

STATEMENT OF FINANCIAL POSITION

As at 31 December 2017

<i>In thousands of tenge</i>	<i>Note</i>	<i>At 31 December 2017</i>	<i>At 31 December 2016</i>
Assets			
Non-current assets			
Property and equipment	4	51,121,576	47,126,996
Intangible assets		697,368	658,533
Advances paid for non-current assets	5	18,457,329	9,109,650
Held to maturity financial assets	6	2,884,393	–
Other non-current assets		1,149	13,654
		73,161,815	56,908,833
Current assets			
Inventories		294,788	375,663
Trade and other receivables	7	4,554,976	4,250,591
Advances paid	5	974,017	1,019,128
Corporate income tax prepaid		1,533,076	1,776,195
Other current assets		567,597	563,670
Cash and cash equivalents	8	22,508,830	44,187,659
		30,433,284	52,172,906
Assets classified as held for sale		107	4,541
Total assets		103,595,206	109,086,280
Equity and liabilities			
Equity			
Charter capital	9	8,318,090	8,158,711
Provisions	11	(378,608)	–
Retained earnings		86,422,440	83,647,568
		94,361,922	91,806,279
Non-current liabilities			
Deferred tax liabilities	17	2,429,732	2,213,919
Employee benefit obligations	11	1,281,847	872,489
		3,711,579	3,086,408
Current liabilities			
Trade and other payables	10	1,086,325	469,882
Taxes payable		604,061	839,886
Employee benefit obligations	11	90,692	123,864
Salary payable		1,641,098	1,579,812
Advances received		635,198	759,489
Distributions of net profit	9	892,010	9,513,378
Other current liabilities		572,321	907,282
		5,521,705	14,193,593
Total equity and liabilities		103,595,206	109,086,280

General Director



[Signature]
A.G. Bekturov

Chief Accountant

[Signature]
G.Y. Nurmukhanbet

The explanatory notes on pages 5 to 32 are an integral part of these financial statements.

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2017

<i>In thousands of tenge</i>	Note	For the year ended 31 December	
		2017	2016*
Revenue	12	59,213,110	58,614,832
Cost of services	13	(25,008,863)	(22,513,152)
Gross profit		34,204,247	36,101,680
General and administrative expenses	14	(9,123,389)	(10,987,074)
Operating profit		25,080,858	25,114,606
Other income		177,500	85,538
Other expenses		(313,081)	(399,701)
Foreign exchange loss, net		(288,375)	(1,103,827)
Finance income	15	1,254,050	1,377,962
Finance costs	16	(12,963,471)	-
Profit before tax		12,947,481	25,074,578
Income tax expenses	17	(5,514,061)	(5,403,832)
Profit for the year		7,433,420	19,670,746
Other comprehensive loss			
Actuarial losses on employee benefits	11	(378,608)	-
Other comprehensive loss for the year, net of income tax		(378,608)	-
Total comprehensive income for the year, net of income tax		7,054,812	19,670,746

* Certain amounts shown here do not correspond to the 2016 financial statements and reflect reclassifications made, refer to Note 3.

General Director



A.G. Bekturov
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Chief Accountant

G.É. Nurmukhanbet
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STATEMENT OF CASH FLOWS (direct method)

For the year ended 31 December 2017

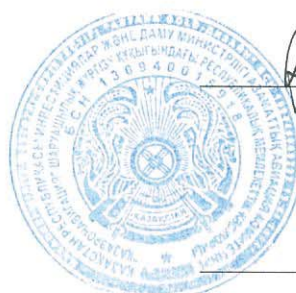
<i>In thousands of tenge</i>	Note	For the year ended 31 December	
		2017	2016
Cash flows from operating activities			
Cash receipts, total		61,021,966	60,869,866
Including:			
Sales of goods and services		59,133,136	58,717,140
Advances received from customers		32,473	204,123
Interest received		1,031,368	1,150,885
Other proceeds		824,989	797,718
Disposal of cash, total		(36,293,511)	(43,885,555)
Including:			
Payments to suppliers for goods and services		(9,158,884)	(7,143,629)
Advances paid to suppliers of goods and services		(314,981)	(9,206,844)
Salary payments		(13,219,477)	(11,886,528)
Payment under insurance contracts		(779,427)	(1,351,193)
Income tax and other budget payments		(11,028,227)	(12,244,624)
Other payments		(1,792,515)	(2,052,737)
Net cash flows from operating activities		24,728,455	16,984,311
Cash flows from investing activities			
Purchase of property and equipment		(17,094,314)	(8,687,645)
Purchase of intangible assets		(168,857)	(547,136)
Impairment of held-to maturity financial assets		(19,327,791)	-
Net cash flows used in investing activities		(36,590,962)	(9,234,781)
Cash flows from financing activities			
Distributions to owners	9	(9,513,378)	(14,129,799)
Net cash flows used in financing activities		(9,513,378)	(14,129,799)
Net decrease in cash and cash equivalents		(21,375,885)	(6,380,269)
Exchange difference on cash and cash equivalents, net		(302,944)	(967,622)
Cash and cash equivalents, beginning		44,187,659	51,535,550
Cash and cash equivalents, ending		22,508,830	44,187,659

NON-CASH AND OTHER TRANSACTIONS – ADDITIONAL DISCLOSURE

The following non-cash and other transactions have been excluded from the statement of cash flows.

During 2017, the Enterprise received fixed assets against advances paid to suppliers for fixed assets in 2016 in the amount of 2,563,088 thousand tenge (2016: 272,540 thousand tenge). During 2017 the Enterprise did not receive fixed assets at no charge from the Civil Aviation Committee (2016: 5,465,200 thousand tenge). In 2017, the Enterprise also received a contribution to the charter capital from the Founder in the form of fixed assets for the total amount of 159,379 thousand tenge.

General Director



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Chief Accountant

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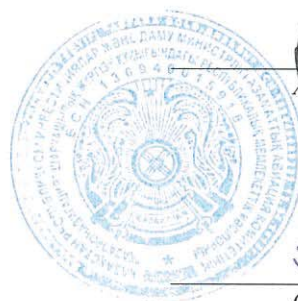
The explanatory notes on pages 5 to 32 are an integral part of these financial statements.

STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2017

<i>In thousands of tenge</i>	Charter capital	Retained earnings	Provisions	Total
At 1 January 2016	3,068,685	73,559,545	–	76,628,230
Profit for the year	–	19,670,746	–	19,670,746
Total comprehensive income for the year	–	19,670,746	–	19,670,746
Increase in charter capital	5,090,026	–	–	5,090,026
Distributions to the Founder	–	(9,582,723)	–	(9,582,723)
At 31 December 2016	8,158,711	83,647,568	–	91,806,279
At 1 January 2017	8,158,711	83,647,568	–	91,806,279
Profit for the year	–	7,433,420	–	7,433,420
Other comprehensive loss	–	–	(378,608)	(378,608)
Total comprehensive income for the year	–	7,433,420	(378,608)	7,054,812
Increase in charter capital	159,379	–	–	159,379
Distributions to the Founder (Note 9)	–	(892,010)	–	(892,010)
Other transactions with the Founder (Note 9)	–	(3,766,538)	–	(3,766,538)
At 31 December 2017	8,318,090	86,422,440	(378,608)	94,361,922

General Director



[Signature]
A.G. Bekturov

Chief Accountant

[Signature]
G.E. Nurmukhanbet

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