,744	75.10%
OMAN MC1	SULTANATE OF OMAN MINISTRY OF TRANSPORT AND COMM.	50%	1,178	35.50%
ABU DABI - PILECAPS	SUPERVISION COMMITTEE FOR THE EXPANSION OF ABU DHABI INTERNATIONAL	50%	57	21.63%
TOTAL			7,875	

MERSIN INTERNATIONAL PORT (MIP)

As of 30 June 2011

Container & Conventional Cargo Statistics					
	LTM 2011	2010	Δ YTD	Δ MoM	Δ LTM
Container Volumes (TEU)	1,078,267	1,030,391	9.3%	-2.2%	9.4%
Conventional Throughput (Ton)*	6,588,665	6,652,028	-1.8%	-20.3%	3.0%
* General Cargo - Dry Bulk - Liquid Bulk					

Container Regime Breakdown		
	LTM 2011	2010
Import	41.8%	42.9%
Export	43.3%	43.4%
Transit	10.7%	10.5%
Transshipment	2.9%	2.7%
Cabotage	1.2%	0.5%

AKFEN REIT

As of 30 June 2011

Occupancy Rate					
Hotels	Room Number*	June 2011	YTD 2011	LTM 2011	2010
Zeytinburnu Ibis	228	90%	89%	88%	84%
Zeytinburnu Nov	208	91%	84%	85%	84%
Eskişehir Ibis	108	76%	77%	74%	74%
Trabzon Novotel	200	87%	71%	71%	61%
Gaziantep Ibis	177	49%	45%	33%	19%
Gaziantep Novotel	92	54%	52%	44%	29%
Kayseri Ibis	160	39%	43%	40%	31%
Kayseri Novotel	96	44%	46%	43%	36%
Bursa Ibis	200	51%	46%	-	24%

Rev Par (€)**					
Hotels	Room Number*	June 2011	YTD 2011	LTM 2011	2010
Zeytinburnu Ibis	228	67	64	62	58
Zeytinburnu Nov	208	79	71	70	65
Eskişehir Ibis	108	34	36	36	37
Trabzon Novotel	200	50	37	37	32
Gaziantep Ibis	177	16	15	12	7
Gaziantep Novotel	92	24	24	21	14
Kayseri Ibis	160	13	14	15	12
Kayseri Novotel	96	21	22	22	19
Bursa Ibis	200	21	19	-	11

Total Rev Par (€)***					
Hotels	Room Number*	June 2011	YTD 2011	LTM 2011	2010
Zeytinburnu Ibis	228	77	74	73	68
Zeytinburnu Nov	208	108	96	96	89
Eskişehir Ibis	108	39	41	41	43
Trabzon Novotel	200	84	62	62	54
Gaziantep Ibis	177	19	18	14	9
Gaziantep Novotel	92	42	39	36	27
Kayseri Ibis	160	16	19	19	16
Kayseri Novotel	96	31	35	35	31
Bursa Ibis	200	25	22	-	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 30 June 2011:

Russia Projects			
City	Type	Status	Completion(%)
Samara	Ibis Hotel	Under construction	99%
Yaroslavl	Ibis Hotel	Under construction	98%
Kaliningrad	Ibis Hotel	Licensing stage	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	17%
Adana	Ibis Hotel	Under construction	40%
Izmir	Ibis Hotel	Under development	n.a

- ◆ Excavation works for Izmir Ibis Hotel project has started on 20 June 2011.
- ◆ Akfen REIT formed a new special purpose subsidiary named Akfen Karaköy Real Estate Investment and Construction with a 70% participation in order to develop a hotel project in Karaköy, İstanbul. On June 22, 2011, the company took over a 49 years land lease agreement signed with General Directorate of

Foundations to develop a 4-star or higher hotel project on a 3.428 m2 land in Karaköy, İstanbul. Project drawal and planning works of a 200-rooms Novotel has already been started.

TASK

TASK Güllük - As of 31 May 2011

Volume (m3)					
TASK Güllük	2011 LTM	2010	Δ YTD	Δ MoM	Δ LTM
Invoiced Water Volume (m3)	496,135	467,246	22.6%	25.0%	9.8%

TASK Dilovası - As of 30 June 2011

TASK Dilovası	2011 LTM	2010	Δ YTD	Δ MoM	Δ LTM
Treated Waste Water Volume(m3)	2,512,777	1,220,723	-	-	-

- ◆ As of May Task Güllük serves 5,113 subscribers.
- ◆ As of June 2011, the number of operating factories in Dilovası Organised Industrial Zone was 211.

