

**TRAKYA CAM SANAYİİ A.Ş.
AND ITS SUBSIDIARIES**

CONSOLIDATED FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REVIEW
REPORT FOR THE INTERIM PERIOD
ENDED 30 JUNE 2009

*TRANSLATED INTO ENGLISH FROM
THE ORIGINAL TURKISH REPORT*

REVIEW REPORT ON INTERIM CONSOLIDATED FINANCIAL STATEMENTS

**To the Board of Directors of
Trakya Cam Sanayii A.Ş.**

Introduction

We have reviewed the accompanying consolidated balance sheet of Trakya Cam Sanayii A.Ş. (“the Company”) and its subsidiaries (together “the Group”) as of 30 June 2009 and the related consolidated income statement, consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the six-month period then ended and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with financial reporting standards published by the Capital Markets Board. Our responsibility is to express a conclusion on this consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with auditing standards published by the Capital Markets Board. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards published by the Capital Markets Board and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We did not review the financial statements of the Group’s joint ventures, Trakya Glass Bulgaria EAD and Trakya Glass Logistics EAD operating in Bulgaria, which are accounted for by using the proportionate consolidation method. The assets and net sales of the aforementioned entities included in the accompanying consolidated financial statements constitute 16% of the Group’s consolidated assets and 17% of the Group’s consolidated net sales as of 30 June 2009. Those financial statements were reviewed by another auditor whose reports have been furnished to us, and our conclusion, insofar as it relates to the amounts included for Trakya Glass Bulgaria EAD and Trakya Glass Logistics EAD is based solely on the review reports of the other auditor.

Conclusion

Based on our review and the review reports of the other auditor, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not give a true and fair view of the consolidated financial position of Trakya Cam Sanayii A.Ş. and its subsidiaries as of 30 June 2009 and of its consolidated financial performance and its cash flows for the six-month interim period then ended in accordance with financial reporting standards published by the Capital Markets Board.

Istanbul, 28 August 2009

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Member of **DELOITTE TOUCHE TOHMATSU**

Gökhan Alpman
Partner

Trakya Cam Sanayii A.Ş. and its Subsidiaries

Consolidated Balance Sheet as of 30 June 2009

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

	Notes	30 June 2009	31 December 2008
ASSETS			
Current Assets		548.192.763	552.566.309
Cash and Cash Equivalents	6	132.656.912	84.608.728
Trade Receivables		192.580.729	207.524.892
- <i>Trade Receivables from Related Parties</i>	37	29.486.666	20.017.593
- <i>Other Trade Receivables</i>	10	163.094.063	187.507.299
Other Receivables		23.274.787	25.747.491
- <i>Other Receivables from Related Parties</i>	37	22.280.064	25.019.460
- <i>Other Receivables</i>	11	994.723	728.031
Inventories	13	182.449.121	212.063.121
Other Current Assets	26	17.231.214	22.622.077
Non-Current Assets		1.230.857.982	1.246.105.028
Other Receivables	11	155.664	157.881
Financial Investments	7	94.410.853	89.733.958
Investments Accounted for under Equity Method	16	63.889.207	55.163.041
Tangible Fixed Assets	18	1.052.008.273	1.075.682.581
Intangible Assets	19	1.130.624	1.328.918
Deferred Tax Assets	35	12.474.628	14.662.769
Other Non-Current Assets	26	6.788.733	9.375.880
TOTAL ASSETS		1.779.050.745	1.798.671.337

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

Trakya Cam Sanayii A.Ş. and its Subsidiaries

Consolidated Balance Sheet as of 30 June 2009

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

LIABILITIES	Notes	30 June 2009	31 December 2008
Current Liabilities		189.308.715	178.468.017
Financial Liabilities	8	115.179.035	88.704.131
Trade Payables		43.437.366	58.051.026
- Trade Payables to Related Parties	37	11.392.280	8.620.495
- Other Trade Payables	10	32.045.086	49.430.531
Other Payables		24.747.121	15.817.359
- Other Payables to Related Parties	37	3.305.686	4.063.656
- Advances Received	11	10.270.875	3.914.700
- Other Payables	11	11.170.560	7.839.003
Current Tax Liabilities	35	602.701	6.618.542
Provisions for Employee Benefits	24	1.031.029	1.506.870
Provisions	22	837.967	3.736.365
Other Current Liabilities	26	3.473.496	4.033.724
Non-Current Liabilities		299.252.082	340.962.684
Financial Liabilities	8	218.071.966	251.987.696
Other Payables	11	55.520	25.104
Provisions for Employee Benefits	24	25.841.011	30.639.307
Deferred Tax Liabilities	35	54.802.933	57.819.600
Other Non-Current Liabilities	26	480.652	490.977
EQUITY	27	1.290.489.948	1.279.240.636
Equity Attributable to Equity Holders of the Parent		1.253.621.744	1.243.171.912
Share Capital		580.000.000	535.563.765
Inflation Adjustments to Share Capital		5.576.528	5.576.528
Premium in Excess of Par		22.703	22.703
Valuation Funds		16.043.786	11.770.345
Currency Translation Reserves		35.904.299	35.392.425
Restricted Reserves Appropriated from Profit		85.363.509	69.072.315
Retained Earnings		525.046.402	464.601.113
Net Profit / (Loss) for the Period		5.664.517	121.172.718
Minority Interest		36.868.204	36.068.724
TOTAL EQUITY AND LIABILITIES		1.779.050.745	1.798.671.337

