TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES

Condensed Consolidated Interim
Financial Statements As at and For
The Nine-Month Period
Ended 30 September 2026

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Financial Position as at 30 September 2026
(All amounts are expressed in Million US Dollars (USD) unless otherwise stated.)

		Not Reviewed	Audited
ASSETS	**Notes**	**30 September 2026**	**31 December 2025**
Non-Current Assets			
Financial Investments	6	3,816	2,683
Other Receivables			
-Related Parties	8	56	53
-Third Parties	9	2,083	1,975
Investments Accounted for Using Equity Method	3	876	763
Investment Property		150	43
Property and Equipment	11	9,372	8,463
Right of Use Assets	11	21,776	19,786
Intangible Assets			
- Other Intangible Assets	12	115	180
- Goodwill		-	27
Prepaid Expenses		2,451	2,031
Deferred Tax Assets	25	674	413
TOTAL NON-CURRENT ASSETS		**41,369**	**36,417**
Current Assets			
Cash and Cash Equivalents	5	1,743	2,008
Financial Investments	6	4,686	4,265
Trade Receivables			
-Related Parties	8	33	36
-Third Parties		1,502	1,033
Other Receivables			
-Third Parties	9	1,013	919
Derivative Financial Instruments	27	295	247
Inventories		1,134	968
Prepaid Expenses		694	421
Current Income Tax Assets	25	33	-
Other Current Assets		295	289
TOTAL CURRENT ASSETS		**11,428**	**10,186**
TOTAL ASSETS		**52,797**	**46,603**

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Financial Position as at 30 September 2026
(All amounts are expressed in Million US Dollars (USD) unless otherwise stated.)

		Not Reviewed	Audited
LIABILITIES AND EQUITY	**Notes**	**30 September 2026**	**31 December 2025**
Equity			
Share Capital	18	1,597	1,597
Share Premium	18	1	1
Treasury Shares	18	(54)	(47)
Items That Will Not Be Reclassified to Profit or Loss			
-Actuarial Losses on Retirement Pay Obligation	18	(293)	(287)
Items That May Be Reclassified to Profit or (Loss)			
-Foreign Currency Translation Differences	18	(144)	(164)
-Fair Value Gains / (Losses) on Hedging Instruments Entered into for Cash Flow Hedges	18	147	(138)
-Gains on Remeasuring FVOCI	18	3	71
Restricted Profit Reserves	18	91	84
Previous Years Profit		20,188	17,285
Net Profit for the Period		1,716	2,910
Equity of the Parent		**23,252**	**21,312**
Non-Controlling Interests		(1)	2
TOTAL EQUITY		**23,251**	**21,314**
Non-Current Liabilities			
Long-Term Borrowings	7	2,515	1,141
Long-Term Lease Liabilities	7 and 13	14,082	12,879
Other Payables			
-Third Parties		91	29
Deferred Revenue	10	61	76
Long-Term Provisions			
-Provisions for Employee Termination Benefits	16	306	282
-Other Provisions		256	195
Deferred Tax Liabilities	25	51	73
Other Non-Current Liabilities		385	315
TOTAL NON-CURRENT LIABILITIES		**17,747**	**14,990**
Current Liabilities			
Short-Term Borrowings	7	1,549	1,632
Short-Term Portion of Long-Term Borrowings	7	259	145
Short-Term Portion of Lease Liabilities	7 and 13	2,237	2,007
Trade Payables			
-Related Parties	8	447	309
-Third Parties		1,701	1,523
Payables Related to Employee Benefits		561	468
Other Payables			
-Related Parties	8	23	31
-Third Parties		328	242
Derivative Financial Instruments	27	87	148
Deferred Revenue	10	4,261	3,524
Current Income Tax Provision	25	-	10
Short-Term Provisions			
-Provisions for Employee Benefits	14	154	131
-Other Provisions	14	24	18
Other Current Liabilities		168	111
TOTAL CURRENT LIABILITIES		**11,799**	**10,299**
TOTAL LIABILITIES AND EQUITY		**52,797**	**46,603**

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

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 2026
(All amounts are expressed in Million US Dollars (USD) unless otherwise stated.)

		Not Reviewed	Not Reviewed	Not Reviewed	Not Reviewed
		1 January -	1 July -	1 January -	1 July -
PROFIT OR LOSS	**Notes**	**30 September 2026**	**30 September 2026**	**30 September 2025**	**30 September 2025**
Revenue	19	21,420	8,298	17,820	6,953
Cost of Sales (-)	20	(19,044)	(6,874)	(14,809)	(5,416)
GROSS PROFIT		**2,376**	**1,424**	**3,011**	**1,537**
General Administrative Expenses (-)	21	(475)	(174)	(403)	(140)
Selling and Marketing Expenses (-)	21	(1,495)	(506)	(1,355)	(471)
Other Operating Income	22	524	209	484	147
Other Operating Expenses (-)	22	(122)	(24)	(48)	(14)
OPERATING PROFIT BEFORE INVESTMENT ACTIVITIES		**808**	**929**	**1,689**	**1,059**
Income from Investment Activities	23	1,661	630	924	316
Expenses for Investment Activities (-)	23	(167)	(71)	(65)	(12)
Share of Investments' Profit Accounted for Using The Equity Method	3	91	143	100	128
OPERATING PROFIT		**2,393**	**1,631**	**2,648**	**1,491**
Financial Income	24	355	29	689	146
Financial Expenses (-)	24	(1,095)	(304)	(995)	(41)
Monetary Gain		23	10	6	3
PROFIT BEFORE TAX		**1,676**	**1,366**	**2,348**	**1,599**
Tax Income / (Expense)		**37**	**(76)**	**(323)**	**(221)**
Current Income Tax Expense (-)	25	(310)	(208)	(401)	(275)
Deferred Tax Income	25	347	132	78	54
NET PROFIT FOR THE PERIOD		**1,713**	**1,290**	**2,025**	**1,378**
Attributable to:					
Non-controlling interest		(3)	(1)	(3)	-
Equity of the Parent		1,716	1,291	2,028	1,378

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

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 2026
(All amounts are expressed in Million US Dollars (USD) unless otherwise stated.)

		Not Reviewed	Not Reviewed	Not Reviewed	Not Reviewed
		1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
OTHER COMPREHENSIVE INCOME					
Items That May Be Reclassified To Profit or Loss		**237**	**36**	**(717)**	**24**
Currency Translation Adjustment		20	19	35	9
(Losses) / Gains on Investments Remeasured FVOCI		(85)	(81)	12	11
Fair Value Gains / (Losses) on Hedging Instruments Entered into for Cash Flow Hedges		345	103	(960)	(4)
Fair Value Gains / (Losses) on Hedging Instruments of Investment Accounted by Using the Equity Method Entered into for Cash Flow Hedges		34	6	(22)	13
Tax (Expense) / Income of Other Comprehensive Income		(77)	(11)	218	(5)
Items That Will Not Be Reclassified To Profit or Loss		**(6)**	**6**	**(1)**	**3**
Actuarial (Loss) / Gains on Retirement Pay Obligation		(8)	7	(1)	4
Tax Income / (Expense) of Other Comprehensive Income		2	(1)	-	(1)
OTHER COMPREHENSIVE INCOME / (EXPENSE) FOR THE PERIOD		**231**	**42**	**(718)**	**27**
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		**1,944**	**1,332**	**1,307**	**1,405**
Attributable to:					
Non-controlling interest		(3)	(1)	(3)	-
Equity holders of the parent		1,947	1,333	1,310	1,405
Basic Earnings Per Share (Full US Cents)	**26**	**1.24**	**0.93**	**1.47**	**1.00**
Diluted Earnings Per Share (Full US Cents)	**26**	**1.24**	**0.93**	**1.47**	**1.00**

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Changes in Equity
For the Nine-Month Period Ended 30 September 2026
(All amounts are expressed in Million US Dollars (USD) unless otherwise stated.)

				Items That Will Not Be Reclassified Subsequently To	Items That May Be Reclassified Subsequently To Profit or Loss				Retained Earnings				
	Share Capital	Share Premium	Treasury Shares	Actuarial Losses Retirement Pay Obligation	Foreign Currency Translation Differences	Fair Value Gains on Hedging Instruments Entered Into For Cash Flow Hedges	Gains on Remeasuring FVOCI	Restricted Profit Reserves	Previous Years Profit	Net Profit for The Period	Equity Holders of the Parent	Non-controlling Interests	Total Equity
As of 1 January 2026	**1,597**	**1**	**(47)**	**(287)**	**(164)**	**(138)**	**71**	**84**	**17,285**	**2,910**	**21,312**	**2**	**21,314**
Transfers	-	-	-	-	-	-	-	7	2,903	(2,910)	-	-	-
Total comprehensive income	-	-	-	(6)	20	285	(68)	-	-	1,716	1,947	(3)	1,944
Increase through treasury share transactions	-	-	(7)	-	-	-	-	-	-	-	(7)	-	(7)
As of 30 September 2026	**1,597**	**1**	**(54)**	**(293)**	**(144)**	**147**	**3**	**91**	**20,188**	**1,716**	**23,252**	**(1)**	**23,251**

				Items That Will Not Be Reclassified Subsequently To	Items That May Be Reclassified Subsequently To Profit or Loss				Retained Earnings				
	Share Capital	Share Premium	Treasury Shares	Actuarial Losses Retirement Pay Obligation	Foreign Currency Translation Differences	Fair Value Gains on Hedging Instruments Entered Into For Cash Flow Hedges	Gains on Remeasuring FVOCI	Restricted Profit Reserves	Previous Years Profit	Net Profit for The Period	Equity Holders of the Parent	Non-controlling Interests	Total Equity
As of 1 January 2025	**1,597**	**-**	**(39)**	**(284)**	**(214)**	**620**	**18**	**75**	**14,112**	**3,425**	**19,310**	**4**	**19,314**
Transfers	-	-	-	-	-	-	-	6	3,419	(3,425)	-	-	-
Dividends paid	-	-	1	-	-	-	-	-	(243)	-	(242)	-	(242)
Total comprehensive income	-	-	-	(1)	35	(764)	12	-	-	2,028	1,310	(3)	1,307
Increase through treasury share transactions	-	-	(6)	-	-	-	-	-	-	-	(6)	-	(6)
As of 30 September 2025	**1,597**	**-**	**(44)**	**(285)**	**(179)**	**(144)**	**30**	**81**	**17,288**	**2,028**	**20,372**	**1**	**20,373**

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

TÜRK HAVA YOLLARI ANONİM ORTAKLIĞI AND ITS SUBSIDIARIES
Condensed Consolidated Interim Statement of Cash Flows
For the Nine-Month Period Ended 30 September 2026
(All amounts are expressed in Million US Dollars (USD) unless otherwise stated.)

	Notes	Not Reviewed 1 January - 30 September 2026	Not Reviewed 1 January - 30 September 2025
Net Profit for the Period		1,713	2,025
Adjustments to Reconcile Profit		**1,057**	**1,188**
Adjustments for Depreciation and Amortisation Expense	11 and 12	2,029	1,757
Adjustments for Provisions Related to Employee Benefits	14 and 16	70	81
Adjustments for Other Provisions		70	4
Adjustments for Doubtful Receivables		32	1
Adjustments for Interest Income	23 and 24	(1,415)	(1,001)
Adjustments for Interest Expense	24	552	398
Adjustments for Unrealised Foreign Exchange Losses/(Gains)		52	(136)
Adjustments for Fair Value Losses on Derivative Financial Instruments	24	28	65
Adjustments for Undistributed (Gains) of Associates	3	(91)	(100)
Adjustments for Tax (Income)/Expense	25	(37)	323
Adjustments for Gains Arised from Sale of Property, Plants and Equipments	23	(8)	(5)
Other Adjustments for Non-Cash Transactions	23	(225)	(199)
Changes in Working Capital		**331**	**120**
Decrease/(Increase) in Trade Receivables from Related Parties	8	3	(30)
Increase in Trade Receivables from Third Parties		(494)	(218)
(Increase)/Decrease in Other Receivables from Related Parties	8	(3)	4
Decrease in Other Receivables from Third Parties	9 and 23	325	233
Increase in Inventories		(166)	(227)
Increase in Prepaid Expenses		(693)	(302)
Increase/(Decrease) in Trade Payables to Related Parties	8	138	(9)
Increase in Trade Payables to Third Parties		178	252
Increase / (Decrease) in Payables Due to Employee Benefits		93	(65)
Decrease in Other Payables to Related Parties	8	(8)	-
Increase/(Decrease) in Other Payables to Third Parties		148	(108)
Increase in Deferred Revenue		816	574
(Increase)/Decrease in Other Assets		(6)	16
Cash Flows From Operations		**3,101**	**3,333**
Payments for Provisions Related with Employee Benefits	16	(16)	(9)
Income Taxes Paid	25	(282)	(124)
Net Cash From Operating Activities		**2,803**	**3,200**
CASH FLOWS FROM / (USED IN) INVESTING ACTIVITIES			
Proceeds From Sales of Property, Plant and Equipment and Intangible Assets	11,12 and 23	57	15
Payments For Purchasing of Property, Plant and Equipment and Intangible Assets		(1,850)	(1,361)
Payments For Purchasing and Sales of Other Financial Assets	6	(1,554)	(995)
Other Cash Advances and Loans		(356)	98
Dividends Received	3	12	21
Interest Received	23	1,172	711
Net Cash Flows Used In Investing Activities		**(2,519)**	**(1,511)**
CASH FLOWS FROM / (USED IN) FINANCING ACTIVITIES			
Payments to Acquire Entity's Own Shares		(7)	(5)
Proceeds From Loans	7	5,233	2,229
Repayments of Loans	7	(3,786)	(2,502)
Payments of Lease Liabilities	7	(1,731)	(1,591)
Dividend Paid to Shareholders		-	(223)
Interest Paid		(300)	(227)
Interest Received	5 and 24	229	378
Net Cash Used in Financing Activities		**(362)**	**(1,941)**
Net Change in Cash and Cash Equivalents Before Effect of Foreign Exchange Differences		**(78)**	**(252)**
Effects of Foreign Exchange on Cash and Cash Equivalents		**(201)**	**36**
Net Change in Cash and Cash Equivalents		**(279)**	**(216)**
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	**5**	**1,941**	**2,556**
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	**5**	**1,662**	**2,340**

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

1. GROUP ORGANIZATION AND ITS OPERATIONS

Türk Hava Yolları Anonim Ortaklığı (the "Company" or "THY") was incorporated in Türkiye in 1933. As of 30 September 2026 and as of 31 December 2025, the shareholders and their respective shareholdings in the Company are as follows:

	30 September 2026	31 December 2025
Türkiye Wealth Fund	49.12 %	49.12 %
Republic of Türkiye Ministry of Treasury and Finance Privatization Administration	-	-
Other (publicly held and treasury shares)	50.88 %	50.88 %
Total	100.00 %	100.00 %

The Company is controlled by Türkiye Wealth Fund.