AKFEN HEPP

As of June 2011

Company	HEPP	Installed Capacity (MW)	Generation Capacity (GWh/yr)	Operational (Y/N)	Civil Work Progress (%)
Beyobası	Otluca	44,7	207,6	Y	98,4%
	Sırma	5,9	26,7	Y	100,0%
	Yuvarlakçay ¹	3,2	22,8	N	-
İdeal	Sekiyaka	3,5	16,8	N	-
	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	98,0%
	Karasu – 4.3	3,7	16,9	N	98,0%
Çamlıca	Karasu – 5	4,0	23,2	N	98,0%
	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	31,2%
Pak	Kavakcalı	10,9	48,2	N	4,1%
	Demirciler	9,4	32,3	N	55,0%
	Gelinkaya	7,1	30,9	N	40,1%
BT Bordo	Yağmur	8,5	36,2	N	38,2%
Yenidoruk	Doruk	28,8	82,1	N	12,0%
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	Acladağı 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. Legal process is ongoing.

(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.

- ◆ Akfen Holding's subsidiary Akfen Hidroelektrik Santral Yatırımları A.Ş. (HEPP 1) and its subsidiary İdeal Enerji Üretimi Sanayi ve Ticaret A.Ş. (KARASU 2) HEPP Project obtained temporary acceptance from the Ministry of Energy whereas the power plant is located in Erzurum and having an installed capacity of 3.09 MW and annual generation capacity of 19.61 GWh. Karasu 2 HEPP started to generate electricity as of midnight 3 June 2011.
- ◆ OTLUCA II HEPP project which is the second part of OTLUCA HEPP Project under Beyobası Enerji Üretimi A.Ş., obtained temporary acceptance from the Ministry of Energy whereas the power plant is

located in Mersin-Anamur and having an installed capacity of 44.72 MW and annual generation capacity of 207.64 GWh. OTLUCA II HEPP started to generate electricity as of midnight 13 July 2011. Thus, under Otluca HEPP project, a total of 41.36 MW installed capacity and 198.39 million KWh generation capacity is reached.

- ◆ OTLUCA I HEPP project which is the first part of OTLUCA HEPP Project is operational since 08.04.2011. 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 July.
- ◆ As of the date of this report the number of operational power plants are 6 (2 power plants are operational under Otluca HEPP project which consists of 3 power plant projects) with a total installed capacity of 103,93 MW and annual generation capacity of 448,41 million KWh.
- ◆ Temporary acceptance processes of Karasu 4.2, Karasu 4.3, Karasu 5 and Boğuntu HEPP projects are ongoing.

AKFEN CONSTRUCTION

- ◆ As of 30 June 2011, the total contract value of Akfen Construction assignments in ongoing HEPP projects is **€95 million** and the total amount of cumulated progress payments of ongoing HEPP projects reached to **€41 million**. This amount corresponds the **43%** of the total contract value.
- ◆ As of June 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 30 June 2011, Akfen Construction's current backlog (HEPP and REIT projects) is **69 million Euro**.

IDO

- ◆ Akfen Holding A.Ş., Tepe İnşaat Sanayi A.Ş., Souter Investments LLP and Sera Gayrimenkul Yatırım ve İşletme A.Ş.. established TASS Denizcilik ve Ulaştırma Hizmetleri Turizm Sanayi ve Ticaret A.Ş. ("TASS"), jointly controlled company, with the purpose of transferring 100% shares of Istanbul Fast Ferries ("IDO") which used to be a wholly-owned subsidiary of Istanbul Metropolitan Municipality ("IBB"). To hold 30% stake in TASS, Akfen Holding participated in TASS' capital increase by subscribing to its TL 63,270,000 TL rights issue on 15th of June. The share purchase agreement among TASS and IBB and the other shareholders was signed on 16th of June, the sale price of 861 million USD was paid in full and the share transfer of IDO Istanbul Fast Ferries was completed.