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

Trakya Cam Sanayii A.Ş. and its Subsidiaries

Consolidated Statement of Income for the Interim Period Ended 30 June 2009

(Amounts are expressed in Turkish Lira (“TL”) unless otherwise indicated.)

	Notes	1 January - 30 June 2009	1 April - 30 June 2009	1 January - 30 June 2008	1 April - 30 June 2008
Sales Revenue	28	407.103.449	222.985.367	495.727.646	265.310.745
Cost of Sales (-)	28	(343.094.119)	(189.752.713)	(318.485.582)	(167.454.634)
GROSS PROFIT / LOSS		64.009.330	33.232.654	177.242.064	97.856.111
Marketing, Sales, and Distribution Expenses (-)	29	(25.490.189)	(13.277.052)	(25.649.387)	(15.170.240)
General Administration Expenses (-)	29	(38.480.419)	(17.558.956)	(36.324.623)	(18.238.294)
Research and Development Expenses (-)	29	(3.298.787)	(1.464.688)	(2.909.947)	(1.324.102)
Other Operating Income	31	6.950.887	(706.009)	3.860.366	1.581.887
Other Operating Expenses (-)	31	(1.593.531)	(215.552)	(1.008.924)	273.582
OPERATING PROFIT / LOSS		2.097.291	10.397	115.209.549	64.978.944
Share in Net Profit / (Loss) of Investments Accounted for under Equity Method	16	8.292.256	1.146.190	3.782.247	515.709
Finance Income	32	26.724.648	10.622.236	27.983.690	10.013.158
Finance Expenses (-)	33	(30.368.232)	(12.589.555)	(57.953.344)	(6.519.465)
PROFIT/LOSS BEFORE TAXATION		6.745.963	(810.732)	89.022.142	68.988.346
Tax benefit / (charge)					
Current Tax Benefit / (Charge)	35	(1.117.184)	50.511	(16.285.373)	(9.464.141)
Deferred Tax Benefit / (Charge)	35	993.505	885.525	7.132.055	(36.113)
PROFIT/LOSS FOR THE PERIOD		6.622.284	125.304	79.868.824	59.488.092
Attributable to:					
Minority Interest		957.767	1.112.153	939.890	2.941.094
Equity Holders of the Parent		5.664.517	(986.849)	78.928.934	56.546.998
Earning / (loss) per share	36	0,0098	(0,0017)	0,1361	0,0975

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

Trakya Cam Sanayii A.Ş. and its Subsidiaries

Consolidated Statement of Comprehensive Income for the Interim Period Ended 30 June 2009

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

	<u>Notes</u>	<u>1 January - 30 June 2009</u>	<u>1 April - 30 June 2009</u>	<u>1 January - 30 June 2008</u>	<u>1 April - 30 June 2008</u>
PROFIT FOR THE PERIOD		6.622.284	125.304	79.868.824	59.488.092
Other Comprehensive Income/(Expense)	27				
Change in Currency Translation Reserves		511.874	(6.767.330)	15.928.561	8.649.357
Change in Fair Value of Available For Sale Financial Assets		4.433.778	8.672.941	(21.216.895)	11.428.808
Tax Benefit / (Charge) Relating to Components of Other Comprehensive Income		(160.337)	(529.770)	812.335	(1.064.711)
Other Comprehensive Income		4.785.315	1.375.841	(4.475.999)	19.013.454
TOTAL COMPREHENSIVE INCOME		11.407.599	1.501.145	75.392.825	78.501.546
Attributable to:					
Minority Interest		957.767	1.112.153	939.890	2.941.094
Equity Holders of the Parent		10.449.832	388.992	74.452.935	75.560.452

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

Trakya Cam Sanayii A.Ş. and its Subsidiaries

Consolidated Statement of Changes in Equity for the Interim Period Ended 30 June 2009

