

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Consolidated Balance Sheet as at 31 December 2022
(All amounts are expressed in Million Turkish Lira (TL) unless otherwise stated.)

	<u>Audited</u>	<u>Audited</u>
	<u>31 December 2022</u>	<u>31 December 2021</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	76.192	35.679
Financial Investments	11.705	69
Trade Receivables		
-Related Parties	586	315
-Third Parties	18.032	12.008
Other Receivables		
-Related Parties	236	76
-Third Parties	16.151	10.541
Derivative Financial Instruments	819	782
Inventories	6.196	3.481
Prepaid Expenses	3.293	1.526
Current Income Tax Assets	650	260
Other Current Assets	1.235	1.060
TOTAL CURRENT ASSETS	135.095	65.797
Non-Current Assets		
Financial Investments	3.079	1.171
Other Receivables		
-Third Parties	17.887	11.544
Investments Accounted by Using Equity Method	5.179	3.164
Investment Property	1.290	-
Property and Equipment	87.045	58.195
Right of Use Assets	309.943	201.381
Intangible Assets		
- Other Intangible Assets	1.432	1.088
- Goodwill	500	166
Prepaid Expenses	17.089	11.188
Deferred Tax Assets	32	14
TOTAL NON-CURRENT ASSETS	443.476	287.911
TOTAL ASSETS	578.571	353.708

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES

Consolidated Balance Sheet as at 31 December 2022

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

	Audited	Audited
	31 December 2022	31 December 2021
LIABILITIES		
Current Liabilities		
Short Term Borrowings		
-Third Parties		
-Bank Borrowings	19.821	11.792
Short-Term Portion of Long-Term Borrowings		
-Related Parties		
-Bank Borrowings	8.897	7.350
-Third Parties		
-Bank Borrowings	11.710	11.914
-Lease Liabilities	29.756	22.305
Other Financial Liabilities	-	103
Trade Payables		
-Related Parties	5.066	2.231
-Third Parties	17.416	9.665
Payables Related to Employee Benefits	3.425	1.407
Other Payables		
-Related Parties	251	68
-Third Parties	2.090	2.259
Derivative Financial Instruments	3.953	378
Deferred Income	44.840	16.877
Current Tax Provision	58	211
Short-Term Provisions		
-Provisions for Employee Benefits	728	234
-Other Provisions	109	105
Other Current Liabilities	5.920	3.544
TOTAL CURRENT LIABILITIES	154.040	90.443
Non- Current Liabilities		
Long-Term Borrowings		
-Related Parties		
-Bank Borrowings	11.307	15.152
-Third Parties		
-Bank Borrowings	9.579	16.000
-Lease Liabilities	171.913	114.495
Other Payables		
-Third Parties	441	730
Deferred Income	2.022	1.224
Long-Term Provisions		
-Provisions for Employee Benefits	5.123	1.506
-Other Provisions	1.135	619
Deferred Tax Liability	41.584	22.889
TOTAL NON-CURRENT LIABILITIES	243.104	172.615
Equity		
Share Capital	1.380	1.380
Inflation Adjustment on Share Capital	1.124	1.124
Items That Will Not Be Reclassified to		
Profit or Loss		
-Actuarial Losses on Retirement Pay Obligation	(4.273)	(950)
-Foreign Currency Translation Differences	106.996	67.785
Items That Are or May Be Reclassified to		
Profit or Loss		
-Fair Value Gains on Hedging Instruments		
Entered into for Cash Flow Hedges	9.653	2.022
-Losses on Remeasuring FVOCI	(260)	(91)
Restricted Profit Reserves	59	59
Previous Years Profit	19.311	11.097
Net Profit for the Period	47.432	8.214
Equity of the Parent	181.422	90.640
Non-Controlling Interests	5	10
TOTAL EQUITY	181.427	90.650
TOTAL LIABILITIES AND EQUITY	578.571	353.708

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Consolidated Statement of Profit or Loss and Other Comprehensive Income For the Year Ended
31 December 2022
(All amounts are expressed in Million Turkish Lira (TL) unless otherwise stated.)

