

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Balance Sheet as at 30 September 2023
(All amounts are expressed in Million Turkish Lira (TL) unless otherwise stated.)

	Not Reviewed	Audited
	30 September 2023	31 December 2022
ASSETS		
Current Assets		
Cash and Cash Equivalents	24.908	76.192
Financial Investments	152.939	11.705
Trade Receivables		
-Related Parties	1.563	586
-Third Parties	22.184	18.032
Other Receivables		
-Related Parties	526	236
-Third Parties	24.614	16.151
Derivative Financial Instruments	5.438	819
Inventories	9.832	6.196
Prepaid Expenses	8.550	3.293
Current Income Tax Assets	1.323	650
Other Current Assets	2.356	1.235
TOTAL CURRENT ASSETS	254.233	135.095
Non-Current Assets		
Financial Investments	10.069	3.079
Other Receivables		
-Third Parties	29.338	17.887
Investments Accounted by Using Equity Method	9.563	5.179
Investment Property	1.889	1.290
Property and Equipment	159.053	87.045
Right of Use Assets	449.261	309.943
Intangible Assets		
- Other Intangible Assets	2.270	1.432
- Goodwill	732	500
Prepaid Expenses	33.737	17.089
Deferred Tax Assets	195	32
TOTAL NON-CURRENT ASSETS	696.107	443.476
TOTAL ASSETS	950.340	578.571

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

	Not Reviewed	Audited
	30 September 2023	31 December 2022
LIABILITIES		
Current Liabilities		
Short Term Borrowings		
-Third Parties		
-Bank Borrowings	40.797	19.821
Short-Term Portion of Long-Term Borrowings		
-Related Parties		
-Bank Borrowings	12.325	8.897
-Third Parties		
-Bank Borrowings	7.010	11.710
-Lease Liabilities	44.415	29.756
Trade Payables		
-Related Parties	7.027	5.066
-Third Parties	29.271	17.416
Payables Related to Employee Benefits	6.399	3.425
Other Payables		
-Related Parties	42	251
-Third Parties	4.620	2.090
Derivative Financial Instruments	630	3.953
Deferred Income	76.841	44.840
Current Tax Provision	446	58
Short-Term Provisions		
-Provisions for Employee Benefits	1.503	728
-Other Provisions	155	109
Other Current Liabilities	12.024	5.920
TOTAL CURRENT LIABILITIES	243.505	154.040
Non- Current Liabilities		
Long-Term Borrowings		
-Related Parties		
-Bank Borrowings	8.349	11.307
-Third Parties		
-Bank Borrowings	7.802	9.579
-Lease Liabilities	253.477	171.913
Other Payables		
-Third Parties	3.447	441
Deferred Income	2.842	2.022
Long-Term Provisions		
-Provisions for Employee Benefits	6.321	5.123
-Other Provisions	2.099	1.135
Deferred Tax Liability	79.098	41.584
TOTAL NON-CURRENT LIABILITIES	363.435	243.104
Equity		
Share Capital	1.380	1.380
Inflation Adjustment on Share Capital	1.124	1.124
Treasury Shares	(635)	-
Items That Will Not Be Reclassified to Profit or Loss		
-Actuarial Losses on Retirement Pay Obligation	(6.540)	(4.273)
-Foreign Currency Translation Differences	175.579	96.441
Items That Are or May Be Reclassified to Profit or Loss		
-Foreign Currency Translation Differences	19.014	10.555
-Fair Value Gains on Hedging Instruments Entered into for Cash Flow Hedges	17.283	9.653
-Losses on Remeasuring FVOCI	(233)	(260)
Restricted Profit Reserves	694	59
Previous Years Profit	66.108	19.311
Net Profit for the Period	69.502	47.432
Equity of the Parent	343.276	181.422
Non-Controlling Interests	124	5
TOTAL EQUITY	343.400	181.427
TOTAL LIABILITIES AND EQUITY	950.340	578.571

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES

Condensed Consolidated Interim Statement of Profit or Loss and Other Comprehensive Income For the Nine-Month Period Ended 30 September 2023

