

TAV AIRPORTS HOLDING

First Half of 2009 Results

Surpassing the good results of the first half of 2008



Enfidha Zine El Abidine Ben Ali International Airport

TABLE OF CONTENTS

ANNOUNCEMENT OF RESULTS FOR THE PERIOD ENDED AS OF 30 JUNE 2009	3
HIGHLIGHTS OF THE FIRST HALF OF 2009	4
OPERATIONAL PERFORMANCE	4
OVERVIEW OF THE PERIOD	6
SUMMARY CASH FLOW STATEMENT	10
FREE CASH FLOW	12
NET DEBT	12
MATURITY PROFILE OF FINANCIAL DEBT	13
NUMBER OF EMPLOYEES	13
TAV AIRPORTS HOLDING AND SUBSIDIARIES – 1H09 FINANCIAL SUMMARY	14
NOTES.....	15
1 – IFRIC 12 & HEDGE ACCOUNTING	15
2 – SENSITIVITY ANALYSIS	16
3 – BASIS OF CONSOLIDATION	16
TAV AIRPORTS HOLDING SELECTED FINANCIALS	17
BALANCE SHEET	18
INCOME STATEMENT	20
CASH FLOW STATEMENT	21
TRAFFIC FIGURES	23
ABOUT TAV AIRPORTS HOLDING INC.	24

Announcement of results for the period ended as of 30 June 2009

Surpassing the good results of the first half of 2008

TAV Airports Holding Inc. (ISE: TAVHL, "TAV") announced €2.5 million net loss ¹ for the six-month period ended June 30, 2009, compared to a net loss of €16.9 million for the first half of 2008

(in million €, unless stated otherwise)*	1H09	1H08	Δ y-o-y	1H09** (Adjusted)	1H08** (Adjusted)	Δ y-o-y
Revenues	269.7	274.5	(2%)	280.0	285.8	(2%)
EBITDA	46.0	43.0	7%	56.3	53.6	5%
EBITDA margin	17.0%	15.6%	-	20.1%	18.8%	-
EBITDAR	116.0	118.3	(2%)	126.4	129.0	(2%)
EBITDAR margin	43.0%	43.1%	-	45.1%	45.2%	-
Net Income (Loss)	(2.5)	(16.9)	n.m.	-	-	-
Cash flow from operations	6.5	47.7	n.m.	-	-	-
Capex	(200.1)	(101.0)	n.m.	-	-	-
Free Cash Flow	(193.6)	(53.3)	n.m.	-	-	-
Shareholders' Equity	324.6	318.5	2%	-	-	-
Net Debt	971.7	742.2	31%	-	-	-
Average number of employees	11,775	11,004	7%	-	-	-
Number of passengers (million)	18.8	18.6	1%	-	-	-
- International	11.0	11.0	0%	-	-	-
- Domestic	7.8	7.6	2%	-	-	-
Duty free spend per pax (€)	15.5	16.5	(6%)	-	-	-

* Construction revenue and construction expenditure are excluded while computing the operational performance in the table.

** Figures are adjusted by including guaranteed passenger fee revenues from airports in Ankara and Izmir

Source: TAV Airports Holding, DHMI, TAV Tunisie, Georgian Authority

TAV Airports Holding Inc. CEO M. Sani Şener commented as; "We are happy that the impact of the economic downturn has occurred during off-peak season. Compared to the relatively weak development of the operational performance in the first quarter of the year, the second quarter made up for the lost ground. This is mainly the result of the strong operational performance of Havas and BTA. Net loss for 1H09 was €2.5 million compared to €16.9 million in 1H08; mainly because of higher operating profit and less finance expense, despite higher deferred tax expenses.

All in all, TAV operations performed well even with strong economic headwinds, thanks to proactive management decisions and committed team members."

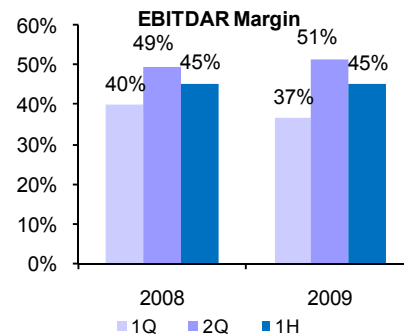
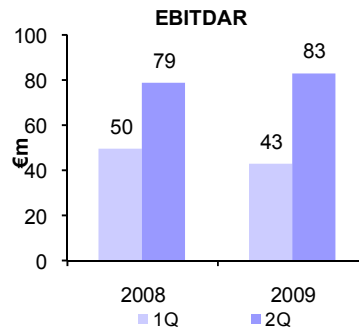
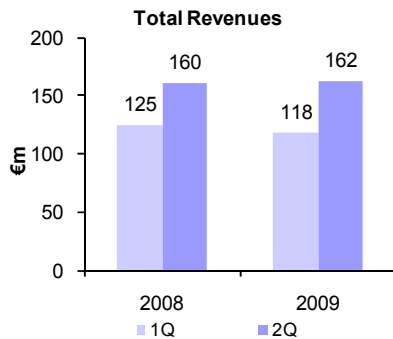
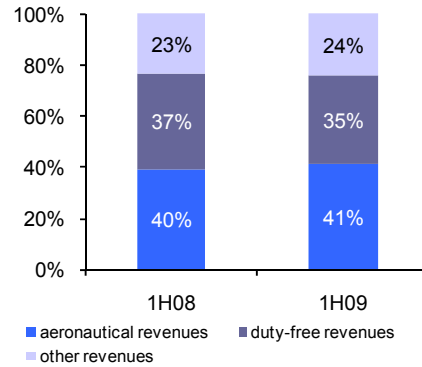
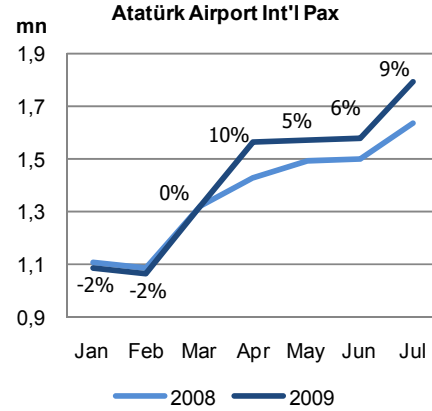
¹ The financial results in this announcement are audited prepared in accordance with International Financial Reporting Standards ("IFRS") and expressed in Euro.