The Company is registered in İstanbul, Türkiye and its registered head office address is as follows:

Türk Hava Yolları A.O. Genel Yönetim Binası, Yeşilköy Mahallesi, Havaalanı Caddesi No: 3/1
34149 Bakırköy İSTANBUL.

The Company's shares have been publicly traded on Borsa İstanbul ("BIST") since 1990. The Company and its subsidiaries will be referred to as "Group".

The number of employees working for the Group as of 30 September 2026 is 66,549 (31 December 2025: 66,649). The average number of employees working for the Group for the period ended 30 September 2026 and 2025 are 66,657 and 64,603 respectively.

1. GROUP ORGANIZATION AND ITS OPERATIONS (cont'd)

Subsidiaries and Joint Ventures

The table below sets out the consolidated subsidiaries of the Group as of 30 September 2026 and as of 31 December 2025:

Company Name	Principal Activity	Ownership Rate		Country of Registration
		30 September 2026	31 December 2025	
Türk Hava Yolları Teknik A.Ş. (Turkish Technic)	Aircraft Maintenance	100%	100%	Türkiye
THY Uçuş Eğitim ve Havalimanı İşletme A.Ş. (Turkish Airlines Flight Academy) (TAFA)	Airport Operations and Flight Training	100%	100%	Türkiye
THY Uluslararası Yatırım ve Taşımacılık A.Ş.	Cargo and Courier Transportation	100%	100%	Türkiye
THY Teknoloji ve Bilişim A.Ş. (Turkish Technology)	Informatics and Technology	100%	100%	Türkiye
THY Hava Kargo Taşımacılığı A.Ş. (Widect)	Cargo and Courier Transportation	100%	100%	Türkiye
THY Destek Hizmetleri A.Ş. (TSS)	Support Services	100%	100%	Türkiye
THY Özel Güvenlik ve Koruma Hizmetleri A.Ş.	Security Services	100%	100%	Türkiye
AJet Hava Taşımacılığı A.Ş. (AJet)	Passenger and Cargo Transportation	100%	100%	Türkiye
Türk Hava Yolları Elektronik Para ve Ödeme Hizmetleri A.Ş. (TKPAY)	Payment Systems	100%	100%	Türkiye
THY Ortak Sağlık ve Güvenlik Birimi Hizmetleri A.Ş.	Health Services	100%	100%	Türkiye
THY Gayrimenkul Yatırım Hizmetleri A.Ş. (Turkish Construction)	Management of Various Investment Projects	100%	100%	Türkiye
THY Spor A.Ş.	Sports Activities	100%	100%	Türkiye
TCI Kabin İçi Sistemleri San. ve Tic. A.Ş. (TCI Aircraft Interiors) (TCI)	Cabin Interior Production	80%	80%	Türkiye
TSI Seats Inc.	Cabin Interior Production	80%	80%	USA

1. GROUP ORGANIZATION AND ITS OPERATIONS (cont'd)

Subsidiaries and Joint Ventures (cont'd)

The table below sets out the joint ventures of the Group as of 30 September 2026 and as of 31 December 2025:

		Ownership Share and Voting Power		Country of
Company Name	**Principal Activity**	**30 September 2026**	**31 December 2025**	**Registration**
Güneş Ekspres Havacılık A.Ş. (SunExpress)	Passenger and Cargo Transportation	50%	50%	Türkiye
THY DO&CO İkram Hizmetleri A.Ş. (Turkish DO&CO)	Catering Services	50%	50%	Türkiye
TGS Yer Hizmetleri A.Ş. (Turkish Ground Services) (TGS)	Aviation Ground Handling Services	50%	50%	Türkiye
THY OPET Havacılık Yakıtları A.Ş. (THY Opet)	Aviation Fuel Services	50%	50%	Türkiye
Pratt & Whitney THY Teknik Uçak Motoru Bakım Mrkz. Ltd. Şti. (Turkish Engine Center) (TEC)	Engine Maintenance	49%	49%	Türkiye
Air Albania SHPK (Air Albania)	Passenger and Cargo Transportation	49%	49%	Albania
We World Express Ltd. (We World Express)	Cargo and Courier Transportation	45%	45%	Hong Kong
Goodrich THY Teknik Servis Merkezi Ltd. Şti. (Turkish Nacelle Center) (TNC) (Goodrich)	Reverse Thrust and Engine Nacelle	40%	40%	Türkiye
TFS Akaryakıt Hizmetleri A.Ş. (TFS Akaryakıt) (TFS)	Aviation Fuel Services	25%	25%	Türkiye

The Group owns 49%, 49%, 45%, 40% and 25% of equity shares of TEC, Air Albania, We World Express, Goodrich and TFS Akaryakıt respectively. However, based on the contractual arrangements between the Group and the other respective investors, decisions about the relevant activities of the arrangements require both the Group and the other shareholders according to the respective investor agreements. Thus, TEC, Air Albania, We World Express, Goodrich and TFS Akaryakıt are controlled jointly by the Group and other shareholders.

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation

Statement of Compliance

The condensed consolidated interim financial statements as at and for the nine-month period ended 30 September 2026 have been prepared in accordance with IAS 34 "Interim Financial Reporting". They do not include all of the information required for complete annual financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2025.

Board of Directors has approved the condensed consolidated interim financial statements as of 30 September 2026 on 3 November 2026. General Assembly and the related regulatory bodies have the authority to modify the statutory financial statements.

Basis of Preparation

The consolidated financial statements, except for some financial instruments that are stated at fair value, have been prepared on the historical cost basis. Historical cost is generally based on the fair value of the consideration paid in exchange for goods or services.

Functional and Reporting Currency

Functional currency

The consolidated financial statements of the Group are presented in USD, which is the functional currency of the Company. Details of the functional currencies of the subsidiaries of the Company are as follows;

Subsidiaries	Functional currencies
Turkish Technic	USD
TAFA	USD
THY Uluslararası Yatırım ve Taşımacılık A.Ş.	USD
Turkish Technology	TL
Widect	USD
TSS	TL
THY Özel Güvenlik ve Koruma Hizmetleri A.Ş.	TL
AJet	USD
TKPAY	TL
THY Ortak Sağlık ve Güvenlik Birimi Hizmetleri A.Ş.	TL
THY Gayrimenkul Yatırım Hizmetleri A.Ş.	TL
THY Spor A.Ş.	TL
TCI	USD
TSI Seats Inc.	USD

Although the currency of the country in which the Company is registered is Turkish Lira ("TL"), the Company's functional currency is determined as USD. USD is used to a significant extent in, and has a significant impact on the operations of the Company and reflects the economic substance of the underlying events and circumstances relevant to the Company. Therefore, the Company uses USD in measuring items in its financial statements and as the functional currency. All currencies other than those selected for measuring items in the consolidated financial statements are treated as foreign currencies. Accordingly, transactions and balances not already measured in USD have been remeasured in USD in accordance with the relevant provisions of IAS 21, "the Effects of Changes in Foreign Exchange Rates".

Except where otherwise indicated, all amounts disclosed in financial statements and notes are rounded the nearest million (USD 000,000).

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Functional and Reporting Currency (cont'd)

Functional currency (cont'd)

Financial reporting in hyperinflationary economies

As of 30 September 2026, an adjustment has been made in accordance with the requirements of IAS 29, Financial Reporting in Hyperinflationary Economies ("IAS29") regarding the changes in the general purchasing power of TL. In terms of IAS 29 it is required that financial statements prepared in the currency in circulation in the economy with hyperinflation should be expressed in the unit of measurement valid at the balance sheet date, and the amounts in comparative periods should be prepared in the same way. One of the requirements for the application of IAS 29 is a three-year cumulative inflation rate approaching or exceeding 100%. The correction was made using the correction factor obtained from the Consumer Price Index in Türkiye published by Turkish Statistical Institute ("TUIK"). The indices and adjustment factors used to prepare the consolidated financial statements are as follows:

Date	Index (*)	Adjustment Factor	Compound Inflation Rate
30 September 2026	137.23	1.00000	158%
31 December 2025	110.39	1.24317	211%
30 September 2025	105.78	1.29732	222%

(*) As of 2026, the base year for index series has been updated to 2025=100 by TUIK. Accordingly, index values previously reported using different reference years and scaling methodologies have been restated to align with the new base year. To ensure comparability, historical data have also been retrospectively adjusted on a consistent 2025=100 basis.

IAS 29 is applicable for the subsidiaries whose functional currencies are TL. These subsidiaries are Turkish Technology, TSS, THY Özel Güvenlik ve Koruma Hizmetleri A.Ş., TKPAY, THY Ortak Sağlık ve Güvenlik Birimi Hizmetleri A.Ş., THY Gayrimenkul Yatırım Hizmetleri A.Ş., and THY Spor A.Ş.

The main procedures for the above-mentioned restatement are as follows:

- Financial statements prepared in the currency of a hyperinflationary economy are stated in terms of the measuring unit current at the balance sheet date, and corresponding figures for previous periods are restated in the same terms.
- Monetary assets and liabilities that are carried at amounts current at the balance sheet date are not restated because they are already expressed in terms of the monetary unit current at the balance sheet date.
- Non-monetary assets and liabilities that are not carried at amounts current at the balance sheet date and components of equity are restated by applying the relevant monthly conversion factors.
- All items in the statement of profit or loss are restated by applying the relevant conversion factors.
- Financial statements from prior reporting periods have been adjusted based on the current purchasing power of money as of the balance sheet date.
- The impact of inflation on the Group's net monetary liability position has been reflected in the statement of profit or loss as a gain on the net monetary position.
- All items in the balance sheet, statement of profit or loss and other comprehensive income of the subsidiaries whose functional currencies are TL are translated into USD using the closing rate as of 30 September 2026. The combined effect of the restating in accordance with IAS 29 and translation in accordance with IAS 21 is presented as currency translation reserve in other comprehensive income.

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

2.1 Basis of Presentation (cont'd)

Basis of Consolidation

a. The consolidated financial statements include the accounts of the parent company, THY, its subsidiaries and its joint ventures on the basis set out in sections (b) below. Financial statements of the subsidiaries and joint ventures are adjusted where applicable in order to apply the same accounting policies. All transactions, balances, profit and loss within the Group are eliminated during consolidation.

b. The Group has nine joint ventures as disclosed in Note: 1. These joint ventures are economic activities whereby decisions about strategic finance and operating policy are jointly made by the consensus of the Group and other investors. The joint ventures are jointly controlled by the Group and other shareholders and are accounted for using the equity method. Under the equity method, joint ventures are initially recognized at cost and adjusted to recognize any distributions received, impairments in the joint ventures and the Group's share of the profit or loss after the date of acquisition. Joint ventures' losses that exceed the Group's share are not recognized, unless the Group has incurred legal or constructive obligations on behalf of the joint venture.

c. The non-controlling share in the assets and results of subsidiaries for the year are separately classified as "non-controlling interest" in the consolidated statements of financial position and consolidated statements of profit or loss.

2.2 Changes and Errors in Accounting Policies and Estimates

Changes in accounting estimates are applied prospectively: if a change relates only to a single period, it is applied in the current period in which the change is made; if it relates to future periods, it is applied both in the period of the change and in those future periods.

