

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish
TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Balance Sheet as at 30 June 2015
(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

ASSETS	Notes	Reviewed	Audited
		30 June 2015	31 December 2014
Current Assets			
Cash and Cash Equivalents	6	2.653.387.870	1.473.508.453
Financial Investments	7	618.050.889	200.932.718
Trade Receivables			
-Trade Receivables From Related Parties	10	1.258.461	628.622
-Trade Receivables From Non-Related Parties		1.491.306.299	1.056.706.451
Other Receivables			
-Other Receivables from Related Parties	10	7.505.738	7.505.738
-Other Receivables from Non-Related Parties	11	3.237.913.106	2.772.633.154
Derivative Financial Instruments	29	450.204.312	353.543.745
Inventories		704.372.676	452.228.491
Prepaid Expenses		265.380.580	138.866.880
Current Income Tax Assets	27	15.954.333	18.570.204
Other Current Assets		117.045.896	89.723.728
TOTAL CURRENT ASSETS		9.562.380.160	6.564.848.184
Non-Current Assets			
Financial Investments		3.087.075	2.664.861
Other Receivables			
-Other Receivables from Non-Related Parties	11	2.333.424.107	2.454.780.090
Equity Accounted Investees	4	509.803.145	525.582.579
Investment Property		95.640.575	82.560.000
Property and Equipment	12	28.538.925.964	21.335.501.851
Intangible Assets			
- Other Intangible Assets	13	180.973.673	165.458.929
- Goodwill		33.362.951	28.799.966
Prepaid Expenses		940.688.241	715.410.602
TOTAL NON-CURRENT ASSETS		32.635.905.731	25.310.758.878
TOTAL ASSETS		42.198.285.891	31.875.607.062

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish
TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Profit or Loss and Other Comprehensive Income
For Six Months Period Ended 30 June
(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

	Notes	Reviewed	Audited
		30 June 2015	31 December 2014
LIABILITIES			
Current Liabilities			
Short-Term Portion of Long-Term Borrowings	8-14	1.875.600.599	1.421.172.095
Other Financial Liabilities	9	16.584.366	44.261.101
Trade Payables			
-Trade Payables to Related Parties	10	339.064.406	343.039.672
-Trade Payables to Non-Related Parties		1.495.195.238	1.195.561.375
Payables Related to Employee Benefits		300.971.559	296.516.690
Other Payables			
-Other Payables to Non-Related Parties		180.350.476	165.560.060
Derivative Financial Instruments	29	778.111.697	990.806.416
Deferred Income		60.299.848	22.095.569
Passenger Flight Liabilities	19	5.092.753.666	3.242.625.728
Current Tax Provision	27	-	1.860.231
Short-term Provisions			
-Provisions for Employee Benefits	15	158.164.361	133.462.891
-Other Provisions	15	44.266.541	36.593.232
Other Current Liabilities		654.360.329	611.789.688
TOTAL CURRENT LIABILITIES		10.995.723.086	8.505.344.748
Non- Current Liabilities			
Long-Term Borrowings	8-14	16.612.472.632	12.333.917.978
Trade Payables			
- Trade Payables to Non- Related Parties		1.060.984	3.472.514
Other Payables			
-Other Payables to Non-Related Parties		33.630.835	33.177.620
Deferred Income		59.165.846	32.930.871
Long-term Provisions			
-Provisions for Employee Benefits	17	320.870.877	294.422.303
Deferred Tax Liability	27	2.181.872.623	1.517.937.898
TOTAL NON- CURRENT LIABILITIES		19.209.073.797	14.215.859.184
Equity Attributable to Equity Holders of the Parent			
Share Capital	20	1.380.000.000	1.380.000.000
Inflation Adjustment on Share Capital	20	1.123.808.032	1.123.808.032
Items Those Will Never Be Reclassified to Profit or Loss			
-Actuarial Losses from Defined Pension Plans	20	(27.115.609)	(20.415.807)
Items Those Are or May Be Reclassified to Profit or Loss			
-Foreign currency translation differences	20	3.881.899.159	2.367.369.791
-Losses from Hedging	20	(132.455.911)	(428.551.847)
Restricted Profit Reserves	20	59.372.762	59.372.762
Retained Earnings	20	4.672.820.199	2.853.560.663
Net Profit for the Period	20	1.035.160.376	1.819.259.536
TOTAL EQUITY		11.993.489.008	9.154.403.130
TOTAL LIABILITIES AND EQUITY		42.198.285.891	31.875.607.062

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish
TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Profit or Loss and Other Comprehensive Income
For Six Months Period Ended 30 June
(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