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

	<u>Other Comprehensive Income</u>										
	Share Capital	Inflation Adjustments to Share Capital	Premium in Excess of Par	Valuation Funds	Currency Translation Reserve	Restricted Reserves Appropriated from Profits	Retained Earnings	Profit for the Period	Attributable to Equity Holders of the Parent	Minority Interest	Total
Balance as of 1 January 2008	478.181.933	5.576.528	22.703	37.210.351	(672.209)	57.935.557	359.606.915	173.512.788	1.111.374.566	26.188.379	1.137.562.945
Capital increase	57.381.832	-	-	-	-	-	-	(57.381.832)	-	-	-
Transfers from retained earnings	-	-	-	-	-	11.092.645	105.038.311	(116.130.956)	-	-	-
Participation of minorities on capital increases of subsidiaries	-	-	-	-	-	-	-	-	-	7.518.750	7.518.750
Total comprehensive income	-	-	-	(20.404.560)	15.928.561	-	-	78.928.934	74.452.935	939.890	75.392.825
Balance as of 30 June 2008	535.563.765	5.576.528	22.703	16.805.791	15.256.352	69.028.202	464.645.226	78.928.934	1.185.827.501	34.647.019	1.220.474.520
Balance as of 1 January 2009	535.563.765	5.576.528	22.703	11.770.345	35.392.425	69.072.315	464.601.113	121.172.718	1.243.171.912	36.068.724	1.279.240.636
Capital increase	44.436.235	-	-	-	-	-	-	(44.436.235)	-	-	-
Transfers from retained earnings	-	-	-	-	-	16.291.194	60.445.289	(76.736.483)	-	-	-
Dividends paid	-	-	-	-	-	-	-	-	-	(158.287)	(158.287)
Total comprehensive income	-	-	-	4.273.441	511.874	-	-	5.664.517	10.449.832	957.767	11.407.599
Balance as of 30 June 2009	580.000.000	5.576.528	22.703	16.043.786	35.904.299	85.363.509	525.046.402	5.664.517	1.253.621.744	36.868.204	1.290.489.948

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

Trakya Cam Sanayii A.Ş. and its Subsidiaries

Consolidated Statement of Cash Flows for the Interim Period Ended 30 June 2009

(Amounts are expressed in Turkish Lira ("TL") unless otherwise indicated.)

	Notes	1 January- 30 June 2009	1 January- 30 June 2008
Cash Flows From Operating Activities			
Net profit for the period		6.622.284	79.868.824
Depreciation and amortization	18, 19	52.231.153	54.936.499
Gains on fixed asset sales	31	(3.044.050)	(585.383)
Income from investments accounted for under equity method	16	(8.292.256)	(3.782.247)
Exchange differences on borrowings		1.325.239	36.346.974
Provision for employment termination benefits	24	1.533.647	1.259.628
Allowance for doubtful receivables	10	434.558	-
Allowance for impairment on inventory	13	681.970	-
Changes in other provisions		(3.056.562)	5.064.817
Dividend income	32	(1.470.394)	(66)
Interest income	32	(8.319.666)	(8.892.531)
Interest expenses	33	11.082.579	15.096.679
Accrued taxation	35	123.679	9.153.318
Operating cash flows provided before changes in working capital		49.852.181	188.466.512
Movements in working capital			
Trade receivables	10	23.978.678	(16.400.248)
Trade receivables from related parties	37	(9.469.073)	(8.889.539)
Inventories	13	28.932.030	(44.395.408)
Other receivables and other assets	11,26	3.530.489	(1.190.878)
Trade payables	10	(17.385.445)	3.793.168
Trade payables to related parties	37	2.771.785	3.980.656
Other payables and other liabilities	11,26	8.829.918	3.379.059
Cash generated from operations		91.040.563	128.743.322
Interest paid		(14.959.000)	(13.915.722)
Taxes paid	35	(7.133.025)	(16.503.205)
Retirement benefits paid	24	(6.331.943)	(1.025.267)
Net cash provided by operating activities		62.616.595	97.299.128
Cash Flows From Investing Activities			
Purchases of tangible fixed assets	18	(29.593.611)	(34.789.010)
Purchases of intangible assets	19	(125.584)	(113.927)
Proceeds from sales of tangible fixed assets		4.844.017	1.302.717
Interest received		8.274.981	8.853.987
Dividend received from financial investments	32	1.470.394	66
Dividend received from associates		793.027	1.110.238
Changes in advances given for fixed assets	26	4.183.046	(7.984.289)
Change in translation reserve		(84.722)	(4.670.608)
Net cash used in investing activities		(10.238.452)	(36.290.826)
Cash Flows From Financing Activities			
New borrowings		47.302.962	9.637.737
Repayment of borrowings		(53.456.060)	(69.253.712)
Dividends paid		(158.287)	-
Changes in non trade receivables/payables from/to related parties	37	1.981.426	(40.411.299)
Participation of minorities on capital increases of subsidiaries		-	7.518.750
Net cash used in financing activities		(4.329.959)	(92.508.524)
Net change in cash and cash equivalents	6	48.048.184	(31.500.222)
Cash and cash equivalents at the beginning of the period	6	84.608.728	84.456.213
Cash and cash equivalents at the end of the period		132.656.912	52.955.991

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

