

Attachment VI-3-1 BALANCE SHEET as of END 1989

[USD 1,000]

ASSETS		29,111	LIABILITIES AND S/H EQUITY		29,111
CURRENT ASSETS		23,820	LIABILITIES		16,527
OPERATING CASH		518	CURRENT LIABILITIES		16,527
CREDITS		5,843	SHORT TERM DEBT		14,375
STATE ECONOMIC ENTERPRISES		0	OFFICIAL DEPARTMENT		1,292
HEAD INSTITUTION		929	STATE ECONOMIC ENTERPRISES		847
OUR ENGAGED ASSOCIATIONS		0	HEAD INSTITUTION		12,033
REAL/JURIDICAL PERSONS		4,850	REAL/JURIDICAL PERSONS		87
OUR STAFF		4	FROM ABROAD		24
GIVEN DEPOSITS AND GURANTEES		59	OUR STAFF		1
OTHER CREDITS		1	RECEIVED DEPOSITS AND GURANTEE		30
BAD DEBTS		0	OTHER DEBTS		60
(-)RECIPROGATION FOR BAD DEBTS		0	ACCOUNT PAYABLE		16
GIVEN ADVANCES		237	TAX/DUTY PAYABLE		1,995
INVENTORIES		16,345	OTHER LIABILITIES		141
RAW MATERIALS		7,899	FIXED LIABILITIES		0
PRODUCT IN PROGRESS		1,186	LONG TERM DEBT		0
PRODUCT		4,844	STOCK HOLDERS EQUITY		12,584
OTHER STOCKS		2,416	PAID-IN CAPITAL		6,483
OTHER CURRENT ASSETS		877	REVALUATION INCREASE		4,416
EXPENSES FOR NEXT MONTH		0	RESERVES		1,399
INCOME ACCRUEMENT		6	PARTICULAR RECIPROCATIONS		108
VAT TO BE DISCOUNTED		206	PROFITS		1,953
TEMPORARY TAX		665	ACCUMULATED PROFITS		0
INNER STOPPAGES		0	NET PERIODICAL PROFITS		1,953
NET FIXED ASSETS		5,291	PERIODICAL PROFITS		3,861
GIVEN DEPOSITS AND GURANTEES		631	(-)LEGAL OBLIGATIONS		1,707
FIXED ASSETS		4,661	LOSSES		1,775
LAND		1	ACCUMULATED LOSSES		1,775
STRUCTURES ABOVE GROUND		214	PERIODICAL LOSSES		0
STRUCTURES UNDERGROUND		142	(REGURATING ACCOUNTS)		5,949
BUILDINGS		4,190			
PLANT MACHINERY/EQUIPMENT		8,372			
VEHICLES		244			
KITCHENWARE		2			
FURNITURE		88			
ONGOING INVESTMENT		57			
(-)ACC. DEPRICIATION		8,660			
VAT TO BE DISCOUNTED		10			

Attachment VI-3-2 FINANCIAL STATEMENT (WITHOUT CASE)

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION AND SALES PLAN
 - WITHOUT CASE -
 (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
RATED CAPACITY	82500.	82500.	82500.	82500.	82500.	82500.	82500.	82500.	82500.	82500.
CAPACITY UTILIZATION	0.905	0.905	0.905	0.905	0.905	0.905	0.905	0.905	0.905	0.905
PRODUCTION (VOLUME)	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.
INCREASE IN INVENTORY VOLUME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
SALES VOLUME	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.
UNIT SALES PRICE	0.6930	0.7190	0.7460	0.7650	0.7650	0.7650	0.7650	0.7650	0.7650	0.7650
SALES REVENUE	51767.	53709.	55726.	57145.	57145.	57145.	57145.	57145.	57145.	57145.
TOTAL SALES REVENUE	51767.	53709.	55726.	57145.	57145.	57145.	57145.	57145.	57145.	57145.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION AND SALES PLAN

(USD 1,000)

- WITHOUT CASE -

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
RATED CAPACITY	82500.	82500.	82500.	82500.	82500.	82500.	82500.	82500.
CAPACITY UTILIZATION	0.905	0.905	0.905	0.905	0.905	0.905	0.905	0.905
PRODUCTION (VOLUME)	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.
INCREASE IN INVENTORY VOLUME	0.	0.	0.	0.	0.	0.	0.	0.
SALES VOLUME	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.
UNIT SALES PRICE	0.7650	0.7650	0.7650	0.7650	0.7650	0.7650	0.7650	0.7650
SALES REVENUE	57145.	57145.	57145.	57145.	57145.	57145.	57145.	57145.
TOTAL SALES REVENUE	57145.	57145.	57145.	57145.	57145.	57145.	57145.	57145.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - WITHOUT CASE -

(USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
PRODUCTION (VOLUME)	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.
RAW MATERIAL COST	26231.	27289.	28412.	29571.	29571.	29571.	29571.	29571.	29571.	29571.
WOOD	6577.	6775.	6976.	7187.	7187.	7187.	7187.	7187.	7187.	7187.
KP	18737.	19580.	20461.	21382.	21382.	21382.	21382.	21382.	21382.	21382.
WASTE PAPER	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CHEMICALS	917.	944.	972.	1002.	1002.	1002.	1002.	1002.	1002.	1002.
UTILITIES COST	14935.	15383.	15844.	16319.	16319.	16319.	16319.	16319.	16319.	16319.
POWER	7303.	7523.	7748.	7981.	7981.	7981.	7981.	7981.	7981.	7981.
FUEL OIL	6737.	6938.	7147.	7362.	7362.	7362.	7362.	7362.	7362.	7362.
OTHER UTILITIES	89.	92.	94.	97.	97.	97.	97.	97.	97.	97.
DEMAND CHARGE	805.	829.	854.	880.	880.	880.	880.	880.	880.	880.
CONSUMABLES	1457.	1523.	1592.	1663.	1663.	1663.	1663.	1663.	1663.	1663.
PACKING MATERIALS	310.	319.	328.	338.	338.	338.	338.	338.	338.	338.
VARIABLE COST	42933.	44524.	46176.	47892.	47892.	47892.	47892.	47892.	47892.	47892.
EMPLOYMENT COST	4376.	4507.	4642.	4781.	4781.	4781.	4781.	4781.	4781.	4781.
SALARY AND WAGES	3978.	4097.	4220.	4346.	4346.	4346.	4346.	4346.	4346.	4346.
SOCIAL CHARGES	398.	410.	422.	435.	435.	435.	435.	435.	435.	435.
GENERAL OVERHEADS	796.	819.	844.	869.	869.	869.	869.	869.	869.	869.
MAINTENANCE COST	1473.	1562.	1655.	1755.	1807.	1862.	1917.	1975.	2034.	2095.
TAX AND INSURANCE	86.	80.	74.	67.	61.	57.	53.	49.	46.	42.
DIRECT FIXED COST	6730.	6968.	7215.	7472.	7518.	7569.	7620.	7674.	7729.	7787.
CASH FACTORY COST	49663.	51491.	53390.	55364.	55410.	55461.	55512.	55566.	55621.	55679.
DEPRECIATION (EX)	330.	321.	318.	318.	308.	292.	292.	292.	292.	292.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	292.	292.	292.
DEPRECIATION (NW)	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
PLANT EQUIPMENT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
BUILDINGS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
PREOPERATIONAL EXPENSE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIATION AND AMORTIZATION	622.	613.	610.	610.	600.	421.	388.	366.	366.	363.
TOTAL FACTORY COST	50285.	52104.	54000.	55974.	56010.	55882.	55900.	55952.	56007.	56062.
UNIT FACTORY COST	0.6732	0.6975	0.7229	0.7493	0.7498	0.7481	0.7483	0.7490	0.7498	0.7505
SALES EXPENSES	518.	537.	557.	571.	571.	571.	571.	571.	571.	571.
OPERATING EXPENSES	50803.	52641.	54558.	56546.	56582.	56453.	56472.	56524.	56579.	56633.
INTEREST ON LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	111.	59.	1.	0.	0.	0.	0.	0.	0.	0.
TOTAL PRODUCTION COST	50914.	52701.	54559.	56546.	56582.	56453.	56472.	56524.	56579.	56633.
UNIT PRODUCTION COST	0.6816	0.7055	0.7304	0.7570	0.7575	0.7557	0.7560	0.7567	0.7574	0.7581

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - WITHOUT CASE - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
PRODUCTION (VOLUME)	74700.	74700.	74700.	74700.	74700.	74700.	74700.	74700.
RAW MATERIAL COST	29571.	29571.	29571.	29571.	29571.	29571.	29571.	29571.
WOOD	7187.	7187.	7187.	7187.	7187.	7187.	7187.	7187.
KP	21382.	21382.	21382.	21382.	21382.	21382.	21382.	21382.
WASTE PAPER	0.	0.	0.	0.	0.	0.	0.	0.
CHEMICALS	1002.	1002.	1002.	1002.	1002.	1002.	1002.	1002.
UTILITIES COST	16319.	16319.	16319.	16319.	16319.	16319.	16319.	16319.
POWER	7981.	7981.	7981.	7981.	7981.	7981.	7981.	7981.
FUEL OIL	7362.	7362.	7362.	7362.	7362.	7362.	7362.	7362.
OTHER UTILITIES	97.	97.	97.	97.	97.	97.	97.	97.
DEMAND CHARGE	880.	880.	880.	880.	880.	880.	880.	880.
CONSUMABLES	1663.	1663.	1663.	1663.	1663.	1663.	1663.	1663.
PACKING MATERIALS	339.	339.	339.	339.	339.	339.	339.	339.
VARIABLE COST	47892.	47892.	47892.	47892.	47892.	47892.	47892.	47892.
EMPLOYMENT COST	4781.	4781.	4781.	4781.	4781.	4781.	4781.	4781.
SALARY AND WAGES	4346.	4346.	4346.	4346.	4346.	4346.	4346.	4346.
SOCIAL CHARGES	435.	435.	435.	435.	435.	435.	435.	435.
GENERAL OVERHEADS	869.	869.	869.	869.	869.	869.	869.	869.
MAINTENANCE COST	2158.	2223.	2290.	2358.	2429.	2502.	2577.	2654.
TAX AND INSURANCE	38.	34.	30.	27.	23.	19.	16.	15.
DIRECT FIXED COST	7846.	7907.	7970.	8034.	8102.	8171.	8242.	8319.
CASH FACTORY COST	55738.	55799.	55862.	55926.	55994.	56063.	56134.	56211.
DEPRECIATION (EX)	90.	86.	85.	80.	80.	80.	78.	78.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	0.
DEPRECIATION (NW)	0.	0.	0.	0.	0.	0.	0.	0.
PLANT EQUIPMENT	0.	0.	0.	0.	0.	0.	0.	0.
BUILDINGS	0.	0.	0.	0.	0.	0.	0.	0.
PREOPERATIONAL EXPENSE	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIATION AND AMORTIZATION	382.	378.	378.	372.	372.	372.	370.	78.
TOTAL FACTORY COST	56120.	56177.	56240.	56298.	56366.	56435.	56504.	56289.
UNIT FACTORY COST	0.7513	0.7520	0.7529	0.7537	0.7546	0.7555	0.7564	0.7535
SALES EXPENSES	571.	571.	571.	571.	571.	571.	571.	571.
OPERATING EXPENSES	56891.	56748.	56812.	56870.	56937.	57006.	57076.	56860.
INTEREST ON LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
TOTAL PRODUCTION COST	56691.	56748.	56812.	56870.	56937.	57006.	57076.	56860.
UNIT PRODUCTION COST	0.7539	0.7597	0.7605	0.7613	0.7622	0.7631	0.7641	0.7612

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 WORKING CAPITAL STATEMENTS
 - WITHOUT CASE -

(USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
CURRENT ASSETS	11262	11678	12111	12562	12568	12554	12559	12567	12577	12586
ACCOUNT RECEIVABLE	0	0	0	0	0	0	0	0	0	0
INVENTORIES	9176	9515	9869	10236	10241	10225	10227	10234	10241	10247
PRODUCT INVENTORY	6286	6513	6750	6997	7001	6985	6988	6994	7001	7008
MATERIAL INVENTORY	2890	3002	3119	3240	3240	3240	3240	3240	3240	3240
OPERATING CASH	2086	2163	2242	2325	2327	2329	2332	2334	2336	2338
CURRENT LIABILITIES W/O DEBT	0	0	0	0	0	0	0	0	0	0
ACCOUNT PAYABLE	0	0	0	0	0	0	0	0	0	0
OTHER LIABILITIES	0	0	0	0	0	0	0	0	0	0
PERMANENT WORKING CAPITAL	11262	11678	12111	12562	12568	12554	12559	12567	12577	12586
CHANGE IN WORKING CAPITAL	447	416	433	451	6	-14	4	9	9	9

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 WORKING CAPITAL STATEMENTS
 - WITHOUT CASE - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
CURRENT ASSETS	12596.	12605.	12616.	12626.	12637.	12649.	12660.	12637.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	10255.	10262.	10270.	10277.	10285.	10294.	10303.	10276.
PRODUCT INVENTORY	7015.	7022.	7030.	7037.	7046.	7054.	7063.	7036.
MATERIAL INVENTORY	3240.	3240.	3240.	3240.	3240.	3240.	3240.	3240.
OPERATING CASH	2341.	2344.	2346.	2349.	2352.	2355.	2358.	2361.
CURRENT LIABILITIES W/O DEBT	0.	0.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
PERMANENT WORKING CAPITAL	12596.	12605.	12616.	12626.	12637.	12649.	12660.	12637.
CHANGE IN WORKING CAPITAL	10.	10.	11.	10.	11.	12.	12.	-24.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - WITHOUT CASE - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
OPERATING INCOME	51767.	53709.	55726.	57145.	57145.	57145.	57145.	57145.	57145.	57145.
TOTAL SALES REVENUE	51767.	53709.	55726.	57145.	57145.	57145.	57145.	57145.	57145.	57145.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
COST OF SALES	50022.	51877.	53769.	55727.	56006.	55898.	55898.	55946.	56000.	56055.
VARIABLE COST	42933.	44524.	46176.	47892.	47892.	47892.	47892.	47892.	47892.	47892.
DIRECT FIXED COST	6730.	6968.	7215.	7472.	7518.	7569.	7620.	7674.	7729.	7767.
DEPRECIATION AND AMORTIZATION	622.	613.	610.	610.	600.	421.	388.	386.	386.	383.
INC. IN PRODUCT INVENTORY	269.	227.	237.	247.	4.	-16.	2.	7.	7.	7.
GROSS PROFIT ON SALES	1745.	1832.	1963.	1416.	1140.	1248.	1248.	1200.	1145.	1091.
SALES EXPENSES	518.	537.	557.	571.	571.	571.	571.	571.	571.	571.
OPERATING PROFIT	1227.	1295.	1406.	847.	568.	676.	676.	628.	574.	519.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING EXPENSES	111.	59.	1.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	111.	59.	1.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) BEFORE TAX	1116.	1236.	1404.	847.	568.	676.	676.	628.	574.	519.
INCOME TAX	549.	608.	691.	417.	280.	333.	333.	309.	282.	256.
NON-TAXABLE INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) AFTER TAX	567.	628.	713.	430.	289.	343.	343.	319.	291.	264.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
RETAINED EARNINGS	567.	628.	713.	430.	289.	343.	343.	319.	291.	264.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - WITHOUT CASE - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
OPERATING INCOME	57145.	57145.	57145.	57145.	57145.	57145.	57145.	57145.
TOTAL SALES REVENUE	57145.	57145.	57145.	57145.	57145.	57145.	57145.	57145.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
COST OF SALES	56112.	56170.	56232.	56291.	56357.	56426.	56496.	56315.
VARIABLE COST	47892.	47892.	47892.	47892.	47892.	47892.	47892.	47892.
DIRECT FIXED COST	7846.	7907.	7970.	8034.	8102.	8171.	8242.	8319.
DEPRECIATION AND AMORTIZATION	382.	378.	378.	372.	372.	372.	370.	78.
INC. IN PRODUCT INVENTORY	7.	7.	8.	7.	8.	9.	9.	-27.
GROSS PROFIT ON SALES	1033.	976.	913.	854.	788.	719.	650.	830.
SALES EXPENSES	571.	571.	571.	571.	571.	571.	571.	571.
OPERATING PROFIT	462.	404.	342.	283.	217.	148.	78.	259.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING EXPENSES	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) BEFORE TAX	462.	404.	342.	283.	217.	148.	78.	259.
INCOME TAX	227.	199.	168.	139.	107.	73.	39.	127.
NON-TAXABLE INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) AFTER TAX	234.	205.	174.	144.	110.	75.	40.	131.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.
RETAINED EARNINGS	234.	205.	174.	144.	110.	75.	40.	131.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - WITHOUT CASE -

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
SOURCE OF FUNDS	2144.	1319.	1324.	1040.	889.	764.	731.	705.	677.	847.
CASH GENERATED FROM OPERATION	1300.	1300.	1324.	1040.	889.	764.	731.	705.	677.	647.
PROFIT AFT. TAX, BFR. INT.	678.	687.	714.	430.	289.	343.	343.	319.	291.	264.
DEPRECIATION AND AMORTIZATION	622.	613.	610.	610.	600.	421.	386.	386.	386.	383.
FINANCIAL RESOURCES	844.	19.	0.	0.	0.	0.	0.	0.	0.	0.
PAID-UP SHARE CAPITAL	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	844.	19.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER CASH	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-CASH FUNDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
USES OF FUNDS	2144.	1319.	454.	451.	6.	-14.	4.	9.	9.	9.
FIXED CAPITAL EXPENDITURE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-DEPRECIABLE ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE FIXED ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CHANGE IN WORKING CAPITAL	447.	416.	433.	451.	6.	-14.	4.	9.	9.	9.
DEBT SERVICES	1697.	903.	21.	0.	0.	0.	0.	0.	0.	0.
REPAYMENT OF LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
REPAYMENT OF SHORT TERM DEBT	1586.	844.	19.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	111.	59.	1.	0.	0.	0.	0.	0.	0.	0.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CASH INCREASE OR (DECREASE)	0.	0.	870.	589.	882.	776.	727.	696.	668.	638.
BEGINNING CASH BALANCE	0.	0.	0.	870.	1460.	2342.	3120.	3847.	4543.	5211.
ENDING CASH BALANCE	0.	0.	870.	1460.	2342.	3120.	3847.	4543.	5211.	5849.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - WITHOUT CASE - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
SOURCE OF FUNDS								
CASH GENERATED FROM OPERATION	616.	583.	552.	516.	482.	447.	410.	209.
PROFIT AFT. TAX, BFR INT.	234.	205.	174.	144.	110.	75.	40.	131.
DEPRECIATION AND AMORTIZATION	382.	378.	378.	372.	372.	370.	370.	78.
FINANCIAL RESOURCES	0.	0.	0.	0.	0.	0.	0.	0.
PAID-UP SHARE CAPITAL	0.	0.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
OTHER CASH	0.	0.	0.	0.	0.	0.	0.	0.
NON-CASH FUNDS	0.	0.	0.	0.	0.	0.	0.	0.
USES OF FUNDS	10.	10.	11.	10.	11.	12.	12.	-24.
FIXED CAPITAL EXPENDITURE	0.	0.	0.	0.	0.	0.	0.	0.
NON-DEPRECIABLE ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE FIXED ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.
CHANGE IN WORKING CAPITAL	10.	10.	11.	10.	11.	12.	12.	-24.
DEBT SERVICES	0.	0.	0.	0.	0.	0.	0.	0.
REPAYMENT OF LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
REPAYMENT OF SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.
CASH INCREASE OR (DECREASE)	607.	574.	541.	506.	471.	435.	398.	233.
BEGINNING CASH BALANCE	5849.	6456.	7029.	7570.	8076.	8547.	8982.	9380.
ENDING CASH BALANCE	6456.	7029.	7570.	8076.	8547.	8982.	9380.	9613.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31)
 - WITHOUT CASE - (USD 1,000)

