

MİLLÎ REASÜRANS TÜRK ANONİM ŞİRKETİ
BALANCE SHEET 31 DECEMBER 2006 (TRY)

ASSETS	Note	31.12.2006	31.12.2005
I- Current Assets			
A- Cash and Cash Equivalents		366,211,357.10	267,895,204.47
1- Cash		16,271.94	36,245.45
2- Cheques Received		70,002.00	56,455.00
3- Banks	1	366,125,083.16	267,898,543.74
4- Cheques Given and Payment Orders (-)		0.00	(96,039.72)
5- Other Cash and Cash Equivalents			
B- Financial Assets and Financial Investments at Insureds' Risk		406,379,771.46	314,034,502.11
1- Financial Assets Available-for-sale			
2- Financial Assets Held to Maturity			
3- Trading Financial Assets	2	406,379,771.46	314,034,502.11
4- Loans			
5- Provision for Loans (-)			
6- Financial Investments at Life Insurance Policyholders' Risk			
7- Company's Share			
8- Provision for Diminution in Value of Financial Assets (-)			
C- Receivables from Technical Operations		79,563,126.93	67,127,867.43
1- Due from Insurance Operations			
2- Provision for Due from Insurance Operations (-)			
3- Due from Reinsurance Operations	3	38,779,648.62	28,593,057.09
4- Provision for Due from Reinsurance Operations (-)			
5- Reserves with Insurance&Reinsurance Companies	4	40,783,478.31	38,534,810.34
6- Loans and Mortgages to Insureds			
7- Provision for Loans and Mortgages to Insureds (-)			
8- Due from Pension Operations			
9- Doubtful Receivables from Operations			
10- Provision for Doubtful Receivables from Operations (-)			
D- Receivables from Related Parties		29,240.71	685,604.27
1- Due from Shareholders			
2- Due from Affiliates			
3- Due from Subsidiaries			
4- Due from Joint-Ventures			
5- Due from Personnel		14,896.00	681,763.65
6- Due from Other Related Parties		14,344.71	3,840.62
7- Rediscount on Due from Related Parties (-)			
8- Doubtful Receivables from Related Parties			
9- Provision for Doubtful Receivables from Related Parties (-)			
E- Other Receivables		2,755.52	393.13
1- Leasing Receivables			
2- Unearned Leasing Interest Income (-)			
3- Deposits and Guarantees Given		2,755.52	393.13
4- Other Receivables			
5- Rediscount on Other Receivables (-)			
6- Other Doubtful Receivables			
7- Provision for Other Doubtful Receivables (-)			
F- Prepaid Expenses for Future Months and Income Accruals		2,654,805.79	5,237,646.39
1- Prepaid Expenses for Future Months			
2- Accrued Interest and Rental Income			
3- Income Accruals	5	2,654,805.79	5,237,646.39
4- Other Prepaid Expenses for Future Months and Other Income Accruals			
G- Other Current Assets		3,161,925.88	15,162,160.05
1- Inventories		0.00	40,668.71
2- Prepaid Taxes and Funds	6	2,304,783.79	9,593,347.54
3- Deferred Tax Assets			
4- Work Advances		21,912.42	
5- Advances to Personnel		192,940.00	
6- Inventory Shortages			
7- Other Current Assets	7	642,289.67	5,528,143.80
8- Provision for Other Current Assets (-)			
I- Total Current Assets		858,002,983.39	670,143,377.85

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BALANCE SHEET 31 DECEMBER 2006 (TRY)

