

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 September 2015
(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

ASSETS	Notes	Not Reviewed	Audited
		30 September 2015	31 December 2014
Current Assets			
Cash and Cash Equivalents	6	3.519.566.958	1.473.508.453
Financial Investments	7	305.450	200.932.718
Trade Receivables			
-Trade Receivables From Related Parties	10	-	628.622
-Trade Receivables From Non-Related Parties		1.476.597.605	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	3.974.897.240	2.772.633.154
Derivative Financial Instruments	29	327.043.968	353.543.745
Inventories		804.821.192	452.228.491
Prepaid Expenses		234.474.321	138.866.880
Current Income Tax Assets	27	26.603.686	18.570.204
Other Current Assets		65.126.883	89.723.728
TOTAL CURRENT ASSETS		10.436.943.041	6.564.848.184
Non-Current Assets			
Financial Investments		3.497.336	2.664.861
Other Receivables			
-Other Receivables from Non-Related Parties	11	2.913.147.307	2.454.780.090
Equity Accounted Investees	4	735.398.196	525.582.579
Investment Property		108.350.876	82.560.000
Property and Equipment	12	34.243.751.110	21.335.501.851
Intangible Assets			
- Other Intangible Assets	13	192.415.580	165.458.929
- Goodwill		37.796.773	28.799.966
Prepaid Expenses		1.243.810.381	715.410.602
TOTAL NON-CURRENT ASSETS		39.478.167.559	25.310.758.878
TOTAL ASSETS		49.915.110.600	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 Balance Sheet as at 30 September 2015
(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

	Notes	Not Reviewed	Audited
		30 September 2015	31 December 2014
LIABILITIES			
Current Liabilities			
Short-Term Portion of Long-Term Borrowings	8-14	2.300.712.205	1.421.172.095
Other Financial Liabilities	9	91.666.179	44.261.101
Trade Payables			
-Trade Payables to Related Parties	10	403.051.787	343.039.672
-Trade Payables to Non-Related Parties		1.769.516.311	1.195.561.375
Payables Related to Employee Benefits		284.159.301	296.516.690
Other Payables			
-Other Payables to Non-Related Parties		244.493.673	165.560.060
Derivative Financial Instruments	29	1.466.310.021	990.806.416
Deferred Income		53.682.471	22.095.569
Passenger Flight Liabilities	19	4.032.122.567	3.242.625.728
Current Tax Provision	27	-	1.860.231
Short-term Provisions			
-Provisions for Employee Benefits	15	156.725.757	133.462.891
-Other Provisions	15	47.104.149	36.593.232
Other Current Liabilities		688.157.951	611.789.688
TOTAL CURRENT LIABILITIES		11.537.702.372	8.505.344.748
Non- Current Liabilities			
Long-Term Borrowings	8-14	20.549.219.502	12.333.917.978
Trade Payables			
- Trade Payables to Non- Related Parties		-	3.472.514
Other Payables			
-Other Payables to Non-Related Parties		37.361.079	33.177.620
Deferred Income		63.388.712	32.930.871
Long-term Provisions			
-Provisions for Employee Benefits	17	333.651.387	294.422.303
Deferred Tax Liability	27	2.750.972.324	1.517.937.898
TOTAL NON- CURRENT LIABILITIES		23.734.593.004	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	(31.289.093)	(20.415.807)
Items Those Are or May Be Reclassified to Profit or Loss			
-Foreign currency translation differences	20	5.559.959.898	2.367.369.791
-Losses from Hedging	20	(498.351.365)	(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	2.376.494.791	1.819.259.536
TOTAL EQUITY		14.642.815.224	9.154.403.130
TOTAL LIABILITIES AND EQUITY		49.915.110.600	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

