

JOINT STOCK COMPANY AIR ASTANA

STATEMENT OF COMPREHENSIVE LOSS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2014 (UNAUDITED) (in thousands of USD)

	Three-month period ended 31 March 2014 (unaudited)	Three-month period ended 31 March 2013 (unaudited)
Revenue		
Passenger revenue	187,573	190,972
Cargo and mail	6,003	6,497
Other revenue	4,905	4,218
Total revenue	198,481	201,687
Operating expenses		
Fuel	(65,569)	(65,484)
Handling, landing fees and route charges	(29,072)	(27,757)
Engineering and maintenance	(24,605)	(17,109)
Employee costs	(23,534)	(21,683)
Passenger service	(20,035)	(19,158)
Aircraft operating lease costs	(17,056)	(20,659)
Depreciation and amortisation	(10,934)	(5,912)
Aircraft crew costs	(9,536)	(10,316)
Selling costs	(8,086)	(10,763)
Insurance	(1,342)	(1,370)
Property lease cost	(1,322)	(1,423)
Taxes, other than income tax	(1,311)	(1,684)
Information technology	(825)	(774)
Consultancy, legal and professional services	(336)	(299)
Other	(1,350)	(1,688)
Total operating expenses	(214,913)	(206,079)
Operating loss	(16,432)	(4,392)
Finance income	649	708
Finance costs	(3,661)	(1,425)
Foreign exchange (loss)/gain, net	(48,368)	711
Loss before tax	(67,812)	(4,398)
Income tax benefit	12,328	835
Net loss for the period	(55,484)	(3,563)
Other comprehensive loss		
Foreign currency translation loss	(47,576)	(569)
Income tax	3,155	385
Other comprehensive loss for the period	(44,421)	(184)
Total comprehensive loss for the period	(99,905)	(3,747)
Basic and diluted loss per share (in USD)	(3,264)	(210)

On behalf of the Company's management:

Alima Zamanbekova / Chief Accountant



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JOINT STOCK COMPANY AIR ASTANA

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2014 (UNAUDITED) (in thousands of USD)

	31 March 2014 (unaudited)	31 December 2013
ASSETS		
Non-current assets		
Property, plant and equipment	472,360	562,856
Intangible assets	1,701	2,139
Prepayments for long-term assets	20,158	23,798
Trade and other receivables	4,925	5,448
Guarantee deposits	12,141	12,799
	<u>511,285</u>	<u>607,040</u>
Current assets		
Inventories	51,969	55,247
Prepayments	44,211	49,214
Income tax prepaid	5,023	5,510
Trade and other receivables	37,367	32,706
Financial assets at fair value through profit or loss	1,402	331
Other taxes prepaid	8,682	7,768
Guarantee deposits	7,103	5,146
Bank deposits	93,475	114,372
Cash and bank balances	23,145	13,725
	<u>272,377</u>	<u>284,019</u>
Total assets	<u>783,662</u>	<u>891,059</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	17,000	17,000
Foreign currency translation reserve	(69,423)	(25,002)
Retained earnings	260,036	315,520
Total equity	<u>207,613</u>	<u>307,518</u>
Non-current liabilities		
Finance lease liabilities	377,666	382,887
Deferred tax liability	3,763	18,120
Provision for aircraft maintenance	6,533	7,098
	<u>387,962</u>	<u>408,105</u>
Current liabilities		
Loans	9,282	9,282
Finance lease liabilities	33,133	36,470
Deferred revenue	59,694	63,240
Provision for aircraft maintenance	15,138	16,049
Trade and other payables	69,790	50,129
Financial liabilities at fair value through profit or loss	1,050	266
	<u>188,087</u>	<u>175,436</u>
Total liabilities	<u>576,049</u>	<u>583,541</u>
Total equity and liabilities	<u>783,662</u>	<u>891,059</u>

On behalf of the Company's management:

