

VESTEL ELEKTRONİK SANAYİ VE TİCARET A.Ş.
CONSOLIDATED BALANCE SHEETS
AS OF 31 MARCH 2008 AND 31 DECEMBER 2007

(All amounts in thousand New Turkish Lira unless stated otherwise)

ASSETS	Note	<i>Audited</i> 31.03.2008	<i>Audited</i> 31.12.2007
Current Assets		3,141,624	2,943,673
Cash and Cash Equivalents	5	612,736	466,104
Investment Securities	6	65,797	59,465
Trade Receivables (net)	8	1,067,292	1,119,101
Other Receivables (net)	9	72,501	80,338
Inventory (net)	10	1,173,181	1,093,117
Contract Cost	11	46,143	44,554
Other Current Assets	18	103,974	80,994
Non - Current Assets		1,346,780	1,330,099
Trade Receivables (net)	8	208	233
Other Receivables (net)	9	9,579	6,208
Investment Securities	6	1,552	1,713
Goodwill (net)	14	210,860	210,391
Property, Plant And Equipment (net)	12	994,446	994,934
Intangible Assets (net)	13	67,257	56,471
Deferred Tax Asset	26	42,949	38,962
Other Non-Current Assets	18	19,929	21,187
TOTAL ASSETS		4,488,404	4,273,772

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

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CONSOLIDATED BALANCE SHEETS
AS OF 31 MARCH 2008 AND 31 DECEMBER 2007

(All amounts in thousand New Turkish Lira unless stated otherwise)

		<i>Audited</i>	<i>Audited</i>
LIABILITIES AND SHAREHOLDERS' EQUITY	Note	31.03.2008	31.12.2007
Current Liabilities		2,820,577	2,476,033
Financial Liabilities	7	355,355	236,947
Trade Payables (net)	8	2,273,840	2,061,719
Other Payables	9	4,784	1,950
Deferred Billings	11	51,180	45,654
Provision for accrued liabilities and charges	16	67,377	57,637
Corporation Tax	26	11,910	11,642
Other Liabilities (net)	18	56,131	60,484
Non -Current Liabilities		488,905	509,476
Financial Liabilities	7	404,743	425,417
Other Payables	9	129	112
Employee termination benefits provision	17	20,113	19,208
Deferred Tax Liability	16	13,649	11,700
Other Liabilities (net)	26	50,271	53,039
SHAREHOLDER'S EQUITY		1,178,922	1,288,263
Paid in capital	19.a	159,100	159,100
Adjustments to Equity	19.b	688,315	688,315
Share Premium	19.c	79,191	79,191
Revaluation reserve of equity participations	19.d	1,301	1,461
Translation gain/loss		31,023	20,938
Legal reserves	19.e	42,829	42,829
Previous years profits	19.f	156,123	138,110
Net income for the period		(119,384)	18,013
MINORITY INTERESTS		140,424	140,306
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		4,488,404	4,273,772

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

VESTEL ELEKTRONİK SANAYİ VE TİCARET A.Ş.
CONSOLIDATED STATEMENTS OF INCOME
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2007

(All amounts in thousand New Turkish Lira unless stated otherwise)

	Note	<i>Audited</i> 01.01- 31.03.2008	<i>Audited</i> 01.01- 31.03.2007
BASIC OPERATING INCOME			
Sales (net)	20	1,019,417	1,142,163
Cost of Sales (-)		(744,208)	(1,030,902)
GROSS PROFIT		275,209	111,261
Marketing and selling expenses	21	(122,393)	(91,898)
General and administrative expenses	21	(33,474)	(35,281)
Research and development expenses	21	(5,110)	(12,929)
Other operating income	23	10,781	23,193
Other operating expense	23	(3,182)	(7,270)
OPERATING PROFIT (NET)		121,831	(12,924)
Financing Income	24	363,395	142,321
Financing Expenses	25	(605,073)	(149,516)
PROFIT BEFORE TAXATION		(119,847)	(20,119)
Tax on income from continuing operations			
Tax charge for the period	26	(4,848)	(15,667)
Deferred tax income	26	5,608	3,198
PROFIT BEFORE MINORITY INTEREST		(119,087)	(32,588)
Minority Interest		297	5,117
NET PROFIT AFTER MINORITY INTEREST		(119,384)	(37,705)
EARNINGS PER SHARE (YTL)		(0.07)	(0.02)

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

VESTEL ELEKTRONİK SANAYİ VE TİCARET A.Ş.
CONSOLIDATED CASH FLOW STATEMENTS
FOR THE THREE MONTH PERIOD ENDED 31 MARCH 2008
(All amounts in thousand New Turkish Lira unless stated otherwise)

Audited

CASH FLOWS FROM OPERATING ACTIVITIES	Note	01.01- 31.03.2008
Continuing operations profit before tax		-119,847
Adjustment to reconcile net income to net cash provided from operating activities:	30	77,913
Operating profit before changes in working capital		
Net changes in asset & liabilities	30	158,785
Taxes paid		-4,580
Cash flows from operating activities		
		112,271
Cash flows from investing activities		
Purchases of property, plant, equipment	12	-22,960
Proceeds from sale of property, plant, equipment		801
Purchases of intangible fixed assets	13	-13,364
Cash flows from investing activities		
		-35,523
Cash flows from financing activities		
Proceeds from investment securities		-6,332
Changes in financial assets		--
Proceeds from borrowings		75,369
Interest paid		-7,099
Interest income		8,109
Net cash used in financing activities		
		70,047
Foreign Currency Translation Differences		-9,647
Changes in cash and cash equivalents		
		137,149
Cash and cash equivalents as of January 1		
		462,658
Cash and cash equivalents as of March 31		
		599,807

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