Highlights of the first half of 2009

Operational performance

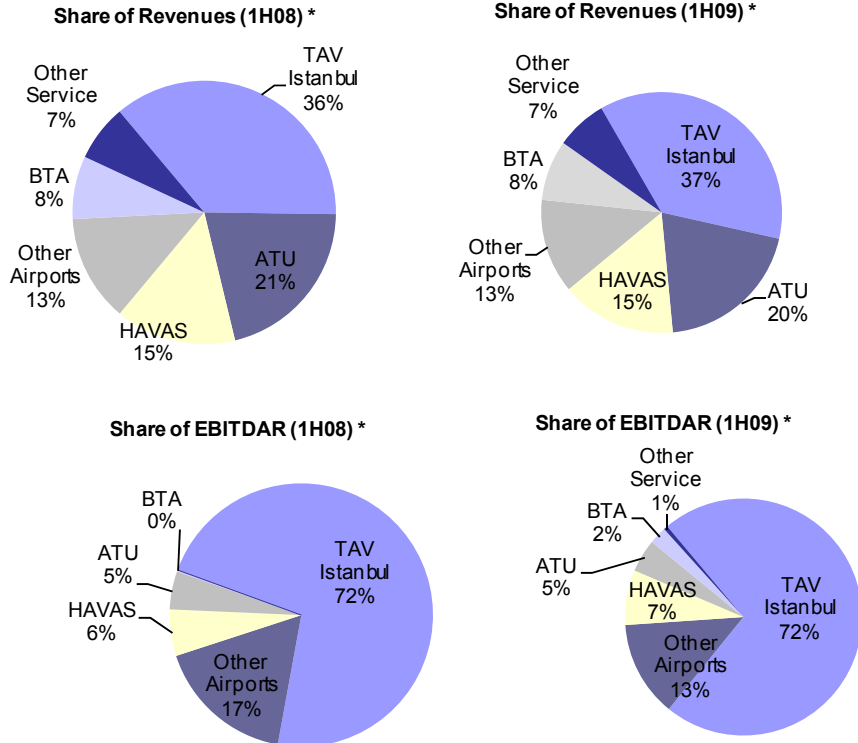
Construction revenue and construction expenditure are excluded and guaranteed passenger fee revenues from airports in Ankara and Izmir are included while computing the operational performance in the explanations below. Figures in parentheses refer to the reported figures in IFRS report.

- The number of passengers using airports operated by TAV increased by 1% to 18.8 million in the first half of 2009. ATM stayed at 172.6k during the same period. According to Turkish State Airports Authority (DHMI) figures (including transfer passengers), **the number of passengers in international terminal of Istanbul Ataturk Airport increased by 3% to 8.2 million in the first half of 2009 (2Q09: 7% growth).**
- **Adjusted revenues decreased by 2%** to €280.0 million in 1H09 (reported €269.7 million) from €285.2 million in 1H08 (reported €274.5 million). This decrease primarily reflected decline in sales of duty free goods (4% decline in 2Q09, 13% decline in 1Q09).
- The weight of aeronautical revenues (including guaranteed passenger fee revenues from airports in Ankara and Izmir) in total operating income has increased to 41% in 1H09 from 40% in 1H08. Second revenue contribution comes from duty-free services with 35%, followed by other revenues 24%.
- **Adjusted EBITDA** increased by 5% to €56.3 million in 1H09, which was €53.6 million in 1H08, and implying 20.1% EBITDA margin (1H08: 18.8%).
- **Adjusted EBITDAR decreased by 2%** from €129.0 million in 1H08 to €126.4 million in 1H09 while EBITDA increased because of the decline in concession rent payment (refer to page 8). **EBITDAR margin stayed at 45.1% in 1H09.**



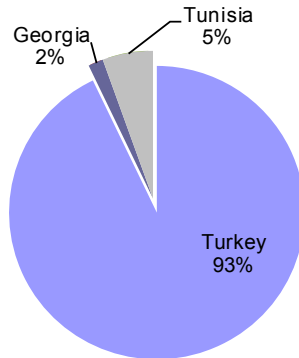
- **Net loss for 1H09 was €2.5 million** compared to a net loss of €16.9 million in 1H08 according to IFRS financial statements. The net loss figure attributable to the owners of the Company was € 2.1 million in 1H09 compared to €17.1 million net loss attributable to the owners of the Company.

- Net debt increased to €972 million at the end of June 2009 from €933 million at the end of March 2009, mainly due to the drawdown of the project finance facility for the construction of Enfidha Airport in Tunisia (€26 million in March-June period).
- For the six-month period ended June 30, 2009 free cash flow (net cash provided from operating activities – capex) amounted to minus €193.6 million which was minus €53.1 million during the six-month period ended June 30, 2008. In the first half of this year, we spend around €183.6 million for our ongoing investment in Tunisia Enfidha Airport, which was the main reason behind the negative free cash flow.

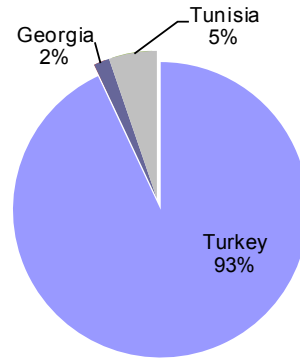


(*) Share of Revenues and EBITDAR represent the shares before eliminations.

Geographical Breakdown of Revenue (1H08)



Geographical Breakdown of Revenue (1H09)

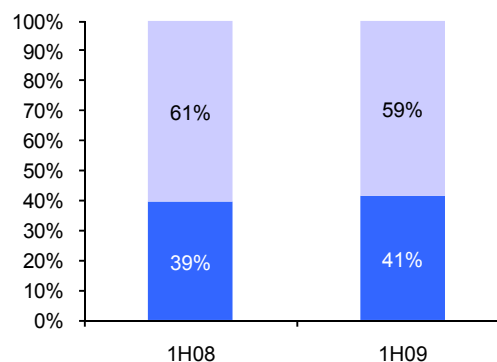


Overview of the period

(€ million)	1H09	1H08	Change	1H09* (Adj)	1H08* (Adj)	Change
Total revenues	269.7	274.5	(2%)	280.0	285.2	(2%)
Sales of duty free goods	66.1	71.9	(8%)	66.1	71.9	(8%)
Aviation income	58.7	57.2	3%	69.0	67.8	2%
Ground handling income	46.6	44.6	5%	46.6	44.6	5%
Commission from sales of duty free goods	31.3	34.7	(10%)	31.3	34.7	(10%)
Catering service income	17.0	16.8	1%	17.0	16.8	1%
Other operating income	49.9	49.5	1%	49.9	49.5	1%

* Adjusted figures include guaranteed passenger fee revenues from airports in Ankara and Izmir

- **Adjusted revenues** decreased by 2% from €285.2 million (reported €274.5 million) in 1H08 to €280.0 million in 1H09 (reported €269.7 million). This decrease primarily reflected decline in sales of duty free goods.
- Our income stream is hard currency, based primarily in Euro and U.S. dollars, with aviation operations (which includes ground handling), accounting for 41% of total operating income and non-aviation operations accounting for 59% of total operating income in 1H09. Aviation income constituted 39% of total revenues in 1H08.



■ Non-aviation ■ Aviation (includes ground handling)

- **Adjusted aviation income (excluding ground handling income)** increased by 2% from €67.8 million in 1H08 (reported €57.2 million) to €69.0 million in 1H09 (reported €58.7 million). In IFRIC 12 application, total guaranteed passenger fee revenues from Ankara Esenboğa Airport (€5.9 million) and Izmir Adnan Menderes Airport (€4.4 million) in 1H09 are excluded from the P&L. However we included these revenues in aviation revenues when calculating adjusted figures.
- **Sales of duty free goods** decreased by 8% from €71.9 million in 1H08 to €66.1 million in 1H09. Average per passenger spending decreased from €16.5 in 1H08 to €15.5 in 1H09. Per passenger spend averaged €10.8 at Izmir Adnan Menderes (1H08: €12.0) and €14.7 at Ankara Esenboğa Airports (1H08: €14.1). Due to the dilutive impact of 35% increase in the number of transfer passengers, average per passenger spending declined to €16.5 in 1H09 from €17.8 in 1H08 at Istanbul Ataturk Airport (duty free revenues divided by the number of international passengers including transfer passengers). Istanbul Ataturk Airport arrival duty free provides around 40% of annual duty free sales in Istanbul and the arrival business is heavily reliant on Turkish passengers. Because of the depreciation of TL against other currencies together with the impact of global recession, Turkish passengers reduced their spending form duty free, so we have experienced a drop in Arrival duty free sales in 1H09. However, sales of duty free goods began to recover in 2Q09 (4% decline in 2Q09, 13% decline in 1Q09).

