İŞ FİNANSAL KİRALAMA
ANONİM ŞİRKETİ

CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2009

(Translated into English from the Original Turkish Report)

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CONTENT			PAGE NUMBER

İŞ FİNANSAL KİRALAMA A.Ş. AND ITS SUBSIDIARY

CONSOLIDATED BALANCE SHEET AT 31 MARCH 2009

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

			THOUSAND TURKISH LIRA					
	I. BALANCE SHEET- ASSETS		**Unaudited Current Period 31 March 2009**			**Audited Prior Period 31 December 2008**		
		Footnote	**TRY**	**FC**	**TOTAL**	**TRY**	**FC**	**TOTAL**
I.	**LIQUID ASSETS**		**-**	**-**	**-**	**-**	**-**	**-**
II.	**FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS (Net)**	**4**	**110**	**1.243**	**1.353**	**90**	**1.814**	**1.904**
2.1	A) Financial Assets Held for Trading		110	-	110	90	-	90
2.2	B) Financial Assets at Fair Value Through Profit and Loss		-	-	-	-	-	-
2.3	C) Derivative Financial Assets Held for Trading		-	1.243	1.243	-	1.814	1.814
III.	**BANKS**	**5**	**98.780**	**168.741**	**267.521**	**42.783**	**122.628**	**165.411**
IV.	**RECEIVABLES FROM REVERSE REPURCHASE AGREEMENTS**		-	-	-	-	-	-
V.	**FINANCIAL ASSETS AVAILABLE FOR SALE (Net)**	**6**	**6.289**	**-**	**6.289**	**5.495**	**-**	**5.495**
VI.	**FACTORING RECEIVABLES**	**7**	**63.821**	**137**	**63.958**	**66.264**	**834**	**67.098**
6.1	A) Discount Factoring Receivables		25.787	-	25.787	28.976	-	28.976
6.1.1	a) Domestic		26.804	-	26.804	29.822	-	29.822
6.1.2	b) Foreign		-	-	-	-	-	-
6.1.3	c)Unearned Income (-)		1.017	-	1.017	846	-	846
6.2	B) Other Factoring Receivables		38.034	137	38.171	37.288	834	38.122
6.2.1	a) Domestic		38.034	-	38.034	37.288	-	37.288
6.2.2	b) Foreign		-	137	137	-	834	834
VII.	**FINANCING LOANS**		-	-	-	-	-	-
7.1	A) Retail Loans		-	-	-	-	-	-
7.2	B) Credit Loans		-	-	-	-	-	-
7.3	C) Installment Commercial Loans		-	-	-	-	-	-
VIII.	**LEASE RECEIVABLES**	**8**	**154.449**	**737.633**	**892.082**	**181.709**	**737.499**	**919.208**
8.1	A) Lease Receivables		153.593	715.931	869.524	179.100	708.603	887.703
8.1.1	a) Financial Lease Receivables		202.048	846.149	1.048.197	236.142	828.526	1.064.668
8.1.2	b) Operational Lease Receivables		-	-	-	-	-	-
8.1.3	c) Other		-	-	-	-	-	-
8.1.4	d) Unearned Income (-)		48.455	130.218	178.673	57.042	119.923	176.965
8.2	B) Ongoing Leasing Contracts		91	3.643	3.734	417	2.377	2.794
8.3	C) Advances Given		765	18.059	18.824	2.192	26.519	28.711
IX.	**NON-PERFORMING RECEIVABLES**	**7,8**	**33.823**	**31.796**	**65.619**	**26.230**	**17.891**	**44.121**
9.1	A) Non-Performing Factoring Receivables		2.971	0	2.971	3.056	-	3.056
9.2	B) Non-Performing Financial Loans		-	-	-	-	-	-
9.3	C) Non-Performing Lease Receivables		54.205	41.584	95.789	43.733	28.073	71.806
9.4	D) Specific Provisions (-)		23.353	9.788	33.141	20.559	10.182	30.741
X.	**DERIVATIVE FINANCIAL ASSETS FOR HEDGING PURPOSES**		-	-	-	-	-	-
10.1	A) Fair Value Hedging		-	-	-	-	-	-
10.2	B) Cash Flow Hedging		-	-	-	-	-	-
10.3	C) Net Foreign Investment Hedging		-	-	-	-	-	-
XI.	**INVESTMENTS HELD TO MATURITY (Net)**		-	-	-	-	-	-
XII.	**SUBSIDIARIES (Net)**		-	-	-	-	-	-
XIII.	**PARTICIPATIONS (Net)**		-	-	-	-	-	-
XIV.	**JOINT VENTURES (Net)**		-	-	-	-	-	-
XV.	**TANGIBLE ASSETS (Net)**	**10**	**817**	**-**	**817**	**875**	**-**	**875**
XVI.	**INTANGIBLE ASSETS (Net)**		**257**	**-**	**257**	**263**	**-**	**263**
16.1	A) Goodwill	**12**	166	-	166	166	-	166
16.2	B) Other	**11**	91	-	91	97	-	97
XVII.	**DEFERRED TAX ASSETS**	**13**	**1.288**	**-**	**1.288**	**1.163**	**-**	**1.163**
XVIII.	**ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS (Net)**	**14**	**1.710**	**-**	**1.710**	**2.871**	**-**	**2.871**
18.1	A)Held For Sale		1.710	-	1.710	2.871	-	2.871
18.2	B) Discontinued Operations		-	-	-	-	-	-
XIX.	**OTHER ASSETS**	**15**	**20.946**	**2.143**	**23.089**	**25.096**	**2.019**	**27.115**
	TOTAL ASSETS		**382.290**	**941.693**	**1.323.983**	**352.839**	**882.685**	**1.235.524**

İŞ FİNANSAL KİRALAMA A.Ş. AND ITS SUBSIDIARY

CONSOLIDATED BALANCE SHEET AT 31 MARCH 2009

(Amounts are expressed in thousand of Turkish Lira (“TRY”) unless otherwise indicated.)

			THOUSAND TURKISH LIRA					
	I. BALANCE SHEET- LIABILITIES		Unaudited Current Period 31 March 2009			Audited Prior Period 31 December 2008		
		Footnote	TRY	FC	TRY	FC	TRY	FC
I.	**DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING**	19	-	-	-	-	-	-
II.	**FUNDS BORROWED**	16	**141.750**	**861.752**	**1.003.502**	**109.874**	**818.347**	**928.221**
III.	**FACTORING PAYABLES**		-	-	-	-	-	-
IV.	**LEASE PAYABLES**	18	-	-	-	-	-	-
4.1	A) Financial Lease Payables		-	-	-	-	-	-
4.2	B) Operational Lease Payables		-	-	-	-	-	-
4.3	C) Other		-	-	-	-	-	-
4.4	D) Deferred Financial Lease Expenses (-)		-	-	-	-	-	-
V.	**MARKETABLE SECURITIES ISSUED (Net)**		-	-	-	-	-	-
V.1	A) Bills		-	-	-	-	-	-
V.2	B) Asset-backed Securities		-	-	-	-	-	-
V.3	C) Bonds		-	-	-	-	-	-
VI.	**SUNDRY CREDITORS**	17	**1.965**	**6.454**	**8.419**	**2.527**	**7.101**	**9.628**
VII.	**OTHER LIABILITIES**	17	**1.564**	**3.457**	**5.021**	**1.527**	**4.561**	**6.088**
VIII.	**DERIVATIVE FINANCIAL LIABILITIES FOR HEDGING PURPOSES**		-	-	-	-	-	-
8.1	A) Fair Value Hedging		-	-	-	-	-	-
8.2	B) Cash Flow Hedging		-	-	-	-	-	-
8.3	C) Net Foreign Investment Hedging		-	-	-	-	-	-
IX.	**TAXES PAYABLE AND OTHER LIABILITIES**	20	**381**	-	**381**	**442**	-	**442**
X.	**PROVISIONS**		**5.617**	**2.127**	**7.744**	**2.524**	**3.519**	**6.043**
10.1	A) Provisions for Restructuring		-	-	-	-	-	-
10.2	B) Reserves For Employee Benefits	22	863	-	863	1.276	-	1.276
10.3	C) Other Provisions	21	4.754	2.127	6.881	1.248	3.519	4.767
XI.	**DEFERRED TAX LIABILITY**		-	-	-	-	-	-
XII.	**PAYABLES RELATED TO ASSETS FOR SALE AND DISCONTINUED OPERATIONS**		-	-	-	-	-	-
12.1	A) Held For Sale		-	-	-	-	-	-
12.2	B) Discontinued Operations		-	-	-	-	-	-
XIII.	**SUBORDINATED LOANS**		-	-	-	-	-	-
XIV.	**SHAREHOLDERS’ EQUITY**		**298.916**	-	**298.916**	**285.102**	-	**285.102**
14.1	A) Paid-in Capital	24	185.000	-	185.000	185.000	-	185.000
14.2	B) Capital Reserves	24	11.946	-	11.946	11.243	-	11.243
14.2.1	a) Share Premium		-	-	-	-	-	-
14.2.2	b) Share Cancellation Profits		-	-	-	-	-	-
14.2.3	c) Marketable Securities Revaluation Reserve		(635)	-	(635)	(1.338)	-	(1.338)
14.2.4	d) Tangible and Intangible Assets Revaluation Reserve		-	-	-	-	-	-
14.2.5	e) Bonus Shares Obtained From Associates, Subsidiaries and Jointly Controlled Entities		-	-	-	-	-	-
14.2.6	f) Hedging Funds (Effective Portion)		-	-	-	-	-	-
14.2.7	g) Accumulated Revaluation Reserves on Assets Held for Sale and Discontinued Operations		-	-	-	-	-	-
14.2.8	h) Other Capital Reserves		12.581	-	12.581	12.581	-	12.581
14.3	C) Profit Reserves	25	71.427	-	71.427	4.883	-	4.883
14.3.1	a) Legal Reserves		8.151	-	8.151	4.633	-	4.633
14.3.2	b) Statutory Reserves		-	-	-	-	-	-
14.3.3	c) Extraordinary Reserves		41.280	-	41.280	250	-	250
14.3.4	d) Other Profit Reserves		21.996	-	21.996	-	-	-
14.4	D) Profit or Loss		24.153	-	24.153	77.880	-	77.880
14.4.1	a) Prior Years’ Profit/Loss	26	11.336	-	11.336	1.571	-	1.571
14.4.2	b) Current Year Profit/Loss		12.817	-	12.817	76.309	-	76.309
14.5	E) Minority Interest		6.390	-	6.390	6.096	-	6.096
	TOTAL LIABILITIES AND EQUITY		**450.193**	**873.790**	**1.323.983**	**401.996**	**833.528**	**1.235.524**

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

İŞ FİNANSAL KİRALAMA A.Ş. AND ITS SUBSIDIARY

STATEMENT OF OFF-BALANCE SHEET CONTINGENCIES AND COMMITMENTS AT 31 MARCH 2009

(Amounts are expressed in thousand of Turkish Lira (“TRY”) unless otherwise indicated.)

			THOUSAND TURKISH LIRA					
	STATEMENT OF OFF-BALANCE SHEET CONTINGENCIES AND COMMITMENTS		**Unaudited Current Period 31 March 2009**			**Audited Prior Period 31 December 2008**		
		Footnote	**TRY**	**FC**	**TRY**	**FC**	**TRY**	**FC**
I.	**GUARANTEED FACTORING OPERATIONS**		**20.996**	**7.938**	**28.934**	**19.177**	**-**	**19.177**
II.	**UNGUARANTEED FACTORING OPERATIONS**		**105.009**	**409**	**105.418**	**48.963**	**5.017**	**53.980**
III.	**GUARANTEES TAKEN**	**40**	**466.481**	**190.973**	**657.454**	**467.448**	**191.756**	**659.204**
IV.	**GUARANTEES GIVEN**	**28**	**1.931**	**-**	**1.931**	**1.438**	**0**	**1.438**
V.	**COMMITMENTS**		**-**	**-**	**-**	**-**	**-**	**-**
5.1	Irrevocable Commitments		-	-	-	-	-	-
5.2	Revocable Commitments		-	-	-	-	-	-
5.2.1	Lease Commitments		-	-	-	-	-	-
5.2.1.1	Financial Lease Commitments		-	-	-	-	-	-
5.2.1.2	Operational Lease Commitments		-	-	-	-	-	-
5.2.2	Other Revocable Commitments		-	-	-	-	-	-
VI.	**DERIVATIVE FINANCIAL INSTRUMENTS**		**-**	**110.213**	**110.213**	**-**	**49.287**	**49.287**
6.1	Derivative Financial Instruments for Hedging Purposes		-	-	-	-	-	-
6.1.1	Fair Value Hedges		-	-	-	-	-	-
6.1.2	Cash Flow Hedges		-	-	-	-	-	-
6.1.3	Foreign Investment Hedges		-	-	-	-	-	-
6.2	Derivative Financial Instruments Held For Trading	**28**	**-**	**110.213**	**110.213**	**-**	**49.287**	**49.287**
6.2.1	Forward Foreign Currency Buy/Sell Transactions	**28**	-	110.213	110.213	-	49.287	49.287
6.2.2	Currency and Interest Rate Swaps	**28**	-	-	-	-	-	-
6.2.3	Currency, Interest Rate and Security Options		-	-	-	-	-	-
6.2.4	Currency, Interest Rate Futures		-	-	-	-	-	-
6.2.5	Other		-	-	-	-	-	-
VII.	**ITEMS HELD IN CUSTODY**		**50.611**	**9.622**	**60.233**	**47.831**	**7.812**	**55.643**
	TOTAL		**645.028**	**319.155**	**964.183**	**584.857**	**253.872**	**838.729**