		<u>Reviewed</u>	<u>Not Reviewed</u>	<u>Reviewed</u>	<u>Not Reviewed</u>
	<u>Notes</u>	<u>1 January - 30 June 2015</u>	<u>1 April - 30 June 2015</u>	<u>1 January - 30 June 2014</u>	<u>1 April - 30 June 2014</u>
PROFIT OR LOSS					
Sales Revenue	21	12.302.597.088	6.846.100.354	11.266.341.285	6.138.813.381
Cost of Sales (-)	22	(10.353.981.081)	(5.559.172.510)	(9.528.579.906)	(4.911.912.143)
GROSS PROFIT		1.948.616.007	1.286.927.844	1.737.761.379	1.226.901.238
General Administrative Expenses (-)	23	(344.963.662)	(166.128.306)	(293.052.266)	(148.754.532)
Marketing and Sales Expenses (-)	23	(1.463.246.871)	(804.298.982)	(1.232.410.470)	(639.985.098)
Other Operating Income	24	425.742.110	276.400.518	127.640.252	67.682.754
Other Operating Expenses (-)	24	(42.213.401)	(20.704.391)	(27.538.824)	(10.908.230)
OPERATING PROFIT		523.934.183	572.196.683	312.400.071	494.936.132
Income from Investment Activities	25	87.038.689	55.393.768	62.846.797	35.005.713
Expenses from Investment Activities (-)	25	(714.732)	(423.760)	(8.303.588)	(8.083.363)
Share of Investments' Profit / Loss Accounted By Using The Equity Method	4	34.331.847	67.124.819	41.083.724	59.432.234
PROFIT BEFORE FINANCIAL INCOME / (EXPENSE)		644.589.987	694.291.510	408.027.004	581.290.716
Financial Income	26	1.096.087.656	313.585.063	54.698.869	15.031.997
Financial Expenses (-)	26	(284.421.083)	(143.917.310)	(311.013.656)	(141.619.580)
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS		1.456.256.560	863.959.263	151.712.217	454.703.133
Tax (Expense) / Income of Continuing Operations		(421.096.184)	(202.073.826)	20.099.527	(56.551.206)
Current Tax Expense	27	-	491.132	(8.624.466)	(8.624.466)
Deferred Tax Expense	27	(421.096.184)	(202.564.958)	28.723.993	(47.926.740)
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		1.035.160.376	661.885.437	171.811.744	398.151.927
Earning Per Share (Kr)	28	0,75	0,48	0,12	0,29

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish
TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Profit or Loss and Other Comprehensive Income
For Six Months Period Ended 30 June
(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

	<u>Reviewed</u>	<u>Not Reviewed</u>	<u>Reviewed</u>	<u>Not Reviewed</u>
	<u>1 January - 30 June 2015</u>	<u>1 April - 30 June 2015</u>	<u>1 January - 30 June 2014</u>	<u>1 April - 30 June 2014</u>
<u>PROFIT OR LOSS</u>				
<u>OTHER COMPREHENSIVE INCOME</u>				
To Be Reclassified To Profit or Loss	1.810.625.304	411.149.542	21.390.227	(154.137.338)
Currency Translation Adjustment	1.514.529.368	339.327.798	(19.886.855)	(198.082.983)
Gains/ (Losses) of Cash Flow Hedge Reserves	358.659.211	99.629.294	47.350.790	49551276
Gains/(Losses) from Cash Flow Hedge Reserves of Investment Accounted by Using the Equity Method	11.460.709	(9.852.114)	4.245.563	5.380.781
Tax (Expense)/Income of Other Comprehensive Income	(74.023.984)	(17.955.436)	(10.319.271)	(10.986.412)
Not To Be Reclassified To Profit or Loss	(6.699.802)	(3.436.218)	(344.686)	2.209.434
Actuarial Gains/(Losses) from Defined Pension Plans of Investments Accounted by Using the Equity Method	(8.374.753)	(4.295.272)	(430.858)	2.761.793
Tax Expense/(Income) of Other Comprehensive Income	1.674.951	859.054	86.172	(552.359)
OTHER COMPREHENSIVE INCOME	1.803.925.502	407.713.324	21.045.541	(151.927.904)
TOTAL COMPREHENSIVE INCOME	2.839.085.878	1.069.598.761	192.857.285	246.224.023

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish
TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Changes in Equity
For the Six Months Period Ended 30 June 2015
(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

			Accumulated Items Those Will Never Be Reclassified To Profit or Loss	Accumulated Items Those Are or May Be Reclassified To Profit or Loss			Accumulated Profit		Total Equity
	Paid-in Share Capital	Inflation Adjustment on Share Capital	Actuarial Losses from Defined Pension Plans	Currency Translation Differences	Gains/ (Losses) of Hedging	Restricted Profit Reserves	Retained Earnings	Net Profit for The Period	
As of 1 January 2015	1.380.000.000	1.123.808.032	(20.415.807)	2.367.369.791	(428.551.847)	59.372.762	2.853.560.663	1.819.259.536	9.154.403.130
Transfers	-	-	-	-	-	-	1.819.259.536	(1.819.259.536)	-
Total Comprehensive Income	-	-	(6.699.802)	1.514.529.368	296.095.936	-	-	1.035.160.376	2.839.085.878
As of 30 June 2015	1.380.000.000	1.123.808.032	(27.115.609)	3.881.899.159	(132.455.911)	59.372.762	4.672.820.199	1.035.160.376	11.993.489.008