Average duty-free spending per pax (€)	1H09	1H08	Change
TAV Airports	15.5	16.5	(6%)
Istanbul Atatürk Airport	16.5	17.8	(7%)
Ankara Esenboğa Airport	14.7	14.1	4%
Izmir Adnan Menderes Airport	10.8	12.0	(10%)

TAV Havalimanları Holding A.Ş. / TAV Airports Holding Inc.

İstanbul Atatürk Havalimanı Dış Hatlar Terminali / İstanbul Atatürk Airport International Terminal
34149 Yeşilköy / İstanbul / Turkey
Tel : (90) 212 465 55 55 Pbx / Fax : (90) 212 465 31 00
<http://ir.tav.aero>

- **Ground handling income** increased by 5% from €44.6 million in 1H08 to €46.6 million in 1H09. Total number of aircrafts served by Havaş increased by 14% to 79.5k in 1H09.
- **Commission from sales of duty free goods** decreased by 10% from €34.7 million in 1H08 to €31.3 million in 1H09.
- **Catering service income**, mainly denominated in TL, increased by 1% from €16.8 million in 1H08 to €17.0 million in 1H09.
- **Other operating income** increased by 1% from €49.5 million in 1H08 to €49.9 million in 1H09.

(€ million)	1H09	1H08	Change
Total operating expenses	242.0	248.5	(3%)
Concession rent expenses	70.1	75.4	(7%)
Personnel expense	72.9	71.6	2%
Cost of duty free inventory sold	26.4	28.9	(9%)
Cost of services rendered	14.1	15.6	(10%)
Depreciation and amortisation expense	18.4	16.9	9%
Cost of catering inventory sold	6.5	6.0	8%
Other operating expenses	33.6	34.0	(1%)

- **Operating expenses** decreased by 3% from €248.5 million in 1H08 to €242.0 million in 1H09. This was primarily the result of decreases in concession rent expenses, cost of duty free inventory sold and cost of service rendered. Excluding the concession rent and depreciation & amortisation expense, operating expenses decreased by 2% in 1H09 compared to 1H08.
- **Concession rent expenses** decreased by 7% to €70.1 million in 1H09, because of the decline in rent payment for Atatürk Airport in Euro terms, representing 26% of total operating income, compared to 27% in 1H08. Concession rent expenses principally consists of payments to DHMI under the terms of the Istanbul Atatürk Airport lease agreement and renovation of the domestic terminal (€64.8 million) and payments to Tunisian Airports and Civil Aviation Authority (OACA) based on the percentage of revenues derived from Monastir Airport which is operational since January 1, 2008 (€5.3 million). According to the concession agreement, TAV Tunisie is obliged to pay 33.7% and 11.7% of the total revenues for 2008 and 2009 respectively, or minimum €14.8 million per year will be paid for the Monastir Airport to Tunisian government, as the concession rent expense.
- **Cost of duty free inventory sold** was €28.9 million in 1H08, representing 40% of sales of duty free goods, and decreased by 9% to €26.4 million in 1H09 representing 40% of sales of duty free goods in 1H08.
- **Cost of catering inventory sold** was €6.0 million in 1H08 and increased by 8% to €6.5 million in 1H09.
- **Personnel expense** increased by 2% from €71.6 million in 1H08 to €72.9 million in 1H09. This increase is the result of new hires (is new stations added to Havaş' portfolio in 2009); i.e. average number of employees increased by 7% in 1H09 compared to 1H08.
- **Cost of services rendered** decreased by 10% from €15.6 million in 1H08 to €14.1 million in 1H09. Cost of services rendered principally consists of the consolidated portion of ATU, BTA, TAV O&M and Havaş' operating expenses.
- **Depreciation and amortisation expense** increased by 9% from €16.9 million in 1H08 to €18.4 million in 1H09.

- **Other operating expenses** decreased by 1% from €34.0 million in 1H08 to €33.6 million in 1H09.

(€ million)	1H09	1H08	Change	1H09 (Adj)	1H08 (Adj)	Change
Operating profit *	27.6	26.1	6%	38.0	36.7	3%
EBITDA**	46.0	43.0	7%	56.3	53.6	5%
EBITDA margin	17.0%	15.6%	-	20.1%	18.8%	-
EBITDAR***	116.0	118.3	(2%)	126.4	129.0	(2%)
EBITDAR margin	43.0%	43.1%	-	45.1%	45.2%	-

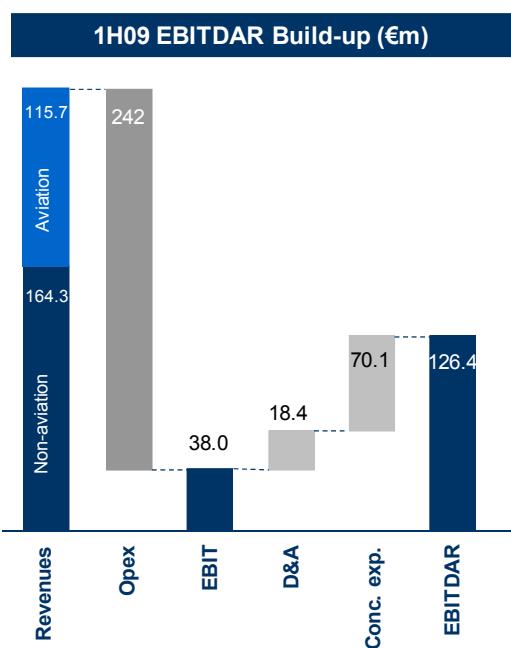
* ignoring net effect of construction revenue and construction expenditure

** profit (loss) adjusted for income taxes, finance income and expenses and depreciation & amortization expense

*** EBITDA before concession rent payment

Note: Adjusted figures include guaranteed passenger fee revenues from airports in Ankara and Izmir

- **Adjusted operating profit** (ignoring net effect of construction revenue and construction expenditure) increased from €36.7 million in 1H08 to €38.0 million in 1H09.
- **Adjusted EBITDA**, which we define as profit (loss) adjusted for income taxes, finance income and expenses and depreciation & amortisation expense, amounted €56.3 million in 1H09, which was €53.6 million in 1H08.
- **Adjusted EBITDAR**, which we define as EBITDA before concession rent payment, decreased by 2% from €129.0 million in 1H08 to €126.4 million in 1H09. EBITDAR margin stayed at 45.1% in 1H09. TAV Istanbul contributed to 72% of total EBITDAR and similar to 1H08, the EBITDAR margin of TAV Istanbul stayed at 73% in 1H09, similar to 1H08 and 1H07.



- **Net finance expenses** decreased from €42.6 million in 1H08 to €30.6 million in 1H09. Similarly, finance expense decreased from €50.1 million in 1H08 to €38.6 million in 1H09 mainly because of the one-off break-up cost of derivatives related with TAV Istanbul refinancing in 1Q08. Translation loss of €3.9 million in 1H09 stemmed from appreciation of US\$ against Euro and depreciation of TL against other currencies (1H08: €2.5 million). Translation loss was €12.2 million in 1Q09 and translation gain was €8.3 million in 2Q09.