PAGE 1

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
ASSETS										
CURRENT ASSETS	11262.	11678.	12111.	12562.	12568.	12554.	12559.	12567.	12577.	12586.
OPERATING CASH	2086.	2163.	2242.	2325.	2327.	2329.	2332.	2334.	2336.	2338.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	9176.	9515.	9869.	10236.	10241.	10225.	10227.	10234.	10241.	10247.
ACC. EXCESS CASH	0.	0.	870.	1460.	2342.	3120.	3847.	4543.	5211.	5849.
NET FIXED ASSETS	8574.	7961.	7351.	6741.	6141.	5720.	5332.	4946.	4560.	4177.
INVESTMENT	9196.	9196.	9196.	9196.	9196.	9196.	9196.	9196.	9196.	9196.
NON-DEPR. ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE ASSETS	9196.	9196.	9196.	9196.	9196.	9196.	9196.	9196.	9196.	9196.
INTEREST DRG CONSTR.	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
LESS: ACC. DEPRECIATION	522.	1235.	1845.	2455.	3055.	3476.	3864.	4250.	4636.	5019.
LIABILITIES	844.	19.	0.	0.	0.	0.	0.	0.	0.	0.
CURRENT LIABILITIES	844.	19.	0.	0.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CURRENT PORTION OF L/T DEBT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	844.	19.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
FIXED LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT BALANCE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER FIXED LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
STOCK HOLDERS EQUITY	1992.	19619.	20332.	20762.	21051.	21394.	21738.	22057.	22348.	22612.
SHARE CAPITAL	15863.	15863.	15863.	15863.	15863.	15863.	15863.	15863.	15863.	15863.
ACC. RETAINED EARNINGS	3129.	3156.	4469.	4899.	5188.	5531.	5875.	6194.	6485.	6749.
LIABILITIES & S/H EQUITY	19836.	19639.	20332.	20762.	21051.	21394.	21738.	22057.	22348.	22612.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31)
 - WITHOUT CASE - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
ASSETS	22846	23051	23225	23369	23479	23554	23594	23725
CURRENT ASSETS	12596	12605	12616	12626	12637	12649	12660	12637
OPERATING CASH	2341	2344	2346	2349	2352	2355	2358	2361
ACCOUNT RECEIVABLE	0	0	0	0	0	0	0	0
INVENTORIES	10255	10262	10270	10277	10285	10294	10303	10276
ACC. EXCESS CASH	6456	7029	7570	8076	8547	8982	9300	9613
NET FIXED ASSETS	3795	3417	3039	2667	2295	1923	1553	1475
INVESTMENT	9196	9196	9196	9196	9196	9196	9196	9196
NON-DEPR. ASSETS	0	0	0	0	0	0	0	0
DEPRECIABLE ASSETS	9196	9196	9196	9196	9196	9196	9196	9196
INTEREST DRG CONSTR.	0	0	0	0	0	0	0	0
LESS: ACC. DEPRECIATION	5401	5779	6157	6529	6901	7273	7643	7721
LIABILITIES	0	0	0	0	0	0	0	0
CURRENT LIABILITIES	0	0	0	0	0	0	0	0
ACCOUNT PAYABLE	0	0	0	0	0	0	0	0
CURRENT PORTION OF L/T DEBT	0	0	0	0	0	0	0	0
SHORT TERM DEBT	0	0	0	0	0	0	0	0
OTHER LIABILITIES	0	0	0	0	0	0	0	0
FIXED LIABILITIES	0	0	0	0	0	0	0	0
LONG TERM DEBT BALANCE	0	0	0	0	0	0	0	0
OTHER FIXED LIABILITIES	0	0	0	0	0	0	0	0
STOCK HOLDERS EQUITY	22846	23051	23225	23369	23479	23554	23594	23725
SHARE CAPITAL	15863	15863	15863	15863	15863	15863	15863	15863
ACC. RETAINED EARNINGS	6983	7188	7362	7506	7616	7691	7731	7862
LIABILITIES & S/H EQUITY	22846	23051	23225	23369	23479	23554	23594	23725

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PROFITABILITY AND FINANCIAL INDICATORS
 - WITHOUT CASE -
 (USD 1,000)

YEAR	(1) AFT TAX PROFIT -TO- SALES REV (PCT)	(2) AFT TAX PROFIT -TO- S/H EQUITY (PCT)	(3) BFR TAX PROFIT -TO- INVESTMENT (PCT)	(4) AFT TAX PROFIT -TO- S/CAPITAL (PCT)	(5) CURRENT RATIO	(6) QUICK RATIO	(7) DEBT SERVICE RATIO	(8) L/T DEBT -TO- S/H EQUITY	(9)* PROFIT B.E.P. CAPACITY UTILIZE (PCT)	(10)* CASH B.E.P. SALES PRICE (PRICE)	(11)* CASH B.E.P. CAPACITY UTILIZE (PCT)
1993	1.1	3.0	12.1	3.6	13.34	2.47	*****	0 / 100	81.8	673.2	75.4
1994	1.2	3.2	13.4	4.0	599.07	110.94	*****	0 / 100	80.6	697.3	74.6
1995	1.3	3.5	15.3	4.5	*****	*****	*****	0 / 100	78.5	722.2	73.7
1996	0.8	2.1	9.2	2.7	*****	*****	*****	0 / 100	84.7	748.8	78.7
1997	0.5	1.4	6.2	1.8	*****	*****	*****	0 / 100	85.0	749.4	79.2
1998	0.6	1.6	7.4	2.2	*****	*****	*****	0 / 100	83.8	750.1	79.7
1999	0.6	1.6	7.4	2.2	*****	*****	*****	0 / 100	84.0	750.8	80.2
2000	0.6	1.4	6.8	2.0	*****	*****	*****	0 / 100	84.5	751.5	80.7
2001	0.5	1.3	6.2	1.8	*****	*****	*****	0 / 100	85.0	752.2	81.2
2002	0.5	1.2	5.6	1.7	*****	*****	*****	0 / 100	85.5	753.0	81.8
2003	0.4	1.0	5.0	1.5	*****	*****	*****	0 / 100	86.1	754.6	82.4
2004	0.4	0.9	4.4	1.3	*****	*****	*****	0 / 100	86.7	755.8	83.0
2005	0.3	0.7	3.7	1.1	*****	*****	*****	0 / 100	87.3	755.5	83.6
2006	0.3	0.6	3.1	0.9	*****	*****	*****	0 / 100	87.8	756.3	84.2
2007	0.2	0.5	2.4	0.7	*****	*****	*****	0 / 100	88.5	757.2	84.9
2008	0.1	0.3	1.6	0.5	*****	*****	*****	0 / 100	89.2	758.2	85.5
2009	0.1	0.2	0.9	0.3	*****	*****	*****	0 / 100	89.9	759.1	86.2
2010	0.2	0.6	2.8	0.8	*****	*****	*****	0 / 100	87.8	760.1	87.0
AVERAGE1	0.5	1.4	6.3	1.9	*****	*****	*****	0 / 100	85.4	744.6	81.2
AVERAGE2	0.5	1.3	6.3	1.9	259.43	43.19	*****	0 / 100			

(AVERAGE1) : SUM OF ANNUAL FIGURES OF PERCENTAGE AND RATIO IS DIVIDED BY NO. OF YEARS(SIMPLE AVERAGE)
 (AVERAGE2) : AVERAGE FIGURES ARE CALCULATED BY ACTUAL VALUES ACCUMULATED OVER THE PROJECT LIFE(WEIGHTED AVERAGE)

* NOTE FOR (9),(10),(11)

WHEN THERE ARE TWO OR MORE PRODUCTS, AND DURING THE YEARS WHEN ALL OF PRODUCTS ARE NOT PRODUCED AT THE SAME RATE OF CAPACITY UTILIZATION, ABOVE BREAK-EVEN-POINTS CANNOT GIVE CORRECT FIGURES.

Attachment VI-3-3 . FINANCIAL STATEMENT (CASE-1A)

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION AND SALES PLAN
 - CASE-1A (100,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
RATED CAPACITY	82500.	82500.	45620.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
CAPACITY UTILIZATION	0.905	0.905	0.903	1.000	1.000	1.000	1.000	1.000	1.000	1.000
PRODUCTION (VOLUME)	74700.	74700.	41180.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
INCREASE IN INVENTORY VOLUME	0.	0.	-9338.	4200.	0.	0.	0.	0.	0.	0.
SALES VOLUME	74700.	74700.	50518.	98800.	100000.	100000.	100000.	100000.	100000.	100000.
UNIT SALES PRICE	0.6930	0.7190	0.8350	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320
SALES REVENUE	51767.	53709.	42182.	89286.	93200.	93200.	93200.	93200.	93200.	93200.
TOTAL SALES REVENUE	51767.	53709.	42182.	89286.	93200.	93200.	93200.	93200.	93200.	93200.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	21.	1228.	888.	0.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION AND SALES PLAN
 - CASE-1A (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
RATED CAPACITY	100000.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
CAPACITY UTILIZATION	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
PRODUCTION (VOLUME)	100000.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
INCREASE IN INVENTORY VOLUME	0.	0.	0.	0.	0.	0.	0.	0.
SALES VOLUME	100000.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
UNIT SALES PRICE	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320
SALES REVENUE	93200.	93200.	93200.	93200.	93200.	93200.	93200.	93200.
TOTAL SALES REVENUE	93200.	93200.	93200.	93200.	93200.	93200.	93200.	93200.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - CASE-1A (100,000T/Y) -

PAGE 1

(USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
PRODUCTION (VOLUME)	74700.	74700.	41180.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
RAW MATERIAL COST	26231.	27299.	16682.	44335.	44335.	44335.	44335.	44335.	44335.	44335.
WOOD	6577.	6775.	3022.	5846.	5846.	5846.	5846.	5846.	5846.	5846.
KP	18737.	19580.	10999.	27321.	27321.	27321.	27321.	27321.	27321.	27321.
WASTE PAPER	0.	0.	1556.	7228.	7228.	7228.	7228.	7228.	7228.	7228.
CHEMICALS	917.	944.	1104.	3940.	3940.	3940.	3940.	3940.	3940.	3940.
UTILITIES COST	14935.	15383.	8284.	17730.	17730.	17730.	17730.	17730.	17730.	17730.
POWER	7303.	7522.	4019.	9530.	9530.	9530.	9530.	9530.	9530.	9530.
FUEL OIL	6737.	6940.	3349.	7149.	7149.	7149.	7149.	7149.	7149.	7149.
OTHER UTILITIES	89.	92.	52.	130.	130.	130.	130.	130.	130.	130.
DEMAND CHARGE	805.	829.	864.	921.	921.	921.	921.	921.	921.	921.
CONSUMABLES	1457.	1523.	889.	2279.	2279.	2279.	2279.	2279.	2279.	2279.
PACKING MATERIALS	310.	320.	182.	454.	454.	454.	454.	454.	454.	454.
VARIABLE COST	42933.	44525.	26036.	64798.	64798.	64798.	64798.	64798.	64798.	64798.
EMPLOYMENT COST	4376.	4507.	4650.	4798.	4798.	4798.	4798.	4798.	4798.	4798.
SALARY AND WAGES	3978.	4097.	4227.	4362.	4362.	4362.	4362.	4362.	4362.	4362.
SOCIAL CHARGES	398.	410.	423.	436.	436.	436.	436.	436.	436.	436.
GENERAL OVERHEADS	796.	819.	845.	872.	872.	872.	872.	872.	872.	872.
MAINTENANCE COST	1473.	1562.	1078.	2743.	2759.	2759.	2768.	2775.	2785.	2794.
TAX AND INSURANCE	86.	80.	971.	905.	889.	774.	710.	649.	595.	541.
DIRECT FIXED COST	6730.	6968.	7544.	9318.	9260.	9204.	9149.	9096.	9051.	9006.
CASH FACTORY COST	49663.	51492.	35580.	74116.	74058.	74002.	73947.	73894.	73849.	73804.
DEPRECIATION (EX)	330.	321.	318.	318.	308.	129.	96.	94.	94.	91.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	292.	292.	292.
DEPRECIATION (NW)	0.	0.	1502.	6007.	6007.	6007.	6007.	5753.	4991.	4991.
PLANT EQUIPMENT	0.	0.	1207.	4827.	4827.	4827.	4827.	4827.	4827.	4827.
BUILDINGS	0.	0.	41.	164.	164.	164.	164.	164.	164.	164.
PREOPERATIONAL EXPENSE	0.	0.	108.	433.	433.	433.	433.	324.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	146.	584.	584.	584.	584.	438.	0.	0.
DEPRECIATION AND AMORTIZATION	622.	613.	2112.	6617.	6607.	6428.	6395.	6139.	5377.	5374.
TOTAL FACTORY COST	50285.	52105.	35692.	80733.	80665.	80430.	80342.	80032.	79225.	79178.
UNIT FACTORY COST	0.6732	0.6975	0.8567	0.8073	0.8066	0.8043	0.8034	0.8003	0.7923	0.7918
SALES EXPENSES	518.	537.	422.	893.	932.	932.	932.	932.	932.	932.
OPERATING EXPENSES	50803.	52643.	36113.	81626.	81597.	81362.	81274.	80964.	80157.	80110.
INTEREST ON LONG TERM DEBT	0.	0.	807.	3230.	3230.	3230.	3230.	3230.	3050.	2871.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	0.	0.	0.	0.	0.	0.
TOTAL PRODUCTION COST	50914.	52701.	36921.	84855.	84826.	84591.	84503.	84194.	83207.	82980.
UNIT PRODUCTION COST	0.6816	0.7055	0.8966	0.8486	0.8483	0.8459	0.8450	0.8419	0.8321	0.8298

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - CASE-1A (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
PRODUCTION (VOLUME)	100000.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
RAW MATERIAL COST	44335.	44335.	44335.	44335.	44335.	44335.	44335.	44335.
WOOD	5846.	5846.	5846.	5846.	5846.	5846.	5846.	5846.
KP	27321.	27321.	27321.	27321.	27321.	27321.	27321.	27321.
WASTE PAPER	7228.	7228.	7228.	7228.	7228.	7228.	7228.	7228.
CHEMICALS	3940.	3940.	3940.	3940.	3940.	3940.	3940.	3940.
UTILITIES COST	17730.	17730.	17730.	17730.	17730.	17730.	17730.	17730.
POWER	9530.	9530.	9530.	9530.	9530.	9530.	9530.	9530.
FUEL OIL	7149.	7149.	7149.	7149.	7149.	7149.	7149.	7149.
OTHER UTILITIES	130.	130.	130.	130.	130.	130.	130.	130.
DEMAND CHARGE	921.	921.	921.	921.	921.	921.	921.	921.
CONSUMABLES	2279.	2279.	2279.	2279.	2279.	2279.	2279.	2279.
PACKING MATERIALS	454.	454.	454.	454.	454.	454.	454.	454.
VARIABLE COST	64798.	64798.	64798.	64798.	64798.	64798.	64798.	64798.
EMPLOYMENT COST	4798.	4798.	4798.	4798.	4798.	4798.	4798.	4798.
SALARY AND WAGES	4362.	4362.	4362.	4362.	4362.	4362.	4362.	4362.
SOCIAL CHARGES	436.	436.	436.	436.	436.	436.	436.	436.
GENERAL OVERHEADS	872.	872.	872.	872.	872.	872.	872.	872.
MAINTENANCE COST	2804.	2813.	2823.	2834.	2844.	2855.	2867.	2878.
TAX AND INSURANCE	488.	434.	380.	327.	273.	219.	166.	115.
DIRECT FIXED COST	8962.	8918.	8874.	8831.	8788.	8745.	8703.	8664.
CASH FACTORY COST	73760.	73716.	73672.	73629.	73586.	73543.	73501.	73462.
DEPRECIATION (EX)	90.	86.	86.	80.	80.	80.	78.	78.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	0.
DEPRECIATION (NW)	4991.	4991.	4991.	4991.	4991.	4991.	4991.	4991.
PLANT EQUIPMENT	4827.	4827.	4827.	4827.	4827.	4827.	4827.	4827.
BUILDINGS	164.	164.	164.	164.	164.	164.	164.	164.
PREOPERATIONAL EXPENSE	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIATION AND AMORTIZATION	5373.	5369.	5369.	5363.	5363.	5361.	5361.	5069.
TOTAL FACTORY COST	79133.	79084.	79040.	78992.	78948.	78906.	78862.	78830.
UNIT FACTORY COST	0.7913	0.7908	0.7904	0.7899	0.7895	0.7891	0.7886	0.7883
SALES EXPENSES	932.	932.	932.	932.	932.	932.	932.	932.
OPERATING EXPENSES	80065.	80016.	79972.	79924.	79880.	79838.	79794.	79462.
INTEREST ON LONG TERM DEBT	2691.	2512.	2332.	2153.	1974.	1794.	1615.	1435.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
TOTAL PRODUCTION COST	82756.	82528.	82305.	82077.	81854.	81632.	81409.	80898.
UNIT PRODUCTION COST	0.8276	0.8253	0.8230	0.8208	0.8185	0.8163	0.8141	0.8090

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
CURRENT ASSETS	11262.	11678.	4943.	11014.	11009.	10997.	10991.	10976.	10940.	10936.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	9176.	9516.	3533.	7902.	7899.	7889.	7885.	7872.	7838.	7836.
PRODUCT INVENTORY	6286.	6519.	0.	3391.	3388.	3378.	3374.	3361.	3327.	3325.
MATERIAL INVENTORY	2890.	3002.	3533.	4511.	4511.	4511.	4511.	4511.	4511.	4511.
OPERATING CASH	2086.	2163.	1410.	3113.	3110.	3108.	3106.	3104.	3102.	3100.
CURRENT LIABILITIES W/O DEBT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
PERMANENT WORKING CAPITAL	11262.	11678.	4943.	11014.	11009.	10997.	10991.	10976.	10940.	10936.
CHANGE IN WORKING CAPITAL	447.	416.	-6795.	6072.	-5.	-12.	-6.	-15.	-36.	-4.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 WORKING CAPITAL STATEMENTS
 - CASE-1A (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
CURRENT ASSETS	10932.	10928.	10925.	10921.	10917.	10914.	10910.	10894.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	7834.	7832.	7831.	7828.	7827.	7825.	7823.	7809.
PRODUCT INVENTORY	3324.	3322.	3320.	3318.	3316.	3314.	3312.	3298.
MATERIAL INVENTORY	4511.	4511.	4511.	4511.	4511.	4511.	4511.	4511.
OPERATING CASH	3098.	3096.	3094.	3092.	3091.	3089.	3087.	3085.
CURRENT LIABILITIES W/O DEBT	0.	0.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
PERMANENT WORKING CAPITAL	10932.	10928.	10925.	10921.	10917.	10914.	10910.	10894.
CHANGE IN WORKING CAPITAL	-4.	-4.	-4.	-4.	-4.	-4.	-4.	-16.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-1A (100,000T/Y) - (USD 1,000)

