MİGROS TİCARET ANONİM ŞİRKETİ

CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE INTERIM PERIOD 1 JANUARY – 30 JUNE 2011

(ORIGINALLY ISSUED IN TURKISH)

CONTENTS	PAGE

CONVENIENCE TRANSLATION OF THE REVIEW REPORT AND THE FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

REVIEW REPORT ON CONDENSED INTERIM FINANCIAL STATEMENTS

To the Board of Directors of
Migros Ticaret Anonim Şirketi

Introduction

We have reviewed the accompanying condensed consolidated balance sheet of Migros Ticaret A.Ş. (the "Company") and its subsidiaries (together "Group") as of 30 June 2011 and the related condensed consolidated statements of income, condensed consolidated statements of comprehensive income, condensed consolidated changes in equity and condensed consolidated cash flows for the six-month period then ended and a summary of significant accounting policies and other explanatory notes. The Company's Management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with financial reporting standards published by Capital Markets Board. Our responsibility is to express a conclusion on this interim consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with auditing standards published by Capital Markets Board. A review of interim financial statements 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 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements do not present fairly, in all material respects, the financial position of the Group as of 30 June 2011 and of its financial performance and its cash flows for the six-months interim period then ended in accordance with financial reporting standards issued by the Capital Markets Board.

İstanbul, 25 August 2011

DRT BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.

Member of **DELOITTE TOUCHE TOHMATSU LIMITED**

Gaye ŞENTÜRK
Partner

CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

MİGROS TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED BALANCE SHEET AT 30 JUNE 2011

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)
(Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Notes	Reviewed 30 June 2011	Audited 31 December 2010
ASSETS			
Current assets			
Cash and cash equivalents		923.011	884.180
Trade Receivables		51.373	49.920
- Other trade receivables		51.352	49.897
- Due from related parties	21	21	23
Other receivables		3.147	24.641
Inventories	8	655.663	746.590
Other current assets		39.783	40.013
Subtotal		**1.672.977**	**1.745.344**
Assets classified as held for sale	20	253.767	-
Total current assets		**1.926.744**	**1.745.344**
Non-current assets			
Other receivables		1.515	1.475
Financial assets		2.215	2.215
Derivative financial instruments	4	9.810	4.627
Investment property	5	52.064	52.193
Deferred tax assets		-	603
Property, plant and equipment	6	1.087.023	1.193.891
Intangible assets	7	251.403	304.786
Goodwill	9	2.251.427	2.251.427
Other non-current assets		6.136	10.784
Total non-current assets		**3.661.593**	**3.822.001**
Total assets		**5.588.337**	**5.567.345**

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

CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

MİGROS TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED BALANCE SHEET AT 30 JUNE 2011

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated.)
(Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Notes	Reviewed 30 June 2011	Audited 31 December 2010
LIABILITIES			
Current liabilities			
Current portion of long-term liabilities	10	96.945	61.122
Derivative financial instruments	4	26.805	43.417
Trade payables		1.462.065	1.463.546
- Due to related parties	21	2.896	2.260
- Other payables		1.459.169	1.461.286
Other payables		5.027	16.169
Taxes on income		7.993	1
Provisions	11	50.668	48.197
Other current liabilities		131.460	85.529
Subtotal		**1.780.963**	**1.717.981**
Liabilities directly associated with assets classified as held for sale	20	9.959	-
Total current liabilities		**1.790.922**	**1.717.981**
Non-current liabilities			
Financial liabilities	10	2.626.862	2.327.261
Derivative financial instruments	4	16.990	41.856
Other liabilities		3.791	3.811
Provision for employee termination benefits	12	10.989	10.269
Deferred income tax liabilities	18	115.883	119.014
Total non-current liabilities		**2.774.515**	**2.502.211**
Total liabilities		**4.565.437**	**4.220.192**
EQUITY			
Attributable to equity holders of the parent		1.022.299	1.346.647
Share capital	19	178.030	178.030
Share premium		678.233	678.233
Other capital reserves		(365)	(365)
Restricted reserves		385.856	385.856
Cumulative translation differences		9.708	7.040
Additional contribution to shareholders’ equity related to merger		27.312	27.312
Retained earnings		70.541	27.960
Net income for the period		(327.016)	42.581
Minority interest		601	506
Total equity		**1.022.900**	**1.347.153**
Total liabilities and equity		**5.588.337**	**5.567.345**
Contingent assets and liabilities	11		

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

CONVENIENCE TRANSLATION INTO ENGLISH OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS ORIGINALLY ISSUED IN TURKISH

MİGROS TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF INCOME FOR THE INTERIM PERIOD 1 JANUARY – 30 JUNE 2011

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)
(Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Notes	Reviewed 1 January - 30 June 2011	Not Reviewed 1 April - 30 June 2011	Reviewed 1 January - 30 June 2010	Not Reviewed 1 April - 30 June 2010
CONTINUING OPERATIONS					
Revenue (net)	3,13	2.639.868	1.368.876	2.383.602	1.231.401
Cost of sales (-)	3,13	(1.946.118)	(1.011.864)	(1.769.973)	(914.351)
GROSS PROFIT	**3,13**	**693.750**	**357.012**	**613.629**	**317.050**
Marketing, selling and distribution expenses (-)	14	(483.923)	(251.259)	(423.091)	(222.495)
General administrative expenses (-)	14	(101.568)	(50.732)	(99.176)	(50.549)
Other operating income	15	6.764	3.337	7.054	4.375
Other operating expense (-)	15	(16.798)	(12.309)	(7.196)	(4.498)
OPERATING PROFIT	**3**	**98.225**	**46.049**	**91.220**	**43.883**
Financial income	16	125.581	68.397	309.197	171.173
Financial expense (-)	17	(478.065)	(273.968)	(230.831)	(117.980)
(LOSS) / INCOME BEFORE TAX FROM CONTINUING OPERATIONS	**3**	**(254.259)**	**(159.522)**	**169.586**	**97.076**
Income tax expense	**18**	**(27.050)**	**(15.784)**	**(31.022)**	**(18.972)**
- Income tax expense	18	(20.973)	(10.877)	(42.589)	(20.372)
- Deferred income tax income	18	(6.077)	(4.907)	11.567	1.400
NET (LOSS) / INCOME FROM CONTINUING OPERATIONS		**(281.309)**	**(175.306)**	**138.564**	**78.104**
DISCONTINUED OPERATIONS					
Income / loss after tax from discontinued operations	20	(45.674)	(23.296)	(5.244)	(3.591)
NET (LOSS) / INCOME		**(326.983)**	**(198.602)**	**133.320**	**74.513**
Net income / (loss) attributable to:					
Equity holders of the parent		(327.016)	(198.618)	133.283	74.478
Minority interest		33	16	37	35
		(326.983)	**(198.602)**	**133.320**	**74.513**
Earning per share (Kr)	22	(1,84)	(1,08)	0,75	0,42

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

MİGROS TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE INTERIM PERIOD 1 JANUARY – 30 JUNE 2011

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)
(Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Notes	Reviewed 1 January - 30 June 2011	Not Reviewed 1 April - 30 June 2011	Reviewed 1 January - 30 June 2010	Not Reviewed 1 April - 30 June 2010
Net income / (loss) for the period		**(326.983)**	**(198.602)**	**133.320**	**74.513**
Other comprehensive income / (expense):					
Currency translation differences		8.719	5.162	(1.466)	(320)
Recalssification adjustments relating to foreign operations disposed of in the year		(5.989)	-	-	-
Other comprehensive loss for the period		**2.730**	**5.162**	**(1.466)**	**(320)**
Total comprehensive income for the period		**(324.253)**	**(193.440)**	**131.854**	**74.193**
Total comprehensive income attributable to:					
Equity holders of the parent		(324.348)	(193.486)	131.874	74.206
Minority interest		95	46	(20)	(13)
		(324.253)	**(193.440)**	**131.854**	**74.193**

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

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE INTERIM PERIOD 1 JANUARY – 30 JUNE 2011

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)
(Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Notes	Share capital	Share Premium	Other capital reserves	Restricted reserves	Cumulative translation differences	Additional contribution to equity related to merger	Retained earnings	Net income	Minority interest	Total equity
Balances at 31 December 2009 (As previously reported)		**178.030**	**678.233**	**(365)**	**364.097**	**7.010**	**27.312**	**133.067**	**108.024**	**461**	**1.495.869**
Effect of restatement		-	-	-	-	-	-	4.542	(81)	-	4.461
Balances at 1 January 2010 (As previously reported)		**178.030**	**678.233**	**(365)**	**364.097**	**7.010**	**27.312**	**137.609**	**107.943**	**461**	**1.500.330**
Transfers		-	-	-	21.759	-	-	54.684	(76.443)	-	-
Dividends paid		-	-	-	-	-	-	(164.333)	(31.500)	-	(195.833)
Total comprehensive income		-	-	-	-	(1.409)	-	-	133.283	(20)	131.854
Balances at 30 June 2010		**178.030**	**678.233**	**(365)**	**385.856**	**5.601**	**27.312**	**27.960**	**133.283**	**441**	**1.436.351**
Balances at 1 January 2011		**178.030**	**678.233**	**(365)**	**385.856**	**7.040**	**27.312**	**27.960**	**42.581**	**506**	**1.347.153**
Transfers		-	-	-	-	-	-	42.581	(42.581)	-	-
Total comprehensive income		-	-	-	-	2.668	-	-	(327.016)	95	(324.253)
Balances at 30 June 2011		**178.030**	**678.233**	**(365)**	**385.856**	**9.708**	**27.312**	**70.541**	**(327.016)**	**601**	**1.022.900**

MİGROS TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW FOR THE INTERIM PERIOD 1 JANUARY – 30 JUNE 2011

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)
(Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Notes	Reviewed 1 January - 30 June 2011	Reviewed 1 January - 30 June 2010
Operating activities:			
Net income for the period from continuing operations		(281.342)	138.527
Net income for the period from discontinued operations	20	(45.674)	(5.244)
Adjustments to reconcile net income to net cash provided / used by operating activities:			
Minority interest		33	37
Depreciation and amortisation	5,6,7	59.801	58.100
Provision for employment termination benefits	12	7.505	412
Provision for unused vacation	11	10.312	9.729
Provision for litigation	11	4.610	3.380
Bad debt provision	15	528	1.458
Income tax expense	18	27.050	33.068
Tax provision concerning prior periods		1.930	-
Interest income	16	(19.823)	(22.950)
Interest expense	17	106.141	91.385
Gain / (loss) on sale of property, plant and equipment - net	15	(665)	(2.399)
Impairment of property, plant and equipment	6	4.965	904
Gain from sale of subsidiary	15,27	(993)	-
Fair value loss of derivative instruments	4	(31.732)	56.458
Unrecognised foreign exchange differences - net		347.569	(278.425)
Cash flows from operating activities before changes in operating assets and liabilities		**190.215**	**84.440**
Changes in operating assets and liabilities:			
Trade receivables		(2.045)	(10.050)
Inventories		(4.544)	(74.347)
Other current assets and other receivables		14.339	(12.061)
Other non current assets		4.547	1.399
Short-term trade payables		234	24.945
Other current assets and other payables		41.567	16.741
Long-term trade payables		129	(747)
Employment termination benefits paid	12	(6.681)	(3.678)
Unused vacation paid	11	(6.223)	(5.409)
Income taxes paid		(7.277)	(19.532)
Tax paid concerning prior periods		(13.094)	-
Compensations paid	11	(1.842)	(2.504)
Accrued interest		(1.745)	(1.677)
Net cash provided from operating activities of assets held for sale		(2.690)	(18.917)
Net cash provided from operating activities		**204.890**	**(21.397)**

MİGROS TİCARET ANONİM ŞİRKETİ AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW FOR THE INTERIM PERIOD 1 JANUARY – 30 JUNE 2011

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)
(Currencies other than TL are expressed in thousands unless otherwise indicated.)