(€ million)	1H09	1H08	Change
Finance income	7.9	7.4	3%
Finance expenses	(38.6)	(50.1)	(23%)
Translation gain / (loss)	(3.9)	(2.5)	58%
Net finance expense	(30.6)	(42.6)	(28%)
Profit / (loss) before income tax	6.3	(11.4)	n.m.
Income tax (expense) / benefit	(8.7)	(5.4)	60%
Net Profit / (loss)	(2.5)	(16.9)	(85%)
Attributable to:			
Owners of the Company	(2.1)	(17.1)	n.m.
Non-controlling interest	(0.4)	0.3	n.m.

Period-end	2006	2007	2008	March 2008	March 2009	Δ	June 2008	June 2009	Δ
US\$ / TL	1.4056	1.1647	1.5124	1.2765	1.6880	32.2%	1.2237	1.5301	25.0%
€ / TL	1.8515	1.7102	2.1408	2.0156	2.2258	10.4%	1.9271	2.1469	11.4%
€ / US\$	1.3172	1.4684	1.4155	1.5790	1.3186	(16.5%)	1.5748	1.4031	(10.9%)

- **Income tax benefit (expense)** consists of deferred tax and corporate taxes. Total income tax expense remained flat as €4.0 million in 1H09. Deferred tax expense increased to €4.7 million in 1H09 from €1.5 million in 1H08.

Income tax expense (€ million)	1H09	1H08
Current tax expense	(4.0)	(3.9)
Deferred tax expense	(4.7)	(1.5)
Total income tax (expense) / benefit	(8.7)	(5.4)

- **Net loss** for 1H09 was €2.5 million compared to a net loss of €16.9 million in 1H08 according to IFRS financial statements. The net loss figure attributable to the owners of the Company was € 2.1 million in 1H09 compared to €17.1 million net loss attributable to the owners of the Company. Non-controlling interest reflects the allocation of profit / losses held by the non-controlling interest and amounted €0.4 million in 1H09.

Summary Cash Flow Statement

Net Cash from operating activities

During the six-month period ended June 30, 2009, we generated €6.5 million net cash from operating activities compared to €47.7 million cash generated from operating activities for the six-month period ended June 30, 2008. Cash generated from operations before changes in working capital items was €132.0 million for the six-month period ended June 30, 2009 compared to €68.6 million cash generated from operations for the six-month period ended June 30, 2008. We used cash of €92.2 million to fund working capital during the six-month period ended June 30, 2009 compared to €4.3 million during the six-month period ended June 30, 2008.

(€)	1H09	1H08
Net Profit / (loss)		
Profit / (loss) for the period	(2,468,701)	(16,853,502)
Amortisation of airport operation right	9,504,940	9,456,251
Depreciation of property and equipment	6,585,058	5,581,604
Amortisation of intangible assets	2,263,238	1,861,056
Amortisation of concession asset	70,064,429	75,364,164
Provision for employment termination benefits	1,871,926	1,874,319
Provision set for doubtful receivables	82,983	436,091
Collections of doubtful receivables	(211,044)	(42,305)
Provision set for tax penalties	444,174	(234,557)
Other provisions (released) / set	(31,767)	2,132,568
Discount on receivables and payables, net	163,762	489,566
Gain on sale of property and equipment	(53,126)	(357,845)
Accrual set for unused vacation	670,904	582,934
Reversal of provision for slow moving inventory	(4,726)	-
Accrued interest income	(439,713)	449,719
Accrued interest expense on financial liabilities	24,633,561	35,366,896
Income tax expense	8,722,659	5,448,952
Marked to market valuation of derivative instruments	-	(14,393,323)
Unrealised foreign exchange differences on balance sheet items	10,208,743	(38,586,423)
Cash flows from operating activities	132,007,300	68,576,165
Change in Working Capital	(92,202,558)	(4,317,316)
Cash generated from operations	39,804,742	64,258,849
Income taxes paid	(1,153,026)	(1,368,600)
Interest paid	(31,415,562)	(14,765,566)
Retirement benefits paid	(698,157)	(452,460)
Net cash from operating activities	6,537,997	47,672,223

Net Cash flow used in investing activities

For the six-month period ended June 30, 2009 we used net €194.7 million in investing activities, which principally includes €183.6 million of capex for Tunisia Enfidha Airport. During the six-month period ended June 30, 2008 we used net €93.4 million in investing activities, which principally included €93.9 million investment for Enfidha Airport.

(€)	1H09	1H08
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	5,133,579	5,676,492
Net change in investments held for trading	-	248,683
Proceeds from sale of property and equipment and intangible assets and correction of airport operation right	294,592	1,604,744
Acquisition of property and equipment	(13,212,493)	(6,287,509)
Additions to airport operation right	(186,447,035)	(93,920,275)
Acquisition of intangible assets	(450,514)	(757,170)
Net cash used in investing activities	(194,681,871)	(93,435,035)

Net Cash flow from financing activities

Our cash flow from financing activities is mainly related to bank loans and project finance loans and the associated repayments. In the first quarter of 2008, TAV Istanbul signed a €440 million loan agreement and refinanced the existing loan. For the six-month period ended June 30, 2009 we generated €184.0 million of cash from financing activities, which principally included the project finance facility of TAV Tunisia and the €57 million rights issue.

(€)	1H09	1H08
CASH FLOWS FROM FINANCING ACTIVITIES		
New borrowings raised	231,583,202	534,690,259
Repayment of borrowings	(116,660,449)	(584,701,201)
Change in restricted bank balances	11,677,729	48,816,766
Non-controlling interest change	(111,061)	(699,728)
Repayment of finance lease liabilities	(66,340)	438,711
Increase in share premium	103,989	-
Increase in share capital	57,473,711	-
Net cash provided from / (used in) financing activities	184,000,781	(1,455,193)
NET (DECREASE) / INCREASE FROM CASH AND CASH EQUIVALENTS	(4,143,093)	(47,218,005)
CASH AND CASH EQUIVALENTS AT 1 JANUARY	20,727,590	62,681,735
CASH AND CASH EQUIVALENTS AT 30 JUNE	16,584,497	15,463,730

Free Cash Flow

For the six-month period ended June 30, 2009 free cash flow (net cash provided from operating activities – capex) amounted to minus €194 million which was minus €53 million during the six-month period ended June 30, 2008; primarily due to the increase in capex for Tunisia Enfidha Airport. Total capex in 1H09 contained €183.6 million capex in Tunisia, €2.8 million capex in Gazipasa, €8.6 million capex for Ataturk Airport Development Project (expansion project) and €0.9 million capex for Ataturk Airport Trigeration Project.

