

TAT KONSERVE SANAYİİ A.Ş.

BALANCE SHEETS AT 31 DECEMBER 2006 AND 2005

(Amounts expressed in New Turkish Lira, unless otherwise indicated.)

	2006	Restated 2005
ASSETS		
Current assets	190.394.011	167.866.977
Cash and cash equivalents	399.043	214.136
Marketable securities (net)	-	-
Trade receivables (net)	16.906.869	4.809.993
Leasing receivables (net)	-	-
Due from related parties (net)	82.074.360	67.623.565
Other receivables (net)	6.175	526.449
Biological assets (net)	-	-
Inventories (net)	85.981.804	84.123.752
Construction contract receivables (net)	-	-
Deferred income tax assets	-	-
Other current assets	5.025.760	10.569.082
Non-current assets	140.764.806	146.992.327
Trade receivables (net)	-	1.500
Leasing receivables (net)	-	-
Due from related parties (net)	-	-
Other receivables (net)	83.223	79.224
Financial assets (net)	13.224.898	15.188.406
Goodwill/negative goodwill (net)	-	-
Investment property (net)	-	-
Property, plant and equipment (net)	89.299.861	90.730.987
Intangible assets (net)	1.149.189	1.621.313
Deferred income tax assets	37.007.635	39.370.897
Other non-current assets	-	-
Total Assets	331.158.817	314.859.304

These financial statements have been approved by Board of Directors on 16 March 2007 and signed on its behalf by Güçlü Toker, Member of Board of Directors, and Tamer Soyupak, Assistant General Manager for Finance.

TAT KONSERVE SANAYİİ A.Ş.

BALANCE SHEETS AT 31 DECEMBER 2006 AND 2005

(Amounts expressed in New Turkish Lira, unless otherwise indicated.)

	2006	Restated 2005
LIABILITIES		
Current liabilities	190.550.860	181.336.255
Short-term bank borrowings (net)	145.770.937	135.773.820
Current portion of long-term bank borrowings (net)	-	-
Leasing payables (net)	-	33.753
Other financial liabilities (net)	-	-
Trade payables (net)	31.237.858	25.416.190
Due to related parties (net)	9.005.104	15.629.748
Advances received	-	-
Construction contracts progress billings (net)	-	-
Provisions	859.421	486.233
Deferred income tax liabilities	-	-
Other liabilities (net)	3.677.540	3.996.511
Non-current liabilities	68.091.992	39.692.441
Long-term bank borrowings (net)	56.224.000	33.805.551
Leasing payables (net)	-	-
Other financial liabilities (net)	-	-
Trade payables (net)	-	-
Due to related parties (net)	-	-
Advances received	-	-
Provisions	6.329.918	5.886.890
Deferred income tax liabilities	-	-
Other liabilities (net)	5.538.074	-
Minority interests	-	-
Shareholders' equity	72.515.965	93.830.608
Share capital	86.041.814	86.041.814
Treasury shares	-	-
Capital reserves	76.275.693	197.503.737
Share premium	-	-
Share cancellation gains	-	-
Revaluation fund	-	-
Fair value reserve of available-for-sale financial assets	(864.586)	952.913
Inflation adjustment to shareholders' equity	77.140.279	196.550.824
Profit reserves	60.404	60.404
Legal reserves	-	-
Statutory reserves	-	-
Extraordinary reserves	-	-
Special reserves	60.404	60.404
Investment and property sales income to be added to the capital	-	-
Translation reserve	-	-
Loss for the period	(19.497.144)	(15.299.489)
Accumulated losses	(70.364.802)	(174.475.858)
Total shareholders' equity and liabilities	331.158.817	314.859.304

TAT KONSERVE SANAYİİ A.Ş.**STATEMENTS OF INCOME FOR THE YEARS ENDED
31 DECEMBER 2006 AND 2005**

(Amounts expressed in New Turkish Lira, unless otherwise indicated.)

	2006	Restated 2005
Operating revenue		
Sales (net)	448.398.975	349.695.468
Cost of sales	(377.477.278)	(310.195.445)
Service income (net)	-	-
Other operating income	-	-
Operating profit	70.921.697	39.500.023
Operating expenses	(53.482.450)	(56.872.550)
Net operating profit/(loss)	17.439.247	(17.372.527)
Other income and gains	1.829.009	21.048.309
Other expenses and losses	(9.460.693)	(4.503.523)
Financial income/(expenses) (net)	(26.941.445)	(18.757.573)
Loss before monetary gain/(loss), minority interest and income taxes	(17.133.882)	(19.585.314)
Gain/(loss) on net monetary position	-	-
Minority interests	-	-
Loss before taxation on income	(17.133.882)	(19.585.314)
Taxation on income	(2.363.262)	4.285.825
Loss for the period	(19.497.144)	(15.299.489)
Loss per share per thousands of shares with nominal value 1 YKr each	(2,27)	(1,78)