

**PEGASUS HAVA TAŞIMACILIĞI A.Ş.**  
**Financial Report**  
**Consolidated**  
**2018 - 2. 3 Monthly Notification**

**General Information About Financial Statements**

Independent Audit Company	GÜNEY BAĞIMSIZ DENETİM VE SERBEST MUHASEBECİ MALİ MÜŞAVİRLİK A.Ş.
Audit Type	Limited
Audit Result	Positive

## Ara Dönem Özet Konsolide Finansal Tablolara İlişkin Sınırlı Denetim Raporu

Pegasus Hava Taşımacılığı Anonim Şirketi Yönetim Kurulu'na

### Giriş

Pegasus Hava Taşımacılığı Anonim Şirketi'nin ("Şirket") ile bağlı ortaklıklarının ("Grup") 30 Haziran 2018 tarihli ilişikteki ara dönem özet konsolide finansal durum tablosunun ve aynı tarihte sona eren altı aylık ara hesap dönemine ait özet konsolide kâr veya zarar ve diğer kapsamlı gelir tablosunun, konsolide özkaynaklar değişim tablosunun ve konsolide nakit akış tablosu ile açıklayıcı dipnotlarının sınırlı denetimini yürütmüş bulunuyoruz. Grup yönetimi, söz konusu ara dönem özet konsolide finansal tabloların Türkiye Muhasebe Standardı 34, Ara Dönem Finansal Raporlama Standardı'na ("TMS 34) uygun olarak hazırlanmasından ve sunumundan sorumludur. Sorumluluğumuz, yaptığımız sınırlı denetime dayanarak söz konusu ara dönem özet konsolide finansal tablolara ilişkin bir sonuç bildirmektir.

### Sınırlı Denetimin Kapsamı

Yaptığımız sınırlı denetim, Sınırlı Bağımsız Denetim Standardı ("SBDS") 2410 "Ara Dönem Finansal Bilgilerin, İşletmenin Yıllık Finansal Tablolarının Bağımsız Denetimini Yürüten Denetçi Tarafından Sınırlı Bağımsız Denetimi"ne uygun olarak yürütülmüştür. Ara dönem finansal bilgilere ilişkin sınırlı denetim, başta finans ve muhasebe konularından sorumlu kişiler olmak üzere ilgili kişilerin sorgulanması ve analitik prosedürler ile diğer sınırlı denetim prosedürlerinin uygulanmasından oluşur. Ara dönem finansal bilgilerin sınırlı denetiminin kapsamı; Bağımsız Denetim Standartlarına uygun olarak yapılan ve amacı finansal tablolar hakkında bir görüş bildirmek olan bağımsız denetimin kapsamına kıyasla önemli ölçüde dardır. Sonuç olarak ara dönem finansal bilgilerin sınırlı denetimi, denetim şirketinin, bir bağımsız denetimde belirlenebilecek tüm önemli hususlara vâkıf olabileceğine ilişkin bir güvence sağlamamaktadır. Bu sebeple, bir bağımsız denetim görüşü bildirmemekteyiz.

## Sonuç

Sınırlı denetimimize göre ilişikteki ara dönem özet konsolide finansal tabloların, tüm önemli yönleriyle, TMS 34'e uygun olarak hazırlanmadığı kanaatine varmamıza sebep olacak herhangi bir husus dikkatimizi çekmemiştir.

## Diğer husus

Grup'un Türkiye Muhasebe Standartlarına uygun olarak 31 Aralık 2017 tarihi itibarıyla düzenlenmiş konsolide finansal tablolarının denetimi ve 30 Haziran 2017 tarihi itibarıyla düzenlenmiş özet konsolide finansal tablolarının sınırlı denetimi bir başka denetim şirketi tarafından gerçekleştirilmiştir. Söz konusu denetim şirketi 5 Mart 2018 tarihli denetim raporunda ve 14 Ağustos 2017 tarihli sınırlı denetim raporunda olumlu görüş/sonuç beyan etmiştir.