PAGE 1

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
OPERATING INCOME	51767.	53709.	42182.	89286.	93200.	93200.	93200.	93200.	93200.	93200.
TOTAL SALES REVENUE	51767.	53709.	42182.	89286.	93200.	93200.	93200.	93200.	93200.	93200.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
COST OF SALES	50022.	51878.	42205.	77342.	80568.	80440.	80345.	80045.	79259.	79180.
VARIABLE COST	42933.	44525.	26036.	64798.	64798.	64798.	64798.	64798.	64798.	64798.
DIRECT FIXED COST	6730.	6968.	7544.	9318.	9260.	9204.	9149.	9096.	9051.	9006.
DEPRECIATION AND AMORTIZATION	622.	613.	2112.	6617.	6507.	6428.	6395.	6139.	5377.	5374.
INC. IN PRODUCT INVENTORY	269.	228.	-6513.	3391.	-3.	-10.	-4.	-13.	-34.	-2.
GROSS PROFIT ON SALES	1745.	1931.	-23.	11943.	12532.	12760.	12855.	13155.	13941.	14020.
SALES EXPENSES	518.	537.	422.	893.	932.	932.	932.	932.	932.	932.
OPERATING PROFIT	1227.	1294.	-445.	11051.	11600.	11828.	11923.	12223.	13009.	13088.
NON-OPERATING INCOME	21.	1223.	888.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING EXPENSES	111.	58.	807.	3230.	3230.	3230.	3230.	3230.	3050.	2871.
INTEREST ON LONG TERM DEBT	0.	0.	807.	3230.	3230.	3230.	3230.	3230.	3050.	2871.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) BEFORE TAX	1137.	2464.	-364.	7821.	8371.	8599.	8693.	8993.	9959.	10218.
INCOME TAX	560.	1213.	0.	0.	0.	4232.	4279.	4426.	4902.	5029.
NON-TAXABLE INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) AFTER TAX	577.	1251.	-364.	7821.	8371.	4367.	4414.	4567.	5057.	5189.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
RETAINED EARNINGS	577.	1251.	-364.	7821.	8371.	4367.	4414.	4567.	5057.	5189.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-1A (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
OPERATING INCOME	93200.	93200.	93200.	93200.	93200.	93200.	93200.	93200.
TOTAL SALES REVENUE	93200.	93200.	93200.	93200.	93200.	93200.	93200.	93200.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
COST OF SALES	79135.	79086.	79042.	78994.	78950.	78907.	78864.	78844.
VARIABLE COST	64798.	64798.	64798.	64798.	64798.	64798.	64798.	64798.
DIRECT FIXED COST	8962.	8918.	8874.	8831.	8788.	8745.	8703.	8664.
DEPRECIATION AND AMORTIZATION	5373.	5369.	5369.	5363.	5363.	5361.	5361.	5069.
INC. IN PRODUCT INVENTORY	-2.	-2.	-2.	-2.	-2.	-2.	-2.	-14.
GROSS PROFIT ON SALES	14065.	14114.	14158.	14206.	14250.	14293.	14336.	14656.
SALES EXPENSES	932.	932.	932.	932.	932.	932.	932.	932.
OPERATING PROFIT	13133.	13182.	13226.	13274.	13318.	13361.	13404.	13724.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING EXPENSES	2691.	2512.	2332.	2153.	1974.	1794.	1615.	1435.
INTEREST ON LONG TERM DEBT	2691.	2512.	2332.	2153.	1974.	1794.	1615.	1435.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) BEFORE TAX	10442.	10670.	10893.	11121.	11344.	11566.	11789.	12288.
INCOME TAX	5140.	5252.	5362.	5474.	5584.	5693.	5803.	6048.
NON-TAXABLE INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) AFTER TAX	5302.	5418.	5532.	5647.	5761.	5873.	5987.	6240.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.
RETAINED EARNINGS	5302.	5418.	5532.	5647.	5761.	5873.	5987.	6240.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-1A (100,000T/Y) -
 (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
SOURCE OF FUNDS										
CASH GENERATED FROM OPERATION	3084.	56506.	42017.	17667.	18207.	14024.	14039.	13935.	13484.	13433.
PROFIT AFT. TAX, BFR INT.	1310.	1923.	2555.	17667.	18207.	14024.	14039.	13935.	13484.	13433.
DEPRECIATION AND AMORTIZATION	688.	1310.	443.	11051.	11600.	7596.	7644.	7796.	8107.	8059.
FINANCIAL RESOURCES	522.	613.	2112.	6617.	6607.	6428.	6395.	6139.	5377.	5374.
PAID-UP SHARE CAPITAL	1773.	54583.	39462.	0.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT	141.	8187.	5919.	0.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	799.	46396.	33543.	0.	0.	0.	0.	0.	0.	0.
OTHER CASH	833.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-CASH FUNDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
USES OF FUNDS										
FIXED CAPITAL EXPENDITURE	3084.	55891.	29779.	9301.	3224.	3217.	3224.	7700.	7500.	7352.
NON-DEPRECIABLE ASSETS	940.	54583.	35707.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE FIXED ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	940.	54583.	32789.	0.	0.	0.	0.	0.	0.	0.
CHANGE IN WORKING CAPITAL	0.	0.	2318.	0.	0.	0.	0.	0.	0.	0.
DEBT SERVICES	447.	416.	-6735.	6072.	-5.	-12.	-6.	-15.	-36.	-4.
REPAYMENT OF LONG TERM DEBT	1697.	892.	807.	3230.	3230.	3230.	3230.	7715.	7536.	7356.
REPAYMENT OF SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	4485.	4485.	4425.
INTEREST ON LONG TERM DEBT	1586.	833.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	0.	0.	807.	3230.	3230.	3230.	3230.	3230.	3050.	2871.
DIVIDENDS	111.	58.	0.	0.	0.	0.	0.	0.	0.	0.
CASH INCREASE OR (DECREASE)	0.	614.	12238.	8366.	14983.	10807.	10815.	6235.	5924.	6081.
BEGINNING CASH BALANCE	0.	0.	614.	12852.	21219.	36201.	47008.	57823.	64058.	70042.
ENDING CASH BALANCE	0.	614.	12852.	21219.	36201.	47008.	57823.	64058.	70042.	76123.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-1A (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
SOURCE OF FUNDS	13366.	13299.	13233.	13163.	13097.	13030.	12962.	12744.
CASH GENERATED FROM OPERATION	13366.	13299.	13233.	13163.	13097.	13030.	12962.	12744.
PROFIT AFT. TAX, BFR INT.	7994.	7930.	7864.	7800.	7734.	7668.	7601.	7675.
DEPRECIATION AND AMORTIZATION	5373.	5369.	5369.	5363.	5363.	5363.	5361.	5069.
FINANCIAL RESOURCES	0.	0.	0.	0.	0.	0.	0.	0.
PAID-UP SHARE CAPITAL	0.	0.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
OTHER CASH	0.	0.	0.	0.	0.	0.	0.	0.
NON-CASH FUNDS	0.	0.	0.	0.	0.	0.	0.	0.
USES OF FUNDS	7173.	6993.	6814.	6635.	6455.	6276.	6097.	5905.
FIXED CAPITAL EXPENDITURE	0.	0.	0.	0.	0.	0.	0.	0.
NON-DEPRECIABLE ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE FIXED ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.
CHANGE IN WORKING CAPITAL	-4.	-4.	-4.	-4.	-4.	-4.	-4.	-16.
DEBT SERVICES	7177.	6997.	6818.	6638.	6459.	6280.	6100.	5921.
REPAYMENT OF LONG TERM DEBT	4485.	4485.	4485.	4485.	4485.	4485.	4485.	4485.
REPAYMENT OF SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON LONG TERM DEBT	2691.	2512.	2332.	2153.	1974.	1794.	1615.	1435.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.
CASH INCREASE OR (DECREASE)	6193.	6305.	6418.	6528.	6641.	6754.	6865.	6839.
BEGINNING CASH BALANCE	76123.	82316.	88621.	95040.	101568.	108209.	114963.	121829.
ENDING CASH BALANCE	82316.	88621.	95040.	101568.	108209.	114963.	121829.	128667.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31)
 - CASE-1A (100,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
ASSETS	20776.	75777.	114875.	122696.	131066.	135433.	139847.	139929.	140500.	141203.
CURRENT ASSETS	11262.	11678.	4943.	11014.	11009.	10997.	10991.	10976.	10940.	10936.
OPERATING CASH	2086.	2163.	1410.	3113.	3110.	3108.	3106.	3104.	3102.	3100.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	9178.	9516.	3533.	7902.	7899.	7889.	7885.	7872.	7838.	7836.
ACC. EXCESS CASH	0.	614.	12852.	21219.	36201.	47008.	57823.	64058.	70042.	76123.
NET FIXED ASSETS	9514.	63494.	97079.	90463.	83856.	77428.	71033.	64895.	59518.	54145.
INVESTMENT	10136.	64719.	100426.	100426.	100426.	100426.	100426.	100426.	100426.	100426.
NON-DEPR. ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE ASSETS	10136.	64719.	97508.	97508.	97508.	97508.	97508.	97508.	97508.	97508.
INTEREST DRG CONSTR.	0.	0.	2918.	2918.	2918.	2918.	2918.	2918.	2918.	2918.
LESS: ACC. DEPRECIATION	622.	1235.	3347.	9963.	16570.	22998.	29393.	35531.	40908.	46281.
LIABILITIES	1632.	47195.	80738.	80738.	80738.	80738.	80738.	76253.	71767.	67282.
CURRENT LIABILITIES	833.	0.	0.	0.	0.	0.	4485.	4485.	4485.	4485.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CURRENT PORTION OF L/T DEBT	0.	0.	0.	0.	0.	0.	4485.	4485.	4485.	4485.
SHORT TERM DEBT	833.	0.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
FIXED LIABILITIES	799.	47195.	80738.	80738.	80738.	80738.	76253.	71767.	67282.	62796.
LONG TERM DEBT BALANCE	799.	47195.	80738.	80738.	80738.	80738.	76253.	71767.	67282.	62796.
OTHER FIXED LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
STOCK HOLDERS EQUITY	19143.	28582.	34137.	41958.	50328.	54695.	59109.	63676.	68733.	73922.
SHARE CAPITAL	16004.	24191.	30110.	30110.	30110.	30110.	30110.	30110.	30110.	30110.
ACC. RETAINED EARNINGS	3139.	4391.	4027.	11848.	20218.	24585.	28999.	33566.	38623.	43812.
LIABILITIES & S/H EQUITY	20776.	75777.	114875.	122696.	131066.	135433.	139847.	139929.	140500.	141203.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31)
 - CASE-1A (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
ASSETS	142020	142953	143999	145161	146436	147824	149325	151080
CURRENT ASSETS	10932	10928	10925	10921	10917	10914	10910	10894
OPERATING CASH	3088	3096	3094	3092	3091	3089	3087	3085
ACCOUNT RECEIVABLE	0	0	0	0	0	0	0	0
INVENTORIES	7834	7832	7831	7828	7827	7825	7823	7809
ACC. EXCESS CASH	82316	83621	95040	101588	108209	114963	121829	128667
NET FIXED ASSETS	48772	43403	35035	32672	27310	21947	16567	11518
INVESTMENT	100426	100426	100426	100426	100426	100426	100426	100426
NON-DEPR. ASSETS	0	0	0	0	0	0	0	0
DEPRECIABLE ASSETS	97508	97508	97508	97508	97508	97508	97508	97508
INTEREST DRG CONSTR.	2918	2918	2918	2918	2918	2918	2918	2918
LESS: ACC. DEPRECIATION	51654	57023	62391	67754	73116	78479	83839	88908
LIABILITIES	62796	58311	53825	49340	44854	40369	35884	31398
CURRENT LIABILITIES	4485	4485	4485	4485	4485	4485	4485	4485
ACCOUNT PAYABLE	0	0	0	0	0	0	0	0
CURRENT PORTION OF L/T DEBT	4485	4485	4485	4485	4485	4485	4485	4485
SHORT TERM DEBT	0	0	0	0	0	0	0	0
OTHER LIABILITIES	0	0	0	0	0	0	0	0
FIXED LIABILITIES	58311	53825	49340	44854	40369	35884	31398	26913
LONG TERM DEBT BALANCE	58311	53825	49340	44854	40369	35884	31398	26913
OTHER FIXED LIABILITIES	0	0	0	0	0	0	0	0
STOCK HOLDERS EQUITY	79224	84642	90174	95821	101582	107455	113442	119682
SHARE CAPITAL	30110	30110	30110	30110	30110	30110	30110	30110
ACC. RETAINED EARNINGS	49114	54532	60064	65711	71472	77345	83332	89572
LIABILITIES & S/H EQUITY	142020	142953	143999	145161	146436	147824	149325	151080

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PROFITABILITY AND FINANCIAL INDICATORS
 - CASE-1A (100,000/T) - (USD 1,000)

YEAR	(1) AFT TAX PROFIT -TO- SALES REV (PCT)	(2) AFT TAX PROFIT -TO- S/H EQUITY (PCT)	(3) BFR TAX PROFIT -TO- INVESTMENT (PCT)	(4) AFT TAX PROFIT -TO- CAPITAL (PCT)	(5) CURRENT RATIO	(6) QUICK RATIO	(7) DEBT SERVICE RATIO	(8) L/T DEBT -TO- S/H EQUITY	(9)* PROFIT B.E.P. CAPACITY UTILIZE (PCT)	(10)* CASH B.E.P. SALES PRICE (PRICE)	(11)* CASH B.E.P. CAPACITY UTILIZE (PCT)
1993	1.1	3.0	11.2	3.6	13.51	2.50	*****	4 / 96	81.6	673.2	75.2
1994	2.3	4.4	3.8	5.2	*****	*****	*****	62 / 38	72.7	697.3	65.8
1995	-0.8	-1.1	-0.4	-1.2	*****	*****	3.16	70 / 30	58.9	689.1	46.5
1996	8.8	18.6	7.8	26.0	*****	*****	5.47	66 / 34	81.9	816.7	54.9
1997	9.0	16.6	8.3	27.8	*****	*****	5.64	62 / 38	70.5	782.2	47.3
1998	4.7	8.0	8.6	14.5	*****	*****	4.34	60 / 40	69.7	781.6	47.1
1999	4.7	7.5	8.7	14.7	2.45	0.69	4.35	56 / 44	69.4	781.1	46.9
2000	4.9	7.2	9.0	15.2	2.45	0.69	1.81	53 / 47	68.3	825.4	62.5
2001	5.4	7.4	9.9	16.8	2.44	0.69	1.79	49 / 51	64.8	823.2	61.7
2002	5.6	7.0	10.2	17.2	2.44	0.69	1.83	46 / 54	64.0	820.9	60.9
2003	5.7	6.7	10.4	17.6	2.44	0.69	1.86	42 / 58	63.2	818.7	60.1
2004	5.8	6.4	10.6	18.0	2.44	0.69	1.90	39 / 61	62.4	816.4	59.3
2005	5.9	6.1	10.8	18.4	2.43	0.69	1.94	35 / 65	61.6	814.2	58.5
2006	6.1	5.9	11.1	18.8	2.43	0.69	1.98	32 / 68	60.8	812.0	57.7
2007	6.2	5.7	11.3	19.1	2.43	0.69	2.03	28 / 72	60.1	809.8	57.0
2008	6.3	5.5	11.5	19.5	2.43	0.69	2.07	25 / 75	59.3	807.5	56.2
2009	6.4	5.3	11.7	19.9	2.43	0.69	2.12	22 / 78	58.5	805.3	55.4
2010	6.7	5.2	12.2	20.7	2.43	0.69	2.15	18 / 82	56.7	803.1	54.6
AVERAGE1	5.3	7.0	9.3	16.2	*****	*****	*****	43 / 57	65.8	787.7	57.1
AVERAGE2	5.6	6.8	9.3	16.7	3.51	0.95	2.43	43 / 57			

(AVERAGE1) : SUM OF ANNUAL FIGURES OF PERCENTAGE AND RATIO IS DIVIDED BY NO. OF YEARS(SIMPLE AVERAGE)
 (AVERAGE2) : AVERAGE FIGURES ARE CALCULATED BY ACTUAL VALUES ACCUMULATED OVER THE PROJECT LIFE(WEIGHTED AVERAGE)

* NOTE FOR (9)(10)(11)

WHEN THERE ARE TWO OR MORE PRODUCTS, AND DURING THE YEARS WHEN ALL OF PRODUCTS ARE NOT PRODUCED AT THE SAME RATE OF CAPACITY UTILIZATION, ABOVE BREAK-EVEN-POINTS CANNOT GIVE CORRECT FIGURES.

Attachment VI-3-4 FINANCIAL STATEMENT (CASE-1B)

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION AND SALES PLAN
 - CASE-1B (100,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
RATED CAPACITY	82500.	82500.	45620.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
CAPACITY UTILIZATION	0.905	0.905	0.903	1.000	1.000	1.000	1.000	1.000	1.000	1.000
PRODUCTION (VOLUME)	74700.	74700.	41180.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
INCREASE IN INVENTORY VOLUME	0.	0.	-9338.	4200.	0.	0.	0.	0.	0.	0.
SALES VOLUME	74700.	74700.	50518.	95300.	100000.	100000.	100000.	100000.	100000.	100000.
UNIT SALES PRICE	0.6930	0.7190	0.9350	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320
SALES REVENUE	51767.	53709.	42182.	89286.	93200.	93200.	93200.	93200.	93200.	93200.
TOTAL SALES REVENUE	51767.	53709.	42182.	89286.	93200.	93200.	93200.	93200.	93200.	93200.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	21.	1228.	992.	0.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION AND SALES PLAN
 ~ CASE-1B (100,000T/Y) ~

(USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
RATED CAPACITY	100000.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
CAPACITY UTILIZATION	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
PRODUCTION (VOLUME)	100000.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
INCREASE IN INVENTORY VOLUME	0.	0.	0.	0.	0.	0.	0.	0.
SALES VOLUME	100000.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
UNIT SALES PRICE	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320
SALES REVENUE	93200.	93200.	93200.	93200.	93200.	93200.	93200.	93200.
TOTAL SALES REVENUE	93200.	93200.	93200.	93200.	93200.	93200.	93200.	93200.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - CASE-1B (100,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
PRODUCTION (VOLUME)	74700.	74700.	41180.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
RAW MATERIAL COST	26331.	27399.	16682.	44335.	44335.	44335.	44335.	44335.	44335.	44335.
WOOD	6577.	6775.	3022.	5846.	5846.	5846.	5846.	5846.	5846.	5846.
KP	18737.	19580.	10999.	27321.	27321.	27321.	27321.	27321.	27321.	27321.
WASTE PAPER	0.	0.	1556.	7228.	7228.	7228.	7228.	7228.	7228.	7228.
CHEMICALS	917.	944.	1104.	3940.	3940.	3940.	3940.	3940.	3940.	3940.
UTILITIES COST	14935.	15383.	8284.	17730.	17730.	17730.	17730.	17730.	17730.	17730.
POWER	7303.	7522.	4019.	9530.	9530.	9530.	9530.	9530.	9530.	9530.
FUEL OIL	6737.	6940.	3349.	7149.	7149.	7149.	7149.	7149.	7149.	7149.
OTHER UTILITIES	89.	92.	52.	130.	130.	130.	130.	130.	130.	130.
DEMAND CHARGE	805.	829.	864.	921.	921.	921.	921.	921.	921.	921.
CONSUMABLES	1457.	1523.	889.	2279.	2279.	2279.	2279.	2279.	2279.	2279.
PACKING MATERIALS	310.	320.	182.	454.	454.	454.	454.	454.	454.	454.
VARIABLE COST	42933.	44525.	26036.	64798.	64798.	64798.	64798.	64798.	64798.	64798.
EMPLOYMENT COST	4376.	4507.	4850.	4798.	4798.	4798.	4798.	4798.	4798.	4798.
SALARY AND WAGES	3978.	4097.	4227.	4362.	4362.	4362.	4362.	4362.	4362.	4362.
SOCIAL CHARGES	398.	410.	423.	436.	436.	436.	436.	436.	436.	436.
GENERAL OVERHEADS	796.	819.	845.	872.	872.	872.	872.	872.	872.	872.
MAINTENANCE COST	1473.	1582.	1078.	2751.	2759.	2768.	2776.	2785.	2794.	2794.
TAX AND INSURANCE	86.	80.	1015.	939.	790.	717.	648.	595.	541.	541.
DIRECT FIXED COST	6730.	6968.	7588.	9383.	9286.	9220.	9156.	9086.	9051.	9006.
CASH FACTORY COST	49663.	51482.	33624.	74151.	74084.	74018.	73954.	73894.	73849.	73804.
DEPRECIATION (EX)	330.	321.	318.	318.	308.	129.	96.	94.	94.	91.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	292.	292.	292.
DEPRECIATION (NW)	0.	0.	1732.	6930.	6930.	6930.	6930.	6445.	4991.	4991.
PLANT EQUIPMENT	0.	0.	1207.	4827.	4827.	4827.	4827.	4827.	4827.	4827.
BUILDINGS	0.	0.	41.	164.	164.	164.	164.	164.	164.	164.
PREOPERATIONAL EXPENSE	0.	0.	108.	433.	433.	433.	433.	324.	0.	0.
INTERST DURING CONSTRUCTION	0.	0.	377.	1507.	1507.	1507.	1507.	1130.	0.	0.
DEPRECIATION AND AMORTIZATION	622.	613.	2342.	7540.	7351.	7318.	6831.	5377.	5374.	5374.
TOTAL FACTORY COST	50285.	52105.	35966.	81691.	81613.	81369.	81272.	80724.	79225.	79178.
UNIT FACTORY COST	0.6732	0.6975	0.8794	0.8161	0.8137	0.8127	0.8127	0.8072	0.7923	0.7918
SALES EXPENSES	518.	537.	422.	893.	932.	932.	932.	932.	932.	932.
OPERATING EXPENSES	50803.	52643.	36388.	82583.	82545.	82301.	82204.	81656.	80157.	80110.
INTEREST ON LONG TERM DEBT	0.	0.	2117.	8254.	7408.	6561.	5715.	4868.	4021.	3175.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	0.	0.	0.	0.	0.	0.
TOTAL PRODUCTION COST	50914.	52701.	38505.	90838.	89953.	88862.	87918.	86524.	84179.	83284.
UNIT PRODUCTION COST	0.6816	0.7055	0.9350	0.9084	0.8995	0.8886	0.8792	0.8652	0.8418	0.8328

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - CASE-1B (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
PRODUCTION (VOLUME)	100000.	100000.	100000.	100000.	100000.	100000.	100000.	100000.
RAW MATERIAL COST	44335.	44335.	44335.	44335.	44335.	44335.	44335.	44335.
WOOD	5846	5846	5846	5846	5846	5846	5846	5846
KP	27321.	27321.	27321.	27321.	27321.	27321.	27321.	27321.
WASTE PAPER	7228.	7228.	7228.	7228.	7228.	7228.	7228.	7228.
CHEMICALS	3940.	3940.	3940.	3940.	3940.	3940.	3940.	3940.
UTILITIES COST	17730	17730	17730	17730	17730	17730	17730	17730
POWER	9530.	9530.	9530.	9530.	9530.	9530.	9530.	9530.
FUEL OIL	7149.	7149.	7149.	7149.	7149.	7149.	7149.	7149.
OTHER UTILITIES	130.	130.	130.	130.	130.	130.	130.	130.
DEMAND CHARGE	921.	921.	921.	921.	921.	921.	921.	921.
CONSUMABLES	2279.	2279.	2279.	2279.	2279.	2279.	2279.	2279.
PACKING MATERIALS	454.	454.	454.	454.	454.	454.	454.	454.
VARIABLE COST	64798.	64798.	64798.	64798.	64798.	64798.	64798.	64798.
EMPLOYMENT COST	4798.	4798.	4798.	4798.	4798.	4798.	4798.	4798.
SALARY AND WAGES	4362.	4362.	4362.	4362.	4362.	4362.	4362.	4362.
SOCIAL CHARGES	436.	436.	436.	436.	436.	436.	436.	436.
GENERAL OVERHEADS	872.	872.	872.	872.	872.	872.	872.	872.
MAINTENANCE COST	2804.	2813.	2823.	2834.	2844.	2855.	2867.	2878.
TAX AND INSURANCE	488.	434.	380.	327.	273.	219.	166.	115.
DIRECT FIXED COST	8962.	8918.	8831.	8745.	8654.	8564.	8473.	8382.
CASH FACTORY COST	73760.	73716.	73672.	73629.	73586.	73543.	73501.	73462.
DEPRECIATION (EX)	90.	86.	80.	80.	80.	80.	78.	78.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	292.
DEPRECIATION (NW)	4991.	4991.	4991.	4991.	4991.	4991.	4991.	4991.
PLANT EQUIPMENT	4827.	4827.	4827.	4827.	4827.	4827.	4827.	4827.
BUILDINGS	164.	164.	164.	164.	164.	164.	164.	164.
PREOPERATIONAL EXPENSE	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIATION AND AMORTIZATION	5373.	5369.	5369.	5363.	5363.	5363.	5361.	5069.
TOTAL FACTORY COST	79133.	79084.	79040.	78992.	78948.	78906.	78862.	78830.
UNIT FACTORY COST	0.7913	0.7908	0.7904	0.7899	0.7895	0.7891	0.7886	0.7883
SALES EXPENSES	932.	932.	932.	932.	932.	932.	932.	932.
OPERATING EXPENSES	80065.	80016.	79972.	79924.	79880.	79838.	79794.	79462.
INTEREST ON LONG TERM DEBT	2328.	1482.	635.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
TOTAL PRODUCTION COST	82393.	81498.	80607.	79924.	79880.	79838.	79794.	79462.
UNIT PRODUCTION COST	0.8239	0.8150	0.8061	0.7992	0.7988	0.7984	0.7979	0.7946