ASSETS	Note	31.12.2006	31.12.2005
II- Non-Current Assets			
A- Receivables from Technical Operations		0.00	0.00
1- Due from Insurance Operations			
2- Provision for Due from Insurance Operations (-)			
3- Due from Reinsurance Operations			
4- Provision for Due from Reinsurance Operations (-)			
5- Reserves with Insurance&Reinsurance Companies			
6- Loans and Mortgages to Insureds			
7- Provision for Loans and Mortgages to Insureds (-)			
8- Due from Pension Operations			
9- Doubtful Receivables from Operations	8	8,900,645.94	8,561,092.23
10- Provision for Doubtful Receivables from Operations (-)		(8,900,645.94)	(8,561,092.23)
B- Receivables from Related Parties		0.00	14,865.67
1- Due from Shareholders			
2- Due from Affiliates			
3- Due from Subsidiaries			
4- Due from Joint-Ventures			
5- Due from Personnel			14,865.67
6- Due from Other Related Parties			
7- Rediscout on Due from Related Parties (-)			
8- Doubtful Receivables from Related Parties			
9- Provision for Doubtful Receivables from Related Parties (-)			
C- Other Receivables		0.00	0.00
1- Leasing Receivables			
2- Unearned Leasing Interest Income (-)			
3- Deposits and Guarantees Given			
4- Other Receivables			
5- Rediscout on Other Receivables (-)			
6- Other Doubtful Receivables	9	11,136.31	11,136.31
7- Provision for Other Doubtful Receivables (-)		(11,136.31)	(11,136.31)
D- Financial Assets	10	129,358,928.61	138,420,403.32
1- Long Term Securities		22,044,754.33	18,056,815.16
2- Affiliates		106,567,967.61	119,915,219.61
3- Capital Commitments for Affiliates (-)			
4- Subsidiaries		746,206.67	448,368.55
5- Capital Commitments for Subsidiaries (-)			
6- Joint-Ventures			
7- Capital Commitments for Joint-Ventures (-)			
8- Financial Assets and Financial Investments at Insureds' Risk			
9- Other Financial Assets			
10- Provision for Diminution in Value of Financial Assets (-)			
E- Tangible Assets	11	85,401,864.06	120,870,742.93
1- Real Estate Investments		61,500,495.61	70,645,808.38
2- Provision for Diminution in Value of Real Estate Investments (-)			
3- Company Occupied Real Estate		31,392,944.97	58,747,473.04
4- Machinery and Equipment			
5- Fixtures and Furniture		1,123,243.50	1,418,732.12
6- Motor Vehicles		425,474.05	387,847.15
7- Other Tangible Assets (Including Special Costs)			
8- Leased Assets			
9- Accumulated Amortisation (-)		(9,040,294.07)	(10,329,117.76)
10- Advances Given for Tangible Assets (Including Construction in Progress)			
F- Intangible Assets		59,678,095.68	66,293,747.83
1- Rights		46,658.53	43,469.13
2- Goodwill			
3- Start-up Costs			
4- Research and Development Expenses			
5- Other Intangible Assets	12	59,638,290.26	66,264,766.96
6- Accumulated Amortisation (-)		(6,853.11)	(14,488.26)
7- Advances Given for Intangible Assets			
G- Prepaid Expenses for Future Years and Income Accruals		4,830.39	0.00
1- Prepaid Expenses for Future Years			
2- Income Accruals			
3- Other Prepaid Expenses for Future Years and Other Income Accruals		4,830.39	
H- Other Non-Current Assets		0.00	0.00
1- Effective Foreign Currency Accounts			
2- Foreign Currency Accounts			
3- Inventories for Future Years			
4- Prepaid Taxes and Funds			
5- Deferred Tax Assets			
6- Other Non-Current Assets			
7- Other Non-Current Assets Amortisation (-)			
8- Provision for Diminution in Value of Other Non-Current Assets (-)			
II- Total Non-Current Assets		274,443,718.74	325,599,759.75

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BALANCE SHEET 31 DECEMBER 2006 (TRY)