Güney Bağımsız Denetim ve Serbest Muhasebeci Mali Müşavirlik Anonim Şirketi

A member firm of Ernst & Young Global Limited

Sinem Arı Öz, SMMM

Sorumlu Denetçi

13 Ağustos 2018

İstanbul, Türkiye

# Statement of Financial Position (Balance Sheet)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 30.06.2018	Previous Period 31.12.2017
<b>Statement of Financial Position (Balance Sheet)</b>			
<b>Assets [abstract]</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	26	2.081.409.310	1.988.110.247
Trade Receivables	6	638.869.572	187.401.375
Trade Receivables Due From Unrelated Parties		638.869.572	187.401.375
Other Receivables		169.769.462	109.210.842
Other Receivables Due From Related Parties	5	2.592.392	1.733.767
Other Receivables Due From Unrelated Parties		167.177.070	107.477.075
Derivative Financial Assets	21	85.967.713	31.979.841
Inventories		47.137.961	30.803.253
Prepayments	7	1.022.831.023	725.431.742
Current Tax Assets		8.022.127	9.418.493
Other current assets		6.116.075	14.476.253
<b>SUB-TOTAL</b>		<b>4.060.123.243</b>	<b>3.096.832.046</b>
<b>Total current assets</b>		<b>4.060.123.243</b>	<b>3.096.832.046</b>
<b>NON-CURRENT ASSETS</b>			
Other Receivables		24.687.599	19.154.041
Other Receivables Due From Unrelated Parties		24.687.599	19.154.041
Investments accounted for using equity method	3	33.586.465	29.144.259
Property, plant and equipment	8	6.562.728.266	4.662.521.058
Intangible assets and goodwill	9	27.274.764	24.488.486
Prepayments	7	278.499.423	255.931.627
<b>Total non-current assets</b>		<b>6.926.776.517</b>	<b>4.991.239.471</b>
<b>Total assets</b>		<b>10.986.899.760</b>	<b>8.088.071.517</b>
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Current Borrowings	22	506.237.699	541.267.652
Current Portion of Non-current Borrowings	22	518.062.514	355.987.254
Trade Payables	6	563.908.805	393.710.155
Trade Payables to Related Parties	5	981.156	764.389
Trade Payables to Unrelated Parties		562.927.649	392.945.766
Employee Benefit Obligations		35.572.355	47.977.139
Other Payables		41.806.769	44.161.520
Other Payables to Unrelated Parties		41.806.769	44.161.520
Deferred Income	7	1.133.666.224	415.447.882
Current provisions		69.720.342	63.993.481
Current provisions for employee benefits		32.793.878	48.679.796
Other current provisions		36.926.464	15.313.685
Other Current Liabilities		1.662.491	1.205.896
<b>SUB-TOTAL</b>		<b>2.870.637.199</b>	<b>1.863.750.979</b>
<b>Total current liabilities</b>		<b>2.870.637.199</b>	<b>1.863.750.979</b>
<b>NON-CURRENT LIABILITIES</b>			
Long Term Borrowings	22	4.063.850.916	2.711.225.518
Deferred Income		4.260.267	7.379.754
Non-current provisions		850.327.391	626.518.465
Non-current provisions for employee benefits		17.011.951	13.638.842
Other non-current provisions		833.315.440	612.879.623
Deferred Tax Liabilities		491.640.914	394.558.595
<b>Total non-current liabilities</b>		<b>5.410.079.488</b>	<b>3.739.682.332</b>
<b>Total liabilities</b>		<b>8.280.716.687</b>	<b>5.603.433.311</b>
<b>EQUITY</b>			
Equity attributable to owners of parent		2.733.986.884	2.505.869.714
Issued capital	14	102.272.000	102.272.000
Share Premium (Discount)		455.687.025	455.687.025
Effects of Business Combinations Under Common Control		29.504.957	29.504.957
Other Accumulated Comprehensive Income (Loss) that will not be Reclassified in Profit or Loss		1.409.482.446	1.075.745.751
Gains (Losses) on Revaluation and Remeasurement		-3.305.232	-3.305.232