(€ million)	1H09	1H08
Cash flow from Operating Activities	6.5	47.7
- Capex for property and equipment	(13.2)	(6.3)
- Capex for investment in airport operation right	(186.4)	(93.9)
- Capex for intangible assets	(0.5)	(0.8)
= Free Cash Flow (FCF)	(193.6)	(53.3)

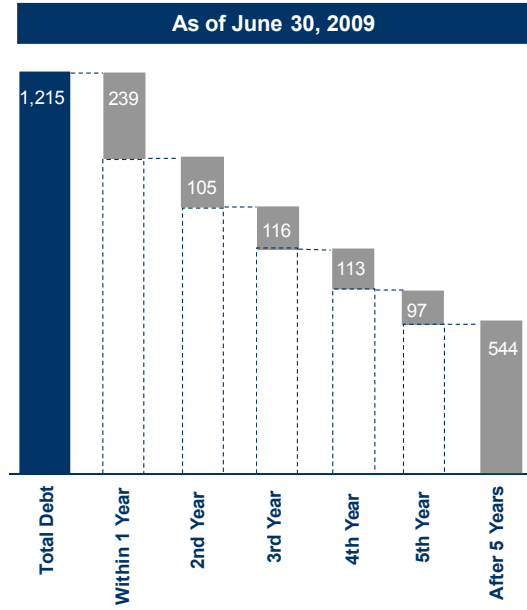
Net Debt

As a result of the drawdown of the project finance facility for the construction of Enfidha Airport in Tunisia (€26 million in March-June period), **net debt** increased to €972 million as of June 30, 2009, from €933 million as of March 31, 2009.

NET DEBT (€ million)	30 June 2009	31 March 2009	31 December 2008
Airports	765	720	571
Istanbul	285	306	229
Ankara	117	119	119
Izmir	59	65	65
Tbilisi (60%)	19	22	21
Batumi	0	0	0
Tunisia	278	205	134
Gazipasa	7	3	3
Macedonia	-	-	-
Services	206	213	214
ATU (50%)	20	22	20
BTA	0	1	1
HAVAŞ	(6)	(1)	(4)
Others	192	191	197
Total	972	933	785

Maturity Profile of Financial Debt

(€ million)	30 June 2009	31 March 2009	31 Dec 2008
On demand or within one year	239	223	220
In the second year	105	121	117
In the third year	116	111	105
In the fourth year	113	118	108
In the fifth year	97	90	93
After five years	544	526	453
TOTAL	1,215	1,189	1,096



Number of Employees

The total number of employees of TAV Airports Holding grew by 1,205 to 12,513 employees as of June 2009 compared to March 2009 and increased by 799 yoy compared to June 2008 mainly because of new stations added to Havaş' portfolio in 2009.

Number of Employees	June 2009	March 2009	Change	June 2008	YoY Change
HAVAŞ	5,133	4,023	1,110	4,452	681
TAV Istanbul	2,008	2,064	(56)	2,022	(14)
BTA	1,357	1,208	149	1,131	226
ATU	1,039	1,020	19	1,049	(10)
TAV Esenboga	827	832	(5)	801	26
TAV Georgia	605	605	0	680	(75)
TAV Tunisie	507	505	2	500	7
TAV Izmir	445	448	(3)	473	(28)
TAV O&M	179	203	(24)	248	(69)
Holding	120	134	(14)	130	(10)
TAV Security	173	138	35	114	59
TAV IT	120	128	(8)	114	6
TOTAL	12,513	11,308	1,205	11,714	799

TAV AIRPORTS HOLDING and SUBSIDIARIES – 1H09 FINANCIAL SUMMARY

(€ million)	Revenues	EBITDA (*)	EBITDA (*) Margin	Net Debt
Airports	166.8	106.7	64%	765
Istanbul	124.1	90.3	73%	285
Ankara	14.7	6.0	41%	117
Izmir	9.3	3.2	34%	59
Tbilisi (60%)	4.3	1.6	38%	19
Batumi	0.4	(0.2)	(35%)	0
Tunisia	13.9	5.9	42%	278
Gazipasa	-	(0.0)	-	7
Macedonia	-	(0.2)	-	-
Services	170.0	18.8	11%	206
ATU (50%)	67.4	5.6	8%	20
BTA	27.3	3.0	11%	0
HAVAŞ	52.2	9.4	18%	(6)
Others	23.1	0.7	3%	192
Total	336.8	125.5	37%	972
Eliminations	(56.8)	0.9		
Consolidated	280.0	126.4	45%	972

* EBITDAR for TAV Istanbul and TAV Tunisie

Note: Figures are adjusted by including guaranteed passenger fee revenues from airports in Ankara and Izmir

(€ million)	TAV Airports Revenues					
	1H09	1H08	Change	1H09 (Adj)	1H08 (Adj)	Change
Airports	156	161	(3%)	167	172	(3%)
Istanbul	124	126	(2%)	124	126	(2%)
Others	32	35	(7%)	43	46	(6%)
Services	170	176	(3%)	170	176	(3%)
ATU (50%)	67	73	(8%)	67	73	(8%)
BTA	27	27	1%	27	27	1%
HAVAŞ	52	52	1%	52	52	1%
Others	23	24	(4%)	23	24	(4%)
Total	326	337	(3%)	337	348	(3%)
Eliminations	(57)	(63)		(57)	(63)	
Consolidated	270	275	(2%)	280	285	(2%)

(€ million)	TAV Airports EBITDAR					
	1H09	1H08	Change	1H09 (Adj)	1H08 (Adj)	Change
Airports	96	104	(7%)	107	114	(7%)
Istanbul	90	92	(2%)	90	92	(2%)
Others	6	11	(44%)	16	22	(25%)
Services	19	12	56%	19	12	56%
ATU (50%)	6	6	(6%)	6	6	(6%)
BTA	3	0	-	3	0	-
HAVAŞ	9	7	29%	9	7	29%
Others	1	(1)	-	1	(1)	-
Total	115	116	(0%)	125	126	(1%)
Eliminations	1	3		1	3	
Consolidated	116	118	(2%)	126	129	(2%)

TAV Havalimanları Holding A.Ş. / TAV Airports Holding Inc.

İstanbul Atatürk Havalimanı Dış Hatlar Terminali / İstanbul Atatürk Airport International Terminal

34149 Yeşilköy / İstanbul / Turkey

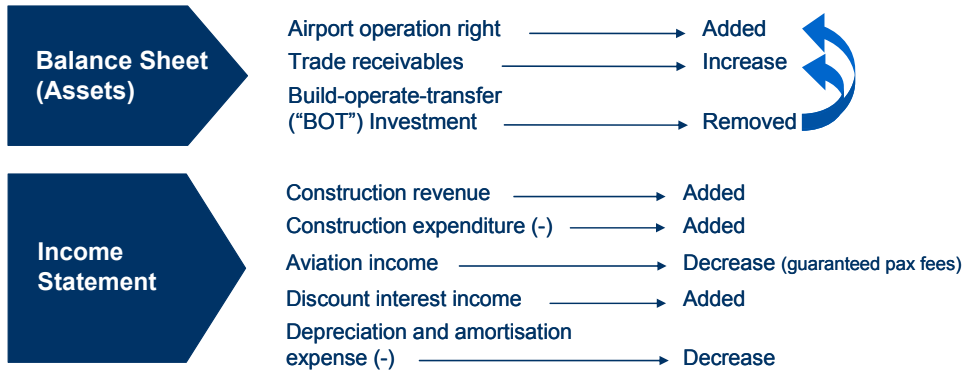
Tel : (90) 212 465 55 55 Pbx / Fax : (90) 212 465 31 00

<http://ir.tav.aero>

NOTES

1 – IFRIC 12 & Hedge Accounting

- IFRIC 12 is a new application regarding to interpretation of most of existing standards in the IFRS for example, IAS 11-Construction Contracts, IAS 16-Property Plant and equipment, IAS 17-Leases, IAS 36-Impairment of Assets and IAS 38-Intangible Assets.
- IFRIC 12 Service Concession Arrangements was developed by the International Financial Reporting Interpretations Committee. Effective date of the application is 1 January 2008.
- TAV Airports adopted IFRIC 12 in the consolidated financial statements for the first time as of 31 March 2008 retrospectively.
- IFRIC 12 affects P&L in terms of the decrease in aviation income (for the guaranteed passenger fees) and depreciation expenses while the increase in financial income in accordance with such interpretation. "BOT assets" are classified as "airport operation right" and "trade receivable" in the consolidated financial statements.
- It means the operator (TAV Airports) should account these investments as cost and book construction revenue (if a mark-up on costs) on its financials instead of investments according to the completion of infrastructure throughout the construction periods. Mark-up rates for TAV İzmir, TAV Esenboğa, TAV Tbilisi, TAV Tunisia and TAV Gazipasa, which are in the application of IFRIC 12 are assessed by the management as 0%, 0%, 15%, 5% and 0% during the application periods, respectively.
- The remaining discounted guaranteed passenger fee to be received from DHMİ according to the agreements made for the operations of Ankara Esenboğa Airport and İzmir Adnan Menderes Airport is represented as guaranteed passenger fee receivable in the balance sheet as a result of IFRIC 12 application.



