

TABOGLU & DEMIRHAN

Newsletter

CAPITAL MARKETS NEWS

- As per the statement made by AFM Film Produksiyon to the Public Disclosure Platform, the Company has transferred its shares representing 88.01% to Esas Holding. The purchase price for its shares is declared as TL 125 million and 301 thousand in total. The purchase price per share is stated as US\$ 6.94.
- Torunlar Real Estate Investment Company, engaging mostly in shopping mall investments, has applied to the Capital Markets Board and the Istanbul Stock Exchange in order to offer its shares, representing 25.16% of its share capital to the public through Is Yatirim. The Company is an affiliate of Torunlar Group, active in construction sector over 30 years. It is planned that the paid in capital of the Company will be raised to TL 224 million from TL 176 million 100 thousand after the public offering.
- Emlak Real Estate Investment Company will construct a number of 30 thousand houses by the end of year 2010 through the revenues received by the public offering of the Company. The public offering is planned to be made in November 2010. The Housing Development Administration of Turkey has executed an agreement with Unicredit and Turkish Industrial Development Bank in August in order to offer its shares representing 99% of the share capital of Emlak REIT through subscription.
- It has been determined by the Capital Markets Board that GISAD Dis Ticaret has been de-registered on the grounds that the number of its shareholders had fallen under 200 in the years 2007 and 2008.
- Economics Management is close to finalize its works in relation to the Small and Medium Sized Enterprises Stock Exchange. Accordingly, SME's public offering process will cost approximately 1/10 of the other companies' public offering cost.

cont'd

- The Capital Markets Board has granted its approval to Ihlas Yayin Holding and Kiler Alisveris for adopting the registered capital system with a view to offer their shares to public in the future. The registered capital ceiling of Ihlas Holding and Kiler Alisveris are TL 600 million and TL 300 million, respectively.
- Klimasan Ticaret has applied to the Capital Markets Board in order to issue non-paid up shares in return for TL 15 million from the internal sources.
- Aktif Bank has obtained the approval of the Capital Markets Board in order to sell TL 700 million banking bonds to the investors without offering to public. It has been stated that the Bank has also applied to the Board in order to offer TL 100 million banking bonds to public.

ENERGY MARKET HIGHLIGHTS

- Turkcell will construct a power house in Gaziantep in order to meet the demands of the customers faster and more effectively. The amount of the investment will be US\$ 5 million.
- The Execution Board of Directors of World Bank has approved the loan agreement granting an amount of US\$ 220 million to Turkey with regard to the European Energy Community Program. The project, which will be financed through the loans, will be implemented by Turkiye Elektrik Iletim (TEIAS).
- The Official Representative of Gazprom has explained that the Company continues to increase the daily gas transfer via Mavi Akim Natural Gas Pipeline. As of 28 August 2010, the daily transfer made by this line has been increased to 42 cubic meters.

cont'd

Highlights

- a. Capital Markets News
- b. Energy Market Highlights
- c. Banking Sector Updates
- d. Other News

cont'd

- Turkey will connect the Europe electricity grid with the smart grid technology of General Electric. As per the announcement made by General Electric, within the connection, the energy safety around Europe will be reformed by the integration of electricity grids. The connection will be realized in September 2010.
- Agaoglu Group has made its first investment to the energy sector through Bandirma Sah Wind Power Plant. The amount of the investment is TL 200 million. Sah Wind Power Plant is composed of 31 wind turbines each having 30 MW production power. The total energy power of the plant is 93 MW. The Group had also made an investment in Mersin Mut Wind Power Plant recently.

BANKING SECTOR UPDATES

- Vakifbank has obtained a dimerious participation loan in return for US\$ 720 million. The General Manager of the Bank has stated that they have executed the second participation transaction in this year and the loan will mostly be used for the export finance. It is further stated that the loan which has been obtained in return for US\$ 675 million in year 2009 has totally been renewed and the total cost has been decreased to 1.3%.
- Gebze Manufacturing Plant of Eczacibasi-Monrol, active in nuclear medicine, has obtained the certificate of "Good Manufacturing Practices". As per the statement made by Eczacibasi-Monrol, through obtaining the aforesaid certificate, an important stage has been passed in order to certify the Single Photon Emission Computed Tomography "SPECT" products in EU countries.
- Gunes Sigorta, one of the leading subsidiaries of Vakifbank, and active in insurance sector, has put its inactive immovable properties out for sale in order to convert them into cash.

OTHER NEWS

- Radikal Newspaper is started to be published by Hurriyet as of 1 September 2010. The transfer of shares of Radikal together with the personnel to Hurriyet has been realized recently.

cont'd

The aim of this weekly newsletter is to highlight mainly the regulatory changes made by the Turkish Government during the relevant week. The content of this bulletin is limited to those areas Taboglu & Demirhan advises its clients. It contains a general summary of the changes and the areas it covers are broader. Thus, one should not rely on it for specific advice. For further information or advice please contact Taboglu & Demirhan, a full-service law firm based in Istanbul.

TABOGLU & DEMIRHAN

Attorneys at Law

Levent Cad. No. 9

1. Levent, 34330, Istanbul, Turkey

E-MAIL: enquiries@taboglu.av.tr

www.taboglu.av.tr

PHONE: (212) 339 8800

FAX: (212) 339 8899