İŞ FİNANSAL KİRALAMA A.Ş. AND ITS SUBSIDIARY

CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 31 MARCH 2009

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

			THOUSAND TURKISH LIRA	
	INCOME STATEMENT	Footnote	Unaudited Current Period 1 January-31 March 2009	Unaudited Prior Period 1 January-31 March 2008
I.	OPERATING INCOME	31	30.729	29.104
1.1	FACTORING INCOME		3.312	3.418
1.1.1	A) Factoring Interest Income		3.097	3.199
1.1.1.1	a) Discount		1.549	2.275
1.1.1.2	b) Other		1.548	924
1.1.2	B) Factoring Commission Income		215	219
1.1.2.1	a) Discount		92	98
1.1.2.2	b) Other		123	121
1.2	INCOMES FROM FINANCIAL LOANS		-	-
1.2.1	A) Interest Income From Financial Loans		-	-
1.2.2	B) Commission Income From Financial Loans		-	-
1.3	LEASE INCOME		27.417	25.686
1.3.1	A) Financial Lease Income		27.417	25.686
1.3.2	B) Operational Lease Income		-	-
1.3.3	C) Commission Income From Lease Operations		-	-
II.	OPERATING EXPENSE (-)	32	(3.748)	(3.910)
2.1	A) Personal Expenses		(2.445)	(2.646)
2.2	B) Retirement Pay Provision Expense		(34)	(72)
2.3	C) Research and Development Expense		-	-
2.4	D) General Administration Expense		(1.269)	(1.192)
2.5	E) Other		-	-
III.	OTHER OPERATING INCOME	33	102.095	132.208
3.1	A) Interest income from Deposits		2.832	2.914
3.2	B) Interest income from reverse repurchase agreements		-	-
3.3	C) Interest income from Marketable Securities		2	2
3.3.1	a) Interest Income from Financial Assets Held for Trading		2	2
3.3.2	b) Interest Income from Financial Assets at Fair Value Through Profit and Loss		-	-
3.3.3	c) Interest Income from Financial Assets Available For Sale		-	-
3.3.4	d) Interest Income from Financial Assets Held to Maturity		-	-
3.4	D) Dividend Income		-	15
3.5	E) Interest Received from Money Market Placements		375	85
3.5.1	a) Derivative Financial Operations		375	85
3.5.2	b) Other		-	-
3.6	F) Foreign Exchange Gains		97.025	118.175
3.7	G) Other		1.861	11.017
IV.	FINANCIAL EXPENSE (-)	34	(13.544)	(15.933)
4.1	A) Interest on Loans Borrowed		(13.413)	(15.621)
4.2	B) Interest on Factoring Payables		-	-
4.3	C) Financial Lease Expenses		-	-
4.4	D) Interest on Securities Issued		-	-
4.5	E) Other Interest Expenses		-	-
4.6	F) Other Fees and Commissions		(131)	(312)
V.	SPECIFIC PROVISION FOR NON-PERFORMING RECEIVABLES (-)	35	(2.335)	(1.892)
VI.	OTHER OPERATING EXPENSE (-)	36	(96.749)	(116.658)
6.1	A) Expense from Decrease in Value of Marketable Securities (-)		-	-
6.1.1	a) Financial Assets at Fair Value Through Profit and Loss		-	-
6.1.2	b) Financial Assets Available For Sale		-	-
6.1.3	c) Financial Assets Held to Maturity		-	-
6.2	B) Expense from Decrease in Value of Tangible and Intangible Assets		(1.161)	-
6.2.1	a) Expense from Decrease in Value of Tangible Assets		-	-
6.2.2	b) Expense from Decrease in Value of Assets Held for Sale and Discontinued Operations		(1.161)	-
6.2.3	c) Expense from Decrease in Value of Goodwill		-	-
6.2.4	d) Expense from Decrease in Value of Intangible Assets		-	-
6.2.5	e) Expense from Decrease in Value of Subsidiaries, Participations and Joint Ventures		-	-
6.3	C) Losses from Derivative Financial Operations		(370)	(134)
6.4	D) Foreign Exchange Losses		(94.885)	(116.152)
6.5	E) Other		(333)	(372)
VII.	NET OPERATING INCOME		16.448	22.919
VIII.	AMOUNT IN EXCESS RECORDED AS GAIN AFTER MERGER		-	-
IX.	NET MONETARY POSITION GAIN/LOSS		-	-
X.	POFIT/LOSS ON CONTINUING OPERATIONS BEFORE TAX		16.448	22.919
XI.	TAX PROVISION FOR CONTINUING OPERATIONS (±)	37	(3.428)	(204)
11.1	A) Current Tax Provision		(3.553)	(202)
11.2	B) Loss Effect of Deferred Tax (+)		-	(2)
11.3	C) Gain Effect of Deferred Tax (-)		125	-
XII.	NET PERIOD PROFIT/LOSS FROM CONTINUING OPERATIONS		13.020	22.715
XIII.	INCOME ON DISCONTINUED OPERATIONS		-	-
13.1	A) Income on Assets Held for Sale		-	-
13.2	B) Gain on Sale of Associates, Subsidiaries and Jointly Controlled Entities		-	-
13.3	C) Other Income on Discontinued Operations		-	-
XIV.	EXPENSE ON DISCONTINUED OPERATIONS (-)		-	-
14.1	A) Expense on Assets Held for Sale		-	-
14.2	B) Loss on Sale of Associates, Subsidiaries and Jointly Controlled Entities		-	-
14.3	C) Other Income on Discontinued Operations		-	-
XV.	POFIT/LOSS ON DISCONTINUED OPERATIONS BEFORE TAX		-	-
XVI.	TAX PROVISION FOR DISCONTINUED OPERATIONS (±)		-	-
16.1	A) Current Tax Provision		-	-
16.2	B) Loss Effect of Deferred Tax (+)		-	-
16.3	C) Gain Effect of Deferred Tax (-)		-	-
XVII.	NET PERIOD PROFIT/LOSS FROM DISCONTINUED OPERATIONS		-	-
XVIII.	MINORITY SHARE (INCOME) / EXPENSE	23	(203)	(171)
XIX.	NET PERIOD PROFIT/LOSS		12.817	22.544
	Earnings Per Share	38	0,07	0,12

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

İŞ FİNANSAL KİRALAMA A.Ş. AND ITS SUBSIDIARY

CONSOLIDATED SHAREHOLDER'S EQUITY FOR THE PERIOD ENDED 31 MARCH 2009

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

	CHANGES IN SHAREHOLDERS' EQUITY	THOUSAND TURKISH LIRA Paid-in Capital	Share Premium	Share Cancellation Profits	Securities Value Increase Fund	Revaluation Surplus on Tangible .and Intangible Assets	Bonus Shares Obtained From Associates, Subsidiaries and Jointly Controlled Entities	Hedging Funds	Accumulated Revaluation Reserves on Assets Held for Sale and Discontinued Operations	Other Capital Reserves	Legal Reserves	Statutory Reserves	Extraordinary Reserves	Other Profit Reserves	Prior Period Profit/ Loss	Current Period Profit/ Loss	Minority Interest	Total Shareholders' Equity
	Prior Period (01.01 – 31.03.2008)																	
I.	**Balances at beginning of the period(31.12.2007)**	**139.500**	**-**	**-**	**8.547**	**-**	**-**	**-**	**-**	**12.581**	**3.360**	**-**	**296**	**-**	**1.582**	**46.716**	**2.857**	**215.439**
II.	**Correction made as per TAS 8**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Effect of correction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	**Adjusted balances at the beginning of the period (I+II)**	**139.500**	**-**	**-**	**8.547**	**-**	**-**	**-**	**-**	**12.581**	**3.360**	**-**	**296**	**-**	**1.582**	**46.716**	**2.857**	**215.439**
	Changes during the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IV.	**Mergers**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	**Hedging Reserves**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.1	Cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.2	Hedge of net investment in foreign operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	**Revaluation surplus on marketable securities**	-	-	-	**(6.193)**	-	-	-	-	-	-	-	-	-	-	-	-	**(6.193)**
VII.	**Revaluation surplus on tangible assets**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	**Bonus shares of associates, subsidiaries and joint-ventures**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	**Translation differences**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	**Changes resulted from disposal of assets**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	**Changes resulted from reclassification of assets**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	**Capital increase**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	**Share issuance**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.	**Capital reserves from inflation adjustments to paid-in capital**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	**Convertible bonds**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	**Subordinated loans**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.	**Minority interest**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**(608)**	**(608)**
XVIII.	**Current period net profit/loss**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**22.544**	-	**22.544**
XIV.	**Profit distribution**	-	-	-	-	-	-	-	-	-	**1.273**	-	**31.163**	-	**14.280**	**(46.716)**	-	-
19.1	Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.2	Transfers to reserves	-	-	-	-	-	-	-	-	-	1.273	-	31.163	-	14.280	(46.716)	-	-
19.3	Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-			
	Balances at the end of the period (31.03.2008)	**139.500**	**-**	**-**	**2.354**	**-**	**-**	**-**	**-**	**12.581**	**4.633**	**-**	**31.459**	**-**	**15.862**	**22.544**	**2.249**	**231.182**
	Current Period (01.01. – 31.03.2009)																	
I.	**Balances at the beginning of the prior period (31.12.2008)**	**185.000**	**-**	**-**	**(1.338)**	**-**	**-**	**-**	**-**	**12.581**	**4.633**	**-**	**250**	**-**	**1.571**	**76.309**	**6.096**	**285.102**
II.	**Correction made as per TAS 8**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.1	Effect of correction	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2.2	Effect of changes in accounting policies	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
III.	**Adjusted balances at the beginning of the period (I+II)**	**185.000**	**-**	**-**	**(1.338)**	**-**	**-**	**-**	**-**	**12.581**	**4.633**	**-**	**250**	**-**	**1.571**	**76.309**	**6.096**	**285.102**
	Changes during the period	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IV.	**Mergers**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
V.	**Hedging Reserves**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.1	Cash flow hedge	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.2	Hedge of net investment in foreign operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VI.	**Revaluation surplus on marketable securities**	-	-	-	**703**	-	-	-	-	-	-	-	-	-	-	-	**91**	**794**
VII.	**Revaluation surplus on tangible assets**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
VIII.	**Bonus shares of associates, subsidiaries and joint-ventures**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
IX.	**Translation differences**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
X.	**Changes resulted from disposal of assets**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XI.	**Changes resulted from reclassification of assets**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XII.	**Capital increase**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIII.	**Share issuance**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XIV.	**Capital reserves from inflation adjustments to paid-in capital**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XV.	**Convertible bonds**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVI.	**Subordinated loans**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
XVII.	**Minority interest**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**203**	**203**
XVIII.	**Current period net profit/loss**	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**12.817**	-	**12.817**
XIV.	**Profit distribution**	-	-	-	-	-	-	-	-	-	**3.518**	-	**41.030**	**21.996**	**9.765**	**(76.309)**	-	-
19.1	Dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19.2	Transfers to reserves	-	-	-	-	-	-	-	-	-	3.316	-	41.030	21.996	9.967	(76.309)	-	-
19.3	Other	-	-	-	-	-	-	-	-	-	202	-	-	-	(202)			
	Balances at the end of the period (31.03.2009)	**185.000**	**-**	**-**	**(635)**	**-**	**-**	**-**	**-**	**12.581**	**8.151**	**-**	**41.280**	**21.996**	**11.336**	**12.817**	**6.390**	**298.916**

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

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 MARCH 2009

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

		THOUSAND TURKISH LIRA	
		Unaudited Current Period	Unaudited Prior Period
		31 March 2009	31 March 2008
A.	**CASH FLOWS FROM OPERATING ACTIVITIES**		
1.1	**Operating profit before changes in operating assets and liabilities**	**23.368**	**36.300**
1.1.1	Interest/leasing income received	32.312	30.378
1.1.2	Leasing expenses	-	-
1.1.3	Dividend received	-	10
1.1.4	Fees and commissions received	-	-
1.1.5	Other income	3.984	(8.837)
1.1.6	Collections from previously written off receivables	353	9.589
1.1.7	Payments to personnel and service suppliers	(2.445)	(2.646)
1.1.8	Taxes paid	(411)	-
1.1.9	Others	(10.425)	7.806
1.2	**Changes in operating assets and liabilities**	**79.004**	**(70.882)**
1.2.1	Net (increase) decrease in factoring receivables	2.003	(17.017)
1.2.1	Net (increase) decrease in loans	-	-
1.2.1	Net (increase) decrease in leasing receivables	59.260	3.488
1.2.2	Net (increase) decrease in other assets	5.042	(107)
1.2.3	Net increase (decrease) in factoring payables	-	-
1.2.3	Net increase (decrease) in factoring receivables	-	(15)
1.2.4	Net increase (decrease) in funds borrowed	16.470	(56.718)
1.2.5	Net increase (decrease) in due payables	-	-
1.2.6	Net increase (decrease) in other liabilities	(3.771)	(513)
I.	**Net cash provided from operating activities**	**102.372**	**(34.582)**
B.	**CASH FLOWS FROM INVESTING ACTIVITIES**		
2.1	Cash paid for purchase of entities under common control, associates and subsidiaries	-	-
2.2	Cash obtained from sale of entities under common control, associates and subsidiaries	-	-
2.3	Fixed assets purchases	(35)	(54)
2.4	Fixed assets sales	10	24
2.5	Cash paid for purchase of financial assets available for sale	-	-
2.6	Cash obtained from sale of financial assets available for sale	-	-
2.7	Cash paid for purchase of financial assets held to maturity	-	-
2.8	Cash obtained from sale of financial assets held to maturity	-	-
2.9	Other	-	-
II.	**Net cash provided from investing activities**	**(25)**	**(30)**
C.	**CASH FLOWS FROM FINANCING ACTIVITIES**		
3.1	Cash obtained from funds borrowed and securities issued	-	-
3.2	Cash used for repayment of funds borrowed and securities issued	-	-
3.3	Capital increase	-	-
3.4	Dividends paid	-	-
3.5	Payments for finance leases	-	-
3.6	Other	-	-
III.	**Net cash provided from financing activities**	**-**	**-**
IV.	**Effect of change in foreign exchange rate on cash and cash equivalents**	(258)	872
V.	**Net increase in cash and cash equivalents**	102.089	(33.740)
VI.	**Cash and cash equivalents at the beginning of the year**	**165.084**	**163.434**
VII.	**Cash and cash equivalents at the end of the year**	**267.173**	**129.694**

İŞ FİNANSAL KİRALAMA A.Ş. AND ITS SUBSIDIARY

CONSOLIDATED STATEMENT OF PROFIT AND LOSS ITEMS ACCOUNTED UNDER EQUITY FOR THE PERIOD ENDED 31 MARCH 2009

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

		THOUSAND TURKISH LIRA	
	STATEMENT OF PROFIT AND LOSS ITEMS ACCOUNTED UNDER EQUITY	**Unaudited Current Period**	**Unaudited Prior Period**
		31 March 2009	**31 March 2008**
I.	**ADDITIONS TO MARKETABLE SECURITIES REVALUATION DIFFERENCES FOR AVAILABLE FOR SALE FINANCIAL ASSETS**		
1.1	Net change in fair value of available for sale investments	703	(6.193)
1.2	Net change in fair value of available for sale investments (Transfer to Profit/Loss)	-	-
II.	**TANGIBLE ASSETS REVALUATION DIFFERENCES**	-	-
III.	**INTANGIBLE ASSETS REVALUATION DIFFERENCES**	-	-
IV.	**FOREIGN EXCHANGE DIFFERENCES ON FOREIGN CURRENCY TRANSACTIONS**	-	-
V.	**PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR CASH FLOW HEDGE PURPOSES**	-	-
5.1	Profit/Loss from derivative financial instruments for cash flow hedge purposes (Effective portion of fair value differences)	-	-
5.2	Reclassification and transfer of derivatives accounted for cash flow hedge purposes to Income Statement	-	-
VI.	**PROFIT/LOSS FROM DERIVATIVE FINANCIAL INSTRUMENTS FOR HEDGE OF NET INVESTMENT IN FOREIGN OPERATIONS**	-	-
6.1	Profit/Loss from derivative financial instruments for hedge of net investment in foreign operations	-	-
	(Effective portion of fair value differences)	-	-
6.2	Reclassification and transfer of derivatives accounted for cash flow hedge purposes to Income Statement	-	-
VII.	**THE EFFECT OF CORRECTIONS OF ERRORS AND CHANGES IN ACCOUNTING POLICIES**	-	-
VIII.	**OTHER PROFIT LOSS ITEMS ACCOUNTED UNDER EQUITY DUE TO TAS**	-	-
IX.	**DEFERRED TAX OF VALUATION DIFFERENCES**	-	-
X.	**TOTAL NET PROFIT/LOSS ACCOUNTED UNDER EQUITY (I+II+…+IX)**	**703**	**(6.193)**
XI.	**PROFIT/LOSS**	-	-
XII.	**TOTAL PROFIT/LOSS ACCOUNTED FOR THE PERIOD (X±XI)**	**703**	**(6.193)**

1. ORGANIZATION AND OPERATIONS OF THE COMPANY

İş Finansal Kiralama A.Ş. ("the Company") was incorporated on 9 March 1988 to operate in Turkey under the provisions of the Turkish Financial Leasing Act No: 3226. The core business of the Company is leasing operations, both domestic and abroad, and it started its leasing operations at the end of July in 1988. The head office of the Company is located at İş Kuleler Kule:2 Floor:10 34330 Levent-İstanbul/Turkey.

The Company has purchased nominal shares of İş Factoring Finansman Hizmetleri A.Ş. amounting to TRY 12.517 thousand in consideration of US $ 10.952.375 as of 11 August 2004. The company owns 78,23% of this subsidiary and it has been consolidated in the accompanying financial statements.

The ultimate parent of the Company is Türkiye İş Bankası A.Ş. (İş Bankası). The main shareholders of the Company are Türkiye İş Bankası A.Ş. with 27,79% and Türkiye Sınai Kalkınma Bankası A.Ş. with 28,56% participation. The Company's 42,3% of shares are also publicly traded. The shares of the Company are listed on the Istanbul Stock Exchange.

As of 31 March 2009, the Company employs 95 persons. (31 December 2008: 98)

The financial statements have been approved by the Board of Directors and authorized for issue as of 15 May 2009. The Board of shareholders have the discretion of making changes in the financial statements.