For Nine Months Period Ended 30 September

(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

		Not Reviewed	Not Reviewed	Not Reviewed	Not Reviewed
	Notes	1 January - 30 September 2015	1 April - 30 September 2015	1 January - 30 September 2014	1 April - 30 September 2014
PROFIT OR LOSS					
Sales Revenue	21	21.593.418.790	9.290.821.702	18.437.113.286	7.170.772.001
Cost of Sales (-)	22	(16.736.301.323)	(6.375.212.076)	(14.813.565.820)	(5.290.761.611)
GROSS PROFIT		4.857.117.467	2.915.609.626	3.623.547.466	1.880.010.390
General Administrative Expenses (-)	23	(527.263.347)	(182.299.685)	(435.162.599)	(142.110.333)
Marketing and Sales Expenses (-)	23	(2.251.157.502)	(787.910.631)	(1.811.219.825)	(578.809.355)
Other Operating Income	24	521.490.996	96.216.476	153.873.816	39.070.819
Other Operating Expenses (-)	24	(76.800.296)	(35.054.485)	(48.897.255)	(38.513.181)
OPERATING PROFIT		2.523.387.318	2.006.561.301	1.482.141.603	1.159.648.340
Income from Investment Activities	25	146.973.573	59.934.884	116.965.579	54.118.782
Expenses from Investment Activities (-)	25	(1.737.819)	(1.023.087)	(34.452.334)	(26.148.746)
Share of Investments' Profit / Loss Accounted By Using The Equity Method	4	227.075.220	192.743.370	142.900.904	101.817.180
PROFIT BEFORE FINANCIAL INCOME / (EXPENSE)		2.895.698.292	2.258.216.468	1.707.555.752	1.289.435.556
Financial Income	26	1.047.231.811	24.850.508	507.713.086	601.735.621
Financial Expenses (-)	26	(722.899.608)	(519.293.041)	(301.791.205)	(129.405.761)
PROFIT BEFORE TAX FROM CONTINUING OPERATIONS		3.220.030.495	1.763.773.935	1.913.477.633	1.761.765.416
Tax (Expense) / Income of Continuing Operations		(843.535.704)	(422.439.520)	(368.208.761)	(388.308.288)
Current Tax Expense	27	(4.744.044)	(4.744.044)	(8.813.448)	(188.982)
Deferred Tax Expense	27	(838.791.660)	(417.695.476)	(359.395.313)	(388.119.306)
PROFIT FOR THE PERIOD FROM CONTINUING OPERATIONS		2.376.494.791	1.341.334.415	1.545.268.872	1.373.457.128
Earning Per Share (Kr)	28	1,72	0,97	1,12	1,00

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 Other Comprehensive Income

For Nine Months Period Ended 30 September

(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

	<u>Not Reviewed</u>	<u>Not Reviewed</u>	<u>Not Reviewed</u>	<u>Not Reviewed</u>
	1 January - 30 September 2015	1 April - 30 September 2015	1 January - 30 September 2014	1 April - 30 September 2014
<u>PROFIT OR LOSS</u>				
<u>OTHER COMPREHENSIVE INCOME</u>				
To Be Reclassified To Profit or Loss	3.122.790.589	1.312.165.285	712.189.677	693.205.486
Currency Translation Adjustment	3.192.590.107	1.678.060.739	550.545.798	572.838.689
Gains/ (Losses) of Cash Flow Hedge Reserves	(87.249.398)	(445.908.609)	205.490.195	158139405
Gains/(Losses) from Cash Flow Hedge Reserves of Investment Accounted by Using the Equity Method	-	(11.460.709)	(3.435.346)	(7.680.909)
Tax (Expense)/Income of Other Comprehensive Income	17.449.880	91.473.864	(40.410.970)	(30.091.699)
Not To Be Reclassified To Profit or Loss	(10.873.286)	(4.173.484)	1.224.406	(1.534.787)
Actuarial Gains/(Losses) from Defined Pension Plans of Investments Accounted by Using the Equity Method	(13.591.608)	(5.216.855)	1.530.508	(1.918.484)
Tax Expense/(Income) of Other Comprehensive Income	2.718.322	1.043.371	(306.102)	383.697
OTHER COMPREHENSIVE INCOME	3.111.917.303	1.307.991.801	713.414.083	691.670.699
TOTAL COMPREHENSIVE INCOME	5.488.412.094	2.649.326.216	2.258.682.955	2.065.127.827

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 Nine Months Period Ended 30 September 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 31 December 2014	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	-	-	(10.873.286)	3.192.590.107	(69.799.518)	-	-	2.376.494.791	5.488.412.094
As of 30 September 2015	1.380.000.000	1.123.808.032	(31.289.093)	5.559.959.898	(498.351.365)	59.372.762	4.672.820.199	2.376.494.791	14.642.815.224

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 Nine Months Period Ended 30 September 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 31 December 2013	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	-	-	1.224.406	550.545.798	161.643.879	-	-	1.545.268.872	2.258.682.955
As of 30 September 2014	1.380.000.000	1.123.808.032	(11.212.517)	2.209.938.406	60.437.093	59.372.762	2.853.560.663	1.545.268.872	9.221.173.311

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 Nine Months Period Ended 30 September
(All amounts are expressed in Turkish Lira (TL) unless otherwise stated.)