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 WORKING CAPITAL STATEMENTS
 - CASE-1B (100,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
CURRENT ASSETS	11262.	11678.	4945.	11056.	11050.	11037.	11030.	11005.	10940.	10936.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	9176.	9516.	3533.	7942.	7939.	7928.	7924.	7901.	7838.	7836.
PRODUCT INVENTORY	6286.	6513.	0.	3431.	3428.	3417.	3413.	3390.	3327.	3325.
MATERIAL INVENTORY	2890.	3002.	3533.	4511.	4511.	4511.	4511.	4511.	4511.	4511.
OPERATING CASH	2086.	2163.	1412.	3114.	3112.	3109.	3106.	3104.	3102.	3100.
CURRENT LIABILITIES W/O DEBT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
PERMANENT WORKING CAPITAL	11262.	11678.	4945.	11056.	11050.	11037.	11030.	11005.	10940.	10936.
CHANGE IN WORKING CAPITAL	447.	416.	-6794.	6111.	-6.	-13.	-7.	-26.	-65.	-4.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 WORKING CAPITAL STATEMENTS
 - CASE-18 (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
CURRENT ASSETS	10932.	10928.	10925.	10921.	10917.	10914.	10910.	10894.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	7834.	7832.	7831.	7828.	7827.	7825.	7823.	7809.
PRODUCT INVENTORY	3324.	3322.	3320.	3318.	3316.	3314.	3312.	3298.
MATERIAL INVENTORY	4511.	4511.	4511.	4511.	4511.	4511.	4511.	4511.
OPERATING CASH	3098.	3096.	3094.	3092.	3091.	3089.	3087.	3085.
CURRENT LIABILITIES W/O DEBT	0.	0.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
PERMANENT WORKING CAPITAL	10932.	10928.	10925.	10921.	10917.	10914.	10910.	10894.
CHANGE IN WORKING CAPITAL	-4.	-4.	-4.	-4.	-4.	-4.	-4.	-16.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-1B (100,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
OPERATING INCOME	51767	53709	42182	89286	93200	93200	93200	93200	93200	93200
TOTAL SALES REVENUE	51767	53709	42182	89286	93200	93200	93200	93200	93200	93200
OTHER OPERATING INCOME	0	0	0	0	0	0	0	0	0	0
COST OF SALES	50022	51878	42479	78260	81617	81379	81276	80747	79288	79180
VARIABLE COST	42933	44525	26036	64798	64798	64798	64798	64798	64798	64798
DIRECT FIXED COST	6730	6988	7588	9353	9286	9220	9156	9096	9051	9006
DEPRECIATION AND AMORTIZATION	622	613	2342	7540	7530	7351	7318	6831	5377	5374
INC. IN PRODUCT INVENTORY	263	228	-6513	3431	-3	-10	-4	-23	-63	-2
GROSS PROFIT ON SALES	1745	1831	-297	11026	11583	11821	11924	12453	13912	14020
SALES EXPENSES	518	537	422	893	932	932	932	932	932	932
OPERATING PROFIT	1227	1294	-719	10133	10651	10889	10992	11521	12980	13088
NON-OPERATING INCOME	21	1228	992	0	0	0	0	0	0	0
NON-OPERATING EXPENSES	111	58	2117	8254	7408	6561	5715	4868	4021	3175
INTEREST ON LONG TERM DEBT	0	0	2117	8254	7408	6561	5715	4868	4021	3175
INTEREST ON SHORT TERM DEBT	111	58	0	0	0	0	0	0	0	0
NET PROFIT OR (LOSS) BEFORE TAX	1137	2464	-1844	1879	3244	4328	5278	6653	8958	9914
INCOME TAX	560	1213	0	0	0	2130	2598	3274	4409	4879
NON-TAXABLE INCOME	0	0	0	0	0	0	0	0	0	0
NET PROFIT OR (LOSS) AFTER TAX	577	1251	-1844	1879	3244	2198	2680	3378	4549	5034
DIVIDENDS	0	0	0	0	0	0	0	0	0	0
RETAINED EARNINGS	577	1251	-1844	1879	3244	2198	2680	3378	4549	5034

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-18 (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
OPERATING INCOME	93200.	93200.	93200.	93200.	93200.	93200.	93200.	93200.
TOTAL SALES REVENUE	93200.	93200.	93200.	93200.	93200.	93200.	93200.	93200.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
COST OF SALES	79135.	79086.	79042.	78994.	78950.	78907.	78864.	78544.
VARIABLE COST	64798.	64798.	64798.	64798.	64798.	64798.	64798.	64798.
DIRECT FIXED COST	8982.	8918.	8874.	8831.	8788.	8745.	8703.	8664.
DEPRECIATION AND AMORTIZATION	5373.	5369.	5363.	5363.	5363.	5363.	5361.	5069.
INC. IN PRODUCT INVENTORY	-2.	-2.	-2.	-2.	-2.	-2.	-2.	-14.
GROSS PROFIT ON SALES	14065.	14114.	14158.	14206.	14250.	14293.	14336.	14656.
SALES EXPENSES	932.	932.	932.	932.	932.	932.	932.	932.
OPERATING PROFIT	13133.	13182.	13226.	13274.	13318.	13361.	13404.	13724.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING EXPENSES	2328.	1482.	635.	0.	0.	0.	0.	0.
INTEREST ON LONG TERM DEBT	2328.	1482.	635.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) BEFORE TAX	10805.	11700.	12591.	13274.	13318.	13361.	13404.	13724.
INCOME TAX	5318.	5759.	6197.	6534.	6555.	6576.	6598.	6755.
NON-TAXABLE INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) AFTER TAX	5487.	5941.	6394.	6741.	6763.	6785.	6807.	6969.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.
RETAINED EARNINGS	5487.	5941.	6394.	6741.	6763.	6785.	6807.	6969.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-1B (100,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
SOURCE OF FUNDS										
CASH GENERATED FROM OPERATION	3084.	56506.	46693.	17673.	18181.	16110.	15712.	15077.	13947.	13582.
PROFIT AFT. TAX, BFR INT.	1310.	1923.	2615.	17673.	18181.	16110.	15712.	15077.	13947.	13582.
DEPRECIATION AND AMORTIZATION	688.	1310.	273.	10133.	10651.	8759.	8395.	8246.	8570.	8209.
FINANCIAL RESOURCES	622.	613.	2342.	7540.	7530.	7351.	7318.	6831.	5377.	5374.
	1773.	54583.	44078.	0.	0.	0.	0.	0.	0.	0.
PAID-UP SHARE CAPITAL	141.	8187.	6612.	0.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT	798.	46396.	37466.	0.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	833.	0.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER CASH	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-CASH FUNDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
USES OF FUNDS										
FIXED CAPITAL EXPENDITURE	3084.	55891.	37822.	22832.	15868.	15014.	14174.	13309.	12423.	11637.
NON-DEPRECIABLE ASSETS	940.	54583.	40322.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE FIXED ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	940.	54583.	32789.	0.	0.	0.	0.	0.	0.	0.
	0.	0.	7533.	0.	0.	0.	0.	0.	0.	0.
CHANGE IN WORKING CAPITAL	447.	416.	-6734.	6111.	-6.	-13.	-7.	-26.	-65.	-4.
DEBT SERVICES	1697.	892.	4233.	16721.	15874.	15027.	14181.	13334.	12487.	11641.
REPAYMENT OF LONG TERM DEBT	0.	0.	2117.	8466.	8466.	8466.	8466.	8466.	8466.	8466.
REPAYMENT OF SHORT TERM DEBT	1586.	833.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON LONG TERM DEBT	0.	0.	2117.	8254.	7408.	6561.	5715.	4868.	4021.	3175.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	0.	0.	0.	0.	0.	0.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CASH INCREASE OR (DECREASE)	0.	614.	8872.	-5159.	2313.	1095.	1538.	1769.	1524.	1945.
BEGINNING CASH BALANCE	0.	0.	614.	9486.	4327.	5640.	7736.	9274.	11042.	12567.
ENDING CASH BALANCE	0.	614.	9486.	4327.	6640.	7736.	9274.	11042.	12567.	14512.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-1B (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
SOURCE OF FUNDS								
CASH GENERATED FROM OPERATION	13188.	12791.	12397.	12103.	12125.	12147.	12167.	12037.
PROFIT AFT. TAX. BFR INT.	13188.	12791.	12397.	12103.	12125.	12147.	12167.	12037.
DEPRECIATION AND AMORTIZATION	7815.	7423.	7029.	6741.	6763.	6785.	6807.	6969.
FINANCIAL RESOURCES	5373.	5369.	5369.	5363.	5363.	5361.	5361.	5069.
PAID-UP SHARE CAPITAL	0.	0.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
OTHER CASH	0.	0.	0.	0.	0.	0.	0.	0.
NON-CASH FUNDS	0.	0.	0.	0.	0.	0.	0.	0.
USES OF FUNDS	10791.	9944.	6981.	-4.	-4.	-4.	-4.	-15.
FIXED CAPITAL EXPENDITURE	0.	0.	0.	0.	0.	0.	0.	0.
NON-DEPRECIABLE ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE FIXED ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.
CHANGE IN WORKING CAPITAL	-4.	-4.	-4.	-4.	-4.	-4.	-4.	-16.
DEBT SERVICES	10794.	9948.	6985.	0.	0.	0.	0.	0.
REPAYMENT OF LONG TERM DEBT	8466.	8466.	6350.	0.	0.	0.	0.	0.
REPAYMENT OF SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON LONG TERM DEBT	2328.	1482.	635.	0.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.
CASH INCREASE OR (DECREASE)	2397.	2848.	5416.	12107.	12129.	12151.	12171.	12053.
BEGINNING CASH BALANCE	14512.	16909.	19757.	25173.	37280.	49409.	61560.	73731.
ENDING CASH BALANCE	16909.	19757.	25173.	37280.	49409.	61560.	73731.	85784.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31)
 - CASE-1B (100,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
ASSETS	20776.	75777.	115894.	109307.	104084.	97816.	92030.	86942.	83025.	79593.
CURRENT ASSETS	11262.	11678.	4945.	11056.	11050.	11037.	11030.	11005.	10940.	10936.
OPERATING CASH	2086.	2163.	1412.	3114.	3112.	3109.	3106.	3104.	3102.	3100.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	9176.	9516.	3533.	7942.	7939.	7923.	7924.	7901.	7833.	7836.
ACC. EXCESS CASH	0.	614.	9486.	4327.	6640.	7796.	9274.	11042.	12567.	14512.
NET FIXED ASSETS	9514.	63484.	101464.	93924.	86394.	79043.	71726.	64895.	59518.	54145.
INVESTMENT	10136.	64719.	105041.	105041.	105041.	105041.	105041.	105041.	105041.	105041.
NON-DEPR. ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE ASSETS	10136.	64719.	97508.	97508.	97508.	97508.	97508.	97508.	97508.	97508.
INTEREST DRG CONSTR.	0.	0.	7533.	7533.	7533.	7533.	7533.	7533.	7533.	7533.
LESS: ACC. DEPRECIATION	622.	1235.	3577.	11117.	18647.	25998.	33315.	40146.	45523.	50896.
LIABILITIES	1632.	47195.	82544.	74078.	65612.	57146.	48680.	40214.	31748.	23282.
CURRENT LIABILITIES	833.	2117.	8466.	8466.	8466.	8466.	8466.	8466.	8466.	8466.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CURRENT PORTION OF L/T DEBT	0.	2117.	8466.	8466.	8466.	8466.	8466.	8466.	8466.	8466.
SHORT TERM DEBT	833.	0.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
FIXED LIABILITIES	799.	45078.	74078.	65612.	57146.	48680.	40214.	31748.	23282.	14816.
LONG TERM DEBT BALANCE	799.	45078.	74078.	65612.	57146.	48680.	40214.	31748.	23282.	14816.
OTHER FIXED LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
STOCK HOLDERS EQUITY	19143.	28532.	33350.	35228.	38472.	40670.	43350.	46728.	51277.	56311.
SHARE CAPITAL	16004.	24191.	30803.	30803.	30803.	30803.	30803.	30803.	30803.	30803.
ACC. RETAINED EARNINGS	3139.	4391.	2547.	4425.	7669.	9867.	12547.	15925.	20474.	25508.
LIABILITIES & S/H EQUITY	20776.	75777.	115894.	109307.	104084.	97816.	92030.	86942.	83025.	79593.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31)
 - CASE-1B (100,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
ASSETS	76614.	74089.	74133.	80873.	87636.	94421.	101227.	108196.
CURRENT ASSETS	10932.	10926.	10925.	10921.	10917.	10914.	10910.	10894.
OPERATING CASH	3098.	3096.	3094.	3092.	3091.	3089.	3087.	3085.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	7834.	7832.	7831.	7828.	7827.	7825.	7823.	7809.
ACC. EXCESS CASH	16909.	19757.	25173.	37280.	49409.	61560.	73731.	85784.
NET FIXED ASSETS	48772.	43403.	38035.	32672.	27310.	21947.	16587.	11518.
INVESTMENT	105041.	105041.	105041.	105041.	105041.	105041.	105041.	105041.
NON-DEPR. ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE ASSETS	97508.	97508.	97508.	97508.	97508.	97508.	97508.	97508.
INTEREST DRG CONSTR.	7533.	7533.	7533.	7533.	7533.	7533.	7533.	7533.
LESS: ACC. DEPRECIATION	56269.	61538.	67006.	72369.	77731.	83094.	88454.	93523.
LIABILITIES	14816.	6350.	0.	0.	0.	0.	0.	0.
CURRENT LIABILITIES	8466.	6350.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.
CURRENT PORTION OF L/T DEBT	8466.	6350.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
FIXED LIABILITIES	6350.	0.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT BALANCE	6350.	0.	0.	0.	0.	0.	0.	0.
OTHER FIXED LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
STOCK HOLDERS EQUITY	61798.	67739.	74133.	80873.	87636.	94421.	101227.	108196.
SHARE CAPITAL	30803.	30803.	30803.	30803.	30803.	30803.	30803.	30803.
ACC. RETAINED EARNINGS	30995.	36936.	43330.	50070.	56833.	63618.	70424.	77393.
LIABILITIES & S/H EQUITY	76614.	74089.	74133.	80873.	87636.	94421.	101227.	108196.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PROFITABILITY AND FINANCIAL INDICATORS (USD 1,000)
 - CASE-18 (100,000T/Y) -

YEAR	(1) AFT TAX PROFIT -TO- SALES REV (PCT)	(2) AFT TAX PROFIT -TO- S/H EQUITY (PCT)	(3) BFR TAX PROFIT -TO- INVESTMENT (PCT)	(4) AFT TAX PROFIT -TO- S/CAPITAL (PCT)	(5) CURRENT RATIO	(6) QUICK RATIO	(7) DEBT SERVICE RATIO	(8) L/T DEBT -TO- S/H EQUITY	(9)* PROFIT B.E.P. CAPACITY UTILIZE (PCT)	(10)* CASH B.E.P. SALES PRICE (PRICE)	(11)* CASH B.E.P. CAPACITY UTILIZE (PCT)
1993	1.1	3.0	11.2	3.6	13.51	2.50	*****	4 / 96	81.6	673.2	75.2
1994	2.3	4.4	3.6	5.2	5.52	1.02	*****	61 / 39	72.7	697.3	65.8
1995	-4.3	-5.5	-1.8	-6.0	0.58	0.17	0.62	69 / 31	67.2	757.7	64.5
1996	2.1	5.3	1.8	6.1	1.31	0.37	1.06	65 / 35	106.3	957.9	110.1
1997	3.5	8.4	3.1	10.5	1.31	0.37	1.15	60 / 40	88.6	908.9	91.9
1998	2.4	5.4	4.1	7.1	1.30	0.37	1.07	54 / 46	84.7	899.8	88.7
1999	2.9	6.2	5.0	8.7	1.30	0.37	1.11	48 / 52	81.4	890.7	85.4
2000	3.6	7.2	6.3	11.0	1.29	0.37	1.13	40 / 60	76.5	881.6	82.3
2001	4.9	8.9	8.5	14.8	1.29	0.37	1.12	31 / 69	68.2	872.7	79.1
2002	5.4	8.9	9.4	16.3	1.29	0.37	1.17	21 / 79	65.1	863.8	76.0
2003	5.9	8.9	10.3	17.3	1.29	0.37	1.22	9 / 91	61.9	854.9	72.8
2004	6.4	8.8	11.1	19.3	1.72	0.49	1.29	0 / 100	58.8	845.0	69.7
2005	6.9	8.6	12.0	20.8	*****	*****	1.77	0 / 100	55.7	815.9	59.1
2006	7.2	8.3	12.6	21.9	*****	*****	*****	0 / 100	53.3	745.6	34.4
2007	7.3	7.7	12.7	22.0	*****	*****	*****	0 / 100	53.1	745.2	34.2
2008	7.3	7.2	12.7	22.0	*****	*****	*****	0 / 100	53.0	744.8	34.1
2009	7.3	6.7	12.8	22.1	*****	*****	*****	0 / 100	52.8	744.3	33.9
2010	7.5	6.4	13.1	22.6	*****	*****	*****	0 / 100	51.6	743.9	33.8
AVERAGE1	4.4	6.4	8.3	13.7	*****	*****	*****	26 / 74	68.5	813.6	66.2
AVERAGE2	4.8	7.0	8.2	14.0	2.25	0.61	1.64	28 / 72			

(AVERAGE1) : SUM OF ANNUAL FIGURES OF PERCENTAGE AND RATIO IS DIVIDED BY NO. OF YEARS(SIMPLE AVERAGE)
 (AVERAGE2) : AVERAGE FIGURES ARE CALCULATED BY ACTUAL VALUES ACCUMULATED OVER THE PROJECT LIFE(WEIGHTED AVERAGE)

* NOTE FOR (9)(10)(11)
 WHEN THERE ARE TWO OR MORE PRODUCTS, AND DURING THE YEARS WHEN ALL OF PRODUCTS ARE NOT PRODUCED AT THE SAME RATE
 OF CAPACITY UTILIZATION, ABOVE BREAK-EVEN-POINTS CANNOT GIVE CORRECT FIGURES.

