

**FORD OTOMOTİV SANAYİ A.Ş.**

**INTERIM FINANCIAL STATEMENTS  
AT 31 MARCH 2008**

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**FORD OTOMOTİV SANAYİ A.Ş.**

**BALANCE SHEETS AT 31 MARCH 2008 AND 31 DECEMBER 2007**

(Amounts expressed in New Turkish lira ("YTL") unless otherwise indicated)

	Notes	31 March 2008	31 December 2007
<b>ASSETS</b>			
<b>Current assets</b>		<b>1,949,012,515</b>	<b>1,633,374,539</b>
Cash and cash equivalents	6	500,054,092	360,121,747
Financial investments	7	-	-
Trade receivables			
- Trade receivables from related parties	37	463,203,092	329,173,534
- Other trade receivables	10	323,375,094	408,947,505
Receivables from finance sector operations	12	-	-
Other receivables			
- Other receivables from related parties	37	85,837,606	77,375,290
- Other receivables	11	2,980,867	1,674,550
Inventories	13	448,242,352	373,422,349
Biological assets	14	-	-
Other current assets	26	125,319,412	82,659,564
(Subtotal)		1,949,012,515	1,633,374,539
Assets available for sale	34	-	-
<b>Non-current assets</b>		<b>1,371,059,232</b>	<b>1,404,502,192</b>
Trade receivables	10	41,951	40,694
Receivables from finance sector operations	12	-	-
Other receivables	11	-	-
Financial investments	7	1,968,386	2,826,043
Investments valued with equity method	16	-	-
Biological assets	14	-	-
Investment properties	17	-	-
Property, plant and equipment	18	1,283,376,230	1,307,753,327
Intangible assets	19	85,672,665	93,882,128
Goodwill	20	-	-
Deferred tax assets	35	-	-
Other non-current assets	26	-	-
<b>Total assets</b>		<b>3,320,071,747</b>	<b>3,037,876,731</b>

The financial statements were approved for issue by the Board of Directors on 16 May 2008 and signed on its behalf by Oğuz Toprakoğlu, Assistant General Manager – Finance (CFO) and by Tuncay Selçuk, Assistant General Manager – Treasury.

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**FORD OTOMOTİV SANAYİ A.Ş.**

**BALANCE SHEETS AT 31 MARCH 2008 AND 31 DECEMBER 2007**

(Amounts expressed in New Turkish lira ("YTL") unless otherwise indicated)

	Notes	31 March 2008	31 December 2007
<b>LIABILITIES</b>			
<b>Current liabilities</b>		<b>1,025,165,255</b>	<b>958,610,052</b>
Short-term borrowings	8	118,656,142	116,624,888
Other financial liabilities	9	-	-
Trade payables			
- Trade payables to related parties	37	94,952,280	86,508,645
- Other trade payables	10	421,448,273	461,526,863
Other payables			
- Other payables to related parties	37	1,157,230	3,673,602
- Other payables	11	341,086,829	170,775,206
Liabilities from finance sector operations	12	-	-
Government incentives and grants	21	-	-
Tax liabilities from net income for the period	35	47,864,501	119,500,848
Provisions	35	-	-
<b>Other current liabilities</b>	<b>26</b>	<b>-</b>	<b>-</b>
(Subtotal)		1,025,165,255	958,610,052
Liabilities related to the non-current assets			
Available for sale	34	-	-
<b>Non-current liabilities</b>		<b>412,076,683</b>	<b>363,449,075</b>
Long-term borrowings	8	323,631,635	299,387,123
Other financial liabilities	9	-	-
Trade payables	10	-	-
Other payables	11	-	-
Liabilities from finance sector operations	12	-	-
Government incentives and grants	21	-	-
Provisions	22	-	-
Provision for Termination Indemnities	24	24,352,421	23,797,859
Deferred tax liabilities	35	64,092,627	40,264,093
Other non-current liabilities		-	-
<b>Shareholders' equity</b>	<b>27</b>	<b>1,882,829,809</b>	<b>1,715,817,604</b>
<b>Parent Company's equity</b>		<b>1,882,829,809</b>	<b>1,715,817,604</b>
Paid-in share capital		350,910,000	350,910,000
Treasury shares		27,920,283	27,920,283
Adjustments to share capital and equity investments		-	-
Share premium		8,252	8,252
Fair value reserves		867,233	1,724,890
Translation reserve		-	-
Restricted reserves		222,562,810	222,562,810
Retained earnings		1,112,691,369	628,449,248
Current year profit		167,869,862	484,242,121
Minority interest		-	-
<b>Total shareholders' equity and liabilities</b>		<b>3,320,071,747</b>	<b>3,037,876,731</b>