2. BASIS OF PRESENTATION OF THE FINANCIAL STATEMENTS

Accounting Standards Applied

The Group has accounted its 2008 operations in accordance with the Turkish Accounting Standards based on the Communiqué on "The Application of Uniform Charts of Accounts and its Guide Book In Connection to the Establishment and Main Activities of Finance Leasing, Factoring and Financing Companies" and "The Format of the Financial Statements for Public Presentation" published in the Official Gazette No: 26525 on 17 May 2007. Besides, based on the decision no: 1/33 and dated 9 January 2009 of the Capital Market Board ("CMB"), it has been pronounced that leasing, factoring and financing companies which are publicly traded are required to prepare and announce their financial statements in accordance with the formats announced by the Banking Regulation and Supervision Agency.

In terms of 2008 operations' accounting, the Group has applied the requirements of the Communiqué on the "The Establishment and Main Activities of Finance Leasing, Factoring and Financing Companies" published in the Official Gazette No: 26315 on 10 October 2006 and the Communiqué on the "Principles and Procedures of Receivable Allowances To Be Provided By Finance Leasing, Factoring and Financing Companies" published in the Official Gazette No: 26588 on 20 July 2007.

The Group prepared its 2007 financial statements in accordance with the accounting standards issued by International Accounting Standards Board ("IASB") and International Accounting Standards Committee ("IASC"). The accompanying 2007 financial statements are reclassified in accordance with the Communiqué on the "Nature and Format of the Financial Statements for Public Presentation" issued by the BRSA.

2. BASIS OF PRESENTATION OF THE FINANCIAL STATEMENTS (cont'd)

Preparation of Financial Statements in Hyperinflationary Periods

The CMB declared with a decision dated 17 March 2005 that hyperinflationary period is over. Therefore, the CMB announced that; for companies operating in Turkey that are subject to the requirements of the CMB, inflation accounting has been ceased starting from 1 January 2005. Accordingly, the Group has not applied inflation accounting starting from 1 January 2005.

Consolidation Principles:

The details of the Group's subsidiary as of 31 March 2009 are as follows:

Subsidiary	Incorporation and operation location	Ownership rate %	Voting right rate %	Core business
İş Factoring Finansman Hizmetleri A.Ş.	İstanbul	78,23	78,23	Factoring operations

The consolidated financial statements incorporate the financial statements of the Company and entities controlled or jointly controlled by the Company (its subsidiaries). Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the consolidated income statement from the effective date of acquisition or up to the effective date of disposal, as appropriate.

Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by other members of the Group.

All intra-group transactions, balances, income and expenses are eliminated on consolidation.

Minority interests in the net assets of consolidated subsidiaries are identified separately from the Group's equity therein. Minority interests consist of the amount of those interests at the date of the original business combination and the minority's share of changes in equity since the date of the combination. Losses applicable to the minority in excess of the minority's interest in the subsidiary's equity are allocated against the interests of the Group except to the extent that the minority has a binding obligation and is able to make an additional investment to cover the losses.

Adoption of New and Revised International Financial Reporting Standards:

In the current year, the Group has adopted all of the new and revised Standards and Interpretations issued by International Accounting Standards Board ("IASB") and the International Financial Reporting Interpretations Committee ("IFRIC") of the IASB that are relevant to its operations and effective for accounting periods beginning on 1 January 2008.

2. BASIS OF PRESENTATION OF THE FINANCIAL STATEMENTS (cont'd)

Adoption of New and Revised International Financial Reporting Standards (cont'd)

IFRS 1, "Presentation of financial statements" (Amendment)

The revised standard will prohibit the presentation of items of income and expenses (referred to as 'non-owner changes in equity') in the statement of changes in equity. Non-owner changes in equity are to be presented separately from owner changes in equity and are required to be disclosed in a Statement of Comprehensive Income. Entities have the option of either presenting one statement or two statements. The Group has prepared its financial statements based on BRSA formats, and have chosen to present a statement of income/ (loss) and a statement of comprehensive income (Statement of Profit and Loss Items Accounted Under Equity), seperately.

IFRS 8 "Operating Segments"

IFRS 8 replaces IAS 14 'Segment reporting' and requires segment information to be presented under a 'management approach', where segment information is to be shown on the same basis as that used for internal reporting purposes. There was no impact on the reported results or the financial position of the Group.

Although the following standars, amendments and interpretations to published standards are mandatory for accounting periods beginning on or after I January 2009, they are not relevant to Group's operations:

- IFRS 1 (Amendment), "First-time Adoption of International Financial Reporting Standards",
- IFRS 2 (Amendment), "Share-based Payment",
- IFRS 7 (Amendment), "Financial Instruments: Interpretations",
- IFRS 8 "Operating Segments",
- IFRS 23(Amendment), "Borrowing Costs",
- IFRS 32(Amendment), "Financial Instruments: Presentation",
- IFRS 39(Amendment), "Financal Instruments: Recognition and Measurement",
- IFRIC 13, "Customer Loyalty Programme",
- IFRIC 15, "Agreements for the Construction of Real Estate",
- IFRIC 16, "Hedges of a Net Investment in a Foreign Operation,

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

2. BASIS OF PRESENTATION OF THE FINANCIAL STATEMENTS (cont'd)

Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Group:

At the date of authorization of these financial statements, the following Standards and Interpretations were in issue but not yet effective:

• IFRIC 17, "Distributions of Non-cash Assets to Owners"	Effective for annual periods beginning on or after 1 July 2009
• IFRIC 18, "Transfers of Assets from Customers"	Effective for annual periods beginning on or after 1 July 2009
• IFRS 3 "Business Combinations"	Effective for annual periods beginning on or after 1 July 2009
• IAS 27 "Consolidated and Separate Financial Statements" • IAS 28 "Investments in Associates" • IAS 31 "Interests in Joint Ventures" Comprehensive revision on applying the acquisition method	Effective for annual periods beginning on or after 1 July 2009
• IAS 39 "Financial Instruments: Recognition and Measurement" Amendments for eligible hedged items	Effective for annual periods beginning on or after 1 July 2009

IFRS 3 "Business Combinations"

The amendments require cost associated with business combinations to be recognized immediately in profit or loss, and any subsequent change in fair value of contingent liabilities recognized in the business combination to be reflected in the income statement rather than recognizing any adjustments in goodwill.

IFRIC 17, "Distributions of Non-cash Assets to Owners"

IFRIC 17 applies to pro rata distributions of non-cash assets (all owners are treated equally) but does not apply to common control transactions. It is anticipated that, it will have no material impact on the financial statements of the Group accordingly.

IFRIC 18 "Transfers of Assets from Customers"

IFRIC 18 clarifies the cases in which an entity receives from a customer an item of property, plant, and equipment or cash that must be used only to acquire or construct such items in order to connect the customer to a network or provide the customer with ongoing access to a supply of goods or services and also provides guidance on how to account for transfers of cash from customers. It is anticipated that, it will have no material impact on the financial statements of the Group accordingly.

IFRS 39, "Financial Instruments: Recognition and Measurement" Amendments for eligible hedged items "

This amendment clarifies that it is possible for there to be movements into and out of the fair value through profit or loss category where a derivative commences or ceases to qualify as a hedging instrument in cash flow or net investment hedge.

2.BASIS OF PRESENTATION OF THE FINANCIAL STATEMENTS (cont'd)

Comparative information and adjustments made in prior periods' consolidated financial statements

The Group's consolidated financial statements are prepared comparatively with the prior period in order to provide information on the financial position and performance of the Group. When the presentation or classification of financial statements is changed, prior period's financial statements are also reclassified in line with the related changes in order to sustain consistency.

Offsetting

Financial assets and liabilities are offset and the net amount reported in the consolidated balance sheet when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and valuation principles used to prepare the accompanying financial statements are as follows:

a. Revenue

Leasing Receivables: Initial value of leased assets at the beginning of the leasing period under the Financial Leasing Act are recognized as leasing receivables in the balance sheet. Financial revenues resulting from the difference between the total financial leasing receivables and the fair value of the leased assets are recognized in the related period in which the receivable portion for each accounting period is distributed over the related period using the fixed interest rate through the leasing period.

Revenue consists of factoring interest and commission income on advances given to the customers.

Commission income is the percentage of the value of invoices subject to factoring.

Other interest income is accrued based on the effective interest which equals the estimated cash flows to net book value of the related asset.

Dividend income from equity share investments is recognized when the shareholders have the right to receive the payment.

b. Tangible Assets

Tangible and intangible assets purchased prior to 1 January 2005 are carried at indexed historical cost and purchases in subsequent periods are carried at historical cost, less accumulated depreciation and impairment.

Tangible assets are depreciated principally on a straight-line basis considering the expected useful lives, acquisition and assembly dates. Expected useful lives used by the Group are summarized as below:

Vehicles	5 years
Furniture and fittings	5 years
Leasehold improvement	5 years

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

b. Tangible Assets (cont'd)

Expenses for the maintenance of tangible assets are normally recorded in profit and loss statement.

Gain or loss arising on the disposal or retirement of an item of tangible asset is determined as the difference between the sales proceeds and the carrying amount of the asset is recognized in profit or loss.

c. Intangible Assets

Intangible assets acquired prior to 1 January 2005 are accounted for at restated cost less accumulated depreciation and any impairment loss, and the intangible assets acquired in subsequent periods are accounted for at acquisition cost less accumulated depreciation and any impairment loss, if any. Intangible assets are amortized principally on a straight-line basis considering expected useful lives. Related intangible assets are depreciated when they are ready to use. The amortization rate used for intangible assets is 20%.

d. Impairment of Tangible and Intangible Assets except Goodwill

At each balance sheet date, the Group reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Where an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

e. Borrowing Costs

All borrowing costs are recorded in the income statement in the period in which they are incurred.

f. Financial Instruments

Financial assets and financial liabilities are recognized in the Group's balance sheet when the Group becomes a party to the contractual provisions of the instrument.

Finance lease receivables, Factoring receivables and other receivables

Finance lease receivables, factoring receivables and other receivables are carried at fair value at initial recognition and they are carried at amortized cost subsequent to initial recognition, using the effective interest method. Provision for doubtful finance lease receivables, factoring receivables and other receivables are recognized as an expense and written off against the profit for the year. Provision for receivables under follow-up is allocated assessing the Group's loan portfolio, quality and risk and considering the economic conditions and other factors including the related legislation against the potential losses that may be resulted from the current finance lease and factoring receivables. In accordance with the Communiqué (No: 26588) on the "Principles and Procedures of Receivable Allowances To Be Provided By Financial Leasing, Factoring and Financing Companies" issued at 20 July 2007, the Group's special provision rate allocated for the below finance lease receivables considering their guarantees as of 1 January 2008 are as follows: 20%, at a minimum, for finance lease receivables overdue more than 150 days not exceeding 240 days, 50%, at a minimum, for finance lease receivables overdue more than 240 days not exceeding 360 days; and 100%, at a minimum, for finance lease receivables overdue more than 1 year.

While the Group classifies its overdue finance lease receivables not exceeding 360 days as collectible receivables recognized under the Receivables under Follow-Up, its finance lease receivables overdue more than 1 year is recognized as Non-Performing Receivables.

In accordance with the above-mentioned Communiqué, special provision rate allocated for the factoring receivables considering their guarantees are as follows: 20%, at a minimum, for finance lease receivables overdue more than 90 days not exceeding 180 days; 50%, at a minimum, for finance lease receivables overdue more than 180 days not exceeding 360 days; and 100%, at a minimum, for finance lease receivables overdue more than 1 year. The Group allocates 100% provision for all doubtful factoring receivables which do not have worthy collaterals without considering the time intervals above.

When the Group annuls overdue foreign currency leasing contracts, it converts foreign currency receivables into TRY using the exchange rate at the annulment date and does not evaluate such amounts starting from the annulment date. Since invoice issuance for such receivables is ceased, the Group has also ceased its income accrual calculation starting from the annulment date.

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

f. Financial Instruments (cont'd)

Due to / from related parties

In the accompanying financial statements, shareholders of the Group, related companies, their directors and key management personnel and any groups to which they are known to be related, are considered and referred to as related companies. Carrying value of due to and due from related parties at financial statements are estimated to be their fair value.

Financial Assets

Financial assets are initially measured at fair value, net of transaction costs except for those financial assets classified as fair value through profit or loss which are initially measured at fair value, and are recognized and derecognized on trade date where the purchase of sales of an investment is under a contract whose terms require the delivery of the investment within the timeframe established by the market concerned.

Financial assets are classified into the following specified categories: financial assets as 'at fair value through profit or loss' , 'held to maturity investments', 'available for sale" financial assets and 'loans and receivables'. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition.

Financial assets at fair value through profit or loss:

Financial assets are classified as financial assets at fair value through profit or loss where the Group acquires the financial asset principally for the purpose of selling in the near term, the financial asset is a part of an identified portfolio of financial instruments that the Group manages together and has a recent actual pattern of short term profit taking as well as derivatives that are not designated as effective hedging instruments. A gain or loss from valuation of a financial asset or financial liability classified as at fair value through profit or loss shall be recognized in profit or loss. Net gain / loss recognized in profit or loss includes interest and dividend income earned on the financial asset.

Effective interest rate method:

The effective interest rate method is a method of calculating the amortized cost of a financial asset and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset, or where appropriate a shorter period.

Held to maturity and available for sale debt instruments and profit from financial assets classified as loans and receivables are recognized in income by using the effective interest rate method.

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

f. Financial Instruments (cont'd)

Financial Assets (cont'd)

Held-to-maturity investments:

Policies and bonds with fixed or determinable payments and fixed maturity where the Group both has the intention of and the ability to hold to maturity are classified as held-to-maturity. Held-to-maturity investments are recognized at amortized cost using the effective interest method, less any impairment in value.

Available for sale financial assets:

Available for sale investments consist of (a) other than held-to-maturity debt securities or (b) held for trading securities. Available for sale investments are measured at subsequent reporting dates at fair value as long as fair value can be reliably measured, and whose fair value cannot be reliably measured are stated at cost. Gains and losses arising from changes in fair value are recognized directly in equity, until the security is disposed of or is determined to be impaired, at which time the cumulative gain or loss previously recognized in equity is included in the profit or loss for the period. Impairment losses recognized in profit or loss for equity investments classified as available-for-sale are not subsequently reversed through profit or loss. Impairment losses recognized in profit or loss for debt instruments classified as available-for-sale are subsequently reversed if an increase in the fair value of the instrument can be objectively related to an event occurring after the recognition of the impairment loss.

Dividends on available for sale equity instruments are recognized in profit and loss when the Group has the right to receive any payment.

The fair value of available for sale monetary assets denominated in a foreign currency is determined in that foreign currency and translated at the prevailing exchange rate at the reporting date. The change in fair value attributable to translation differences that result from a change in amortized cost of the asset is recognized in profit or loss, and other changes are recognized in equity.

Impairment of financial assets

Financial assets, other than those at fair value through profit or loss are subject to impairment testing at each balance sheet date to determine whether there is any indication of impairment of financial asset or financial asset group. An entity shall assess at each balance sheet date whether there is any objective evidence that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is impaired and impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset. That loss event or events must also have an impact on the estimated future cash flows of the financial asset or group of financial assets. For loans and receivables, the amount of impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the original effective interest rate.

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

f. Financial Instruments (cont'd)

Impairment of financial assets (cont'd)

The carrying amount of the financial asset is reduced by impairment loss directly for all financial assets with the exception of trade receivables where the carrying amount is reduced through the use of an allowance account. When a trade receivable is uncollectible, it is written off against the allowance account. Changes in allowance accounts are recognized in profit or loss.

With the exception of available for sale equity instruments, if, in a subsequent period the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed through profit or loss to the extent the carrying amount of the investment at the date the impairment is reversed does not exceed what the amortized cost would have been had the impairment not been recognized. Increase in fair value of available for sale financial assets subsequent to impairment is recognized in directly in equity.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments which their maturities are three months or less from date of acquisition and that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value. The carrying amount of the assets approximates their fair value.

Financial liabilities

Interest-bearing financial liabilities are initially measured at fair value, and are subsequently measured at amortized cost, using the effective interest rate method. Any difference between the proceeds (less transaction costs) and the settlement or redemption of borrowings is recognized over the term of the borrowings in accordance with the Group's accounting policy for borrowing costs.