Attachment VI-3-5 FINANCIAL STATEMENT (CASE-2A)

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***

PRODUCTION AND SALES PLAN
 - CASE-2A (130,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
RATED CAPACITY	82500.	82500.	13750.	86670.	130000.	130000.	130000.	130000.	130000.	130000.
CAPACITY UTILIZATION	0.905	0.905	0.905	0.800	0.900	0.950	1.000	1.000	1.000	1.000
PRODUCTION (VOLUME)	74700.	74700.	12450.	69330.	117000.	123500.	130000.	130000.	130000.	130000.
INCREASE IN INVENTORY VOLUME	0.	0.	-9338.	2912.	2002.	273.	273.	0.	0.	0.
SALES VOLUME	74700.	74700.	21788.	66418.	114998.	123227.	129727.	130000.	130000.	130000.
UNIT SALES PRICE	0.6930	0.7190	0.7460	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320
SALES REVENUE	51767.	53709.	16253.	61902.	107178.	114848.	120906.	121160.	121160.	121160.
TOTAL SALES REVENUE	51767.	53709.	16253.	61902.	107178.	114848.	120906.	121160.	121160.	121160.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	21.	1258.	2175.	401.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION AND SALES PLAN
 - CASE-2A (130,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
RATED CAPACITY	130000.	130000.	130000.	130000.	130000.	130000.	130000.	130000.
CAPACITY UTILIZATION	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
PRODUCTION (VOLUME)	130000.	130000.	130000.	130000.	130000.	130000.	130000.	130000.
INCREASE IN INVENTORY VOLUME	0.	0.	0.	0.	0.	0.	0.	0.
SALES VOLUME	130000.	130000.	130000.	130000.	130000.	130000.	130000.	130000.
UNIT SALES PRICE	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320
SALES REVENUE	121160.	121160.	121160.	121160.	121160.	121160.	121160.	121160.
TOTAL SALES REVENUE	121160.	121160.	121160.	121160.	121160.	121160.	121160.	121160.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - CASE-2A (130.000T/Y) -

PAGE 1

(USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
PRODUCTION (VOLUME)	74700.	74700.	12450.	69330.	117000.	123500.	130000.	130000.	130000.	130000.
RAW MATERIAL COST	26231.	27299.	4735.	34320.	57917.	61135.	64353.	64353.	64353.	64353.
WOOD	6577.	6775.	1163.	4222.	7125.	7521.	7917.	7917.	7917.	7917.
KP	18737.	19580.	3410.	23447.	39569.	41768.	43966.	43966.	43966.	43966.
WASTE PAPER	0.	0.	0.	3792.	6399.	6754.	7110.	7110.	7110.	7110.
CHEMICALS	917.	944.	162.	2858.	4824.	5092.	5360.	5360.	5360.	5360.
UTILITIES COST	14935.	15383.	3352.	12422.	20333.	21403.	22472.	22472.	22472.	22472.
POWER	7303.	7522.	1291.	7153.	12071.	12741.	13412.	13412.	13412.	13412.
FUEL OIL	6737.	6940.	1191.	4165.	7029.	7420.	7810.	7810.	7810.	7810.
OTHER UTILITIES	89.	92.	16.	90.	152.	161.	169.	169.	169.	169.
DEMAND CHARGE	805.	829.	854.	1014.	1081.	1081.	1081.	1081.	1081.	1081.
CONSUMABLES	1457.	1523.	265.	1751.	2955.	3120.	3284.	3284.	3284.	3284.
PACKING MATERIALS	310.	320.	55.	315.	531.	561.	590.	590.	590.	590.
VARIABLE COST	42933.	44525.	8408.	48808.	81737.	86218.	90699.	90699.	90699.	90699.
EMPLOYMENT COST	4376.	4507.	4642.	4798.	4798.	4798.	4798.	4798.	4798.	4798.
SALARY AND WAGES	3978.	4097.	4220.	4362.	4362.	4362.	4362.	4362.	4362.	4362.
SOCIAL CHARGES	398.	410.	422.	436.	436.	436.	436.	436.	436.	436.
GENERAL OVERHEADS	796.	819.	844.	872.	872.	872.	872.	872.	872.	872.
MAINTENANCE COST	1473.	1562.	276.	2953.	4432.	4435.	4438.	4441.	4444.	4447.
TAX AND INSURANCE	86.	80.	74.	1657.	1539.	1422.	1306.	1189.	1088.	993.
DIRECT FIXED COST	6730.	6968.	5836.	10281.	11641.	11528.	11414.	11301.	11202.	11111.
CASH FACTORY COST	49663.	51492.	14243.	59089.	93379.	97746.	102113.	102000.	101901.	101810.
DEPRECIATION (EX)	330.	321.	318.	318.	308.	129.	96.	94.	94.	91.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	292.	292.	292.
DEPRECIATION (NW)	0.	0.	0.	7500.	11244.	11244.	11244.	11244.	9782.	9053.
PLANT EQUIPMENT	0.	0.	0.	5903.	8850.	8850.	8850.	8850.	8850.	8850.
BUILDINGS	0.	0.	0.	135.	203.	203.	203.	203.	203.	203.
PREOPERATIONAL EXPENSE	0.	0.	0.	588.	882.	882.	882.	882.	294.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	874.	1310.	1310.	1310.	1310.	436.	0.
DEPRECIATION AND AMORTIZATION	622.	613.	610.	8110.	11844.	11665.	11632.	11630.	10168.	9436.
TOTAL FACTORY COST	50285.	52105.	14853.	67199.	105223.	109411.	113746.	113631.	112070.	111246.
UNIT FACTORY COST	0.6732	0.6975	1.1930	0.9653	0.8993	0.8859	0.8750	0.8741	0.8621	0.8557
SALES EXPENSES	518.	537.	163.	619.	1072.	1148.	1209.	1212.	1212.	1212.
OPERATING EXPENSES	50803.	52643.	15016.	67818.	106295.	110560.	114955.	114842.	113282.	112457.
INTEREST ON LONG TERM DEBT	0.	0.	0.	3884.	5825.	5825.	5825.	5825.	5502.	5178.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	0.	0.	0.	0.	0.	0.
TOTAL PRODUCTION COST	50914.	52701.	15016.	71702.	112120.	116385.	120780.	120668.	118783.	117636.
UNIT PRODUCTION COST	0.6816	0.7055	1.2061	1.0342	0.9583	0.9424	0.9291	0.9282	0.9137	0.9049

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - CASE-2A (130,000T/Y) -

(USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
PRODUCTION (VOLUME)	130000.	130000.	130000.	130000.	130000.	130000.	130000.	130000.
RAW MATERIAL COST	64353.	64353.	64353.	64353.	64353.	64353.	64353.	64353.
WOOD	7917.	7917.	7917.	7917.	7917.	7917.	7917.	7917.
KP	43966.	43966.	43966.	43966.	43966.	43966.	43966.	43966.
WASTE PAPER	7110.	7110.	7110.	7110.	7110.	7110.	7110.	7110.
CHEMICALS	5360.	5360.	5360.	5360.	5360.	5360.	5360.	5360.
UTILITIES COST	22472.	22472.	22472.	22472.	22472.	22472.	22472.	22472.
POWER	13412.	13412.	13412.	13412.	13412.	13412.	13412.	13412.
FUEL OIL	7810.	7810.	7810.	7810.	7810.	7810.	7810.	7810.
OTHER UTILITIES	169.	169.	169.	169.	169.	169.	169.	169.
DEMAND CHARGE	1081.	1081.	1081.	1081.	1081.	1081.	1081.	1081.
CONSUMABLES	3284.	3284.	3284.	3284.	3284.	3284.	3284.	3284.
PACKING MATERIALS	590.	590.	590.	590.	590.	590.	590.	590.
VARIABLE COST	90699.	90699.	90699.	90699.	90699.	90699.	90699.	90699.
EMPLOYMENT COST	4798.	4798.	4798.	4798.	4798.	4798.	4798.	4798.
SALARY AND WAGES	4362.	4362.	4362.	4362.	4362.	4362.	4362.	4362.
SOCIAL CHARGES	436.	436.	436.	436.	436.	436.	436.	436.
GENERAL OVERHEADS	872.	872.	872.	872.	872.	872.	872.	872.
MAINTENANCE COST	4450.	4456.	4460.	4460.	4463.	4467.	4471.	4475.
TAX AND INSURANCE	899.	710.	616.	522.	522.	428.	333.	242.
DIRECT FIXED COST	11020.	10928.	10897.	10747.	10656.	10565.	10475.	10388.
CASH FACTORY COST	101719.	101627.	101535.	101446.	101355.	101264.	101174.	101087.
DEPRECIATION (EX)	90.	86.	86.	80.	80.	80.	78.	78.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	0.
DEPRECIATION (NW)	9053.	9053.	9053.	9053.	9053.	9053.	9053.	9053.
PLANT EQUIPMENT	8850.	8850.	8850.	8850.	8850.	8850.	8850.	8850.
BUILDINGS	203.	203.	203.	203.	203.	203.	203.	203.
PREOPERATIONAL EXPENSE	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIATION AND AMORTIZATION	9435.	9431.	9431.	9425.	9425.	9425.	9423.	9131.
TOTAL FACTORY COST	111153.	111058.	110967.	110871.	110779.	110689.	110597.	110517.
UNIT FACTORY COST	0.8550	0.8543	0.8536	0.8529	0.8521	0.8515	0.8507	0.8478
SALES EXPENSES	1212.	1212.	1212.	1212.	1212.	1212.	1212.	1212.
OPERATING EXPENSES	112365.	112270.	112178.	112082.	111991.	111901.	111808.	111429.
INTEREST ON LONG TERM DEBT	4855.	4531.	4207.	3884.	3560.	3236.	2913.	2589.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
TOTAL PRODUCTION COST	117220.	116801.	116386.	115966.	115551.	115137.	114721.	114018.
UNIT PRODUCTION COST	0.9017	0.8985	0.8953	0.8920	0.8889	0.8857	0.8825	0.8771

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 WORKING CAPITAL STATEMENTS
 - CASE-2A (130,000/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
CURRENT ASSETS	11262.	11678.	4775.	10100.	14034.	14709.	15391.	15382.	15312.	15273.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	9176.	9516.	4177.	7618.	10112.	10604.	11102.	11098.	11032.	10937.
PRODUCT INVENTORY	6286.	6513.	0.	2822.	4419.	4595.	4777.	4772.	4707.	4672.
MATERIAL INVENTORY	2890.	3002.	4177.	4796.	5693.	6009.	6325.	6325.	6325.	6325.
OPERATING CASH	2086.	2163.	598.	2482.	3922.	4105.	4289.	4284.	4280.	4276.
CURRENT LIABILITIES W/O DEBT	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
PERMANENT WORKING CAPITAL	11262.	11678.	4775.	10100.	14034.	14709.	15391.	15382.	15312.	15273.
CHANGE IN WORKING CAPITAL	447.	416.	-6903.	5324.	3934.	676.	682.	-10.	-70.	-38.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 WORKING CAPITAL STATEMENTS
 - CASE-2A (130,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
CURRENT ASSETS	15266.	15258.	15250.	15242.	15235.	15227.	15219.	15200.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	10994.	10990.	10986.	10982.	10978.	10974.	10970.	10954.
PRODUCT INVENTORY	4668.	4664.	4661.	4657.	4653.	4649.	4645.	4629.
MATERIAL INVENTORY	6325.	6325.	6325.	6325.	6325.	6325.	6325.	6325.
OPERATING CASH	4272.	4268.	4265.	4261.	4257.	4253.	4249.	4246.
CURRENT LIABILITIES W/O DEBT	0.	0.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
PERMANENT WORKING CAPITAL	15266.	15258.	15250.	15242.	15235.	15227.	15219.	15200.
CHANGE IN WORKING CAPITAL	-8.	-8.	-8.	-8.	-8.	-8.	-8.	-20.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-ZA (130,000T/Y) - (USD 1,000)

PAGE 1

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
OPERATING INCOME	51767.	53709.	16253.	61902.	107178.	114848.	120906.	121160.	121160.	121160.
TOTAL SALES REVENUE	51767.	53709.	16253.	61902.	107178.	114848.	120906.	121160.	121160.	121160.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
COST OF SALES	50022.	51878.	21366.	64376.	103626.	109235.	113564.	113635.	112135.	111280.
VARIABLE COST	42933.	44525.	3408.	43808.	81737.	86218.	90699.	90699.	90699.	90699.
DIRECT FIXED COST	6730.	6968.	5836.	10281.	11641.	11528.	11414.	11301.	11202.	11111.
DEPRECIATION AND AMORTIZATION	622.	613.	610.	8110.	11844.	11665.	11632.	11630.	10168.	9436.
INC. IN PRODUCT INVENTORY	263.	228.	-6513.	2822.	1597.	176.	182.	-5.	-66.	-35.
GROSS PROFIT ON SALES	1745.	1831.	-5113.	-2475.	3552.	5612.	7342.	7525.	9025.	9280.
SALES EXPENSES	518.	537.	163.	619.	1072.	1148.	1209.	1212.	1212.	1212.
OPERATING PROFIT	1227.	1294.	-5276.	-3094.	2480.	4464.	6133.	6313.	7813.	8668.
NON-OPERATING INCOME	21.	1258.	2175.	401.	0.	0.	0.	0.	0.	0.
NON-OPERATING EXPENSES	111.	58.	0.	3884.	5825.	5825.	5825.	5825.	5502.	5178.
INTEREST ON LONG TERM DEBT	0.	0.	0.	3884.	5825.	5825.	5825.	5825.	5502.	5178.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) BEFORE TAX	1137.	2494.	-3101.	-6577.	-3345.	-1362.	307.	488.	2311.	3490.
INCOME TAX	580.	1228.	0.	0.	0.	0.	0.	0.	1138.	1718.
NON-TAXABLE INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) AFTER TAX	577.	1266.	-3101.	-6577.	-3345.	-1362.	307.	488.	1174.	1772.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
RETAINED EARNINGS	577.	1266.	-3101.	-6577.	-3345.	-1362.	307.	488.	1174.	1772.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-2A (130,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
OPERATING INCOME	121160.	121160.	121160.	121160.	121160.	121160.	121160.	121160.
TOTAL SALES REVENUE	121160.	121160.	121160.	121160.	121160.	121160.	121160.	121160.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
COST OF SALES	111157.	111062.	110971.	110875.	110783.	110693.	110601.	110233.
VARIABLE COST	90699.	90699.	90699.	90699.	90699.	90699.	90699.	90699.
DIRECT FIXED COST	11020.	10928.	10837.	10747.	10656.	10565.	10475.	10388.
DEPRECIATION AND AMORTIZATION	9435.	9431.	9431.	9425.	9425.	9425.	9423.	9131.
INC. IN PRODUCT INVENTORY	-4.	-4.	-4.	-4.	-4.	-4.	-4.	-16.
GROSS PROFIT ON SALES	10003.	10098.	10189.	10285.	10377.	10467.	10559.	10927.
SALES EXPENSES	1212.	1212.	1212.	1212.	1212.	1212.	1212.	1212.
OPERATING PROFIT	8791.	8886.	8978.	9074.	9165.	9256.	9348.	9715.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING EXPENSES	4855.	4531.	4207.	3884.	3560.	3236.	2913.	2589.
INTEREST ON LONG TERM DEBT	4855.	4531.	4207.	3884.	3560.	3236.	2913.	2589.
INTEREST ON SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) BEFORE TAX	3937.	4355.	4771.	5190.	5605.	6019.	6435.	7126.
INCOME TAX	1988.	2144.	2348.	2555.	2759.	2969.	3167.	3507.
NON-TAXABLE INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) AFTER TAX	1999.	2212.	2422.	2636.	2846.	3057.	3268.	3619.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.
RETAINED EARNINGS	1999.	2212.	2422.	2636.	2846.	3057.	3268.	3619.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-2A (130,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
SOURCE OF FUNDS										
CASH GENERATED FROM OPERATION	3084.	57856.	94163.	23243.	14325.	16129.	17765.	17943.	16844.	16386.
PROFIT AFT. TAX, BFR INT.	1310.	1938.	-2491.	5417.	14325.	16129.	17765.	17943.	16844.	16386.
DEPRECIATION AND AMORTIZATION	688.	1325.	-3101.	-2693.	2430.	4464.	6133.	6313.	6675.	6950.
FINANCIAL RESOURCES	622.	613.	610.	8110.	11844.	11665.	11632.	11630.	10158.	9436.
	1773.	55918.	96654.	17826.	0.	0.	0.	0.	0.	0.
PAID-UP SHARE CAPITAL	141.	8388.	14498.	2674.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT	799.	47530.	32156.	15152.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	833.	0.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER CASH	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-CASH FUNDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
USES OF FUNDS										
FIXED CAPITAL EXPENDITURE	3084.	57226.	89751.	22174.	9760.	6501.	6507.	13907.	13523.	13231.
NON-DEPRECIABLE ASSETS	540.	55918.	96654.	12965.	0.	0.	0.	0.	0.	0.
DEPRECIABLE FIXED ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	940.	55918.	96654.	6416.	0.	0.	0.	0.	0.	0.
	0.	0.	0.	6550.	0.	0.	0.	0.	0.	0.
CHANGE IN WORKING CAPITAL	447.	416.	-6903.	5324.	3934.	676.	682.	-10.	-70.	-38.
DEBT SERVICES	1697.	892.	0.	3884.	5825.	5825.	5825.	13916.	13593.	13269.
REPAYMENT OF LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	8091.	8091.	8091.
REPAYMENT OF SHORT TERM DEBT	1586.	833.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST ON LONG TERM DEBT	0.	0.	0.	3884.	5825.	5825.	5825.	5825.	5502.	5178.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	0.	0.	0.	0.	0.	0.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CASH INCREASE OR (DECREASE)	0.	630.	4412.	1069.	4565.	9628.	11258.	4037.	3321.	3155.
BEGINNING CASH BALANCE	0.	0.	630.	5042.	6111.	10676.	20304.	31562.	35599.	38919.
ENDING CASH BALANCE	0.	630.	5042.	6111.	10676.	20304.	31562.	35599.	38919.	42075.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-2A (130,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
SOURCE OF FUNDS								
CASH GENERATED FROM OPERATION	16288	16173	16060	15944	15831	15718	15603	15338
PROFIT AFT. TAX. SFR INT.	16288	16173	16060	15944	15831	15718	15603	15338
DEPRECIATION AND AMORTIZATION	6854	6743	6630	6519	6406	6293	6180	6208
FINANCIAL RESOURCES	9435	9431	9431	9425	9425	9425	9423	9131
PAID-UP SHARE CAPITAL	0	0	0	0	0	0	0	0
LONG TERM DEBT	0	0	0	0	0	0	0	0
SHORT TERM DEBT	0	0	0	0	0	0	0	0
OTHER CASH	0	0	0	0	0	0	0	0
NON-CASH FUNDS	0	0	0	0	0	0	0	0
USES OF FUNDS								
FIXED CAPITAL EXPENDITURE	12938	12614	12291	11967	11643	11320	10996	10660
NON-DEPRECIABLE ASSETS	0	0	0	0	0	0	0	0
DEPRECIABLE FIXED ASSETS	0	0	0	0	0	0	0	0
INTEREST DURING CONSTRUCTION	0	0	0	0	0	0	0	0
CHANGE IN WORKING CAPITAL	-8	-8	-8	-8	-8	-8	-8	-20
DEBT SERVICES	12946	12622	12298	11975	11651	11327	11004	10680
REPAYMENT OF LONG TERM DEBT	8091	8091	8091	8091	8091	8091	8091	8091
REPAYMENT OF SHORT TERM DEBT	0	0	0	0	0	0	0	0
INTEREST ON LONG TERM DEBT	4855	4531	4207	3884	3560	3236	2913	2589
INTEREST ON SHORT TERM DEBT	0	0	0	0	0	0	0	0
DIVIDENDS	0	0	0	0	0	0	0	0
CASH INCREASE OR (DECREASE)	3350	3559	3770	3977	4188	4398	4607	4678
BEGINNING CASH BALANCE	42075	45425	48984	52754	56731	60919	65317	69924
ENDING CASH BALANCE	45425	48984	52754	56731	60919	65317	69924	74601