Gains (Losses) on Remeasurements of Defined Benefit Plans		-3.305.232	-3.305.232
Exchange Differences on Translation		1.412.787.678	1.079.050.983
Other Accumulated Comprehensive Income (Loss) that will be Reclassified in Profit or Loss		-9.791.891	-20.165.944
Exchange Differences on Translation		-72.564.410	-43.927.223
Gains (Losses) on Hedge		62.772.519	23.761.279
Restricted Reserves Appropriated From Profits		5.016.306	5.016.306
Prior Years' Profits or Losses		839.053.617	355.561.802
Current Period Net Profit Or Loss		-97.237.576	502.247.817
Non-controlling interests		-27.803.811	-21.231.508
Total equity		2.706.183.073	2.484.638.206
Total Liabilities and Equity		10.986.899.760	8.088.071.517

# Statement of Profit or Loss and Other Comprehensive Income

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2018 - 30.06.2018	Previous Period 01.01.2017 - 30.06.2017	Current Period 3 Months 01.04.2018 - 30.06.2018	Previous Period 3 Months 01.04.2017 - 30.06.2017
<b>Statement of Profit or Loss and Other Comprehensive Income</b>					
<b>PROFIT (LOSS)</b>					
Revenue	15	2.892.399.732	2.109.264.522	1.697.654.435	1.223.442.026
Cost of sales	15	-2.750.896.305	-2.121.153.836	-1.513.889.893	-1.090.696.946
GROSS PROFIT (LOSS) FROM COMMERCIAL OPERATIONS		141.503.427	-11.889.314	183.764.542	132.745.080
GROSS PROFIT (LOSS)		141.503.427	-11.889.314	183.764.542	132.745.080
General Administrative Expenses	16	-109.504.175	-83.706.120	-51.823.155	-42.186.727
Marketing Expenses	16	-111.369.845	-84.975.684	-64.075.955	-49.365.926
Other Income from Operating Activities	17	121.493.066	16.104.211	106.160.040	-6.151.602
Other Expenses from Operating Activities	17	-22.633.410	-2.964.882	-22.367.222	-414.112
PROFIT (LOSS) FROM OPERATING ACTIVITIES		19.489.063	-167.431.789	151.658.250	34.626.713
Investment Activity Income	18	23.592.902	143.901.013	1.234.534	143.255.833
Share of Profit (Loss) from Investments Accounted for Using Equity Method	3	3.286.251	2.463.971	2.146.330	1.368.754
PROFIT (LOSS) BEFORE FINANCING INCOME (EXPENSE)		46.368.216	-21.066.805	155.039.114	179.251.300
Finance income	19	43.210.377	31.311.822	26.075.966	35.785.257
Finance costs	19	-169.718.816	-52.238.206	-125.146.005	-29.869.841
PROFIT (LOSS) FROM CONTINUING OPERATIONS, BEFORE TAX		-80.140.223	-41.993.189	55.969.075	185.166.716
Tax (Expense) Income, Continuing Operations		-19.594.588	-4.316.288	-40.976.068	-25.060.517
Deferred Tax (Expense) Income		-19.594.588	-4.316.288	-40.976.068	-25.060.517
PROFIT (LOSS) FROM CONTINUING OPERATIONS		-99.734.811	-46.309.477	14.993.007	160.106.199
PROFIT (LOSS)		-99.734.811	-46.309.477	14.993.007	160.106.199
<b>Profit (loss), attributable to [abstract]</b>					
Non-controlling Interests		-2.497.235	-3.738.595	-706.362	-563.599
Owners of Parent		-97.237.576	-42.570.882	15.699.369	160.669.798
<b>Earnings per share [abstract]</b>					
<b>Earnings per share [line items]</b>					
<b>Basic earnings per share</b>					
Basic Earnings (Loss) Per Share from Continuing Operations					
	20	-0,95077417	-0,41625158	0,15350603	1,57100475
<b>Diluted Earnings Per Share</b>					
<b>OTHER COMPREHENSIVE INCOME</b>					
Other Comprehensive Income that will not be Reclassified to Profit or Loss		329.661.627	140.981.505	158.446.911	53.440.416
Exchange Differences on Translation		329.661.627	140.981.505	158.446.911	53.440.416
Other Comprehensive Income That Will Be Reclassified to Profit or Loss		10.374.053	-17.307.082	13.492.318	-9.008.196
Exchange Differences on Translation		-28.637.187	0	-22.228.517	0
Other Comprehensive Income (Loss) Related with Cash Flow Hedges		50.775.990	-21.633.853	46.662.984	-11.260.245
Gains (Losses) on Cash Flow Hedges		50.775.990	-21.633.853	46.662.984	-11.260.245
Taxes Relating to Components of Other Comprehensive Income that will be Reclassified to Profit or Loss		-11.764.750	4.326.771	-10.942.149	2.252.049
Deferred Tax (Expense) Income		-11.764.750	4.326.771	-10.942.149	2.252.049
<b>OTHER COMPREHENSIVE INCOME (LOSS)</b>		<b>340.035.680</b>	<b>123.674.423</b>	<b>171.939.229</b>	<b>44.432.220</b>
<b>TOTAL COMPREHENSIVE INCOME (LOSS)</b>		<b>240.300.869</b>	<b>77.364.946</b>	<b>186.932.236</b>	<b>204.538.419</b>
<b>Total Comprehensive Income Attributable to</b>					
Non-controlling Interests		-6.572.303	-3.495.587	-3.915.467	-259.544
Owners of Parent		246.873.172	80.860.533	190.847.703	204.797.963

