

PRESS RELEASE

This is to announce to the public that:

It has been agreed by our Board of Directors, that, as the former majority shareholder of Bank Kapital all the shares of which have been transferred to the Savings Deposit Insurance Fund (SDIF) in accordance with the Banks Act, the Ceylan Group's debts to 8 banks within the SDIF, 4 state banks and 12 private banks, i.e. 24 banks in total, amounting to approximately 520 million USD will be rescheduled to be paid back under the leadership of the SDIF.

The reimbursement plan mainly consists of the following:

- Sale of real estate :225 million USD (all the immovables except the building in Ankara where the family is living, a parcel of land used for the keeping of construction engines, and an office),
- Grace period : 1 ½ year
- Principal reimbursement: 5 years
- Interest rate : Libor+2,25/year

The SDIF will additionally apply the provisions of Act Nr: 6183 for the fund's receivables.

The approval of the trial on compensation of losses by the group concerned, and the conditional resolution of the trial on individual bankruptcy upon negotiation between the parties are hereby considered as preconditions.

This agreement is an important step to ensure the continuation of the real sector's activities and to support employment measures. As the Board of Directors of the SDIF we hereby extend our gratitude to all banks which have contributed to a great extent to the elaboration of this plan for the positive approach they have adopted in this respect and for the strong sense of responsibility they have shown in this matter, and wish this new beginning to be auspicious for our economy.