

Erdemir Group Recorded TRY418,1 Million Net Profit in the First Half of 2010.

The net profit for the period is increased by 313% yoy.

In 1H 2010, Ereğli Plant produced 698 thousand tons CRC and 996 thousand tons HRC in total 1.694 thousand tons with a decrease of 16% yoy. İskenderun Plant produced 827 thousand tons long steel and 912 thousand tons HRC in total 1.739 thousand tons with an increase of 33% yoy.

PRODUCTION - (000 TONS)				
EREĞLİ				
	2010 1H	2009 1H	2009	2008
CRC	698	700	1.590	1.486
HRC	996	1.312	2.404	2.555
TOTAL	1.694	2.012	3.994	4.041
% Change	-16%		-1%	

İSKENDERUN				
	2010 1H	2009 1H	2009	2008
LONG	827	1.092	1.869	1.950
HRC	912	212	818	141
TOTAL	1.739	1.304	2.687	2.091
% Change	33%		29%	

In the first half of 2010; Ereğli Plant had 1.619 thousand tons steel shipments, which decreased by 26% whereas İskenderun Plant had 1.569 thousand tons which went up by 14% yoy.

SHIPMENTS - (000 TONS)				
EREĞLİ				
	2010 1H	2009 1H	2009	2008
CRC- Domestic	648	526	1.268	1.322
CRC- Export	33	237	397	149
HRC- Domestic	812	1.029	1.920	1.805
HRC- Export	125	394	708	627
TOTAL	1.619	2.185	4.294	3.902
% Change	-26%		10%	

SHIPMENTS - (000 TONS)				
İSKENDERUN				
	2010 1H	2009 1H	2009	2008
LONG- Domestic	600	691	1.236	1.404
LONG- Export	126	376	622	559
HRC- Domestic	787	209	621	6
HRC- Export	56	107	214	25
TOTAL	1.569	1.381	2.693	1.994
% Change	14%		35%	

Erdemir Group recorded TRY3.203,1 million (USD2.113,5 million) consolidated sales with an increase of 39% yoy, due to progress in both long and flat steel market.

**REFERENCE SALES PRICES - (USD/TON)
ERDEMİR GROUP**

	2010 1H	2009 1H	2009	2008
CRC- Domestic	836	596	640	1.100
CRC- Export	747	535	529	902
HRC- Domestic	630	430	482	974
HRC- Export	636	420	445	915
LONG- Domestic	536	411	438	761
LONG- Export	530	432	444	848

The ratio of operating expenses to the net sales, which is one of the critical targets for performance, is **2.6%** in the first half of 2010.

EBITDA was improved by **771%** and went up to **TRY751,3** million (**USD495,7** million) and the EBITDA margin was recorded as **23,5%**.

EBITDA - (USD / TON)

	2010 2Q	2009 2Q	2009	2008
CRC	238	-85	25	189
HRC	191	-101	-1	203
LONG	141	-11	10	177

With an increase of **313%** net income in the first half of 2010 was recorded as **TRY418,2** million (**USD275,9** million), despite the **TRY-196,1** million (**USD-122,1** million) loss in the first half of the previous year. Profit margin went up to **13,1%** with a **22** percentage points increase.