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31)
 - CASE-2A (130,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
ASSETS	20776.	77127.	170680.	181930.	176584.	177223.	177530.	169926.	163009.	156690.
CURRENT ASSETS	11262.	11678.	4775.	10100.	14034.	14709.	15391.	15382.	15312.	15273.
OPERATING CASH	2086.	2163.	590.	2482.	3922.	4105.	4289.	4264.	4280.	4276.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	9176.	9516.	4177.	7618.	10112.	10604.	11102.	11098.	11032.	10997.
ACC. EXCESS CASH	0.	630.	5042.	6111.	10676.	20304.	31562.	35599.	38919.	42075.
NET FIXED ASSETS	9514.	64819.	160863.	165719.	153875.	142209.	130577.	118946.	108778.	99342.
INVESTMENT	10136.	66054.	162708.	175674.	175674.	175674.	175674.	175674.	175674.	175674.
NON-DEPR. ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE ASSETS	10136.	66054.	162708.	169124.	169124.	169124.	169124.	169124.	169124.	169124.
INTEREST DRG CONSTR.	0.	0.	0.	6550.	6550.	6550.	6550.	6550.	6550.	6550.
LESS: ACC. DEPRECIATION	622.	1235.	1845.	9955.	21799.	33465.	45097.	56728.	68896.	76332.
LIABILITIES	1632.	48329.	130485.	145637.	145637.	145637.	145637.	137546.	129455.	121364.
CURRENT LIABILITIES	893.	0.	0.	0.	0.	0.	8091.	8091.	8091.	8091.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CURRENT PORTION OF L/T DEBT	0.	0.	0.	0.	0.	0.	8091.	8091.	8091.	8091.
SHORT TERM DEBT	833.	0.	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
FIXED LIABILITIES	799.	48329.	130485.	145637.	145637.	145637.	137546.	129455.	121364.	113273.
LONG TERM DEBT BALANCE	799.	48329.	130485.	145637.	145637.	145637.	137546.	129455.	121364.	113273.
OTHER FIXED LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
STOCK HOLDERS EQUITY	19143.	28798.	40195.	36293.	32947.	31586.	31893.	32380.	38554.	35326.
SHARE CAPITAL	16004.	24392.	38890.	41564.	41564.	41564.	41564.	41564.	41564.	41564.
ACC. RETAINED EARNINGS	3139.	4406.	1305.	-5271.	-8617.	-9978.	-9671.	-9184.	-8010.	-6238.
LIABILITIES & S/H EQUITY	20776.	77127.	170680.	181930.	176584.	177223.	177530.	169926.	163009.	156690.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31)
 - CASE-2A (130,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
ASSETS	150598.	144719.	139051.	133595.	128351.	123316.	118493.	114021.
CURRENT ASSETS	15266.	15258.	15250.	15242.	15235.	15227.	15219.	15200.
OPERATING CASH	4272.	4268.	4265.	4261.	4257.	4253.	4248.	4246.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	10994.	10990.	10986.	10982.	10978.	10974.	10970.	10954.
ACC. EXCESS CASH	45425.	48984.	52754.	56731.	60919.	65317.	69924.	74501.
NET FIXED ASSETS	89908.	80477.	71046.	61622.	52197.	42779.	33350.	24219.
INVESTMENT	175674.	175674.	175674.	175674.	175674.	175674.	175674.	175674.
NON-DEPR. ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE ASSETS	169124.	169124.	169124.	169124.	169124.	169124.	169124.	169124.
INTEREST DRG CONSTR.	6550.	6550.	6550.	6550.	6550.	6550.	6550.	6550.
LESS: ACC. DEPRECIATION	85766.	95197.	104628.	114052.	123477.	132901.	142324.	151455.
LIABILITIES	113273.	105182.	97091.	89000.	80909.	72819.	64728.	56637.
CURRENT LIABILITIES	8091.	8091.	8091.	8091.	8091.	8091.	8091.	8091.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.
CURRENT PORTION OF L/T DEBT	8091.	8091.	8091.	8091.	8091.	8091.	8091.	8091.
SHORT TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
FIXED LIABILITIES	105182.	97091.	89000.	80909.	72819.	64728.	56637.	48546.
LONG TERM DEBT BALANCE	105182.	97091.	89000.	80909.	72819.	64728.	56637.	48546.
OTHER FIXED LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
STOCK HOLDERS EQUITY	37325.	39537.	41959.	44595.	47441.	50458.	53765.	57384.
SHARE CAPITAL	41564.	41564.	41564.	41564.	41564.	41564.	41564.	41564.
ACC. RETAINED EARNINGS	-4239.	-2027.	395.	3031.	5877.	8934.	12201.	15820.
LIABILITIES & S/H EQUITY	150598.	144719.	139051.	133595.	128351.	123316.	118493.	114021.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PROFITABILITY AND FINANCIAL INDICATORS (USD 1,000)
 - CASE-2A (130,000T/Y) -

YEAR	(1) AFT TAX PROFIT -TO- SALES REV (PCT)	(2) AFT TAX PROFIT -TO- S/H EQUITY (PCT)	(3) BER TAX PROFIT -TO- INVESTMENT (PCT)	(4) AFT TAX PROFIT -TO- S/CAPITAL (PCT)	(5) CURRENT RATIO	(6) QUICK RATIO	(7) DEBT SERVICE RATIO	(8) L/T DEBT -TO- S/H EQUITY	(9)* PROFIT B.E.P. CAPACITY UTILIZE (PCT)	(10)* CASH B.E.P. SALES PRICE (PRICE)	(11)* CASH B.E.P. CAPACITY UTILIZE (PCT)
1993	1.1	3.0	11.2	3.6	13.51	2.50	*****	4 / 96	81.6	673.2	75.2
1994	2.3	4.4	3.8	5.2	*****	*****	*****	63 / 37	72.6	697.3	65.6
1995	-16.8	-7.7	-1.9	-8.0	*****	*****	*****	76 / 24	67.7	661.2	54.2
1996	-10.6	-18.1	-3.7	-15.8	*****	*****	1.39	80 / 20	136.6	957.4	87.6
1997	-3.1	-10.2	-1.9	-8.0	*****	*****	2.45	82 / 18	107.5	872.0	65.6
1998	-1.2	-4.3	-0.8	-3.3	*****	*****	2.77	82 / 18	100.1	849.8	61.4
1999	0.3	1.0	0.2	0.7	1.90	0.53	3.05	81 / 19	99.6	841.4	61.1
2000	0.4	1.5	0.3	1.2	1.90	0.53	1.29	80 / 20	98.4	901.0	86.8
2001	1.0	3.5	1.3	2.8	1.89	0.53	1.24	78 / 22	92.2	897.7	85.4
2002	1.5	5.0	2.0	4.3	1.89	0.53	1.23	76 / 24	88.4	894.5	84.0
2003	1.6	5.4	2.2	4.8	1.89	0.53	1.26	74 / 26	87.1	891.4	82.7
2004	1.8	5.6	2.5	5.3	1.88	0.53	1.28	71 / 29	85.7	888.2	81.3
2005	2.0	5.8	2.7	5.8	1.88	0.53	1.31	68 / 32	84.3	885.0	79.9
2006	2.2	5.9	3.0	6.3	1.88	0.53	1.33	64 / 36	82.9	881.8	78.6
2007	2.3	6.0	3.2	6.8	1.88	0.53	1.36	61 / 39	81.6	878.6	77.2
2008	2.5	6.1	3.4	7.4	1.88	0.53	1.39	56 / 44	80.2	875.4	75.3
2009	2.7	6.1	3.7	7.9	1.88	0.53	1.42	51 / 49	78.9	872.2	74.5
2010	3.0	6.3	4.1	8.7	1.88	0.52	1.44	46 / 54	76.6	869.1	73.1
AVERAGE1	-0.4	1.4	2.0	2.0	*****	*****	*****	66 / 34	89.0	849.3	75.0
AVERAGE2	0.7	1.9	1.4	1.9	2.55	0.68	1.48	71 / 29			

(AVERAGE1) : SUM OF ANNUAL FIGURES OF PERCENTAGE AND RATIO IS DIVIDED BY NO. OF YEARS(SIMPLE AVERAGE)
 (AVERAGE2) : AVERAGE FIGURES ARE CALCULATED BY ACTUAL VALUES ACCUMULATED OVER THE PROJECT LIFE(WEIGHTED AVERAGE)

* NOTE FOR (9),(10),(11)
 WHEN THERE ARE TWO OR MORE PRODUCTS, AND DURING THE YEARS WHEN ALL OF PRODUCTS ARE NOT PRODUCED AT THE SAME RATE
 OF CAPACITY UTILIZATION, ABOVE BREAK-EVEN-POINTS CANNOT GIVE CORRECT FIGURES.

Attachment VI-3-6 FINANCIAL STATEMENT (CASE-2B)

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION AND SALES PLAN
 - CASE-28 (130,000T/Y) -
 (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
RATED CAPACITY	82500.	82500.	13750.	86670.	130000.	130000.	130000.	130000.	130000.	130000.
CAPACITY UTILIZATION	0.905	0.905	0.905	0.800	0.900	0.950	1.000	1.000	1.000	1.000
PRODUCTION (VOLUME)	74700.	74700.	12450.	69330.	117000.	123500.	130000.	130000.	130000.	130000.
INCREASE IN INVENTORY VOLUME	0.	0.	-9336.	2912.	2002.	273.	0.	0.	0.	0.
SALES VOLUME	74700.	74700.	21788.	66418.	114998.	123227.	129727.	130000.	130000.	130000.
UNIT SALES PRICE	0.6930	0.7190	0.7460	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320
SALES REVENUE	51767.	53709.	16259.	61902.	107178.	114848.	120906.	121160.	121160.	121160.
TOTAL SALES REVENUE	51767.	53709.	16253.	61902.	107178.	114848.	120906.	121160.	121160.	121160.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	21.	1258.	2175.	637.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION AND SALES PLAN
 - CASE-28 (130,000T/Y) -

(USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
RATED CAPACITY	130000.	130000.	130000.	130000.	130000.	130000.	130000.	130000.
CAPACITY UTILIZATION	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
PRODUCTION (VOLUME)	130000.	130000.	130000.	130000.	130000.	130000.	130000.	130000.
INCREASE IN INVENTORY VOLUME	0.	0.	0.	0.	0.	0.	0.	0.
SALES VOLUME	130000.	130000.	130000.	130000.	130000.	130000.	130000.	130000.
UNIT SALES PRICE	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320	0.9320
SALES REVENUE	121160.	121160.	121160.	121160.	121160.	121160.	121160.	121160.
TOTAL SALES REVENUE	121160.	121160.	121160.	121160.	121160.	121160.	121160.	121160.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - CASE-2B (130,000T/Y) -

(USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
PRODUCTION (VOLUME)	74700.	74700.	12450.	69330.	117000.	123500.	130000.	130000.	130000.	130000.
RAW MATERIAL COST	26231.	27299.	4735.	34320.	57917.	61135.	64353.	64353.	64353.	64353.
WOOD	6577.	6775.	1163.	4222.	7125.	7917.	7917.	7917.	7917.	7917.
KP	18737.	19580.	3410.	23447.	39569.	41768.	43966.	43966.	43966.	43966.
WASTE PAPER	0.	0.	0.	3792.	6399.	6754.	7110.	7110.	7110.	7110.
CHEMICALS	917.	944.	162.	2858.	4824.	5092.	5360.	5360.	5360.	5360.
UTILITIES COST	14935.	15393.	3352.	12422.	20333.	21403.	22472.	22472.	22472.	22472.
POWER	7303.	7522.	1291.	7153.	12071.	12741.	13412.	13412.	13412.	13412.
FUEL OIL	6737.	6940.	1191.	4189.	7029.	7420.	7810.	7810.	7810.	7810.
OTHER UTILITIES	89.	92.	16.	90.	152.	161.	169.	169.	169.	169.
DEMAND CHARGE	805.	829.	854.	1014.	1081.	1081.	1081.	1081.	1081.	1081.
CONSUMABLES	1457.	1523.	285.	1751.	2955.	3120.	3284.	3284.	3284.	3284.
PACKING MATERIALS	310.	320.	315.	531.	590.	561.	590.	590.	590.	590.
VARIABLE COST	42933.	44525.	8408.	48808.	81737.	86218.	90699.	90699.	90699.	90699.
EMPLOYMENT COST	4376.	4507.	4642.	4798.	4798.	4798.	4798.	4798.	4798.	4798.
SALARY AND WAGES	3978.	4097.	4220.	4362.	4362.	4362.	4362.	4362.	4362.	4362.
SOCIAL CHARGES	398.	410.	422.	436.	436.	436.	436.	436.	436.	436.
GENERAL OVERHEADS	796.	819.	844.	872.	872.	872.	872.	872.	872.	872.
MAINTENANCE COST	1473.	1562.	276.	2953.	4432.	4435.	4438.	4441.	4444.	4447.
TAX AND INSURANCE	36.	80.	74.	1748.	1609.	1471.	1394.	1196.	1088.	993.
DIRECT FIXED COST	6730.	6968.	5836.	10372.	11711.	11577.	11442.	11308.	11202.	11111.
CASH FACTORY COST	49663.	51492.	14243.	59180.	93449.	97795.	102141.	102007.	101901.	101810.
DEPRECIATION (EX)	330.	321.	318.	318.	308.	298.	295.	292.	292.	292.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	292.	292.	292.
DEPRECIATION (NW)	0.	0.	0.	8901.	13344.	13344.	13344.	13344.	10482.	9053.
PLANT EQUIPMENT	0.	0.	0.	5903.	8850.	8850.	8850.	8850.	8850.	8850.
BUILDINGS	0.	0.	0.	135.	203.	203.	203.	203.	203.	203.
PREOPERATIONAL EXPENSE	0.	0.	0.	588.	882.	882.	882.	882.	294.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	2274.	3410.	3410.	3410.	3410.	1136.	0.
DEPRECIATION AND AMORTIZATION	622.	613.	610.	9511.	13944.	13765.	13732.	13730.	10868.	9436.
TOTAL FACTORY COST	50285.	52105.	14853.	68691.	107393.	111560.	115874.	115738.	112769.	111246.
UNIT FACTORY COST	0.6732	0.6975	1.1930	0.9908	0.9179	0.9033	0.8913	0.8903	0.8675	0.8557
SALES EXPENSES	518.	537.	163.	619.	1072.	1148.	1209.	1212.	1212.	1212.
OPERATING EXPENSES	50803.	52649.	15016.	69310.	108465.	112709.	117083.	116949.	113981.	112457.
INTEREST ON LONG TERM DEBT	0.	0.	0.	10304.	14425.	12880.	11334.	9788.	8243.	6697.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	733.	2154.	3210.	4116.	4915.	5654.
TOTAL PRODUCTION COST	50914.	52701.	15016.	79614.	123624.	127742.	131627.	130854.	127139.	124809.
UNIT PRODUCTION COST	0.6816	0.7055	1.2061	1.1483	1.0566	1.0344	1.0125	1.0066	0.9780	0.9601

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PRODUCTION COST STATEMENTS
 - CASE-2B (130,000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
PRODUCTION (VOLUME)	130000.	130000.	130000.	130000.	130000.	130000.	130000.	130000.
RAW MATERIAL COST	64353.	64353.	64353.	64353.	64353.	64353.	64353.	64353.
WOOD	7917.	7917.	7917.	7917.	7917.	7917.	7917.	7917.
KP	43966.	43966.	43966.	43966.	43966.	43966.	43966.	43966.
WASTE PAPER	7110.	7110.	7110.	7110.	7110.	7110.	7110.	7110.
CHEMICALS	5360.	5360.	5360.	5360.	5360.	5360.	5360.	5360.
UTILITIES COST	22472.	22472.	22472.	22472.	22472.	22472.	22472.	22472.
POWER	13412.	13412.	13412.	13412.	13412.	13412.	13412.	13412.
FUEL OIL	7810.	7810.	7810.	7810.	7810.	7810.	7810.	7810.
OTHER UTILITIES	169.	169.	169.	169.	169.	169.	169.	169.
DEMAND CHARGE	1081.	1081.	1081.	1081.	1081.	1081.	1081.	1081.
CONSUMABLES	3284.	3284.	3284.	3284.	3284.	3284.	3284.	3284.
PACKING MATERIALS	590.	590.	590.	590.	590.	590.	590.	590.
VARIABLE COST	90699.	90699.	90699.	90699.	90699.	90699.	90699.	90699.
EMPLOYMENT COST	4798.	4798.	4798.	4798.	4798.	4798.	4798.	4798.
SALARY AND WAGES	4362.	4362.	4362.	4362.	4362.	4362.	4362.	4362.
SOCIAL CHARGES	436.	436.	436.	436.	436.	436.	436.	436.
GENERAL OVERHEADS	872.	872.	872.	872.	872.	872.	872.	872.
MAINTENANCE COST	4450.	4450.	4450.	4450.	4450.	4450.	4450.	4450.
TAX AND INSURANCE	899.	805.	710.	616.	522.	428.	333.	242.
DIRECT FIXED COST	11020.	10828.	10837.	10747.	10656.	10565.	10475.	10388.
CASH FACTORY COST	10179.	101627.	101536.	101446.	101355.	101264.	101174.	101087.
DEPRECIATION (EX)	90.	86.	86.	80.	80.	80.	78.	78.
DEPRECIATION (WT)	292.	292.	292.	292.	292.	292.	292.	0.
DEPRECIATION (NW)	9053.	9053.	9053.	9053.	9053.	9053.	9053.	9053.
PLANT EQUIPMENT	8850.	8850.	8850.	8850.	8850.	8850.	8850.	8850.
BUILDINGS	203.	203.	203.	203.	203.	203.	203.	203.
PREOPERATIONAL EXPENSE	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIATION AND AMORTIZATION	9435.	9431.	9431.	9425.	9425.	9425.	9423.	9131.
TOTAL FACTORY COST	111153.	111058.	110967.	110871.	110779.	110689.	110597.	110217.
UNIT FACTORY COST	0.8550	0.8543	0.8536	0.8529	0.8521	0.8515	0.8507	0.8478
SALES EXPENSES	1212.	1212.	1212.	1212.	1212.	1212.	1212.	1212.
OPERATING EXPENSES	112365.	112270.	112178.	112082.	111991.	111901.	111808.	111429.
INTEREST ON LONG TERM DEBT	5152.	3606.	2060.	515.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	6381.	6940.	7478.	7998.	7616.	6901.	6157.	5383.
TOTAL PRODUCTION COST	123847.	122816.	121716.	120535.	119607.	118801.	117965.	116812.
UNIT PRODUCTION COST	0.9527	0.9447	0.9363	0.9272	0.9201	0.9139	0.9074	0.8986

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 WORKING CAPITAL STATEMENTS
 - CASE-2B (130,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
CURRENT ASSETS	11262	11678	4775	10166	14128	14802	15482	15470	15341	15273
ACCOUNT RECEIVABLE	0	0	0	0	0	0	0	0	0	0
INVENTORIES	9176	9516	4177	7681	10203	10694	11192	11186	11061	10997
PRODUCT INVENTORY	6286	6513	0	2885	4511	4686	4867	4861	4736	4672
MATERIAL INVENTORY	2890	3002	4177	4796	5693	6009	6325	6325	6325	6325
OPERATING CASH	2086	2163	598	2486	3925	4107	4290	4284	4280	4276
CURRENT LIABILITIES W/O DEBT	0	0	0	0	0	0	0	0	0	0
ACCOUNT PAYABLE	0	0	0	0	0	0	0	0	0	0
OTHER LIABILITIES	0	0	0	0	0	0	0	0	0	0
PERMANENT WORKING CAPITAL	11262	11678	4775	10166	14128	14802	15482	15470	15341	15273
CHANGE IN WORKING CAPITAL	447	416	-6903	5391	3962	674	680	-11	-129	-68

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 WORKING CAPITAL STATEMENTS
 - CASE-2B (130,000/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
CURRENT ASSETS	15266.	15258.	15250.	15242.	15235.	15227.	15219.	15200.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	10994.	10990.	10986.	10982.	10978.	10974.	10970.	10954.
PRODUCT INVENTORY	4668.	4664.	4661.	4657.	4653.	4649.	4645.	4629.
MATERIAL INVENTORY	6325.	6325.	6325.	6325.	6325.	6325.	6325.	6325.
OPERATING CASH	4272.	4268.	4265.	4261.	4257.	4253.	4249.	4246.
CURRENT LIABILITIES W/O DEBT	0.	0.	0.	0.	0.	0.	0.	0.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
PERMANENT WORKING CAPITAL	15266.	15258.	15250.	15242.	15235.	15227.	15219.	15200.
CHANGE IN WORKING CAPITAL	-8.	-8.	-8.	-8.	-8.	-8.	-8.	-20.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-28 (130,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
OPERATING INCOME	51767.	53709.	16253.	61902.	107178.	114848.	120906.	121160.	121160.	121160.
TOTAL SALES REVENUE	51767.	53709.	16253.	61902.	107178.	114848.	120906.	121160.	121160.	121160.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
COST OF SALES	50022.	51878.	21366.	65806.	105768.	111385.	115693.	115743.	112894.	111310.
VARIABLE COST	42933.	44525.	3408.	48808.	81737.	86218.	90699.	90699.	90699.	90699.
DIRECT FIXED COST	6730.	6968.	5836.	10372.	11711.	11577.	11442.	11308.	11202.	11111.
DEPRECIATION AND AMORTIZATION	622.	613.	610.	9511.	13944.	13765.	13732.	13730.	10868.	9436.
INC. IN PRODUCT INVENTORY	263.	228.	-6513.	2885.	1626.	175.	181.	-6.	-125.	-64.
GROSS PROFIT ON SALES	1745.	1831.	-5113.	-3904.	1410.	3462.	5213.	5417.	8266.	9850.
SALES EXPENSES	518.	537.	163.	619.	1072.	1148.	1209.	1212.	1212.	1212.
OPERATING PROFIT	1227.	1294.	-5276.	-4523.	339.	2314.	4004.	4205.	7054.	8639.
NON-OPERATING INCOME	21.	1238.	2175.	637.	0.	0.	0.	0.	0.	0.
NON-OPERATING EXPENSES	111.	58.	0.	10304.	15159.	15034.	14544.	13904.	13158.	12351.
INTEREST ON LONG TERM DEBT	0.	0.	0.	10304.	14425.	12880.	11334.	9788.	8243.	6697.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	733.	2154.	3210.	4116.	4915.	5654.
NET PROFIT OR (LOSS) BEFORE TAX	1137.	2494.	-3101.	-14190.	-14820.	-12720.	-10540.	-9699.	-6103.	-3713.
INCOME TAX	560.	1228.	0.	0.	0.	0.	0.	0.	0.	0.
NON-TAXABLE INCOME	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) AFTER TAX	577.	1266.	-3101.	-14190.	-14820.	-12720.	-10540.	-9699.	-6103.	-3713.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
RETAINED EARNINGS	577.	1266.	-3101.	-14190.	-14820.	-12720.	-10540.	-9699.	-6103.	-3713.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 INCOME STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-28 (130,0007Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
OPERATING INCOME	121160.	121160.	121160.	121160.	121160.	121160.	121160.	121160.
TOTAL SALES REVENUE	121160.	121160.	121160.	121160.	121160.	121160.	121160.	121160.
OTHER OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
COST OF SALES	111157.	111062.	110971.	110875.	110783.	110693.	110601.	110233.
VARIABLE COST	90699.	90699.	90699.	90699.	90699.	90699.	90699.	90699.
DIRECT FIXED COST	11020.	10928.	10837.	10747.	10656.	10565.	10475.	10388.
DEPRECIATION AND AMORTIZATION	9435.	9431.	9431.	9425.	9425.	9423.	9423.	9131.
INC. IN PRODUCT INVENTORY	-4.	-4.	-4.	-4.	-4.	-4.	-4.	-16.
GROSS PROFIT ON SALES	10003.	10098.	10189.	10285.	10377.	10467.	10559.	10927.
SALES EXPENSES	1212.	1212.	1212.	1212.	1212.	1212.	1212.	1212.
OPERATING PROFIT	8791.	8886.	8978.	9074.	9165.	9256.	9348.	9715.
NON-OPERATING INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NON-OPERATING EXPENSES	11482.	10546.	9538.	8453.	7616.	6901.	6157.	5383.
INTEREST ON LONG TERM DEBT	5152.	3606.	2060.	515.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	6331.	6940.	7478.	7938.	7616.	6901.	6157.	5383.
NET PROFIT OR (LOSS) BEFORE TAX	-2691.	-1660.	-560.	621.	1549.	2355.	3191.	4332.
INCOME TAX	0.	0.	0.	306.	763.	1159.	1571.	2132.
NON-TAXABLE INCOME	0.	0.	0.	0.	0.	0.	0.	0.
NET PROFIT OR (LOSS) AFTER TAX	-2691.	-1660.	-560.	315.	787.	1196.	1620.	2200.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.
RETAINED EARNINGS	-2691.	-1660.	-560.	315.	787.	1196.	1620.	2200.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-2B (130,000T/Y) - (USD 1,000)

