

# JOINT STOCK COMPANY AIR ASTANA

## STATEMENT OF PROFIT OR LOSS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2017 (UNAUDITED) (in thousands of USD)

	Three-month period ended 31 March 2017 (unaudited)	Three-month period ended 31 March 2016 (unaudited)
<b>Revenue</b>		
Passenger revenue	143,713	120,118
Cargo and mail	3,836	3,288
Other revenue	4,910	2,849
<b>Total revenue</b>	<b>152,459</b>	<b>126,255</b>
<b>Operating expenses</b>		
Fuel	(40,142)	(26,324)
Handling, landing fees and route charges	(24,187)	(21,294)
Passenger service	(18,148)	(14,310)
Employee costs	(16,305)	(15,344)
Engineering and maintenance	(15,948)	(17,511)
Aircraft operating lease costs	(15,708)	(14,451)
Selling costs	(8,902)	(6,654)
Aircraft crew costs	(6,562)	(7,173)
Depreciation and amortisation	(6,395)	(6,888)
Property lease cost	(1,169)	(1,032)
Insurance	(1,103)	(1,150)
Information technology	(785)	(714)
Consultancy, legal and professional services	(383)	(489)
Taxes, other than income tax	(368)	(938)
Other	(2,352)	(1,160)
<b>Total operating expenses</b>	<b>(158,457)</b>	<b>(135,432)</b>
<b>Operating loss</b>	<b>(5,998)</b>	<b>(9,177)</b>
Finance income	983	1,675
Finance costs	(3,073)	(3,834)
Foreign exchange (loss)/gain, net	(3,510)	262
<b>Loss before tax</b>	<b>(11,598)</b>	<b>(11,074)</b>
Income tax benefit	2,332	732
<b>Net loss for the period</b>	<b>(9,266)</b>	<b>(10,342)</b>
<b>Basic and diluted loss per share (in USD)</b>	<b>(545)</b>	<b>(608)</b>

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 THREE-MONTH PERIOD ENDED 31 MARCH 2017 (UNAUDITED)

*(in thousands of USD)*

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	<b>Three-month period ended 31 March 2017 (unaudited)</b>	<b>Three-month period ended 31 March 2016 (unaudited)</b>
<b>Net loss for the period</b>	<b>(9,266)</b>	<b>(10,342)</b>
Foreign currency translation gain/(loss), which will never be reclassified to profit or loss in subsequent periods	2,393	(1,678)
Other comprehensive gain/(loss), net of tax, to be reclassified into profit or loss in subsequent periods:		
Net gain/(loss) from cash flow hedging instruments, including realized portion	16,145	(137)
Deferred taxes related to (gain)/losses from cash flow hedging instruments	(3,229)	27
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<b>Other comprehensive income/(loss) for the period, net of tax</b>	<b>15,309</b>	<b>(1,788)</b>
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<b>Total comprehensive income/(loss) for the period</b>	<b>6,043</b>	<b>(12,130)</b>
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# JOINT STOCK COMPANY AIR ASTANA

## STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017 (UNAUDITED) (in thousands of USD)

	31 March 2017 (unaudited)	31 December 2016
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	288,321	271,220
Intangible assets	3,369	3,147
Prepayments for long-term assets	9,183	9,114
Guarantee deposits	15,105	15,400
Trade and other receivables	3,454	6,174
	<b>319,432</b>	<b>305,055</b>
<b>Current assets</b>		
Inventories	46,603	41,288
Prepayments	23,009	22,575
Income tax prepaid	832	783
Trade and other receivables	23,839	22,051
Other taxes prepaid	19,824	16,306
Guarantee deposits	31,502	34,944
Bank deposits	20,135	99,574
Cash and bank balances	107,684	29,987
	<b>273,428</b>	<b>267,508</b>
<b>Total assets</b>	<b>592,860</b>	<b>572,563</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	17,000	17,000
Foreign currency translation reserve	(180,849)	(182,680)
Reserve on hedging instruments, net of tax	(92,389)	(105,868)
Retained earnings	301,359	310,625
<b>Total equity</b>	<b>45,121</b>	<b>39,077</b>
<b>Non-current liabilities</b>		
Loans	12,381	12,043
Finance lease liabilities	325,313	335,499
Deferred tax liability	8,121	6,640
Provision for aircraft maintenance	49,586	38,555
	<b>395,401</b>	<b>392,737</b>
<b>Current liabilities</b>		
Loans	1,739	1,631
Finance lease liabilities	41,398	41,251
Deferred revenue	50,696	38,230
Provision for aircraft maintenance	15,488	20,243
Trade and other payables	43,017	39,394
	<b>152,338</b>	<b>140,749</b>
<b>Total liabilities</b>	<b>547,739</b>	<b>533,486</b>
<b>Total equity and liabilities</b>	<b>592,860</b>	<b>572,563</b>

# JOINT STOCK COMPANY AIR ASTANA

## STATEMENT OF CHANGES IN EQUITY FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2017 (UNAUDITED) (in thousands of USD)