	Notes	Reviewed 1 January - 30 June 2011	Reviewed 1 January - 30 June 2010
Investing activities:			
Purchase of investment property	5	(160)	(52)
Purchases of property, plant and equipment		(63.840)	(62.962)
Purchase of intangible assets	7	(3.353)	(1.118)
Proceeds from sale of property, plant and equipment		1.045	3.770
Cash received due to sale of subsidiary	27	14.143	-
Interest received	16	21.568	24.627
Net cash used in investing activities of Assets held for sale		(4.538)	(15.226)
Net cash used in investing activities		**(35.135)**	**(50.961)**
Financing activities:			
Bank borrowings paid		(14.395)	(32.466)
Cash paid with respect to derivative instruments		(14.929)	(23.235)
Dividend paid		-	(195.833)
Interest paid		(103.891)	(92.899)
Net cash used in financing activities of Assets held for sale		-	-
Net cash (used in) / generated from financing activities		**(133.215)**	**(344.433)**
Cumulative translation adjustment		2.291	(1.379)
Net increase in cash and cash equivalents		38.831	(418.170)
Cash and cash equivalents at the beginning of the period		**884.180**	**1.281.287**
Cash and cash equivalents at the end of the period		**923.011**	**863.117**

NOTE 1 - ORGANISATION AND NATURE OF OPERATIONS

Migros Ticaret A.Ş., previously named as Moonlight Perakendecilik ve Ticaret Anonim Şirketi ("Moonlight"), (collectively referred to as "Migros Ticaret" or the "Company"), was established on 19 March 2008 and is registered in Istanbul, Turkey under the Turkish Commercial Code.

Moonlight acquired 50,83% of Migros Türk Ticaret A.Ş. ("Migros Türk") shares on 30 May 2008 from Koç Holding A.Ş. ("Koç Holding") at a price of TL 1.922.440 subsequent to the approval of the Competition Board. As of 31 December 2008, Moonlight had increased its shares in Migros to 97,92% as a result of purchases made in Istanbul Stock Exchange on various dates.

In accordance with the decision taken during Migros Türk's general assembly held on 28 April 2009, Migros Türk decided to merge with Moonlight through a takeover of its assets and liabilities as a whole within the framework of Capital Markets Board ("CMB") regulations, Turkish Commercial Code, Law No. 451, and other related articles and Corporate Tax Law No. 19-20. As a result of the mentioned merger, Moonlight's capital was decided to be increased from TL 174.323.340 (Amount expresses in Turkish Lira) to TL 178.030.000 (Amount expresses in Turkish Lira) and in accordance with the merger agreement approved during the General Assembly, merger ratio of 0,97918 and share exchange ratio of 1,00 was determined. As a result of the merger, registered shares amounting to TL 3.706.660 (Amount expresses in Turkish Lira) issued by Moonlight were distributed to the minority shareholders of Migros Türk in exchange for their Migros Türk shares.

The General Assembly held on 28 April 2009 regarding the merger was registered on 30 April 2009 and the merger had been legally recognised on that date. As a result of the merger, Moonlight's trade name has been changed as Migros Ticaret A.Ş.

The Company will be mentioned as the "Group" together with its subsidiaries. The parent company of the Group is MH Perakendecilik ve Ticaret A.Ş ("MH Perakendecilik"). Its shareholding in Migros Ticaret A.Ş is 80,51% (December, 2010: 97,92). On 17 February 2011, The Group sold 100% shares of subsidiary, Ramstore Azerbaijan, to a third party.

The Company is mainly engaged in the retail sales of food and beverages, consumer and durable goods through its Migros, 5M, Şok, Tansaş and Macrocenter banner stores in Turkey, shopping centers, Ramstores banner stores abroad and internet. The Company also rents floor space in the shopping malls to other trading companies. As of 30 June 2011, the Group operates in 1.952 stores (December, 2010: 1.932) with a net retail space of 996.905 (December, 2010: 977.301) square meters. Retail is the main business of the Group and constitutes 96,3% of gross sales (June, 2010: 96,9%).

The address of the registered office is as follows:

Migros Ticaret A.Ş.
Turgut Özal Caddesi No:12
34758 Ataşehir İstanbul

These consolidated financial statements have been approved for issue by the Board of Directors "(BOD)" on 25 August 2011 and signed by Ö.Özgür Tort, General Manager, and Erkin Yılmaz, Assistant General Manager, on behalf of the BOD. The owners of the Company have the power to amend the consolidated financial statements after the issue in the General Assembly meeting of the Company.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated.)
(Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 1 - ORGANISATION AND NATURE OF OPERATIONS (Continued)

Subsidiaries:

The Company has the following subsidiaries (the "Subsidiaries"). The nature of the business of the Subsidiaries and for the purpose of the condensed consolidated interim financial statements, their respective geographical segments are as follows:

Subsidiary	Country of incorporation	Geographical segment	Nature of business	June 2011 %	December 2010 %
Ramstore Mahdud Mesuliyyetli Cemiyeti ("Ramstore Azerbaijan") (***)	Azerbaijan	Azerbaijan	Retailing	-	100,0
Ramstore Bulgaria E.A.D. ("Ramstore Bulgaria")	Bulgaria	Bulgaria	Dormant	100,0	100,0
Ramstore Kazakhstan LLC ("Ramstore Kazakhstan")	Kazakhstan	Kazakhstan	Retailing	100,0	100,0
Ramstore Macedonia DOO ("Ramstore Macedonia")	Macedonia	Bulgaria	Retailing	99,0	99,0
Ramstore Bishkek LLC ("Ramstore Bishkek")	Kyrgyzstan	Kazakhstan	(**) Liquidation	-	100,0
Şok Marketler Ticaret A.Ş. ("Şok Marketler")	Turkey	(*)	Trade (Dormant)	99,6	99,6
Sanal Merkez Ticaret A.Ş. ("Sanal Merkez")	Turkey	(*)	Trade	100,0	100,0

(*) Not included in the scope of consolidation on the grounds of materiality.
(**) Ramstore Bishkek LLC's operations were discontinued beginning of 2010, subsequent to the closure of the only store in the country. The Company has been liquidated as of April, 28 2011.
(***) On 17 February 2011, The Group sold 100% shares of subsidiary, Ramstore Azerbaijan, to a third party. Gain realized and cash flow transactions due to the sale is shown under Note 15 and Note 27 respectively.

On 31May 2011, Amaç Gıda San. ve Tic. A.Ş., Ades Gıda San. Ve Tic. A.Ş. and Egeden Gıda Tüketim Malları Tic. ve San. A.Ş. have merged with Migros Tic. A.Ş.

NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

2.1 Financial Reporting Standards

The condensed consolidated interim financial statements of Migros have been prepared in accordance with the accounting and reporting principles issued by the Capital Markets Board ("CMB"), namely "CMB Financial Reporting Standards". CMB regulated the principles and procedures of preparation, presentation and announcement of financial statements prepared by the entities with the Communiqué No: XI-29, "Principles of Financial Reporting in Capital Markets" ("the Communiqué"). According to the Communiqué, entities shall prepare their financial statements in accordance with International Financial Reporting Standards ("IAS/IFRS") endorsed by the European Union. Until the differences of the IAS/IFRS as endorsed by the European Union from the ones issued by the International Accounting Standards Board ("IASB") are announced by Turkish Accounting Standards Board ("TASB"), IAS/IFRS issued by the IASB shall be applied. Accordingly, Turkish Accounting Standards/Turkish Financial Reporting Standards ("TAS/TFRS") issued by the TASB which are in line with the aforementioned standards shall be considered.

With the decision taken on 17 March 2005, the CMB announced that, effective from 1 January 2005, for companies operating in Turkey and preparing their financial statements in accordance with CMB Financial Reporting Standards, the application of inflation accounting is no longer required Accordingly, IAS 29, "Financial Reporting in Hyperinflationary Economies", issued by the IASB, has not been applied in the financial statements for the accounting periods starting 1 January 2005.

In accordance with the Communiqué No: XI-29, the entities are allowed to prepare a complete or condensed set of interim financial statements in accordance with IAS 34, "Interim Financial Reporting". In this respect, the Group has preferred to prepare condensed consolidated interim financial statements in the interim periods and prepared the mentioned condensed consolidated interim financial statements in compliance with CMB Financial Reporting Standards.

NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.1 Financial Reporting Standards (continued)

As the differences of the IAS/IFRS endorsed by the European Union from the ones issued by the IASB have not been announced by TASB as of the date of preparation of these condensed consolidated interim financial statements, the condensed consolidated interim financial statements have been prepared within the framework of Communiqué XI, No: 29 and related promulgations to this Communiqué as issued by the CMB in accordance with the accounting and reporting principles accepted by the CMB ("CMB Financial Reporting Standards") which are based on IAS/IFRS. The condensed consolidated interim financial statements and the related notes to them are presented in accordance with the formats required by the CMB that announced in weekly newsletters numbered 2008/16, 2008/18, 2009/2 2009/4 and 2009/40 including the compulsory disclosures.

The condensed consolidated interim financial statements are prepared in Turkish Lira ("TL") based on the historical cost convention except for the financial assets and liabilities which are expressed with their fair values.

2.2 Summary of Significant Accounting Policies

The condensed consolidated interim financial statements prepared for the interim period 1 January – 30 June 2011 should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2010.

Expenses which have not been allocated evenly during the one year fiscal period, have been taken into consideration in the condensed consolidated interim financial statements in cases where only if these expenses can be anticipated or deferred accordingly in the fiscal year end.

2.2.1 Comparative Information and Restatement of Prior Period Financial Statements

The significant accounting policies used in the preparation of the condensed consolidated interim financial statements together with the explanations of annual consolidated financial statements for the period 1 January - 31 December 2010 are consistent except for the point indicated below:

The Group performed classifications over its prior period statement of income which are detailed in note 20 in accordance with the Turkish Financial Reporting Standards 5 "Assets Classified As Held For Sale" ("TFRS 5").

The Group sold 100% shares of its subsidiary, Ramstore Azerbaijan, to a third party on 17 February 2011, and calculated 4.252 KTL loss in its March 31, 2011 financial statements.

During the preparation of financial statements as of June 30, 2011, profit / loss calculation for the sale of subsidiary have been reviewed and 5,989 KTL cummulative translation difference on foreign subsidiary and 744 KTL difference on the amount received from the sale have been take into account and 993 KTL profit have been recognised in the financials

2.2.2 Basis of consolidation

The group continued to apply accounting policies that are stated on the group's 31 December 2010 financial statements.