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

	Not Reviewed 1 January- 30 September 2023	Not Reviewed 1 July- 30 September 2023	Not Reviewed 1 January- 30 September 2022	Not Reviewed 1 July- 30 September 2022
PROFIT OR LOSS				
Revenue	358.781	169.091	223.120	108.537
Cost of Sales (-)	(262.188)	(111.966)	(167.418)	(75.084)
GROSS PROFIT	96.593	57.125	55.702	33.453
General Administrative Expenses (-)	(7.193)	(2.769)	(3.531)	(1.536)
Marketing Expenses (-)	(29.266)	(12.052)	(15.932)	(6.225)
Other Operating Income	8.362	4.441	1.418	348
Other Operating Expenses (-)	(2.818)	(357)	(1.537)	(899)
OPERATING PROFIT BEFORE INVESTMENT ACTIVITIES	65.678	46.388	36.120	25.141
Income from Investment Activities	17.958	8.788	3.144	1.532
Expenses from Investment Activities	(1.460)	(1.175)	(331)	-
Share of Investments' Profit Accounted by Using The Equity Method	3.820	3.195	1.865	1.686
OPERATING PROFIT	85.996	57.196	40.798	28.359
Financial Income	10.631	4.803	6.610	4.477
Financial Expenses (-)	(10.729)	(399)	(4.774)	(1.905)
PROFIT BEFORE TAX	85.898	61.600	42.634	30.931
Tax (Expense)/Income	(16.396)	(10.271)	(4.141)	(3.813)
Current Tax Expense	(664)	(587)	(520)	(161)
Deferred Tax (Expense)/Income	(15.732)	(9.684)	(3.621)	(3.652)
NET PROFIT FOR THE PERIOD	69.502	51.329	38.493	27.118
Attributable to:				
Non-controlling interest	(1)	(2)	-	-
Equity holders of the parent	69.503	51.331	38.493	27.118

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES

Condensed Consolidated Interim Statement of Profit or Loss and Other Comprehensive Income For the Nine-Month Period Ended 30 September 2023

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

Notes	Not Reviewed 1 January- 30 September 2023	Not Reviewed 1 July- 30 September 2023	Not Reviewed 1 January- 30 September 2022	Not Reviewed 1 July- 30 September 2022
<u>OTHER COMPREHENSIVE INCOME</u>				
Items That May Be Reclassified Subsequently To				
Profit or Loss	16.116	7.600	20.585	7.526
Currency Translation Adjustment	8.459	993	5.102	2.570
Losses on Remeasuring FVOCI	34	130	(490)	(80)
Related Tax of Remeasuring FVOCI	(7)	(26)	98	16
Fair Value Gains on Hedging Instruments Entered into for Cash Flow Hedges	9.237	7.516	19.583	6.358
Fair Value Gains Hedging Instruments of Investment Accounted by Using the Equity Method Entered into for Cash Flow Hedges	329	641	271	(168)
Related Tax of Other Comprehensive Expense	(1.936)	(1.654)	(3.979)	(1.170)
Items That Will Not Be Reclassified Subsequently To				
Profit or Loss	76.871	15.633	31.811	11.928
Currency Translation Adjustment	79.138	15.995	32.394	12.091
Actuarial Losses on Retirement Pay Obligation	(2.843)	(462)	(729)	(204)
Related Tax of Other Comprehensive Income	576	100	146	41
OTHER COMPREHENSIVE INCOME FOR THE PERIOD	92.987	23.233	52.396	19.454
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	162.489	74.562	90.889	46.572
Basic Profit Per Share (Kır)	50,36	37,19	27,89	19,65
Diluted Profit Per Share (Kır)	50,36	37,19	27,89	19,65

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES

Condensed Consolidated Interim Statement of Changes in Equity For the Nine-Month Period Ended 30 September 2023

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

				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
	Share Capital	Inflation Adjustment on Share Capital	Treasury Shares	Actuarial Losses Retirement Pay Obligation	Foreign Currency Translation Differences	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)	96.441	10.555	9.653	(260)	59	19.311	47.432	181.422	5	181.427
Transfers	-	-	-	-	-	-	-	-	635	46.797	(47.432)	-	-	-
Total comprehensive income	-	-	-	(2.267)	79.138	8.459	7.630	27	-	-	69.502	162.489	-	162.489
Transactions with non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	119	119
Increase through treasury share transactions	-	-	(635)	-	-	-	-	-	-	-	-	(635)	-	(635)
As of 30 September 2023	1.380	1.124	(635)	(6.540)	175.579	19.014	17.283	(233)	694	66.108	69.502	343.276	124	343.400