Trade and other payables

Trade and other payables are initially measured at fair value, and are subsequently measured at amortized cost, using the effective interest rate method. The Group management considers that the carrying amount of trade and other payables approximates their fair value.

Derivative financial instruments and hedge accounting

The Group's activities expose it primarily to the financial risks of changes in foreign exchange rates and interest rates. The Group uses derivative financial instruments (primarily foreign currency forward and interest rate derivative contracts) to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments and forecasted transactions. Derivative financial instruments are initially measured at fair value on the contract date, and are remeasured at fair value at subsequent reporting dates. The Group does not use hedge accounting therefore, changes in the fair value of derivative financial instruments are recognized in profit or loss as they arise.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

g. Business Combinations and Goodwill

The acquisition of subsidiaries and businesses are accounted for using the purchase method. The cost of the acquisition is measured at the aggregate of fair value, at the date of exchange, of the assets given, liabilities incurred or assumed, and equity instruments issued by the Group in exchange for the control of the acquiree, plus any costs directly attributable to the business combination. The acquiree's identifiable assets, liabilities and contingent liabilities that meet the conditions for recognition under IFRS 3 are recognized at fair value at the acquisition date, except for non-current assets (or disposal groups) that are classified as held for sale in accordance with IFRS 5 Non-Current Assets Held for Sale and Discontinued Operations, which are recognized and measured at fair value less costs to sell.

Goodwill arising on acquisition is recognized as an asset and initially measured at cost, being the excess of the cost of the business combination over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognized. If, after reassessment, the Group's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities exceeds the cost of the business combination, excess amount is recognized immediately in profit or loss. The interest of minority shareholders in the acquiree is initially measured at the minority's proportion of the net fair value of the assets, liabilities and contingent liabilities recognized.

h. Effects of Changes in Exchange Rates

The individual financial statements of each group entity are presented in the currency of the primary economic environment in which the entity operates (its functional currency). For the purpose of the consolidated financial statements, the results and financial position of each entity are expressed in TRY, which is the functional currency of the Group, and the presentation currency for the consolidated financial statements.

The foreign currency exchange rates used by the Group as of 31 March 2009 and 31 December 2008 are as follows:

	31 March 2009	31 December 2008
USD	1.6880	1.5123
EUR	2.2258	2.1408

In preparing the financial statements of the individual entities, transactions in currencies other than TRY (foreign currencies) are recorded at the prevailing exchange rates at the transaction date. At each balance sheet date, monetary items denominated in foreign currencies are retranslated at the rates prevailing at the balance sheet date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when fair value is determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Foreign exchange gain and losses arising from monetary items translation, collection or disbursements are recognized in profit or loss.

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

i. Earnings per Share

Earnings per share presented in the accompanying consolidated statement of income is determined by dividing net income by the weighted average number of shares in existence during the year concerned.

In Turkey, companies can raise their share capital by distributing "Bonus Shares" to shareholders from retained earnings. In computing earnings per share, such "bonus share" distributions are treated as issued shares. Accordingly, the retrospective effect for those share distributions is taken into consideration in determining the weighted-average number of shares outstanding used in this computation.

j. Subsequent Events

An explanation for any event between the balance sheet date and the publication date of the balance sheet, which has positive or negative effects on the Group (should any evidence come about events that were prior to the balance sheet date or should new events come about) they will be explained in the relevant footnote.

The Group restates its financial statements if such subsequent events arise.

k. Provisions, Contingent Liabilities and Contingent Assets:

Provisions are recognized when the Group has a present obligation as a result of a past event, and it is probable that the Group will be required to settle that obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the balance sheet date, taking into account the risks and uncertainties surrounding the obligation.

Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

l. Change in Accounting Policies, Accounting Estimates and Errors:

Changes in accounting policies or fundamental accounting errors are applied retrospectively and the consolidated financial statements for the prior periods are restated. If changes in accounting estimates relate only for one period, changes are applied in the current period but if changes in estimates relate more than one period, changes are applied both in the current and following periods prospectively. There is no major change in accounting estimates in the current year. Any material accounting error detected are applied retrospectively and prior year financial statement are restated, accordingly.

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

m. Finance Lease

- The Group as Lessor

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases. Amounts due from lessees under finance leases are recorded as receivables at the amount of the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the Group's net investment outstanding in respect of the leases. Rental income from operating leases is recognized on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognized on a straight-line basis over the lease term.

- The Group as Lessee

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Assets held under finance leases are recognized as assets of the Group at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Group's general policy on borrowing costs.

Rentals payable under operating leases are charged to profit or loss on a straight-line basis over the term of the relevant lease. Benefits received and receivable as an incentive to enter into an operating lease are also spread on a straight-line basis over the lease term.

The Group does not have any operating leases as of the balance sheet date.

n. Segmental Information

The Group is operating in both leasing and factoring businesses. (Please see Note 29)

o. Taxation on Income

Turkish tax legislation does not permit a parent company and its subsidiary to file a consolidated tax return. Therefore, provisions for taxes, as reflected in the accompanying consolidated financial statements, have been calculated on a separate-entity basis.

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the income statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the balance sheet date.

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

o. Taxation on Income (cont'd)

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and are accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments in subsidiaries and associates, and interests in joint ventures, except where the Group is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there will be sufficient taxable profits against which to utilize the benefits of the temporary differences and they are expected to reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the balance sheet date. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Group intends to settle its current tax assets and liabilities on a net basis.

Current and deferred tax are recognized as an expense or income in profit or loss, except when they relate to items credited or debited directly to equity, in which case the tax is also recognized directly in equity, or where they arise from the initial accounting for a business combination. In the case of a business combination, the tax effect is taken into account in calculating goodwill or determining the excess of the acquirer's interest in the net fair value of the acquiree's identifiable assets, liabilities and contingent liabilities over cost.

3. SUMMARY OF VALUATION PRINCIPLES / SIGNIFICANT ACCOUNTING POLICIES (cont'd)

p. Employee Benefits / Retirement Pay Provision

Under the Turkish law and union agreements, lump sum payments are made to employees retiring or involuntarily leaving the Group. Such payments are considered as being part of defined retirement benefit plan as per International Accounting Standard No. 19 (revised) "Employee Benefits" ("IAS 19").

The retirement benefit obligation recognized in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognized actuarial gains and losses.

s. Statement of Cash Flows

The Group prepares its cash flows to inform financial statement users about the changes in Group's net assets, financial situation and the ability to manage the amount and timing of cash flows in accordance with changes in circumstances.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

4. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT AND LOSS

Financial assets held for trading:

	31 March 2009		31 December 2008	
	TRY	FC	TRY	FC
Forward fair value differences	-	1.243	-	1.814
Mutual funds	110	-	90	-
	110	1.243	90	1.814

The Group has Türkiye İş Bankası A.Ş.'s mutual funds amounting to TRY 110 thousand. (31 December 2008: TRY 90 thousand).

5. BANKS

	31 March 2009		31 December 2008	
	TRY	FC	TRY	FC
Demand deposits	808	2.970	1.609	2.614
Time deposits	97.734	165.661	40.973	119.888
Interest accrual	238	110	201	126
	98.780	168.741	42.783	122.628

The details of time deposits as of 31 March 2009 are as follows:

Currency	Interest Rate	Maturity	31 March 2009
TRY	%11,00-%13,25	01.04.2009-30.04.2009	97.972
USD	%0,75-%2,60	01.04.2009-16.04.2009	55.555
EUR	%0,75-%4,25	01.04.2009-30.04.2009	110.216
			263.743

As of 31 March 2009, TRY 128.697 thousand of total foreign currency deposits (31 December 2008: TRY 121.085 thousand) and TRY 88.404 thousand of total deposits (31 December 2008: TRY 38.648 thousand) consist of accounts at its main shareholders, Türkiye İş Bankası A.Ş..

The details of time deposits as of 31 December 2008 are as follows:

Currency	Interest Rate	Maturity	31 December 2008
TRY	%16,00-%22,00	02.01.2009-30.01.2009	41.174
USD	%2,50-%4,00	02.01.2009-15.01.2009	42.806
EUR	%1,75-%6,00	02.01.2009-22.01.2009	77.208
			161.188

Reconciliation of carrying value of liquid assets in the accompanying financial statements and the cash flow statement is as follows:

	31 March 2009	31 December 2008
Demand deposit	3.778	4.223
Time deposit (1-3 month)(without accrual)	263.395	160.861
Cash and cash equivalents	267.173	165.084

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

6. FINANCIAL ASSETS AVAILABLE FOR SALE

				Ownership percentage (%)		Fair Value	
Name of the investment	Core business	Incorporation and operation location	Voting Right (%)	31 March 2009	31 December 2008	31 March 2009	31 December 2008
İş Yatırım Menkul Değerler A.Ş. - (İş Yatırım)	Investment and Securities Services	İstanbul	4,86	4,86	4,86	5.576	4.822
İş Girişim Sermayesi Yatırım Ortaklığı A.Ş.	Investment Services	İstanbul	0,89	0,89	0,89	358	318
Camiş Menkul Değerler A.Ş.	Investment and Securities Services	İstanbul	0,05	0,05	0,05	2	2
Yatırım Finansman Menkul Değerler A.Ş.	Investment and Securities Services	İstanbul	0,06	0,06	0,06	25	25
İş Net Elektronik Bilgi Üretim Dağ. Tic. ve İletişim Hiz. A.Ş. – (İş Net)	Inf. Comm. and Techn. Services	İstanbul	1,00	1,00	1,00	328	328
TOTAL						6.289	5.495

7. FACTORING RECEIVABLES

	31 March 2009	31 December 2008
Short-term factoring receivables (*)		
Domestic factoring receivables (net)	64.654	66.448
Export and import factoring receivables (net)	127	815
Factoring interest income accrual	194	681
Unearned interest income	(1.017)	(846)
Factoring receivables under follow-up (**)	2.971	3.056
Gross factoring receivables	66.929	70.154
Provision for doubtful factoring receivables(**)	(2.971)	(3.056)
	63.958	67.098

(*) Consists of factoring receivables of the subsidiary, İş Factoring Finansman Hizmetleri A.Ş., which is owned by the Group with the ownership percentage of 78,23 %.

(**) The item is classified under the non-performing loans in the balance sheet.

EUR 61.736 and TRY 33.093 thousand of factoring receivables have variable interest rates (31 December 2008: EUR 389.581 and TRY 17.512 thousand) while TRY 30.728 thousand of factoring receivables have a fixed interest rate (31 December 2008: TRY 48.752 thousand).

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

7. FACTORING RECEIVABLES (cont'd)

Types of factoring transactions are as follows:

	31 March 2009	31 December 2008
Domestic irrevocables	-	17.301
Foreign irrevocables	-	-
Domestic revocables	63.821	48.963
Foreign revocables	137	834
	63.958	67.098

Except for its 100% provision allocated doubtful receivables, the Group has no overdue factoring receivables as of the balance sheet date. The carrying value of the Group's restructured factoring receivables amounts to TRY 209 thousand (31 December 2008: TRY 231 thousand). If such receivables were not restructured, they would be classified as overdue or doubtful receivables. The Group has contractual guarantees for such receivables.

The Group's guarantees for factoring receivables are as follows; (if the amount of guarantees exceeds the amount of receivables during the calculation of guarantees, only the corresponding portion of the receivable is included in the below table).

Guarantee type	31 March 2009	31 December 2008
Mortgage	1.515	1.515
	1.515	1.515

The aging of the factoring receivables under follow-up is as follows:

	31 March 2009	31 December 2008
Up to 90 days	-	566
Between 90 – 180 days	486	726
Between 180 – 360 days	720	-
Over 360 days	1.765	1.764
Outstanding amount	-	-
	2.971	3.056

The Group has contractual guarantees for the above non-performing factoring receivables.

The movement of provision for non-performing factoring receivables is as follows:

	1 January- 31 March 2009	1 January- 31 March 2008
Provision at the beginning of the period	(3.056)	(2.128)
Additions	(50)	(1)
Write off	-	-
Collections	135	85
Provision at the end of the period	(2.971)	2.044

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

8. LEASE RECEIVABLES

31 March 2009	Short Term	Long Term	Total
Invoiced finance lease receivables	32.244	-	32.244
Finance lease receivables under follow-up (*)	83.963	11.826	95.789
Uninvoiced finance lease receivables	411.362	604.591	1.015.953
Less: Unearned interest income	(81.302)	(97.371)	(178.673)
Ongoing leasing contracts (**)	-	3.734	3.734
Advances given for leasing contracts	-	18.824	18.824
Less: Specific provisions (*)	(26.445)	(3.725)	(30.170)
Net finance lease receivables	419.822	537.879	957.701

31 December 2008	Short Term	Long Term	Total
Invoiced finance lease receivables	28.262	-	28.262
Finance lease receivables under follow-up (*)	63.929	7.877	71.806
Uninvoiced finance lease receivables	431.502	604.904	1.036.406
Less: Unearned interest income	(86.041)	(90.924)	(176.965)
Ongoing leasing contracts (**)	-	2.794	2.794
Advances given for leasing contracts	-	28.711	28.711
Less: Specific Provisions (*)	(24.648)	(3.037)	(27.685)
Net finance lease receivables	413.004	550.325	963.329

(*) Such amounts are classified under the non-performing receivables in the balance sheet.

(**) The Company purchases machinery and equipment from domestic and foreign suppliers on behalf of the lessees on the basis of the leasing contract terms. The balance includes the total amount paid for these machinery and equipment but not charged to the lessees yet, as of 31 March 2009 and 31 December 2008.

The allocation of finance lease receivables according to their maturities as of 31 March 2009 is as follows:

	2009	2010	2011	2012	2013	2014 and after	Total
Finance lease receivables (gross) (*)	405.385	313.911	198.547	103.450	50.485	42.038	1.113.816
Unearned interest	(63.366)	(61.107)	(29.874)	(13.854)	(6.017)	(4.455)	(178.673)
Finance lease receivables (net)	342.019	252.804	168.673	89.596	44.468	37.583	935.143

(*) Ongoing investments and amounts in advances given are not included in the maturity allocation as they have not been scheduled for the payment plan yet.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

8. LEASE RECEIVABLES (cont'd)

The allocation of finance lease receivables according to their maturities as of 31 December 2008 is as follows:

	2009	2010	2011	2012	2013	2014 and after	Total
Finance lease receivables (gross) (*)	499.045	282.473	175.620	85.322	37.907	28.422	1.108.789
Unearned Interest	(86.041)	(50.054)	(23.783)	(10.078)	(3.930)	(3.079)	(176.965)
Finance lease receivables (net)	413.004	232.419	151.837	75.244	33.977	25.343	931.824

(*) Ongoing investments and amounts in advances given are not included in the maturity allocation as they have not been scheduled for the payment plan yet.

As of 31 March 2009, the compound interest rate applicable for the finance lease receivables is; 27,10 % for TRY, 9,24 % for USD, and 9,64 % for EUR. (31 December 2008: for TRY 26,80 %, for USD 9,19 % and for EUR 9,46 %).

As of 31 March 2009, the distribution of finance lease receivables in terms of foreign currency types is as follows:

Currency	Principal in foreign currency	Principle (Net)	Unearned interest in foreign currency	Unearned interest
USD	214.987.109	362.898	35.203.849	59.424
EUR	172.895.035	384.829	31.805.864	70.794
TRY	-	187.416	-	48.455
Total		935.143		178.673

As of 31 December 2008, the distribution of finance lease receivables in terms of foreign currency types is as follows:

Currency	Principal in foreign currency	Principle (Net)	Unearned interest in foreign currency	Unearned interest
USD	228.798.624	346.013	38.362.159	58.015
EUR	177.728.200	380.481	28.918.261	61.908
TRY	-	205.330	-	57.042
Total		931.824		176.965

USD 27.371.892 and EUR 15.784.519 of the Group's finance lease receivables have floating interest rates (31 December 2008: USD 29.501.258, EUR 7.024.434) while USD 187.615.217, EUR 157.110.516, and TRY 187.416 thousand of its finance lease receivables have fixed interest rates. (31 December 2008: USD 199.297.366, EUR 170.703.766, and TRY 205.331 thousand)

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

8. LEASE RECEIVABLES (cont'd)

The Group's guarantees for all finance lease receivables, except for finance lease receivables under follow-up are as follows; (if the amount of guarantees exceeds the amount of receivables during the calculation of guarantees, only the corresponding portion of the receivable is included in the below table).