2.3 Adoption of new and revised standards

a) <u>New and Revised IFRSs affecting presentation and disclosure only</u>

Amendments to IAS 1 Presentation of Financial Statements (as part of Improvements to IFRSs issued in 2010)

The amendments to IAS 1 clarify that an entity may choose to present the required analysis of items of other comprehensive income either in the statement of changes in equity or in the notes to the financial statements. The amendments have been applied retrospectively.

Amendments to IFRS 7 Financial Instruments: Disclosures (as part of Improvements to IFRSs issued in 2010)

The amendment encourages qualitative disclosures in the context of the quantitative disclosure required to help users to form an overall picture of the nature and extent of risks arising from financial instruments. The amendment also clarifies the required level of disclosure around credit risk and collateral held and provides relief from disclosure of renegotiated loans. The amendments have been applied retrospectively.

NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)

b) New and Revised IFRSs affecting the reported financial performance and / or balance sheet

None.

c) New and Revised IFRSs applied with no material effect on the consolidated financial statements:

IAS 24(Revised 2009) ***Related Party Disclosures***

In November 2009, IAS 24 Related Party Disclosures was revised. The revision to the standard provides government-related entities with a partial exemption from the disclosure requirements of IAS 24. The revised standard is mandatory for annual periods beginning on or after 1 January 2011.

IAS 32 (Amendments) ***Financial Instruments: Presentation*** **and IAS 1** ***Presentation of Financial Statements***

The amendments to IAS 32 and IAS 1 are effective for annual periods beginning on or after 1 February 2010. The amendments address the accounting for rights issues (rights, options or warrants) that are denominated in a currency other than the functional currency of the issuer. Previously, such rights issues were accounted for as derivative liabilities. However, the amendment requires that, provided certain conditions are met, such rights issues are classified as equity regardless of the currency in which the exercise price is denominated.

IFRS 1 (amendments) ***First-time Adoption of IFRS – Additional Exemptions and Two Other Amendments***

Amendments to IFRS 1 which are effective for annual periods on or after 1 July 2010 provide limited exemption for first time adopters to present comparative IFRS 7 fair value disclosures.

IFRIC 14 (Amendments) ***Pre-payment of a Minimum Funding Requirement***

Amendments to IFRIC 14 are effective for annual periods beginning on or after 1 January 2011. The amendments affect entities that are required to make minimum funding contributions to a defined benefit pension plan and choose to pre-pay those contributions. The amendment requires an asset to be recognized for any surplus arising from voluntary pre-payments made.

IFRIC 19 ***Extinguishing Financial Liabilities with Equity Instruments***

IFRIC 19 is effective for annual periods beginning on or after 1 July 2010. IFRIC 19 addresses only the accounting by the entity that issues equity instruments in order to settle, in full or part, a financial liability.

Annual Improvements May 2010

Further to the above amendments and revised standards, the IASB has issued Annual Improvements to IFRSs in May 2010 that cover 5 main standards/intepretations as follow: IFRS 1 *First-time Adoption of International Financial Reporting Standards*; IFRS 3 *Business Combinations;* IAS 27 *Consolidated and Separate Financial Statements*; IAS 34 *Interim Financial Reporting* and IFRIC 13 *Customer Loyalty Programmes*. With the exception of amendments to IFRS 3 and IAS 27 which are effective on or after 1 July 2010, all other amendments are effective on or after 1 January 2011.

NOTE 2 - BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.3 Adoption of new and revised standards (Continued)

d) <u>New and Revised IFRSs in issue but not yet effective</u>

IFRS 1 (amendments) ***First-time Adoption of IFRS – Two Amendments***

On 20 December, IFRS 1 is amended to;

- provide relief for first-time adopters of IFRSs from having to reconstruct transactions that occurred before their date of transition to IFRSs.

- provide guidance for entities emerging from severe hyperinflation either to resume presenting IFRS financial statements or to present IFRS financial statements for the first time.

The amendment above will be effective for annual periods beginning on or after 1 July 2011. These amendments are not relevant to the Group, as it is an existing IFRS preparer.

IFRS 7 ***Financial Instruments: Disclosures***

In October 2010, IFRS 7 *Financial Instruments: Disclosures* is amended by IASB as part of its comprehensive review of off balance sheet activities. The amendments will allow users of financial statements to improve their understanding of transfer transactions of financial assets (for example, securitizations), including understanding the possible effects of any risks that may remain with the entity that transferred the assets. The amendments also require additional disclosures if a disproportionate amount of transfer transactions are undertaken around the end of a reporting period. The amendment will be effective for annual periods beginning on or after 1 July 2011. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IFRS 9 ***Financial Instruments: Classification and Measurement***

In November 2009, the first part of IFRS 9 relating to the classification and measurement of financial assets was issued. IFRS 9 will ultimately replace IAS 39 *Financial Instruments: Recognition and Measurement*. The standard requires an entity to classify its financial assets on the basis of the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset, and subsequently measure the financial assets as either at amortized cost or at fair value. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not had an opportunity to consider the potential impact of the adoption of this standard.

IAS 12 ***Income Taxes***

In December 2010, IAS 12 is amended. IAS 12 requires an entity to measure the deferred tax relating to an asset depending on whether the entity expects to recover the carrying amount of the asset through use or sale. It can be difficult and subjective to assess whether recovery will be through use or through sale when the asset is measured using the fair value model in IAS 40 *Investment Property*. The amendment provides a practical solution to the problem by introducing a presumption that recovery of the carrying amount will, normally be , be through sale. The amendment will be effective for annual periods beginning on or after 1 January 2012. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IFRS 10 ***Consolidated Financial Statements***

IFRS 10 replaces the consolidation guidance in IAS 27 *Consolidated and Separate Financial Statements* and SIC-12 *Consolidation — Special Purpose Entities* by introducing a single consolidation model for all entities based on control, irrespective of the nature of the investee (i.e., whether an entity is controlled through voting rights of investors or through other contractual arrangements as is common in special purpose entities). Under IFRS 10, control is based on whether an investor has 1) power over the investee; 2) exposure, or rights, to variable returns from its involvement with the investee; and 3) the ability to use its power over the investee to affect the amount of the returns. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

NOTE 2 - BASIS BASIS OF PRESENTATION OF CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)

2.3 Adoption of new and revised standards (Continued)

d) <u>New and Revised IFRSs in issue but not yet effective (Continued)</u>

IFRS 11 *Joint Arrangements*

IFRS 11 introduces new accounting requirements for joint arrangements, replacing IAS 31 *Interests in Joint Ventures*. The option to apply the proportional consolidation method when accounting for jointly controlled entities is removed. Additionally, IFRS 11 eliminates jointly controlled assets to now only differentiate between joint operations and joint ventures. A joint operation is a joint arrangement whereby the parties that have joint control have rights to the assets and obligations for the liabilities. A joint venture is a joint arrangement whereby the parties that have joint control have rights to the net assets. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IFRS 12 *Disclosure of Interest In Other Entities*

IFRS 12 requires extensive disclosures relating to an entity's interests in subsidiaries, joint arrangements, associates and unconsolidated structured entities. An entity is required to disclose information that helps users of its financial statements evaluate the nature of and risks associated with its interests in other entities and the effects of those interests on its financial statements. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IAS 27 *Separate Financial Statements* (2011)

The requirements relating to separate financial statements are unchanged and are included in the amended IAS 27. The other portions of IAS 27 are replaced by IFRS 10.

IAS 28 *Investments in Associates and Joint Ventures* (2011)

IAS 28 is amended for conforming changes based on the issuance of IFRS 10, IFRS 11 and IFRS 12.

IFRS 13 *Fair Value Measurements*

On 12 May 2011, IASB issued IFRS 13 Fair Value Measurement, which establishes a single source of guidance for fair value measurement under IFRSs. IFRS 13 defines fair value, provides guidance on its determination and introduces consistent requirements for discloures on fair value measurements. The Standard does not include requirements on when fair value measurements is required; it prescribes how fair value is to be measured if another Standard requires it. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IAS 1 *Presentation of Financial Statements (2011) – Presentation of Items of Other Comprehensive Income*

The amendments to IAS 1 provides guidance on the presentation of items contained in other comprehensive income (OCI) and their classification within OCI. The new standard is mandatory for annual periods beginning on or after 1 July 2012. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

IAS 19 *Employee Benefits (2011) (the "amendments")*

The amendments to IAS 19 change the accounting for defined benefit plans and termination benefits. The new standard is mandatory for annual periods beginning on or after 1 January 2013. The Group has not yet had an opportunity to consider the potential impact of the adoption of this revised standard.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 - SEGMENT REPORTING

Management determines the operating segments based on the reports reviewed by the board of directors, which are found effective in strategic decision making.

Management assesses the Group's performance on a geographic level as Turkey and other countries since the gross sales of these subsidiaries are below 10% of the Group sales. Reportable operating segment revenue comprises primarily retail sales, rent income and wholesales. Rent income and wholesale revenues are not recognized as reportable segments as they are not stated in detail in the reports provided to the board of directors. The board of directors assesses the performance of the operating segments based on a measure of Earning Before Interest, Tax, Depreciation and Amortisation, "EBITDA".

The segment information provided to the board of directors as of 30 June 2011 is as follows:

a) Segment analysis for the period 1 January – 30 June 2011

	Turkey	Other countries	Combined total	Intersegment elimination	Total	Discontinued operations
External revenues	2.483.322	156.546	2.639.868	-	2.639.868	576.243
Inter segment revenues	2.044	-	2.044	(2.044)	-	-
Sales revenue	2.485.366	156.546	2.641.912	(2.044)	2.639.868	576.243
Cost of goods sold	(1.827.967)	(120.195)	(1.948.162)	2.044	(1.946.118)	(478.033)
Gross profit	657.399	36.351	693.750	-	693.750	98.210
Selling and marketing expenses	(462.405)	(21.518)	(483.923)	-	(483.923)	(128.956)
General administrative expenses	(89.235)	(12.333)	(101.568)	-	(101.568)	(9.282)
Addition: Depreciation and amortization	52.815	6.986	59.801	-	59.801	5.402
Addition: Employment termination benefits	811	-	811	-	811	13
Addition: Unused vacation provision	3.982	-	3.982	-	3.982	107
Addition: One-off costs due to Şok stores concept change	-	-	-	-	-	8.400
EBITDA	**163.367**	**9.486**	**172.853**	**-**	**172.853**	**(26.106)**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 - SEGMENT REPORTING (Continued)

b) Segment analysis for the period 1 January – 30 June 2010

	Turkey	Other countries	Combined total	Intersegment elimination	Total	Discontinued operations
External revenues	2.261.852	121.750	2.383.602	-	2.383.602	588.295
Inter segment revenues	4.839	-	4.839	(4.839)	-	-
Sales revenue	2.266.691	121.750	2.388.441	(4.839)	2.383.602	588.295
Cost of goods sold	(1.682.777)	(92.035)	(1.774.812)	4.839	(1.769.973)	(464.810)
Gross profit	583.914	29.715	613.629	-	613.629	123.485
Selling and marketing expenses	(408.941)	(14.150)	(423.091)	-	(423.091)	(111.937)
General administrative expenses	(86.362)	(12.814)	(99.176)	-	(99.176)	(9.469)
Addition: Depreciation and amortization	50.694	7.406	58.100	-	58.100	5.436
Addition: Employment termination benefits	(3.301)	-	(3.301)	-	(3.301)	35
Addition: Unused vacation provision	2.654	-	2.654	-	2.654	1.666
EBITDA	**138.658**	**10.157**	**148.815**	**-**	**148.815**	**9.216**