Material accounting errors that are identified are applied retrospectively, and the financial statements of prior periods are restated.

The significant estimates and assumptions used in the preparation of these consolidated financial statements as at and for the period ended 30 September 2026 are consistent with those used in the preparation of the Group's consolidated financial statements as at and for the year ended 31 December 2025.

2.3 Summary of Significant Accounting Policies

The accounting policies used in preparation of condensed consolidated interim financial statements as at 30 September 2026 are consistent with those used in the preparation of consolidated financial statements for the year ended 31 December 2025.

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

2.4 New and Revised Standards and Interpretations

a) Standards, amendments, and interpretations applicable as of 30 September 2026:

Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments; effective from annual reporting periods beginning on or after 1 January 2026 (earlier application permitted). These amendments:

- clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
- clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
- add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and
- make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).

Annual improvements to IFRS – Volume 11; effective from annual periods beginning on or after 1 January 2026 (earlier application permitted). Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 list of amended Accounting Standard and accompanying guidance include the following:

- IFRS 1 First-time Adoption of International Financial Reporting Standards;
- IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
- IFRS 9 Financial Instruments;
- IFRS 10 Consolidated Financial Statements; and
- IAS 7 Statement of Cash Flows.

Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity; effective from annual periods beginning on or after 1 January 2026 (earlier application permitted). These amendments change the 'own use' and hedge accounting requirements of IFRS 9 and include targeted disclosure requirements to IFRS 7. These amendments apply only to contracts that expose an entity to variability in the underlying amount of electricity because the source of its generation depends on uncontrollable natural conditions (such as the weather). These are described as 'contracts referencing nature-dependent electricity'.

The Group continues its efforts to comply with these standards.

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

2.4 New and Revised Standards and Interpretations (cont'd)

b) Standards, amendments, and interpretations that are issued but not effective as of 30 September 2026:

Amendments to IAS 21 - Translation to a Hyperinflationary Presentation Currency; effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). These narrow-scope amendments specify the translation procedures for an entity whose presentation currency is that of a hyperinflationary economy. The entity applies the amendments if:

- its functional currency is that of a non-hyperinflationary economy and it is translating its results and financial position into the currency of a hyperinflationary economy; or
- it is translating into the currency of a hyperinflationary economy the results and financial position of a foreign operation whose functional currency is that of a non-hyperinflationary economy.

The amendments aim to improve the usefulness of the resulting information in a cost-effective manner and reduce diversity in practice.

IFRS 18 Presentation and Disclosure in Financial Statements; effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to:

- the structure of the statement of profit or loss;
- required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and
- enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

Amendment to IAS 28 – Fair Value Option in Investments in Associates and Joint Ventures; effective from annual periods beginning on or after 1 January 2027. If an entity has elected to apply IFRS 18 early and to use the fair value option granted by these amendments (for example, for a 30 September 2026 period-end), the entity should apply the amendments retrospectively for the reporting period ending on or after the issuance of these amendments (that is, also for the 30 September 2026 period-end). These amendments clarify which entities are eligible to measure investments in associates and joint ventures at fair value under IAS 28. The exemption from applying the equity method in IAS 28 allows eligible entities to make an election to measure investments in associates and joint ventures at fair value through profit or loss ('fair value option'). This election has to be made separately for each associate or joint venture at initial recognition.

These amendments address stakeholders' concerns about the diversity in practice when determining the scope of entities eligible to apply the fair value option. This diversity has become increasingly important because the measurement at either fair value or using the equity method affects the classification of income and expenses in the statement of profit or loss under IFRS 18 in either the operating or the investing category.

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

2.4 New and Revised Standards and Interpretations (cont'd)

b) Standards, amendments, and interpretations that are issued but not effective as of 30 September 2026 (cont'd):

Amendment to IFRS 19 Subsidiaries without Public Accountability: Disclosures'; effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). In developing the reduced disclosure requirements in IFRS 19, the IASB considered the disclosure requirements in other IFRS Accounting Standards as at 28 February 2021. When IFRS 19 was issued, it did not contain reduced versions of any disclosure requirements that were added or amended after that date. Subsequently, the IASB issued these amendments to help eligible subsidiaries by reducing disclosure requirements for Standards and amendments issued between February 2021 and May 2024, specifically:

- IFRS 18, 'Presentation and Disclosure in Financial Statements';
- Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7);
- International Tax Reform—Pillar Two Model Rules (Amendments to IAS 12);
- Lack of Exchangeability (Amendments to IAS 21); and
- Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7).

IFRS 20 Regulatory Assets and Regulatory Liabilities; effective from annual periods beginning on or after 1 January 2029 (earlier application permitted). This is a new Accounting Standard for entities subject to a specific type of rate regulation. It aims to help investors better understand how that rate regulation affects an entity's financial performance, financial position and its prospects for future cash flows.

IFRS 20 will affect entities subject to rate regulation that determines how much an entity can charge customers and when it can charge them. Entities that supply vital services such as electricity, water and gas are often subject to this type of regulation.

If there is a difference between when an entity supplies regulatory goods and services and when it charges customers for those goods and services, reported revenue may not fully reflect the entity's performance in a period. IFRS 20 calls this a 'difference in timing'. The key principle of IFRS 20 is that an entity should recognise the total allowed compensation for regulatory goods or services in the same reporting period that the entity supplies those regulatory goods or services. IFRS 20 requires entities to account for the effects of differences in timing in their financial statements by recognising regulatory assets and regulatory liabilities and the resulting regulatory income and regulatory expense.

IFRS 19 Subsidiaries without Public Accountability: Disclosures; effective from annual periods beginning on or after 1 January 2027 (earlier application permitted). This new standard and amendments work alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements and instead applies the reduced disclosure requirements in IFRS 19. IFRS 19's reduced disclosure requirements balance the information needs of the users of eligible subsidiaries' financial statements with cost savings for preparers. IFRS 19 is a voluntary standard for eligible subsidiaries. A subsidiary is eligible if:

- Does not have public accountability; and
- Has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.

The effects of the above-mentioned changes on the financial position and performance of the Group are being assessed.

2. BASIS OF PRESENTATION OF FINANCIAL STATEMENTS (cont'd)

2.5 Determination of Fair Values

Various accounting policies and explanations of the Group necessitate to determine the fair value of both financial and non-financial assets and liabilities. If applicable, additional information about assumptions used for the determination of fair value are presented in notes particular to assets and liabilities.

Evaluation methods in terms of levels are described as follows:

- Level 1: Quoted (unadjusted) prices in active markets for identical assets and liabilities.
- Level 2: Variables obtained directly (via prices) or indirectly (by deriving from prices) which are observable for similar assets and liabilities other than quoted prices mentioned in Level 1.
- Level 3: Variables, which are not related to observable market variable for assets and liabilities (unobservable variables).

2.6 Going Concern

The Group has prepared its consolidated financial statements with the assumption on the Group's ability to continue its operations in the foreseeable future as a going concern.

2.7 Other

The impacts of the conflicts that began in the Middle East in March 2026 on fuel prices, the Group's and Middle East-based airline's operations in the region are being closely monitored, and necessary actions are being taken.

3. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

The joint ventures accounted for using the equity method are as follows:

	30 September 2026	31 December 2025
SunExpress	372	354
Turkish DO&CO	138	100
TGS	118	101
TEC	108	102
TFS Akaryakıt	75	48
THY Opet	51	45
Goodrich	9	8
We World Express	5	5
	876	763

Share of investments' profit / (loss) accounted by using the equity method is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
TFS Akaryakıt	35	1	14	9
Turkish DO&CO	27	12	28	12
TGS	15	11	14	5
THY Opet	6	(1)	8	6
TEC	6	1	13	9
Goodrich	1	-	-	-
SunExpress	1	119	23	87
Air Albania (*)	-	-	-	-
	91	143	100	128

(*) Since 31 December 2019, the loss of Air Albania, which exceeds the Group's total share in the joint venture's shareholders' equity, has not been accounted for in the consolidated financial statements. As of 30 September 2026, the loss is USD 10. (The loss as of 31 December 2025: USD 4).

Movement in investments accounted by using the equity method is as follows:

	1 January - 30 September 2026	1 January - 30 September 2025
Opening balance	763	644
Share of net profit	91	100
Foreign currency translation difference	18	46
Other comprehensive income / (expense) recognized in equity	16	(26)
Dividends to shareholders	(12)	(21)
Closing balance	876	743

3. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD (cont'd)

	SunExpress	TEC	Turkish DO&CO	TGS	TFS Akaryakıt	THY Opet	Other	Total
				30 September 2026				
Total assets	**3,714**	**388**	**470**	**489**	**901**	**289**	**43**	**6,294**
Current assets	1,373	320	325	221	879	236	41	3,395
Non-current assets	2,341	68	145	268	22	53	2	2,899
Total liabilities	**2,971**	**168**	**194**	**253**	**600**	**187**	**10**	**4,383**
Current liabilities	1,355	107	173	176	597	171	10	2,589
Non-current liabilities	1,616	61	21	77	3	16	-	1,794
Total equity	**743**	**220**	**276**	**236**	**301**	**102**	**33**	**1,911**
Other comprehensive income / (expense)	30	-	(30)	(64)	-	(3)	-	(67)
Group's share in total equity	372	108	138	118	75	51	14	876
				1 July -30 September 2026				
Revenue	1,058	204	237	308	1,495	296	12	3,610
Profit for the period	237	3	24	23	4	(3)	-	288
Group's share in joint venture's profit / (loss) for the period	119	1	12	11	1	(1)	-	143
				1 January - 30 September 2026				
Revenue	1,917	577	670	809	3,866	738	53	8,630
Profit for the period	1	13	53	31	141	12	3	254
Group's share in joint venture's profit for the period	1	6	27	15	35	6	1	91

3. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD (cont'd)

	SunExpress	TEC	Turkish DO&CO	TGS	TFS Akaryakıt	THY Opet	Other	Total
				31 December 2025				
Total assets	**3,112**	**336**	**370**	**429**	**486**	**173**	**44**	**4,950**
Current assets	623	266	239	183	472	119	41	1,943
Non-current assets	2,489	70	131	246	14	54	3	3,007
Total liabilities	**2,405**	**127**	**170**	**228**	**292**	**84**	**13**	**3,319**
Current liabilities	822	66	149	179	291	66	13	1,586
Non-current liabilities	1,583	61	21	49	1	18	-	1,733
Total equity	**707**	**209**	**200**	**201**	**194**	**89**	**31**	**1,631**
Other comprehensive (expense)	(24)	(4)	(29)	(55)	-	(2)	-	(114)
Group's share in total equity	354	102	100	101	48	45	13	763
				1 July -30 September 2025				
Revenue	949	148	236	271	977	233	24	2,838
Profit for the period	173	18	25	11	36	12	-	275
Group's share in joint venture's profit for the period	87	9	12	5	9	6	-	128
				1 January - 30 September 2025				
Revenue	1,782	477	594	682	2,410	554	66	6,565
Profit for the period	45	27	57	28	56	16	-	229
Group's share in joint venture's profit for the period	23	13	28	14	14	8	-	100

4. SEGMENT REPORTING

Group management makes decisions regarding resource allocation to segments based upon the results and the activities of its air transport and aircraft technical maintenance services segments for the purpose of evaluating segment performance. The detailed information about the revenue of the Group is given in Note 19. The Group's principal activities can be summarized as follows:

Air Transport ("Aviation")

The Group's aviation activities mainly consist of domestic and international passenger and cargo air transportation.

Technical Maintenance Services ("Technic")

The Group's technical activities mainly consist of aircraft repair and maintenance services and providing technical and infrastructure support related to the aviation sector.