LIABILITIES	Note	31.12.2006	31.12.2005
III- Short-Term Liabilities			
A- Financial Liabilities		0.00	0.00
1- Due to Credit Institutions			
2- Leasing Payables			
3- Deferred Leasing Costs (-)			
4- Current Maturities of Long-Term Credits and Accrued Interest			
5- Current Maturities of Issued Bonds and Accrued Interest			
6- Other Issued Financial Assets			
7- Value Difference of Other Issued Financial Assets (-)			
8- Other Financial Payables (Liabilities)			
B- Payables from Operations		25,594,584.62	18,330,639.68
1- Payables from Insurance Operations			
2- Payables from Reinsurance Operations	13	24,443,484.64	17,389,704.54
3- Reserves of Insurance&Reinsurance Companies	14	1,151,099.98	940,935.14
4- Payables from Pension Operations			
5- Payables from Other Operations			
6- Rediscounts on Other Notes Payable (-)			
C- Due to Related Parties		138,353.46	158,894.33
1- Due to Shareholders	15	5,415.76	158,894.33
2- Due to Affiliates			
3- Due to Subsidiaries			
4- Due to Joint-Ventures			
5- Due to Personnel			
6- Due to Other Related Parties	16	132,937.70	
D- Other Payables		0.00	140,728.23
1- Deposits and Guarantees Received			
2- Other Payables			140,728.23
3- Rediscount on Other Payables (-)			
E- Insurance Technical Provisions	17	455,780,541.87	392,331,935.94
1- Provision for Unearned Premiums - Net		239,288,047.21	219,789,638.58
2- Provision for Unexpired Risks - Net			
3- Mathematical Reserves(Life) - Net		924,970.89	759,494.57
4- Provision for Outstanding Losses and Indemnities - Net		215,567,523.77	171,782,802.79
5- Provision for Bonus and Reduction - Net			
6- Provision for Investment Risk at Life Insurance Policyholders - Net			
7- Other Technical Provisions - Net			
F- Taxes Payable and Other Fiscal Liabilities and Provisions		9,428,824.15	18,674,736.33
1- Taxes and Funds Payable		962,112.90	369,446.14
2- Social Security Withholdings Payable		56,445.33	56,004.63
3- Overdue, Deferred or Restructured Taxes and Other Fiscal Liabilities			
4- Other Taxes and Fiscal Liabilities			
5- Provision for Corporate Tax and Other Legal Liabilities		16,662,510.04	18,249,285.56
6- Prepaid Corporate Tax and Other Fiscal Liabilities on Profit (-)		(8,252,244.12)	
7- Provisions for Other Taxes and Fiscal Liabilities			
G- Provisions for Other Risks		0.00	0.00
1- Provision for Employment Termination Benefits			
2- Provision for Social Benefit Fund Deficits			
3- Provision for Costs			
H- Income Related to Future Months and Expense Accruals		0.00	49,456.30
1- Income Related to Future Months			40,956.29
2- Expense Accruals			8,500.01
3- Other Income Related to Future Months and Expense Accruals			
I- Other Short-Term Liabilities		0.00	0.00
1-Deferred Tax Liabilities			
2- Inventory Overages			
3-Other Short-Term Liabilities			
III- Total Short-Term Liabilities		490,942,304.10	429,686,390.81

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LIABILITIES	Note	31.12.2006	31.12.2005
IV- Long-Term Liabilities			
A- Financial Liabilities		0.00	0.00
1- Due to Credit Institutions			
2- Leasing Payables			
3- Deferred Leasing Costs (-)			
4- Bonds Issued			
5- Other Issued Financial Assets			
6- Value Difference of Other Issued Financial Assets (-)			
7- Other Financial Payables (Liabilities)			
B- Payables from Operations		0.00	0.00
1- Payables from Insurance Operations			
2- Payables from Reinsurance Operations			
3- Reserves of Insurance&Reinsurance Companies			
4- Payables from Pension Operations			
5- Payables from Other Operations			
6- Rediscount on Other Notes Payable (-)			
C- Due to Related Parties		0.00	0.00
1- Due to Shareholders			
2- Due to Affiliates			
3- Due to Subsidiaries			
4- Due to Joint-Ventures			
5- Due to Personnel			
6- Due to Other Related Parties			
D- Other Payables		0.00	0.00
1- Deposits and Guarantees Received			
2- Other Payables			
3- Rediscount on Other Payables (-)			
E- Insurance Technical Provisions		100,620,276.56	96,448,582.14
1- Provision for Unearned Premiums - Net			
2- Provision for Unexpired Risks - Net			
3- Mathematical Reserves (Life) - Net			
4- Provision for Outstanding Losses and Indemnities - Net			
5- Provision for Bonus and Reduction - Net			
6- Provision for Investment Risk at Life Insurance Policyholders - Net			
7- Other Technical Provisions - Net	18	100,620,276.56	96,448,582.14
F- Other Liabilities and Provisions		0.00	0.00
1- Other Liabilities			
2- Overdue, Deferred or Restructured Taxes and Other Fiscal Liabilities			
3- Provisions for Other Debts and Expenses			
G- Provisions for Other Risks		4,197,756.01	3,905,915.43
1- Provision for Employment Termination Benefits		4,197,756.01	3,905,915.43
2- Provision for Social Benefit Fund Deficits			
H- Income related to Future Years and Expense Accruals		19,512.27	0.00
1- Income Related to Future Years			
2- Expense Accruals			
3- Other Income Related to Future Years and Expense Accruals		19,512.27	
I- Other Long-Term Liabilities		0.00	0.00
1- Deferred Tax Liabilities			
2- Other Long-Term Liabilities			
IV- Total Long-Term Liabilities		104,837,544.84	100,354,497.57