# Statement of cash flows (Indirect Method)

Presentation Currency	TL
Nature of Financial Statements	Consolidated

	Footnote Reference	Current Period 01.01.2018 - 30.06.2018	Previous Period 01.01.2017 - 30.06.2017
<b>Statement of cash flows (Indirect Method)</b>			
<b>CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES</b>		<b>308.745.701</b>	<b>330.671.699</b>
Profit (Loss)		-99.734.811	-46.309.477
Profit (Loss) from Continuing Operations		-99.734.811	-46.309.477
<b>Adjustments to Reconcile Profit (Loss)</b>		<b>381.771.904</b>	<b>192.857.106</b>
Adjustments for depreciation and amortisation expense	8-9	208.493.498	162.752.291
Adjustments for Impairment Loss (Reversal of Impairment Loss)		65.679	1.887.090
Adjustments for Impairment Loss (Reversal of Impairment Loss ) of Receivables		65.679	1.887.090
Adjustments for provisions		133.919.029	108.621.231
Adjustments for (Reversal of) Provisions Related with Employee Benefits		17.156.723	20.150.927
Adjustments for (Reversal of) Lawsuit and/or Penalty Provisions		2.666.170	2.124.786
Adjustments for (Reversal of) Restructuring Provisions	11-17	19.788.045	
Adjustments for (Reversal of) Provisions Arised From Sectoral Requirements		94.308.091	86.345.518
Adjustments for Interest (Income) Expenses	19	48.532.695	37.163.117
Adjustments for Undistributed Profits of Investments Accounted for Using Equity Method	3	-3.286.251	-2.463.971
Adjustments for Tax (Income) Expenses		19.594.588	4.316.288
Other adjustments for which cash effects are investing or financing cash flow		-25.547.334	-119.418.940
<b>Changes in Working Capital</b>		<b>57.470.202</b>	<b>187.263.084</b>
Adjustments for decrease (increase) in trade accounts receivable		-450.842.364	-408.852.093
Adjustments for Decrease (Increase) in Other Receivables Related with Operations		-327.458.363	123.406.834
Adjustments for decrease (increase) in inventories		-16.334.708	-3.107.131
Adjustments for increase (decrease) in trade accounts payable		170.198.650	20.612.920
Adjustments for increase (decrease) in other operating payables		681.906.987	455.202.554
<b>Cash Flows from (used in) Operations</b>		<b>339.507.295</b>	<b>333.810.713</b>
Payments Related with Provisions for Employee Benefits		-30.733.058	-3.106.673
Payments Related with Other Provisions		-28.536	-32.341
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES</b>		<b>-164.710.354</b>	<b>394.627.969</b>
Cash Outflows from Purchase of Additional Shares of Subsidiaries		0	-4.725.720
Proceeds from sales of property, plant, equipment and intangible assets		90.825.267	590.267.753
Purchase of Property, Plant, Equipment and Intangible Assets		-89.159.253	-47.670.433
Cash advances and loans made to other parties		-166.376.368	-143.243.631
<b>CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES</b>		<b>-392.422.128</b>	<b>-82.433.223</b>
Proceeds from borrowings		268.315.650	359.875.028
Repayments of borrowings		-405.913.250	0
Payments of Finance Lease Liabilities		-207.255.812	-404.563.492
Interest paid		-87.481.875	-47.247.748
Interest Received		39.913.159	9.502.989
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS BEFORE EFFECT OF EXCHANGE RATE CHANGES		-248.386.781	642.866.445
Effect of exchange rate changes on cash and cash equivalents		341.685.844	-134.902.939
Net increase (decrease) in cash and cash equivalents		93.299.063	507.963.506
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	26	<b>1.988.110.247</b>	<b>692.270.625</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	26	<b>2.081.409.310</b>	<b>1.200.234.131</b>