4.1 Total Assets and Liabilities

Total Assets	**30 September 2026**	**31 December 2025**
Aviation	53,594	47,540
Technic	2,492	2,450
Total	56,086	49,990
Less: Eliminations due to consolidation	(3,289)	(3,387)
Total assets in consolidated financial statements	52,797	46,603

Total Liabilities	**30 September 2026**	**31 December 2025**
Aviation	29,278	25,501
Technic	1,011	725
Total	30,289	26,226
Less: Eliminations due to consolidation	(743)	(937)
Total liabilities in consolidated financial statements	29,546	25,289

4. SEGMENT REPORTING (cont'd)

4.2 Net Profit / (Loss)

Segment Results:

1 January - 30 September 2026	Aviation	Technic	Inter-segment elimination	Total
Sales to External Customers	20,941	479	-	21,420
Inter-Segment Sales	465	1,475	(1,940)	-
Revenue	21,406	1,954	(1,940)	21,420
Cost of Sales (-)	(19,158)	(1,911)	2,025	(19,044)
Gross Profit	2,248	43	85	2,376
General Administrative Expenses (-)	(648)	(109)	282	(475)
Selling and Marketing Expenses (-)	(1,480)	(25)	10	(1,495)
Other Operating Income	917	81	(474)	524
Other Operating Expenses (-)	(146)	(73)	97	(122)
Operating Profit / (Loss) Before Investment Activities	891	(83)	-	808
Income from Investment Activities	1,661	-	-	1,661
Expenses from Investment Activities	(167)	-	-	(167)
Share of Investments' Profit Accounted for Using The Equity Method	83	8	-	91
Operating Profit / (Loss)	2,468	(75)	-	2,393
Financial Income	341	23	(9)	355
Financial Expense (-)	(1,074)	(30)	9	(1,095)
Monetary Gain	23	-	-	23
Profit / (Loss) Before Tax	1,758	(82)	-	1,676
Tax Income / (Expense)	52	(15)	-	37
Current Tax Expense (-)	(310)	-	-	(310)
Deferred Tax Income	362	(15)	-	347
Net Profit / (Loss) For The Period	1,810	(97)	-	1,713

4. SEGMENT REPORTING (cont'd)

4.2 Net Profit / (Loss) (cont'd)

Segment Results (cont'd):

1 January - 30 September 2025	Aviation	Technic	Inter-segment elimination	Total
Sales to External Customers	17,341	479	-	17,820
Inter-Segment Sales	406	1,375	(1,781)	-
Revenue	17,747	1,854	(1,781)	17,820
Cost of Sales (-)	(15,071)	(1,604)	1,866	(14,809)
Gross Profit	2,676	250	85	3,011
General Administrative Expenses (-)	(550)	(92)	239	(403)
Selling and Marketing Expenses (-)	(1,337)	(23)	5	(1,355)
Other Operating Income	845	44	(405)	484
Other Operating Expenses (-)	(91)	(33)	76	(48)
Operating Profit Before Investment Activities	1,543	146	-	1,689
Income from Investment Activities	924	-	-	924
Expenses from Investment Activities	(64)	(1)	-	(65)
Share of Investments' Profit Accounted for Using The Equity Method	87	13	-	100
Operating Profit	2,490	158	-	2,648
Financial Income	672	17	-	689
Financial Expense (-)	(973)	(22)	-	(995)
Monetary Gain	6	-	-	6
Profit Before Tax	2,195	153	-	2,348
Tax (Expense) / Income	(330)	7	-	(323)
Current Tax Expense (-)	(398)	(3)	-	(401)
Deferred Tax Income	68	10	-	78
Net Profit For The Period	1,865	160	-	2,025

4.3 Investing Activities

1 January - 30 September 2026	Aviation	Technic	Inter-segment elimination	Total
Purchase of property and equipment, intangible assets, and right of use assets	4,212	433	-	4,645
Current year depreciation and amortization charge	1,902	127	-	2,029
Share of Investments' Profit Accounted for Using The Equity Method	83	8	-	91

4. SEGMENT REPORTING (cont'd)

4.3 Investing Activities (cont'd)

1 January - 30 September 2025	Aviation	Technic	Inter-segment elimination	Total
Purchase of property and equipment, intangible assets, and right of use assets	3,300	327	-	3,627
Current year depreciation and amortization charge	1,639	118	-	1,757
Share of Investments' Profit Accounted for Using The Equity Method	87	13	-	100

5. CASH AND CASH EQUIVALENTS

	30 September 2026	31 December 2025
Cash	1	1
Banks – Time deposits	902	1,164
Banks – Demand deposits	598	843
Investment Fund	242	-
	1,743	2,008

Reconciliation with statement of cash flows as of 30 September 2026 and 2025 is as follows:

	30 September 2026	30 September 2025
Cash and cash equivalents	1,743	2,417
Interest accruals (-)	(81)	(77)
Cash and cash equivalents in statement of cash flows	1,662	2,340

Details of the time deposits as of 30 September 2026 and as of 31 December 2025 are as follows:

Original Amount	Currency	Effective Interest Rate	Maturity	30 September 2026
18,000	TL	33.15% -36.45%	December 2026	447
350	EUR	2.93% -3.75%	December 2026	400
55	USD	3.75%	November 2026	55
				902

Original Amount	Currency	Effective Interest Rate	Maturity	31 December 2025
33,865	TL	32.79% - 45.76%	March 2026	853
262	EUR	2.66% - 3.00%	February 2026	311
				1,164

6. FINANCIAL INVESTMENTS

Short-term financial investments are as follows:

	30 September 2026	31 December 2025
Fair value through profit and loss (FVTPL)		
- Investment Fund	292	338
Fair value through other comprehensive income (FVOCI) (*)		
- Corporate debt securities	1,762	3,519
- Government debt securities	629	110
Time deposits with maturity more than 3 months	2,003	298
	4,686	4,265

Time deposit with maturity of more than 3 months as of 30 September 2026 and as of 31 December 2025 are as follows:

Amount	Currency	Effective Interest Rate	Maturity	30 September 2026
79,646	TL	32.18% - 40.05%	September 2027	1,889
100	EUR	3.56% - 3.60%	July 2027	114
				2,003

Amount	Currency	Effective Interest Rate	Maturity	31 December 2025
10,000	TL	33.21% - 36.45%	December 2026	238
51	EUR	2.66%	April 2026	60
				298

Long-term financial investments are as follows:

	30 September 2026	31 December 2025
FVOCI (*)		
- Corporate debt securities	2,797	1,346
- Government debt securities	789	1,312
Time deposits with maturity more than 1 year	229	24
Other	1	1
	3,816	2,683

(*) Eurobonds with a market value of USD 782 have been pledged as collateral for a 3-year term loan, with all rights and rewards retained by the Group.

6. FINANCIAL INVESTMENTS (cont'd)

Time deposit with maturity of more than 1 year as of 30 September 2026 and as of 31 December 2025 are as follows:

Amount	Currency	Effective Interest Rate	Maturity	30 September 2026
9,500	TL	37.04% - 39.38%	December 2027	201
25	EUR	3.75%	October 2027	28
				229

Amount	Currency	Effective Interest Rate	Maturity	31 December 2025
1,000	TL	36.09%	January 2027	24

Contractual maturity dates of financial investments measured at FVOCI as of 30 September 2026 and as of 31 December 2025 are as follows:

	30 September 2026	31 December 2025
Less than 1 year	2,391	3,629
1 to 5 years	3,104	1,970
Over 5 years	482	688
	5,977	6,287

7. BORROWINGS

Short-term borrowings are as follows:

	30 September 2026	31 December 2025
Bank borrowings	1,549	1,632

Short-term portions of long-term borrowings are as follows:

	30 September 2026	31 December 2025
Lease liabilities (Note 13)	2,237	2,007
Bank borrowings	259	145
	2,496	2,152

Long-term borrowings are as follows:

	30 September 2026	31 December 2025
Lease liabilities (Note 13)	14,082	12,879
Bank borrowings	2,515	1,141
	16,597	14,020

The maturity analysis for bank loans as of 30 September 2026 and as of 31 December 2025 are as follows:

	30 September 2026	31 December 2025
Less than 1 year	1,808	1,777
Between 1 – 5 years	2,446	1,138
Over 5 years	69	3
	4,323	2,918

7. BORROWINGS (cont'd)

Details of bank borrowings as of 30 September 2026 and as of 31 December 2025 are as follows:

Original Amount	Currency	Interest Rate Type	Effective Interest Rate	Payment Period	30 September 2026
10,586	CNY	Fixed	2.80% - 3.20%	November 2029 - September 2031	1,588
1,365	EUR	Fixed	2.12% - 3.39%	October 2026 - August 2027	1,549
595	EUR	Floating	Euribor + 0.65% - Euribor + 2.30%	June 2029 - September 2041	675
298	CHF	Floating	Saron + 1.45%	March 2029	358
153	USD	Fixed	4.00%	March 2027	153
					4,323

Original Amount	Currency	Interest Rate Type	Effective Interest Rate	Payment Period	31 December 2025
1,388	EUR	Fixed	2.20% - 3.16%	January 2026 - December 2026	1,632
7,979	CNY	Fixed	2.80% - 3.20%	November 2029 - October 2030	1,148
103	USD	Fixed	4.40%	March 2026	103
30	EUR	Floating	Euribor + 0.65%	March 2031	35
					2,918

As of 30 September 2026, in respect of borrowings amounting to USD 27,216,426 under the terms of the loan agreement entered into between a bank and THY, the Group is required to comply with the following financial covenants:

a. Net Worth will not at any time be less than 5,435,000,000 USD.

b. The ratio of EBITDA to Net Interest Expense for any relevant period will not be less than 6.

Repricing periods for bank borrowings with floating interest rates vary between 1 and 6 months. The Group evaluates the above-mentioned conditions on an annual basis.

As of 30 September 2026, in respect of borrowings amounting to USD 440,960,415 under the terms of the loan agreement entered into between a bank and THY, the Group is required to comply with the following financial covenants:

a. Net Worth will not at any time be less than 4,500,000,000 EUR.

b. The ratio of EBITDA to Net Interest Expense for any relevant period will not be less than 4.

As of 30 September 2026, in respect of borrowings amounting to USD 734,934,024 under the terms of the loan agreement entered into between a bank and THY, the Group is required to comply with the following financial covenants:

a. Net Worth will not at any time be less than 4,500,000,000 USD.

b. The ratio of EBITDA to Net Interest Expense for any relevant period will not be less than 4.

As of 30 September 2026, there have been no changes in the covenant terms compared to those in effect at the year-end, 31 December 2025.

7. BORROWINGS (cont'd)

Reconciliation of bank borrowings and lease liabilities arising from financing activities:

	1 January 2026	Payment	Interest	Non-cash Changes (*)	Additions	30 September 2026
Bank Borrowings	2,918	(3,786)	(61)	19	5,233	4,323

	1 January 2025	Payment	Interest	Non-cash Changes (*)	Additions	30 September 2025
Bank Borrowings	1,895	(2,502)	(45)	198	2,229	1,775

	1 January 2026	Payment	Interest	Non-cash Changes (*)	Modifications	New Leases	30 September 2026
Aircraft	13,970	(1,651)	(186)	122	67	3,100	15,422
Property	910	(76)	-	6	46	7	893
Other	6	(4)	-	1	1	-	4
	14,886	(1,731)	(186)	129	114	3,107	16,319

	1 January 2025	Payment	Interest	Non-cash Changes (*)	Modifications	New Leases	30 September 2025
Aircraft	11,287	(1,520)	(187)	1,050	4	2,221	12,855
Property	678	(69)	-	132	65	59	865
Other	1	(2)	-	1	-	7	7
	11,966	(1,591)	(187)	1,183	69	2,287	13,727

(*) This amount consists of accrued interest on financial liabilities and foreign exchange differences resulting from the remeasurement of foreign currency denominated borrowings at the reporting date.

8. RELATED PARTIES

Short-term trade receivables from related parties are as follows:

	30 September 2026	31 December 2025
TGS	22	19
SunExpress	8	13
Türk Telekom	2	3
TEC	1	1
	33	36

Other long-term receivables from related parties are as follows:

	30 September 2026	31 December 2025
Air Albania	56	53

Short-term trade payables to related parties are as follows:

	30 September 2026	31 December 2025
TFS Akaryakıt Hizmetleri	199	116
TGS	81	77
TEC	73	42
Turkish DO&CO	59	51
THY Opet	28	14
Turkcell	3	2
SunExpress	2	2
Goodrich	1	3
Türk Telekom	1	2
	447	309

Other short-term payables to related parties are as follows:

	30 September 2026	31 December 2025
Türkiye Sigorta	22	30
Air Albania	1	1
	23	31

8. RELATED PARTIES (cont'd)

Transactions with related parties for the period ended 30 September 2026 and 2025 are as follows:

a) Sales to related parties:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
TGS	87	34	77	35
SunExpress	48	14	69	41
Türk Telekom	9	5	13	9
Türkiye Sigorta	6	2	6	2
TEC	4	2	4	3
Goodrich	2	1	1	-
PTT	1	-	1	-
Turkish DO&CO	1	1	3	3
Turkcell	1	1	-	-
Air Albania	-	-	2	1
	159	60	176	94

b) Purchases from related parties:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
TFS Akaryakıt Hizmetleri	3,090	1,162	1,920	722
TGS	790	323	668	299
Turkish DO&CO	560	208	489	189
THY Opet	367	129	242	91
TEC	47	22	343	118
Goodrich	19	5	17	7
Turkcell	11	4	9	3
Türk Telekom	8	3	30	19
Türkiye Sigorta	5	4	7	3
SunExpress	1	1	57	32
Ziraat Bankası	-	-	4	3
Halkbank	-	-	3	2
	4,898	1,861	3,789	1,488

Details of the financial assets and liabilities for related parties as of 30 September 2026 and as of 31 December 2025 are as follows:

	30 September 2026	31 December 2025
Debt Securities (*)	2,626	3,032
Banks - Time deposits (**)	30	127
Banks - Demand deposits	44	124
Financial investments (***)	44	-
Investment Fund	28	83
Bank borrowings	(103)	-

(*) The amount mainly consists of debt securities issued by Vakıfbank. Additionally, Eurobonds with a market value of USD 166 have been pledged as collateral for a 3-year term loan, with all rights and rewards retained by the Group.

(**) The amount mainly consists of time deposits held at Ziraat Katılım.