- Subsidiaries, TAV İstanbul, TAV Esenboğa, TAV İzmir and TAV Tunisie enter into swap transactions in order to diminish exposure to foreign currency mismatch relating to DHMI instalments and interest rate risk to manage exposure to the floating interest rates relating to loans used.
- 100%, 85%, 75% and 100% of floating bank loans for TAV İstanbul, TAV Tunisia, TAV İzmir and TAV Esenboğa, respectively are fixed with financial derivatives.
- Changes in the fair value of the derivative hedging instrument designated as a cash flow hedge are recognized directly in equity to the extent that the hedge is effective. To the extent that the hedge is ineffective, changes in fair value are recognized in profit or loss.

2 – Sensitivity Analysis

- A 10 percent strengthening of the EUR against the following currencies at 30 June 2009 and 31 December 2008 would have increased (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant. The analysis is performed on the same basis for 2008

	Equity	Profit or loss
30 June 2009		
USD	(27,719,381)	(1,696,791)
TRY	-	3,044,013
Other	-	2,122,168
Total	(27,719,381)	3,469,390
31 December 2008		
USD	(33,310,535)	(5,152,864)
TRY	-	4,212,636
Other	-	2,531,786
Total	(33,310,535)	1,591,558

- Based on the Group's current borrowing profile, a 50 basis points increase in Euribor or Libor would have resulted in additional annual interest expense of approximately EUR 0.7 million on the Group's variable rate debt when ignoring effect of derivative financial instruments. EUR 0.3 million of the exposure is hedged through IRS contracts. Therefore, the net exposure on income statement would be EUR 0.4 million. A 50 basis points increase in Euribor or Libor would have resulted a decrease in hedging reserve in equity approximately by EUR 12 million.

3 – Basis of Consolidation

- The attached consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS").
- Although the currency of the country in which the Group is domiciled is TRY, most of the Group entities' functional currency and reporting currency is EUR.
- Each entity is consolidated based on the following methods:
- TAV İstanbul, TAV İzmir, TAV Esenboğa, HAVAŞ, TAV İşletme, TAV Gazipaşa, TAV Batumi, TAV Tunisie and TAV Macedonia are fully consolidated without non-controlling interest's ownership. After acquisition of the remaining 40% shares of HAVAŞ in November 2007 from independent third party, HAVAŞ is fully consolidated as at 31 December 2007 from the effective date of acquisition whereas it was consolidated proportionally until 30 September 2007.
 - BTA, BTA Georgia, BTA Tunisie, Cakes & Bakes, TAV İşletme Georgia, TAV Bilişim, Batumi Airport LLC and TAV Güvenlik are fully consolidated with the non-controlling interest's ownership reflected as a minority interest. The share capital of Batumi Airport LLC is fully allocated as non-controlling interest interest due to the transfer of right on shares to JSC at the end of share management agreement period.
 - ATÜ, ATÜ Georgia, TAV Tbilisi, TAV Gözen and CAS are proportionately consolidated.

TAV Airports Holding Selected Financials (Amounts expressed in mio Euro)	1H09	1H08
Construction revenue	197.6	108.8
Total operating income	269.7	274.5
Sales of duty free goods	66.1	71.9
Aviation income	58.7	57.2
Ground handling income	46.6	44.6
Commission from sales of duty free goods	31.3	34.7
Catering services income	17.0	16.8
Other operating income	49.9	49.5
Construction expenditure	(188.3)	(103.6)
Operating expenses	(242.0)	(248.5)
Cost of catering inventory sold	(6.5)	(6.0)
Cost of duty free inventory sold	(26.4)	(28.9)
Cost of services rendered	(14.1)	(15.6)
Personnel expenses	(72.9)	(71.6)
Concession rent expenses	(70.1)	(75.4)
Depreciation and amortization expense	(18.4)	(16.9)
Other operating expenses	(33.6)	(34.0)
Operating profit	36.9	31.2
Finance income	7.9	7.5
Finance expenses	(38.6)	(50.1)
Profit/(loss) before income tax	6.3	(11.4)
Income tax benefit /(expense)	(8.7)	(5.4)
Profit/(loss) for the period from continuing operations	(2.5)	(16.9)
Attributable to:	(2.1)	(17.1)
Owners of the Company	(0.4)	0.3
Non-controlling interest	(2.5)	(16.9)
Other Financial Data:		
Adjusted EBITDA *	56.3	53.6
Adjusted EBITDAR *	126.4	129.0
Summary Cash Flow Data:		
Net cash provided by (used in):		
Operating activities	6.5	47.7
Investing activities	(194.7)	(93.4)
Financing activities	184.0	(1.5)
Summary Balance Sheet Data:	30 June 2009	31 December 2008
Cash and cash equivalents	17.9	59.6
Restricted bank balances	226.9	254.1
Total assets	1,753.8	1,630.9
Bank loans	1,216.5	1,098.6
Total liabilities	1,414.2	1,321.9
Total equity	339.5	309.0
Net debt	971.7	785.0

* Ignoring net effect of construction revenue and construction expenditure and including guaranteed passenger revenues from airports in Ankara and Izmir

BALANCE SHEET

ASSETS	(Audited) 30 June 2009	(Audited) 31 December 2008
Property and equipment	84,646,001	78,111,498
Intangible assets	31,105,654	32,679,835
Airport operation right	635,061,453	457,410,838
Other investments	24,238	24,238
Goodwill	131,564,539	131,564,539
Prepaid concession expenses, non-current portion	167,793,076	120,285,515
Non-current trade receivables	145,382,179	156,306,856
Non-current due from related parties	8,883,080	8,140,329
Other non-current assets	13,477,763	14,891,066
Deferred tax assets	37,987,447	37,366,642
Total non-current assets	1,255,925,430	1,036,781,356
Inventories	9,544,681	9,770,719
Prepaid concession expenses, current portion	120,858,464	128,688,749
Trade receivables	69,410,835	55,968,143
Due from related parties	4,979,219	7,019,918
Derivative financial instruments	13,008,552	32,257,634
Other receivables and current assets	35,238,027	46,732,857
Cash and cash equivalents	17,899,895	22,572,015
Restricted bank balances	226,898,749	291,098,061
Total current assets	497,838,422	594,108,096
TOTAL ASSETS	1,753,763,852	1,630,889,452