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**FORD OTOMOTİV SANAYİ A.Ş.**

**STATEMENTS OF INCOME  
FOR THE PERIODS ENDED 31 MARCH 2008 AND 2007**

(Amounts expressed in New Turkish lira ("YTL") unless otherwise indicated)

	Notes	31 March 2008	31 March 2007
<b>Continuing Operations</b>			
Net sales	28	2,024,856,063	1,582,928,839
Cost of sales	28	(1,714,816,926)	(1,404,061,467)
<b>Gross Profit</b>		<b>310,039,137</b>	<b>178,867,372</b>
Selling, marketing and distribution expenses (-)	29	(56,971,526)	(41,708,013)
General administrative expenses (-)	29	(19,224,897)	(16,653,356)
Research and development expenses	29	(17,394,755)	(8,920,450)
Other operating income	31	7,111,505	7,537,953
Other operating expenses	31	(549,934)	(126,681)
<b>Operating Profit</b>		<b>223,009,530</b>	<b>118,996,825</b>
Shares of profit /loss from investments valuated with equity method		-	-
(Non-operating)Financial income	32	102,086,830	7,957,498
(Non-operating)Financial expenses	33	(85,533,463)	(17,755,800)
<b>Net income before provisions for taxes from Continuing operations</b>		<b>239,562,897</b>	<b>109,198,523</b>
<b>Tax expense for continuing operations</b>		<b>(71,693,035)</b>	<b>(28,434,923)</b>
- Tax expense for the period	35	(47,864,501)	(22,436,354)
- Deferred tax expense	35	(23,828,534)	(5,998,569)
<b>Continuing operations net income</b>		<b>167,869,862</b>	<b>80,763,600</b>
<b>Net income</b>		<b>167,869,862</b>	<b>80,763,600</b>
<b>Earnings per share with a nominal value of Ykr 1 36</b>		<b>0.48</b>	<b>0.23</b>
<b>Earnings per share from continuing operations with a nominal value of Ykr 1</b>		<b>0.68</b>	<b>0.31</b>

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**FORD OTOMOTİV SANAYİ A.Ş.**

**STATEMENTS OF CHANGES IN SHAREHOLDER'S EQUITY  
FOR THE PERIODS ENDED 31 MARCH 2008 AND 2007**

(Amounts expressed in New Turkish lira ("YTL") unless otherwise indicated)

	Share capital	Adjustment to share capital	Share premium	Fair value reserves	Cash flow reserves	Restricted reserves	Retained earnings	Current year profit	Total shareholders' equity
<b>Balance at 1 January 2007</b>	<b>350,910,000</b>	<b>27,920,283</b>	<b>8,252</b>	<b>9,400,935</b>	<b>(9,630,622)</b>	<b>168,441,410</b>	<b>583,512,248</b>	<b>500,850,350</b>	<b>1,631,412,856</b>
Transfers	-	-	-	-	-	27,249,916	473,600,434	(500,850,350)	-
Dividend paid	-	-	-	-	-	-	-(193,000,500)	-	(193,000,500)
Disposals and fair value increase/(decrease) of financial assets	-	-	-	196,839	-	-	-	-	196,839
Net income for the period	-	-	-	-	-	-	-	80,763,600	80,763,600
Cash flow hedge reserve	-	-	-	-	7,424,842	-	-	-	7,424,842
Addition to reserve	-	-	-	-	16,247	-	-	-	16,247
Charged to income statement	-	-	-	-	7,408,595	-	-	-	7,408,595
<b>Balance at 31 March 2007</b>	<b>350,910,000</b>	<b>27,920,283</b>	<b>8,252</b>	<b>9,597,774</b>	<b>(2,205,780)</b>	<b>195,691,326</b>	<b>864,112,182</b>	<b>80,763,600</b>	<b>1,526,797,637</b>
<b>Balance at 1 January 2008</b>	<b>350,910,000</b>	<b>27,920,283</b>	<b>8,252</b>	<b>1,724,890</b>	<b>-</b>	<b>222,562,810</b>	<b>628,449,248</b>	<b>484,242,121</b>	<b>1,715,817,604</b>
Transfers	-	-	-	-	-	-	484,242,121	(484,242,121)	-
Dividend paid	-	-	-	-	-	-	-	-	-
Disposals and fair value increase/(decrease) of financial assets	-	-	-	(857,657)	-	-	-	-	(857,657)
Net income for the period	-	-	-	-	-	-	-	167,869,862	167,869,862
<b>Balance at 31 March 2008</b>	<b>350,910,000</b>	<b>27,920,283</b>	<b>8,252</b>	<b>867,233</b>	<b>-</b>	<b>222,562,810</b>	<b>112,691,369</b>	<b>167,869,862</b>	<b>1,882,829,809</b>