Segment analysis for the period 1 April – 30 June 2011

	Turkey	Other countries	Combined total	Intersegment elimination	Total	Discontinued operations
External revenues	1.292.533	76.343	1.368.876	-	1.368.876	271.917
Inter segment revenues	1.215	-	1.215	(1.215)	-	-
Sales revenue	1.293.748	76.343	1.370.091	(1.215)	1.368.876	271.917
Cost of goods sold	(953.885)	(59.194)	(1.013.079)	1.215	(1.011.864)	(226.781)
Gross profit	339.863	17.149	357.012	-	357.012	45.136
Selling and marketing expenses	(239.779)	(11.480)	(251.259)	-	(251.259)	(64.083)
General administrative expenses	(45.899)	(4.833)	(50.732)	-	(50.732)	(3.946)
Addition: Depreciation and amortization	27.478	2.658	30.136	-	30.136	2.102
Addition: Employment termination benefits	(623)	-	(623)	-	(623)	-
Addition: Unused vacation provision	1.974	-	1.974	-	1.974	-
Addition: One-off costs due to Şok stores concept change	-	-	-	-	-	4.800
EBITDA	**83.014**	**3.494**	**86.508**	**-**	**86.508**	**(15.991)**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 3 - SEGMENT REPORTING (Continued)

c) Segment analysis for the period 1 April – 30 June 2010

	Turkey	Other countries	Combined total	Intersegment elimination	Total	Discontinued operations
External revenues	1.170.340	61.061	1.231.401	-	1.231.401	306.410
Inter segment revenues	1.720	-	1.720	(1.720)	-	-
Sales revenue	1.172.060	61.061	1.233.121	(1.720)	1.231.401	306.410
Cost of goods sold	(869.477)	(46.594)	(916.071)	1.720	(914.351)	(243.653)
Gross profit	302.583	14.467	317.050	-	317.050	62.757
Selling and marketing expenses	(215.427)	(7.068)	(222.495)	-	(222.495)	(59.528)
General administrative expenses	(45.150)	(5.399)	(50.549)	-	(50.549)	(4.524)
Addition: Depreciation and amortization	25.268	4.001	29.269	-	29.269	2.801
Addition: Employment termination benefits	264	-	264	-	264	11
Addition: Unused vacation provision	1.682	-	1.682	-	1.682	389
EBITDA	**69.220**	**6.001**	**75.221**	**-**	**75.221**	**1.906**

Reconciliation of EBITDA with income before tax is as follows:

	1 January- 30 June 2011	1 April- 30 June 2011	1 January- 30 June 2010	1 April- 30 June 2010
EBITDA, reported segments	172.853	86.508	148.815	75.221
Depreciation and amortisation	(59.801)	(30.136)	(58.100)	(29.269)
Employment termination benefits	(811)	623	3.301	(264)
Provision of unused vacation	(3.982)	(1.974)	(2.654)	(1.682)
Other operating income	6.764	3.337	7.054	4.375
Other operating expenses (-)	(16.798)	(12.309)	(7.196)	(4.498)
Operating profit	**98.225**	**46.049**	**91.220**	**43.883**
Financial income	125.581	68.397	309.197	171.173
Financial expense (-)	(478.065)	(273.968)	(230.831)	(117.980)
Income before tax	**(254.259)**	**(159.522)**	**169.586**	**97.076**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 4 - DERIVATIVE FINANCIAL INSTRUMENTS

Short-term derivative financial instruments

Liabilities	**30 June 2011**	**31 December 2010**
Interest rate collar contracts	-	8.378
Forward foreign exchange contracts	26.805	35.039
	26.805	**43.417**

Long-term derivative financial instruments

Assets	**30 June 2011**	**31 December 2010**
Corridor options	862	711
Interest rate swap contracts	8.819	3.658
CAP options	129	258
	9.810	**4.627**

Liabilities

Forward foreign exchange contracts	16.990	41.856
	16.990	**41.856**

The Group entered into a number of forward currency exchange contracts with banks in order to hedge its exchange rate risk. As at the settlement date, the Group sells TL and purchases Euro at agreed strike prices. The fair values of the foreign exchange contracts as of 30 June 2011 which extend until year 2013 are as follows:

EURO Amount to be purchased	**TL Amount to be sold**	**Fair Value (TL)**
71.430	225.295	43.795

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 4 - DERIVATIVE FINANCIAL INSTRUMENTS (Continued)

The Group entered into the following interest rate swap, collar, cap and corridor contracts with banks in order to hedge its interest rate risk. The contracts details and their fair values at 30 June 2011 are as follows:

30 June 2010

Agreement Type	Transaction Date	Effective Date	Expiration Date	Derivative Instrument Amount (EUR)	Fair Value TL
Corridor	26 August 2009	31 May 2011	30 November 2012	300 million	862
Cap	26 August 2009	31 May 2011	30 November 2012	125 million	129
Interest rate swap	6 October 2010	30 November 2011	29 November 2013	105 million	2.852
Interest rate swap	6 October 2010	31 May 2011	30 November 2013	105 million	3.189
Interest rate swap	6 October 2010	31 May 2011	29 November 2013	53 million	1.393
Interest rate swap	6 October 2010	30 November 2011	30 November 2013	53 million	1.385
					9.810

The fair values of the foreign exchange contracts as of 31 December 2010 which extend until year 2013 are as follows:

	EURO Amount to be purchased	TL Amount to be Sold	Fair Value (TL)
	98.510	299.745	76.895

The Group entered into the following interest rate swap, collar, cap and corridor contracts with banks in order to hedge its interest rate risk. The contracts details and their fair values at 31 December 2010 are as follows:

31 December 2010

Agreement Type	Transaction Date	Effective Date	Expiration Date	Derivative Instrument Amount (EUR)	Fair Value TL
Collar	9 July 2008	28 August 2008	31 May 2011	190 million	5.368
Collar	6 November 2008	27 February 2009	31 May 2011	210 million	3.010
					8.378
Corridor	26 August 2009	31 May 2011	30 November 2012	300 million	711
Cap	26 August 2009	31 May 2011	30 November 2012	125 million	258
Interest rate swap	6 October 2010	30 November 2011	29 November 2013	105 million	1.328
Interest rate swap	6 October 2010	31 May 2011	30 November 2013	105 million	1.183
Interest rate swap	6 October 2010	31 May 2011	29 November 2013	53 million	574
Interest rate swap	6 October 2010	30 November 2011	30 November 2013	53 million	573
					4.627

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 5 - INVESTMENT PROPERTY

	Opening 1 January 2011	Additions	Transfers	Cumulative translation differences	Closing 30 June 2011
Cost					
Land and buildings	67.229	160	-	2.533	69.922
Accumulated depreciation					
Land and buildings	(15.036)	(2.481)	-	(341)	(17.858)
Net book value	**52.193**				**52.064**

	Opening 1 January 2010	Additions	Transfers	Cumulative translation differences	Closing 30 June 2010
Cost					
Land and buildings	66.534	52	779	(1.303)	66.062
Accumulated depreciation					
Land and buildings	(9.593)	(2.710)	(91)	162	(12.232)
Net book value	**56.941**				**53.830**

Depreciation expenses of the period are recorded in general administrative expenses.

Investment properties of the Group consist of space rented to other retailers in Samal shopping mall and Tastak store in Kazakhstan and in Skopje in Macedonia. At 30 June 2011, total investment property of the Group in Kazakhstan and Macedonia are 7.469 square meters and 8.729 square meters, respectively (31 December 2010: 7.551 square meters in Kazakhstan, 9.082 square meters in Macedonia).

Fair value of investment properties in Kazakhstan and in Macedonia are TL 67.780 and TL 63.649 respectively. This value is determined by using discounted cash flow valuation method.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 6 - PROPERTY, PLANT AND EQUIPMENT

	Opening 1 January 2011	Additions	Disposals	Impairment loss (*)	Transfers	Disposals from sale of a subsidiary	Reclasses to assets classified as held for sale	Transfers to investments properties (Note 5)	Cumulative tranlation differences	Closing 30 June 2011
Cost										
Land and buildings	471.028	566	-	-	27	(25.978)	-	-	4.076	449.719
Leasehold improvements	454.066	11.011	(248)	(10.303)	9.343	-	(63.243)	-	991	401.617
Machinery and equipments	345.138	12.995	(2.468)	-	13.031	(1.085)	(80.821)	-	715	287.505
Vehichles	2.778	23	(50)	-	-	(54)	-	-	46	2.743
Furniture and fixture	157.248	7.467	(1.136)	-	4.068	(1.170)	(13.742)	-	1.916	154.651
Construction in progress	8.110	36.316	-	-	(26.469)	(76)	-	-	4	17.885
	1.438.368	**68.378**	**(3.902)**	**(10.303)**	**-**	**(28.363)**	**(157.806)**	**-**	**7.748**	**1.314.120**
Accumulated depreciation										
Land and buildings	(26.170)	(4.189)	-	-	-	5.171	-	-	(882)	(26.070)
Leasehold improvements	(119.063)	(23.213)	-	5.338	-	-	30.675	-	(487)	(106.750)
Machinery and equipments	(65.931)	(21.205)	2.420	-	-	917	25.070	-	(305)	(59.034)
Vehichles	(463)	(248)	-	-	-	60	-	-	(11)	(662)
Furniture and fixture	(32.850)	(8.082)	1.102	-	-	973	4.884	-	(608)	(34.581)
	(244.477)	**(56.937)**	**3.522**	**5.338**	**-**	**7.121**	**60.629**	**-**	**(2.293)**	**(227.097)**
Net book value	**1.193.891**									**1.087.023**

(*) Impairment loss amounted to net TL 4.965 consists of leasehold improvements of stores closed in 2011.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 6 - PROPERTY, PLANT AND EQUIPMENT (Continued)

	Opening 1 January 2010	Additions	Disposals	Impairment loss (*)	Transfers	Disposals from sale of a subsidiary	Reclasses to assets classified as held for sale	Transfers to investments properties (Note 5)	Cumulative tranlation differences	Closing 30 June 2010
Cost										
Land and buildings	466.224	1.373	(650)	-	2.342	-	-	(779)	(282)	468.228
Leasehold improvements	383.862	14.197	-	(2.058)	3.703	-	-	-	431	400.135
Machinery and equipments	251.638	22.726	(3.577)	-	7.144	-	-	-	769	278.700
Vehichles	529	215	(4)	-	-	-	-	-	(12)	728
Furniture and fixture	125.542	8.314	(140)	-	1.431	-	-	-	(311)	134.836
Construction in progress	2.981	31.363	(40)	-	(14.620)	-	-	-	2	19.686
	1.230.776	**78.188**	**(4.411)**	**(2.058)**	**-**	**-**	**-**	**(779)**	**597**	**1.302.313**
Accumulated depreciation										
Buildings	(16.262)	(4.957)	106	-	-	-	-	91	(166)	(21.188)
Leasehold improvements	(75.847)	(24.821)	-	1.154	-	-	-	-	(87)	(99.601)
Machinery and equipments	(40.609)	(18.639)	2.836	-	-	-	-	-	(1.619)	(58.031)
Vehichles	(199)	(57)	-	-	-	-	-	-	5	(251)
Furniture and fixture	(18.165)	(7.167)	98	-	-	-	-	-	1.443	(23.791)
	(151.082)	**(55.641)**	**3.040**	**1.154**	**-**	**-**	**-**	**91**	**(424)**	**(202.862)**
Net book value	**1.079.694**									**1.099.451**

(*) Impairment loss amounted to net TL 904 consists of leasehold improvements of stores closed in 2010.