(***) The amount mainly consists of financial investments held at Vakıfbank.

8. RELATED PARTIES (cont'd)

Details of the time deposits at related parties as of 30 September 2026 and as of 31 December 2025 are as follows:

Amount	Currency	Effective Interest Rate	Maturity	30 September 2026
30	USD	3.75%	November 2026	30

Amount	Currency	Effective Interest Rate	Maturity	31 December 2025
2,836	TL	32.79% - 33.25%	February 2026	67
50	EUR	2.89%	February 2026	60
				127

As of 30 September 2026, the amount of letters of guarantee given through related financial institutions is USD 151. (31 December 2025: USD 138).

Details of the debt securities at related parties as of 30 September 2026 and as of 31 December 2025 are as follows:

Amount	Currency	Effective Interest Rate	Maturity	30 September 2026
2,111	USD	5.50% - 10.12%	October 2026 - October 2034	2,111
453	EUR	4.25% - 4.50%	February 2027 - January 2028	515
				2,626

Amount	Currency	Effective Interest Rate	Maturity	31 December 2025
1,850	EUR	4.25% - 5.88%	January 2026 - August 2031	2,171
828	USD	5.25% - 10.12%	January 2026 - May 2047	828
1,400	TL	30.00% - 41.50%	February 2026 - July 2030	33
				3,032

Details of the bank borrowings at related parties as of 30 September 2026 are as follows:

Amount	Currency	Effective Interest Rate	Maturity	30 September 2026
91	EUR	Euribor + 2.30%	September 2041	103

8. RELATED PARTIES (cont'd)

Interest income from related parties:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Vakıfbank	80	20	222	25
Ziraat Bankası	46	11	166	37
Halkbank	8	-	63	21
Ziraat Katılım	-	-	33	8
	134	31	484	91

Debt securities from related parties:

	30 September 2026	31 December 2025
Vakıfbank	1,873	2,683
Ziraat Bankası	637	198
Halkbank	100	101
Türkiye Wealth Fund	16	17
Halk Yatırım	-	33
	2,626	3,032

Interest income from debt instruments of related parties:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Vakıfbank	75	26	74	39
Ziraat Bankası	22	10	11	7
Halk Yatırım	10	1	1	1
Halkbank	7	3	-	-
Türkiye Wealth Fund	1	-	1	-
Turkcell	-	-	1	1
	115	40	88	48

8. RELATED PARTIES (cont'd)

Fair value gains / (losses) from debt instruments from related parties:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Vakıfbank	5	-	(10)	(10)
Türkiye Wealth Fund	1	1	(1)	(1)
Ziraat Bankası	-	(8)	(14)	(14)
Halkbank	-	(1)	(3)	(3)
Turkcell	(1)	(1)	-	-
	5	(9)	(28)	(28)

Transactions between the Group and TFS Akaryakıt and THY Opet are related to the supply of aircraft fuel; transactions between the Group and Turkish DO&CO are related to catering services; transactions between the Group and SunExpress are related to aircraft transportation, seat sales operations and maintenance services; transactions between the Group and TGS are related to ground, support and technology services; transactions between the Group and TEC are related to engine maintenance services; transactions between the Group and PTT are related to cargo transportation; transactions between the Group and Halkbank, Ziraat Bankası, Vakıfbank, Halk Yatırım and Ziraat Katılım are related to banking services; transactions between the Group and Air Albania are related to aircraft transportation; transactions between the Group and Turkcell and Türk Telekom are related to telecommunication services; transactions between the Group and Goodrich are related to maintenance services; transactions between the Group and Türkiye Sigorta are related to insurance services; transactions between the Group and We World Express are related to cargo transportation. Receivables from related parties are not collateralized and maturity of trade receivables is 30 days.

The total amount of all short-term benefits, including salaries, bonuses, vehicles allocated for their use and communication expenses provided for the Board Members, General Managers and Deputy General Managers of the Group is USD 16 for the period between 1 January - 30 September 2026 (1 January - 30 September 2025: USD 13).

9. OTHER RECEIVABLES

Other short-term receivables from third parties as of 30 September 2026 and as of 31 December 2025 are as follows:

	30 September 2026	31 December 2025
Predelivery payments made for aircraft	476	341
Bank deposits with transfer limitations (*)	182	209
Receivables from technical purchases	138	196
Tax refund	51	46
Receivables from pilots for flight training	50	41
Others	116	86
	1,013	919

(*) As of 30 September 2026, the amount consists of bank deposits in Bangladesh, Algeria, Nigeria, Senegal, Niger, Mali, Burkina Faso, Mozambique, Angola, Cameroon, Chad, Gabon, Benin, Cote D'Ivoire, Lebanon, Congo, Ghana, Pakistan, Malawi, Libya and Iran. (As of 31 December 2025, the amount consists of bank deposits in Ethiopia, Bangladesh, Algeria, Nigeria, Senegal, Niger, Mali, Burkina Faso, Mozambique, Angola, Cameroon, Chad, Gabon, Benin, Cote D'Ivoire, Lebanon, Congo, Ghana, Pakistan, Malawi, Equatorial Guinea, Venezuela, Libya, Syria and Iran).

Other long-term receivables from third parties as of 30 September 2026 and as of 31 December 2025 are as follows:

	30 September 2026	31 December 2025
Predelivery payments made for aircraft	915	748
Investment incentives	516	535
Receivables from pilots for flight training	242	239
Deposits and guarantees given	62	61
Interest and commodity swap agreement deposits	8	47
Other receivables (**)	340	345
	2,083	1,975

(**) The Company's offer to acquire minority shares in Air Europa Holding S.L.U. has been accepted, the relevant agreements have been signed, and the process of obtaining regulatory approvals has commenced. The final shareholding ratio resulting from the EUR 300 million (USD 340) convertible debt & equity share will be determined based on the conditions prevailing on the date the necessary approvals are obtained.

The movements in investment incentives for the period ended 30 September 2026 and 2025 are as follows:

	1 January - 30 September 2026	1 January - 30 September 2025
Investment incentives at the beginning of the period	535	420
Recognised / added during the period	225	198
Foreign currency translation differences	(74)	(68)
Utilised during the period	(170)	(280)
Investment incentives at the end of the period	516	270

10. DEFERRED REVENUE

Deferred revenue as of 30 September 2026 and as of 31 December 2025 are as follows:

Deferred revenue is as follows:

	30 September 2026	31 December 2025
Passenger flight liabilities	3,621	3,094
Other short-term deferred revenue	640	430
	4,261	3,524

Passenger flight liability is as follows:

	30 September 2026	31 December 2025
Flight liability for tickets sold	3,305	2,792
Frequent flyer program liability	316	302
	3,621	3,094

Other short-term deferred revenues are as follows:

	30 September 2026	31 December 2025
Advances received	523	250
Unused manufacturers' credits	44	123
Deferred other contract income	11	11
Other	62	46
	640	430

Long-term deferred revenue is as follows:

	30 September 2026	31 December 2025
Deferred other contract income	48	54
Other	13	22
	61	76

11. PROPERTY, PLANT AND EQUIPMENT

	Land improvements and buildings	Technical equipment, simulator and vehicles	Other equipment, and fixtures	Aircraft	Spare engines	Components and repairable spare parts	Leasehold improvements	Construction in progress	Total
Cost									
Opening balance at 1 January 2026	1,673	923	427	11,210	1,176	954	322	832	17,517
Additions	81	33	20	405	73	337	6	590	1,545
Transfers (*)	6	23	4	27	5	-	2	(78)	(11)
Transfers between the accounts	-	-	3	468	79	-	-	60	610
Disposals	-	(4)	(8)	(267)	(14)	(188)	-	(5)	(486)
Closing balance at 30 September 2026	1,760	975	446	11,843	1,319	1,103	330	1,399	19,175
Accumulated Depreciation									
Opening balance at 1 January 2026	605	497	297	6,470	545	474	166	-	9,054
Depreciation charge	60	35	35	527	72	59	17	-	805
Transfers between the accounts	-	-	-	212	40	-	-	-	252
Disposals	-	(4)	(8)	(254)	(14)	(28)	-	-	(308)
Closing balance at 30 September 2026	665	528	324	6,955	643	505	183	-	9,803
Net book value at 30 September 2026	1,095	447	122	4,888	676	598	147	1,399	9,372
Net book value at 31 December 2025	1,068	426	130	4,740	631	480	156	832	8,463

(*) USD 11 was transferred from construction in progress, of which USD 7 to the right of use assets and USD 4 to intangible assets.

USD 1,942 of depreciation and amortization expenses recognized in cost of sales (30 September 2025: USD 1,691), USD 76 of general administrative expenses (30 September 2025: USD 60) and USD 11 of selling and marketing expenses (30 September 2025: USD 6) totalling USD 2,029 for the period ended 30 September 2026 (30 September 2025: USD 1,757).

The Group's construction in progress balances mainly consist of İstanbul Airport buildings, aircraft modifications, engine maintenance, backup engines and simulators.

There is no mortgage on property, plant and equipment as of 30 September 2026 (30 September 2025: None).

11. PROPERTY, PLANT AND EQUIPMENT (cont'd)

	Land improvements and buildings	Technical equipment, simulator and vehicles	Other equipment, and fixtures	Aircraft	Spare engines	Components and repairable spare parts	Leasehold improvements	Construction in progress	Total
Cost									
Opening balance at 1 January 2025	1,625	870	371	9,370	937	915	263	433	14,784
Additions	11	39	29	270	127	235	14	374	1,099
Transfers	1	1	14	38	29	-	6	(114)	(25)
Transfers between the accounts	-	-	-	1,395	35	-	-	-	1,430
Disposals	-	(4)	(4)	(193)	(16)	(210)	(10)	-	(437)
Closing balance at 30 September 2025	1,637	906	410	10,880	1,112	940	273	693	16,851
Accumulated Depreciation									
Opening balance at 1 January 2025	535	457	269	5,401	459	452	156	-	7,729
Depreciation charge	54	33	29	429	64	56	13	-	678
Transfers between the accounts	-	-	-	594	26	-	-	-	620
Disposals	-	(3)	(3)	(187)	(16)	(37)	(10)	-	(256)
Closing balance at 30 September 2025	589	487	295	6,237	533	471	159	-	8,771
Net book value at 30 September 2025	1,048	419	115	4,643	579	469	114	693	8,080

11. PROPERTY, PLANT AND EQUIPMENT (cont'd)

Right of use assets are as follows:

	Aircraft	Spare engines	Real estate	Vehicles	Total
Cost					
Opening balance at 1 January 2026	25,350	397	982	10	26,739
Additions (**)	3,019	43	13	1	3,076
Transfers	-	7	-	-	7
Disposals	(100)	-	(6)	-	(106)
Modifications	67	-	39	-	106
Transfers between the accounts (***)	(512)	(35)	-	-	(547)
Closing balance at 30 September 2026	27,824	412	1,028	11	29,275

	Aircraft	Spare engines	Real estate	Vehicles	Total
Accumulated Depreciation					
Opening balance at 1 January 2026	6,709	100	139	5	6,953
Depreciation charge	1,137	18	41	2	1,198
Disposals	(100)	-	-	-	(100)
Modifications	(300)	-	-	-	(300)
Transfers between the accounts (***)	(232)	(20)	-	-	(252)
Closing balance at 30 September 2026	7,214	98	180	7	7,499
Net book value at 30 September 2026	20,610	314	848	4	21,776
Net book value at 31 December 2025	18,641	297	843	5	19,786

	Aircraft	Spare engines	Real estate	Vehicles	Total
Cost					
Opening balance at 1 January 2025	22,861	391	808	5	24,065
Additions	2,364	34	58	6	2,462
Transfers	24	-	-	-	24
Disposals	(95)	-	(16)	(3)	(114)
Modifications	61	-	113	1	175
Transfers between the accounts (***)	(1,416)	(14)	-	-	(1,430)
Closing balance at 30 September 2025	23,799	411	963	9	25,182

	Aircraft	Spare engines	Real estate	Vehicles	Total
Accumulated Depreciation					
Opening balance at 1 January 2025	6,245	88	103	4	6,440
Depreciation charge	1,001	18	38	2	1,059
Disposals	(95)	-	(16)	(2)	(113)
Modifications	(3)	-	47	-	44
Transfers between the accounts (***)	(614)	(6)	-	-	(620)
Closing balance at 30 September 2025	6,534	100	172	4	6,810
Net book value at 30 September 2025	17,265	311	791	5	18,372

(**) USD 147 of this amount relates to maintenance of aircraft that will become property at the end of the lease period.

(***) Transfers mainly consist of aircraft for which lease payments have been completed and ownership has been transferred to the Group.