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS  
ORIGINALLY ISSUED IN TURKISH**

**FORD OTOMOTİV SANAYİ A.Ş.**

**STATEMENTS OF CASH FLOWS**

**FOR THE PERIODS ENDED 31 MARCH 2008 AND 2007**

(Amounts expressed in New Turkish lira (YTL) unless otherwise indicated)

	Notes	31 March 2008	31 March 2007
<b>Cash flows operating activities:</b>			
<b>Net income</b>		<b>167,869,862</b>	<b>80,763,600</b>
<b>Adjustments to reconcile net income to net cash provided by operating activities:</b>			
Depreciation	18	34,147,750	27,729,560
Amortisation	19	8,371,449	16,942,223
Provision for employment termination benefits	24	1,319,706	406,672
Taxation	35	71,693,035	28,434,923
Interest income	32	(11,649,656)	(912,851)
Interest expense	33	6,171,633	4,550,143
Foreign exchange (gain)/loss		69,022,383	(3,088,283)
Disposals from cash flow hedge reserve	33	-	7,424,842
Provision expenses/(Reversal of provisions)		(313,391)	188,389
Loss on sale of property, plant and equipment	31	302,167	9,298
<b>Operating profit before changes in operating assets and liabilities</b>		<b>346,934,938</b>	<b>162,448,516</b>
Change in trade receivables	10-37	(48,457,147)	(38,813,967)
Change in inventories	13	(74,548,555)	(36,890,044)
Change in other current assets	11-26-37	(52,428,481)	(24,903,908)
Change in other non-current assets	10	(1,257)	(1,327)
Change in trade payables	10-37	(31,634,955)	99,094,555
Change in other current liabilities	11-37	167,837,194	(1,074,624)
Taxes to be paid	35	(119,500,848)	(100,661,663)
Employment termination benefits paid	24	(765,144)	(1,337,235)
<b>Net cash provided from operating activities</b>		<b>187,435,745</b>	<b>57,860,303</b>
<b>Cash flows used in investing activities:</b>			
Purchase of property, plant and equipment	18	(10,182,599)	(31,554,001)
Purchase of intangible assets	19	(161,986)	(5,800,748)
Proceeds from sale of property, plant and equipment		109,779	200,428
Interest received		9,129,166	871,766
<b>Net cash used in investing activities</b>		<b>(1,105,640)</b>	<b>(36,282,555)</b>
<b>Cash flows from financing activities:</b>			
Interest paid		(6,171,633)	(4,550,143)
Proceeds from borrowings		-	174,043,000
Repayments of borrowings		(42,746,617)	(158,943,095)
<b>Net cash used in financing activities</b>		<b>(48,918,250)</b>	<b>10,549,762</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>137,411,855</b>	<b>32,127,510</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>6</b>	<b>359,691,494</b>	<b>211,486,209</b>
<b>Cash and cash equivalents at end of the period</b>	<b>6</b>	<b>497,103,349</b>	<b>243,613,719</b>