

**FORD OTOMOTİV SANAYİ A.Ş.**

**INTERIM FINANCIAL STATEMENTS  
AT 31 MARCH 2007**

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

**FORD OTOMOTİV SANAYİ A.Ş.**

**BALANCE SHEETS AT 31 MARCH 2007 AND 31 DECEMBER 2006**

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

	Notes	31 March 2007	31 December 2006
<b>ASSETS</b>			
<b>Current assets</b>		<b>1,437,078,547</b>	<b>1,303,797,646</b>
Cash and cash equivalents	4	243,874,622	211,706,027
Marketable securities (net)	5	-	-
Trade receivables (net)	7	273,925,176	272,571,587
Leasing receivables (net)	8	-	-
Due from related parties (net)	9	391,294,540	353,329,775
Other receivables (net)	10	1,823,113	1,708,258
Biological assets (net)	11	-	-
Inventories (net)	12	409,930,782	373,040,738
Construction contract receivables (net))	13	-	-
Deferred tax assets	14	-	-
Other current assets	15	116,230,314	91,441,261
<b>Non-current assets</b>		<b>1,506,668,104</b>	<b>1,520,499,654</b>
Trade receivables (net)	7	13,118	11,791
Leasing receivables (net)	8	-	-
Due from related parties (net)	9	88,303,399	88,807,786
Other receivables (net)	10	-	-
Financial assets (net)	16	16,732,671	16,535,832
Goodwill/negative goodwill (net)	17	-	-
Investment properties (net)	18	-	-
Property, plant and equipment (net)	19	1,297,254,064	1,293,639,349
Intangible assets (net)	20	97,478,773	108,620,248
Deferred tax assets	14	6,886,079	12,884,648
Other non-current assets	15	-	-
<b>Total assets</b>		<b>2,943,746,651</b>	<b>2,824,297,300</b>

The financial statements were approved for issue by the Board of Directors on 4 May 2007 and signed on its behalf by Oğuz Toprakoğlu, Assistant General Manager – Finance (CFO) and by Tuncay Selçuk, Assistant General Manager – Treasury.

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

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

**FORD OTOMOTİV SANAYİ A.Ş.**

**BALANCE SHEETS AT 31 MARCH 2007 AND 31 DECEMBER 2006**

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

	Notes	31 March 2007	31 December 2006
<b>LIABILITIES</b>			
<b>Current liabilities</b>		<b>1,181,717,509</b>	<b>1,083,577,065</b>
Short-term borrowings (net)	6	5,310,010	133,954,960
Current portion of long-term borrowings (net)	6	245,919,138	232,117,255
Leasing payables (net)	8	-	-
Other financial liabilities (net)	10	-	-
Trade payables (net)	7	339,793,274	403,107,240
Due to related parties (net)	9	247,818,894	85,410,373
Advances received	21	1,366,424	248,255
Construction progress billings (net)	13	-	-
Provisions	23	22,436,354	100,661,663
Deferred tax liabilities	14	-	-
Other liabilities (net)	10	319,073,415	128,077,319
<b>Non-current liabilities</b>		<b>235,231,505</b>	<b>109,307,379</b>
Long-term borrowings (net)	6	212,377,624	85,522,935
Leasing payables (net)	8	-	-
Other financial liabilities (net)	10	-	-
Trade payables (net)	7	-	-
Due to related parties (net)	9	-	-
Advances received	21	-	-
Provisions	23	22,853,881	23,784,444
Deferred tax liabilities	14	-	-
Other liabilities (net)	10	-	-
<b>Minority interest</b>		<b>-</b>	<b>-</b>
<b>Shareholders' equity</b>		<b>1,526,797,637</b>	<b>1,631,412,856</b>
<b>Share capital</b>	25	<b>350,910,000</b>	<b>350,910,000</b>
<b>Treasury shares</b>	25	<b>-</b>	<b>-</b>
<b>Capital reserves</b>	26	<b>465,827,553</b>	<b>465,630,714</b>
Share premium		8,252	8,252
Share cancellation gains		-	-
Revaluation fund		-	-
Financial assets fair value reserve		9,597,774	9,400,935
Inflation adjustment to shareholders' equity		456,221,527	456,221,527
<b>Profit reserves</b>	27	<b>459,407,421</b>	<b>144,132,729</b>
Legal reserves		181,013,265	153,763,349
Statutory reserves		-	-
Extraordinary reserves		280,599,934	-
Special reserves		2	2
Investment and property sales income to be added to the capital		-	-
Cash flow hedge reserve		(2,205,780)	(9,630,622)
Translation reserve		-	-
<b>Current year profit</b>		<b>80,763,600</b>	<b>500,850,350</b>
<b>Retained earnings</b>	28	<b>169,889,063</b>	<b>169,889,063</b>
<b>Total shareholders' equity and liabilities</b>		<b>2,943,746,651</b>	<b>2,824,297,300</b>