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
SOURCE OF FUNDS										
CASH GENERATED FROM OPERATION	3084.	57226.	89751.	49471.	45054.	61935.	76536.	88149.	98598.	108516.
PROFIT AFT. TAX, BFR INT.	1310.	1938.	-2491.	5625.	14283.	16079.	17736.	17936.	17922.	18074.
DEPRECIATION AND AMORTIZATION	688.	1325.	-3101.	-3886.	339.	2314.	4004.	4205.	7054.	8639.
FINANCIAL RESOURCES	822.	613.	610.	13944.	13944.	13765.	13732.	13730.	10888.	9836.
	1773.	55918.	96854.	38804.	30771.	45856.	58800.	70213.	80776.	90441.
PAID-UP SHARE CAPITAL	141.	3388.	1498.	4249.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT	799.	47530.	82156.	24077.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	833.	0.	0.	10478.	30771.	45856.	58800.	70213.	80776.	90441.
OTHER CASH	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
NON-CASH FUNDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
USES OF FUNDS										
FIXED CAPITAL EXPENDITURE	3084.	57226.	89751.	49471.	45054.	61935.	76536.	88149.	98598.	108516.
NON-DEPRECIABLE ASSETS	940.	55918.	96854.	23466.	0.	0.	0.	0.	0.	0.
DEPRECIABLE FIXED ASSETS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	940.	55918.	96854.	6416.	0.	0.	0.	0.	0.	0.
	0.	0.	0.	17050.	0.	0.	0.	0.	0.	0.
CHANGE IN WORKING CAPITAL	447.	416.	-6903.	5391.	3962.	674.	880.	-11.	-129.	-68.
DEBT SERVICES	1697.	892.	0.	20614.	41093.	61261.	75856.	88160.	98827.	108583.
REPAYMENT OF LONG TERM DEBT	0.	0.	0.	10309.	15456.	15456.	15456.	15456.	15456.	15456.
REPAYMENT OF SHORT TERM DEBT	1586.	833.	0.	0.	10478.	30771.	45856.	58800.	70213.	80776.
INTEREST ON LONG TERM DEBT	0.	0.	0.	10304.	14425.	12880.	11334.	9788.	8243.	6597.
INTEREST ON SHORT TERM DEBT	111.	58.	0.	0.	733.	2154.	3210.	4116.	4915.	5654.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.	0.	0.
CASH INCREASE OR (DECREASE)	0.	630.	4412.	-5042.	0.	0.	0.	0.	0.	0.
BEGINNING CASH BALANCE	0.	0.	630.	5042.	0.	0.	0.	0.	0.	0.
ENDING CASH BALANCE	0.	630.	5042.	0.	0.	0.	0.	0.	0.	0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FUNDS FLOW STATEMENTS (FOR ENDING DECEMBER 31)
 - CASE-28 (130,000/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
SOURCE OF FUNDS								
CASH GENERATED FROM OPERATION	117372.	125141.	131810.	126994.	116410.	105475.	94103.	82267.
PROFIT AFT. TAX. BFR INT.	18226.	18317.	18408.	18193.	17827.	17521.	17200.	16714.
DEPRECIATION AND AMORTIZATION	8791.	8886.	8978.	8768.	8403.	8097.	7777.	7583.
FINANCIAL RESOURCES	9435.	9431.	9431.	9425.	9425.	9425.	9423.	9131.
	99146.	106824.	113402.	108801.	98582.	87954.	76904.	65554.
PAID-UP SHARE CAPITAL	0.	0.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT	0.	0.	0.	0.	0.	0.	0.	0.
SHORT TERM DEBT	99146.	106824.	113402.	108801.	98582.	87954.	76904.	65554.
OTHER CASH	0.	0.	0.	0.	0.	0.	0.	0.
NON-CASH FUNDS	0.	0.	0.	0.	0.	0.	0.	0.
USES OF FUNDS								
FIXED CAPITAL EXPENDITURE	117372.	125141.	131810.	126994.	116410.	105475.	94103.	82267.
NON-DEPRECIABLE ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE FIXED ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
INTEREST DURING CONSTRUCTION	0.	0.	0.	0.	0.	0.	0.	0.
CHANGE IN WORKING CAPITAL	-8.	-8.	-8.	-8.	-8.	-8.	-8.	-20.
DEBT SERVICES	117380.	125149.	131818.	127002.	116417.	105483.	94111.	82287.
REPAYMENT OF LONG TERM DEBT	15456.	15456.	15456.	5147.	0.	0.	0.	0.
REPAYMENT OF SHORT TERM DEBT	90441.	99146.	106824.	113402.	108801.	98582.	87954.	76904.
INTEREST ON LONG TERM DEBT	5152.	3606.	2060.	515.	0.	0.	0.	0.
INTEREST ON SHORT TERM DEBT	6331.	6940.	7478.	7938.	7616.	6901.	6157.	5383.
DIVIDENDS	0.	0.	0.	0.	0.	0.	0.	0.
CASH INCREASE OR (DECREASE)	-0.	0.	-0.	-0.	0.	-0.	-0.	-0.
BEGINNING CASH BALANCE	0.	-0.	-0.	-0.	-0.	-0.	-0.	-0.
ENDING CASH BALANCE	-0.	-0.	-0.	-0.	-0.	-0.	-0.	-0.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31) (USD 1,000)
 - CASE-28 (130.000T/Y) -

YEAR	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
ASSETS	20776	77127	170680	184884	175002	161910	148858	135116	124119	114616
CURRENT ASSETS	11262	11678	4775	10166	14128	14802	75482	15470	15341	15273
OPERATING CASH	2086	2163	598	2486	3925	4107	4290	4284	4280	4276
ACCOUNT RECEIVABLE	0	0	0	0	0	0	0	0	0	0
INVENTORIES	9176	9516	4177	7681	10203	10694	11192	11186	11061	10997
ACC. EXCESS CASH	0	630	5042	0	0	0	0	0	0	0
NET FIXED ASSETS	9514	64819	160863	174818	160874	147108	133376	119646	108778	99342
INVESTMENT	10136	66054	162708	186174	186174	186174	186174	186174	186174	186174
NON-DEPR. ASSETS	0	0	0	0	0	0	0	0	0	0
DEPRECIABLE ASSETS	10136	66054	162708	186174	186174	186174	186174	186174	186174	186174
INTEREST DRG CONSTR.	0	0	0	17050	17050	17050	17050	17050	17050	17050
LESS: ACC. DEPRECIATION	622	1235	1845	11356	25300	39066	52798	66528	77396	85832
LIABILITIES	1632	48329	130485	154730	159568	159196	156684	152641	147747	141957
CURRENT LIABILITIES	833	0	10309	25934	46227	61312	74256	85689	96232	105897
ACCOUNT PAYABLE	0	0	0	0	0	0	0	0	0	0
CURRENT PORTION OF L/T DEBT	0	0	10309	15456	15456	15456	15456	15456	15456	15456
SHORT TERM DEBT	833	0	0	10478	30771	45856	58800	70213	80776	90441
OTHER LIABILITIES	0	0	0	0	0	0	0	0	0	0
FIXED LIABILITIES	799	48329	120176	128797	113340	97884	82428	66972	51516	36059
LONG TERM DEBT BALANCE	799	48329	120176	128797	113340	97884	82428	66972	51516	36059
OTHER FIXED LIABILITIES	0	0	0	0	0	0	0	0	0	0
STOCK HOLDERS EQUITY	19143	28798	40195	30254	15434	2714	-7826	-17525	-23628	-27341
SHARE CAPITAL	16004	24392	38890	43139	43139	43139	43139	43139	43139	43139
ACC. RETAINED EARNINGS	3139	4406	1305	-12885	-27705	-40425	-50985	-60664	-66767	-70480
LIABILITIES & S/H EQUITY	20776	77127	170680	184984	175002	161910	148858	135116	124119	114616

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 BALANCE SHEET (FOR ENDING DECEMBER 31)
 - CASE-2B (130.000T/Y) - (USD 1,000)

YEAR	2003	2004	2005	2006	2007	2008	2009	2010
ASSETS	105173.	95735.	86297.	76864.	67432.	58000.	48569.	39419.
CURRENT ASSETS	15266.	15258.	15250.	15242.	15235.	15227.	15219.	15200.
OPERATING CASH	4272.	4268.	4265.	4261.	4257.	4253.	4249.	4246.
ACCOUNT RECEIVABLE	0.	0.	0.	0.	0.	0.	0.	0.
INVENTORIES	10994.	10990.	10986.	10982.	10978.	10974.	10970.	10954.
ACC. EXCESS CASH	-0.	-0.	-0.	-0.	-0.	-0.	-0.	-0.
NET FIXED ASSETS	89908.	80477.	71046.	61622.	52197.	42773.	33350.	24219.
INVESTMENT	186174.	186174.	186174.	186174.	186174.	186174.	186174.	186174.
NON-DEPR. ASSETS	0.	0.	0.	0.	0.	0.	0.	0.
DEPRECIABLE ASSETS	189124.	189124.	189124.	189124.	189124.	189124.	189124.	189124.
INTEREST DRG CONSTR.	17050.	17050.	17050.	17050.	17050.	17050.	17050.	17050.
LESS: ACC. DEPRECIATION	96266.	105697.	115128.	124552.	133977.	143401.	152824.	161955.
LIABILITIES	135206.	127427.	118549.	108801.	98582.	87954.	76904.	65554.
CURRENT LIABILITIES	114603.	122280.	118549.	108801.	98582.	87954.	76904.	65554.
ACCOUNT PAYABLE	0.	0.	0.	0.	0.	0.	0.	0.
CURRENT PORTION OF L/T DEBT	15456.	15456.	5147.	0.	0.	0.	0.	0.
SHORT TERM DEBT	99146.	106824.	113402.	108801.	98582.	87954.	76904.	65554.
OTHER LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
FIXED LIABILITIES	20603.	5147.	0.	0.	0.	0.	0.	0.
LONG TERM DEBT BALANCE	20603.	5147.	0.	0.	0.	0.	0.	0.
OTHER FIXED LIABILITIES	0.	0.	0.	0.	0.	0.	0.	0.
STOCK HOLDERS EQUITY	-30032.	-31692.	-32252.	-31937.	-31150.	-29954.	-28334.	-26134.
SHARE CAPITAL	43139.	43139.	43139.	43139.	43139.	43139.	43139.	43139.
ACC. RETAINED EARNINGS	-73171.	-74831.	-75391.	-75076.	-74289.	-73093.	-71473.	-69273.
LIABILITIES & S/H EQUITY	105173.	95735.	86297.	76864.	67432.	58000.	48569.	39419.

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 PROFITABILITY AND FINANCIAL INDICATORS
 - CASE-2B (130,000T/Y) -
 (USD 1,000)

YEAR	(1) AFT TAX PROFIT -TO- SALES REV (PCT)	(2) AFT TAX PROFIT -TO- S/H EQUITY (PCT)	(3) BFR TAX PROFIT -TO- INVESTMENT (PCT)	(4) AFT TAX PROFIT -TO- CAPITAL (PCT)	(5) CURRENT RATIO	(6) QUICK RATIO	(7) DEBT SERVICE RATIO	(8) L/T DEBT -TO- S/H EQUITY	(9)* PROFIT B.E.P. CAPACITY UTILIZE (PCT)	(10)* CASH B.E.P. SALES PRICE (PRICE)	(11)* CASH B.E.P. CAPACITY UTILIZE (PCT)
1993	1.1	3.0	11.2	3.6	13.51	2.50	*****	4 / 96	21.6	673.2	75.2
1994	2.3	4.4	3.8	5.2	*****	*****	*****	63 / 37	72.6	697.3	65.6
1995	-16.8	-7.7	-1.9	-8.0	0.46	0.06	*****	75 / 25	67.7	661.2	54.2
1996	-22.7	-46.9	-7.6	-32.9	0.39	0.10	0.27	81 / 19	181.3	1210.7	184.1
1997	-13.8	-96.0	-8.0	-34.4	0.31	0.08	0.45	88 / 12	143.2	1088.2	153.5
1998	-11.1	-468.6	-6.8	-29.5	0.24	0.07	0.49	97 / 3	137.8	1050.4	143.4
1999	-8.7	134.7	-5.7	-24.4	0.21	0.06	0.54	110 / -10	135.5	1027.9	141.2
2000	-8.0	55.9	-5.2	-22.5	0.18	0.05	0.55	135 / -35	131.8	1019.8	137.5
2001	-5.0	25.8	-3.3	-14.1	0.16	0.04	0.55	185 / -85	119.6	1013.3	134.7
2002	-3.1	13.6	-2.0	-8.6	0.14	0.04	0.56	414 / **	112.0	1005.4	131.7
2003	-2.2	9.0	-1.4	-6.2	0.13	0.04	0.58	** / 319	108.8	999.0	128.6
2004	-1.4	5.2	-0.9	-3.8	0.12	0.03	0.60	-19 / 119	105.4	991.1	125.2
2005	-0.5	1.7	-0.3	-1.3	0.13	0.04	0.62	-0 / 100	101.8	982.6	121.6
2006	0.3	-1.0	0.3	0.7	0.14	0.04	1.81	-0 / 100	97.9	894.3	83.9
2007	0.6	-2.5	0.8	1.8	0.15	0.04	*****	-0 / 100	94.9	847.6	64.0
2008	1.0	-4.0	1.3	2.8	0.17	0.05	*****	-0 / 100	92.3	841.4	61.3
2009	1.3	-5.7	1.7	3.8	0.20	0.06	*****	-0 / 100	89.5	834.9	58.6
2010	1.8	-8.4	2.3	5.1	0.23	0.06	*****	-0 / 100	85.7	828.3	55.8
AVERAGE1	-4.7	-21.6	-1.2	-9.0	*****	*****	*****	56 / 44	109.1	926.0	106.7
AVERAGE2	-3.9	39.6	-2.1	-9.9	0.19	0.05	0.73	131 / -31			

(AVERAGE1) : SUM OF ANNUAL FIGURES OF PERCENTAGE AND RATIO IS DIVIDED BY NO. OF YEARS(SIMPLE AVERAGE)
 (AVERAGE2) : AVERAGE FIGURES ARE CALCULATED BY ACTUAL VALUES ACCUMULATED OVER THE PROJECT LIFE(WEIGHTED AVERAGE)
 * NOTE FOR (9)(10)(11)
 WHEN THERE ARE TWO OR MORE PRODUCTS, AND DURING THE YEARS WHEN ALL OF PRODUCTS ARE NOT PRODUCED AT THE SAME RATE
 OF CAPACITY UTILIZATION, ABOVE BREAK-EVEN-POINTS CANNOT GIVE CORRECT FIGURES.

Attachment VI-3-7 FINANCIAL RATE OF RETURN (CASE-1A)

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FINANCIAL RATE OF RETURN (IN CONSTANT PRICE)
 - INCREMENTAL CASE-1A - (USD 1,000)

YEAR	FIXED CAPITAL EXPEND.	CHANGE IN WORKING CAPITAL	GROSS CAPITAL EXPENDTR	OPERATING PROFIT	DEPRECIATN	CASH IN-FLOW	INCOME TAX	BFR-TAX NET IN-FLOW (2)-(1)	AFT-TAX NET IN-FLOW (4)-(3)
1993	940.	0.	940.	21.	0.	21.	10.	-919.	-929.
1994	54583.	0.	54583.	1227.	0.	1227.	604.	-53356.	-53961.
1995	32789.	-7168.	25621.	-952.	1502.	540.	-691.	-25081.	-24390.
1996	0.	5621.	5621.	10204.	6007.	16211.	-417.	10590.	11006.
1997	0.	-12.	-12.	11032.	6007.	17039.	-280.	17050.	17330.
1998	0.	2.	2.	11152.	6007.	17159.	3900.	17158.	13258.
1999	0.	-10.	-10.	11246.	6007.	17253.	3946.	17264.	13318.
2000	0.	-24.	-24.	11594.	5753.	17347.	4117.	17371.	13254.
2001	0.	-45.	-45.	12435.	4991.	17426.	4619.	17471.	12851.
2002	0.	-13.	-13.	12569.	4991.	17560.	4774.	17573.	12799.
2003	0.	-13.	-13.	12672.	4991.	17662.	4812.	17676.	12763.
2004	0.	-14.	-14.	12776.	4991.	17768.	5053.	17782.	12729.
2005	0.	-14.	-14.	12884.	4991.	17874.	5193.	17889.	12695.
2006	0.	-14.	-14.	12991.	4991.	17982.	5335.	17996.	12661.
2007	0.	-15.	-15.	13101.	4991.	18092.	5477.	18107.	12630.
2008	0.	-15.	-15.	13213.	4991.	18203.	5620.	18219.	12598.
2009	0.	-15.	-15.	13326.	4991.	18316.	5764.	18332.	12567.
2010	-10043.	1750.	-8293.	13455.	4991.	18456.	5921.	26749.	20828.
	78269.	0.	78268.	184948.	81187.	266135.	63858.	187867.	124008.

INTERNAL RATE OF RETURN

ON (4) BFR-TAX NET IN-FLOW (2)-(1) 16.84 PER CENT
 ON (5) AFT-TAX NET IN-FLOW (4)-(3) 13.02 PER CENT

Attachment VI-3-8 FINANCIAL RATE OF RETURN (CASE-1B)

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FINANCIAL RATE OF RETURN (IN CONSTANT PRICE)
 - INCREMENTAL CASE-1B - (USD 1,000)

YEAR	FIXED CAPITAL EXPEND.	CHANGE IN WORKING CAPITAL	GROSS CAPITAL EXPENDTR	OPERATING PROFIT	DEPRECIATN	GROSS CASH IN-FLOW	TAX	INCOME TAX NET IN-FLOW	BFR-TAX NET IN-FLOW	AFT-TAX NET IN-FLOW
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
1993	940.	0.	940.	21.	0.	21.	10.	-919.	-929.	-929.
1994	54583.	0.	54583.	1227.	0.	1227.	604.	-53956.	-53961.	-53961.
1995	32789.	-7167.	25622.	-1133.	1732.	600.	-691.	-25023.	-24331.	-24331.
1996	0.	5661.	5661.	9287.	6930.	16216.	-417.	10556.	10972.	10972.
1997	0.	-13.	-13.	10089.	6930.	17013.	-280.	17025.	17305.	17305.
1998	0.	1.	1.	10219.	6930.	17143.	1797.	17142.	15344.	15344.
1999	0.	-11.	-11.	10316.	6930.	17246.	2265.	17257.	14992.	14992.
2000	0.	-34.	-34.	10892.	6445.	17337.	2965.	17371.	14406.	14406.
2001	0.	-74.	-74.	12406.	4991.	17397.	4127.	17471.	13344.	13344.
2002	0.	-13.	-13.	12569.	4991.	17560.	5091.	17573.	12949.	12949.
2003	0.	-13.	-13.	12672.	4991.	17662.	5560.	17676.	12585.	12585.
2004	0.	-14.	-14.	12776.	4991.	17768.	5029.	17782.	12222.	12222.
2005	0.	-14.	-14.	12884.	4991.	17874.	5994.	17889.	11860.	11860.
2006	0.	-14.	-14.	12991.	4991.	17982.	6448.	17996.	11601.	11601.
2007	0.	-15.	-15.	13101.	4991.	18092.	6503.	18107.	11658.	11658.
2008	0.	-15.	-15.	13213.	4991.	18203.	6559.	18219.	11773.	11773.
2009	0.	-15.	-15.	13326.	4991.	18316.	6628.	18332.	11773.	11773.
2010	-10043.	1750.	-8293.	13465.	4991.	18456.	6628.	26749.	20121.	20121.
	78269.	0.	78268.	180310.	85802.	266112.	64218.	187844.	123626.	123626.