12. INTANGIBLE ASSETS

	Slot rights and acquired technical licenses (*)	Rights	Other intangible assets	Total
Cost				
Opening balance at 1 January 2026	44	377	69	490
Additions	-	24	-	24
Disposals	-	(4)	-	(4)
Transfers	-	4	-	4
Transfers between the accounts	-	(27)	(36)	(63)
Closing balance at 30 September 2026	44	374	33	451
Accumulated Amortization				
Opening balance at 1 January 2026	-	294	16	310
Amortization charge	-	25	1	26
Closing balance at 30 September 2026	-	319	17	336
Net book value at 30 September 2026	44	55	16	115
Net book value at 31 December 2025	44	83	53	180

	Slot rights and acquired technical licenses (*)	Rights	Other intangible assets	Total
Cost				
Opening balance at 1 January 2025	44	322	28	394
Additions	-	43	23	66
Disposals	-	(6)	4	(2)
Transfers	-	1	-	1
Closing balance at 30 September 2025	44	360	55	459
Accumulated Amortization				
Opening balance at 1 January 2025	-	279	3	282
Amortization charge	-	18	2	20
Closing balance at 30 September 2025	-	297	5	302
Net book value at 30 September 2025	44	63	50	157

(*) The Group accounts slot rights as intangible assets with indefinite useful lives because these assets do not have any expiry date and are usable in the foreseeable future.

13. LEASES

Maturities of lease liabilities are as follows:

	Future Minimum Lease Payments		Interest		Present Values of Minimum Lease Payments	
	30 September 2026	31 December 2025	30 September 2026	31 December 2025	30 September 2026	31 December 2025
Less than 1 year	2,748	2,428	(511)	(421)	2,237	2,007
Between 1 – 5 year	8,008	7,442	(1,395)	(1,136)	6,613	6,306
Over 5 years	8,568	7,558	(1,099)	(985)	7,469	6,573
	19,324	17,428	(3,005)	(2,542)	16,319	14,886

	30 September 2026	31 December 2025
Fixed rate lease liabilities	9,936	8,351
Floating rate lease liabilities	6,383	6,535
	16,319	14,886

The Group's assets that are acquired by leasing have lease terms of 1 to 45 years. The Group has options to purchase related assets for an insignificant amount at the end of lease terms. The Group's lease liabilities are secured by the lessors' title to the leased asset.

As of 30 September 2026, the weighted average interest rates on lease payables are 4.94% for USD (31 December 2025: 4.56%), 3.27% for EUR (31 December 2025: 2.64%), 4.32% for CNY (31 December 2025: 4.32%), 2.06% for JPY (31 December 2025: 1.34%), 27.86% for TL (31 December 2025: 29.21%) and 1.14% for CHF (31 December 2025: 0.91%).

14. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES

The Group recognizes an obligation for unused vacation liabilities based on vacation balances and salaries of employees at the end of each reporting period.

Short-term provisions as of 30 September 2026 and as of 31 December 2025 are as follows:

Short-term provision for employee benefits is as follows:

	30 September 2026	31 December 2025
Provisions for unused vacation	154	131

Changes in the provisions for the period ended 30 September 2026 and 2025 are set out below:

	1 January - 30 September 2026	1 January - 30 September 2025
Provisions at the beginning of the period	131	101
Provisions for the current period	1,046	872
Foreign currency translation differences	(19)	(18)
Provisions released	(1,004)	(818)
Provisions at the end of the period	154	137

14. PROVISIONS, CONTINGENT ASSETS AND LIABILITIES (cont'd)

Other short-term provisions are as follows:

	30 September 2026	31 December 2025
Provisions for legal claims	24	18

Changes in the provisions for legal claims for the period ended 30 September 2026 and 2025 are set out below:

	1 January - 30 September 2026	1 January - 30 September 2025
Provisions at the beginning of the period	18	14
Provisions for the current period	9	6
Provisions released	-	(2)
Foreign currency translation differences	(3)	(3)
Provisions at the end of the period	24	15

The Group recognizes provisions for lawsuits filed against it in the course of its operations. The lawsuits initiated against the Group are usually reemployment lawsuits by former employees or related to damaged luggage or cargo. The estimates have been made on the basis of advice from legal advisors.

15. COMMITMENTS

a) Guarantees/Pledges/Mortgages ("GPM") given by the Group:

The amount of letters of guarantee given as of 30 September 2026 is USD 271 (31 December 2025: USD 219).

As of 30 September 2026, the letters of guarantee are given to various authorities (e.g. various banks and vendors.)

	30 September 2026		31 December 2025	
	Original currency amount	USD equivalent	Original currency amount	USD equivalent
A. Total amounts of GPM given on behalf of its own legal entity	-	271	-	219
-Collaterals				
TL	542	11	747	17
EUR	42	48	46	53
USD	190	190	128	128
Other	-	22	-	21
B. Total amounts of GPM given on the behalf of subsidiaries that are included in full consolidation	-	-	-	-
C. Total amounts of GPM given in order to guarantee third party debts for routine trade operations	-	-	-	-
D. Total amounts of other GPM given	-	-	-	-
i. Total amount of GPM given on behalf of the Parent	-	-	-	-
ii. Total amount of GPM given on behalf of other group companies not covered in B and C	-	-	-	-
iii. Total amount of GPM given on behalf of third parties not covered in C	-	-	-	-
		271		219

As of 30 September 2026, the ratio of other GPMs ("D") given by the Group to the Group's equity is 0% (31 December 2025: 0%).

b) Aircraft purchase commitments:

The Group has signed agreements for 613 aircraft that will be delivered between the years 2026 and 2037, (413 aircraft are contractual and 200 of them are optional) with a list price value of USD 39,475 each. The Group has made a predelivery payment of USD 1,510 gross relevant to these purchases as of 30 September 2026 (31 December 2025: USD 1,165).

16. EMPLOYEE BENEFITS

Provisions for retirement pay liability as of 30 September 2026 and as of 31 December 2025 are comprised of the following:

	30 September 2026	31 December 2025
Provision for retirement pay liability	306	282

Under Labor Law, effective in Türkiye, it is an obligation to make legal retirement pay to employees whose employment is terminated in certain ways.

Retirement pay liability is subject to a limitation of monthly salaries by USD 1,505 (full) (equivalent of TL 73,730 (full)) as of 30 September 2026. (31 December 2025: USD 1,256 (full) equivalent to TL 53,920 (full)).

Retirement pay liability is not subject to any funding legally. Provisions for retirement pay liability are calculated by estimating the present value of probable liability that will arise due to the retirement of employees.

IAS 19 ("Employee Benefits") stipulates the progress of the Group's liabilities by use of actuarial valuation methods under defined benefit plans. Actuarial assumptions used in calculation of total liabilities are described as follows:

The critical assumption is that the maximum liability amount increases in accordance with the inflation rate for every service year. Provisions in the accompanying consolidated financial statements as of 30 September 2026 are calculated by estimating the present value of liabilities due to the retirement of employees. Provisions in the relevant balance sheet dates are calculated with the assumptions of 24.61% annual inflation rate (31 December 2025: 24.61%) and 29.82% interest rate (31 December 2025: 29.82%). Estimated amount of non-paid retirement pay retained in the Group due to voluntary leaves is assumed as 2.23% (31 December 2025: 2.33%). Ceiling for retirement pay is revised semi-annually. Ceiling amount of USD 1,505 (full) (equivalent to TL 73,730 (full)) which has been in effect since 1 July 2026, is used in the calculation of the Group's provision for retirement pay liability.

Movement in the provisions for retirement pay liability is as follows:

	1 January - 30 September 2026	1 January - 30 September 2025
Provision at the beginning of the period	282	247
Interest cost	62	47
Service cost for the period	28	27
Actuarial loss	8	1
Payments	(16)	(9)
Foreign currency translation difference	(58)	(49)
Provision at the end of the period	306	264

17. EXPENSES BY NATURE

Expenses by nature for the period ended 30 September 2026 and 2025 are as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Fuel	6,929	2,613	4,431	1,649
Personnel	4,992	1,718	4,161	1,485
Depreciation and amortisation	2,029	711	1,757	610
Ground services	1,405	508	1,235	455
Aircraft maintenance	1,220	417	986	356
Passenger services and catering	967	352	870	325
Airport	891	322	811	312
Air traffic control	809	292	720	274
Commissions and incentives	566	194	499	177
Advertisement and promotion	151	50	116	44
IT and communication	146	75	86	32
Reservation systems	141	42	176	57
Service	114	46	73	26
Wet lease	113	32	203	75
Rents	83	34	35	5
Transportation	66	20	65	25
Insurance	48	17	46	16
Taxes and duties	43	13	36	13
Call center	33	10	33	11
Systems use and associateship	29	10	23	6
Aircraft rent	25	6	24	10
Consultancy	22	7	23	9
Utility	18	6	19	6
Other	174	59	139	49
	21,014	7,554	16,567	6,027

18. SHAREHOLDERS' EQUITY

The ownership structure of the Company's share capital is as follows:

(Millions of TL)	Class	%	30 September 2026	%	31 December 2025
Türkiye Wealth Fund	A	49.12	678	49.12	678
Republic of Türkiye Treasury and Finance Ministry Privatization Administration	C	-	-	-	-
Treasury Shares (*)	A	0.55	8	0.48	7
Other (publicly held)	A	50.33	694	50.40	695
Paid-in capital (Turkish Lira)			1,380		1,380
Inflation adjustment on share capital (Turkish Lira) (**)			1,124		1,124
Share capital (Turkish Lira)			2,504		2,504
Share capital (USD Equivalent)			1,597		1,597

(*) On 21.05.2025, in accordance with the Capital Market Board's Communique II-22.1 on treasury shares, in order to contribute to the fair price formation of Company's shares, the Board of Directors of THY A.O. decided to launch a Share Buy-back program covering 3 calendar years and to allocate a maximum of USD 480 (TL 9,000) for treasury shares from Company's cash portfolio, while limiting the number of shares that may be subject to buy-back be at most 1.7% of the issued share capital. Under the share buy-back program, the Company purchased 7,640,244 shares with the amount of USD 54 as of 30 September 2026.

(**) Inflation adjustment on share capital represents inflation uplift of historical capital payments based on inflation indices until 31 December 2004.

The Company's issued share capital amounts to TL 1,380,000,000, all of which has been fully paid, and comprises 137,999,999,999 Class A shares with a nominal value of Kr 1 each and 1 Class C share with a nominal value of Kr 1. These shares are registered shares. The Class C share belongs to the Republic of Türkiye Treasury and Finance Ministry Privatization Administration and has the following privileges:

- Articles of Association 7: Positive vote of the board member representing class C share with the Board's approval is necessary for transfer of shares issued to the name.
- Articles of Association 10: The Board of Directors consists of nine members of which one member has to be nominated by the class C shareholder and the other eight members must be elected by class A shareholders.
- Articles of Association 14: The following decisions of the Board of Directors are subject to the positive vote of the class C Shareholder:

a) Decisions that will negatively affect the Group's mission, as defined in Article 3.1. of the Articles of Association,
b) Suggesting change in the Articles of Association at General Assembly,
c) Increasing share capital,
d) Approval of transfer of the shares issued to the name and their registration to the "Share Registry",
e) Every decision or action which directly or indirectly puts the Group under commitment over 5% of its total assets of the latest annual financial statements prepared for Capital Market Board. (This sentence will expire when the Group's shares held by Turkish State decrease under 20%.)
f) Decisions relating to mergers and liquidation,
g) Decisions cancelling flight routes or significantly reducing the frequency of flight routes, not including the ones that cannot even recover their operational expenses, subject to the market conditions.

18. SHAREHOLDERS' EQUITY (cont'd)

Restricted Profit Reserves
Turkish Commercial Code (TCC) stipulates that the general legal reserve is appropriated out of statutory profits at the rate of 5% per annum, until the total reserve reaches 20% of the Company's paid-in share capital. Additionally, not limited with 20% of paid-in share capital, the general legal reserve is appropriated at the rate of 10% per annum of all cash dividends in excess of 5% of the paid-in share capital. Under TCC, the legal reserves can only be used to offset losses, to sustain business when conditions worsen, to prevent unemployment and are not available for any other usage unless they exceed 50% of paid-in share capital.

In accordance with Article 520 of the Turkish Commercial Code, the Company is required to allocate a reserve fund in an amount that covers the purchase value for its own shares purchased.

Foreign Currency Translation Differences

Currency translation differences under equity arise from Group's joint ventures, provisions for unused vacation, legal claims and retirement pay liability accounted under the equity method, which have functional currencies other than USD.

Distribution of Dividends

Listed companies distribute dividend in accordance with the Communiqué No. II-19.1 issued by the CMB, which is effective from 1 February 2014.

Companies distribute dividends in accordance with their dividend payment policies settled and dividend payment decision taken in general assembly in accordance with relevant legislations. The communiqué does not constitute a minimum dividend rate. Companies distribute dividend in accordance with their dividend policy or articles of associations. In addition, dividend can be distributed by fixed or variable installments and advance dividend can be paid in accordance with profit on the financial statements of the Group.

Actuarial Differences on Defined Benefit Plans

According to IAS 19, all actuarial differences are recognized in other comprehensive income.

Gains/Losses from Cash Flow Hedges

Hedge gain/losses against cash flow risk arise from the accounting of the changes in the fair values of effective derivative financial instruments designated against financial risks of future cash flows under equity. Total of deferred gain/loss arising from hedging against financial risk is accounted in profit or loss when the hedged item impacts profit or loss.