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BALANCE SHEET 31 DECEMBER 2006 (TRY)

SHAREHOLDER'S EQUITY	Note	31.12.2006	31.12.2005
V- Shareholder's Equity			
A- Paid-Up Capital		343,000,000.00	343,000,000.00
1- Nominal Capital	19	343,000,000.00	343,000,000.00
2- Unpaid Capital (-)			
3- Capital Reserve Due to Inflation Adjustment of Paid-Up Capital			
4- Capital Reserve Due to Inflation Adjustment of Paid-Up Capital (-)			
B- Capital Reserves		40,419,867.09	2,194,841.31
1- Share Premium			
2- Share Cancellation Profits			
3- Sales Profits to be Transferred to Share Capital	20	40,419,867.09	2,194,841.31
4- Currency Translation Differences			
5- Other Capital Reserves			
C- Profit Reserves		104,833,851.01	102,039,458.81
1- Legal Reserves		10,498,709.82	7,755,628.55
2- Statutory Reserves		12,500,000.00	318,173.32
3- Extraordinary Reserves			5,561.05
4- Special Reserves			
5- Valuation of Financial Assets	21	41,369,871.24	53,494,825.94
6- Other Profit Reserves	22	40,465,269.95	40,465,269.95
D- Retained Earnings		0.00	10,225,540.82
1- Retained Earnings			10,225,540.82
E- Losses from Previous Years (-)		0.00	(28,678,716.96)
1- Losses from Previous Years			(28,678,716.96)
F- Net Profit for the Period		48,413,135.09	36,921,125.24
1- Net Profit for the Period		48,413,135.09	36,921,125.24
2- Net Loss for the Period (-)			
Total Shareholder's Equity		536,666,853.19	465,702,249.22

MİLLÎ REASÜRANS TÜRK ANONİM ŞİRKETİ

NOTES TO THE BALANCE SHEET

1. Banks account consists of the sum of deposits of TRY 310,133,413.68 and various foreign currencies of TRY 55,991,669.48 as at 31st December 2006. Time deposits of TRY 363,035,144.29 also include foreign currency time deposits of TRY 52,935,144.29. Banks account also includes contingency fund for earthquake of TRY 38,490,127.99. Banks account is subject to no restrictions except for the guarantee for the letters of credit of TRY 9,500 and USD 5,000 which has been issued for Boğaziçi Elektrik Dağıtım A.Ş.

Breakdown of foreign currency deposit accounts are as follows:

CURRENCY	AMOUNT	RATE	TRY
USD	30,007,022.09	1.4056	42,177,870.26
EURO	4,288,623.22	1.8515	7,940,385.89
GBP	2,129,822.12	2.7569	5,871,706.60
CHF	1,483.73	1.1503	1,706.73
TOTAL			55,991,669.48

Foreign currency transactions have been reflected in the accounts at the rates of exchange on transaction dates. Foreign currency deposits and securities have been valued at the buying rate of exchange of Turkish Central Bank prevailing at the balance sheet date and differences as the result of valuation have been reflected in the income statement as currency translation gains / losses.

2. Trading financial assets include stocks of TRY 18,700,694.43, treasury bills and government bonds with a total value of TRY 322,739,749.04, eurobonds with a value of TRY 62,130,148.57, repurchase agreements of TRY 2,209,184.20 and mutual funds with a value of TRY 599,995.22. Trading financial assets of TRY 62,130,148.57 corresponds to the contingency fund for earthquake. There are no restrictions on the aforementioned accounts.

TRY securities as of 31st December 2006 are as follows:

TRY SECURITIES	PURCHASE VALUE (TRY)	BOOK VALUE (TRY)
Treasury Bills	141,757,452.45	146,517,985.80
Government Bonds	167,661,940.40	176,221,763.24
Stocks	17,442,878.73	18,700,694.43
Repurchase Agreements	2,209,184.20	2,209,184.20
Mutual Funds	599,995.22	599,995.22

Eurobonds as of 31st December 2006 are as follows:

EUROBOND	PURCHASE VALUE	RATE	TRY
TR - USD	6,846,104.70	1.4056	9,622,884.77
USBILL - USD	19,960,098.84	1.4056	28,055,914.93
TR - EURO	2,211,220	1.8515	4,094,073.84
GERBILL - EURO	10,995,017.57	1.8515	20,357,275.03

3. Accounts due from reinsurance operations being TRY 38,779,648.62 consists of receivables from domestic insurance companies of TRY 29,921,136.18 and receivables from foreign companies of TRY 8,858,512.44.

