

BIDDING ANNOUNCEMENT
BY THE ANKARA METROPOLITAN MUNICIPALITY - MAYOR'S OFFICE
ON PRIVATIZATION OF BAŞKENT NATURAL GAS DISTRIBUTION INC.

Trade Name of the Incorporation Which Its Shares Under Block Sale	Authorized Capital of the Incorporation (in YTL)	Ratio of the Share Under Sale (%)	Amount of the Bid Bond (in USD)	The Date Of Bidding
BAŞKENT NATURAL GAS DISTRIBUTION INC.	700.000.000,00 (Seven-hundred million) New Turkish Liras	100.00	90.000.000,00 (Ninety-million) United States Dollars	February 26 th 2008 Tuesday 14:00 pm

1. This announcement is for the bidding on privatization of shares equaling to 100% of BASKENT NATURAL GAS DISTRIBUTION INC. acts in natural gas distribution sector in Ankara by the Ankara Metropolitan Municipality ("Administration") via block "sale" method in accordance with provisions of the Law no. 4046. (Provisions of paragraph (g) in article 4 of the Natural Gas Market Law No. 4646 are preserved.)

2. The bidding will be carried out via negotiated tendering method by means of receiving bids in closed envelope and discussions. In case the Commission considers as necessary, the Bidding may be concluded as open auction with participation of the bidders who their negotiations in progress.

3. The bidders should firstly sign a Reliance/Confidentiality Agreement then purchase Publicity Documentation prepared about the incorporation and Bidding Specifications in order to participate in this bidding.

4. Publicity Documentation prepared about the incorporation subject to the bidding and Bidding Specifications : The bidders that will participate in the bidding can obtain the Publicity Documentation and Bidding Specifications which will be released as of December 28th 2007 of BAŞKENT Natural Gas Distribution Inc from the aforesaid address of the Administration provided that they sign the Reliance/Confidentiality Contract which will be released as of December 28th 2007 prepared in the form determined by the Administration and deliver it to the Administration, submit a bank slip that clearly indicates name of the natural person and/or legal entity that will participate in the bidding and evidence that USD 1,000.-(thousand) is deposited to any of the following foreign currency accounts: Vakıflar Bankası, Finans Market Branch, account no.: 00158007287806504; Halk Bankası, Ulus Branch, account no.: 07000004; Ziraat Bankası, Etimesgut Branch, account no.: 48864066-5001; Oyak Bank, Kızılay Branch, account no.: 6873956; Vakıflar Bankası, Siteler Branch, account no.: 2030083; Ziraat Bankası, Ulus Branch, account no.: 36261170-5003 and this amount shall be not refunded anyway.

5. The bidders that sign the Reliance/Confidentiality Contract and purchase the Publicity Documentation and Bidding Specifications may visit the Information Room between January 7th 2008 and February 22nd 2008 in order to confirm the given information including the information in the Publicity Documentation and determine the existent situation if they desire so. The Bidder that want to enter to the Information Room should deposit USD 10.000,- (ten thousand) in cash to one of the following foreign exchange accounts: Vakıflar Bankası, Finans Market Branch, account no.: 00158007287806504; Halk Bankası, Ulus Şubesi, account no.: 07000004; Ziraat Bankası Etimesgut Branch, account no.: 48864066-5001; Oyak Bank, Kızılay Branch, account no.: 6873956; Vakıflar Bankası, Siteler Branch, account no.: 2030083; Ziraat Bankası, Ulus Branch, account no.: 36261170-5003 and they should submit the bank slip, which evidences the aforesaid payment, as well as full list of the people who will visit the Information Room to the ADMINISTRATION 3 (three) days before the date they will visit the Information Room. Deadline for application is February 19th 2008. This collected amount shall not be refunded anyway.

6. Natural persons or legal entities and Joint Venture Groups may participate in the Bidding. A bid bond of USD 90.000.000 (Ninety-million United States Dollars) will be asked from bidders in order to participate in the bidding. A short list consists of bids could be prepared in accordance with conclusion of assessment shall be made by the Bidding Commission .

7. The bidders shall submit their bids putting the required information, documents and written commitments explained separately in closed envelope (on which name/surname and address of BAŞKENT DOĞALGAZ DAĞITIM A.Ş. İÇİN TEKLİF – GİZLİ" ["BID FOR BAŞKENT NATURAL GAS DISTRIBUTION INC. – CONFIDENTIAL] phrase) then submit to the following address of the Administration until 11:00 am on February 26th 2008. Applications made via mail shall not be accepted. The bidding will be commenced on the same day at 14:00 pm at Altınpark Anfa A Hall located in İrfan Baştuğ Caddesi No:142 and held until being concluded.

8. Bidding is not subject to the Public Procurement Law No. 2886 and the Administration is free to conduct the bidding or not, award the bidding to any party it choses and extend the deadline. Sale of the shares to the parties resident in abroad is subject to the valid foreign capital legislation. This legislation may be obtained from the Undersecretariat of Treasury, General Directorate of Foreign Capital. Other issues on the bidding are specified in the Bidding Specifications.

ANKARA METROPOLITAN MUNICIPALITY
MAYOR'S OFFICE

DEPARTMENT OF FINANCIAL SERVICES
ANAFARTALAR CADDESİ NO:10 KAT:2 ULUS ANKARA
PHONE : +90 312 310 32 40

13981/2/1-1