EQUITY & LIABILITIES	(Audited) 30 June 2009	(Audited) 31 December 2008
Share capital	162,383,978	104,910,267
Share premium	220,286,470	220,182,481
Legal reserves	18,385,794	15,062,069
Revaluation surplus	2,495,128	2,665,932
Purchase of shares of entities under common control	40,063,860	40,063,860
Cash flow hedge reserve	(56,250,908)	(31,301,803)
Translation reserves	(810,913)	(872,551)
Accumulated losses	(61,941,354)	(56,688,149)
Total equity attributable to equity holders of the Company	324,612,055	294,022,106
Non-controlling interest	14,906,133	15,017,194
Total Equity	339,518,188	309,039,300
LIABILITIES		
Loans and borrowings	975,846,720	876,556,773
Reserve for employee severance indemnity	4,412,061	3,247,519
Due to related parties	9,599,983	9,591,944
Deferred income	14,712,721	16,659,877
Long term trade payables	-	75,022
Deferred tax liabilities	6,193,552	5,752,448
Total non-current liabilities	1,010,765,037	911,883,583
Bank overdraft	1,315,398	1,844,425
Loans and borrowings	239,346,114	220,234,320
Trade payables	32,541,161	27,543,307
Due to related parties	10,923,751	52,428,667
Derivative financial instruments	80,320,362	69,699,812
Current tax liabilities	2,828,808	2,488,341
Other payables	27,653,831	25,299,953
Provisions	3,225,544	3,762,121
Deferred income	5,325,658	6,665,623
Total current liabilities	403,480,627	409,966,569
Total Liabilities	1,414,245,664	1,321,850,152
TOTAL EQUITY AND LIABILITIES	1,753,763,852	1,630,889,452

INCOME STATEMENT

	(Audited) 1H09	(Audited) 1H08
Construction revenue	197,582,214	108,786,116
Operating revenue	257,799,386	261,857,498
Other operating income	11,854,663	12,674,221
Construction expenditure	(188,307,237)	(103,605,825)
Cost of catering inventory sold	(6,534,753)	(6,025,406)
Cost of duty free inventory sold	(26,435,425)	(28,904,457)
Cost of services rendered	(14,111,887)	(15,643,297)
Personnel expenses	(72,942,052)	(71,609,092)
Concession rent expenses	(70,064,429)	(75,364,164)
Depreciation and amortisation expense	(18,353,236)	(16,898,911)
Other operating expenses	(33,604,201)	(34,022,905)
Operating profit	36,883,043	31,243,778
Finance income	7,940,477	7,474,573
Finance cost	(38,569,562)	(50,122,901)
Net finance expense	(30,629,085)	(42,648,328)
Profit / (loss) before income tax	6,253,958	(11,404,550)
Income tax expense	(8,722,659)	(5,448,952)
(Loss) / profit for the period	(2,468,701)	(16,853,502)
Other comprehensive (loss) / income		
Revaluation of property and equipment	34,160	34,160
Effective portion of changes in fair value of cash flow hedges	(29,869,631)	14,594,577
Foreign currency translation differences for foreign operations	(176,755)	405,910
Income tax on cash flow hedge reserves	4,920,526	(2,198,813)
Other comprehensive (loss) / income for the period, net of tax	(25,091,700)	12,835,834
Total comprehensive (loss) / income for the period	(27,560,401)	(4,017,668)
(Loss) / profit attributable to:		
Owners of the Company	(2,094,162)	(17,115,012)
Non-controlling interest	(374,539)	261,510
(Loss) / profit Loss for the period	(2,468,701)	(16,853,502)
Total comprehensive (loss) / income attributable to:		
Owners of the Company	(26,947,469)	(3,905,147)
Non-controlling interest	(612,932)	(112,521)
Total comprehensive (loss) / income for the period	(27,560,401)	(4,017,668)
(Loss) / income per share – basic	(0.007)	(0.070)

CASH FLOW STATEMENT

	(Audited) 1H09	(Audited) 1H08
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss for the period	(2,468,701)	(16,853,502)
Adjustments for:		
Amortisation of airport operation right	9,504,940	9,456,251
Depreciation of property and equipment	6,585,058	5,581,604
Amortisation of intangible assets	2,263,238	1,861,056
Amortisation of concession asset	70,064,429	75,364,164
Provision for employment termination benefits	1,871,926	1,874,319
Provision set for doubtful receivables	82,983	436,091
Collections of doubtful receivables	(211,044)	(42,305)
Provision set for tax penalties	444,174	(234,557)
Other provisions (released) / set	(31,767)	2,132,568
Discount on receivables and payables, net	163,762	489,566
Gain on sale of property and equipment	(53,126)	(357,845)
Accrual set for unused vacation	670,904	582,934
Reversal of provision for slow moving inventory	(4,726)	-
Accrued interest income	(439,713)	449,719
Accrued interest expense on financial liabilities	24,633,561	35,366,896
Income tax expense	8,722,659	5,448,952
Marked to market valuation of derivative instruments		(14,393,323)
Unrealised foreign exchange differences on balance sheet items	10,208,743	(38,586,423)
Cash flows from operating activities	132,007,300	68,576,165
Change in trade receivables	(13,377,681)	(15,479,569)
Change in non-current trade receivables	10,924,677	11,562,183
Change in inventories	230,764	345,011
Change in due from related parties	1,297,949	(5,863,003)
Change in restricted bank balances	44,332,926	25,831,912
Change in other receivables and current assets	11,934,544	26,798,242
Change in trade payables	(386,196)	(6,235,644)
Change in due to related parties	(41,496,877)	59,108,292
Change in other payables and provisions	(2,617,601)	(3,531,426)
Change in other long term assets	1,413,304	36,948,352
Additions to prepaid concession expenses	(104,458,367)	(95,196,117)
Change in VAT portion of prepaid rent	-	(38,605,549)
Cash generated from operations	39,804,742	64,258,849
Income taxes paid	(1,153,026)	(1,368,600)
Interest paid	(31,415,562)	(14,765,566)
Retirement benefits paid	(698,157)	(452,460)
Net cash from operating activities	6,537,997	47,672,223

	(Audited) 1H09	(Audited) 1H08
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	5,133,579	5,676,492
Net change in investments held for trading	-	248,683
Proceeds from sale of property and equipment and intangible assets and correction of airport operation right	294,592	1,604,744
Acquisition of property and equipment	(13,212,493)	(6,287,509)
Additions to airport operation right	(186,447,035)	(93,920,275)
Acquisition of intangible assets	(450,514)	(757,170)
Net cash used in investing activities	(194,681,871)	(93,435,035)
CASH FLOWS FROM FINANCING ACTIVITIES		
New borrowings raised	231,583,202	534,690,259
Repayment of borrowings	(116,660,449)	(584,701,201)
Change in restricted bank balances	11,677,729	48,816,766
Non-controlling interest change	(111,061)	(699,728)
Repayment of finance lease liabilities	(66,340)	438,711
Increase in share premium	103,989	-
Increase in share capital	57,473,711	-
Net cash provided from / (used in) financing activities	184,000,781	(1,455,193)
NET DECREASE FROM CASH AND CASH EQUIVALENTS	(4,143,093)	(47,218,005)
CASH AND CASH EQUIVALENTS AT 1 JANUARY	20,727,590	62,681,735
CASH AND CASH EQUIVALENTS AT 30 JUNE	16,584,497	15,463,730