As of 2026, lease liabilities and investment borrowings in Japanese Yen, Swiss Franc, Chinese Yuan and Euro for investment financing are designated as cash flow hedge against exchange rate risk due to highly probable future same foreign currency revenues. Group's revenue denominated in Euro, Chinese Yuan and Swiss Franc fully covered borrowings of such foreign currency, while Japanese Yen revenue covered 51% of borrowings. In this context, exchange differences arising from the repayment of such loans are taken to equity and recognized in other comprehensive income.

19. REVENUE

Breakdown of revenue and gross profit is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Passenger revenue				
Scheduled	16,976	6,683	14,609	5,806
Unscheduled	212	118	149	85
Total passenger revenue	17,188	6,801	14,758	5,891
Cargo revenue				
Carried by cargo aircraft	1,886	645	1,188	410
Carried by passenger aircraft	1,598	585	1,221	435
Total cargo revenue	3,484	1,230	2,409	845
Total passenger and cargo	20,672	8,031	17,167	6,736
Technical revenue	479	183	479	154
Other revenue	269	84	174	63
Net sales	21,420	8,298	17,820	6,953
Cost of sales (-)	(19,044)	(6,874)	(14,809)	(5,416)
Gross profit	2,376	1,424	3,011	1,537

Breakdown of total passenger and cargo revenue by geographical locations is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
- Asia and Far East	6,040	2,134	4,243	1,672
- Europe	5,936	2,508	5,042	2,085
- Americas	3,666	1,363	3,217	1,314
- Africa	1,601	594	1,329	563
- Middle East	1,233	470	1,419	472
International flights	18,476	7,069	15,250	6,106
Domestic flights	2,196	962	1,917	630
Total passenger and cargo revenue	20,672	8,031	17,167	6,736

20. COST OF SALES

Breakdown of the cost of sales is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Fuel	6,929	2,613	4,431	1,649
Personnel	4,367	1,515	3,569	1,279
Depreciation and amortisation	1,942	681	1,691	587
Ground services	1,405	508	1,235	455
Aircraft maintenance	1,220	417	986	356
Passenger services and catering	967	352	870	325
Airport	891	322	811	312
Air traffic control	809	292	720	274
Wet lease	113	32	203	75
Service	75	31	40	14
Transportation	66	20	65	25
Insurance	42	14	38	13
Rents	39	15	18	2
IT and communication	26	10	20	8
Aircraft rent	25	6	24	10
Taxes and duties	18	5	16	6
Utility	12	4	13	4
Systems use and associateship	9	4	7	3
Other	89	33	52	19
	19,044	6,874	14,809	5,416

21. GENERAL ADMINISTRATIVE EXPENSES AND SELLING AND MARKETING EXPENSES

Breakdown of general administrative expenses is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Personnel	227	69	226	81
IT and communication	101	55	48	16
Depreciation and amortisation	76	26	60	21
Systems use and associateship	15	5	11	3
Rents	12	5	5	1
Taxes and duties	10	4	10	4
Consultancy	7	2	9	4
Utility	6	2	6	2
Insurance	6	3	8	3
Service	4	1	10	3
Other	11	2	10	2
	475	174	403	140

21. GENERAL ADMINISTRATIVE EXPENSES AND SELLING AND MARKETING EXPENSES (cont'd)

Breakdown of selling and marketing expenses is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Commissions and incentives	566	194	499	177
Personnel	398	134	366	125
Advertisement and promotion	151	50	116	44
Reservation systems	141	42	176	57
Service	35	14	23	9
Call center	33	10	33	11
Rents	32	14	12	2
IT and communication	19	10	18	8
Taxes and duties	15	4	10	3
Consultancy	15	5	14	5
Depreciation and amortisation	11	4	6	2
Systems use and associateship	5	1	5	-
Other	74	24	77	28
	1,495	506	1,355	471

22. OTHER OPERATING INCOME / EXPENSES

Breakdown of other operating income is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Manufacturers' credits	263	120	270	81
Foreign exchange gains from operational activities, gross	105	42	20	(32)
Insurance, indemnities, penalties income	38	11	62	48
Non-interest income from banks	32	10	34	11
Delay interest income	10	1	3	1
Rediscount interest income	9	2	23	2
Rent income	5	-	27	10
Provisions released	2	-	3	-
Reversal of ECL provision	1	1	2	1
Other	59	22	40	25
	524	209	484	147

Breakdown of other operating expenses is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Foreign exchange losses from operational activities, gross	47	11	5	(4)
Provisions	41	4	10	3
Indemnity and penalty expenses	8	2	12	4
Rediscount interest expenses	7	6	14	8
Other	19	1	7	3
	122	24	48	14

23. INCOME AND EXPENSES FROM INVESTMENT ACTIVITIES

Breakdown of income from investment activities is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Interest income from financial investment	1,172	427	623	198
Income from investment incentives	225	80	199	74
Gain on sale of financial investments	192	80	97	42
Gain on sale of fixed assets	72	43	5	2
	1,661	630	924	316

Breakdown of expenses from investment activities is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Losses on the remeasurement of financial investments	130	71	65	12
Loss on sale of fixed assets	37	-	-	-
	167	71	65	12

24. FINANCIAL INCOME / EXPENSES

Breakdown of financial income is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Interest income	243	53	378	135
Foreign exchange gains from financial activities, gross	112	10	300	11
Fair value gains on derivative financial instruments, net	-	(34)	-	-
Other	-	-	11	-
	355	29	689	146

Breakdown of financial expenses is as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Foreign exchange losses on financial activities, gross (*)	488	64	520	81
Interest expense from leasing liabilities	370	127	298	112
Interest expense from financial activities	69	30	48	15
Interest expenses on employee benefits	62	21	47	15
Rediscount interest expense from repayments of aircraft, net	51	23	5	3
Fair value losses on derivative financial instruments, net	28	28	65	(189)
Aircraft financing expenses	16	6	7	2
Other	11	5	5	2
	1,095	304	995	41

(*) As of 30 September 2026, gross foreign exchange losses included in financial expenses mainly consist of foreign exchange losses arising from deposits, borrowings and lease liabilities.

25. TAX ASSETS AND LIABILITIES

Current income tax (assets) / liabilities are as follows:

	30 September 2026	31 December 2025
Provisions for corporate tax	239	176
Prepaid taxes and funds	(272)	(166)
Current income tax (assets) / liabilities	(33)	10

Tax income / (expense) are as follows:

	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Deferred tax income	347	132	78	54
Current period tax (expense)	(310)	(208)	(401)	(275)
Tax income / (expense)	37	(76)	(323)	(221)

Tax effect related to other comprehensive income is as follows:

	1 January - 30 September 2026			1 January - 30 September 2025		
	Amount before tax	Tax (expense) / income	Amount after tax	Amount before tax	Tax (expense) / income	Amount after tax
Change in cash flow hedge reserve	379	(98)	281	(982)	221	(761)
Changes in foreign currency translation difference	20	-	20	35	-	35
Change in actuarial losses from retirement pay obligation	(8)	2	(6)	(1)	-	(1)
Losses on Remeasuring FVOCI	(85)	21	(64)	12	(3)	9
Other comprehensive income	306	(75)	231	(936)	218	(718)

There is no taxation effect for the changes in foreign currency translation difference that is included in other comprehensive income.

25. TAX ASSETS AND LIABILITIES (cont'd)

Corporate Tax

The general corporate income tax rate is 25% in Türkiye, the corporate tax rate is applied with a 5-point discount on the earnings of exporting institutions derived exclusively from exports. The corporation tax rate is applied to net income of the companies after adjusting for certain disallowable expenses, exempt income and allowances.

Turkish tax legislation does not permit a parent company and its subsidiaries to file a consolidated tax return. Therefore, tax liabilities, as reflected in these consolidated financial statements, have been calculated on a separate-entity basis.

Deferred Tax

The Group recognizes deferred tax assets and liabilities based upon temporary differences between its financial statements as reported for IFRS purposes and its statutory tax financial statements. These differences usually result in the recognition of revenue and expenses in different reporting periods for IFRS and tax purposes, which are given below.

In Türkiye, the companies can not declare a consolidated tax return; therefore, subsidiaries with deferred tax assets were not netted off against subsidiaries with deferred tax liabilities position and they are disclosed separately.

25. TAX ASSETS AND LIABILITIES (cont'd)

Deferred Tax (cont'd)

Breakdown of the deferred tax assets and (liabilities) is as follows:

	30 September 2026	31 December 2025
Deferred tax asset	674	413
Deferred tax liability	(51)	(73)
Deferred tax asset	623	340

	30 September 2026	31 December 2025
Fixed assets	341	161
Expense and income accruals	295	183
Provisions for employee benefits	77	70
Deferred revenue and prepaid expenses	46	66
Lease liabilities (net) (*)	41	29
Provisions for unused vacation	39	32
Miles accruals	33	38
Other incentives	28	22
Carry forward tax losses	9	2
Change in fair value of derivative instruments	(52)	(25)
Adjustments for passenger flight liabilities	(161)	(179)
Other	(73)	(59)
Deferred tax asset	623	340

(*) The related amount includes the effects of lease liabilities and right of use assets on deferred tax assets and liabilities.

Pursuant to Law No. 7571 published in the Official Gazette dated 25 December 2025, amendments were made to the Tax Procedure Law ("TPL"). In accordance with these amendments, statutory tax financial statements will not be subject to inflation adjustment for the 2026 fiscal year, including interim tax periods, as well as for the 2026 and 2027 fiscal years.

Furthermore, during these periods in which inflation accounting is not applied, it will be permissible to revalue depreciable assets in accordance with Article 298, paragraph (Ç) of the TPL.

Accordingly, the Group has elected to apply the revaluation practice in the current period, and property, plant and equipment have been carried at their revalued amounts. The deferred tax amount under Article 298 (Ç) for the fiscal year 2026 has been calculated based on these revalued amounts.

25. TAX ASSETS AND LIABILITIES (cont'd)

Deferred Tax (cont'd)

The changes of deferred tax asset and (liability) for the period ended 1 January – 30 September 2026 and 2025 are as follows:

	1 January - 30 September 2026	1 January - 30 September 2025
Opening balance at 1 January	340	337
Deferred tax income	347	78
Tax income from FVOCI	18	(3)
Foreign currency translation difference	11	-
Tax income of actuarial losses on retirement pay obligation	2	-
Tax income from hedging reserves	(95)	221
Deferred tax asset at the end of the period	623	633

Reconciliation with current tax expense for the period 1 January – 30 September 2026 and 2025 are as follows:

Reconciliation of effective tax charge;	1 January - 30 September 2026	1 July - 30 September 2026	1 January - 30 September 2025	1 July - 30 September 2025
Profit from operations before tax	1,676	1,366	2,348	1,599
Tax calculated with the effective tax rate	(419)	(341)	(587)	(400)
Taxation effects on:				
- revaluation	1,145	464	-	-
- income from investment certificates	56	20	45	17
- investments accounted by using the equity method	23	36	22	28
- unused tax incentive	15	3	9	-
- exception	6	2	23	6
- effect of the change in the deferred tax rate	-	-	(75)	(52)
- non deductible expenses	(20)	(11)	(8)	(1)
- foreign currency translation difference	(769)	(249)	248	181
Tax income / (expense) in statement of profit or loss	37	(76)	(323)	(221)

26. EARNINGS PER SHARE

Earnings per share disclosed in the consolidated profit or loss and other comprehensive income is determined by dividing the net income by the weighted average number of shares that have been outstanding during the relevant period.

In Türkiye, companies can increase their share capital by making a pro-rata distribution of shares ("bonus interest") to existing shareholders from retained earnings. For the purpose of earnings per share computations, such bonus shares are regarded as issued shares. Accordingly, the weighted average number of shares outstanding during the years has been adjusted in respect of bonus shares issued without a corresponding change in resources, by giving them retroactive effect for the year in which they were issued and for each earlier year.

26. EARNINGS PER SHARE (cont'd)

Number of total shares and calculation of profits per share at 1 January – 30 September 2026 and 2025:

	1 January - 30 September 2026	1 January - 30 September 2025
Number of shares outstanding at 1 January (in full)	137,993,344,756	137,994,458,955
Number of shares outstanding at 30 September (in full)	137,992,359,756	137,993,723,756
Weighted average number of shares outstanding during the period (in full)	137,992,563,089	137,994,007,095
Net profit for the period	1,714	2,025
Basic earnings per share (Full US Cents) (*)	1.24	1.47
Diluted earnings per share (Full US Cents) (*)	1.24	1.47

(*) Basic and diluted earnings per share are the same as there are no dilutive potential ordinary shares.