Guarantee types	31 March 2009	31 December 2008
Mortgages	138.235	152.995
Ship mortgage	3.670	1.739
Guarantors	876	960
Cash blockages	3.858	4.443
Letter of guarantees	5.215	5.888
	151.854	166.025

As of the balance sheet date, including uninvoiced portions classified under the finance lease receivables overdue less than 150 days, the Group has allocated TRY 19.278 (31 December 2008: TRY 17.008 thousand) thousand of provision for TRY 2.251 thousand (31 December 2008: TRY 3.952 thousand) of invoiced receivables. Such provision is classified as "Other Provisions" in liability column of the balance sheet. The aging analysis of such receivables is presented below:

	31 March 2009	31 December 2008
Up to 30 days	7.390	7.857
Between 30 – 60 days	5.141	5.231
Between 60 – 90 days	3.089	2.125
Between 90 – 150 days	3.658	1.795
Overdue total	19.278	17.008
Undue amount	143.462	119.589
	162.740	136.597

The Group's guarantees for overdue lease receivables are as follows:

Guarantee type	31 March 2009	31 December 2008
Mortgage	34.967	45.775
Ship mortgage	2.500	-
Guarantors	155	33
Cash blockages	1.350	42
Letter of guarantees	992	812
	39.964	46.662

In determining the recoverability of the finance lease receivables, the Group considers any change in the credit quality of receivables from the date that loan was initially granted to the reporting date until the balance sheet date. The concentration of credit risk is limited due to working with many customers. In addition to its doubtful receivable provision, the Group management has also allocated an additional provision amount for some of its risky lease receivables in the liability column in the accompanying financial statements .

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

8. LEASE RECEIVABLES (cont'd)

As of 1 January, 2008, the Group measures and recognizes losses incurred or to be incurred from its receivables in accordance with the requirements of the Communiqué on the "Principles and Procedures of Receivable Allowances To Be Provided By Financial Leasing, Factoring and Financing Companies" issued by the Banking Regulation and Supervision Agency.

The aging of the finance lease receivables under follow-up as of 31 March 2009 is as follows:

	31 March 2009
Between 150 – 240 days	9.968
Between 240 – 360 days	5.330
Over 360 days	28.864
Uninvoiced doubtful finance lease receivables	55.437
Less: Doubtful finance lease receivables unearned	(3.810)
	95.789

The aging of the finance lease receivables under follow-up as of 31 December 2008 is as follows:

	31 December 2008
Between 150 – 240 days	4.480
Between 240 – 360 days	4.026
Over 360 days	26.876
Uninvoiced doubtful finance lease receivables	40.016
Less: Doubtful finance lease receivables unearned	(3.592)
	71.806

The guarantees regarding finance lease receivables under follow-up as of 31 March 2009 and 31 December 2008 are as follows:

Guarantee type:	31 March 2009	31 December 2008
Mortgage	10.434	8.450
Guarantors	250	526
Cash blockages	248	280
Letter of guarantees	191	113
	11.123	9.369

In addition to the above guarantees, TRY 46.921 thousand of equipment subject to lease and TRY 283 thousand of pledged assets are considered in the provision calculation (31 December 2008: TRY 31.969 thousand of equipment subject to lease and TRY 177 thousand of pledged assets).

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

8. LEASE RECEIVABLES (cont'd)

The movement of provision for finance lease receivables under follow-up is as follows:

Movement of specific provisions:	1 January- 31 March 2009	1January- 31 March 2008
Provision at the beginning of the period	(27.685)	(33.652)
Additions	(1.240)	(1.891)
Transfer from general provision	(1.598)	-
Write offs	-	2.844
Collections	353	9.589
Provision at the end of the period	(30.170)	(23.110)

9. DUE FROM / TO RELATED PARTIES

Finance lease receivables	31 March 2009	31 December 2008
Türkiye İş Bankası A.Ş.	51.158	53.102
Gemport Gemlik Liman İşletmeleri A.Ş.	13.007	13.525
Bayek Tedavi Sağlık Hizmetleri ve İşletmeciliği A.Ş.	5.445	3.947
Avea İletişim Hizmetleri A.Ş.	3.993	3.823
Gemnak Nakliye Taah. Ve Tic. Ltd. Şti.	294	398
Other	-	22
	73.897	74.817

Factoring receivables		
Kültür Yayınları İş-Türk Ltd. Şti.	297	359
İş Koray Tur.Ormancılık Mad. İnş.Taah.ve Tic.A.Ş.	-	-
Bayek Tedavi Sağlık Hizmetleri ve İşletmeciliği A.Ş.	6.100	6.500
Nevotek Bilişim Ses Ve İletişim Sist.San.Ve Tic.A.Ş.	216	277
	6.613	7.136

Payables to related parties		
Anadolu Anonim Türk Sigorta Şirketi (Insurance Premium)	3.591	4.160
Türkiye İş Bankası A.Ş.	22	20
Other	12	21
	3.625	4.201

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

9. DUE FROM / TO RELATED PARTIES (cont'd)

Borrowings from related parties

Türkiye İş Bankası A.Ş.

Currency	Interest Rate	Maturity	31 March 2009
TRY	-	03.04.2009	98
USD	%3,62-%11,00	15.04.2009-18.05.2010	136.725
EUR	%3,05-%5,28	29.05.2009-31.05.2010	164.483
			301.306

Currency	Interest Rate	Maturity	31 December 2008
TRY	%17,00	Rotatif	5.933
USD	%3,62-%11,00	29.01.2009-18.05.2010	124.297
EUR	%4,13-%6,15	29.05.2009-31.05.2010	157.749
			287.979

İş Bank GmbH

Currency Type	Interest Rate	Maturity	31 March 2009
EUR	9,28%	Overdraft	152
			152

Currency Type	Interest Rate	Maturity	31 December 2008
EUR	6,24%	Overdraft	1.134
			1.134

Türkiye Sınai Kalkınma Bankası A.Ş.

Currency	Interest Rate	Maturity	31 March 2009
USD	%2,58-%2,99	15.07.2010-15.07.2014	41.116
EUR	%3,81-%4,63	15.10.2009-15.07.2014	23.248
			64.364

Currency	Interest Rate	Maturity	31 December 2008
USD	%4,27-%4,67	15.07.2010	32.809
EUR	%4,40-%6,75	15.04.2010-15.07.2010	23.468
			56.277

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

9. DUE FROM / TO RELATED PARTIES (cont'd)

Deposits from related parties	31 March 2009	31 December 2008
Türkiye İş Bankası A.Ş. Demand Deposit	3.550	1.546
İş Bank Gmbh Demand Deposit	1	1
Türkiye İş Bankası A.Ş Time Deposit	213.550	158.187
	217.101	159.734

Finance lease interest income	1 January - 31 March 2009	1 January - 31 March 2008
Türkiye İş Bankası A.Ş.	2.338	3.484
Beyaz Filo Oto Kiralama A.Ş.	-	694
Gemport Gemlik Liman. İşl. A.Ş.	322	132
Bayek Tedavi Sağlık Hizm. ve İşlet.A.Ş.	250	81
Avea İletişim Hizmetleri A.Ş.	147	151
Other	19	60
	3.076	4.602

Interest income		
Türkiye İş Bankası A.Ş.	1.374	335
	1.374	335

Dividend income		
Yatırım Finansman Menkul Değerler A.Ş	-	5
İş Girişim Sermayesi Yatırım Ortaklığı A.Ş	-	10
	-	15

Finance expense		
Türkiye İş Bankası A.Ş.	3.816	4.280
İşbank Gmbh	15	19
Türkiye Sınai Kalkınma Bankası A.Ş.	541	242
	4.372	4.541

Rent expense		
İş Gayrimenkul Yatırım Ortaklığı A.Ş.	266	186

Commission income		
Anadolu Anonim Türk Sigorta Şirketi	561	467

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

9. DUE FROM / TO RELATED PARTIES (cont'd)

Compensation to key management personnel (*)

	1 January – 31 March 2009	1 January – 31 March 2008
Salaries and other short-term benefits (**)	833	737
Post-retirement benefits	-	-
Other long-term benefits	-	-
Dismissal compensations	-	-
Share-based payments	-	-
	833	737

(*) Key management consists of general manager, assistant general managers and board of directors.
(**) Consists of monetary benefits such as; salaries, bonuses and premiums along with vehicle rentals, vehicle depreciations and other associated expenses.

Factoring commission income

	1 January – 31 March 2009	1 January – 31 March 2008
Türkiye Şişe ve Cam Fabrikaları A.Ş.	-	1
Şişe Cam Dış Tic.AŞ.	30	31
Kültür Yayınları İş-Türk Ltd.Şti.	3	-
	33	32

Factoring interest income		
Bayek Tedavi Sağlık Hizm. ve İşlet.A.Ş.	377	41
Kültür Yayınları İş-Türk Ltd.Şti.	29	-
Nevotek Bil.Ses Ve İlet.Sist.San.Ve Tic.A.Ş	22	19
	428	60
Mutual fund income		
Türkiye İş Bankası A.Ş.	2	2

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

10. TANGIBLE ASSETS

	Vehicles	Furniture and Fixtures	Other Tangible Assets	Leasehold Improvements	Total
Acquisition cost					
Opening balance 1 January 2009	298	3.573	1.830	2.900	8.601
Additions	-	-	-	35	35
Disposals	(124)	-	-	-	(124)
Closing balance 31 March 2009	174	3.573	1.830	2.935	8.512
Accumulated depreciation					
Opening balance 1 January 2009	(243)	(3.072)	(1.799)	(2.612)	(7.726)
Charge for period	(7)	(34)	(17)	(26)	(83)
Disposals	115	-	-	-	115
Closing balance 31 March 2009	(135)	(3.106)	(1.816)	(2.638)	(7.695)
Net book value as of 31 March 2009	39	467	14	297	817

	Vehicles	Furniture and Fixtures	Other Tangible Assets	Leasehold Improvements	Total
Acquisition cost					
Opening balance 1 January 2008	466	3.389	1.827	2.852	8.534
Additions	-	184	3	48	235
Disposals	(168)	-	-	-	(168)
Closing balance 31 December 2008	298	3.573	1.830	2.900	8.601
Accumulated depreciation					
Opening balance 1 January 2008	(319)	(2.935)	(1.722)	(2.514)	(7.490)
Charge for period	(58)	(137)	(77)	(98)	(370)
Disposals	134	-	-	-	134
Closing balance 31 December 2008	(243)	(3.072)	(1.799)	(2.612)	(7.726)
Net book value as of 31 December 2008	55	501	31	288	875

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

11. INTANGIBLE ASSETS

	31 March 2009	31 December 2008
Acquisition Cost (Rights)		
Opening balance 1 January	272	207
Additions	-	65
Closing balance as end of the period	272	272
Amortization		
Opening balance 1 January	(175)	(162)
Charge for the period	(6)	(13)
Closing balance as end of the period	(181)	(175)
Net book value	91	97

12. GOODWILL

The Company has purchased nominal shares of İş Factoring Finansman Hizmetleri A.Ş. amounting to TRY 12.517 thousand in consideration of USD 10.952.375 as of 11 August 2004. The shareholding rate on this subsidiary is 78,23%. Positive goodwill has been occurred amounting to TRY 169 thousand on purchased equity of TRY 16.603 thousand. Net amount of goodwill as of 31 March 2009 is TRY 166 thousand. (31 December 2008: TRY 166 Thousand) Under IFRS 3 "Business Combinations" which is effective from 1 January 2005, no amortization is applied to goodwill arising from the acquisitions subsequent to 31 December 2004 for the annual periods beginning on or after 31 March 2004. Impairment loss analysis is applied for the goodwill recognized as of each balance sheet date.

13. DEFERRED TAX ASSETS AND LIABILITIES

The Group recognizes deferred tax assets and liabilities based upon the temporary differences arising between its financial statements as reported for IFRS purposes and financials prepared according to the Turkish tax legislation. These differences arise from the differences in accounting periods for the recognition of income and expenses in accordance with IFRS and tax legislation and represented below. It is provided provision for deferred tax assets that will not be realized in future.

	31 March 2009	31 December 2008
Temporary differences subject to deferred tax:		
Finance lease adjustment	658	1.353
Tax base difference in tangible and intangible assets	(118)	(125)
Retirement pay provision	647	613
Unused vacation provision	217	132
Finance lease income accruals	(13.784)	(12.311)
Allowance for doubtful finance lease receivables	19.355	17.896
Financial instrument valuation differences	(1.243)	(1.814)
Unrealized finance expenses	(451)	(461)
Assets held for sale	1.161	-
Provision for bonus	-	533
	6.442	5.816

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

13. DEFERRED TAX ASSETS AND LIABILITIES (cont'd)

	31 March 2009	31 December 2008
Deferred Tax Assets / (Liabilities)		
Finance lease adjustment	132	271
Tax base difference in tangible and intangible assets	(24)	(25)
Retirement pay provision	129	123
Unused vacation provision	43	26
Finance lease income accruals	(2.757)	(2.462)
Allowance for doubtful finance lease receivables	3.871	3.579
Financial Instrument Valuation Differences	(248)	(363)
Unrealized finance expenses	(90)	(92)
Assets held for sale	232	-
Provision for bonus	-	106
Deferred tax asset	1.288	1.163
Provision	-	-
Deferred tax asset (net)	1.288	1.163

As it is anticipated that the Company will not be able to benefit from investment incentives starting from 2009, it has not taken into account such investment incentives in deferred tax calculation, the effective tax rate has been applied as 20% and the calculated deferred tax asset has been recognized in the accompanying financial statements for the first time. While the investment incentive amount that cannot be deducted from the 2008's taxable income will not be carried forward to following years, legally, there is still uncertainty about the future. Therefore, a provision had been provided for the deferred tax asset of the Group in the prior year's financial statements.

The Company's subsidiary, İş Factoring Finansman Hizmetleri A.Ş., does not have any investment incentives to be used for the following years. Therefore, the effective tax rate has been determined as 20%.

Deferred tax assets/(liabilities) movement for the year ended as of 31 December 2008 is as follows:

	31 March 2009	31 December 2008
Opening balance 1 January	1.163	20
Deferred tax benefit / (expense)	125	(2)
Closing balance	1.288	18

14. ASSETS HELD FOR SALE AND DISCONTINUED OPERATIONS

	31 March 2009		31 December 2008	
	TRY	FC	TRY	FC
Assets held for sale (*)	2.871	-	2.871	-
Impairment of assets held for sale	(1.161)	-	-	-
	1.710	-	2.871	-

(*) Consists of immovables included in the Group's assets as a result of the legal proceeding in relation to its receivables under follow-up.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

15. OTHER ASSETS

	31 March 2009		31 December 2008	
	TRY	FC	TRY	FC
VAT deductible and other VAT	18.050	-	21.883	-
Insurance premium receivables	1.677	2.143	2.108	2.019
Other	1.219	-	1.105	-
	20.946	2.143	25.096	2.019

16. FUNDS BORROWED

	31 March 2009	31 December 2008
Short-term borrowings		
Short-term borrowings	821.416	651.077
Short-term portions of long-term borrowings	79.287	135.503
Total short-term borrowings	900.703	786.580
Long-term borrowings		
Long-term portions of long-term borrowings	102.799	141.641
Total long-term borrowings	102.799	141.641
Total borrowings	1.003.502	928.221

Maturity analysis of borrowings	31 March 2009	31 December 2008
Within 1 year	900.703	786.580
Within 1-2 years	86.489	141.513
Within 2-3 years	4.660	32
Within 3-4 years	4.660	32
Within 4-5 years	6.990	64
Total	1.003.502	928.221

The details of short-term borrowings are as follows:

Currency	Interest rate	Currency amount	31 March 2009
TRY(*)	%10,90-%12,15	-	79.016
USD	%2,60-%10,15	187.065.252	315.766
EUR	%3,05-%9,28	187.110.450	416.471
Interest accruals		-	10.163
TOTAL			821.416

(*) Foreign currency indexed loans amounting to USD 24.426.357 and EUR 9.650.725 (Total: TRY 62.712 thousand) have been classified as TRY in the accompanying balance sheet.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

16. FUNDS BORROWED (cont'd)

Currency	Interest rate	Currency amount	31 December 2008
TRY(*)	%16,90-%18,25	-	55.103
USD	%3,45-%11,00	130.118.133	196.777
EUR	%3,70-%7,29	180.487.711	386.388
Interest accrual		-	12.809
TOTAL			651.077

The details of short-term portions of long-term borrowings are as follows:

Currency	Interest rate	Currency amount	31 March 2009
USD	%2,58-%3,62	11.225.249	18.948
EUR	%3,81-%5,02	27.108.889	60.339
TOTAL			79.287

Currency	Interest rate	Currency amount	31 December 2008
USD	3,62%-5,49%	51.225.251	77.468
EUR	4,40%-6,75%	27.108.889	58.035
TOTAL			135.503

The details of long-term borrowing are as follows:

Currency	Interest rate	Currency amount	31 March 2009
USD	%2,58-%3,62	13.935.463	23.523
EUR	%3,81-%6,86	35.616.534	79.276
TOTAL			102.799

Currency	Interest rate	Currency amount	31 December 2008
USD	%3,62-%10,15	60.992.501	92.239
EUR	%4,40-%6,75	23.076.534	49.402
TOTAL			141.641

Compound credit interest rates are as follows:

	31 March 2009		31 December 2008	
	TRY (*)	FC	TRY	FC
Fixed rate	76.189	175.106	25.365	156.949
Variable rate	2.848	749.359	29.763	716.144
	79.037	924.465	55.128	873.093

Fair values of the Group's borrowings are presented in Note 40.