	January-June		
	2008	2009	Change %
Passengers ⁽¹⁾			
Ataturk Airport	13.547.151	13.615.019	1%
International	7.937.085	8.191.308	3%
Domestic	5.610.066	5.423.711	-3%
Esenboga Airport ⁽²⁾	2.552.031	2.828.995	11%
International	539.195	453.139	-16%
Domestic	2.012.836	2.375.856	18%
Izmir Airport ⁽³⁾	647.535	631.510	-2%
TURKEY TOTAL	32.568.030	33.207.767	2%
International	17.009.839	16.419.874	-3%
Domestic	15.558.191	16.787.893	8%
Monastir Airport ⁽⁴⁾	1.521.421	1.408.301	-7%
Tbilisi Airport ⁽⁵⁾	341.627	293.908	-14%
International	339.764	292.351	-14%
Domestic	1.863	1.557	-16%
Batumi Airport ⁽⁶⁾	32.152	15.901	-51%
International	31.521	14.146	-55%
Domestic	631	1.755	178%
Hopa Terminal ⁽⁷⁾	3.751	5.426	45%
TAV TOTAL	18.645.668	18.799.060	1%
International	11.016.521	10.990.755	0%
Domestic	7.629.147	7.808.305	2%

	January-June		
	2008	2009	Change %
Air Traffic Movements ⁽⁸⁾			
Ataturk Airport	122.278	124.888	2%
International	73.617	79.463	8%
Domestic	48.661	45.425	-7%
Esenboga Airport ⁽²⁾	24.174	23.706	-2%
International	5.648	4.241	-25%
Domestic	18.526	19.465	5%
Izmir Airport ⁽³⁾	5.403	5.057	-6%
TURKEY TOTAL	274.087	275.528	1%
International	135.442	137.154	1%
Domestic	138.645	138.374	0%
Monastir Airport ⁽⁴⁾	12.894	12.010	-7%
Tbilisi Airport ⁽⁵⁾	7.114	6.102	-14%
International	6.498	5.602	-14%
Domestic	616	500	-19%
Batumi Airport ⁽⁶⁾	876	804	-8%
International	682	366	-46%
Domestic	194	438	126%
TAV TOTAL	172.739	172.567	0%
International	104.742	106.739	2%
Domestic	67.997	65.828	-3%

Source: Turkish State Airports Authority (DHMI) and Georgian Authority for Tbilisi Airport and Batumi Airport, TAV Tunisie for Monastir Airport
 Note: DHMI figures for January-June 2009 are tentative. DHMI passenger figures are including transfer passengers.

(1) Both departing and arriving passengers, excluding transit

(2) Operation commencement date: October 16, 2006

(3) International Terminal only and operation commencement date: September 13, 2006

(4) Operation commencement date: January 1, 2008. Transit passengers are not included in pax numbers.

(5) Operation commencement date for new terminal: February 7, 2007

(6) Operation commencement date: May 26, 2007 (2007 figures reflect 26th May-Dec periods)

(7) Operation commencement date: December 18, 2007 (2007 figures reflect the period after 18th Dec)

(8) Commercial flights only

TAV Havalimanları Holding A.Ş. / TAV Airports Holding Inc.

İstanbul Atatürk Havalimanı Dış Hatlar Terminali / İstanbul Atatürk Airport International Terminal

34149 Yeşilköy / İstanbul / Turkey

Tel : (90) 212 465 55 55 Pbx / Fax : (90) 212 465 31 00

<http://ir.tav.aero>

ABOUT TAV AIRPORTS HOLDING INC.

TAV Airports Holding is the leader airport operator in Turkey with a market share of 48% as per the DHMI 2008 passenger statistics including transfer passengers. TAV Airports Holding operates Istanbul Atatürk Airport (one of the busiest in Europe), Ankara Esenboğa Domestic and International Terminals, Izmir Adnan Menderes Airport International Terminal and Antalya Gazipasa Airport in Turkey, and the Tbilisi and Batumi Airports in Georgia as well as the Monastir Habib Bourguiba International Airport in Tunisia. Furthermore, the Holding has been awarded the rights to operate the Enfidha Zine Abidine Ben Ali Airport in Tunisia, the Alexander the Great Airport in capital Skopje and the St Paul the Apostle International Airport in Ohrid, in Macedonia. TAV Airports is also entitled optionally to operate the new cargo airport in Shtip, Macedonia, the construction of which it has undertaken. As of 2 March 2009, joint venture of TAV Holding and Skonto Buve LTD, a construction company headquartered in Latvia, with a shareholding structure of 50% - 50% has been selected to operate SJSC Riga International Airport (for the infrastructure development and the operation of the airport).

TAV Airports operates in other branches of airport operations as well, such as duty free sales, food and beverage services, ground handling services, information technologies, security and operation services. TAV Airports serve 370,000 flights for approximately 300 airline companies and 41 million passengers on average per year.

As per 2008 figures, 58% of TAV Airport's consolidated revenues consisted of non-aviational revenues. Biggest contribution in revenues is from ATU which has a 50% partnership in TAV Airports and which operates duty free stores. TAV Airports Holding generated 598 million Euro consolidated revenues (turnover) according to 2008 financial tables prepared in compliance with the IFRS. The company shares are listed in the Istanbul Stock Exchange since February 23, 2007, under the name of "TAVHL".

TAV Airports Holding Inc. Shareholder Structure

Shareholders	30 June 2009	%	25 August 2009	%
Tepe İnşaat Sanayi A.Ş.	77,226,977	21.26	94,664,477	26.06
Akfen Holding A.Ş.	65,597,929	18.06	65,597,929	18.06
Goldman Sachs International	34,875,000	9.60	14,821,875	4.08 (*)
Sera Yapı Endüstrisi ve Tic. Ltd. Şti.	11,587,753	3.19	14,203,378	3.91
Akfen İnşaat Turizm ve Ticaret A.Ş.	41,294	0.01	41,294	0.01
Other non-floated	18,401,371	5.07	18,401,371	5.07
Free Float	155,550,928	42.82	155,550,928	42.82
TOTAL	363,281,250	100.00	363,281,250	100.00

(*) 14,821,875 of the shares owned by Goldman Sachs that correspond to 4.08% of our issued and outstanding share capital have been provided by Akfen Holding A.Ş. to Goldman Sachs as collateral and the title of those shares have been transferred to Goldman Sachs for this purpose. A pledge granted by Goldman Sachs in favour of Akfen Holding A.Ş. exists on those shares. As a result, the voting rights, right of receiving dividends, pre-emption rights for participating in cash share capital increase in connection with those (except for acquiring gratis shares under any share capital increase) belong to Akfen Holding A.Ş. as if such shares had not been owned by Goldman Sachs.

For further information please visit our website at <http://ir.tav.aero> or e-mail to investorrelations@tav.aero or contact:

Aziz Murat Uluğ

CFO

murat.ulug@tav.aero

Nursel Ilgen, CFA

Head of Investor Relations

nursel.ilgen@tav.aero

Mehmet Emin Zümrüt

Investor Relations Assistant Manager

mehmetemin.zumrut@tav.aero

TAV Havalimanları Holding A.Ş. / TAV Airports Holding Inc.

İstanbul Atatürk Havalimanı Dış Hatlar Terminali / İstanbul Atatürk Airport International Terminal

34149 Yeşilköy / İstanbul / Turkey

Tel : (90) 212 465 55 55 Pbx / Fax : (90) 212 465 31 00

<http://ir.tav.aero>