				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
	Share Capital	Inflation Adjustment on Share Capital	Treasury Shares	Actuarial Losses Retirement Pay Obligation	Foreign Currency Translation Differences	Foreign Currency Translation Differences	Fair Value Gains on Hedging Instruments Entered Into For Cash Flow Hedges	Gains/(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)	60.431	7.354	2.022	(91)	238	10.918	8.214	90.640	10	90.650
Transfers	-	-	-	-	-	-	-	-	176	8.038	(8.214)	-	-	-
Total comprehensive income	-	-	-	(583)	32.394	5.102	15.875	(392)	-	-	38.493	90.889	-	90.889
As of 30 September 2022	1.380	1.124	-	(1.533)	92.825	12.456	17.897	(483)	414	18.956	38.493	181.529	10	181.539

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES

Condensed Consolidated Interim Statement of Cash Flows

For the Nine-Month Period Ended 30 September 2023

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

	<u>Not Reviewed</u>	<u>Not Reviewed</u>
	<u>1 January- 30 September 2023</u>	<u>1 January- 30 September 2022</u>
Net Profit for the period	69.502	38.493
Adjustments to Reconcile Profit		
Adjustments for Depreciation and Amortisation Expense	33.191	21.818
Adjustments for Provisions Related with Employee Benefits	1.586	1.076
Adjustments for Provisions for Other Accruals	44	11
Adjustments for Reversal of Probable Risks	(26)	(42)
Adjustments for Interest Income	(14.869)	(2.489)
Adjustments for Interest Expense	9.082	3.828
Adjustments For Unrealised Foreign Exchange Gains	1.211	4.780
Adjustments for Fair Value Gains on Derivative Financial Instruments	(7.846)	(2.125)
Adjustments for Undistributed Gains of Associates	(3.820)	(1.865)
Adjustments for Tax Expense	16.120	3.558
Adjustments for (Gains)/Losses Arised From Sale of Tangible Assets	791	236
Adjustments for Losses Arised from Sale of Other Non-Current Assets	1.218	492
Operating Profit Before Changes in Working Capital	106.184	67.771
Increase in Trade Receivables from Related Parties	(571)	(53)
Decrease/(Increase) in Trade Receivables from Non Related Parties	3.413	(3.549)
Increase in Other Receivables from Related Parties	(155)	(301)
Increase in Other Receivables from Third Parties	(3.333)	(663)
Adjustments for Increase in Inventories	(615)	(640)
Adjustments for Increase in Prepaid Expenses	(10.072)	(3.449)
(Decrease)/Increase in Trade Payables to Related Parties	(326)	1.358
Increase in Trade Payables to Non Related Parties	3.010	4.080
Adjustments for Increase in Payables Due to Employee Benefits	1.111	1.407
Decrease in Other Operating Payables to Related Parties	(263)	(77)
Increase in Other Operating Payables to Non-Related Parties	2.544	3.834
Increase in Deferred Income	12.068	17.805
(Increase)/Decrease in Other Assets Related with Operations	(71)	449
Cash Flows From Operations	112.924	87.972
Payments for Provisions Related with Employee Benefits	(244)	(56)
Income Taxes Received	673	331
Net Cash From Operating Activities	113.353	88.247
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Cash Receipts Proceed From Sales of Property, Plant, Equipment and Intangible Assets	1.137	493
Cash Payments From Purchasing of Property, Plant, Equipment, Equipment and Intangible Assets	(16.410)	(9.458)
Payments From Purchasing of Other Short and Long-term Assets	(114.409)	(14.694)
Other Cash Advances and Loans	(2.935)	(1.528)
Dividends Received	831	99
Interest Received	12.110	1.291
Net Cash Used In Investing Activities	(119.676)	(23.797)
CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES		
Payments to Acquire Entity's Shares	(635)	-
Proceeds From Loans	40.332	16.325
Repayments of Loans	(51.919)	(27.907)
Payments of Lease Liabilities	(29.195)	(19.898)
Interest Paid	(6.303)	(3.028)
Interest Received	2.759	1.198
Other Cash Outflows	-	(62)
Net Cash Used in Financing Activities	(44.961)	(33.372)
Net Change in Cash and Cash Equivalents	(51.284)	31.078
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	76.192	35.679
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	24.908	66.757