As at 31 March 2009, the Group had available TRY 1.215.768 thousand of undrawn committed borrowing facilities in respect of which all conditions precedent had been met. (31 December 2008: TRY 828.396 thousand)

(*) Foreign currency indexed loans have been presented the FC column.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

17. SUNDRY CREDITORS AND OTHER LIABILITIES

Sundry Creditors

	31 March 2009		31 December 2008	
	TRY	FC	TRY	FC
Payables to finance lease suppliers	520	3.991	853	4.104
Other trade payables (*)	1.445	2.463	1.674	2.997
	1.965	6.454	2.527	7.101

(*)The Group insures the equipments that are subject to the leasing transactions and pays for the relevant costs in installments. Other trade payables consist of the Group's insurance premium payables and payables to suppliers resulting from daily operations of the Group.

The Group generally purchases in cash from the suppliers. The Group has a financial risk management policy that enables the Group to pay all its payables at their maturities.

Other Liabilities

	31 March 2009		31 December 2008	
	TRY	FC	TRY	FC
Advances Received (**)	1.174	2.887	1.392	4.561
Other	390	570	135	-
	1.564	3.457	1.527	4.561

(**) Advances received consist of rent advances received from lessees in accordance with the leasing agreements for machinery and equipments that are not readily in use of the customers.

18. FINANCE LEASE PAYABLES

None.

19. DERIVATIVE FINANCIAL LIABILITIES HELD FOR TRADING

None.

20. TAXES PAYABLE AND OTHER LIABILITIES

	31 March 2009		31 December 2008	
	TRY	FC	TRY	FC
Taxes payable and liabilities	381	-	442	-
	381	-	442	-

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

21. PROVISIONS

Other Provisions:

	31 March 2009	31 December 2008
Corporate tax provision (net)	3.553	306
Legal case provision	41	41
General Provision for Finance Lease Receivables (*)	2.251	3.952
General Provision for Factoring Receivables (*)	900	300
Other	136	168
	6.881	4.767

	31 March 2009	31 December 2008
Corporate tax provision	3.859	1.053
Prepaid taxes	(306)	(747)
Corporate tax provision (net)	3.553	306

(*) In addition to the provision for doubtful receivables, the Group management allocated an additional provision amount for its risky leasing receivables, but are not overdue more than legally defined terms.

22. EMPLOYEE BENEFITS

Retirement Pay Provision

	31 March 2009	31 December 2008
Retirement pay provision	647	613
Unused vacation provision	216	132
Premium provision	-	531
	863	1.276

Retirement Pay Provision	31 March 2009	31 December 2008
1 January	613	545
Increase during the period	38	40
Amounts paid	(4)	(35)
Period End	647	550

22. EMPLOYEE BENEFITS (cont'd)

Retirement Pay Provision:

Under the Turkish Labor Law, the Company is required to pay employment termination benefits to each employee who has qualified for such amount at the end of its employee termination contract. Also, employees who are entitled to a retirement are required to be paid retirement pay in accordance with the requirements of Act No: 2422 dated 6 March 1981, Act No: 4447 dated 25 August 1999 and the amended Article 60 of the existing Social Insurance Code No: 506, Some transitional provisions related to the pre-retirement service term was excluded from the scope of the Law since the related law was amended as of 23 May 2002.

The amount payable consists of one month's salary limited to a maximum of TRY 2.260,05 (31 December 2008: TRY 2.173,18) for each period of service at 31 March 2009

The liability is not funded, as there is no funding requirement. The provision has been calculated by estimating the present value of the future probable obligation of the Company arising from the retirement of employees. IAS 19 requires actuarial valuation methods to be developed to estimate the enterprise's obligation under defined benefit plans. Accordingly, the following actuarial assumptions were used in the calculation of the total liability:

The principal assumption is that the maximum liability for each year of service will increase parallel with inflation. Thus, the discount rate applied represents the expected real rate after adjusting for the anticipated effects of future inflation. Consequently, in the accompanying financial statements as at 31 March 2009, the provision has been calculated by estimating the present value of the future probable obligation of the Company arising from the retirement of the employees. The provisions at the respective balance sheet dates have been calculated assuming an annual inflation rate of 5,4% and a discount rate of 12%, resulting in a real discount rate of approximately 6,26% (31 December 2007: with 5% inflation rate and 11% discount rate approximately 5,71%). The anticipated rate of forfeitures is considered and taken into account as 0% (2007: 0%). As the maximum liability is revised semi annually, the maximum amount of TRY 2.260,05 effective from 1 January 2009 has been taken into consideration in calculation of provision from employment termination benefits.

23. MINORITY INTEREST

The Company owns 78,23% of İş Factoring Finansman Hizmetleri A.Ş. Therefore, minority share calculated from the balance sheet and income statement of the subsidiary amounts to TRY 6.390 thousand (31 December 2008: TRY 6.096 thousand) and TRY 203 thousand of gain, respectively as of 31 March 2009 (31 December 2008: TRY 4.480 thousand gain).

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

24. PAID-IN CAPITAL AND CAPITAL RESERVES

As of 31 March 2009 and 31 December 2008, share capital held is as follows:

CAPITAL

Shareholders	(%)	31 March 2009	(%)	31 December 2008
Türkiye İş Bankası A.Ş.	27,79	51.419	27,79	51.419
Türkiye Sınai Kalkınma Bankası A.Ş. (TSKB)	28,56	52.836	28,56	52.836
Publicly traded	42,30	78.247	42,30	78.247
Türkiye Şişe ve Cam Fab. A.Ş. (*)	0,45	833	0,45	833
Nemtaş Nemrut Liman İşletmeleri A.Ş.	0,90	1.665	0,90	1.665
TOTAL	100,00	185.000	100,00	185.000

Shareholders of Group A shares has the privilege of nominating board of directors members and audit committee members. As a result of this privilege, board members and auditors are selected among candidates nominated by Group A shareholders. Distribution of A Group shares among shareholders is as follows;

Shareholder	31 March 2009	31 December 2008
Türkiye İş Bankası A.Ş.	3.000.000	3.000.000
TSKB	2.550.000	2.550.000
Türkiye Şişe ve Cam Fab. A.Ş.	225.000	225.000
Nemtaş Nemrut Liman İşletmeleri A.Ş.	225.000	225.000
Total	6.000.000	6.000.000

Any change in the articles of association of the Group is subject to the consent of Group A shareholders.

CAPITAL RESERVES

	31 March 2009	31 December 2008
Other Capital Reserves:		
- Shareholders' equity inflation restatement differences:	12.581	12.581
Marketable securities revaluation reserve	(635)	(1.338)
TOTAL	11.946	11.243

25. PROFIT RESERVES

	31 March 2009	31 December 2008
Legal reserves	8.151	4.633
Extraordinary reserves	41.280	250
Other profit reserves (*)	21.996	-
TOTAL	71.427	4.883

The legal reserves consist of the first and second legal reserves, appropriated in accordance with the Turkish Commercial Code. The first legal reserve is appropriated out of historical statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the historical paid-in share capital. The second legal reserve is appropriated after the first legal reserve and dividends, at the rate of 10% per annum of all cash dividend distributions.

(*) First dividend amount to be distributed to shareholders in accordance with 2008 profit distribution decision taken at the Ordinary General Assembly Meeting held in 19.03.2009.

26. PRIOR YEAR PROFIT/LOSS

	31 March 2009	31 December 2008
Prior year profit/(loss)	11.336	1.571

27. FOREIGN CURRENCY POSITION

31 March 2009 (*)	USD 000	EUR 000	CHF 000	GBP 000	JPY 000	DKK 000	AUD 000	TRY Equivalent
Banks	33.663	50.263	11	11	26	-	-	168.741
Finance lease receivables	214.987	172.895	-	-	-	-	-	747.727
Factoring receivables	170	62	-	-	-	-	-	425
Advances given	554	7.693	-	-	-	-	-	18.059
Ongoing leasing contracts	613	1.172	-	-	-	-	-	3.643
Income accrual of forward	0	558	-	-	-	-	-	1.243
Other Assets	592	514	-	-	-	-	-	2.143
Funds borrowed	(213.867)	(253.148)	-	-	-	-	-	(924.464)
Sundry creditors and other liabilities	(2.055)	(2.892)	(2)	(1)	-	-	-	(9.911)
Other Provisions	(506)	(572)	-	-	-	-	-	(2.127)
Balance sheet position								5.479
Off balance sheet position (Forward&Swap)	(32.327)	25.000	-	-	-	-	-	1.077
Net foreign currency position								6.556

(*) Foreign currency indexed loans amounting to USD 24.426.357 and EUR 9.650.725 (Total: TRY 62.712 thousand) and Foreign currency indexed factoring receivables amounting to 170.627 USD (Total: TRY 288 thousand) are classified as TRY in the balance sheet.

27. FOREIGN CURRENCY POSITION (cont'd)

31 December 2008	USD 000	EUR 000	CHF 000	GBP 000	JPY 000	DKK 000	AUD 000	TRY Equivalent
Banks	29.414	36.472	11	23	26	-	-	122.628
Finance lease receivables	228.799	177.728	-	-	-	-	-	726.494
Factoring receivables	209	390	-	-	-	-	-	1.150
Advances given	630	11.888	-	53	-	-	-	26.519
Ongoing leasing contracts	867	497	-	-	-	-	-	2.377
Income accrual of forward	2	846	-	-	-	-	-	1.814
Other Assets	688	457	-	-	-	-	-	2.019
Funds borrowed	(246.503)	(233.324)	-	-	-	-	-	(872.287)
Sundry creditors and other liabilities	(2.911)	(3.375)	(17)	-	-	-	-	(11.662)
Other Provisions	(1.074)	(885)	-	-	-	-	-	(3.519)
Balance sheet position								(4.467)
Off balance sheet position (Forward&Swap)	(9.905)	(1.074)						2.147
Net foreign currency position								(2.320)

(*) Foreign currency indexed loans amounting to USD 21.437.818 and EUR 10.052.090 (Total: TRY 53.940 thousand) and Foreign currency indexed factoring receivables amounting to 209.272 USD (Total: TRY 316 thousand) are classified as TRY in the balance sheet.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

28. COMMITMENTS AND CONTINGENCIES

As of 31 March 2009, TRY 1.931 thousand of letter of guarantees are given to customs, authorities and banks (31 December 2008: TRY 1.438 thousand).

As of 31 March 2009, the total risk of court cases filed and currently pending against the Group amounts to approximately TRY 1.126 Thousand (31 December 2007: TRY 429 Thousand). The Group provided a provision amounting to TRY 41 Thousand (31 December 2007: TRY 41 Thousand) in the accompanying financial statements.

As of 31 March 2009, the Group has commitments of USD 537.410, EUR 2.843.500 letter of credits. (31 December 2008: USD 2.492.910, EUR 5.485.045, CHF 990.000)

Forward Contracts:

	31 March 2009		31 December 2008	
	Currency Amount	TRY	Currency Amount	TRY
Purchases:				
EUR	25.000.000	55.645	10.000.000	21.408
		55.645		21.408
Purchases:				
USD		-	2.849.000	4.309
		-		4.309
Sales:				
EUR		-	2.000.000	4.282
		-		4.282
Sales:				
USD	32.326.775	54.568	12.754.000	19.288
		54.568		19.288
Maturity Analysis:				
Short-term		55.645		25.717
Long-term		-		-
		55.645		25.717
Maturity Analysis:				
Short-term		54.568		23.570
Long-term		-		-
		54.568		23.570

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

29. SEGMENTAL INFORMATION

As of 31 March 2009:

	Leasing	Factoring	Consolidation Eliminations	Consolidated
Total assets	1.242.042	98.547	(16.606)	1.323.983
Total liabilities	955.859	69.208	-	1.025.067
Net profit	12.088	932	(203)	12.817

As of 31 December 2008:

	Leasing	Factoring	Consolidation Eliminations	Consolidated
Total assets	1.176.540	75.590	(16.606)	1.235.524
Total liabilities	902.822	47.600	-	950.422
Net profit	60.219	20.570	(4.480)	76.309

Segmental Income Statement as of 31 March 2009:

	Leasing	Factoring	Consolidation Eliminations	Consolidated
Operating Income	27.417	3.312	-	30.729
Operating Expense (-)	(3.009)	(739)	-	(3.748)
Other Operating Income	103.359	264	-	103.623
Finance Expense (-)	(12.592)	(952)	-	(13.544)
Specific Provision for Receivables under follow-up (-)	(1.685)	(650)	-	(2.335)
Other Operating Expense (-)	(98.255)	(22)	-	(98.277)
Net Operating Income	15.235	1.213	-	16.448
Profit/Loss On Continuing Operations Before Tax	15.235	1.213	-	16.448
Tax Provision for Continuing Operations(±)	(3.147)	(281)	-	(3.428)
Net Period Profit/Loss from Continuing Operations	12.088	932	-	13.020
Minority Share	-	-	(203)	(203)
Net Period Profit/Loss	12.088	932	(203)	12.817

	Leasing	Factoring	Consolidation Eliminations	Consolidated
Fixed Asset Additions	35	-	-	35
Depreciation and Amortization	(79)	(10)	-	(89)

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

29. SEGMENTAL INFORMATION (cont'd)

As of 31 March 2008:

	Leasing	Factoring	Consolidation Eliminations	Consolidated
Operating Income	25.686	3.418	-	29.104
Operating Expense (-)	(3.290)	(620)	-	(3.910)
Other Operating Income	122.058	561	-	122.619
Finance Expense (-)	(13.631)	(2.302)	-	(15.933)
Specific Provision for Non-Performing Receivables (-)	7.698	(1)	-	7.697
Other Operating Expense (-)	(116.594)	(64)	-	(116.658)
Net Operating Income	21.927	992	-	22.919
Profit/Loss On Continuing Operations Before Tax	21.927	992	-	22.919
Tax Provision for Continuing Operations(±)	-	(204)	-	(204)
Net Period Profit/Loss from Continuing Operations	21.927	788	-	22.715
Minority Share	-	-	(171)	(171)
Net Period Profit/Loss	21.927	788	(171)	22.544

	Leasing	Factoring	Consolidation Eliminations	Consolidated
Fixed Asset Additions	54	-	-	54
Depreciation and Amortization	(88)	(8)	-	(96)

30. SUBSEQUENT EVENTS

None.