Footnote Reference	Equity											Non-controlling interests [member]
	Equity attributable to owners of parent [member]											
	Issued Capital	Share premiums or discounts	Effects of Combinations of Entities or Businesses Under Common Control	Other Accumulated Comprehensive Income That Will Not Be Reclassified in Profit Or Loss		Other Accumulated Comprehensive Income That Will Be Reclassified in Profit Or Loss			Restricted Reserves Appropriated From Profits [member]	Retained Earnings		
				Gains/Losses on Revaluation and Remeasurement [member]	Exchange Differences on Translation	Exchange Differences on Translation	Reserve Of Gains or Losses on Hedge	Gains (Losses) on Revaluation and Reclassification		Prior Years' Profits or Losses	Net Profit or Loss	
				Gains (Losses) on Remeasurements of Defined Benefit Plans			Cash Flow Hedges					

Previous Period  
01.01.2017 - 30.06.2017



Current Period 01.01.2018 - 30.06.2018																
	Decrease through Other Distributions to Owners															
	Increase (Decrease) through Treasury Share Transactions															
	Increase (Decrease) through Share-Based Payment Transactions															
	Acquisition or Disposal of a Subsidiary															
	Increase (decrease) through changes in ownership interests in subsidiaries that do not result in loss of control, equity															
	Transactions with noncontrolling shareholders															
	Increase through Other Contributions by Owners															
	Amount Removed from Reserve of Cash Flow Hedges and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied															
	Amount Removed from Reserve of Change in Value of Time Value of Options and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied															
	Amount Removed from Reserve of Change in Value of Forward Elements of Forward Contracts and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied															
	Amount Removed from Reserve of Change in Value of Foreign Currency Basis Spreads and Included in Initial Cost or Other Carrying Amount of Non-Financial Asset (Liability) or Firm Commitment for which Fair Value Hedge Accounting is Applied															
	Increase (decrease) through other changes, equity															
	Equity at end of period	102.272.000	455.687.025	29.504.957	-3.305.232	1.412.787.678	-72.564.410	62.772.519		5.016.306	839.053.617	-97.237.576	2.733.986.884	-27.803.811	2.706.183.073	