

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Balance Sheet as at 31 March 2023
(All amounts are expressed in Million Turkish Lira (TL) unless otherwise stated.)

	<u>Not Reviewed</u>	<u>Audited</u>
	<u>31 March 2023</u>	<u>31 December 2022</u>
ASSETS		
Current Assets		
Cash and Cash Equivalents	50.176	76.192
Financial Investments	50.951	11.705
Trade Receivables		
-Related Parties	670	586
-Third Parties	16.667	18.032
Other Receivables		
-Related Parties	243	236
-Third Parties	17.965	16.151
Derivative Financial Instruments	590	819
Inventories	6.513	6.196
Prepaid Expenses	5.224	3.293
Current Income Tax Assets	901	650
Other Current Assets	1.613	1.235
TOTAL CURRENT ASSETS	<u>151.513</u>	<u>135.095</u>
Non-Current Assets		
Financial Investments	5.371	3.079
Other Receivables		
-Third Parties	18.675	17.887
Investments Accounted by Using Equity Method	4.538	5.179
Investment Property	1.322	1.290
Property and Equipment	99.659	87.045
Right of Use Assets	311.835	309.943
Intangible Assets		
- Other Intangible Assets	1.363	1.432
- Goodwill	512	500
Prepaid Expenses	19.418	17.089
Deferred Tax Assets	50	32
TOTAL NON-CURRENT ASSETS	<u>462.743</u>	<u>443.476</u>
TOTAL ASSETS	<u>614.256</u>	<u>578.571</u>

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	<u>Not Reviewed</u>	<u>Audited</u>
	<u>31 March 2023</u>	<u>31 December 2022</u>
LIABILITIES		
Current Liabilities		
Short Term Borrowings		
-Third Parties		
-Bank Borrowings	29.235	19.821
Short-Term Portion of Long-Term Borrowings		
-Related Parties		
-Bank Borrowings	9.419	8.897
-Third Parties		
-Bank Borrowings	8.228	11.710
-Lease Liabilities	31.100	29.756
Other Financial Liabilities	57	-
Trade Payables		
-Related Parties	4.738	5.066
-Third Parties	18.793	17.416
Payables Related to Employee Benefits	4.024	3.425
Other Payables		
-Related Parties	123	251
-Third Parties	2.842	2.090
Derivative Financial Instruments	725	3.953
Deferred Income	55.846	44.840
Current Tax Provision	126	58
Short-Term Provisions		
-Provisions for Employee Benefits	1.020	728
-Other Provisions	134	109
Other Current Liabilities	6.936	5.920
TOTAL CURRENT LIABILITIES	173.346	154.040
Non- Current Liabilities		
Long-Term Borrowings		
-Related Parties		
-Bank Borrowings	10.222	11.307
-Third Parties		
-Bank Borrowings	7.949	9.579
-Lease Liabilities	178.587	171.913
Other Payables		
-Third Parties	482	441
Deferred Income	2.010	2.022
Long-Term Provisions		
-Provisions for Employee Benefits	5.268	5.123
-Other Provisions	1.227	1.135
Deferred Tax Liability	43.858	41.584
TOTAL NON-CURRENT LIABILITIES	249.603	243.104
Equity		
Share Capital	1.380	1.380
Inflation Adjustment on Share Capital	1.124	1.124
Treasury Shares	(294)	-
Items That Will Not Be Reclassified to Profit or Loss		
-Actuarial Losses on Retirement Pay Obligation	(4.420)	(4.273)
-Foreign Currency Translation Differences	111.209	106.996
Items That Are or May Be Reclassified to Profit or Loss		
-Fair Value Gains on Hedging Instruments Entered into for Cash Flow Hedges	11.221	9.653
-Losses on Remeasuring FVOCI	(183)	(260)
Restricted Profit Reserves	353	59
Previous Years Profit	66.449	19.311
Net Profit for the Period	4.415	47.432
Equity of the Parent	191.254	181.422
Non-Controlling Interests	53	5
TOTAL EQUITY	191.307	181.427
TOTAL LIABILITIES AND EQUITY	614.256	578.571

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Profit or Loss and Other Comprehensive Income
For the Three Month Period Ended 31 March 2023
(All amounts are expressed in Million Turkish Lira (TL) unless otherwise stated.)

	Not Reviewed	Not Reviewed
	1 January-	1 January-
	31 March 2023	31 March 2022
PROFIT OR LOSS		
Revenue	82.057	42.614
Cost of Sales (-)	(69.839)	(35.426)
GROSS PROFIT	12.218	7.188
General Administrative Expenses (-)	(1.844)	(964)
Marketing Expenses (-)	(7.844)	(4.185)
Other Operating Income	1.997	486
Other Operating Expenses (-)	(2.376)	(231)
OPERATING PROFIT BEFORE INVESTMENT ACTIVITIES	2.151	2.294
Income from Investment Activities	2.855	639
Expenses from Investment Activities	(221)	(334)
Share of Investments' Profit/(Loss) Accounted by Using The Equity Method	(232)	(66)
OPERATING PROFIT	4.553	2.533
Financial Income	5.695	999
Financial Expenses (-)	(5.030)	(1.878)
PROFIT/(LOSS) BEFORE TAX	5.218	1.654
Tax (Expense)/Income	(803)	566
Current Tax Expense	(78)	(118)
Deferred Tax Income	(725)	684
NET PROFIT/(LOSS) FOR THE PERIOD	4.415	2.220
Attributable to:		
Non-controlling interest	(3)	-
Equity holders of the parent	4.418	2.220
<u>OTHER COMPREHENSIVE INCOME</u>		
Items That May Be Reclassified Subsequently To Profit or Loss	1.645	3.727
Losses on Remeasuring FVOCI	96	(35)
Related Tax of Remeasuring FVOCI	(19)	6
Fair Value Gains on Hedging Instruments Entered into for Cash Flow Hedges	2.169	4.491
Fair Value Gains Hedging Instruments of Investment Accounted by Using the Equity Method Entered into for Cash Flow Hedges	(209)	261
Related Tax of Other Comprehensive Expense	(392)	(996)
Items That Will Not Be Reclassified Subsequently To Profit or Loss	4.066	8.616
Currency Translation Adjustment	4.213	8.746
Actuarial Losses on Retirement Pay Obligation	(190)	(163)
Related Tax of Other Comprehensive Income	43	33
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	5.711	12.343
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	10.126	14.563
Basic Profit Per Share (Kr)	3,20	1,61
Diluted Profit Per Share (Kr)	3,20	1,61