	Audited	Audited
	1 January- 31 December 2022	1 January- 31 December 2021
PROFIT OR LOSS		
Revenue	311.169	97.378
Cost of Sales (-)	(235.528)	(75.233)
GROSS PROFIT	75.641	22.145
General Administrative Expenses (-)	(4.701)	(2.123)
Marketing Expenses (-)	(23.209)	(7.573)
Other Operating Income	2.407	1.386
Other Operating Expenses (-)	(1.327)	(288)
OPERATING PROFIT BEFORE INVESTMENT ACTIVITIES	48.811	13.547
Income from Investment Activities	5.509	1.823
Expenses from Investment Activities	(333)	(52)
Share of Investments' Profit/(Loss) Accounted by Using The Equity Method	2.180	743
OPERATING PROFIT	56.167	16.061
Financial Income	6.317	790
Financial Expenses (-)	(11.081)	(7.660)
PROFIT/(LOSS) BEFORE TAX	51.403	9.191
Tax (Expense)/Income	(3.971)	(977)
Current Tax Expense	(570)	(242)
Deferred Tax Income	(3.401)	(735)
NET PROFIT/(LOSS) FOR THE PERIOD	47.432	8.214
Attributable to:		
Non-controlling interest	3	1
Equity holders of the parent	47.429	8.214
<u>OTHER COMPREHENSIVE INCOME</u>		
Items That May Be Reclassified Subsequently To Profit or Loss	7.462	5.220
Losses on Remeasuring FVOCI	(212)	(129)
Related Tax of Remeasuring FVOCI	43	26
Fair Value Gains on Hedging Instruments Entered into for Cash Flow Hedges	9.607	6.539
Fair Value Gains Hedging Instruments of Investment Accounted by Using the Equity Method Entered into for Cash Flow Hedges	(69)	115
Related Tax of Other Comprehensive Expense	(1.907)	(1.331)
Items That Will Not Be Reclassified Subsequently To Profit or Loss	35.888	37.704
Currency Translation Adjustment	39.211	38.302
Actuarial Losses on Retirement Pay Obligation	(4.153)	(748)
Related Tax of Other Comprehensive Income	830	150
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	43.350	42.924
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	90.782	51.138
Basic Profit Per Share (Kr)	34,37	5,95
Diluted Profit Per Share (Kr)	34,37	5,95

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Consolidated Statement of Changes in Equity For the Year Ended 31 December 2022
(All amounts are expressed in Million Turkish Lira (TL) unless otherwise stated.)

	Share Capital	Inflation Adjustment on Share Capital	Items That Will Not Be Reclassified Subsequently To Profit or Loss		Items That May Be Reclassified Subsequently To Profit or Loss			Retained Earnings				Total Equity
			Actuarial Losses Retirement Pay Obligation	Foreign Currency Translation Differences	Fair Value Gains on Hedging Instruments Entered Into For Cash Flow Hedges	Losses on Remeasuring FVOCI	Restricted Profit Reserves	Previous Years Profit	Net Profit for The Period	Equity Holders of the Parent	Non-controlling Interests	
As of 1 January 2022	1.380	1.124	(950)	67.785	2.022	(91)	59	11.097	8.214	90.640	10	90.650
Transfers	-	-	-	-	-	-	-	8.214	(8.214)	-	-	-
Total comprehensive income	-	-	(3.323)	39.211	7.631	(169)	-	-	47.432	90.782	-	90.782
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-	-	(5)	(5)
As of 31 December 2022	1.380	1.124	(4.273)	106.996	9.653	(260)	59	19.311	47.432	181.422	5	181.427

	Share Capital	Inflation Adjustment on Share Capital	Items That Will Not Be Reclassified Subsequently To Profit or Loss		Items That May Be Reclassified Subsequently To Profit or Loss			Retained Earnings				Total Equity
			Actuarial Losses Retirement Pay Obligation	Foreign Currency Translation Differences	Fair Value Losses on Hedging Instruments Entered Into For Cash Flow Hedges	Gains/(Losses) on Remeasuring FVOCI	Restricted Profit Reserves	Previous Years Profit	Net (Loss)/Profit for The Period	Equity Holders of the Parent	Non-controlling Interests	
As of 1 January 2021	1.380	1.124	(352)	29.483	(3.301)	12	59	16.685	(5.588)	39.502	9	39.511
Transfers	-	-	-	-	-	-	-	(5.588)	5.588	-	-	-
Total comprehensive income	-	-	(598)	38.302	5.323	(103)	-	-	8.214	51.138	-	51.138
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-	-	1	1
As of 31 December 2021	1.380	1.124	(950)	67.785	2.022	(91)	59	11.097	8.214	90.640	10	90.650