INTERNAL RATE OF RETURN

ON (4) BFR-TAX NET IN-FLOW (2)-(1) 16.84 PER CENT

ON (5) AFT-TAX NET IN-FLOW (4)-(3) 13.42 PER CENT

Attachment VI-3-9 FINANCIAL RATE OF RETURN (CASE-2A)

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FINANCIAL RATE OF RETURN (IN CONSTANT PRICE)
 - INCREMENTAL CASE-2A - (USD 1,000)

YEAR	FIXED CAPITAL EXPEND.	CHANGE IN (1) WORKING CAPITAL	GROSS CAPITAL EXPENDTR	OPERATING PROFIT	DEPRECIATN (2) CASH IN-FLOW	GROSS CASH IN-FLOW	INCOME TAX (3)	BFR-TAX NET IN-FLOW (2)-(1)	AFT-TAX NET IN-FLOW (4)-(3)
1993	940.	0.	940.	21.	0.	21.	10.	-919.	-929.
1994	55918.	0.	55918.	1257.	0.	1257.	619.	-54661.	-55280.
1995	56634.	-7336.	89318.	-4506.	0.	-4506.	-691.	-93824.	-93133.
1996	6416.	4374.	11290.	-3539.	7500.	3961.	-417.	-7329.	-6912.
1997	0.	3928.	3928.	1912.	11244.	13156.	-280.	9229.	9508.
1998	0.	689.	689.	3788.	11244.	15032.	-339.	14343.	14675.
1999	0.	677.	677.	5456.	11244.	16701.	-333.	16024.	16356.
2000	0.	-18.	-18.	5685.	11244.	16929.	-309.	16947.	17257.
2001	0.	-79.	-79.	7239.	9782.	17022.	855.	17101.	16246.
2002	0.	-48.	-48.	8149.	9053.	17201.	1462.	17249.	15787.
2003	0.	-17.	-17.	8330.	9053.	17382.	1710.	17400.	15689.
2004	0.	-18.	-18.	8482.	9053.	17535.	1945.	17552.	15607.
2005	0.	-18.	-18.	8636.	9053.	17689.	2180.	17707.	15527.
2006	0.	-18.	-18.	8781.	9053.	17844.	2415.	17861.	15446.
2007	0.	-19.	-19.	8949.	9053.	18001.	2652.	18020.	15368.
2008	0.	-19.	-19.	9108.	9053.	18160.	2890.	18180.	15290.
2009	0.	-19.	-19.	9269.	9053.	18322.	3129.	18341.	15213.
2010	-22744.	-2559.	-25304.	9456.	9053.	18509.	3360.	43813.	40432.
	137184.	0.	137183.	96482.	143733.	240215.	20886.	103032.	82147.

INTERNAL RATE OF RETURN

ON (4) BFR-TAX NET IN-FLOW (2)-(1) 5.54 PER CENT
 ON (5) AFT-TAX NET IN-FLOW (4)-(3) 4.69 PER CENT

Attachment VI-3-10 FINANCIAL RATE OF RETURN (CASE-2B)

*** AKSU NEWSPRINT MILL RENOVATION PROJECT ***
 FINANCIAL RATE OF RETURN (IN CONSTANT PRICE)
 - INCREMENTAL CASE-2B - (USD 1,000)

YEAR	FIXED CAPITAL EXPEND.	CHANGE IN (1) GROSS WORKING CAPITAL	GROSS CAPITAL EXPENDTR	OPERATING PROFIT	DEPRECIATN (2)	GROSS CASH IN-FLOW	(3) INCOME TAX	(4) BFR-TAX NET IN-FLOW (2)-(1)	(5) AFT-TAX NET IN-FLOW (4)-(3)
1993	940.	0.	940.	21.	0.	1257.	10.	-819.	-929.
1994	55918.	0.	55918.	1257.	0.	4506.	619.	-5461.	-55280.
1995	96654.	-7336.	93318.	-4506.	0.	-4506.	-691.	-9324.	-93139.
1996	6416.	4940.	11356.	-4732.	8901.	13115.	-417.	-7188.	-6771.
1997	0.	3955.	3955.	-230.	13344.	14982.	-280.	9159.	9439.
1998	0.	688.	688.	1638.	13344.	16672.	-333.	14294.	14627.
1999	0.	676.	676.	3328.	13344.	16921.	-309.	15996.	16329.
2000	0.	-20.	3577.	6481.	10482.	16963.	-282.	17101.	17251.
2001	0.	-138.	-138.	8119.	9053.	17172.	-256.	17249.	17505.
2002	0.	-77.	-77.	8330.	9053.	17382.	-227.	17400.	17627.
2003	0.	-17.	-17.	8482.	9053.	17535.	-199.	17552.	17751.
2004	0.	-18.	-18.	8636.	9053.	17689.	-168.	17707.	17875.
2005	0.	-18.	-18.	8791.	9053.	17844.	166.	17861.	17695.
2006	0.	-18.	-18.	8945.	9053.	18001.	656.	18020.	17364.
2007	0.	-19.	-19.	9108.	9053.	18160.	1086.	18180.	17093.
2008	0.	-19.	-19.	9269.	9053.	18322.	1532.	18341.	16809.
2009	0.	-19.	-19.	9456.	9053.	18509.	2005.	43813.	41808.
2010	-22744.	-2559.	-25304.	85973.	154233.	240206.	2580.	103923.	100443.

INTERNAL RATE OF RETURN

ON (4) BFR-TAX NET IN-FLOW (2)-(1) 5.54 PER CENT

ON (5) AFT-TAX NET IN-FLOW (4)-(3) 5.51 PER CENT

CHAPTER VII
ECONOMIC AND SOCIAL ANALYSIS

CHAPTER VII ECONOMIC AND SOCIAL ANALYSIS

1. Economic Prices

The economic analysis is aimed at evaluating the viability of this project by replacing the financial prices (market prices) of the resources (labor, capital, raw materials) with their economic prices.

The economic prices were set as follows.

(1) Investment Costs

As the taxes, tariffs and funds are revenues of Treasury, they are excluded from the total project costs as transfer items. Specifically, the following costs were subtracted from the total project costs.

- a. Corporate taxes payable by the local contractors
- b. Personal income taxes to be paid by foreign and local workers and local engineers
- c. Fund costs relating to imported equipment

(2) Prices of Products and Materials

Manufactured goods are generally considered tradable goods. Therefore, the border prices of tradable goods based on their international prices are regarded here as their economic prices.

a. Products' Sales Prices

If this project is not implemented, domestic demand would be met by imports. Accordingly, products' sales prices based on the prices (CIF prices) in the international market are considered product's economic prices here.

Since, in the financial analysis products' sales prices were set on the basis of the landed prices of imported newsprint, as mentioned earlier, products' sales prices less tariffs and funds (26 percent of CIF prices) are considered products' economic sales prices here.

b. Prices of Imported Raw Materials

In the financial analysis, it is assumed that demand for pulp and waste paper will be covered by imports. The prices of pulp and waste paper set in accordance with this assumption are therefore considered international prices. As these prices include the funds payable at the time of their importation, however, such should be excluded. On the other hand, inland transportation costs should be kept in economic prices.

Using Table VI-2-2, the prices adopted in the financial analysis were multiplied by 0.97 for the prices of pulp and by 0.91 for the prices of waste paper.

c. Imported Consumables

According to Table VI-2-2, the combined total tariffs and funds account for approximately 30 percent of the total CIF prices. In consideration of domestic transportation costs, the prices adopted in the financial analysis were multiplied by 0.75.

d. Chemicals

Although it is assumed that chemicals will be procured locally, they are considered to be tradable goods. Their prices as set in the financial analysis are considered border prices here, and they are multiplied by 0.75 for the purpose of excluding the 30 percent tariff and relevant funds from them.

e. Heavy Oil

As a result of a comparison of heavy oil with calorific value based FOB prices in Europe, it was decided to consider the prices set in the financial analysis multiplied by 0.58 as the economic prices of heavy oil.

(3) Personnel Expenses

Assuming that the wages and salaries of the mill's workers excepting the unskilled workers reflect the real value of their work, the mill's actual personnel expenses can be considered economic prices.

On the other hand, the wages for unskilled workers in a country with a large unemployed population, namely the intrinsic value of labor force, can be considered lower than the actually paid wages.

The wages of plain workers of Aksu mill was reduced by 50 percent, and the personal income taxes were excluded from the mill's total wages and salaries to obtain the economic prices for the personnel expenses.

(4) Real Estate Tax

Real Estate taxes were excluded as transfer items. Although 1.0 percent of the book value of the fixed assets is considered as payment of the taxes and insurance in the financial analysis, the percentage is reduced to 0.5 percent in the economic analysis.

2. Economic Analysis

2.1 Economic Internal Rate of Return

The following table shows the values of the economic internal rate of return (EIRR) (the values were calculated by using the economic prices) and the net present value (NPV), in which the opportunity cost of capital (OCC) in Turkey is used as the discount rate (12 percent), for Case 1 and Case 2.

	EIRR	NPV (USD 1,000)
Case 1	13.91%	7,988
Case 2	0.36%	-75,230

While in Case 1 both EIRR and NPV indicate feasibility of the project, in Case 2 EIRR is 0.36 percent, which is lower than the value of OCC. The value of NPV is less than zero in Case 2. From this, it may be given as a conclusion that Case 2 is not recommended for implementation. From the standpoint of national economy, it is desirable that the fund should be utilized more effectively in a project with a higher investment effect.

2.2 Sensitivity Analysis

The following table shows the results of a sensitivity analysis of Case 1, which was carried out in the same way as in the sensitivity analysis conducted as part of the financial analysis.

The pattern of sensitivity of each variable element is almost the same as in the financial analysis.

EIRR (Case 1)

	-20%	-10%	0	10%	20%
Sales price	5.87%	10.17%	13.91%	17.27%	20.34%
Kraft pulp	14.99	14.46	13.91	13.35	12.76
Waste paper	15.64	14.78	13.91	13.03	12.13
Invest. cost	18.35	15.92	13.91	12.21	10.75

Fig. VII-2-1 gives a graphic representation of the results of the sensitivity analysis.

2.3 Foreign Currency Savings

Calculation for evaluating the expected effects of the implementation of this project on the foreign currency situation in Turkey was conducted on the basis of the following preconditions. The differential between the inflow and the outflow of foreign currencies (net inflow) was calculated for each of the W/O case, Case 1A and Case 1B. The differential in net inflow between Case 1A and the W/O case was considered the foreign currency saving effect in Case 1A, and that between Case 1B and the W/O case the foreign currency saving effect in Case 1B.

- a. All the prices and costs shall be those adopted in the financial analysis.
- b. In Turkey, domestic demand for newsprint exceeds the domestic newsprint production capacity, and this trend will remain unchanged after the implementation of this project. It is thus expected that the shortfall in production will be covered by imports as at present. For this reason, the planned increase in production through this project can be considered import substitution, or have an effect of inflow of foreign currencies. In Case 1A and Case 1B, the production differentials between these cases and the W/O case (74,700 tons/year) can constitute an inflow of foreign

currencies in terms of CIF prices (including commercial charges which account for 3.5 percent of CIF value).

- c. The following portions of the prices of raw materials are considered an outflow of foreign currencies.

Pulp	94%
Waster paper	71%
Consumables	73%

- d. Of the maintenance costs, 60 percent is considered the cost of materials, and 80% of them is imports. Accordingly, 48 percent of the total maintenance costs is considered an outflow of foreign currencies.
- e. In Case-1A, the outstanding long-term debt is assumed to be repaid at the end of 2010 in consideration of consistency with Case-1B where the different financing terms are arranged.

The result of calculation is shown in Table VII-2-1 (Case-1A) and Table VII-2-2 (Case-1B).

In Case 1A, the cumulative total amount will be less than zero because it is assumed that all the long-term loans will be repaid by 2010. In light of the trends in the cumulative total amount up to 2009, however, savings in foreign currencies can be expected through the implementation of the project.

In the case of Case 1B, the cumulative total amount will not be more than zero until 2010 because the term of repayment of the long-term loans is short.

Case 1 is judged to be highly feasible as a result of examination of EIRR and NPV. Case 1A, in particular, is expected to have foreign currency saving effects, greatly

contributing to the improvement in the foreign currency situation in the country, if it is implemented.

2.4 Other Social Benefits Expected by the Project

As a result of the financial and economic analysis, it was concluded that Case 1A, which is an alternative case aimed at raising the present production rate of 74,700 tons/year to 100,000 tons/year enjoying a soft loan arrangement, is highly feasible and is therefore a project desirable from the standpoint of national economy.

Some of the unquantifiable social benefits to be provided by the implementation of this project are;

a. Technology Transfer Effect

SEKA owns a total of 9 mill, including Aksu mill. When the mill's newsprint production is increased and its paper-making and plant management/operation techniques are enhanced as a result of the implementation of this project at the mill, the project's effects will naturally be reflected in the way the other mills are operated and managed. Thus, the implementation of this project is expected to result in improvements in capacity utilization and reductions in production costs at other SEKA's paper mills.

b. Resource Saving Effect

Recycling of waste paper is incorporated into this project from a resource saving point of view. The implementation of this project is expected to contribute to the increase in the waste water collection rate in Turkey, which has not yet reached to a satisfactory level, as well as to forest conservation in the country.

Table VII-2-1 INCREMENTAL FOREIGN CURRENCY BALANCE (CASE-1A)

[USD 1,000]

	IMPORT SUBSTITUTION BY PRODUCTION INCREASE		FOREIGN LOAN		TOTAL IN-FLOW		ACC. IN-FLOW		FOREIGN INVESTMENT OF FOREIGN LOAN		INTEREST ON FOREIGN LOAN		MATERIAL IMPORT (a)		MATERIAL IMPORT (b)		WASTE PAPER CONSUMABLES MAINTENANCE		TOTAL ACC. NET IN-FLOW		NET IN-FLOW			
	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799
1993	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799	0	799
1994	0	46,396	0	46,396	0	46,396	0	46,396	0	46,396	0	46,396	0	46,396	0	46,396	0	46,396	0	46,396	0	46,396	0	46,396
1995	-18,045	33,543	15,498	62,693	0	807	-8,913	1,110	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1996	16,160	0	16,160	78,853	0	0	3,230	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1997	19,377	0	19,377	98,230	0	0	3,230	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1998	19,377	0	19,377	117,608	0	0	3,230	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1999	19,377	0	19,377	136,985	0	0	3,230	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2000	19,377	0	19,377	156,362	0	0	3,230	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2001	19,377	0	19,377	175,739	0	0	3,050	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2002	19,377	0	19,377	195,117	0	0	2,871	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2003	19,377	0	19,377	214,494	0	0	2,691	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2004	19,377	0	19,377	233,871	0	0	2,512	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2005	19,377	0	19,377	253,248	0	0	2,332	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2006	19,377	0	19,377	272,626	0	0	2,153	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2007	19,377	0	19,377	292,003	0	0	1,974	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2008	19,377	0	19,377	311,380	0	0	1,794	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2009	19,377	0	19,377	330,758	0	0	1,615	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
2010	19,377	0	19,377	350,135	0	0	1,435	5,594	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	289,397	80,738	350,135	70,678	80,738	39,384	75,000	78,450	6,232	4,263	354,745	-4,610												

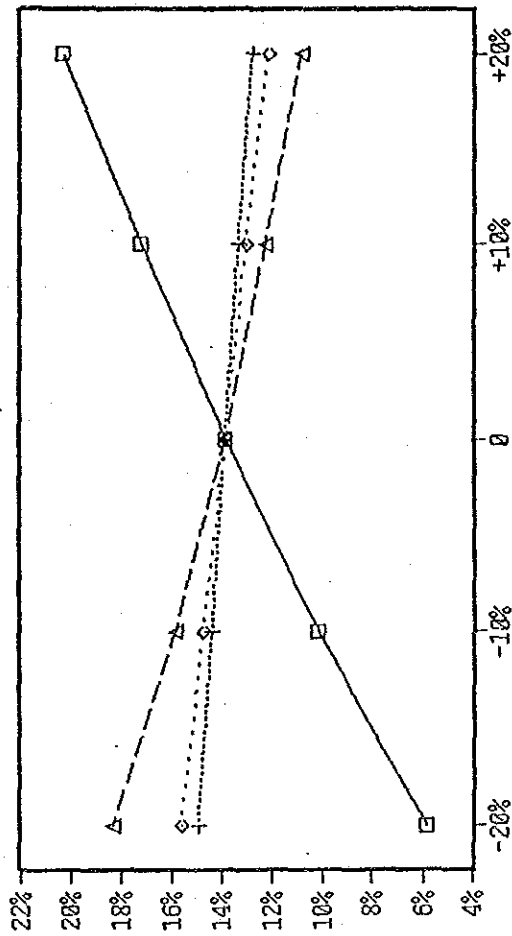
Case-1A

Table VII-2-2 INCREMENTAL FOREIGN CURRENCY BALANCE (CASE-1B)

[USD 1,000]

Case-1B	IMPORT				FOREIGN INVESTMENT				MATERIAL IMPORT				PARTS FOR TOTAL ACC.				ACC. NET IN-FLOW	
	SUBSTITUTION BY PRODUCTION INCREASE	FOREIGN LOAN	TOTAL IN-FLOW	ACC. IN-FLOW	REPAYMENT OF FOREIGN LOAN	INTEREST ON FOREIGN LOAN	PORTION OF FOREIGN INVESTMENT COST	ACC. IN-FLOW COST	CRAPT PULP	WASTE PAPER	CONSUMABLES	MAINTENANCE	OUT-FLOW	ACC. OUT-FLOW	NET IN-FLOW	NET IN-FLOW	IN-FLOW	
	(1)	(2)	(1)-(2)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)-(2)	(1)-(2)	(1)-(2)		
1993	0	799	799	799	0	0	0	0	0	0	0	0	825	825	-26	-26		
1994	0	46,396	46,396	47,195	0	0	40,331	40,331	0	0	0	0	40,331	41,156	6,089	6,089		
1995	-18,045	37,466	19,421	66,616	2,117	2,117	34,137	29,778	-8,913	1,110	-513	-277	29,778	70,934	-10,358	-4,319		
1996	16,160	0	16,160	82,776	8,466	8,254	0	28,394	5,594	5,156	450	474	28,394	99,328	-12,234	-16,552		
1997	19,377	0	19,377	102,153	8,466	7,403	0	27,527	5,594	5,156	450	453	27,527	126,855	-8,150	-24,702		
1998	19,377	0	19,377	121,531	8,466	6,561	0	26,657	5,594	5,156	450	431	26,657	153,513	-7,280	-31,982		
1999	19,377	0	19,377	140,908	8,466	5,715	0	25,789	5,594	5,156	450	408	25,789	179,302	-6,412	-38,394		
2000	19,377	0	19,377	160,285	8,466	4,868	0	24,918	5,594	5,156	450	384	24,918	204,220	-5,541	-43,935		
2001	19,377	0	19,377	179,662	8,466	4,021	0	24,047	5,594	5,156	450	360	24,047	228,268	-4,670	-48,505		
2002	19,377	0	19,377	199,040	8,466	3,175	0	23,176	5,594	5,156	450	336	23,176	251,444	-3,799	-52,404		
2003	19,377	0	19,377	218,417	8,466	2,328	0	22,304	5,594	5,156	450	310	22,304	273,748	-2,927	-55,331		
2004	19,377	0	19,377	237,794	8,466	1,482	0	21,431	5,594	5,156	450	283	21,431	295,179	-2,054	-57,385		
2005	19,377	0	19,377	257,171	6,350	635	0	18,441	5,594	5,156	450	256	18,441	313,620	937	-56,448		
2006	19,377	0	19,377	276,549	0	0	0	11,428	5,594	5,156	450	228	11,428	325,048	7,949	-48,499		
2007	19,377	0	19,377	295,926	0	0	0	11,398	5,594	5,156	450	199	11,398	336,447	7,978	-40,521		
2008	19,377	0	19,377	315,303	0	0	0	11,369	5,594	5,156	450	169	11,369	347,816	8,008	-32,513		
2009	19,377	0	19,377	334,681	0	0	0	11,339	5,594	5,156	450	139	11,339	359,155	8,038	-24,475		
2010	19,377	0	19,377	354,058	0	0	0	11,307	5,594	5,156	450	108	11,307	370,463	8,070	-16,405		
Total	269,397	84,661	354,058		84,661	46,564	75,293	75,000	75,000	78,450	6,232	4,263	370,463		-16,405			

Fig. VII-2-1 EIRR SENSITIVITY ANALYSIS
(CASE-1 100,000T/Y)



□ Sales Price + Kraft Pulp ◇ Waste Paper △ Investment Cost

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