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

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

**FORD OTOMOTİV SANAYİ A.Ş.**

**STATEMENTS OF INCOME  
FOR THE PERIODS ENDED 31 MARCH 2007 AND 2006**

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

	Notes	31 March 2007	31 March 2006
<b>Operating revenue</b>			
Sales (net)	36	1,582,928,839	1,400,221,315
Cost of sales		(1,404,061,467)	(1,211,544,293)
Service income (net)	36	-	-
Other operating income	36	-	-
<b>Gross operating profit</b>		<b>178,867,372</b>	<b>188,677,022</b>
Operating expenses	37	(67,281,819)	(63,220,338)
<b>Net operating profit</b>		<b>111,585,553</b>	<b>125,456,684</b>
Other income and gains	38	7,537,953	4,122,546
Other expenses and losses (-)	38	(126,681)	(4,921,731)
Financial expenses	39	(9,798,302)	(6,674,496)
<b>Income before monetary gain, taxes and minority interests</b>		<b>109,198,523</b>	<b>117,983,003</b>
Monetary gain	40	-	-
<b>Minority interests</b>	24	-	-
<b>Income taxes</b>		<b>109,198,523</b>	<b>117,983,003</b>
Taxes on income	41	(28,434,923)	(30,817,928)
<b>Net income</b>		<b>80,763,600</b>	<b>87,165,075</b>
<b>Earnings per share with a nominal value of YKr 1</b>	42	<b>0.23</b>	<b>0.25</b>

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

**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 2007 AND 2006**

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

	Share capital	Share premium	Inflation adjustment to shareholders' equity	Financial assets fairvalue reserve	Cash flow hedge reserve	Legal and special reserves	Extraordinary reserves	Retained earnings	Current year profit	Total shareholders' equity
<b>Balance at 1 January 2006</b>	<b>350,910,000</b>	<b>8,252</b>	<b>456,221,527</b>	<b>56,372,747</b>	<b>(33,559,662)</b>	<b>87,699,569</b>	<b>118,556,085</b>	<b>169,889,063</b>	<b>398,410,813</b>	<b>1,604,508,394</b>
Transfers	-	-	-	-	-	35,009,870	223,036,943	140,364,000	(398,410,813)	-
Dividend paid	-	-	-	-	-	-	-	(140,364,000)	-	(140,364,000)
Financial assets fair value increase	-	-	-	583,986	-	-	-	-	-	583,986
Net income for the period	-	-	-	-	-	-	-	-	87,165,075	87,165,075
Cash flow hedge reserve	-	-	-	-	6,177,641	-	-	-	-	6,177,641
Addition to reserve	-	-	-	-	(179,287)	-	-	-	-	(179,287)
Charged to income statement	-	-	-	-	6,356,928	-	-	-	-	6,356,928
<b>Balance at 31 March 2006</b>	<b>350,910,000</b>	<b>8,252</b>	<b>456,221,527</b>	<b>56,956,733</b>	<b>(27,382,021)</b>	<b>122,709,439</b>	<b>341,593,028</b>	<b>169,889,063</b>	<b>87,165,075</b>	<b>1,558,071,096</b>
<b>Balance at 1 January 2007</b>	<b>350,910,000</b>	<b>8,252</b>	<b>456,221,527</b>	<b>9,400,935</b>	<b>(9,630,622)</b>	<b>153,763,351</b>	<b>-</b>	<b>169,889,063</b>	<b>500,850,350</b>	<b>1,631,412,856</b>
Transfers	-	-	-	-	-	27,249,916	280,599,934	193,000,500	(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>8,252</b>	<b>456,221,527</b>	<b>9,597,774</b>	<b>(2,205,780)</b>	<b>181,013,267</b>	<b>280,599,934</b>	<b>169,889,063</b>	<b>80,763,600</b>	<b>1,526,797,637</b>

