

JOINT STOCK COMPANY AIR ASTANA
STATEMENT OF PROFIT OR LOSS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2019 (UNAUDITED)

(in thousands of USD)

	Nine-month period ended 30 September 2019 (unaudited)	Nine-month period ended 30 September 2018 (unaudited)
Revenue		
Passenger revenue	618,139	626,752
Cargo and mail	15,032	14,914
Other	6,007	5,384
Total revenue	639,178	647,050
Operating expenses		
Fuel	(155,345)	(181,110)
Handling, landing fees and route charges	(81,715)	(86,251)
Engineering and maintenance	(69,813)	(59,747)
Passenger service	(68,615)	(71,823)
Employee costs	(62,052)	(59,860)
Depreciation and amortisation	(57,472)	(18,969)
Selling costs	(31,738)	(31,421)
Aircraft crew costs	(25,660)	(26,909)
Aircraft operating lease costs	(11,565)	(53,472)
Insurance	(4,007)	(3,174)
Information technology	(2,948)	(2,758)
Consultancy, legal and professional services	(2,576)	(2,487)
Property lease cost	(1,866)	(2,988)
Taxes, other than income tax	(1,242)	(2,041)
Impairment loss on trade receivables	(186)	(150)
Other	(5,295)	(7,648)
Total operating expenses	(582,095)	(610,808)
Operating profit	57,083	36,242
Finance income	2,652	2,088
Finance costs	(18,766)	(7,745)
Foreign exchange loss, net	(9,933)	(12,151)
Profit before tax	31,036	18,434
Income tax expense	(7,186)	(5,539)
Net profit for the period	23,850	12,895
Basic and diluted earnings per share (in USD)	1,403	759

On behalf of the Company's management:



Azamat Ospanov
Vice-president Finance Accounts, Chief Accountant



JOINT STOCK COMPANY AIR ASTANA

STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2019 (UNAUDITED)

(in thousands of USD)

	Nine-month period ended 30 September 2019 (unaudited)	Nine-month period ended 30 September 2018 (unaudited)
Net profit for the period	23,850	12,895
Other comprehensive income to be reclassified into profit or loss in subsequent periods:		
Realized net gain from cash flow hedging instruments	8,343	8,126
Corporate income tax related to gain from cash flow hedging instruments	(1,669)	(1,625)
Other comprehensive income for the period, net of income tax	<u>6,674</u>	<u>6,501</u>
Total comprehensive income for the period	<u><u>30,524</u></u>	<u><u>19,396</u></u>

JOINT STOCK COMPANY AIR ASTANA

STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019 (UNAUDITED)

(in thousands of USD)

	30 September 2019 (unaudited)	31 December 2018
ASSETS		
Non-current assets		
Property and equipment	602,242	255,007
Intangible assets	1,747	2,164
Prepayments for non-current assets	15,323	14,622
Guarantee deposits	16,664	19,170
Trade and other receivables	5,211	4,059
	641,187	295,022
Current assets		
Inventories	52,138	44,965
Prepayments	41,815	25,166
Income tax prepaid	-	1,336
Trade and other receivables	35,799	26,633
Other taxes prepaid	30,500	22,665
Guarantee deposits	23,153	31,839
Cash and bank balances	147,838	132,826
Other financial assets	182	118
	331,425	285,548
Total assets	972,612	580,570
EQUITY AND LIABILITIES		
Equity		
Share capital	17,000	17,000
Functional currency transition reserve	(9,324)	(9,324)
Reserve on hedging instruments, net of tax	(56,096)	(62,770)
Retained earnings	143,168	143,746
Total equity	94,748	88,652
Non-current liabilities		
Loans	6,674	7,751
Lease liabilities	507,334	241,033
Deferred tax liabilities	6,422	16,455
Provision for aircraft maintenance	48,981	38,623
	569,411	303,862
Current liabilities		
Loans	1,384	1,405
Lease liabilities	110,384	40,494
Deferred revenue	63,995	52,731
Provision for aircraft maintenance	54,695	48,613
Trade and other payables	77,995	44,813
	308,453	188,056
Total liabilities	877,864	491,918
Total equity and liabilities	972,612	580,570

JOINT STOCK COMPANY AIR ASTANA

STATEMENT OF CHANGES IN EQUITY FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2019 (UNAUDITED)