Depreciation expenses of the period are recorded in general administrative expenses.

Assets leased under financial lease agreement, which are included in property, plant and equipment comprise machinery and equipment with net book values as stated below:

	30 June 2011	31 December 2010
Net book value	358	394

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 7 - INTANGIBLE ASSETS

	Opening 1 January 2011	**Additions**	**Disposals**	**Disposals from sale of a subsidiary**	**Cumulative translation difference**	**Reclasses to assets classified as held for sale**	**Closing 30 June 2011**
Cost							
Trademark(*)	253.068	-	-	-	-	(50.893)	202.175
Rent agreements (**)	32.982	-	-	-	-	-	32.982
Rights	20.975	3.353	(64)	(391)	345	-	24.218
Other intangible assets (***)	28.783	-	-	-	-	-	28.783
	335.808	**3.353**	**(64)**	**(391)**	**345**	**(50.893)**	**288.158**
Accumulated amortisation							
Rent agreements	(15.626)	(2.254)	-	-	-	-	(17.880)
Rights	(9.007)	(2.179)	62	162	(172)	-	(11.134)
Other intangible assets	(6.389)	(1.352)	-	-	-	-	(7.741)
	(31.022)	**(5.785)**	**62**	**162**	**(172)**	**-**	**(36.755)**
Net book value	**304.786**						**251.403**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 7 - INTANGIBLE ASSETS (Continued)

	Opening 1 January 2010	Additions	Disposals	Disposals from sale of a subsidiary	Cumulative translation difference	Reclasses to assets classified as held for sale	Closing 30 June 2010
Cost							
Trademark(*)	253.068	-	-	-	-	-	253.068
Rent agreements (**)	32.982	-	-	-	-	-	32.982
Rights	15.359	1.118	-	-	195	-	16.672
Other intangible assets (***)	28.783	-	-	-	-	-	28.783
	330.192	**1.118**	**-**	**-**	**195**	**-**	**331.505**
Accumulated amortisation							
Rent agreements	(10.131)	(2.748)	-	-	-	-	(12.879)
Rights	(5.441)	(1.739)	-	-	46	-	(7.134)
Other intangible assets	(2.881)	(698)	-	-	-	-	(3.579)
	(18.453)	**(5.185)**	**-**	**-**	**46**	**-**	**(23.592)**
Net book value	**311.739**						**307.913**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 7 - INTANGIBLE ASSETS (Continued)

(*) IFRS 3, "Business Combinations", requires the acquirer at the acquisition date to allocate the cost of a business combination by recognising the acquiree's identifiable assets, liabilities and contingent liabilities at their fair values as at that date.

The fair value of Tansaş and Şok trademarks which were considered as an identifiable intangible asset by the Group was determined by the relief from royalties method and estimated the fair value of the trademarks in the amount of TL202.175 and TL50.893 at the acquisition date 30 May 2008, respectively. Those amounts have been accounted for as an intangible asset and assets classified as held for sale respectively in the consolidated financial statements. Since the trademark does not have a definite useful life and it is foreseen that certain expenses will be incurred each year in order to maintain its value, it is considered as an intangible asset with an indefinite useful life and therefore has not been amortised. Additionally, Migros assesses the intangible assets with indefinite useful lives annually for any indication of impairment.

(**) The Group determined the value of the benefit derived from the lease contracts of MMM and Maxi stores, which were designated as intangible assets, at an amount of TL32.982 and was accounted for under the intangible assets in the consolidated financial statements. Lease contracts are recorded at their fair values at the date of purchase, and amortised during the contract period.

(***) On 24 July 2008, the Group purchased all of the furniture and fixtures of a local retail chain named as Maxi Market at Silivri, Tekirdag and Çengelköy stores, with a total sales area of 13.000 square metres, from Hamoglu Yönetim Organizasyonu Personel Taşımacılık ve Yemek Üretim Hizmetleri İsletmecilik A.Ş. and also took over the rent agreements of the mentioned stores. The excess amount of the consideration given over the fair value of acquired assets in the amount of TL10.297 was accounted for under other intangible assets and will be amortised over the rent agreement period.

On 10 March 2009, the Group purchased all of the furniture and fixtures of 7 stores belonging to Mak Gıda Pazarlama San. ve Tic. A.Ş.,a local retail chain operating in Gaziantep region, with a total sales area of 9.592 square metres and on 12 February 2009 the Group purchased all of the furniture and fixtures of 21 stores belonging to Yonca Marketçilik ve İnş. Hiz. San. ve Tic. A.Ş. ("Yonca"), a local retail chain mainly operating in Adana region, with a total sales area of 17.480 square metres and also took over the rent agreements of the mentioned stores. The excess amount of the consideration given over the fair value of acquired assets in the total amount of TL 18.486, TL 601 for the Mak Gıda and TL17.885 for Yonca, respectively- was accounted for under other intangible assets and will be amortised over the rent agreement period.

NOTE 8- INVENTORIES

	30 June 2011	**31 December 2010**
Raw materials	1.779	1.740
Work in progress	5.938	8.666
Merchandise stocks	645.486	733.129
Other	2.460	3.055
	655.663	**746.590**

The Group valued the cost value of inventories over the most recent purchase price.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 9 - GOODWILL

	1 January - 30 June 2011	1 January - 30 June 2010
Opening balance	**2.251.427**	**2.239.210**
Ending balance	**2.251.427**	**2.239.210**

Business consolidations:

On 31 May 2011, Amaç Gıda San. ve Tic. A.Ş., Ades Gıda San. Ve Tic. A.Ş. and Egeden Gıda Tüketim Malları Tic. ve San. A.Ş. have merged with Migros Tic. A.Ş.

a) Business acquisition

2010	Main Operations	Acquisition Date	Aquired share ratio	Acquisition Cost
Ades Gıda San. ve Tic. A.Ş.	Retail	31 July 2010	100%	10.894
Amaç Gıda Tic. ve San. A.Ş.	Retail	31 July 2010	100%	1.363
Egeden Gıda Tüketim Malları Tic. ve San. A.Ş.	Retail	31 July 2010	100%	2.629

a) Net assets acquired

On 31 July 2010, company acquired %99,996 of the shares of Ades Gıda San. ve Tic. A.Ş. by 10.894 TL. Related transactions were accounted by acquisition method.

Net assets acquired by the acquisition are as follows:

	Book Value	Fair Value Adjustments	Fair Value
Assets Acquired (Net)	11.824	-	11.824
Property, plant and equipment	5.954	(1.259)	4.695
Deferred tax assets	-	252	252
Payables and expense accruals	(17.562)	-	(17.562)
Net Assets Acquired	216	(1.007)	(791)
Total Consideration			100%
Net Assets Acquired			(791)
Satisfied by receivables and payables			10.894
Goodwill			11.685
Cash and cash equivalents consideration			171
			171

.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 9 - GOODWILL (Continued)

b) Net assets acquired (Continued)

Ades Gıda San. ve Tic. A.Ş is a retail company which operates in Adapazarı and Sakarya. The main business of the company is purchasing/selling staple food, grocery and frozen food through its franchise agreement with Migros Ticaret A.Ş ("Migros"). Ades Gıda San. ve Tic. A.Ş was consolidated by considering its portion in Group's assets, liabilities, income and expenses.

On 31 July 2010, Company acquired %99,9996 of the shares of Amaç Gıda San. ve Tic. A.Ş. by 1.363 TL. Related transactions were accounted by acquisition method.

Net assets acquired by the acquisition are as follows:

	Book Value	Fair Value Adjustments	Fair Value
Assets Acquired (Net)	4.714	-	4.714
Property, plant and equipment	316	563	879
Deferred tax assets	-	(109)	(109)
Payables and expense accruals	(4.264)	-	(4.264)
Net Assets Acquired	766	454	1.220
Total Consideration			100%
Net Assets Acquired			1.220
Satisfied by receivables and payables			1.363
Goodwill			143
Cash and cash equivalents consideration			61
			61

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 9 - GOODWILL (Continued)

b)Net assets acquired (Continued)

On 31 July 2010, company acquired %99,998 of the shares of Egeden Gıda Tüketim Malları Tic. A.Ş. by 2.629 TL. Related transactions were accounted by acquisition method.

Net assets acquired by the acquisition are as follows:

	Book Value	Fair Value Adjustments	Fair Value
Assets Acquired (Net)	3.310	-	3.310
Property, plant and equipment	1.649	273	1.922
Deferred tax assets	-	(55)	(55)
Payables and expense accruals	(2.937)	-	(2.937)
Net Assets Acquired	2.022	218	2.240
Total Consideration			100%
Net Assets Acquired			2.240
Satisfied by receivables			2.629
Goodwill			389
Cash and cash equivalents consideration			40
			40

(Amounts expressed in thousands of Turkish Lira (“TL”) unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 10 – FINANCIAL LIABILITIES

	30 June 2011			
	Weigted average interest rate	**USD**	**Euro**	**Total TL equivalent**
Current portion of long-term bank borrowings				
-with fixed interest rates	2,00%	-	131	308
-with floating interest rates	5,66%	-	40.816	95.884
Other financial liabilities	-	462	-	753
Current portion of long-term bank borrowings		**462**	**40.947**	**96.945**
Long-term bank borrowings				
-with fixed interest rates	2,00%	-	620	1.457
-with floating interest rates	5,66%	-	1.117.574	2.625.405
Long-term bank borrowings		**-**	**1.118.194**	**2.626.862**
Total bank borrowings		**462**	**1.159.141**	**2.723.807**

The redemption schedule of long-term bank borrowings at 30 June 2011 is as follows:

	Euro	**TL**
1 July 2012 - 30 June 2013	58.636	137.748
1 July 2013 - 30 June 2014	146.403	343.930
1 July 2014 - 30 June 2015	163.957	385.168
1 July 2015 - 30 June 2016	234.171	550.115
1 July 2016 - 30 June 2017	234.171	550.115
1 July 2017 and over	280.856	659.786
	1.118.194	**2.626.862**

The fair value of bank borrowings at 30 June 2011 is 2.683.734 TL.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 10 – FINANCIAL LIABILITIES (Continued)

	31 December 2010			
	Weigted average interest rate	**USD**	**Euro**	**Total TL equivalent**
Current portion of long-term bank borrowings				
-with fixed interest rates	2,00%	-	124	254
-with floating interest rates	5,21%	-	28.860	59.137
Other financial liabilities	-	1.120	-	1.731
Current portion of long-term bank borrowings		**1.120**	**28.984**	**61.122**
Long-term bank borrowings				
-with fixed interest rates	2,00%	-	620	1.270
-with floating interest rates	5,21%	-	1.135.128	2.325.991
Long-term bank borrowings		**-**	**1.135.748**	**2.327.261**
Total bank borrowings		**1.120**	**1.164.732**	**2.388.383**

The redemption schedule of long-term bank borrowings at 31 December 2010 is as follows:

	Euro	**TL**
1 January 2012 - 31 December 2012	46.933	96.170
1 January 2013 - 31 December 2013	93.743	192.089
1 January 2014 - 31 December 2014	163.957	335.964
1 January 2015 - 31 December 2015	199.064	407.902
1 January 2016 - 31 December 2016	234.171	479.840
1 January 2017 and over	397.880	815.296
	1.135.748	**2.327.261**

The fair value of bank borrowings at 31 December 2010 is TL 2.358.130.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 11 - PROVISIONS, COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES

Short-term provisions:

	30 June 2011	31 December 2010
Provision for litigation	19.400	16.632
Provision for unused vacation	31.268	31.565
	50.668	48.197

There are various lawsuits filed against or in favor of the Group. Receivables, rent or labor disputes constitute the majority of these lawsuits. The Group management estimates the outcomes of these lawsuits and estimates their financial impact according to which the necessary provisions are accounted.

