

FORD OTOMOTİV SANAYİ A.Ş.,
INTERIM FINANCIAL STATEMENTS
AT 30 SEPTEMBER 2008

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

FORD OTOMOTİV SANAYİ A.Ş.

BALANCE SHEETS AT 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

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

	Notes	30 September 2008	31 December 2007
ASSETS			
Current assets		1,774,601,123	1,633,374,539
Cash and cash equivalents	4	548,786,444	360,121,747
Trade receivables			
- Trade receivables from related parties	26	267,517,964	329,568,385
- Other trade receivables	7	318,850,530	408,552,654
Other receivables			
- Other receivables from related parties	26	-	77,375,290
- Other receivables	8	4,956,435	1,674,550
Inventories	9	523,125,906	373,422,349
Other current assets	16	111,363,844	82,659,564
Non-current assets		1,320,864,582	1,404,502,192
Trade receivables	7	51,801	40,694
Financial investments	5	1,757,490	2,826,043
Property, plant and equipment	10	1,245,703,562	1,307,753,327
Intangible assets	11	73,351,729	93,882,128
Total assets		3,095,465,705	3,037,876,731

The financial statements were approved for issue by the Board of Directors on 31 October 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 30 SEPTEMBER 2008 AND 31 DECEMBER 2007

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

	Notes	30 September 2008	31 December 2007
LIABILITIES			
Current liabilities		911,859,653	958,610,052
Short-term borrowings	6	145,705,550	116,624,888
Trade payables			
- Trade payables to related parties	26	71,077,079	86,808,017
- Other trade payables	7	316,594,297	461,531,338
Other payables			
- Other payables to related parties	26	3,584,026	3,673,602
- Other payables	8	196,734,823	95,759,545
Tax liabilities from net income for the period	24	101,096,982	119,500,848
Provisions	13	77,066,896	74,711,814
Non-current liabilities		328,523,327	363,449,075
Long-term borrowings	6	208,180,843	299,387,123
Provision for termination indemnities	15	25,900,597	23,797,859
Deferred tax liabilities	24	94,441,887	40,264,093
Shareholders' equity	17	1,855,082,725	1,715,817,604
Parent Company's equity		1,855,082,725	1,715,817,604
Paid-in share capital		350,910,000	350,910,000
Treasury shares		27,920,283	27,920,283
Share premium		8,252	8,252
Fair value reserves		656,337	1,724,890
Restricted reserves		245,371,960	222,562,810
Retained earnings		844,245,219	628,449,248
Current year profit		385,970,674	484,242,121
Total shareholders' equity and liabilities		3,095,465,705	3,037,876,731

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

FORD OTOMOTİV SANAYİ A.Ş.

**STATEMENTS OF INCOME
FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 2007**

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

	Notes	1 January 2008 - 30 September 2008	1 July 2008 - 30 September 2008	1 January 2007 - 30 September 2007	1 July 2007 - 30 September 2007
Continuing Operations					
Net sales	18	5,879,250,870	1,711,025,077	5,076,121,224	1,741,822,711
Cost of sales	18	(5,049,421,344)	(1,490,023,196)	(4,391,316,398)	(1,481,874,190)
Gross profit		829,829,526	221,001,881	684,804,826	259,948,521
Selling, marketing and distribution expenses (-)	19	(169,486,156)	(54,060,361)	(143,781,851)	(54,209,763)
General administrative expenses (-)	19	(62,278,381)	(20,466,859)	(58,145,883)	(22,796,305)
Research and development expenses	19	(78,245,431)	(27,743,687)	(40,316,744)	(17,487,024)
Other operating income	21	24,379,453	10,035,951	36,745,119	18,944,515
Other operating expenses	21	(1,963,169)	(666,726)	(1,462,894)	(933,756)
Operating profit		542,235,842	128,100,199	477,842,573	183,466,188
(Non-operating)Financial income	22	233,367,364	83,116,821	58,621,327	19,408,703
(Non-operating)Financial expenses	23	(234,357,756)	(90,273,872)	(82,727,078)	(31,393,954)
Net income before provisions for taxes from continuing operations		541,245,450	120,943,148	453,736,822	171,480,937
Tax expense for continuing operations		(155,274,776)	(34,031,981)	(124,272,942)	(45,291,481)
- Tax expense for the period	24	(101,096,982)	(18,021,145)	(81,708,732)	(27,568,395)
- Deferred tax expense	24	(54,177,794)	(16,010,836)	(42,564,210)	(17,723,086)
Net income		385,970,674	86,911,167	329,463,880	126,189,456
Earnings per share with a nominal value of YKr 1	25	1,10	0,25	0,94	0,36