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

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

**FORD OTOMOTİV SANAYİ A.Ş.**

**STATEMENTS OF CASH FLOWS**

**FOR THE PERIODS ENDED 31 MARCH 2007 AND 2006**

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

	Notes	31 March 2007	31 March 2006
<b>Cash flows operating activities:</b>			
<b>Net income</b>		<b>80,763,600</b>	<b>87,165,075</b>
<b>Adjustments to reconcile net income to net cash provided by operating activities:</b>			
Depreciation	19	27,729,560	52,557,889
Amortisation	20	16,942,223	16,903,945
Provision for employment termination benefits	23	406,672	1,833,256
Taxation	41	28,434,923	30,817,928
Interest income	39	(912,851)	(2,058,119)
Interest expense	39	4,550,143	3,704,329
Disposals from cash flow hedge reserve	39	7,424,842	6,177,640
Net gain on sale of property, plant and equipment	38	12,650	(186,795)
<b>Operating profit before changes in operating assets and liabilities</b>		<b>165,351,762</b>	<b>196,915,148</b>
<b>Changes in operating assets and liabilities:</b>			
Change in trade receivables	7	(1,353,589)	24,659,771
Change in due from related parties	9	(37,460,378)	(49,565,714)
Change in inventories	12	(36,890,044)	(40,095,264)
Change in other current assets	10-15	(24,903,908)	(15,714,882)
Change in other non-current assets	7	(1,327)	(246)
Change in trade payables	7	(63,313,966)	(39,754,248)
Change in due to related parties	9	162,408,521	97,664,060
Change in other current liabilities	10-21	192,114,265	148,873,555
Taxes paid	41	(100,661,663)	(100,003,229)
Dividend to be paid		(193,000,500)	(140,364,000)
Employment termination benefits paid	23	(1,337,235)	(679,435)
<b>Net cash provided from operating activities</b>		<b>60,951,938</b>	<b>81,935,516</b>
<b>Cash flows used in investing activities:</b>			
Purchase of property, plant and equipment		(31,554,001)	(29,341,735)
Purchase of intangible assets		(5,800,748)	(5,958,788)
Cash received from sale of property, plant and equipment		197,076	1,531,142
Cash received from the sale of financial assets		-	180,648
<b>Net cash used in investing activities</b>		<b>(37,157,673)</b>	<b>(33,588,733)</b>
<b>Cash flows from financing activities:</b>			
Interest paid		(4,550,143)	(1,167,548)
Interest received		912,851	2,058,479
Net change in borrowings		12,011,622	57,448,689
<b>Net cash used in financing activities</b>		<b>8,374,330</b>	<b>58,339,620</b>
<b>Net decrease in cash and cash equivalents</b>		<b>32,168,595</b>	<b>106,686,403</b>
<b>Cash and cash equivalents at beginning of the year</b>	4	<b>211,706,027</b>	<b>223,055,981</b>
<b>Cash and cash equivalents at end of the year</b>	4	<b>243,874,622</b>	<b>329,742,384</b>

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