Movement of provision for lawsuits as follows:

1 January 2010	**17.408**
Increase during the period	3.380
Payments during the period	(2.504)
30 June 2010	**18.284**
1 January 2011	16.632
Increase during the period	4.610
Payments during the period	(1.842)
30 June 2011	**19.400**

Movement of provision for unused vacation in period is as follows:

1 January 2010	**25.609**
Increase during the period	9.729
Payments during the period	(5.409)
30 June 2010	**29.929**
1 January 2011	31.565
Increase during the period	10.312
Payments during the period	(6.223)
Transfers to liabilities associated with assets classified held for sale	(4.386)
30 June 2011	**31.268**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 11 - PROVISIONS, COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES (Continued)

a) Guarantees given as at 30 June 2011 and 31 December 2010 are as follows:

Collaterals, Pledges, Mortgages

30 June 2011				
Collaterals, Pledges, Mortgages	**Total TL Amount**	**TL**	**USD**	**Euro**
A. CPM given on behalf of the Company's legal personality	57.420	56.714	397	25
B. CPM given on behalf of fully consolidated subsidiaries	-	-	-	-
C. CPM given for continuation of its economic activities on behalf of third parties	-	-	-	-
D. Total amount of other CPM				
i. Total amount of CPM given on behalf of the majority shareholder	-	-	-	-
ii. Total amount of CPM given to on behalf of other group companies which are not in scope of B and C	-	-	-	-
iii. Total amount of CPM given on behalf of third parties which are not in scope of C	-	-	-	-
Total Collaterals, Pledges, Mortgages	**57.420**	**56.714**	**397**	**25**
Proportion of CRM's to equity	**0,0%**			

31 December 2010				
Collaterals, Pledges, Mortgages	**Total TL Amount**	**TL**	**USD**	**Euro**
A. CPM given on behalf of the Company's legal personality	54.124	53.459	397	25
B. CPM given on behalf of fully consolidated subsidiaries	-	-	-	-
C. CPM given for continuation of its economic activities on behalf of third parties	-	-	-	-
vermiş olduğu TRİ'lerin toplam tutarı				
D. Total amount of other CPM	-	-	-	-
i. Total amount of CPM given on behalf of the majority shareholder	-	-	-	-
ii. Total amount of CPM given to on behalf of other group companies which are not in scope of B and C	-	-	-	-
iii. Total amount of CPM given on behalf of third parties which are not in scope of C	-	-	-	-
Total Collaterals, Pledges, Mortgages	**54.124**	**53.459**	**397**	**25**
Proportion of CRM's to equity	**0,0%**			

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 11 - PROVISIONS, COMMITMENTS, CONTINGENT ASSETS AND LIABILITIES (Continued)

Commitments, contingent assets and liabilities (continued):

a) Guarantees given at 30 June 2011 and 31 December 2010 are as follows:

	30 June 2011	31 December 2010
Letters of guarantees given	57.420	54.124

b) Guarantees taken at 30 June 2011 and 31 December 2010 are as follows:

	30 June 2011	31 December 2010
Guarantees obtained from customers	88.559	83.385
Mortgages	14.910	14.383
	103.469	**97.768**

c) The future aggregate minimum lease payments under non-cancellable operating leases of land and stores are as follows.

	30 June 2011	31 December 2010
Payable within 1 year	26.897	41.406
Payable in 1 to 5 years	7.054	7.379
5 years and more	259	46
	34.210	**48.831**

d) Tax legislations in Kazakhstan are subject to different manners of interpretation alterations frequently. Accordingly, the interpretation of tax implications regarding the operations of Ramstore Kazakhstan by the tax authorities may differ from the interpretation of the management, which might lead to additional tax burden, related penalties and interest payments. Tax authorities in Kazakhstan maintain the right to inspect the accounts for five fiscal years.

e) Yeni Gimat İşyerleri İşletmesi A.Ş. ("Yeni Gimat") has filed an action of debt regarding the claim of rent difference of the immovable rented to Migros Ticaret amounting TL 38.583 which covers the period from 14 June 2001 to the date of trial, 12 June 2009. The Group management has not booked any provision at the 30 June 2011 condensed consolidated interim financial statements due to the fact that related increases have been made with taking into consideration of rates determined regarding rent increases during the years 2000 and 2001 added as of 16 February 2000 and also as of 30 June 2011 it is seen as a far possibility to be obligated to pay the alleged missing rent payments and overdue interest.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 12 - PROVISION FOR EMPLOYMENT TERMINATION BENEFITS

	30 June 2011	31 December 2010
Provision for employee termination benefits	10.989	10.269

Movements in the provision for employment termination benefits are as follows:

1 January 2010	13.974
Increase during the period	590
Payments during the period	(3.678)
Actuarial loss	(178)
30 June 2010	**10.708**
1 January 2011	10.269
Increase during the period	7.605
Payments during the period	(6.681)
Actuarial loss	(100)
Transfers to liabilities associated with assets classified held for sale	(104)
30 June 2011	**10.989**

NOTE 13 - REVENUE AND COST OF SALES

	1 January-30 June 2011	1 April-30 June 2011	1 January-30 June 2010	1 April-30 June 2010
Domestic sales	2.554.956	1.329.733	2.315.832	1.200.721
Foreign sales	156.890	76.723	121.969	61.340
	2.711.846	**1.406.456**	**2.437.801**	**1.262.061**
Other sales	3.032	1.542	1.154	571
	2.714.878	**1.407.998**	**2.438.955**	**1.262.632**
Less: Discounts and returns	(75.010)	(39.122)	(55.353)	(31.231)
Sales revenue -net	**2.639.868**	**1.368.876**	**2.383.602**	**1.231.401**
Cost of sales	(1.946.118)	(1.011.864)	(1.769.973)	(914.351)
Gross Profit	**693.750**	**357.012**	**613.629**	**317.050**

Details of domestic and foreign sales before other sales, discounts and returns are as follows:

	1 January-30 June 2011	1 April-30 June 2011	1 January-30 June 2010	1 April-30 June 2010
Retail sales revenue	2.611.114	1.355.420	2.361.413	1.223.971
Rent income	51.913	26.374	46.291	23.162
Wholesale revenue	48.819	24.662	30.097	14.928
	2.711.846	**1.406.456**	**2.437.801**	**1.262.061**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 14 - EXPENSES BY NATURE

Total	**1 January - 30 June 2011**	**1 January - 30 June 2010**	**1 April - 30 June 2011**	**1 April - 30 June 2010**
Staff costs	228.270	196.780	117.914	105.783
Rent	114.081	92.045	58.223	47.898
Porterage and cleaning	16.342	19.183	8.548	10.316
Transportation	26.389	25.555	14.187	14.447
Depreciation and amortisation	59.801	58.100	30.136	29.269
Energy	41.417	37.239	21.376	17.859
Advertising	19.206	18.951	11.819	10.843
Repair, maintenance	9.285	9.274	4.788	4.634
Security	7.613	10.923	3.167	5.841
Warehouse	17.117	14.446	9.054	8.190
Taxes and other fees	5.457	7.370	2.032	2.788
Mechanisation	4.552	5.402	2.366	2.830
Communication	4.206	4.556	2.103	2.442
Other	31.755	22.443	16.278	9.904
	585.491	**522.267**	**301.991**	**273.044**

Marketing, selling and distribution expenses	**1 January - 30 June 2011**	**1 January - 30 June 2010**	**1 April - 30 June 2011**	**1 April - 30 June 2010**
Staff costs	195.267	164.619	101.104	89.712
Rent	114.046	92.011	58.207	47.881
Porterage and cleaning	15.930	18.908	8.344	10.095
Transportation	26.301	25.498	14.146	14.392
Depreciation and amortisation	-	-	-	-
Energy	41.030	36.894	21.177	17.705
Advertising	19.206	18.951	11.819	10.843
Repair, maintenance	9.100	9.116	4.678	4.602
Security	7.437	10.706	3.071	5.812
Warehouse	17.117	14.446	9.054	8.190
Taxes and other fees	4.524	5.778	1.730	1.700
Mechanisation	4.113	4.850	2.341	2.525
Communication	3.305	3.658	1.624	1.954
Other	26547	17656	13964	7084
	483.923	**423.091**	**251.259**	**222.495**

General administrative expenses	**1 January - 30 June 2011**	**1 January - 30 June 2010**	**1 April - 30 June 2011**	**1 April - 30 June 2010**
Staff costs	33.003	32.161	16.810	16.071
Depreciation and amortisation	59.801	58.100	30.136	29.269
Other	8.764	8.915	3.786	5.209
	101.568	**99.176**	**50.732**	**50.549**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 14 - EXPENSES BY NATURE (Continued)

Expenses by nature in cost of sales for the periods 1 January – 30 June 2011 and 2010 are as follows:

	1 January-30 June 2011	**1 April-30 June 2011**	**1 January-30 June 2010**	**1 April-30 June 2010**
Cost of trade goods	(1.922.586)	(1.000.479)	(1.747.192)	(902.971)
Service costs	(23.532)	(11.385)	(22.781)	(11.380)
	(1.946.118)	**(1.011.864)**	**(1.769.973)**	**(914.351)**

Cost of trade goods include discounts, incentives and volume rebates obtained from suppliers. Service costs are formed of rent, energy, advertising, cleaning, security and administrative expenses incurred in the Group's shopping malls.