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish
TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Changes in Equity
For the Six Months Period Ended 30 June 2014
 (All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

			Accumulated Items That Will Never Be Reclassified To Profit or Loss	Accumulated Items That Are or May Be Reclassified To Profit or Loss		Accumulated Profit			Total Equity
	Paid-in Share Capital	Inflation Adjustment on Share Capital	Actuarial Losses from Defined Pension Plans	Currency Translation Differences	Gains/ (Losses) of Hedging	Restricted Profit Reserves	Retained Earnings	Net Profit for The Period	
As of 1 January 2014	1.380.000.000	1.123.808.032	(12.436.923)	1.659.392.608	(101.206.786)	59.372.762	2.170.853.236	682.707.427	6.962.490.356
Transfers	-	-	-	-	-	-	682.707.427	(682.707.427)	-
Total Comprehensive Income	-	-	(344.686)	(19.886.855)	41.277.082	-	-	171.811.744	192.857.285
As of 30 June 2014	1.380.000.000	1.123.808.032	(12.781.609)	1.639.505.753	(59.929.704)	59.372.762	2.853.560.663	171.811.744	7.155.347.641

Convenience Translation to English of Consolidated Financial Statements Originally Issued in Turkish
TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Cash Flows
For Six Months Period Ended 30 June
(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

	Notes	Reviewed 1 January - 30 June 2015	Reviewed 1 January - 30 June 2014
Net Profit		1.035.160.376	171.811.744
Adjustments to reconcile cash flow generated from operating activities:			
Adjustments for Depreciation and Amortization	12-13	1.092.396.937	775.582.103
Adjustments for Provision for Employee Benefits	17	33.883.432	27.354.943
Adjustments for Provisions, Net	15	32.019.016	45.050.805
Adjustments for Interest Income	25-26	(32.643.139)	(37.709.002)
(Profit) / Loss on Sales of Fixed Assets	25	(840.185)	8.173.162
Share of Investments' (Profit) / Loss Accounted by Using The Equity Method	4	(34.331.847)	(41.083.724)
Adjustments for Interest Expense	26	201.776.213	175.153.884
Change in Manufacturers' Credit		(6.055.691)	(4.760.453)
Unrealized Foreign Exchange Translation Differences		(146.991.529)	(20.583.366)
Tax (Income)/ Expense	27	421.096.184	(20.099.527)
Change in Fair Value of Derivative Instruments		28.179.248	(52.944.443)
Operating profit before working capital changes		2.623.649.015	1.025.946.126
Adjustments for Change in Trade Receivables		(255.181.609)	(340.049.985)
Adjustments for Change in Other Short and Long Term Receivables		(231.242.008)	279.504.823
Adjustments for Change in Inventories		(172.048.503)	(58.783.994)
Adjustments for Change in Other Current Assets		(9.811.164)	(35.274.589)
Adjustments for Change in Short and Long Term Prepaid Expenses		(206.314.047)	(149.629.162)
Adjustments for Change in Trade Payables		46.635.906	110.525.174
Adjustments for Change in Short and Long Term Payables Related to Operations		(56.018.270)	(42.531.211)
Adjustments for Change in Deferred Income and Short and Long Term Liabilities Related to Operations		1.297.716	(23.476.732)
Adjustments for Change in Passenger Flight Liabilities		1.273.842.432	1.423.083.936
Cash Flows Generated From Operating Activities		3.014.809.468	2.189.314.386
Payment of Retirement Pay Liabilities	17	(13.163.892)	(22.323.298)
Taxes Paid	27	2.615.871	(6.452.410)
Net Cash Generated From Operating Activities		3.004.261.447	2.160.538.678
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds From Sale of Property and Equipment and Intangible Assets		53.819.656	30.572.806
Interest Received		29.153.189	33.403.979
Purchase of Property and Equipment and Intangible Assets (*)	18-19	(936.478.683)	(573.648.396)
Prepayments For The Purchase of Aircrafts		254.045.465	(99.178.141)
Change in Financial Investments		(367.803.766)	(758.322.593)
Dividend Received		73.461.557	32.470.899
Net Cash Used In Investing Activities		(893.802.582)	(1.334.701.446)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of Financial Lease Liabilities		(724.231.527)	(558.122.861)
Interest Paid		(173.281.799)	(167.138.386)
Change in Other Financial Liabilities and Derivative Instruments		(33.066.122)	44.831.411
Net Cash Used In Financing Activities		(930.579.448)	(680.429.836)
NET INCREASE IN CASH AND CASH EQUIVALENTS		1.179.879.417	145.407.396
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		1.473.508.453	1.338.983.835
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		2.653.387.870	1.484.391.231

(*) TL 3.848.012.217 portion of property and equipment and intangible assets purchases in total of TL 4.784.490.900 for the period ended 30 June 2015 was financed through finance leases. (30 June 2014: 2.026.687.259 TL portion of property and equipment and intangible assets purchases in total of TL: 2.600.335.655 was financed through finance leases.)