

**VESTEL BEYAZ EŞYA SANAYİ VE TİCARET A.Ş.**  
**BALANCE SHEET**  
**AS OF 31 MARCH 2008 AND 31 DECEMBER 2007**

(All amounts in New Turkish Lira unless stated otherwise)

<b>ASSETS</b>	<b>Note</b>	<b>31.03.2008</b>	<b>31.12.2007</b>
<b>Current Assets</b>		<b>517,111,259</b>	<b>479,069,027</b>
Cash and Cash Equivalents	4	100,856,419	74,355,224
Trade Receivables (net)	6	222,921,342	233,221,691
Other Receivables (net)	7	18,928,682	15,753,317
Inventory (net)	8	171,597,538	147,553,122
Other Current Assets	15	2,807,278	8,185,673
<b>Non - Current Assets</b>		<b>339,823,406</b>	<b>338,692,826</b>
Trade Receivables	6	207,767	232,606
Property, Plant And Equipment (net)	9	328,112,591	329,888,588
Intangible Assets (net)	10	9,096,222	6,186,222
Deferred Tax Asset	23	2,396,038	2,385,410
Other Non-Current Assets	15	10,788	--
<b>TOTAL ASSETS</b>		<b>856,934,665</b>	<b>817,761,853</b>

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

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**BALANCE SHEET**  
**AS OF 31 MARCH 2008 AND 31 DECEMBER 2007**

(All amounts in New Turkish Lira unless stated otherwise)

<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>Note</b>	<b>31.03.2008</b>	<b>31.12.2007</b>
<b>Current Liabilities</b>		<b>267,158,389</b>	<b>243,304,987</b>
Borrowings	5	29,764,313	23,597,430
Trade Payables	6	224,309,703	207,707,332
Other Payables	7	296,127	211,269
Expense Accruals	12	5,997,407	6,523,347
Deferred Tax Liability	23	947,033	--
Other Current Liabilities	15	5,843,806	5,265,609
<b>Non -Current Liabilities</b>		<b>88,713,050</b>	<b>76,497,442</b>
Borrowings	5	74,346,591	62,368,846
Expense Accruals	14	3,774,903	3,150,070
Deferred Tax Liability	23	10,591,556	10,978,526
<b>SHAREHOLDERS' EQUITY</b>		<b>501,063,226</b>	<b>497,959,424</b>
Share capital	16a	190,000,000	190,000,000
Equity Inflation Adjustment Differences	16b	9,733,837	9,733,837
Premium in access of par	16c	109,030,821	109,030,821
Profit Reserves	16d	10,826,488	10,826,488
Retained Profit	16e	178,368,278	104,700,239
Net Profit for the period		3,103,802	73,668,039
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>856,934,665</b>	<b>817,761,853</b>

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

**VESTEL BEYAZ EŞYA SANAYİ VE TİCARET A.Ş.**  
**INCOME STATEMENT**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2008**

(All amounts in New Turkish Lira unless stated otherwise)

	Note	01.01- 31.03.2008	01.01- 31.03.2007
<b>BASIC OPERATING INCOME</b>			
Sales (net)	17	238,421,991	223,704,832
Cost of Sales (-)	17	(217,120,701)	(204,437,635)
<b>GROSS PROFIT</b>		<b>21,301,290</b>	<b>19,267,197</b>
Marketing and selling expenses	18	(3,004,705)	(2,456,115)
General and administrative expenses	18	(3,557,149)	(3,479,475)
Research and development expenses	18	(842,620)	(3,066,311)
Other operating income	20	2,746,221	2,524,810
Other operating expense	20	(526,661)	(1,132,173)
<b>OPERATING PROFIT</b>		<b>16,116,376</b>	<b>11,657,933</b>
Financing Income	21	52,164,933	29,374,876
Financing Expenses	22	(64,110,463)	(16,139,148)
<b>PROFIT BEFORE TAX</b>		<b>4,170,846</b>	<b>24,893,661</b>
Tax on income from continuing operations			
Tax charge for the period	23	(1,464,642)	(3,609,617)
Deferred tax income	23	397,598	2,776,758
<b>NET INCOME FOR THE PERIOD</b>		<b>3,103,802</b>	<b>24,060,802</b>
<b>EARNINGS PER SHARE (YTL)</b>	24	<b>0.02</b>	<b>0.13</b>

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**VESTEL BEYAZ EŞYA SANAYİ VE TİCARET A.Ş.**  
**CASH FLOW STATEMENTS**  
**FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2008**

(All amounts in New Turkish Lira unless stated otherwise)

<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>Note</b>	<b>01.01.-31.03.2008</b>
Net income before tax		4,170,846
<b>Adjustment to reconcile net income to net cash provided from operating activities:</b>		<b>10,528,058</b>
Depreciation and amortization	9-10	11,497,506
Provision for retirement pay	14	1,020,021
Provision for diminution in value of inventories		-1,391,575
Other Provisions		-525,940
Profit/Loss on sale of property, plant, equipment		252,572
Interest income	21	-1,724,743
Interest expense	22	1,400,217
<b>Operating profit before changes in working capital</b>		<b>14,698,904</b>
Changes in trade receivables		10,325,188
Changes in inventory		-22,652,841
Changes in other current assets		2,203,030
Changes in trade payables		16,602,371
Changes in other current liabilities		652,269
Retirement pay	14	-395,188
Taxes paid		-517,611
<b>Net cash provided by operating activities</b>		<b>20,916,122</b>
<b>Cash flows from investing activities</b>		<b>-12,884,081</b>
Purchases of property, plant, equipment	9	-10,464,090
Purchases of intangible fixed assets	10	-3,449,571
Decrease in available for sale assets		1,029,580
<b>Cash flows from financing activities</b>		<b>16,913,967</b>
Changes in borrowings, net		15,407,589
Interest paid		-218,365
Interest received		1,724,743
<b>Changes in cash and cash equivalents</b>		<b>24,946,008</b>
Cash and cash equivalents as of January 1	4	74,350,624
<b>Cash and cash equivalents as of March 31</b>	<b>4</b>	<b>99,296,632</b>

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