NOTE 15 - OTHER OPERATING INCOME / EXPENSE

Other operating income:	**1 January-30 June 2011**	**1 April-30 June 2011**	**1 January-30 June 2010**	**1 April-30 June 2010**
Gain from sale of subsidiary	993	-	-	-
Gain on sales of scrap goods	423	212	611	315
Provision write-off	1.117	163	694	146
Gain on sales of plant, property and equipment	777	752	3.171	2.474
Other	3.454	2.210	2.578	1.440
	6.764	**3.337**	**7.054**	**4.375**

Other operating expenses:	**1 January-30 June 2011**	**1 April-30 June 2011**	**1 January-30 June 2010**	**1 April-30 June 2010**
Losses from closed stores	(4.965)	(4.965)	(904)	(904)
Bad debt expense	(528)	(395)	(1.458)	(1.228)
Paid lawsuit and provision expenses	(1.842)	(588)	(2.504)	(850)
Litigation provisions	(2.768)	(410)	(876)	(385)
Loss on sale of fixed assets	(112)	(85)	(772)	(116)
Other	(6.583)	(5.866)	(682)	(1.015)
	(16.798)	**(12.309)**	**(7.196)**	**(4.498)**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 16 - FINANCIAL INCOME

	1 January-30 June 2011	1 April-30 June 2011	1 January-30 June 2010	1 April-30 June 2010
Interest income on bank deposits	11.930	6.788	13.720	6.740
Foreign exchange gains	51.669	28.953	278.835	152.452
Financial income on derivatives	53.878	28.321	7.550	7.550
Due date charges on term sales	7.893	4.243	7.302	3.435
Other	211	92	1.790	996
	125.581	**68.397**	**309.197**	**171.173**

NOTE 17 - FINANCIAL EXPENSE

	1 January-30 June 2011	1 April-30 June 2011	1 January-30 June 2010	1 April-30 June 2010
Due date difference on term purchases	(30.484)	(17.150)	(25.704)	(13.053)
Foreign exchange losses	(347.773)	(194.089)	(82.105)	(41.978)
Interest expense on bank borrowings	(75.657)	(40.253)	(58.476)	(27.713)
Financial expense on derivatives	(22.144)	(21.577)	(64.008)	(34.968)
Other	(2.007)	(899)	(538)	(268)
	(478.065)	**(273.968)**	**(230.831)**	**(117.980)**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 18 - TAXES ON INCOME

	30 June 2011	31 December 2010
Taxes and funds payable	22.395	22.893
Less: Prepaid current income taxes	(14.402)	(45.950)
Tax provision, net (*)	**7.993**	**(23.057)**

	30 June 2011	31 December 2010
Deferred tax assets	31.948	34.511
Deferred tax liabilities	(147.831)	(152.922)
	(115.883)	**(118.411)**

(*) The portion of prepaid taxes, which exceed the corporate tax payable as of 31 December 2010 are presented under other receivables.

Turkish tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, tax liabilities, as reflected in these consolidated financial statements, have been calculated on a separate-entity basis.

In Turkey, corporation tax rate for the year 30 June 2011 is 20% (2010: 20%).

Implied corporation tax rates in Kazakhstan, Bulgaria and Macedonia are 20%, 10% and 10% respectively (31 December 2010: 20%, 10% and 10% respectively).

In Turkey, advance tax returns are filed on a quarterly basis. The advance corporate income tax rate is 20% in 2010 (2010: 20%). Losses are allowed to be carried 5 years maximum to be deducted from the taxable profit of the following years. However, losses occurred cannot be deducted from the prior years profit retroactively.

In Turkey, there is no procedure for a final and definitive agreement on tax assessments. Companies file their tax returns between 1-25 April following the close of the accounting year to which they relate. The companies with special accounting periods file their tax returns between 1st-25th of fourth month after fiscal year end. Tax authorities may, however, examine such returns and the underlying accounting records and may revise assessments within five years.

The details of taxation on income for the periods ended 30 June 2011 and 2010 are as follows:

	1 January-30 June 2011	1 April-30 June 2011	1 January-30 June 2010	1 April-30 June 2010
Current period tax expense	(20.973)	(10.877)	(42.589)	(20.372)
Deferred tax income / (expense)	(6.077)	(4.907)	11.567	1.400
	(27.050)	**(15.784)**	**(31.022)**	**(18.972)**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 18 - TAXES ON INCOME (Continued)

Income withholding tax

In addition to corporate taxes, companies should also calculate income withholding taxes and funds surcharge on any dividends distributed, except for companies receiving dividends who are resident companies in Turkey and Turkish branches of foreign companies. The rate of income withholding tax is applied as 10% from 24 April 2003 until 22 July 2006. This rate was changed to 15% commencing from 23 July 2006. Undistributed dividends incorporated in share capital are not subject to income withholding taxes. Withholding tax at the rate of 19,8% is still applied to investment allowances relating to investment incentive certificates obtained prior to 24 April 2003. Subsequent to this date, investments without investment incentive certificates do not qualify for tax allowance.

Deferred income taxes

The Group recognises deferred tax assets and liabilities based upon temporary differences arising between their financial statements prepared in accordance with CMB Financial Reporting Standards and its statutory tax financial statements. Temporary differences generally arise due to the recording of incomes and expenses in different reporting periods according to Tax Laws and CMB Accounting Standards. Deferred income taxes will be calculated on temporary differences that are expected to be realized or settled based on the taxable income in the coming years under the liability method using a principal tax rate of 20%, 20%, 10% and 10% for Turkey, Kazakhstan, Bulgaria and Macedonia, respectively (31 December 2010: 20%, 20%, 10% and 10% respectively).

The composition of cumulative temporary differences and the related deferred income tax assets and liabilities in respect of items for which deferred income tax has been provided as of 30 June 2011 and 31 December 2010 using the currently enacted tax rates, is as follows:

	Cumulative temporary differences		**Deferred income tax assets / (liabilities)**	
	30 June 2011	**31 December 2010**	**30 June 2011**	**31 December 2010**
Fair value change of derivative instruments	43.794	85.273	8.759	17.054
Expense accruals and provisions	80.663	48.197	16.133	9.639
Inventories	13.365	12.176	2.673	2.435
Provision for employment termination benefits	11.093	10.060	2.219	2.012
Unincurred interest income	195	149	39	30
Other	10.627	16.703	2.125	3.341
Deferred income tax assets			**31.948**	**34.511**
Fair value change of derivative instruments	9.810	4.627	1.962	925
Property, plant and equipment and intangible assets	774.898	774.337	145.540	147.591
Unincurred interest expense	12.125	9.540	2.425	1.908
Other	16.864	12.494	3.373	2.498
Transfers to liabilities associated with assets classified held for sale	(27.345)	-	(5.469)	-
Deferred income tax liability			**147.831**	**152.922**
Total Deferred income tax liability, net			**(115.883)**	**(118.411)**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 18 - TAXES ON INCOME (Continued)

Deferred income taxes (continued)

	30 June 2011	31 December 2010
Deferred income tax assets:		
Deferred income tax asset to be recovered after more than 12 months	5.616	10.383
Deferred income tax asset to be recovered within 12 months	26.332	24.128
	31.948	34.511
Deferred income tax liabilities:		
Deferred income tax liability to be settled after more than 12 months	(147.502)	(148.516)
Deferred income tax liability to be settled within 12 months	(5.798)	(4.406)
Transfers to liabilities associated with assets classified held for sale	5.469	-
	(147.831)	(152.922)
Deferred tax liabilities (net)	(115.883)	(118.411)

Movement of deferred income tax assets and liabilities are as follows:

	Deferred income tax liability
1 January 2010	(116.258)
Current period deferred tax expense	11.567
Cumulative translation difference	(184)
Transfers to liabilities associated with assets classified held for sale	(2.134)
30 June 2010	**(107.009)**
1 January 2011	(118.411)
Current period deferred tax income	(6.077)
Disposal from sale of subsidiary	3.105
Cumulative translation difference	31
Transfers to liabilities associated with assets classified held for sale	5.469
30 June 2011	**(115.883)**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 19 - EQUITY

Share Capital

As of 30 June 2011 the Company's authorised capital consists of 17.803.000.000 shares at 1 shares of KR 1 nominal value. All shares are paid-in and no privileges are given to different share groups and shareholders.

The shareholders of the Company and their shareholdings stated at historical amounts at 30 June 2011 and 31 December 2010 are stated below:

	30 June 2011		31 December 2010	
Shareholders	**Share %**	**Amount**	**Share %**	**Amount**
MH Perakendecilik ve Ticaret A.Ş.	80,51	143.323	97,92	174.323
Other	19,49	34.707	2,08	3.707
	100	178.030	100	178.030

NOTE 20 - ASSETS CLASSIFIED AS HELD FOR SALE

Pursuant to the decision taken on the board meeting dated June 7, 2011, the Company has signed a share transfer agreement "agreement" regarding the sale of all of its 99,60% stake in Şok Marketler Ticaret A.Ş together with its related assets which has 99,6 TL nominal value to Gözde Finansal Hizmetler A.Ş. and Bizim Toptan Satış Mağazaları A.Ş for 600.000 TL. 40.000 TL portion of the sale price was paid at the signing of the contract, and the remaining portion of the sale price will be paid at the closing date of the transaction.

On the accompanying financial statements dated June 30,2011, the Company classified the assets, liabilities, income and expenses are related to the Şok Market Ticaret Anonim Şirketi in accordance with the accounting policies indicated in the Turkish Financial Reporting Standards 5 "Assets Classified As Held For Sale" ("TFRS 5").

As of June 30, 2011, the balances of assets held for sale and liabilities directly associated with assets classified as held for sale, which will be extracted from the financial statements upon the realization of the sale are as follows:

	30 June 2011
Assets	**253.767**
Inventories	103.461
Other assets and receivables	2.236
Intangible assets	50.893
Property, plant and equipment	97.177
Liabilities	**9.959**
Deferred tax liabilities	5.469
Retirement pay provision	104
Provision for unused vacation	4.386
Net assets	**243.808**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 20 - ASSETS CLASSIFIED AS HELD FOR SALE (Continued)

Statement of income of the discontinued operations for the periods between January 1 – June 30, 2011 and 2010 is as follows;

	1 January-30 June 2011	1 April-30 June 2011	1 January-30 June 2010	1 April-30 June 2010
Revenue (net)	576.243	271.917	588.295	306.410
Cost of sales (-)	(478.033)	(226.781)	(464.810)	(243.653)
Marketing, selling and distribution expenses (-)	(128.956)	(64.083)	(111.937)	(59.528)
General administrative expenses (-)	(9.282)	(3.946)	(9.469)	(4.524)
Financial income	2.014	916	1.928	912
Financial expense (-)	(8.085)	(4.215)	(7.205)	(3.716)
Loss before tax	(46.099)	(26.192)	(3.198)	(4.099)
Tax income / (loss)	425	2.896	(2.046)	508
Net income / (loss)	(45.674)	(23.296)	(5.244)	(3.591)

NOTE 21 - TRANSACTIONS AND BALANCES WITH RELATED PARTIES

(i) Balances with related parties

Due from related parties:	30 June 2011	31 December 2010
Mavi Jeans Giyim Sanayi ve Tic. A.Ş.	-	6
Tekin Acar Büyük Mağazacılık T.A.Ş.	-	17
Provus Bilişim Hizmetleri A.Ş.	21	-
Total due from related parties	21	23

Due to related parties:	30 June 2011	31 December 2010
Şok Marketler T.A.Ş.	12	645
Mavi Jeans Giyim Sanayi ve Tic. A.Ş.	6	-
Tekin Acar Büyük Mağazacılık T.A.Ş.	19	-
Sanal Merkez T.A.Ş.	1.698	449
Other	1.161	1.166
Total due to related parties	**2.896**	**2.260**

ii) Transactions with related parties

	1 January-30 June 2011	1 April-30 June 2011	1 January-30 June 2010	1 April-30 June 2010
Non-current asset purchase:				
Sanal Merkez T.A.Ş	2	1	58	-
	2	**1**	**58**	**-**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 21 - TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

ii) Transactions with related parties (continued)

	1 January-30 June 2011	1 April-30 June 2011	1 January-30 June 2010	1 April-30 June 2010
Inventory purchase:				
Şok Marketler Tic. A.Ş.	4.018	2.605	1.424	743
	4.018	**2.605**	**1.424**	**743**
Service rendered:				
Sanal Merkez T.A.Ş.	1	-	29	-
	1	**-**	**29**	**-**

iii) Other transactions with related parties are as follows:

	1 January-30 June 2011	1 April-30 June 2011	1 January-30 June 2010	1 April-30 June 2010
Rent income	576	227	606	279
	576	**227**	**606**	**279**
Dividend paid				
MH Perakendecilik A.Ş.	-	-	191.756	191.756
Other	-	-	4.077	4.077
	-	**-**	**195.833**	**195.833**

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 21 - TRANSACTIONS AND BALANCES WITH RELATED PARTIES (Continued)

Key management compensation:

The Group has determined key management personnel as chairman, members of Board of Directors, general manager and vice general managers.