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Consolidated Statement of Cash Flows For the Year Ended 31 December 2022
(All amounts are expressed in Million Turkish Lira (TL) unless otherwise stated.)

	Audited	Audited
	1 January- 31 December 2022	1 January- 31 December 2021
Net Profit for the period	47.432	8.214
Adjustments to Reconcile Profit/(Loss)		
Adjustments for Depreciation and Amortisation Expense	30.953	15.473
Adjustments for Impairment of Goodwill	399	-
Adjustments for Provisions Related with Employee Benefits	732	246
Adjustments for Provisions for Other Accruals	3	31
Adjustments for Reversal of Probable Risks	180	(87)
Adjustments for Interest Income	(3.643)	(664)
Adjustments for Interest Expense	5.779	3.027
Adjustments For Unrealised Foreign Exchange Gains	11.639	9.762
Adjustments for Fair Value Gains on Derivative Financial Instruments	4.107	(196)
Adjustments for Fair Value Gains	(222)	-
Adjustments for Undistributed Gains of Associates	(2.180)	(743)
Adjustments for Tax Expense	3.186	946
Adjustments for Losses/(Gains) Arised From Sale of Tangible Assets	39	(17)
Adjustments for Losses Arised from Sale of Other Non-Current Assets	993	469
Operating Profit Before Changes in Working Capital	99.397	36.461
Increase in Trade Receivables from Related Parties	(128)	(54)
Increase in Trade Receivables from Non Related Parties	(966)	(2.497)
Increase in Other Receivables from Related Parties	(116)	-
(Increase)/Decrease in Other Receivables from Third Parties	(3.068)	7.185
Adjustments for (Increase)/Decrease in Inventories	(1.050)	385
Adjustments for Increase in Prepaid Expenses	(2.254)	(128)
Increase in Trade Payables to Related Parties	1.706	230
Increase in Trade Payables to Non Related Parties	3.331	33
Adjustments for Increase in Payables Due to Employee Benefits	1.279	139
Increase in Other Operating Payables to Related Parties	137	45
(Decrease)/Increase in Other Operating Payables to Non-Related Parties	(948)	1.194
Increase in Deferred Income	19.064	5.898
Decrease in Other Assets Related with Operations	361	547
Cash Flows From Operations	116.745	49.438
Payments for Provisions Related with Employee Benefits	(123)	(56)
Income Taxes Received/(Paid)	390	(20)
Net Cash From Operating Activities	117.012	49.362
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Cash outflows due to share acquisition or capital increase in affiliates and/or joint ventures	(318)	-
Cash Receipts Proceed From Sales of Property, Plant, Equipment and Intangible Assets	1.368	727
Cash Payments From Purchasing of Property, Plant, Equipment, Equipment and Intangible Assets	(16.642)	(7.538)
Payments From Purchasing of Other Short and Long-term Assets	(11.547)	(5)
Other Cash Advances and Loans	(1.526)	1.869
Dividends Received	369	247
Interest Received	1.802	70
Net Cash Used In Investing Activities	(26.494)	(4.630)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES		
Proceeds From Loans	30.271	24.714
Repayments of Loans	(49.090)	(28.771)
Payments of Lease Liabilities	(27.553)	(15.917)
Interest Paid	(5.346)	(2.882)
Interest Received	1.841	594
Other Cash Outflows	(128)	(84)
Net Cash Used in Financing Activities	(50.005)	(22.346)
Net Change in Cash and Cash Equivalents	40.513	22.386
CASH AND CASH EQUIVALENTS		
AT THE BEGINNING OF THE PERIOD	35.679	13.293
CASH AND CASH EQUIVALENTS		
AT THE END OF THE PERIOD	76.192	35.679