4. TRY 40,783,478.31 followed under the reserves with insurance and reinsurance companies account consists of reserves with domestic insurance companies with a value of TRY 16,308,862.64 and reserves with foreign companies of TRY 24,474,615.67.

5. TRY 2,654,805.79 followed under income accrual accounts is composed of interest accruals regarding the financial year 2006 for time deposits having the maturity date 2007 being TRY 2,164,796.14 and the coupon payments of eurobonds regarding the financial year 2006 of TRY 490,009.65.

6. Prepaid taxes and funds constitute an amount of TRY 2,304,783.79 and represent the withholding tax amount related to the income from time deposits, treasury bills, government bonds, stock sales and repurchase agreements.

7. As a result of the overpaid amount of general expenses participation by our tenants being TRY 83,353.46, despite the accrual of personnel's salaries for the period January 2007 amounting to TRY 724,025.50 and other miscellaneous accounts with a value of TRY 1,617.63, other current assets appeared as TRY 642,289.67.

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NOTES TO THE BALANCE SHEET

8. TRY 8,900,645.94 followed under doubtful receivables from operations consists of receivables from foreign companies of TRY 2,047,805.61 and receivables from domestic insurance companies of TRY 6,852,840.33. 100% provision was set aside for this item.

9. Other doubtful receivables of TRY 11,136.31 consists of uncollected rent amount from third parties. 100% provision was set aside for this item.

10. Long term securities, affiliates and subsidiaries as at 31.12.2006 are followed under financial assets account with our percentage shares as below:

FINANCIAL ASSETS	BOOK VALUE (TRY)	MİLLÎ RE'S SHARE (%)
Anadolu Anonim Türk Sigorta Şirketi	104,108,396.45	21.780
T. Sınai Kalkınma Bankası A.Ş.	9,536,823.62	1.204
Anadolu Hayat Emeklilik A.Ş.	8,574,999.51	1.000
İş Girişim Sermayesi Yatırım Ort. A.Ş.	3,840,000.00	4.444
Koç Allianz Sigorta A.Ş.	1,843,415.65	2.847
Miltaş Turizm İnşaat Tic A.Ş.	746,206.67	77.000
İşnet Elekt. Bilgi Üretim Dağ. Tic. ve İletişim Hizm. A.Ş.	278,907.79	1.000
Paşabahçe Cam Sanayii ve Ticaret A.Ş.	133,708.73	0.019
Güven Sigorta T.A.Ş.	98,548.17	0.049
Anadolu Cam Sanayi A.Ş.	92,931.20	0.011
Axa Oyak Sigorta A.Ş.	34,206.63	0.002
Cam Pazarlama A.Ş.	23,895.58	0.003
İş Merkezleri Yönetim A.Ş.	23,890.29	0.694
Miltaş Sigorta Aracılığı A.Ş.	16,663.27	6.000
Çayırova Cam Sanayi A.Ş.	3,878.50	0.021
Camiş Menkul Değerler A.Ş.	2,456.55	0.052
TOTAL	129,358,928.61	

11. Buildings followed under the tangible assets account have a net book value of TRY 84,731,491.94 and book value of the land is TRY 107.73. All tangible assets are insured in full and on due dates. Amortisation procedures have been followed in accordance with Capital Market Board Communiqué Series XI No.25. There is no restriction on tangible assets.

REAL ESTATE INVESTMENTS

REAL ESTATE	BOOK VALUE (TRY)	ACCUMULATED AMORTISATION (TRY)	NET BOOK VALUE (TRY)
Suadiye Sports Center	8,770,566.35	980,583.40	7,789,982.95
Villa Office Building	1,854,863.58	243,973.02	1,610,890.56
Parking Garage	3,362,773.24	417,805.64	2,944,967.60
Head Office Building	27,354,528.07	2,399,250.77	24,955,277.30
Automatic Parking Garage	19,665,158.71	1,280,488.13	18,384,670.58
Melis Apartment in Şişli	492,497.93	86,281.82	406,216.11
TOTAL	61,500,387.88	5,408,382.78	56,092,005.10