27. DERIVATIVE FINANCIAL INSTRUMENTS

Breakdown of derivative financial assets and liabilities of the Group as of 30 September 2026 and as of 31 December 2025 are as follows:

Derivative financial assets	30 September 2026	31 December 2025
Derivative instruments not subject to hedge accounting	164	243
Derivative instruments for fuel prices cash flow hedge	128	-
Derivative instruments for cross currency rate cash flow hedge	3	3
Derivative instruments for interest rate cash flow hedge	-	1
	295	247

Derivative financial liabilities	30 September 2026	31 December 2025
Derivative instruments not subject to hedge accounting	54	118
Derivative instruments for fuel prices cash flow hedge	33	30
	87	148

28. NATURE AND LEVEL OF RISKS DERIVING FROM FINANCIAL INSTRUMENTS

Foreign currency risk management

Transactions in foreign currencies expose the Group to foreign currency risk. The foreign currency denominated assets and liabilities as monetary and non-monetary items are below:

	30 September 2026					
	USD EQUIVALENT	**TL**	**EUR**	**JPY**	**CHF**	**OTHER (**)**
1.Trade Receivables	1,194	236	225	12	20	701
2a.Monetary Financial Assets	6,056	5,131	851	15	10	49
2b.Non Monetary Financial Assets	-	-	-	-	-	-
3.Other	977	584	155	4	7	227
4.Current Assets (1+2+3)	**8,227**	**5,951**	**1,231**	**31**	**37**	**977**
5.Trade Receivables	8	-	8	-	-	-
6a.Monetary Financial Assets	867	398	467	-	-	2
6b.Non Monetary Financial Assets	-	-	-	-	-	-
7.Other	1,128	535	593	-	-	-
8.Non Current Assets (5+6+7)	**2,003**	**933**	**1,068**	**-**	**-**	**2**
9.Total Assets (4+8)	**10,230**	**6,884**	**2,299**	**31**	**37**	**979**
10.Trade Payables	1,303	834	381	7	5	76
11.Financial Liabilities (*)	3,277	57	2,771	232	99	118
12a.Other Liabilities, Monetary	1,041	803	144	4	4	86
12b.Other Liabilities, Non Monetary	-	-	-	-	-	-
13.Current Liabilities (10+11+12)	**5,621**	**1,694**	**3,296**	**243**	**108**	**280**
14.Trade Payables	-	-	-	-	-	-
15.Financial Liabilities (*)	11,556	97	5,615	2,884	1,093	1,867
16a.Other Liabilities, Monetary	294	294	-	-	-	-
16b.Other Liabilities, Non Monetary	-	-	-	-	-	-
17.Non Current Liabilities (14+15+16)	**11,850**	**391**	**5,615**	**2,884**	**1,093**	**1,867**
18.Total Liabilities (13+17)	**17,471**	**2,085**	**8,911**	**3,127**	**1,201**	**2,147**
19.Net asset / liability position of off-balance sheet derivatives (19a-19b)	**1,201**	**1,579**	**(325)**	**-**	**-**	**(53)**
19a.Off-balance sheet foreign currency derivative assets	5,128	4,771	357	-	-	-
19b.Off-balance sheet foreign currency derivative liabilities	3,927	3,192	682	-	-	53
20.Net foreign currency asset / (liability) position (9-18+19)	**(6,040)**	**6,378**	**(6,937)**	**(3,096)**	**(1,164)**	**(1,221)**
21.Net foreign currency asset / liability position of monetary items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	**(9,346)**	**3,680**	**(7,360)**	**(3,100)**	**(1,171)**	**(1,395)**
22.Fair value of foreign currency hedged financial assets	**-**	**-**	**-**	**-**	**-**	**-**
23.Hedged foreign currency assets	**-**	**-**	**-**	**-**	**-**	**-**
24.Hedged foreign currency liabilities	**10,997**	**-**	**6,227**	**1,592**	**1,187**	**1,991**

(*) The Group's net open foreign currency position arises from long-term borrowings denominated in Euro, Japanese Yen and Swiss Franc, obtained to fund its investments. The Group mitigates the foreign exchange risk arising from long-term borrowings used to finance its aircraft investments through highly probable revenues denominated in the same currencies. As of 30 September 2026, the USD equivalent of the borrowings within this scope amounted to USD 10,997.

(**) The amount of Chinese yuan in total assets is USD 126, in total liabilities is USD 1,991, in the hedged foreign currency liabilities is USD 1,991.

28. NATURE AND LEVEL OF RISKS DERIVING FROM FINANCIAL INSTRUMENTS (cont'd)

Foreign currency risk management (cont'd)

	31 December 2025					
	USD EQUIVALENT	**TL**	**EUR**	**JPY**	**CHF**	**OTHER (**)**
1.Trade Receivables	772	207	101	14	9	441
2a.Monetary Financial Assets	5,830	3,163	2,494	5	93	75
2b.Non Monetary Financial Assets	-	-	-	-	-	-
3.Other	728	322	173	2	6	225
4.Current Assets (1+2+3)	**7,330**	**3,692**	**2,768**	**21**	**108**	**741**
5.Trade Receivables	18	-	18	-	-	-
6a.Monetary Financial Assets	1,230	984	246	-	-	-
6b.Non Monetary Financial Assets	-	-	-	-	-	-
7.Other	1,133	547	586	-	-	-
8.Non Current Assets (5+6+7)	**2,381**	**1,531**	**850**	**-**	**-**	**-**
9.Total Assets (4+8)	**9,711**	**5,223**	**3,618**	**21**	**108**	**741**
10.Trade Payables	1,174	756	319	8	3	88
11.Financial Liabilities (*)	3,247	34	2,697	348	93	75
12a.Other Liabilities, Monetary	783	593	103	5	4	78
12b.Other Liabilities, Non Monetary	-	-	-	-	-	-
13.Current Liabilities (10+11+12)	**5,204**	**1,383**	**3,119**	**361**	**100**	**241**
14.Trade Payables	-	-	-	-	-	-
15.Financial Liabilities (*)	10,676	74	5,891	2,527	702	1,482
16a.Other Liabilities, Monetary	282	282	-	-	-	-
16b.Other Liabilities, Non Monetary	-	-	-	-	-	-
17.Non Current Liabilities (14+15+16)	**10,958**	**356**	**5,891**	**2,527**	**702**	**1,482**
18.Total Liabilities (13+17)	**16,162**	**1,739**	**9,010**	**2,888**	**802**	**1,723**
19.Net asset / liability position of off-balance sheet derivatives (19a-19b)	**50**	**1,995**	**(1,928)**	**-**	**(3)**	**(14)**
19a.Off-balance sheet foreign currency derivative assets	7,543	5,213	2,328	-	-	2
19b.Off-balance sheet foreign currency derivative liabilities	7,493	3,218	4,256	-	3	16
20.Net foreign currency asset/(liability) position (9-18+19)	**(6,401)**	**5,479**	**(7,320)**	**(2,867)**	**(697)**	**(996)**
21.Net foreign currency asset / liability position of monetary items (IFRS 7.B23) (=1+2a+5+6a-10-11-12a-14-15-16a)	**(8,312)**	**2,615**	**(6,151)**	**(2,869)**	**(700)**	**(1,207)**
22.Fair value of foreign currency hedged financial assets	**-**	**-**	**-**	**-**	**-**	**-**
23.Hedged foreign currency assets	**-**	**-**	**-**	**-**	**-**	**-**
24.Hedged foreign currency liabilities	**10,292**	**-**	**6,801**	**1,144**	**795**	**1,552**

(*) The Group's net open foreign currency position arises from long-term borrowings denominated in Euro, Japanese Yen and Swiss Franc, obtained to fund its investments. The Group mitigates the foreign exchange risk arising from long-term borrowings used to finance its aircraft investments through highly probable revenues denominated in the same currencies. As of 31 December 2025, the USD equivalent of the borrowings within this scope amounted to USD 10,292.

(**) The amount of Chinese yuan in total assets is USD 79, in total liabilities is USD 1,563, in the hedged foreign currency liabilities is USD 1,552.

28. NATURE AND LEVEL OF RISKS DERIVING FROM FINANCIAL INSTRUMENTS (cont'd)

Foreign currency risk management (cont'd)

Foreign currency sensitivity

The Group is exposed to foreign exchange risk primarily from TL, EUR, JPY and CHF. The following table details the Group's sensitivity to a 10% increase and decrease in TL, EUR, JPY and CHF against USD. 10% is the sensitivity rate used when reporting foreign currency risk internally to key management and represents management's assessment of the possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in foreign currency rates. The sensitivity analysis includes external loans as well as loans to foreign operations within the Group where the denomination of the loan is in a currency other than the currency of the lender or the borrower. A positive number indicates an increase in profit or loss with a same effect on equity. The Group accounted investment loans and aircraft financial liabilities in scope of cash flow hedge accounting and foreign exchange income/expense arising from these loans and liabilities are recognized in equity. 10% increase and decrease effect of foreign exchange rates are calculated with the same method and the calculated foreign exchange gains/losses are presented as hedged portion in the foreign exchange sensitivity table. Furthermore, the hedged portion of foreign exchange gains/losses via forwards and cross currency swap transactions is classified as the amount hedged against USD in the statement of exchange rate sensitivity analysis.

	30 September 2026			
	Profit / (Loss)			
	Before Tax		**Equity**	
	If foreign currency appreciated 10 %	If foreign currency depreciated 10 %	If foreign currency appreciated 10 %	If foreign currency depreciated 10 %
1- TL net asset / liability	638	(638)	-	-
2- Part hedged from TL risk (-)	-	-	-	-
3- TL net effect (1+2)	638	(638)	-	-
4- Euro net asset / liability	(694)	694	(623)	623
5- Part hedged from Euro risk (-)	623	(623)	-	-
6- Euro net effect (4+5)	(71)	71	(623)	623
7- JPY net asset / liability	(310)	310	(159)	159
8- Part hedged from JPY risk (-)	159	(159)	-	-
9- JPY net effect (7+8)	(151)	151	(159)	159
10- CHF net asset / liability	(116)	116	(119)	119
11- Part hedged from CHF risk (-)	119	(119)	-	-
12- CHF net effect (10+11)	3	(3)	(119)	119
13- Other foreign currency net asset / liability	(122)	122	(199)	199
14- Part hedged other foreign currency risk (-)	199	(199)	-	-
15- Other foreign currency net effect (13+14)	77	(77)	(199)	199
TOTAL (3 + 6 + 9 + 12 + 15)	496	(496)	(1,100)	1,100

28. NATURE AND LEVEL OF RISKS DERIVING FROM FINANCIAL INSTRUMENTS (cont'd)

Foreign currency risk management (cont'd)

Foreign currency sensitivity (cont'd)

	31 December 2025			
	Profit / (Loss)			
	Before Tax		Equity	
	If foreign currency appreciated 10 %	If foreign currency depreciated 10 %	If foreign currency appreciated 10 %	If foreign currency depreciated 10 %
1- TL net asset / liability	548	(548)	-	-
2- Part hedged from TL risk (-)	-	-	-	-
3- TL net effect (1+2)	548	(548)	-	-
4- Euro net asset / liability	(732)	732	(680)	680
5- Part hedged from Euro risk (-)	680	(680)	-	-
6- Euro net effect (4+5)	(52)	52	(680)	680
7- JPY net asset / liability	(287)	287	(114)	114
8- Part hedged from JPY risk (-)	114	(114)	-	-
9- JPY net effect (7+8)	(173)	173	(114)	114
10- CHF net asset / liability	(70)	70	(80)	80
11- Part hedged from CHF risk (-)	80	(80)	-	-
12- CHF net effect (10+11)	10	(10)	(80)	80
13- Other foreign currency net asset / liability	(100)	100	(155)	155
14- Part hedged other foreign currency risk (-)	155	(155)	-	-
15- Other foreign currency net effect (13+14)	55	(55)	(155)	155
TOTAL (3 + 6 + 9 + 12 + 15)	388	(388)	(1,029)	1,029

29. GOVERNMENT GRANTS AND INCENTIVES

Incentive certificates dated 28 December 2010, 15 June 2012, 18 December 2014, 1 March 2018, 9 August 2018, 25 February 2022, 12 December 2023, 26 December 2024 and 28 February 2025 were obtained from the Ministry of Industry and Technology for investment of aircraft. These certificates provide the Group with certain advantages on reduction of corporate tax, customs duty exemption and support for insurance premium of employers.

As a result of the revaluation process in tax based financial statements, the tax of USD 2,043 that may arise in future periods upon the disposal of the revalued fixed assets can be offset against government incentive receivables that have not yet been recognized in the financial statements and remain unused.

As of 30 September 2026, the Group has discounts and exemptions amounting to USD 5,663 that it can benefit from in the foreseeable future (30 September 2025: USD 3,963). For the period 1 January - 30 September 2026, USD 170 of this tax advantage has been used (30 September 2025: USD 567).

- There is no time limit for the use of these incentives.
- The Group regularly conducts forecast studies for the usage periods of the tax advantage. The periods of use of the tax advantage have been estimated under the current conditions.
- The Group expects that the related tax benefits will be used within 1 - 10 years in this context.
- When a 10% deviation is applied to changes in the exchange rate, DPI-PPI ratio and other economic data that affect the use of investment incentives, as well as operational income/expenses that are likely to occur, no change is expected in the 1-10 years period of use.

30. EVENTS AFTER THE REPORTING PERIOD

None.