31. OPERATING INCOME

	01.01.2009 - 31.03.2009	01.01.2008 - 31.03.2008
Finance lease interest income	27.417	25.686
Factoring income	3.312	3.418
	30.729	29.104

32. OPERATING EXPENSE

	01.01.2009 - 31.03.2009	01.01.2008 - 31.03.2008
Personnel expenses	(2.445)	(2.646)
Depreciation expense	(266)	(186)
Office rent expenses	(140)	(115)
Information technology expenses	(127)	(130)
Consultancy expenses	(94)	(110)
Travel and car expenses	(89)	(96)
Other general administrative expenses	(587)	(627)
	(3.748)	(3.910)

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

33. OTHER OPERATING INCOME

	01.01.2009 - 31.03.2009	01.01.2008 - 31.03.2008
Dividend income	-	15
Commission income	561	467
Interest income	2.834	2.916
Interest received from derivative financial operations	375	85
Foreign exchange gain	97.025	118.175
Collections from doubtful lease receivables	488	9.674
Other	812	876
	102.095	132.208

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34. FINANCE EXPENSE

	01.01.2009 - 31.03.2009	01.01.2008 - 31.03.2008
Interest expenses	(13.413)	(15.621)
Fees and commissions	(131)	(312)
	(13.544)	(15.933)

35. PROVISION FOR NON-PERFORMING RECEIVABLES

	01.01.2009 - 31.03.2009	01.01.2008 - 31.03.2008
Specific provisions for non-performing receivables	(1.291)	(1.892)
General provision expenses (*)	(1.044)	-
	(2.335)	(1.892)

(*) In addition to the provision for doubtful receivables, the Group management has allocated an additional provision for its risky leasing receivables, but are not overdue more than legally defined terms.

36. OTHER OPERATING EXPENSE

	01.01.2009 - 31.03.2009	01.01.2008 - 31.03.2008
Foreign exchange losses	(94.885)	(116.152)
Losses from derivative financial operations	(370)	(134)
Expenses from decrease in value of assets held for sale	(1.161)	-
Other	(333)	(372)
	(96.749)	(116.658)

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

37. TAXATION

Provision for taxes on income	01.01.2009 - 31.03.2009	01.01.2008 - 31.03.2008
Corporate tax provisions	(3.553)	(202)
Deferred tax income / (expense)	125	(2)
	(3.428)	(204)

Reconciliation of tax expense with the net income for the year is as follows;

Tax Reconciliation	2009	2008
Profit before taxation	16.448	22.919
Expected taxation	3.290	4.584
Tax effect of:		
-Change in deferred tax allowances	(1.163)	(4.624)
- Nondeductable expenses	140	108
- Investment incentives	-	(1.789)
- Carry forward tax losses	-	-
- Used unrealised finance expenses	-	(483)
- Non-taxable income	1.161	2.408
	3.428	204

Corporate Tax

The Group is subject to the Turkish corporate taxes. Provision is made in the accompanying financial statements for the estimated charge based on the Group's results for the year.

Corporate tax is applied on taxable corporate income, which is calculated from the statutory accounting profit by adding non-deductible expenses, and by deducting dividends received from resident companies, other exempt income and investment incentives utilized.

The effective tax rate in 2009 is 20%. (2008: 20%)

In Turkey, advance tax returns are filed on a quarterly basis. The advance corporate income tax rate in 2009 is 20% (2008: 20%).

Losses can be carried forward for offset against future taxable income for up to 5 years. Losses cannot be carried back for offset against profits from previous periods.

In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns between 1April and 25 April of the following year (between 1st and 25th of the following 4. month of the tax year for the tax responsibles who have special tax years). Tax authorities may, however, examine such returns and the underlying accounting records and may revise assessments within five years.

37. TAXATION (cont'd)

Income Withholding Tax:

In addition to corporate taxes, companies should also calculate income withholding taxes and funds surcharge on any dividends distributed, except for companies receiving dividends who are resident companies in Turkey and Turkish branches of foreign companies. The rate of income withholding tax is 10% starting from 24 April 2003. This rate was changed to 15% with the code numbered 5520 article 15 commencing from 21 June 2006. However until the resolution of Council of Ministers, it has been used as 10%. With the resolution of Council of Ministers, effective from 23 July 2006, income withholding tax rate has been changed to 15%. Undistributed dividends incorporated in share capital are not subject to income withholding taxes.

Withholding tax at the rate of 19,8% is still applied to investment allowances relating to investment incentive certificates obtained prior to 24 April 2003. Subsequent to this date, companies can deduct 40% of the investments within the scope of the investment incentive certificate and that are directly related to production facilities of the company. The investments without investment incentive certificates do not qualify for tax allowance.

Investment incentive certificates are revoked commencing from 1 January 2006. If companies cannot use investment incentive due to inadequate profit, such outstanding investment incentive can be carried forward to following years as of 31 December 2005 so as to be deducted from taxable income of subsequent profitable years. However, the companies can deduct the carried forward outstanding allowance from 2006, 2007 and 2008 taxable income. The investment incentive amount that cannot be deducted from 2008 taxable income will not be carried forward to following years.

The tax rate that the companies can use in the case of deducting the tax investment incentive amount in 2006, 2007 and 2008 is 30%. If the Company cannot use the investment incentive carried forward, the effective tax rate will be 20% and the unused investment incentive will be cancelled.

As it is anticipated that the Company will not benefit from investment incentives, tax rate has been determined as 20%. The Company's subsidiary İş Factoring A.Ş. does not have investment incentive to be used for the following years, thus the effective tax rate has been determined as 20%.

Inflation adjusted tax calculation:

In 2003 and the previous years, profit for the period on which taxation was being calculated, used to be uninflated balances except for the effect of the annual revaluation of the fixed assets and the depreciation calculated thereon. The Law 5024 published in the Official Gazette of 30 December 2003 numbered 25332 requires the application of inflation accounting in 2004 and the following periods provided that the inflation rate reaches the limits set out by the Law. The Turkish Tax Law is similar to IAS 29. As the conditions outlined in the Turkish Tax Law occurred the Group adjusted its financial statements according to the regulations and calculated current period tax base over these financial statements as of 31 December 2004. These financial statements constituted the opening balances for 2005. In accordance with the Law 5024, such threshold has not been met in 2005, thus the Group did not apply inflation accounting for the periods then ended.

38. EARNINGS PER SHARE

The weighted average number of shares of the Group and earnings per share are as follows:

	01.01.2009 - 31.03.2009	01.01.2008 - 31.03.2008
Number of outstanding shares	18.500.000.000	18.500.000.000
Net period profit (thousand TRY)	12.817	22.544
Earning per share (TRY) (*)	0,07	0,12

(*) The capital consists of 18.500.000.000 shares having YKr 1 nominal price.

Number of shares	2009	2008
Opening, 1 January	18.500.000.000	13.950.000.000
Additions for capital increase (*)	-	4.550.000.000
Closing, 31 March	18.500.000.000	18.500.000.000

(*) Capital increase is financed through internal sources and prior year earnings per share figure is revised by using the number of shares subsequent to the capital increase.

39. OTHER ISSUES

None.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS

(a) Capital risk management

The Group manages its capital by sustaining its status as a going concern while maximizing the return to stakeholders through the optimization of the debt and the equity balance.

There is no change in the capital risk management strategy in 2009, and the leverage ratio is 29% for the period ended 31 March 2009. (31 December 2008: 30%) As of 31 March 2009 and 2008, the leverage ratios are as follows;

	2009	2008
Total liabilities	1.016.942	943.937
Less: Cash and cash equivalents	(267.521)	(165.411)
Net liabilities	749.421	778.526
Total shareholders' equity	298.916	285.102
Shareholders' equity / liabilities	%29	%30

According to the credit rating report of Fitch issued at 23 June 2008, credit rating of the Company is as follows;

Foreign Currency	
Long term	BB
Short term	B
Outlook	Stable
TRY	
Long term	BBB-
Short term	F3
Outlook	Stable
National	
Long term	AAA (tur)
Outlook	Stable
Support	3

(b) Significant accounting policies

The Group's accounting policies on the financial instruments are disclosed in Note 3 "Summary of valuation principles / significant accounting policies" to the financial statements.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(c) Categories of financial instruments

	31 March 2009	31 December 2008
Financial assets:		
Banks	267.521	165.411
Financial Assets at Fair Value Through Profit and Loss:		
-Financial Assets Held for Trading	110	90
-Derivative Financial Assets Held for Trading	1.243	1.814
Finance Lease Receivables and Non-Performing Receivables	957.701	963.329
Factoring Receivables and Non-Performing Factoring Receivables	63.958	67.098
Insurance Premium Receivables (*)	3.820	4.127
Financial Assets Available for Sale	6.289	5.495
Financial Liabilities:		
Derivative Financial Liabilities Held for Trading	-	-
Finance Lease Payables (Net)	-	-
Sundry Creditors and Other Liabilities	(13.440)	(15.716)
Funds Borrowed	(1.003.502)	(928.221)

(*) Included in other assets.

(d) Financial risk management objectives

The Group's corporate treasury function provides services to the business, coordinates access to domestic and international markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyses exposures by degree and magnitude of risk. Such risks include market risk (including currency risk, fair value interest rate risk and price risk) credit risk, liquidity risk and cash flow interest rate risk.

The Group uses derivative instruments to minimize the effects of such risks and it also uses such instruments for hedging. The Group does not enter into or trade any financial instruments (including derivative financial instruments) for speculative purposes.

In order to minimize potential risks, the Group reports monthly to the risk management committee which is in charge of monitoring risks and the policies applied.

(e) Market risk

The Group's activities expose it primarily to the financial risks of changes in foreign exchange rates (refer to section f) and interest rates (refer to section g). To manage risks relating to exchange rates and interest rates, the Group uses various derivative financial instruments including the below:

"Forward foreign exchange contracts" to hedge the exchange rate risk arising from operations,
"Currency swaps" to control the exchange rate risk of foreign currency denominated liabilities, and

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(e) Market risk (cont'd)

At the Group level, market risk exposures are measured by sensitivity analysis.

There has been no change in the Group's exposure to market risks or the method it uses to manage and measure such risks.

(f) Foreign currency risk management

Foreign currency risks result from foreign currency transactions. The Group manages its foreign currency risk arising from its operations and cash flows of finance contracts by using the "forward foreign exchange contracts".

The Group's assets and liabilities denominated in foreign currencies are disclosed in Note 27.

Foreign currency sensitivity

The Group is mainly exposed to USD and EUR exchange rate risks.

The table below indicates the sensitivity of the Group to USD and EUR when there is a 15% of change in such exchange rates. The Group uses 15% of rate change when it reports its foreign currency risk to the top management and this rate represents the top managements expectation on the exchange rate fluctuations. Sensitivity analyses made in relation to the Group's exposure to foreign currency at the reporting period is determined based on the fluctuations at the beginning of the fiscal year and the analyses are fixed during the reporting period. Positive amount refers to an increase in net profit.

	31 March 2009			
	Gain / Loss		Shareholders' Equity	
	Appreciation of foreign currency	Depreciation of foreign currency	Appreciation of foreign currency	Depreciation of foreign currency
	15% appreciation of USD against TRY			
1 – Net USD Asset/Liability	8.647	(8.647)	-	-
2 – USD hedging	(8.185)	8.185	-	-
3 – USD, net effect (1+2)	462	(462)	-	-
	15% appreciation of EUR against TRY			
4 – Net EUR Asset/Liability	(7.831)	7.831	-	-
5 – EUR hedging	8.347	(8.347)	-	-
6 – EUR, net effect (4+5)	516	(516)	-	-
	15% appreciation of other currencies against TRY			
7 – Net other currency Asset/Liability	6	(6)	-	-
8 – Other Currency hedging	-	-	-	-
9 – Other currency, net effect (7+8)	6	(6)	-	-
Total (3 + 6 +9)	984	(984)	-	-

(Amounts are expressed in thousand of Turkish Lira (“TRY”) unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont’d)

(f) Foreign currency risk management (cont’d)

	31 December 2008			
	Gain / Loss		Shareholders’ Equity	
	Appreciation of foreign currency	Depreciation of foreign currency	Appreciation of foreign currency	Depreciation of foreign currency
	15% appreciation of USD against TRY			
1 – Net USD Asset/Liability	2.296	(2.296)	-	-
2 – USD hedging	(2.247)	2.247	-	-
3 – USD, net effect (1+2)	49	(49)	-	-
	15% appreciation of EUR against TRY			
4 – Net EUR Asset/Liability	(2.988)	2.988	-	-
5 – EUR hedging	2.569	(2.569)	-	-
6 – EUR, net effect (4+5)	(419)	419	-	-
	15% appreciation of other currencies against TRY			
7 – Net other currency Asset/Liability	21	(21)	-	-
8 – Other Currency hedging	-	-	-	-
9 – Other currency, net effect (7+8)	21	(21)	-	-
Total (3 + 6 +9)	(349)	349	-	-

Forward contracts and currency swaps

The Group has forward contracts and currency swaps to cover the risks of receipts and payments, expected sales and purchases in a certain foreign currency. When an expected sale or purchase transaction occur, book value of the items hedged from non-financial risk are adjusted.

The statement below shows the maturity details of the forward contracts and currency swaps as of the balance sheet date:

Derivative Contracts	Forward Rate		Foreign Currency		Contract Value		Market Value	
	31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008	31 March 2009	31 December 2008
EUR, buy					TRY thousand	TRY thousand	TRY thousand	TRY thousand
0-3 months	1,302285	1,2754	15.000.000	10.000.000	33.387	19.287	579	1.812
0-3 months	1,27925	-	10.000.000	-	22.258	-	664	-
USD, buy					TRY thousand	TRY thousand	TRY thousand	TRY thousand
0-3 months	-	1,4245	-	2.849.000	-	4.282	-	2

As of the report date, the Group has TRY 1.243 thousand of unrealized profit in relation to the profit/loss arising from the fair value changes of forward transactions (31 December 2008: TRY 1.814 thousand of loss).

(g) Interest risk management

The Group is exposed to interest rate risks as the Group borrows funds at both fixed and floating interest rates. Such risk is covered by making a proper classification between fixed and floating interest rate liabilities.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(g) Interest risk management (cont'd)

Interest rate sensitivity

The interest rate sensitivity analysis below is based on the Group's exposure to interest rate risks at the reporting period and estimated interest rate fluctuations at the beginning of the fiscal year, and is fixed during the reporting period. The Group management makes its sensitivity analysis based on a 100 base point interest rate fluctuation scenario. This rate is also used in top management reporting.

Interest Position Table

	31 March 2009	31 December 2008
Fixed interest rate financial instruments		
Financial assets:		
Banks	267.521	165.411
Lease Receivables	885.426	872.171
Factoring receivables	30.728	48.752
Financial liabilities		
Borrowings	251.295	182.314
Floating interest rate financial instruments		
Financial assets:		
Banks	-	-
Lease Receivables	81.337	59.653
Factoring receivables	33.230	18.346
Financial liabilities		
Borrowings	752.207	745.907

If interest rates were 100 base points higher at the balance sheet date and all other variables were fixed:

- Interest income from floating interest rate finance lease contracts would increase by TRY 201 thousand (31 March 2008: TRY 126 thousand), and interest income from fixed interest rate finance lease contracts would increase by TRY 1.929 thousand. (31 March 2008: TRY 1.835 thousand)

- Interest income from floating interest rate factoring contracts would increase by TRY 52 thousand (31 March 2008: TRY 29 thousand), and interest income from fixed interest rate factoring contracts would increase by TRY 107 thousand. (31 March 2008: TRY 156 thousand)

- Interest expense from floating interest rate borrowings would increase by TRY 1.794 thousand (31 March 2008: TRY 1.509 thousand), and interest expense from fixed interest rate borrowings would increase by TRY 324 thousand. (31 March 2008: TRY 216 thousand)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(h) Other price risks

The Group is exposed to equity share price risks because of equity investments. Equity shares are held especially for strategic purposes rather than trading purposes. These investments are not traded by the Group.

Equity price sensitivity

Sensitivity analysis below is determined based on the equity share price risks exposed as of the balance sheet date.

If data used in the valuation method were 15% higher / lower and all other variables were fixed:

- There would not be any difference in the net profit/loss to the extent that equity investments are classified as available or are not disposed of or are not subject to impairment.