**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 30 SEPTEMBER 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
Balance at 1 January 2007	350,910,000	27,920,283	8,252	9,400,935	(9,630,622)	168,441,410	583,512,248	500,850,350	1,631,412,856
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	-	-	-	702,996	-	-	-	-	702,996
Net income for the period	-	-	-	-	-	-	-	329,463,880	329,463,880
Cash flow hedge reserve	-	-	-	-	9,630,622	-	-	-	9,630,622
Addition to reserve	-	-	-	-	20,761	-	-	-	20,761
Charged to income statement	-	-	-	-	9,609,861	-	-	-	9,609,861
Balance at 30 September 2007	350,910,000	27,920,283	8,252	10,103,931	-	195,691,326	864,112,182	329,463,880	1,778,209,854
Balance at 1 January 2008	350,910,000	27,920,283	8,252	1,724,890	-	222,562,810	628,449,248	484,242,121	1,715,817,604
Transfers	-	-	-	-	-	22,809,150	461,432,971	(484,242,121)	-
Dividend paid	-	-	-	-	-	-	-(245,637,000)	-	-(245,637,000)
Disposals and fair value increase/(decrease) of financial assets	-	-	-	(1,068,553)	-	-	-	-	(1,068,553)
Net income for the period	-	-	-	-	-	-	-	385,970,674	385,970,674
Balance at 30 September 2008	350,910,000	27,920,283	8,252	656,337	-	245,371,960	844,245,219	385,970,674	1,855,082,725

**CONVENIENCE TRANSLATION OF FINANCIAL STATEMENTS
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FORD OTOMOTİV SANAYİ A.Ş.

STATEMENTS OF CASH FLOWS

FOR THE PERIODS ENDED 30 SEPTEMBER 2008 AND 2007

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

	Notes	30 September 2008	30 September 2007
Cash flows from operating activities:			
Net income		385,970,674	329,463,880
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation	10	104,705,060	86,293,562
Amortisation	11	21,290,942	29,375,402
Provision for employment termination benefits	15	4,954,543	4,034,292
Taxation	24	155,274,776	124,272,942
Interest income	22	(22,458,671)	(4,596,829)
Interest expense	23	15,691,631	15,345,981
Foreign exchange (gain)/loss		24,892,738	(39,474,451)
Disposals from cash flow hedge reserve	23	-	9,630,622
Provision expenses/(Reversal of provisions)		123,769	(8,221,827)
Loss on sale of property, plant and equipment		651,601	(210,325)
Dividend received	21	(175,749)	(175,749)
Operating profit before changes in operating assets and liabilities		690,921,314	545,737,500
Change in trade receivables		151,752,545	(50,457,180)
Change in inventories		(149,254,089)	(34,456,587)
Change in other current assets		45,389,125	(1,399,926)
Change in other non-current assets		(11,107)	(40,095)
Change in trade payables		(160,667,979)	(38,304,255)
Change in other current liabilities		102,667,547	110,073,657
Taxes to be paid		(119,500,848)	(100,661,663)
Employment termination benefits paid	15	(2,851,805)	(3,662,047)
Net cash provided from operating activities		558,444,703	426,829,404
Cash flows used in investing activities:			
Purchase of property, plant and equipment	10	(45,018,638)	(94,061,712)
Purchase of intangible assets	11	(760,543)	(12,462,094)
Proceeds from sale of property, plant and equipment		1,711,742	1,961,246
Interest received		21,688,164	4,544,710
Dividend received		175,749	175,749
Net cash used in investing activities		(22,203,526)	(99,842,101)
Cash flows from financing activities:			
Interest paid		(17,237,326)	(13,619,863)
Proceeds from borrowings		-	318,108,000
Repayments of borrowings		(85,472,661)	(319,903,090)
Dividend paid		(245,637,000)	(193,000,500)
Net cash used in financing activities		(348,346,987)	(208,415,453)
Net increase/(decrease) in cash and cash equivalents		187,894,190	118,571,850
Cash and cash equivalents at beginning of the period	4	359,691,494	211,486,208
Cash and cash equivalents at end of the period	4	547,585,684	330,058,058