Total compensation provided to key management personnel by Group for the period ended 30 June 2011 and 2010 is as follows:

	1 January- 30 June 2011	1 April- 30 June 2011	1 January- 30 June 2010	1 April- 30 June 2010
Short-term benefits to employees	7.242	3.631	9.211	4.614
	7.242	**3.631**	**9211**	**4614**

At 30 June 2011 and 2010, compensation paid or payable consists of salaries, benefits, SSI and employer shares and Board of Directors attendance fees.

NOTE 22 - EARNINGS / (LOSS) PER SHARE

	1 January- 30 June 2011	1 April- 30 June 2011	1 January- 30 June 2010	1 April- 30 June 2010
Net income / (loss) attributable to the shareholders	(327.016)	(198.618)	133.283	74.478
Weighted average number of shares with Kr 1 face value each ('000)	17.803.000	17.803.000	17.803.000	17.803.000
Earnings / (loss) per share (Kr)	**(1,84)**	**(1,12)**	**0,75**	**0,42**

There is no difference between basic and diluted earnings per share for any of the periods.

NOTE 23 - EXCHANGE RATE RISK AND FOREIGN CURRENCY POSITION

The Group is exposed to foreign exchange risk primarily arising from the borrowings denominated in foreign currencies. Aforementioned foreign exchange risk is monitored and limited with derivative instruments.

At 30 June 2011, if Euro had appreciated against TL by 5 % and all other variables had remained constant, the loss for the period before tax as a result of foreign exchange rate difference arising out of assets and liabilities denominated in Euro would have been more in the amount of TL 116.324.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 23 - EXCHANGE RATE RISK AND FOREIGN CURRENCY POSITION (Continued)

	30 June 2011			
		Original Currencies		
	Total TL equivalent	USD	Euro	Other Currency
Assets:				
Cash and cash equivalents	428.633	8.779	169.025	17.249
Trade receivables	3.488	304	27	2.928
Other current assets	3.379	1.752	-	523
Total current assets	**435.500**	**10.835**	**169.052**	**20.700**
Other non-current assets	-	-	-	-
Total non-current assets	**-**	**-**	**-**	**-**
Total assets	**435.500**	**10.835**	**169.052**	**20.700**
Short-term borrowings	96.945	462	40.947	-
Trade payables (net)	5.805	949	213	3.758
Other current liabilities	5.859	2.614	24	1.542
Total current liabilities	**108.609**	**4.025**	**41.184**	**5.300**
Long term financial liabilities	2.626.862	-	1.118.194	-
Total non-current liabilities	**2.626.862**	**-**	**1.118.194**	**-**
Total liabilities	**2.735.471**	**4.025**	**1.159.378**	**5.300**
Net balance sheet foreign currency position	**(2.299.971)**	**6.810**	**(990.326)**	**15.400**
Net asset/liability position of off-balance sheet derivatives (A-B)	-	-	-	-
A. Total foreign currency amount of off-balance sheet derivative financial assets	-	-	-	-
B. Total foreign currency amount of off-balance sheet derivative financial liabilities	-	-	-	-
Net foreign currency position	**(2.299.971)**	**6.810**	**(990.326)**	**15.400**
Export	-	-	-	-
Import	32.889	21.085	-	-
Fair value of hedged funds of foreign currency	43.795	-	-	-
Hedged amount of foreign currency assets	-	-	-	-
Hedged amount of foreign currency liabilities	167.803	-	71.430	-

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 23 - EXCHANGE RATE RISK AND FOREIGN CURRENCY POSITION (Continued)

	31 December 2010			
		Original Currencies		
	Total TL equivalent	USD	Euro	Other Currency
Assets:				
Cash and cash equivalents	453.732	5.089	210.652	14.217
Trade receivables	2.763	195	54	2.351
Other current assets	3.484	1.873	-	589
Total current assets	**459.979**	**7.157**	**210.706**	**17.157**
Other non-current assets	61	39	-	-
Total non-current assets	**61**	**39**	**-**	**-**
Total assets	**460.040**	**7.196**	**210.706**	**17.157**
Short-term borrowings	61.122	1.120	28.984	-
Trade payables (net)	4.861	462	551	3.018
Other current liabilities	6.036	3.283	24	912
Total current liabilities	**72.019**	**4.865**	**29.559**	**3.930**
Long term financial liabilities	2.327.261	-	1.135.748	-
Total non-current liabilities	**2.327.261**	**-**	**1.135.748**	**-**
Total liabilities	**2.399.280**	**4.865**	**1.165.307**	**3.930**
Net balance sheet foreign currency position	**(1.939.240)**	**2.331**	**(954.601)**	**13.227**
Net asset/liability position of off-balance sheet derivatives (A-B)	-	-	-	-
A. Total foreign currency amount of off-balance sheet derivative financial assets	-	-	-	-
B. Total foreign currency amount of off-balance sheet derivative financial liabilities	-	-	-	-
Net foreign currency position	**(1.939.240)**	**2.331**	- **(954.601)**	**13.227**
Export	-	-	-	-
Import	48.523	32.104	-	-
Fair value of hedged funds of foreign currency	76.895	-	-	-
Hedged amount of foreign currency assets	-	-	-	-
Hedged amount of foreign currency liabilities	201.857	-	98.510	-

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 23 - EXCHANGE RATE RISK AND FOREIGN CURRENCY POSITION (Continued)

30 June 2011

	Gain/Loss	
	Foreign exchange appreciation	**Foreign exchange depreciation**
5% change in Euro Exchange rate		
Euro net asset/liability	(116.324)	116.324
Portion secured from Euro risk	-	-
Euro net effect	(116.324)	116.324

31 December 2010

	Gain/Loss	
	Foreign exchange appreciation	**Foreign exchange depreciation**
5% change in Euro Exchange rate		
Euro net asset/liability	(97.804)	97.804
Portion secured from Euro risk	-	-
Euro net effect	(97.804)	97.804

NOTE 24 - FINANCIAL INSTRUMENTS

Fair value estimation

Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation, and is best evidenced by a quoted market price, if one exists.

Effective 1 January 2009, the group adopted the amendment to IFRS 7 for financial instruments that are measured in the balance sheet at fair value, this requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

In the balance sheet, derivative financial instrument is the only item that is recognized at fair value. The fair value of derivative financial instrument is determined by using valuation technique, which can be regarded as Level 2. Apart from that, for disclosure purposes, the borrowings carried at the amortized cost at the balance sheet are presented with their values in Note 6. The fair value of borrowings for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate (Libor) that is available to the Group for similar financial instruments that can be classified as level 2. The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to the short-term nature of trade receivables and payables.

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 25 - MERGER OF ENTERPRISES SUBJECT TO COMMON CONTROL

In accordance with the decision adopted during Migros Türk's general assembly held on 28 April 2009, Migros Türk has decided to merge with Moonlight through a takeover of its assets and liabilities as a whole within the framework of Capital Markets Board ("CMB") requirements, Turkish Commercial Code, Law No. 451, and other related articles and Corporate Tax Law No. 19-20. As a result of the mentioned merger, it has been decided to increase Moonlight's capital from TL 174.323.000 to TL178.030.000 (Amounts expressed in Turkish Lira ("TL")) and also in accordance with the merger agreement approved during the General Assembly, merger ratio of 0,97918 and share exchange ratio of 1,00 has been identified. As a result of the merger, registered shares amounting to TL 3.706.660 (Amounts expressed in Turkish Lira ("TL")) issued by Moonlight have been distributed to the shareholders of Migros Türk other than Moonlight in exchange for their Migros Türk shares.

On 30 April 2009 Istanbul Trade Registry Office has announced the registry of Migros Türk's general assembly held on 28 April 2009 and merger agreement on 06 May 2009 dated and 7305 numbered Trade Registry Gazette. As a result of the merger, Moonlight's trade name has been changed as Migros Ticaret A.Ş.

The difference occurred as a result of merger amounting TL 27.312, has been presented as "Additional contribution to shareholders' equity related to merger" under consolidated equity, as there are no related lines present at the financial statement presentation format which is held mandatory by CMB.

NOTE 26 - SUBSEQUENT EVENTS

As previously disclosed at 3 August 2011, the Company transfered the inventory, fixed assets and rent contracts of its 1.243 Şok stores to Şok Marketler Ticaret A.Ş, which is a subsidiary of the Company, through a sale transaction.

In the meeting of Competition Committee dated 17 August 2011, the permission regarding the transfer of 99.600 TL nominal value shares of Şok Marketler Ticaret A.Ş. in which Migros has 99,60% shareholding, to Gözde Girişim Sermayesi Yatırım Ortaklığı A.Ş (previously known as: Gözde Finansal Hizmetler A.Ş.) and Bizim Toptan Satış Mağazaları A.Ş is granted.

Migros Ticaret A.Ş. has transferred all the shares of Şok Marketler Ticaret A.Ş to Gözde Girişim Sermayesi Yatırım Ortaklığı A.Ş (previously known as: Gözde Finansal Hizmetler A.Ş), Turkish Retail Investments B.V and Bizim Toptan Satış Mağazaları A.Ş. as of 25 August 2011.

NOTE 27 - DISCLOSURE OF OTHER MATTERS REQUIRED FOR THE PURPOSE OF UNDERSTANDING AND INTERPRETING THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

On 17 February 2011, The Group sold 100% shares of subsidiary, Ramstore Azerbaijan, to a third party.

Gain from sale of subsidiary

Amount received	21.953
Recorded amount of net assets	(26.949)
Recalssification adjustments relating to foreign operations disposed of in the year	5.989
Sales gain (Note:15)	993

993 TL worth of sales income is classified under other operating expenses (Note 15).

Net amount from sale of subsidiary

Cash and cash equivalents received	21.953
Less: cash and cash equivalents of sold subsidiary	(7.810)
	14.143

(Amounts expressed in thousands of Turkish Lira ("TL") unless otherwise indicated. Currencies other than TL are expressed in thousands unless otherwise indicated.)

NOTE 27 - DISCLOSURE OF OTHER MATTERS REQUIRED FOR THE PURPOSE OF UNDERSTANDING AND INTERPRETING THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Book value of net assets disposed is as follows:

Current assets	**10.490**
Cash and cash equivalents	7.810
Trade receivables	64
Inventories	2.357
Other current assets	259
Non-current assets	**22.046**
Property, plant and equipment	21.242
Intangible assets	229
Deferred tax assets	514
Other non-current assets	61
Total assets	**32.536**
Current liabilities	**1.968**
Trade payables	1.715
Other current liabilities	253
Non-current liabilities	**3.619**
Deferred tax liabilities	3.619
Total liabilities	**5.587**
Book value of net assets disposed	**26.949**