- Funds under other equity would increase/decrease by TRY 890 thousand (31 March 2008: TRY 1.452 thousand). It is mainly because of changes in fair value of the available for sale equity shares.

Equity share price sensitivity of the Group is not subject to a material change compared to prior years.

(i) Credit risk management

Credit risks refer to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. The Group has adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient collateral where appropriate, as a means of mitigating the risk of financial loss from defaults. The Group's exposure to credit risks and credit ratings of its counterparties are monitored periodically. Credit exposure is controlled by counterparty limits that are reviewed and approved by the risk management committee annually.

Finance lease receivables consist of a large number of customers, spread across diverse industries and geographical areas. Ongoing credit evaluation is performed on the financial condition of accounts receivable.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(i) Credit risk management (cont'd)

Sectoral allocation of finance lease receivables is as follows:

	31 March 2009 %	31 December 2008 %
Construction	12,00	12,10
Transportation	11,01	12,41
Textile	9,26	9,72
Finance	8,46	8,04
Health	7,99	8,15
Forestry Products and Paper	5,69	5,70
Metal industry	5,54	5,64
Chemical, Plastic and Pharmacy	4,34	5,13
Food	3,55	3,14
Tourism	3,35	3,52
Glass, Tile and Cement	2,92	2,60
Mining	2,14	2,25
Other	23,75	21,60
	100,00	100,00

Leased equipment allocation of finance lease receivables is as follows:

	31 March 2009 %	31 December 2008 %
Machinery and Equipment	24,41	22,67
Building and Construction Machinery	15,12	14,29
Real Estate	13,60	15,54
Medical Equipment	7,26	7,05
Road Transportation Equipments	6,37	6,17
Office Equipments	5,98	6,26
Textile Machinery	5,92	7,01
Electronic Optical Instruments	5,80	6,31
Printing Machinery	3,77	3,22
Sea Transport Vessels	3,56	3,62
Tourism Equipment	2,96	2,97
Air Transportation Equipments	1,07	1,02
Other	4,18	3,87
	100,00	100,00

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(i) Credit risk management

Credit risks based on categories of financial instruments;

	Receivables							
	Lease Receivables		Factoring Receivables					
31 March 2009	Related party	Third party	Related party	Third party	Deposits	Fair value through profit/loss financial instruments	Available for sale financial assets	Insurance receivables
Maximum net credit risk as of balance sheet date (*)	73.897	883.804	6.613	57.345	267.521	1.353	6.289	3.820
- The part of maximum is under guarantee with collateral etc.	-	162.977	-	1.515	-	-	-	-
A. Carrying value of financial assets that not past due nor impaired	73.897	655.445	6.613	57.136	267.521	1.353	6.289	3.280
- The part of maximum risk under guarantee with collateral etc. (-)	-	111.890	-	-	-	-	-	-
B. Net book value of financial assets that terms are reassessed, if not accepted as past due or impaired	-	-	-	209	-	-	-	-
C. Carrying value of financial assets that past due not impaired	-	162.740	-	-	-	-	-	-
-The part under guarantee with collateral etc. (-)	-	39.964	-	-	-	-	-	-
D. Net book value of impaired assets	-	65.619	-	-	-	-	-	-
- Past due (gross carrying value)	-	69.143	-	2.971	-	-	-	-
- Impairment (-)	-	(25.016)	-	(2.971)	-	-	-	-
- The part of net value under guarantee with collateral etc. (-) (**)	-	11.123	-	1.515	-	-	-	-
- Not past due (gross carrying value)	-	26.646	-	-	-	-	-	-
- Impairment (-)	-	(5.154)	-	-	-	-	-	-
- The part of net value under guarantee with collateral etc. (-) (**)	-	-	-	-	-	-	-	-
E. Off balance sheet items that include credit risk	-	-	-	-	-	-		-

(*) No credit enhancing item such as; guarantees received, is taken into account in the calculation.
(**) Includes guarantees of assets impaired but not overdue.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(i) Credit risk management (cont'd)

Credit risks based on categories of financial instruments (cont'd);

	Receivables							
	Lease Receivables		Factoring Receivables					
31 December 2008	Related party	Third party	Related party	Third party	Deposits	Fair value through profit/loss financial instruments	Available for sale financial assets	Insurance receivables
Maximum net credit risk as of balance sheet date (*)	74.817	888.512	7.136	59.962	165.411	1.904	5.495	4.127
- The part of maximum is under guarantee with collateral etc.	-	173.655	-	1.515	-	-	-	-
A. Carrying value of financial assets that not past due nor impaired	74.817	707.792	7.136	59.731	165.411	1.904	5.495	4.127
- The part of maximum risk under guarantee with collateral etc. (-)	-	117.624	-	-	-	-	-	-
B. Net book value of financial assets that terms are reassessed, if not accepted as past due or impaired	-	-	-	231	-	-	-	-
C. Carrying value of financial assets that past due not impaired	-	136.597	-	-	-	-	-	-
-The part under guarantee with collateral etc. (-)	-	46.662	-	-	-	-	-	-
D. Net book value of impaired assets	-	44.121	-	-	-	-	-	-
- Past due (gross carrying value)	-	55.960	-	3.056	-	-	-	-
- Impairment (-)	-	(21.538)	-	(3.056)	-	-	-	-
- The part of net value under guarantee with collateral etc. (-) (**)	-	9.369	-	1.515	-	-	-	-
- Not past due (gross carrying value)	-	15.846	-	-	-	-	-	-
- Impairment (-)	-	(6.147)	-	-	-	-	-	-
- The part of net value under guarantee with collateral etc. (-) (**)	-	-	-	-	-	-	-	-
E. Off balance sheet items that include credit risk	-	-	-	-	-	-	-	-

(*)No credit enhancing item such as; guarantees received, is taken into account in the calculation.
(**) Includes guarantees of assets impaired but not overdue.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(i) Credit risk management (cont'd)

Finance Lease Receivables		31 March 2009 %	31 December 2008 %
Internal rating results:			
A+	(Perfect)	6,69	6,88
A	(Very good)	3,88	3,96
A-	(Good)	8,20	9,17
B+	(Satisfactory)	14,70	15,76
B	(Close Monitoring)	16,99	13,07
B-	(Insufficient)	11,98	11,15
C+	(Doubtful)	4,93	4,58
C	(Loss)	3,69	2,79
Not rated		28,94	32,64
Total		100,00	100,00

Maturities of past-due receivables are as follows:

31 March 2009	Receivables Leasing Receivables	Receivables Factoring Receivables	Deposits	Derivative Instruments	Other	Total
Past due by 1-30 days	7.390	-	-	-	-	7.390
Past due by 1-2 months	5.141	-	-	-	-	5.141
Past due by 2-3 months	3.089	-	-	-	-	3.089
Past due by 3-5 months	3.658	-	-	-	-	3.658
Total past due receivables	19.278	-	-	-	-	19.278
The part that is not past dues	143.462	-	-	-	-	143.462
Total	162.740	-	-	-	-	162.740
Part under guarantee with collateral etc.(-)	39.964	-	-	-	-	39.964

31 December 2008	Receivables Leasing Receivables	Receivables Factoring Receivables	Deposits	Derivative Instruments	Other	Total
Past due by 1-30 days	7.857	-	-	-	-	7.857
Past due by 1-2 months	5.231	-	-	-	-	5.231
Past due by 2-3 months	2.125	-	-	-	-	2.125
Past due by 3-5 months	1.795	-	-	-	-	1.795
Total past due receivables	17.008	-	-	-	-	17.008
The part that is not past dues	119.589	-	-	-	-	119.589
Total	136.597	-	-	-	-	136.597
Part under guarantee with collateral etc.(-)	46.662	-	-	-	-	46.662

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(i) Credit risk management (cont'd)

Guarantees taken for all leasing receivables including past dues and non-performing receivables are as follows:

	31 March 2009 Nominal Value	31 March 2009 Fair Value	31 December 2008 Nominal Value	31 December 2008 Fair Value
Other Mortgages	624.570	150.184	627.571	162.960
Ship mortgage	4.220	3.670	-	-
Guarantors	7.795	1.126	8.058	1.486
Cash blockages	12.998	4.106	13.147	4.723
Letters of guarantee	7.871	5.406	10.428	6.001
	657.454	164.492	659.204	175.170

(i) Liquidity risk management

Liquidity risk management responsibility mainly belongs to the board of directors. The board of directors has built an appropriate liquidity risk management framework for the management of the Group's short, medium and long term funding and liquidity management requirements. The Group manages its liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities by constantly monitoring forecasts and actual cash flows and matching the maturity profile of financial assets and liabilities.

Liquidity risk table

The following table details the Group's expected maturity for its non derivative financial assets and liabilities. The tables below have been drawn up based on the undiscounted contractual maturities of the financial assets and liabilities. Interest amounts to be collected and disbursed on the Group's assets and liabilities have also been included in the table below.

31 March 2009

Maturities based on agreement	Book Value	Cash outflow according to contract (I+II+III+IV)	Less than 3 month (I)	3-12 month (II)	1-5 year (III)	More than 5 year (IV)
Non-derivative Financial Assets:						
Banks	267.521	268.423	268.423	-	-	-
Finance lease receivables (*)	935.143	1.100.636	177.423	306.796	581.144	35.273
Factoring receivables	63.958	63.958	52.147	11.811	-	-
Insurance premium receivables	3.820	3.820	3.820	-	-	-
Total Assets	1.270.442	1.436.837	501.813	318.607	581.144	35.273
Non-derivative Financial Liabilities						
Funds borrowed	1.003.502	1.041.412	320.604	614.487	103.949	2.372
Sundry creditors and other liabilities	13.440	13.440	10.969	-	2.471	-
Total liabilities	1.016.942	1.054.852	331.573	614.487	106.420	2.372

The Group makes payments based on contract maturities.

(*) Ongoing investments and amounts in advances given are not included in the maturity allocation as they have not been scheduled for the payment plan yet.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(i) Liquidity risk management (cont'd)

31 December 2008

Maturities based on agreement	Book Value	Cash outflow according to contract (I+II+III+IV)	Less than 3 month (I)	3-12 month (II)	1-5 year (III)	More than 5 year (IV)
Non-derivative Financial Assets:						
Banks	165.411	166.022	166.022	-	-	-
Finance lease receivables (*)	931.824	1.097.538	167.743	317.014	584.360	28.421
Factoring receivables	67.098	67.098	62.763	4.335	-	-
Insurance premium receivables	4.127	4.127	4.127	-	-	-
Total Assets	1.168.460	1.334.785	400.655	321.349	584.360	28.421
Non-derivative Financial Liabilities						
Funds borrowed	928.221	960.624	169.397	645.173	146.021	33
Sundry creditors and other liabilities	15.716	15.716	13.340	-	2.376	-
Total liabilities	943.937	976.340	182.737	645.173	148.397	33

(*) Ongoing investments and amounts in advances given are not included in the maturity allocation as they have not been scheduled for the payment plan yet.

31 March 2009

Maturities based on agreement	Book Value	Cash outflow according to contract (I+II+III+IV)	Less than 3 month (I)	3-12 month (II)	1-5 year (III)	More than 5 year (IV)
Cash inflows from derivatives	53.749	55.645	55.645	-	-	-
Cash outflows from derivatives	(53.749)	(54.568)	(54.568)	-	-	-

31 December 2008

Maturities based on agreement	Book Value	Cash outflow according to contract (I+II+III+IV)	Less than 3 month (I)	3-12 month (II)	1-5 year (III)	More than 5 year (IV)
Cash inflows from derivatives	19.520	21.408	21.408	-	-	-
Cash outflows from derivatives	(19.520)	(19.335)	(19.335)	-	-	-

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(j) Fair Value of Financial Instruments

Except for the items below, the Group management estimates that the carrying value of the financial assets and liabilities approximates their fair value. Fair value of the financial instruments is determined based on the reliable data provided from financial markets. Fair value of other financial assets is determined by the benchmarking market value of a similar financial asset or by assumption methods which includes amortizing future cash flows with current interest rates. The table below refers to the comparison of carrying amounts and fair values of financial instruments which are carried at other than their market value in the financial statements.

31 March 2009	Financial assets Held for trading	Financial assets at amortized cost	Loans and receivables	Available for sale financial assets	Financial liabilities at amortized cost	Book value	Fair value	Note
Financial Assets								
Banks	-	267.521	-	-	-	267.521	267.521	5
Fair value through profit and loss financial assets								
-Financial assets held for trading	110	-	-	-	-	110	110	4
- Derivative financial assets held for trading	1.243	-	-	-	-	1.243	1.243	4
Finance lease receivables and non-performing lease. receivables	-	-	957.701	-	-	957.701	951.319	8
Factoring receivables and non-performing factoring. Receivables	-	-	63.958	-	-	63.958	63.958	7
Insurance premium receivables	-	-	3.820	-	-	3.820	3.820	15
Available for sale financial assets	-	-	-	6.289	-	6.289	6.289	6
Financial liabilities								
Sundry creditors	-	-	-	-	8.419	8.419	8.419	17
Funds borrowed	-	-	-	-	1.003.502	1.003.502	990.749	16

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(j) Fair Value of Financial Instruments (cont'd)

31 December 2008	Financial assets Held for trading	Financial assets at amortized cost	Loans and receivables	Available for sale financial assets	Financial liabilities at amortized cost	Book value	Fair value	Note
Financial Assets								
Banks	-	165.411	-	-	-	165.411	165.411	5
Fair value through profit and loss financial assets								
-Financial assets held for trading	90	-	-	-	-	90	90	4
- Derivative financial assets held for trading	1.814	-	-	-	-	1.814	1.814	4
Finance lease receivables and non-performing lease. receivables	-	-	963.329	-	-	963.329	918.520	8
Factoring receivables and non-performing factoring. Receivables	-	-	67.098	-	-	67.098	67.098	7
Insurance premium receivables	-	-	4.127	-	-	4.127	4.127	15
Available for sale financial assets	-	-	-	5.495	-	5.495	5.495	6
Financial liabilities								
Sundry creditors	-	-	-	-	9.628	9.628	9.628	17
Funds borrowed	-	-	-	-	928.221	928.221	920.498	16

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(k) Fair Value Level of Financial Instruments

Fair Value Level as of 31 March 2009

Financial Instruments	31.03.2009	1. Level	2. Level	3. Level
Financial assets at fair value through profit and loss				
Forward fair value differences	1.243	-	1.243	-
Mutual fund	110	110	-	-
Assets held for sale				
Equity securities (*)	6.289	5.934	-	-
Total	7.642	6.044	1.243	-

(*) As of 31.03.2009, not publicly traded shares amounting to 355 TL have been valued at cost

First Degree : Implies that in determining the fair values of assets and liabilities, active market trading price is used for valuation purposes.

Second Degree : Implies that in determining the fair values of assets and liabilities, should other market price be observed other than first degree market prices, then observed market price is used for valuation purposes.

Third Degree : Implies that in determining the fair values of assets and liabilities, data not based on market observation is used for valuation purposes.

(Amounts are expressed in thousand of Turkish Lira ("TRY") unless otherwise indicated.)

40. ADDITIONAL INFORMATION ABOUT FINANCIAL INSTRUMENTS (cont'd)

(k) Fair Value Level of Financial Instruments (cont'd)

Fair Value Level as of 31 December 2008

Financial Instruments	31.12.2008	1. Level	2. Level	3. Level
Financial assets at fair value through profit and loss				
Forward fair value differences	1.814	-	1.814	-
Mutual fund	90	90	-	-
Assets held for sale				
Equity securities (*)	5.495	5.140	-	-
Total	7.399	5.230	1.814	-

(*) As of 31.12.2008, not publicly traded shares amounting to 355 TL have been valued at cost

First Degree : Implies that in determining the fair values of assets and liabilities, active market trading price is used for valuation purposes.

Second Degree : Implies that in determining the fair values of assets and liabilities, should other market price be observed other than first degree market prices, then observed market price is used for valuation purposes.

Third Degree : Implies that in determining the fair values of assets and liabilities, data not based on market observation is used for valuation purposes.