REAL ESTATE OCCUPIED BY COMPANY

REAL ESTATE	BOOK VALUE (TRY)	ACCUMULATED AMORTISATION (TRY)	NET BOOK VALUE (TRY)
Head Office Building	31,392,944.97	2,753,458.13	28,639,486.84
TOTAL	31,392,944.97	2,753,458.13	28,639,486.84

12. Other intangible assets with a value of TRY 59,638,290.26 is the acquisition premium relating to the acquisition of Destek Reasürans T.A.Ş. by Millî Reasürans T.A.Ş. in 2005.

13. TRY 24,443,484.64 followed under payables from reinsurance operations includes payables from domestic insurance companies with a value of TRY 21,246,113.08 and payables from foreign companies with a value of TRY 3,197,371.56.

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14. TRY 1,151,099.98 followed under reserves from insurance and reinsurance companies is the sum of reserves from domestic insurance companies being TRY 1,030,151.29 and reserves from foreign companies of TRY 120,948.69.

15. TRY 5,415.76 due to shareholders include dividends regarding the financial year 2005 and previous years not yet been collected by shareholders.

16. TRY 132,937.70 due to other related parties include personnel training budget assigned to the Undersecretariat of Turkish Treasury with a value of TRY 89,274.04, previous years dividends with a value of TRY 1,432.86 which will be paid to the founders, and other miscellaneous payables amounting to TRY 42,230.80.

17. The breakdown of insurance technical provisions is as follows:

TECHNICAL PROVISIONS	TRY
a) Provision for Unearned Premiums - Net	239,288,047.21
Provision for Unearned Premiums	256,380,956.55
Retrocessionaires Share (-)	17,092,909.34
b) Provision for Outstanding Losses - Net	214,798,490.07
Provision for Outstanding Losses	269,843,806.70
Retrocessionaires Share (-)	55,045,316.63
c) Mathematical Reserves(Life) - Net	924,970.89
Mathematical Reserves(Life)	924,970.89
Retrocessionaires Share (-)	0.00
d) Provision for Outstanding Indemnity(Life) - Net	769,033.70
Provision for Outstanding Indemnity(Life)	1,348,000.34
Retrocessionaires Share (-)	578,966.64
TOTAL	455,780,541.87

18. Other technical provisions include contingency fund for earthquake detailed below as at the end of 2006.

CONTINGENCY FUND FOR EARTHQUAKE (TRY)	100,620,276.56
a) Contingency Fund for Earthquake	97,495,217.94
b) Contingency Fund for Earthquake Claims Paid (-)	12,083,215.65
c) Contingency Fund for Earthquake Investment Income (+)	15,208,274.27

19. No privilege is granted to shareholders. Shareholders holding 10% and more of the equity are shown below:

SHAREHOLDER	SHARE (%)	EQUITY PARTICIPATION (TRY)
Türkiye İş Bankası A.Ş.	76.64	262,868,405.05
Millî Reasürans T.A.Ş. Pension Fund	10.54	36,159,183.22
Other (27 Shareholders)	12.82	43,972,411.73

20. Sales profits to be added to share capital is TRY 40,419,867.09. TRY 40,207,525 of this amount comes from the income generated from the sale of certain real estates in 2005 and 2006 and the remaining TRY 212,342.09 consists of profits generated from the sale of some equity participations in 2005 and 2006.

21. The valuation of financial assets in accordance with the market value of the financial assets as at 31.12.2006 within the context of Capital Market Board Communiqué Series XI No.25 and the amount in excess after the valuation amounting to TRY 41,369,871.24 is followed under valuation of financial assets item in shareholder's equity account.

22. The amount of TRY 40,465,269.95 under shareholder's equity as a profit reserve is the contingency fund for earthquake of Destek Reasürans T.A.Ş. which has been transferred to this account by the termination of this liability as of 31.12.2005 due to the merger.

23. Receivables and payables from TRY transactions are recorded in our accounts with their book value and transactions denominated in foreign currencies are followed with their equivalent TRY value after having been converted at the buying rate of exchange of the Turkish Central Bank prevailing on 31.12.2006.

24. Total number of employees of Millî Reasürans T.A.Ş. was 185 at the beginning of the financial year and 192 at the end.

25. The balance sheet has been approved on 19 March 2007.