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Changes in Equity
For the Three Month Period Ended 31 March 2023
(All amounts are expressed in Million Turkish Lira (TL) unless otherwise stated.)

	Share Capital	Treasury Shares	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 2023	1.380	-	1.124	(4.273)	106.996	9.653	(260)	59	19.311	47.432	181.422	5	181.427
Transfers	-	-	-	-	-	-	-	294	47.138	(47.432)	-	-	-
Total comprehensive income	-	-	-	(147)	4.213	1.568	77	-	-	4.415	10.126	-	10.126
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	48	48
Increase / (decrease) through treasury share transactions	-	(294)	-	-	-	-	-	-	-	-	(294)	-	(294)
As of 31 March 2023	1.380	(294)	1.124	(4.420)	111.209	11.221	(183)	353	66.449	4.415	191.254	53	191.307

	Share Capital	Treasury Shares	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 2022	1.380	1.124	-	(950)	67.785	2.022	(91)	238	10.918	8.214	90.640	10	90.650
Transfers	-	-	-	-	-	-	-	-	8.214	(8.214)	-	-	-
Total comprehensive income	-	-	-	(130)	8.746	3.756	(29)	-	-	2.220	14.563	-	14.563
As of 31 March 2022	1.380	1.124	-	(1.080)	76.531	5.778	(120)	238	19.132	2.220	105.203	10	105.213

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES

Condensed Consolidated Interim Statement of Cash Flows

For the Three Month Period Ended 31 March 2023

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

	<u>Not Reviewed</u>	<u>Not Reviewed</u>
	<u>1 January- 31 March 2023</u>	<u>1 January- 31 March 2022</u>
Net Profit for the period	4.415	2.220
Adjustments to Reconcile Profit/(Loss)		
Adjustments for Depreciation and Amortisation Expense	9.378	6.208
Adjustments for Provisions Related with Employee Benefits	412	303
Adjustments for Provisions for Other Accruals	24	6
Adjustments for Reversal of Probable Risks	94	(9)
Adjustments for Interest Income	(2.919)	(470)
Adjustments for Interest Expense	2.304	1.050
Adjustments For Unrealised Foreign Exchange Gains	10.646	2.551
Adjustments for Fair Value Gains on Derivative Financial Instruments	(3.387)	511
Adjustments for Undistributed Gains of Associates	232	66
Adjustments for Tax Expense	793	(774)
Adjustments for Losses/(Gains) Arised From Sale of Tangible Assets	(210)	316
Adjustments for Losses Arised from Sale of Other Non-Current Assets	245	153
Operating Profit Before Changes in Working Capital	22.027	12.131
Increase in Trade Receivables from Related Parties	(69)	(74)
Increase in Trade Receivables from Non Related Parties	1.775	(874)
(Increase)/Decrease in Other Receivables from Third Parties	(1.542)	(291)
Adjustments for (Increase)/Decrease in Inventories	(164)	(345)
Adjustments for Increase in Prepaid Expenses	(3.705)	(1.242)
Increase in Trade Payables to Related Parties	(453)	(496)
Increase in Trade Payables to Non Related Parties	905	167
Adjustments for Increase in Payables Due to Employee Benefits	500	421
Increase in Other Operating Payables to Related Parties	(132)	15
(Decrease)/Increase in Other Operating Payables to Non-Related Parties	231	842
Increase in Deferred Income	10.470	9.401
Decrease in Other Assets Related with Operations	(323)	312
Cash Flows From Operations	29.520	19.967
Payments for Provisions Related with Employee Benefits	(82)	(20)
Income Taxes Received/(Paid)	251	(82)
Net Cash From Operating Activities	29.689	19.865
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Cash Receipts Proceed From Sales of Property, Plant, Equipment and Intangible Assets	342	74
Cash Payments From Purchasing of Property, Plant, Equipment, Equipment and Intangible Assets	(8.451)	(2.467)
Payments From Purchasing of Other Short and Long-term Assets	(40.526)	(8.478)
Other Cash Advances and Loans	(674)	386
Interest Received	1.425	101
Net Cash Used In Investing Activities	(47.884)	(10.384)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES		
Payments to Acquire Entity's Shares	(294)	-
Proceeds From Loans	18.217	6.723
Repayments of Loans	(17.422)	(8.195)
Payments of Lease Liabilities	(8.091)	(5.906)
Interest Paid	(1.781)	(864)
Interest Received	1.494	369
Other Cash Outflows	56	(38)
Net Cash Used in Financing Activities	(7.821)	(7.911)
Net Change in Cash and Cash Equivalents	(26.016)	1.570
CASH AND CASH EQUIVALENTS		
AT THE BEGINNING OF THE PERIOD	76.192	35.679
CASH AND CASH EQUIVALENTS		
AT THE END OF THE PERIOD	50.176	37.249