	Notes	<u>Not Reviewed</u> 1 January - 30 September 2015	<u>Not Reviewed</u> 1 January - 30 September 2014
Net Profit		2.376.494.791	1.545.268.872
Adjustments to reconcile cash flow generated from operating activities:			
Adjustments for Depreciation and Amortization	12-13	1.757.588.603	1.185.468.513
Adjustments for Provision for Employee Benefits	17	49.568.394	31.287.957
Adjustments for Provisions, Net	15	38.288.497	62.987.566
Adjustments for Interest Income	25-26	(65.440.652)	(56.822.735)
(Profit) / Loss on Sales of Fixed Assets	25	(6.113.564)	33.543.619
Adjustments for Components and Repairable Spare Parts	12	110.945.971	-
Share of Investments' (Profit) / Loss Accounted by Using The Equity Method	4	(227.075.220)	(142.900.904)
Adjustments for Interest Expense	26	320.272.622	242.884.808
Change in Manufacturers' Credit		380.853	(6.214.640)
Unrealized Foreign Exchange Translation Differences		(262.279.017)	(593.903.571)
Change in Provision for Doubtful Receivables		8.363.121	4.148.931
Tax (Income)/ Expense	27	843.535.704	368.208.761
Change in Fair Value of Derivative Instruments		346.845.931	6.405.569
Operating profit before working capital changes		5.291.376.034	2.680.362.746
Adjustments for Change in Trade Receivables		(86.008.939)	(233.355.333)
Adjustments for Change in Other Short and Long Term Receivables		(472.201.732)	170.968.194
Adjustments for Change in Inventories		(184.440.355)	(45.478.209)
Adjustments for Change in Other Current Assets		52.016.508	(57.550.393)
Adjustments for Change in Short and Long Term Prepaid Expenses		(311.710.276)	(214.446.980)
Adjustments for Change in Trade Payables		129.843.201	155.480.291
Adjustments for Change in Short and Long Term Payables			
Related to Operations		(73.273.473)	(10.965.883)
Adjustments for Change in Deferred Income and Short and Long Term			
Liabilities Related to Operations		(61.002.633)	(68.853.010)
Adjustments for Change in Passenger Flight Liabilities		(195.039.680)	482.868.234
Cash Flows Generated From Operating Activities		4.089.558.655	2.859.029.657
Payment of Retirement Pay Liabilities	17	(18.980.897)	(28.229.948)
Taxes Paid	27	(8.033.482)	(12.146.892)
Net Cash Generated From Operating Activities		4.062.544.276	2.818.652.817
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds From Sale of Property and Equipment and Intangible Assets		9.639.303	10.297.501
Interest Received		64.229.175	39.529.269
Purchase of Property and Equipment and Intangible Assets (*)	18-19	(1.381.159.268)	(783.747.242)
Prepayments For The Purchase of Aircrafts		451.001.083	78.096.914
Change in Financial Investments		214.078.995	(211.334.616)
Repayment of Share Capital Increase on Joint Venture		-	(75.119)
Dividend Received		73.461.557	32.470.899
Net Cash Used In Investing Activities		(568.749.155)	(834.762.394)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of Financial Lease Liabilities		(1.192.866.286)	(841.801.082)
Interest Paid		(284.177.401)	(243.499.275)
Change in Other Financial Liabilities and Derivative Instruments		29.307.071	6.499.421
Net Cash Used In Financing Activities		(1.447.736.616)	(1.078.800.936)
NET INCREASE IN CASH AND CASH EQUIVALENTS		2.046.058.505	905.089.487
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE		1.473.508.453	1.338.983.835
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD		3.519.566.958	2.244.073.322

(*) TL 5.916.694.832 portion of property and equipment and intangible assets purchases in total of TL 7.297.854.100 for the period ended 30 September 2015 was financed through finance leases. (30 September 2014: 3.045.157.395 TL portion of property and equipment and intangible assets purchases in total of TL 3.828.904.637 was financed through finance leases.)