Alima Zamanbekova / Chief Accountant



Alima Zamanbekova

JOINT STOCK COMPANY AIR ASTANA

STATEMENT OF CHANGES IN EQUITY FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2014 (UNAUDITED) (in thousands of USD)

	Share capital	Foreign currency translation reserve	Retained earnings	Total equity
At 1 January 2013	17,000	(19,595)	285,276	282,681
Net loss for the period (unaudited)	-	-	(3,563)	(3,563)
Other comprehensive loss (unaudited)	-	(184)	-	(184)
Total comprehensive loss for the period (unaudited)	-	(184)	(3,563)	(3,747)
At 31 March 2013 (unaudited)	17,000	(19,779)	281,713	278,934
At 1 January 2014	17,000	(25,002)	315,520	307,518
Net loss for the period (unaudited)	-	-	(55,484)	(55,484)
Other comprehensive loss for the year (unaudited)	-	(44,421)	-	(44,421)
Total comprehensive loss for the period (unaudited)	-	(44,421)	(55,484)	(99,905)
At 31 March 2014 (unaudited)	17,000	(69,423)	260,036	207,613

On behalf of the Company's management:



Alima Zamanbekova / Chief Accountant

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JOINT STOCK COMPANY AIR ASTANA

STATEMENT OF CASH FLOWS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2014 (UNAUDITED) (in thousands of USD)

	Three-month period ended 31 March 2014 (unaudited)	Three-month period ended 31 March 2013 (unaudited)
OPERATING ACTIVITIES:		
Loss before tax	(67,812)	(4,398)
Adjustments for:		
Depreciation and amortisation of property, plant and equipment and intangible assets	10,235	5,912
Gain on disposal of property, plant and equipment	(57)	(473)
Change in allowance for doubtful debts	-	27
Foreign exchange loss/(gain)	45,225	(710)
Finance income	(162)	(519)
Interest expense on finance lease	3,087	1,081
Net unrealised (gain)/loss on financial assets and liabilities at fair value through profit or loss	(444)	31
Operating cash flow before movements in working capital	(9,928)	951
Change in accounts receivable	(9,461)	(16,113)
Change in other receivables and prepaid expenses	(4,887)	2,019
Change in inventories	(5,351)	1,265
Change in accounts payable, accrued expenses and other current liabilities	29,828	3,529
Change in deferred revenue	6,330	11,116
Cash generated from operations	6,531	2,767
Income tax paid	(373)	(2,206)
Interest paid	(3,109)	(1,046)
Net cash generated from/(used in) operating activities	3,049	(485)
INVESTING ACTIVITIES:		
Pre-delivery payments	-	(6,371)
Purchase of property, plant and equipment	(5,135)	(4,273)
Proceeds from disposal of property, plant and equipment	517	1,136
Purchase of intangible assets	(102)	(324)
Bank term deposits placed	(27,048)	(24,124)
Bank term deposits withdrawn	43,329	38,966
Interest received	78	3,970
Net cash generated from investing activities	11,639	8,980

JOINT STOCK COMPANY AIR ASTANA

STATEMENT OF CASH FLOWS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2014 (CONTINUED) (UNAUDITED) (in thousands of USD)

	Three-month period ended 31 March 2014 (unaudited)	Three-month period ended 31 March 2013 (unaudited)
FINANCING ACTIVITIES:		
Repayment of finance lease	(8,663)	(2,326)
Proceeds from borrowings	-	2,761
Net cash (used in)/received from financing activities	(8,663)	435
NET INCREASE IN CASH AND BANK BALANCES	6,025	8,930
Effect of exchange rate changes on cash and bank balances held in foreign currencies	3,395	(30)
CASH AND BANK BALANCES, at the beginning of the period	13,725	43,051
CASH AND BANK BALANCES, at the end of the period	23,145	51,951

On behalf of the Company's management:

Alima Zamanbekova / Chief Accountant

