

RATING NOTIFICATION

Rating Agency : JCR AVRASYA DERECELENDİRME A.Ş.
Rated Company : PEGASUS HAVA TAŞIMACILIĞI ANONİM ŞİRKETİ
Address : Maslak Mahallesi Taşyoncası Sokak No:1/F F2 Blok Kat:2 34485 Sarıyer, İstanbul- Türkiye
Phone & Fax No : 0212 352 56 73 – 0212 352 56 75
Date : xxx
Subject : Article 26 of the CMB Serial VIII, No. 51 Communiqué on Principles

Capital Markets Bord of Türkiye (SPK)- To the Accounting Standards Department
Central Securities Depository of the Turkish Capital Markets (MKK)– Public Disclosure Platform

"Pegasus Hava Taşımacılığı Anonim Şirketi" has been evaluated by JCR Eurasia Rating.

- Continuous growth in revenue bolstered by improved key operational results in the examined periods,
- High load factor continues to lead strong profit margins despite slight decline in FY2023 and 9M-2024 due to cost pressure,
- Maintaining reasonable level of net debt to EBITDA multiplier while continuing fleet investments,
- Increased cash assets driven by solid cash generation capacity, supporting the liquidity position in FY2023 and 9M-2024,
- Hard currency cash flow stream supported by increasing international scheduled flights and expanding flight network,
- Pegasus, one of the pioneering brand name in Türkiye and leading low-cost airline carrier in the sector with growing fleet size,
- Positive impact of Türkiye's favorable position among World's tourism centers on aviation sector,
- Diversified activities and proven track record of the main shareholder,
- High compliance with Corporate Governance Practices as a publicly traded company,
- Potential fluctuations in oil prices could pose challenges for cost management in the sector, although the Company's hedging instruments offer partial resilience,
- In the shadow of geopolitical risks, leading economic indicators point to continued weakness in global demand conditions, whereas actions for a soft-landing are at the forefront,

The Long-Term National Issuer Credit Rating and outlook of "Pegasus Hava Taşımacılığı Anonim Şirketi" has been affirmed as 'AA+ (tr)' / 'Positive'. All notes and outlooks of the Company are as follows.

Long-Term National Issuer Credit Rating	: AA+ (tr) / (Positive)
Short-Term National Issuer Credit Rating	: J1+ (tr) / (Stable)
Long Term International Foreign Currency Issuer Credit Ratings	: BB / (Stable)
Long Term International Local Currency Issuer Credit Ratings	: BB / (Stable)

Note: JCR Eurasia's ratings are objective and independent opinions regarding the creditworthiness of a security and/or issuer and should not be considered a recommendation to buy, hold, sell, or grant credit to any security. Rating reports are valid for 1 year from publication unless otherwise stated. The validity date of interim reviews cannot exceed the validity date of the original report.

Sincerely,
JCR AVRASYA DERECELENDİRME A.Ş.

Şevket GÜLEÇ
Executive Vice President

Prof. Dr. Feyzullah YETGİN
Chief Executive Officer