	Share capital	Foreign currency translation reserve	Reserve on hedging instrument	Retained earnings	Total equity
<b>At 1 January 2016</b>	<b>17,000</b>	<b>(181,459)</b>	<b>(121,715)</b>	<b>365,816</b>	<b>79,642</b>
Net loss for the period (unaudited)	-	-	-	(10,342)	(10,342)
Cash flow hedged instruments, net of tax (unaudited)	-	-	(2,277)	-	(2,277)
Realised loss on derivative instruments subject to cash flow hedge accounting, net of tax (unaudited)	-	-	2,167	-	2,167
Translation difference (unaudited)	-	(1,678)	-	-	(1,678)
<b>Total comprehensive loss for the period (unaudited)</b>	<b>-</b>	<b>(1,678)</b>	<b>(110)</b>	<b>(10,342)</b>	<b>(12,130)</b>
<b>At 31 March 2016 (unaudited)</b>	<b>17,000</b>	<b>(183,137)</b>	<b>(121,825)</b>	<b>355,474</b>	<b>67,512</b>
<b>At 1 January 2017</b>	<b>17,000</b>	<b>(182,680)</b>	<b>(105,868)</b>	<b>310,625</b>	<b>39,077</b>
Net loss for the period (unaudited)	-	-	-	(9,266)	(9,266)
Cash flow hedged instruments, net of tax (unaudited)	-	-	10,885	-	10,885
Realised loss on derivative instruments subject to cash flow hedge accounting, net of tax (unaudited)	-	-	2,032	-	2,032
Transfer	-	(562)	562	-	-
Translation difference (unaudited)	-	2,393	-	-	2,393
<b>Total comprehensive income for the period (unaudited)</b>	<b>-</b>	<b>1,831</b>	<b>13,479</b>	<b>(9,266)</b>	<b>6,044</b>
<b>At 31 March 2017 (unaudited)</b>	<b>17,000</b>	<b>(180,849)</b>	<b>(92,389)</b>	<b>301,359</b>	<b>45,121</b>

# JOINT STOCK COMPANY AIR ASTANA

## STATEMENT OF CASH FLOWS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2017 (UNAUDITED) (in thousands of USD)

	Three-month period ended 31 March 2017 (unaudited)	Three-month period ended 31 March 2016 (unaudited)
<b>OPERATING ACTIVITIES:</b>		
Loss before tax	(11,598)	(11,074)
Adjustments for:		
Depreciation and amortisation of property, plant and equipment and intangible assets	6,395	6,888
Gain on disposal of property, plant and equipment	(183)	(400)
Change in allowance for doubtful debts	93	1
Change in allowance for obsolete and slow-moving inventories	(15)	23
Change in vacation reserve	259	(204)
Change in provision for aircraft maintenance	3,729	7,318
Reversal of loyalty provision	196	(56)
Foreign exchange (income)/loss	3,510	(262)
Finance income	(983)	(1,559)
Interest expense on finance lease	2,851	3,075
Interest expense from revaluation of fair value of guarantee deposits	(40)	233
Net unrealised gain on financial assets and liabilities at fair value through profit or loss	-	(116)
Net realised loss on financial assets and liabilities at fair value through profit or loss	-	353
<b>Operating cash flow before movements in working capital</b>	<b>4,214</b>	<b>4,220</b>
Change in trade and other accounts receivables	1,576	(3,804)
Change in prepaid expenses	(19,991)	(1,705)
Change in inventories	(2,651)	37
Change in financial assets and liabilities at fair value through profit or loss and hedge instruments	111	(176)
Change in trade and other payables and other current liabilities	398	(699)
Change in deferred revenue	9,614	3,397
<b>Cash (used in)/generated from operations</b>	<b>(6,729)</b>	<b>1,270</b>
Income tax paid	-	(11)
Interest received	2,521	1,272
<b>Net cash generated from operating activities</b>	<b>(4,208)</b>	<b>2,531</b>
<b>INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	(6,533)	(9,131)
Proceeds from disposal of property, plant and equipment	-	800
Purchase of intangible assets	(256)	(1,879)
Bank term deposits placed	(11,737)	(78,127)
Bank term deposits withdrawn	113,777	71,979
<b>Net cash generated from/(used in) investing activities</b>	<b>95,251</b>	<b>(16,358)</b>

# JOINT STOCK COMPANY AIR ASTANA

## STATEMENT OF CASH FLOWS FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2017 (CONTINUED) (UNAUDITED) *(in thousands of USD)*

	Three-month period ended 31 March 2017 (unaudited)	Three-month period ended 31 March 2016 (unaudited)
<b>FINANCING ACTIVITIES:</b>		
Repayment of finance lease	(10,116)	(9,824)
Interest paid	(2,933)	(3,246)
Repayment of borrowings	(402)	-
<b>Net cash used in financing activities</b>	<b>(13,451)</b>	<b>(13,070)</b>
<b>NET INCREASE /(DECREASE) IN CASH AND BANK BALANCES</b>	<b>77,592</b>	<b>(26,897)</b>
Effect of exchange rate changes on cash and bank balances	105	121
CASH AND BANK BALANCES, at the beginning of the period	29,987	52,471
<b>CASH AND BANK BALANCES, at the end of the period</b>	<b>107,684</b>	<b>25,695</b>