(in thousands of USD)

	Share capital	Functional currency translation reserve	Reserve on hedging instruments	Retained earnings	Total equity
At 1 January 2018 (as previously reported)	17,000	(9,324)	(71,465)	150,552	86,763
Adjustments on initial application of IFRS 9 and IFRS 15	-	-	-	(482)	(482)
Adjusted balance at 1 January 2018	17,000	(9,324)	(71,465)	150,070	86,281
Profit for the period (unaudited)	-	-	-	12,895	12,895
Realised loss on cash flow hedging instruments, net of tax (unaudited)	-	-	6,501	-	6,501
Total other comprehensive income for the period (unaudited)	-	-	6,501	12,895	19,396
Dividends declared (unaudited)	-	-	-	(10,643)	(10,643)
At 30 September 2018 (unaudited)	17,000	(9,324)	(64,963)	152,322	95,035
At 1 January 2019 (as previously reported)	17,000	(9,324)	(62,770)	143,746	88,652
Adjustments on initial application of IFRS 16	-	-	-	(24,428)	(24,428)
Adjusted balance at 1 January 2019	17,000	(9,324)	(62,770)	119,318	64,224
Profit for the period (unaudited)	-	-	-	23,850	23,850
Realised loss on cash flow hedging instruments, net of tax (unaudited)	-	-	6,674	-	6,674
Total other comprehensive income for the period (unaudited)	-	-	6,674	23,850	30,524
At 30 September 2019 (unaudited)	17,000	(9,324)	(56,096)	143,168	94,748

JOINT STOCK COMPANY AIR ASTANA
STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2019 (UNAUDITED)

(in thousands of USD)

	Nine-month period ended 30 September 2019 (unaudited)	Nine-month period ended 30 September 2018 (unaudited)
OPERATING ACTIVITIES:		
Profit before tax	31,036	18,434
Adjustments for:		
Depreciation and amortisation of property and equipment and intangible assets	57,472	18,969
Gain on disposal of property, plant and equipment	(990)	(522)
Change in impairment allowance for prepayments and trade receivables	(459)	(356)
Change in write-down of obsolete and slow-moving inventories	(82)	467
Change in vacation accrual	165	(1,170)
Change in provision for aircraft maintenance	22,652	14,252
Reversal of loyalty provision	1,125	1,553
Foreign exchange loss, net	9,933	12,151
Finance income	(2,652)	(2,088)
Finance costs	18,766	7,745
Operating cash flow before movements in working capital	136,966	69,436
Change in trade and other accounts receivables	(10,205)	(10,605)
Change in prepaid expenses	(24,156)	(14,586)
Change in inventories	(5,967)	(6,663)
Change in trade and other payables and other current liabilities	25,487	15,807
Change in deferred revenue	10,139	3,257
Change in other financial assets	(1,410)	-
Cash generated from operations	130,854	56,647
Income tax paid	(7,728)	(2,292)
Interest received	2,062	-
Net cash generated from operating activities	125,188	54,354
INVESTING ACTIVITIES:		
Purchase of property and equipment	(27,346)	(17,715)
Proceeds from disposal of property, plant and equipment	594	3,371
Purchase of intangible assets	(288)	(140)
Bank and Guarantee deposits placed	(11,423)	(56,421)
Bank and Guarantee deposits withdrawn	22,710	58,003
Net cash used in investing activities	(15,753)	(9,902)

Continued on the next page

JOINT STOCK COMPANY AIR ASTANA
STATEMENT OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2019 (CONTINUED) (UNAUDITED)

(in thousands of USD)

	Nine-month period ended 30 September 2019 (unaudited)	Nine-month period ended 30 September 2018 (unaudited)
FINANCING ACTIVITIES:		
Repayment of finance lease	(75,271)	(29,269)
Interest paid	(17,472)	(7,951)
Repayment of borrowings	(1,014)	(1,137)
Net cash used in financing activities	<u>(93,757)</u>	<u>(49,000)</u>
NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES	15,678	(4,548)
Effect of exchange rate changes on cash and bank balances held in foreign currencies	(666)	(1,746)
CASH AND BANK BALANCES, at the beginning of the period	<u>132,826</u>	<u>148,181</u>
CASH AND BANK BALANCES, at the end of the period	<u>147,838</u>	<u>141,887</u>